

INDEPENDENT AUDITOR'S REPORT

The Members of,
AJMERA REALTY VENTURES PRIVATE LIMITED,

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **AJMERA REALTY VENTURES PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2022, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, the Profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. 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.

Information Other than the Financial statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.



AJMERA REALTY VENTURES PRIVATE LIMITED

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



AJMERA REALTY VENTURES PRIVATE LIMITED

From the matters communicated with those charged with governance, we determine those matters, if any, that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

- 1 As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government in terms of sub-section (11) of section 143 of the act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
- 2 As required by Section 143 (3) of the Act, based on our audit 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 appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of written representations received from the directors as on 31st March, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022, 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, reporting on the same is not applicable for the Company as it is exempt vide notification 583(E) dated 13th June 2017 read with General Circular no.8 dated 25th July 2017.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:
In our opinion and to the best of our information and according to the explanations given to us, no remuneration is paid by the Company to its directors during the year.
 - h) 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) Rule, 2014, in our opinion and to the best of our information and according to the explanations given to us :



AJMERA REALTY VENTURES PRIVATE LIMITED

- i. The Company has disclosed the impact of pending litigations, if any, on its financial position in its financial statements.
- ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. During the year, the Company has not declared or paid any dividend.

**FOR V. PAREKH & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGN. NO. 107488W**



**RASESH V. PAREKH PARTNER
MEMBERSHIP NO. 38615
UDIN : 22038615AJEJER9716**

**PLACE : MUMBAI,
DATED: 18TH MAY, 2022**

AJMERA REALTY VENTURES PRIVATE LIMITED

ANNEXURE-A to the Independent Auditor's Report

The Annexure referred to in Independent Auditor's Report to the members of the Company on the standalone Ind AS financial statements for the year ended 31st March, 2022, we report that:

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

- (i) The company does not have any Property, Plant and Equipment and any intangible assets during the year. Hence, reporting under clause 3(i)(a) to (e) of the Order is not applicable.
- (ii)
 - (a) The company does not have any inventory during the year. Hence, reporting under clause 3(ii)(a) of the Order is not applicable.
 - (b) The Company has not been sanctioned working capital limits in excess of ₹ 5 crore, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.
- (iii) The Company has not provided any guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. hence reporting under clause 3(iii)(a) to (f) of the Order is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- (v) The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- (vi) The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.
- (vii) In respect of statutory dues:
 - a. In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.



AJMERA REALTY VENTURES PRIVATE LIMITED

- b. Details of statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2022 on account of disputes is Nil.
- (viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- (ix) (a) In our opinion and according to information and explanation given to us, the Company has not defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.
(b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
(c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable. And on an overall examination of the financial statements of the Company, funds raised on long-term basis have, prima facie, not been used during the year for short-term purposes by the Company.
(d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
(e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
(f) The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies, and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- (x) (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- (xi) (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
(c) We have taken into consideration the whistle blower complaints received by the Company during the year (and upto the date of this report), while determining the nature, timing and extent of our audit procedures.
- (xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- (xiii) In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.



AJMERA REALTY VENTURES PRIVATE LIMITED

- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, During the year, the internal audit is not applicable to the Company hence reporting under clause 3 (xiv) of the Order is not applicable to the Company.
- (xv) In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors. and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- (xvi) (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
(b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- (xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year.
- (xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) The provision of Section 135 of the Companies Act, 2013 with respect to Corporate Social Responsibility (CSR) are not applicable to the Company. Hence, reporting under clause 3(xx)(a) and (b) of the Order is not applicable.

**FOR V. PAREKH & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGN. NO. 107488W**



Rasesh V. Parekh
**RASESH V. PAREKH PARTNER
MEMBERSHIP NO. 38615
UDIN : 22038615AJEJER9716**

**PLACE: MUMBAI,
DATED: 18TH MAY, 2022**

AJMERA REALTY VENTURES PRIVATE LIMITED
BALANCE SHEET AS AT 31ST MARCH 2022

Amount in Rupees

	Particulars	Note No.	31st March, 2022	31st March, 2021
	ASSETS			
(1)	Non-Current Assets			
	Financial Assets			
	Investments	3	50,000	50,000
	Total Non-Current Assets		50,000	50,000
(2)	Current Assets			
	Financial Assets			
	Investments	4	10,14,43,399	15,61,79,734
	Cash And Cash Equivalents	5	5,57,31,694	8,76,04,854
	Current Tax Assets (Net)	6	-	7,553
			15,71,75,093	24,37,92,141
	TOTAL ASSETS		15,72,25,093	24,38,42,141
	EQUITY AND LIABILITIES			
1	Equity			
	Equity Share Capital	7	1,00,000	1,00,000
	Other Equity	8	15,67,19,869	13,05,36,533
	Liabilities			
2	Non-Current Liabilities			
	Financial Liabilities			
	Borrowings	9	1,24,854	11,31,79,063
			15,69,44,723	24,38,15,596
3	Current Liabilities			
	Financial Liabilities			
	Borrowings	10	-	1,545
	Trade Payables	11		
	Dues to micro and small enterprises		-	-
	Dues to creditors other than micro and small enterprises		10,000	25,000
	Current Tax Liabilities (Net)	12	2,70,370	-
			2,80,370	26,545
	TOTAL EQUITY AND LIABILITIES		15,72,25,093	24,38,42,141

Significant Accounting policies and notes to the Financial Statements
As per our report of even date

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For V. PAREKH & ASSOCIATES
Chartered Accountants
Firm Reg. No. 107488W

RASESH V. PAREKH - PARTNER

Membership No. 38615
UDIN : 22038615AJEJER9716
Place : Mumbai
Dated : 18th May 2022



For & on behalf of Board Of Directors of
AJMERA REALTY VENTURES PRIVATE LIMITED

[Signature]

BANDISH AJMERA
DIRECTOR
DIN No: 00012318

Place : Mumbai
Dated : 18th May 2022

[Signature]

ATUL AJMERA
DIRECTOR
DIN No: 00013747

AJMERA REALTY VENTURES PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2022

Amount in Rupees

Particulars	Note No.	31st March, 2022	31st March, 2021
Revenue From Operations	13	2,50,63,664	3,14,05,619
Other Income	14	15,25,116	1,00,686
Total Income		2,65,88,780	3,15,06,305
EXPENSES			
Other expenses	15	12,046	11,822
Total expenses		12,046	11,822
Profit before exceptional items and tax		2,65,76,734	3,14,94,483
Exceptional Items			
Profit before tax		2,65,76,734	3,14,94,483
Tax expense:			
(1)Current tax		3,93,398	
(2)Deferred tax			
Profit for the period from continuing operations		2,61,83,336	3,14,94,483
Profit for the year		2,61,83,336	3,14,94,483
Total Comprehensive Income for the year		2,61,83,336	3,14,94,483
Earnings per equity share (for continuing operation):	16		
(1)Basic		2,618	3,149
(2)Diluted		2,618	3,149

Significant Accounting policies and notes to the Financial Statements
As per our report of even date

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For V. PAREKH & ASSOCIATES
Chartered Accountants
Firm Reg. No. 107488W



RASESH V. PAREKH - PARTNER

Membership No. 38615
UDIN : 22038615AJEJER9716
Place : Mumbai
Dated : 18th May 2022

For & on behalf of Board Of Directors of
AJMERA REALTY VENTURES PRIVATE LIMITED

BANDISH AJMERA
DIRECTOR
DIN No: 00012318

Place : Mumbai
Dated : 18th May 2022

ATUL AJMERA
DIRECTOR
DIN No: 00013747

AJMERA REALTY VENTURES PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022

Particulars	31st March, 2022	31st March, 2021
	AMOUNT IN Rs	AMOUNT IN Rs
Cash Flow From Operating Activities		
Profit before tax	2,65,76,734	3,14,94,483
Non-cash adjustment to reconcile profit before tax to net cash flows		
Operating profit before working capital changes	2,65,76,734	3,14,94,484
Movements in working capital:		
Increase/(decrease) in trade payables	(15,000)	10,000
Increase/(decrease) in other current liabilities	2,70,370	-
Decrease/(increase) in other current assets	7,553	(7,553)
Cash generated from/(used in) operating activities	2,68,39,657	3,14,96,931
Direct taxes paid	(3,93,398)	
Net cash flow from/(used in) operating activities (A)	2,64,46,259	3,14,96,931
Cash flow from investing activities		
Purchase of Current Investement	5,47,36,336	16,35,94,381
Purchase of Non Current Investement	-	
Net cash flow from/(used in) investing activities (B)	5,47,36,336	16,35,94,381
Cash flow from financing activities		
Repayment from long term borrowings	(11,30,55,755)	(10,76,50,000)
Decrease/(increase) in long term loans and advances	-	
Net cash flow from/(used in) financing activities (C)	(11,30,55,755)	(10,76,50,000)
Net increase/(decrease) in cash and cash equivalents (A)+(B)+©	(3,18,73,160)	8,74,42,857
Cash and cash equivalents at the beginning of the year	8,76,04,854	1,61,997
Cash and cash equivalents at the end of the year #	5,57,31,694	8,76,04,854
# Reconciliation of Cash and cash equivalents at the end of the year		
Cash and cash equivalents as per Cash Flow	1,13,636	2,75,35,693
Add: Other Bank balance	5,56,18,058	6,00,69,161
Cash and cash equivalents as per Balance Sheet	5,57,31,694	8,76,04,854

Significant Accounting policies and notes to the Financial Statements

2

As per our report of even date

For V. PAREKH & ASSOCIATES

Chartered Accountants

Firm Reg. No. 107488W

RASESH V. PAREKH - PARTNER

Membership No. 38615

UDIN : 22038615AJEJER9716

Place : Mumbai

Dated : 18th May 2022



For & on behalf of Board Of Directors of
AJMERA REALTY VENTURES PRIVATE LIMITED

BANDISH AJMERA
DIRECTOR
DIN No: 00012318

ATUL AJMERA
DIRECTOR
DIN No: 00013747

Place : Mumbai

Dated : 18th May 2022

AJMERA REALTY VENTURES PRIVATE LIMITED

Statement of Changes in Equity

(a) Equity Share Capital

	As at			
	March 31, 2022		March 31, 2021	
	No. of shares	Amount	No. of shares	Amount
Balance at the beginning of reporting period	10,000	1,00,000	10,000	1,00,000
Balance at the end of the reporting period	10,000	1,00,000	10,000	1,00,000

(b) Other Equity

	Reserve and Surplus				Total
	Capital Reserve	Securities Premium	General Reserve	Surplus/ (deficit) in the statement of profit and loss	
Balance as on April 1, 2020				9,90,42,050	9,90,42,050
<u>Add:</u>					
Transfer from Profit & Loss Profit/(Loss) for the Year				3,14,94,483	3,14,94,483
Balance at March 31, 2021	-	-	-	13,05,36,533	13,05,36,533
<u>Add:</u>					
Transfer from Profit & Loss Profit for the Year				2,61,83,336	2,61,83,336
Balance at March 31, 2022	-	-	-	15,67,19,869	15,67,19,869

As per our report of even date

For V. PAREKH & ASSOCIATES
Chartered Accountants
Firm Reg. No. 107488W



RASESH V. PAREKH - PARTNER

Membership No. 38615
UDIN : 22038615AJEJER9716
Place : Mumbai
Dated : 18th May 2022

For & on behalf of Board Of Directors of
AJMERA REALTY VENTURES PRIVATE LIMITED

BANDISH AJMERA
DIRECTOR
DIN No: 00012318

Place : Mumbai
Dated : 18th May 2022

ATUL AJMERA
DIRECTOR
DIN No: 00013747

AJMERA REALTY VENTURES PRIVATE LIMITED (2021-22)

Notes forming part of Financial Statements for the year ended 31st March, 2022

NOTES TO ACCOUNTS

1. Corporate Information

AJMERA REALTY VENTURES PRIVATE LIMITED is a Private Limited company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The company is engaged in business of construction and development of property.

2. Significant Accounting Policy

2.1 Basis of preparation

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards as notified under section 133 of of The Companies Act, 2013 Read with rule 3 of the Companies(Indian Accounting Standards) Rules 2015 by Ministry of Corporate Affairs ('MCA') as amended by the Companies (Indian Accounting Standards) rules, 2016.

The financial statements have been prepared on a historical cost basis, except for certain financial instruments which are measured at fair values at the end of each reporting period as explained in Accounting Policies below.

2.2 Current and Non Current Classification

An asset/liabilities is classified as current when it satisfies any of the following criteria:

- i. It is expected to be realized/ settled, or is intended for sale or consumption, In the companies normal operating cycle or
- ii. It is held primarily for the purpose of being traded or
- iii. It is expected to be realized/ due to be settled within 12 months after the reporting date or
- iv. It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date or
- v. The company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

All other assets and liabilities are classified as non current

2.3 Property, Plant and Equipment (PPE)

Recognition and initial measurement

Property, plant and equipment are stated at their cost of acquisition. The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discount and rebates



AJMERA REALTY VENTURES PRIVATE LIMITED (2021-22)

Notes forming part of Financial Statements for the year ended 31st March, 2022

are deducted in arriving at the purchase price. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company. All other repair and maintenance costs are recognized in statement of profit or loss as incurred.

Subsequent measurement (depreciation and useful lives)

Property, plant and equipment are subsequently measured at cost less accumulated depreciation and impairment losses. Depreciation on property, plant and equipment is provided on a straight-line basis, computed on the basis of useful lives (asset-out below) prescribed in Schedule II to the Act:

Asset Category	Estimated Useful Life
Plant & Equipments	15 Years
Furniture & fixtures	10 Years
Vehicles	8 Years
Office equipments	5 Years
Computer Hardware	3 Years

The residual values, useful lives and method of depreciation are reviewed at the end of each financial year.

De-recognition

An item of property, plant and equipment and any significant part initially recognized is de-recognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is recognized in the statement of profit and loss, when the asset is de-recognized.

2.4 **Intangible Assets**

Recognition and initial measurement

Intangible assets are stated at their cost of acquisition. The cost comprises purchase price, borrowing cost, if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use.



Subsequent measurement (amortisation)

The cost of capitalized software is amortized over a period of 6 years from the date of its acquisition.

2.5 Borrowing cost

Borrowing costs directly attributable to the acquisition and/or construction of a qualifying asset are capitalized during the period of time that is necessary to complete and prepare the asset for its intended use or sale. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to the statement of profit and loss as incurred.

2.6 Investments

Investment in equity instruments of subsidiaries, joint ventures and associates

Investment in equity instruments of subsidiaries, joint ventures and associates are stated at cost as per Ind AS 27 'Separate Financial Statements'

2.7 Inventories:

Direct expenditure relating to construction activity is inventorised. Other expenditure (including borrowing costs) during construction period is inventorised to the extent the expenditure is directly attributable cost of bringing the asset to its working condition for its intended use. Other expenditure (including borrowing costs) incurred during the construction period which is not directly attributable for bringing the asset to its working condition for its intended use is charged to the statement of profit and loss. Direct and other expenditure is determined based on specific identification to the construction and real estate activity. Cost incurred/items purchased specifically for projects are taken as consumed as and when incurred/ received.

Work-in-progress - Contractual: Cost of work yet to be certified/ billed, as it pertains to contract costs that relate to future activity on the contract, are recognised as contract work-in-progress provided it is probable that they will be recovered. Contractual work-in-progress is valued at lower of cost and net realisable value.

Work-in-progress - Real estate projects (including land inventory): Represents cost incurred in respect of unsold area of the real estate development projects or cost incurred on projects where the revenue is yet to be recognised. Real estate work-in-progress is valued at lower of cost and net realisable value.



AJMERA REALTY VENTURES PRIVATE LIMITED (2021-22)

Notes forming part of Financial Statements for the year ended 31st March, 2022

Finished goods - Flats: Valued at lower of cost and net realisable value.

Building materials purchased, not identified with any specific project are valued at lower of cost and net realisable value. Cost is determined based on a weighted average basis.

Land inventory: Valued at lower of cost and net realisable value.

2.8 Revenue Recognition

Effective April 1, 2018, the company has applied Ind AS 115 which establishes a comprehensive framework for determining whether, how much and when revenue is to be recognised. Ind AS 115 replaces Ind AS 18 Revenue and Ind AS 11 Construction Contracts.

The company has adopted Ind AS 115 using the cumulative effect method. The effect of initially applying this standard is recognised at the date of initial application (i.e. April 1, 2018). The standard is applied retrospectively only to contracts that are not completed as at the date of initial application. The impact of adoption of the standard on the financial statements of the company is insignificant.

Revenue is recognised upon transfer of control of promised inventory to customers in an amount that reflects the consideration which the company expects to receive in exchange. Revenue is recognised over the period of time when control is transferred to the customer on satisfaction of performance obligation, based on contracts with customers.

Revenue is measured based on the transaction price, which is the consideration, adjusted for discounts, price concessions, incentives, if any, as specified in the contracts with the customers. Revenue excludes taxes collected from customers on behalf of the government.

i. Revenue from Real estate projects is recognized when it is reasonably certain that the ultimate collection will be made and that there is buyers commitment to make the complete payment.

Revenue from real estate under development is recognized upon transfer of all significant risks and rewards of ownership of such real estate, as per the terms of the contracts entered into with buyers, which generally coincides with the firming of the sales contracts/ agreement, except for the contracts where the company still has obligations to perform substantial acts even after the transfer of all significant risks and rewards. In such cases, the revenue is recognized on percentage of completion method, when the stage of completion of each project reaches a



AJMERA REALTY VENTURES PRIVATE LIMITED (2021-22)

Notes forming part of Financial Statements for the year ended 31st March, 2022

reasonable level of progress. The revenue is recognized in proportion that the contract cost incurred for work performed up to the reporting date bear to the estimated total contract cost.

Revenue from real estate projects including revenue from sale of undivided share of land [group housing] is recognised upon transfer of all significant risks and rewards of ownership of such real estate/ property, as per the terms of the contracts entered into with buyers, which generally coincides with the firming of the sales contracts/ agreements.

When the outcome of a real estate project can be estimated reliably and the conditions above are satisfied, project revenue (including from sale of undivided share of land) and project costs associated with the real estate project should be recognised as revenue and expenses by reference to the stage of completion of the project activity at the reporting date arrived at with reference to the entire project costs incurred (including land costs). Revenue is recognized on execution of either an agreement or a letter of allotment

ii. Interest Income

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

iii. Dividend Income

Dividend income is recognized with the company's right to receive dividend is established by the reporting date.

iv. Other Income

Other Income is accounted on accrual basis.

2.9 Unbilled Revenue

Revenue recognized based on policy on revenue, over and above the amount due as per the payment plans agreed with the customers.

2.10 Cost of revenue

Cost of constructed properties includes cost of land (including cost of development rights/land under agreements to purchase), estimated internal development costs, external development charges, borrowing costs, overheads, construction costs and development/construction



as explained in accounting policy for revenue from real estate projects above, in consonance with the concept of matching costs and revenue. Final adjustment is made on completion of the specific project.

2.11 Foreign Currency Transactions

Functional and Presentation Currency

The financial statements are presented in Indian Rupees (Rs.) which is also the functional and presentation currency of the Company.

Transactions and balances

Foreign currency transactions are recorded in the functional currency, by applying the exchange rate between the functional currency and the foreign currency at the date of the transaction.

Foreign currency monetary items outstanding at the balance sheet date are converted to functional currency using the closing rate. Non-monetary items denominated in a foreign currency which are carried at historical cost are reported using the exchange rate at the date of the transactions.

Exchange differences arising on monetary items on settlement, or restatement as at reporting date, at rates different from those at which they were initially recorded, are recognized in the statement of profit and loss in the year in which they arise.

2.12 Employee Benefit Expenses

Provident Fund

The Company makes contribution to statutory provident funding accordance with the Employees' Provident Funds and Miscellaneous Provisions Act, 1952.

Gratuity

Gratuity is a post-employment benefit and is in the nature of a defined benefit plan. The liability recognized in the balance sheet in respect of gratuity is the present value of the defined benefit/obligation at the balance sheet date, together with adjustments for unrecognized actuarial gains or losses and past service costs. The defined benefit/obligation is calculated at or near the balance sheet date by an independent actuary using the projected unit credit method. This is based on standard rates of inflation, salary growth rate and mortality. Discount factors



AJMERA REALTY VENTURES PRIVATE LIMITED (2021-22)

Notes forming part of Financial Statements for the year ended 31st March, 2022

are determined close to each year-end by reference to market yields on government bonds that have terms to maturity approximating the terms of the related liability. Service cost on the Company's defined benefit plan is included in employee benefits expense. Net interest expense on the net defined benefit liability is included in finance costs. Actuarial gains/losses resulting from re-measurements of the liability are included in other comprehensive income.

Other long-term employee benefits

Liability in respect of compensated absences becoming due or expected to be availed within one year from the balance sheet date is recognized on the basis of discounted value of estimated amount required to be paid or estimated value of benefit expected to be availed by the employees. Liability in respect of compensated absences becoming due or expected to be availed more than one year after the balance sheet date is estimated on the basis of an actuarial valuation performed by an independent actuary using the projected unit credit method.

Actuarial gains and losses arising from past experience and changes in actuarial assumptions are charged to statement of profit and loss in the year in which such gains or losses are determined.

Short-term employee benefits

Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short - term employee benefit. The company measures the expected cost of such absences as the additional amount that is except to pay as a result of the unused entitlement that has accumulated at the reporting date.

2.13 Taxation

Tax expense recognized in statement of profit and loss comprises the sum of deferred tax and current tax except the ones recognized in other comprehensive income or directly in equity.

Current tax is determined as the tax payable in respect of taxable income for the year and is computed in accordance with relevant tax regulations. Current income tax relating to items recognized outside profit or loss is recognized outside profit or loss (either in other comprehensive income or in equity).

Minimum alternate tax ("MAT") credit entitlement is recognized as an asset only when and to the extent there is convincing evidence that normal income tax will be paid during the Specified



AJMERA REALTY VENTURES PRIVATE LIMITED (2021-22)

Notes forming part of Financial Statements for the year ended 31st March, 2022

period. In the year in which MAT credit becomes eligible to be recognized as an asset, the said asset is created by way of a credit to the statement of profit and loss and shown as MAT credit entitlement. This is reviewed at each balance sheet date and the carrying amount of MAT credit entitlement is written down to the extent it is not reasonably certain that normal income tax will be paid during the specified period.

Deferred tax is recognized in respect of temporary differences between carrying amount of assets and liabilities for financial reporting purposes and corresponding amount used for Taxation purposes. Deferred tax assets on unrealised tax loss are recognized to the extent that it is probable that the underlying tax loss will be utilised against future taxable income. This is assessed based on the Company's forecast of future operating results, adjusted for significant on-taxable income and expenses and specific limits on the use of any unused tax loss. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date. Deferred tax relating to items recognized outside statement of profit and loss is recognized outside statement of profit or loss (either in other comprehensive income or in equity).

2.14 Impairment of non-financial assets

At each reporting date, the Company assesses whether there is any indication based on internal/external factors, that an asset may be impaired. If any such indication exists, the recoverable amount of the asset or the cash generating unit is estimated. If such recoverable amount of the asset or cash generating unit to which the asset belongs is less than its carrying amount. The carrying amount is reduced to its recoverable amount and the reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If, at the reporting date, there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount. Impairment losses previously recognized are accordingly reversed in the statement of profit and loss.



2.15 Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss for financial assets.

ECL is the weighted-average of difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive, discounted at the original effective interest rate, with the respective risks of default occurring as the weights. When estimating the cash flows, the Company is required to consider:

All contractual terms of the financial assets (including prepayment and extension) over the expected life of the assets.

Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

2.16 Trade Receivables

In respect of trade receivables, the Company applies the simplified approach of Ind AS 109, which requires measurement of loss allowance at an amount equal to lifetime expected credit losses. Lifetime expected credit losses are the expected credit losses that result from all possible default events over the expected life of a financial instrument.

2.17 Other financial assets

In respect of its other financial assets, the Company assesses if the credit risk on those financial assets has increased significantly since initial recognition. If the credit risk has not increased significantly since initial recognition, the Company measures the loss allowance at an amount equal to 12-month expected credit losses, else at an amount equal to the lifetime expected credit losses.

When making this assessment, the Company uses the change in the risk of a default occurring over the expected life of the financial asset. To make that assessment, the Company compares the risk of a default occurring on the financial asset as at the balance sheet date with the risk of a default occurring on the financial asset as at the date of initial recognition and considers reasonable and supportable information, that is available without undue cost or effort, that is indicative of significant increases in credit risk since initial recognition. The Company assumes that the credit risk on a financial asset has not increased significantly since initial recognition if the financial asset is determined to have low credit risk at the balance sheet date.



2.18 Cash and Cash Equivalent

Cash and cash equivalents comprise cash in hand, demand deposits and short-term highly liquid investments that are readily convertible into known amount of cash and which are subject to an insignificant risk of changes in value.

2.19 Provisions, contingent assets and contingent liabilities

Provisions are recognized only when there is a present obligation, as a result of past events and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Provisions are discounted to their present values, where the time value of money is material.

Contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Company or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent assets are neither recognized nor disclosed except when realisation of income is virtually certain, related asset is disclosed.

2.20 Leases

Ind AS 116 supersedes Ind AS 17 Leases including its appendices. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to recognise most leases on the balance sheet.

The Company has adopted Ind AS 116 using the modified retrospective method of adoption under the transitional provisions of the Standards, with the date of initial application on 1st April, 2019. The Company also elected to use the recognition exemptions for lease contracts that, at the commencement date, have a lease term of 12 months or less and do not contain a purchase option (short-term leases), and lease contracts for which the underlying asset is of low value (low-value assets). Adoption of Ind- AS 116 doesn't have any material impact on the financial statements of the Company.



AJMERA REALTY VENTURES PRIVATE LIMITED (2021-22)

Notes forming part of Financial Statements for the year ended 31st March, 2022

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Company as a lessee

The Company applies a single recognition and measurement approach for all leases, except for short term leases and leases of low-value assets. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right-to-use the underlying assets.

Right-of-use assets

The Company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

If ownership of the leased asset transfers to the Company at the end of the lease term or the reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

right-of-use assets are also subject to impairment.

Lease Liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees.

In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change



in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

Short-term leases and leases of low-value assets

The Company applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of offices, godowns, equipment, etc. that are of low value. Lease payments on short-term leases and leases of low value assets are recognised as expense on a straight-line basis over the lease term.

Company as a lessor

Lessor accounting under Ind AS 116 is substantially unchanged from Ind AS 17. Lessors will continue to classify leases as either operating or finance leases using similar principles as in Ind AS 17. Therefore, Ind AS 116 does not have an impact for leases where the Company is the lessor. Leases in which the Company does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. Rental income arising is accounted for on a straight-line basis over the lease terms. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognized as revenue in the period in which they are earned.

2.21 Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the financial instrument and are measured initially at fair Value adjusted for transaction costs, except for those carried at fair value through profit or loss which are measured initially at fair value.

Subsequent measurement of Financial Assets

i) Financial assets carried at amortised cost – a financial asset is measured at the amortised cost, if both the following conditions are met:

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and



- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method.

- ii) Investments in equity instruments of subsidiaries, joint ventures and associates - Investments in equity instruments of subsidiaries, joint ventures and associates are accounted for at cost in accordance with Ind AS 27 Separate Financial Statements.

De-recognition of financial assets

A financial asset is primarily de-recognized when the contractual rights to receive cash flows from the asset have expired or the Company has transferred its rights to receive cash flows from the asset.

Subsequent measurement of Financial Assets

Subsequent to initial recognition, all non-derivative financial liabilities are measured at amortised cost using the effective interest method.

De-recognition of financial liabilities

A financial liability is de-recognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the Same lender on substantially different terms or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

2.22 Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted-average number of equity shares outstanding during the period. The weighted-average number of equity shares outstanding during the period is adjusted for events including a bonus issue.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted-average number of shares outstanding



during the period are adjusted for the effects of all dilutive potential equity shares.

2.23 **Significant management judgement in applying accounting policies and estimation uncertainty**

The preparation of the Company's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the related disclosures.

Significant management judgements

Recognition of deferred tax assets - The extent to which deferred tax assets can be recognized is based on an assessment of the probability of the future taxable income against which the deferred tax assets can be utilized.

Evaluation of indicators for impairment of assets - The evaluation of applicability of indicators of impairment of assets requires assessment of several external and internal factors which could result in deterioration of recoverable amount of the assets.

Impairment of financial assets - At each balance sheet date, based on historical default rates observed over expected life, the management assesses the expected credit loss on outstanding financial assets.

Provisions - At each balance sheet date basis the management judgment, changes in facts and legal aspects, the Company assesses the requirement of provisions against the outstanding contingent liabilities. However, the actual future outcome may be different from this judgement.

Revenue and inventories - The Company recognizes revenue using the percentage of completion method. This requires forecasts to be made of total budgeted cost with the outcomes of underlying construction and service contracts, which require assessments and judgements to be made on changes in work scopes, claims (compensation, rebates etc.) and other payments to the extent they are probable and they are capable of being reliably measured. For the purpose of making estimates for claims, the Company used the available Contractual and historical information.

Useful lives of depreciable/ amortisable assets - Management reviews its estimate of the useful lives of depreciable/amortisable assets at each reporting date, based on the expected



utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utility of assets.

Defined benefit obligation (DBO) – Management's estimate of the DBO is based on a number of underlying assumptions such as standard rates of inflation, mortality, discount rate and anticipation of future salary increases. Variation in these assumptions may significantly impact the DBO amount and the annual defined benefit expenses.

Fair value measurements – Management applies valuation techniques to determine the fair value of financial instruments (where active market quotes are not available). This involves developing estimates and assumptions consistent with how market participants would price the instrument. The Group used valuation techniques that are appropriate in the circumstances and for which sufficient data is available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs. All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input i.e. significant to the fair value measurement as a whole.;

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

Level 2. Input other than quoted prices included within level 1 that are observable for the assets or liabilities either directly (i.e. as prices) or indirectly (i.e. derived from prices)

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

2.24 Recent accounting pronouncements

Ministry of Corporate Affairs (MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 23, 2022, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2022, as below.

Ind AS 16- Property Plant and equipment –

The amendment clarifies that excess of net sale proceeds of items produced over the cost of testing, if any, shall not be recognised in the profit or loss but deducted from the directly attributable costs considered as part of cost of an item of property, plant, and equipment. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2022. The Company has evaluated the amendment and there is no impact on its consolidated financial statements.



AJMERA REALTY VENTURES PRIVATE LIMITED (2021-22)

Notes forming part of Financial Statements for the year ended 31st March, 2022

Ind AS 37 - Provisions, Contingent Liabilities and Contingent Assets -

The amendment specifies that the cost of fulfilling a contract comprises the 'costs that relate directly to the contract. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract). The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2022, although early adoption is permitted. The Company has evaluated the amendment and the impact is not expected to be material. **Standards issued not yet effective** : There are no standards issued but not yet effective up to the date of issuance of the Company's financial statements.



Note 3 : Investments

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

Particulars	Ownership Interest (%)	Country of Origin	Face value	No. of Shares		Amount	
				March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
<u>Investment in equity instruments (Unquoted, fully paid-up)</u>							
<u>Investment in associates</u>							
Sumedha Spacelinks LLP	Refere Note Below	India		-	-	50000	50000
Total Investments						50000	50000

Investment in Limited Liability Partnership	Profit Sharing Ratio(%)		Amount	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
<u>Sumedha Spacelinks LLP</u>				
Ajmera Realty Ventures Private Limited	50.00%	50.00%	50,000	50,000
Sheetal Infrastructure Private Limited	50.00%	50.00%	50,000	50,000
	100.00%	100.00%	1,00,000	1,00,000



AJMERA REALTY VENTURES PRIVATE LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

Sr.No	Particulars	31st March, 2022	31st March, 2021
3	INVESTMENTS		

Sr.No	Particulars	Amount in Rupees	Amount in Rupees
	Non Current Investment SUMEDHA SPACELINKS LLP	50,000	50,000
	Total	50,000	50,000

4 CURRENT INVESTMENT

	Current Investment Sumedha Spacelinks LLP	10,14,43,399	15,61,79,734
	Total	10,14,43,399	15,61,79,734

5 Cash and Bank Balances

	Cash and cash equivalents		
	Balances with banks		
	- In current accounts	1,13,136	2,75,35,193
	Cash in hand	500	500
	Fixed Deposits	5,56,18,058	6,00,69,161
	Total	5,57,31,694	8,76,04,854

6 Current Tax Assets (Net)

	Advance Tax (net of Provisions)	-	7,553
	Total	-	7,553



AJMERA REALTY VENTURES PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

Sr.No	Particulars	31st March, 2022		31st March, 2021	
			Amount in Rupees		Amount in Rupees

7 EQUITY SHARE CAPITAL

Authorised 10,000 (Previous year 10,000) Equity Shares of Rs. 10/- each		1,00,000		1,00,000
ISSUED SUBSCRIBED AND PAID UP 10000(Previous Year 10000) Equity Shares of Rs.10/- each fully paid up		1,00,000		1,00,000
Total		1,00,000		1,00,000

a. Reconciliation of shares outstanding at the beginning and at the end of the reporting period

Equity shares	Nos.	Amount in Rs.	Nos.	Amount in Rs.
At the beginning of the period	10,000	1,00,000	10,000	1,00,000
Issued during the year	-	-	-	-
Bought-back during the year	-	-	-	-
Outstanding at the end of the period	10,000	1,00,000	10,000	1,00,000

b. Term/rights attached

The company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity share is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. During the year ended 31st March, 2022, the amount of per share dividend recognised as distributions to equity shareholders was NIL per share (Previous year Rs. NIL per share).

c. Shares held by holding/ultimate holding company and/or their subsidiaries/associates

	No. of shares	No. of shares
AJMERA REALTY & INFRA INDIA LIMITED	10,000	10,000

d. Aggregate numbers of bonus shares issued, share issued for consideration other than cash and shares brought back during the period of five years immediately preceding the reporting date:

Year 2020-2021	NIL
Year 2019-2020	NIL
Year 2018-2019	NIL
Year 2017-2018	NIL
Year 2016-2017	NIL

e. Details of shareholders holding more than 5% shares in the company

Equity shares of Rs. 10 each fully paid	Nos.	% holding	Nos.	% holding
AJMERA REALTY & INFRA INDIA LIMITED	10,000	100	10,000	100

As per records of the company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

f. Shareholding of Promoter

Shares held by Promoters as at 31st March 2022

Promoters Name	No of Shares	% of Total Shares	% change during the year
Ajmera Realty & Infra India Limited	9999	99.99	-
	9999	99.99	



AJMERA REALTY VENTURES PRIVATE LIMITED
 NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

Sr.No	Particulars	31st March, 2022		31st March, 2021	
			Amount in Rupees		Amount in Rupees

8 OTHER EQUITY

	Surplus/(Deficit) in the Statement of Profit and Loss				
	As per last accounts		13,05,36,533		9,90,42,050
	Add: Profit for the Year		2,61,83,336		3,14,94,483
	Add: Adjustment as per IND-AS		15,67,19,869		13,05,36,533
	Unwinding of interest on rental deposit				
	Adjustment to Construction Cost and WIP				
	Closing Balance		15,67,19,869		13,05,36,533
	Total appropriations		-		-
	Total		15,67,19,869		13,05,36,533

9 NON CURRENT BORROWINGS

	Secured borrowings		-		-
	Unsecured borrowings from Related Parties		1,24,854		11,31,79,063
	Total		1,24,854		11,31,79,063

10 SHORT TERM BORROWINGS

	Unsecured borrowings		-		1,545
	Total		-		1,545

11 TRADE PAYABLES

	Due to micro and small enterprises (refer note. No.20)		-		-
	Others		10,000		25,000
	Total		10,000		25,000

Trade Payables ageing schedule for the year ended as on March 31, 2022 and March 31, 2021:

Particulars	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
Due to micro and small enterprises	-	-	-	-	-
Due to micro and small enterprises Disputed	-	-	-	-	-
Others	10,000	-	-	-	10,000
Others Disputed	5,000	13,540	6,460	-	25,000
	-	-	-	-	-

Figures in Bold represents current financial year & others represents for previous year

12 CURRENT TAX LIABILITIES (NET)

	Provision of Tax (net)		2,70,370		-
	Total		2,70,370		-



AJMERA REALTY VENTURES PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2022

Sr.No	Particulars	Amount in Rupees	
		31st March, 2022	31st March, 2021

13 REVENUE FROM OPERATIONS

Share of Profit from Investments	2,50,63,664	3,14,05,619
Total	2,50,63,664	3,14,05,619

14 OTHER INCOME

Interest income on Bank deposits	15,25,116	1,00,686
Total	15,25,116	1,00,686

15 OTHER EXPENSES

Bank Charges	546	277
Filing Fess	-	1,545
Auditors Remuneration	10,000	10,000
Total	12,046	11,822

Payment to Auditors (Audit Fees)	10,000	10,000
Total	10,000	10,000

16 Earning per Share (EPS)

Earning per Share (EPS)		
The following reflects the profit and share data used in the basic and diluted EPS computations.		
Profit/(loss) after tax	2,61,83,336	3,14,94,483
Weighted average number of equity shares outstanding during the period	10,000	10,000
Earning per share (Basic EPS)	<u>2,618.33</u>	<u>3,149.45</u>
Diluted EPS	<u>2,618.33</u>	<u>3,149.45</u>



Amount in Rupees										
Related party Disclosures:										
(a) Disclosures required for related parties transactions:										
Transactions	Associates/ Subsidiary	Directors and Relatives	Maximum Outstanding	Year ended Balances						
Finance (Received) / Given	11,30,55,753 10,76,46,910	- 1,545	(1,24,855) (11,31,80,608)	(1,24,855) (11,31,80,608)						
Share Of Profit From Investments	2,50,63,664 3,14,05,619	- -	- -	- -						
(b) Disclosure in respect of material transactions with related parties										
Nature of Transaction	Name of Related Party	Relationship	Advance Paid	Advance Received	Maximum O/S during the Period	Closing Balance 31.03.22	Closing Balance 31.03.21	% of Total Finance Received 21-22	% of Total Finance Received 20-21	% of Total Finance Given 20-21
	To Promoters, Directors & Key Management Personnel and Subsidiaries and Associates :									
	AJMERA REALTY AND INFRA INDIA LTD	Holding Company	26,59,00,000	15,28,44,247	-	-	(11,30,55,753)	-	100	0
Finance Received / (Given)	RAJANIKANT S AJMERA	Directors and Relatives	44,73,00,000	33,96,50,000	(11,30,55,753)	(1,24,855)	(1,24,855)	100	0	
			-	1,545	(1,24,855)					
Share Of Profit From Investments	SUMEDHA SPACE LINKS LLP	Associate	-	2,50,63,664	-					
			-	3,14,05,619	-					
	Total Current Year		26,59,00,000	15,28,44,247	(1,24,855)	(1,24,855)	(11,31,80,608)	100	-	100
	Total Previous Year		44,73,00,000	33,96,51,545	(11,31,80,608)					
	SUMEDHA SPACE LINKS LLP-Associates	Corporate Guarantee Given			25,69,00,000					
					20,69,00,000					

Figures in Bold represents current financial year & others represents for previous year.



AJMERA REALTY VENTURES PRIVATE LIMITED (2021-22)

Notes forming part of Financial Statements for the year ended 31st March, 2022

17. Details of Auditor's remuneration:

(Amount in Rupees)

Particulars	2021-2022	2020-2021
Audit Fees	10000.00	10000.00
Total	10000.00	10000.00

18. The Company primarily deals in the business of Real Estate and hence there is no Primary reportable segment in the context of Ind AS 108.

19. Related Party Disclosures:



A. Related Parties Where Control exists

Holding Company : Ajmera Realty and Infra India Limited

B. Other Related Parties

- i. Sumedha Spacelink LLP
- ii. RAJANIKANT S AJMERA

C. Related Party Transactions:

Related party Disclosures:						Amount in Rupees					
(a) Disclosures required for related parties transactions											
Transactions	Associates/ Subsidiary	Directors and Relatives	Maximum Outstanding	Year ended Balances							
Finance (Received / Given)	113,066,763	-	(124,855)	(124,855)							
	107,640,910	1,545	(113,180,608)	(113,180,608)							
Share Of Profit From Investments	25,063,664	-	-	-							
	31,405,619	-	-	-							
(b) Disclosure in respect of material transactions with related parties											
Nature of Transaction	Name of Related Party	Relationship	Advance Paid	Advance Received	Maximum (Y/S) during the Period	Closing Balance 31.03.22	Closing Balance 31.03.21	% of Total Finance Received 21-22	% of Total Finance Given 21-22	% of Total Finance Received 20-21	% of Total Finance Given 20-21
	To Promoters, Directors & Key Management Personnel and Subsidiaries and Associates:										
Finance Received / (Given)	AJMERA REALTY AND INFRA INDIA LTD	Holding Company	265,900,000	152,844,247	-	-	(113,055,753)	-	-	100	0
			447,300,000	339,651,545	(113,055,753)						
	RAJANIKANT S AJMERA	Directors and Relatives	-	-	(124,855)	(124,855)	(124,855)	100	-	0	-
			-	1,545	(124,855)						
Share Of Profit From Investments	SUMEDHA SPACE LINKS LLP	Associate	-	25,063,664	-						
			-	31,405,619	-						
	Total Current Year		265,900,000	152,844,247	(124,855)	(124,855)	(113,180,608)	100	-	100	-
	Total Previous Year		447,300,000	339,651,545	(113,055,753)						
	SUMEDHA SPACELINKS LLP - Associates	Corporate Guarantee Given			25,900,000						
					206,900,000						
Figures in Bold represents current financial year & others represents for previous year.											



AJMERA REALTY VENTURES PRIVATE LIMITED (2021-22)

Notes forming part of Financial Statements for the year ended 31st March, 2022

20. Disclosure under Micro, Small and Medium Enterprises Development Act, 2006:

- a) The principal amount NIL (Previous Year- NIL) and the interest due thereon is NIL (Previous Year- NIL) remaining unpaid to any supplier at the end of each accounting year 2021-22.
- b) The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year.
- c) The amount of Interest due and payable for the period of delay in making payment but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006
- d) The amount of Interest accrued and remaining unpaid at the end of each accounting year Nil
- e) The amount of further interest remaining due and payable even in the succeeding years until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006 is Nil

The above information and that given in note no.11 - "Trade Payables" regarding Micro and Small enterprises has been determined to the extent such parties have been identified on the basis of available with the company. This has been relied upon by the auditors.

- 21.** The Company has re - assessed the useful life of assets for the purpose of determination of depreciation in the manner prescribed under the Schedule II of the Companies Act, 2013.

22. Capital Management Policy

- Safeguard our ability to continue as a going concern, and
- Maintain an optimal capital structure to reduce the cost of capital

The Company monitors capital on the basis of the carrying amount of equity less cash and cash equivalents as presented on the face of balance sheet. The Company manages its capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may, subject to relevant permissions and compliances, adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares.



AJMERA REALTY VENTURES PRIVATE LIMITED (2021-22)

Notes forming part of Financial Statements for the year ended 31st March, 2022

Particulars	31.03.2022	31.03.2021
Net Debt		
Non-Current Borrowings	1,24,854	11,31,79,063
Current Borrowings	-	1,545
Current Maturities of LTD	-	-
(-) Cash and Cash Equivalent	-5,57,31,694	-8,76,04,854
Total	-5,56,06,840	2,55,75,754
Total Equity		
Equity Share Capital	1,00,000	1,00,000
Other Equity	15,67,19,869	13,05,36,533
Total	15,68,19,869	13,06,36,533
Debt to Equity Ratio	-0.35	0.20

23. Financial Risk Management: Disclosure of Financial Instruments by category

For amortised cost instruments, carrying value represents the best estimate of fair value.

Particulars	31.03.2022			31.03.2021		
	FVTPL	FVOCI	AMORTISED COST	FVTPL	FVOCI	AMORTISED COST
Financial Assets						
Investment in subsidiaries, associates and joint ventures*	-	-	10,14,93,399	-	-	15,62,29,734
Loans advanced to related parties	-	-	-	-	-	-
Cash & Cash Equivalent	-	-	5,57,31,694	-	-	8,76,04,854
	-	-	15,72,25,093	-	-	24,38,34,588
Financial Liabilities						
Borrowings	-	-	1,24,854	-	-	11,31,80,608
Trade Payables	-	-	10,000	-	-	25,000

* All the investments in subsidiaries, associates and joint ventures are stated at cost as per Ind AS 27 'Separate Financial Statements'.

Types of Risk and its management

AJMERA REALTY VENTURES PRIVATE LIMITED (2021-22)

Notes forming part of Financial Statements for the year ended 31st March, 2022

The Group's activities expose it to market risk, liquidity risk and credit risk. Board of Directors has overall responsibility for the establishment and oversight of the Group's risk management framework. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

a. Credit Risk

The Company measures the expected credit loss of trade receivables based on historical trend, industry practices and the business environment in which the entity operates. Expected Credit Loss is based on actual credit loss experienced and past trends based on the historical data.

b. Liquidity Risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group's approach to managing liquidity is to ensure as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due.

Management monitors rolling forecasts of the Group's liquidity position and cash and cash equivalents on the basis of expected cash flows. The Group takes into account the liquidity of the market in which the entity operates.

c. Foreign Currency Risk

The Group has international transactions and is exposed to foreign exchange risk arising from foreign currency transactions. Foreign exchange risk arises from recognized assets and liabilities denominated in a currency that is not the Group's functional currency.

24. Contingent liabilities:

The Company has given corporate guarantee of Rs2321.89 Lakhs (P.Y.Rs.2321.89 Lakhs) to one of its Subsidiary Sumedha Spacelinks LLP towards financial facility availed from State Bank of India.

25. Capital and other commitments

Capital and other commitments on account of revenue as well as capital nature is Rs. NIL (P.Y NIL)



AJMERA REALTY VENTURES PRIVATE LIMITED (2021-22)

Notes forming part of Financial Statements for the year ended 31st March, 2022

26. No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
27. The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
28. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
29. The Board of Directors is of the opinion that none of the assets other than Property, Plant and Equipment, Intangible Assets and non-current investments have realisable value less than their carrying amount in the ordinary course of business.
30. No funds have been advanced or loaned or invested by company to any intermediary and no funds have been received by the company to act as intermediary.
31. Relationship with Struck off Companies is **Nil** (Previous Year : Nil)
32. **Ratios** : The following are analytical ratios for the year ended March 31, 2022 and March 31, 2021



AJMERA REALTY VENTURES PRIVATE LIMITED (2021-22)

Notes forming part of Financial Statements for the year ended 31st March, 2022

Sr.no	Particulars	Numerator	Denominator	31st March, 2022	31st March 2021	Variance
1	Current Ratio *	Current Assets	Current Liabilities	560.60	9,184.11	-94%
2	Debt – Equity Ratio**	Total Debt	Shareholder's Equity	0.0008	0.87	-100%
3	Debt Service Coverage Ratio	Earnings available for debt service	Debt Service	-	-	0%
4	Return on Equity (ROE) ***	Net Profits after taxes	Average Shareholder's Equity	0.18	0.27	-34%
5	Inventory Turnover Ratio	Revenue	Average Inventory	0.00	0.00	0%
6	Trade payables turnover ratio	Revenue	Average Trade Payables	1432.21	1570.28	-9%
7	Trade receivables turnover ratio	Net Sales Credit	Average Trade Receivable	-	-	-
8	Net capital turnover ratio	Revenue	Working Capital	0.16	0.13	24%
9	Net profit ratio	Net Profit	Revenue	1.04	1.00	4%
10	Return on capital employed (ROCE) ***	Earning before interest and taxes	Capital Employed	0.17	0.13	31%
11	Return on Investment(ROI) Unquoted ***	Income generated from investments	Time weighted average investments	0.19	0.13	47%
12	Return on investment	Income generated from investments	Time weighted average investments	-	-	-

* As there is changes in Investment and Other Current Assets the Ratio is on lower side as compared to previous year

** During the Year Borrowings were repaid which resulted in variation of ratio as compared to previous year

*** Due to lower volume of Turnover as compared to Previous year

33. The company has not traded or not invested in Crypto currency or Virtual currency during the financial year.
34. Title deeds of all the immovable properties are held in the name of the company.
35. During the year the Company has not availed any borrowing from banks or financial institutions.
36. There are no any charges or satisfaction of charges which is yet to be registered with Registrar of Companies beyond the statutory period.
37. The Company has complied with Companies (Restriction of Number of Layers) Rules, 2017, and there are no downstream companies beyond the specified layers.
38. The Company has not been sanctioned working capital limits in excess of ₹ 5 crore, in aggregate, at any points of time during the year



AJMERA REALTY VENTURES PRIVATE LIMITED (2021-22)

Notes forming part of Financial Statements for the year ended 31st March, 2022

39. The Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

40. The Balance in Debtors, Creditors, few Bank Accounts balances and Advances accounts are subject to confirmation and reconciliation, if any. However as per management opinion no material impact on financial statements out of such reconciliation is anticipated.

41. Subsequent events

There is no subsequent event reported after the date of financial statements.

42. Regrouping of Previous Year Figures.

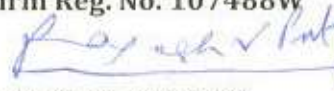
The company has regrouped / rearranged and reclassified previous year figures to conform to current year's classification.

As per our Report of even Date

For V. PAREKH & ASSOCIATES

Chartered Accountants

Firm Reg. No. 107488W


RASESH V. PAREKH

PARTNER

Membership No. 38615

UDIN : 22038615AJEJER9716

Place: Mumbai

Dated: 18th May,2022



For & on behalf of Board Of Directors of

AJMERA REALTY VENTURES PRIVATE LIMITED



BANDISH AJMERA

DIRECTOR

DIN No: 00012318

Place: Mumbai

Dated: 18th May,2022



ATUL AJMERA

DIRECTOR

DIN No: 00013747