

## INDEPENDENT AUDITORS' REPORT

### TO THE MEMBERS OF STAN PLAZA LIMITED

#### Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **STAN PLAZA LIMITED** ("the Company"), which comprise the Balance Sheet as at 31 March 2019, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

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 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 31 March 2019, and its loss and cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide for our audit opinion on the standalone financial statements.

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and informing our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to communicate in our report.



## **Information Other than the Standalone 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, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

## **Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act read with rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.



The Board of Directors are also responsible for overseeing the company's financial reporting process

## **Auditor's Responsibility for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

Identify and assess the risks of material misstatement of the standalone 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 reasonable ness 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 standalone 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 standalone 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 standalone 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone 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 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, the Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account.



- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31 March 2019, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2019 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 operative effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- (i) The Company has disclosed the impact of pending litigation which would impact on its financial position in its standalone financial statements in accordance with generally accepted accounting practice, refer note no 15 (1) to the financial statements.
- (ii) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
- (iii) There are no amounts that are required to be transferred, to the Investor Education and Protection Fund by the Company.

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of section 143(11) of the Act, we give in "Annexure B" a statement on the matter specified in the paragraph 3 and 4 of the Order.

**For Arunkumar K. Shah & Co**  
Chartered Accountants  
(Registration No.126935W)

  
  
**Arunkumar K. Shah**  
Proprietor  
Membership No: 34606.

Mumbai, Dated: 29<sup>th</sup> May 2019

## **Annexure “A” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of STAN PLAZA LIMITED**

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

I have audited the internal financial controls over financial reporting of **STAN PLAZA LIMITED** (“the Company”) as of March 31, 2019 in conjunction with my audit of the financial statements of the Company for the year ended on that date.

### **Management’s Responsibility for Internal Financial Controls**

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

### **Auditors’ Responsibility**

My responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on my audit. I conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

My audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

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

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the Company’s internal financial controls system over financial reporting.

### **Meaning of Internal Financial Controls Over Financial Reporting**

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that



- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

### **Opinion**

In my opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2019 based on "the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountant of India.

For Arunkumar K. Shah & Co.

Chartered Accountants

FRN: 126935W



(Arunkumar K. Shah)

Proprietor

Membership No:034606

Mumbai, Dated: 29<sup>th</sup> May, 2019

## Annexure "B" to the Independent Auditor's report

Ref: Stan Plaza Limited

The Annexure "B" referred to in our Independent Auditor's Report to the members of the company on the financial statements for the year ended 31<sup>st</sup> March 2019, we report that :-

- (a) The Company has maintained proper records to show full particulars including quantitative details and situation of its fixed assets.

(b) The fixed assets of the Company have been physically verified by the Management during the year and no material discrepancies between the book records and the physical inventory have been noticed. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the company and the nature of its assets.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- The Company does not have any inventory and hence sub clause (a), (b) and (c) of clause (ii) of paragraph 3 of the order is not applicable to the company for the year.
- The Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act. Hence, the requirements of sub clause (a), (b), & (c) to clause (iii) of paragraph 3 of the said Order are not applicable to the Company.
- According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not granted any Loan to Directors neither given any loans to any person or other body corporate, or guarantee given or security provided in connection with a loan to any other body corporate or person. Also not acquired securities of any other body corporate by way of subscription, purchase or otherwise.
- The company has not accepted the deposits from public as per the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under.
- The Central Government has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Companies Act for any activities of the Company.





7. (a) In our opinion and according to explanation given to us the company is generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities. There is no arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.

(b) There are no cases for non deposit with appropriate authorities of disputed dues of sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or Cess.

Details of disputed dues of Income Tax which has not been deposited as on 31<sup>st</sup> March, 2019 on account of disputes given below :-

Name of Statute	Nature of the Dues	Amount (In lakhs)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	8.55	A.Y. 2015-16	Commissioner of Income Tax (Appeals)

8. As per the Information & explanation given to us, the company has not borrowed money from banks/financial institutions nor issued any debentures and hence the question of default in repayment of dues does not arise. Accordingly, clause (viii) of paragraph 3 of the Order is not applicable.
9. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, clause (ix) of paragraph 3 of the Order is not applicable.
10. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
11. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not paid/provided for managerial remuneration.
12. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, clause (xii) of paragraph 3 of the Order is not applicable.



# ARUNKUMAR K. SHAH & Co.

CHARTERED ACCOUNTANTS



C. A. Arun K. Shah

A/602 Vijay Park Co. Op. Housing Society Ltd., Mathuradas Extn. Road, Iraniwadi, Kandivali (W), Mumbai - 400 067 • Tel.: 2861 1414  
E-mail : arun1957shah@yahoo.com  
Mobile : 93244 61141

13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, clause (xv) of paragraph 3 of the Order is not applicable.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For Arunkumar K. Shah & Co  
Chartered Accountants  
FRN:-126935W



(Arunkumar K. Shah)  
Proprietor

Membership No: 034606

Place: Mumbai  
Dated: 29th May 2019

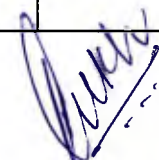
**Stan Plaza Limited**  
**Balance Sheet as at March 31,2019**

Particulars		Notes	As at March 31,2019 ₹	As at March 31,2018 ₹
<b>I.</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Shareholders' funds</b>			
	(a) Share capital	3	5,00,070	5,00,070
	(b) Reserves and surplus	4	1,02,56,393	1,03,66,060
<b>2</b>	<b>Non-current liabilities</b>			
	Advances from Related Parties	5	3,24,19,211	3,24,19,211
<b>3</b>	<b>Current liabilities</b>			
	(a) Trade payables	6	15,000	4,79,920
	(b) Other Current Liabilities	7	-	-
	(c) Short-term Provisions	8	-	-
	<b>TOTAL</b>		<b>4,31,90,674</b>	<b>4,37,65,261</b>
<b>II.</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non-current assets</b>			
	(a) <u>Fixed assets</u>			
	(i) Tangible assets	9	2,52,90,450	2,52,90,450
	(ii) Intangible assets		70,66,060	70,66,060
	(b) Non-current investments		-	-
	(c) Other Non current Assests	10	89,88,417	89,88,416
<b>2</b>	<b>Current assets</b>			
	(a) Cash and cash equivalents	11	16,51,441	20,44,016
	(c) Other Current Assets	12	1,94,306	3,76,319
	<b>TOTAL</b>		<b>4,31,90,674</b>	<b>4,37,65,261</b>
	<b>See accompanying notes forming part of the financial statements</b>	15		


In terms of our report attached  
For Arunkumar K. Shah & Co.  
Chartered Accountants  
FRN: 126935W



(Arunkumar K. Shah)  
Proprietor  
Membership No:034606

D.H.PAREKH  
Chairman



K.J.PARDIWALLA



TANAZ B.PANTHAKI

Directors

Mumbai, Dated: 29th May 2019

Stan Plaza Limited

Profit and loss statement for the period ended March 31, 2019

Particulars		Notes	Year ended March 31, 2019 ₹	Year ended March 31, 2018 ₹
I.	Revenue from operations		-	-
II.	Other income	13	1,48,105	92,734
III.	Total Revenue (I + II)		1,48,105	92,734
IV.	Expenses:			
	Other expenses	14	63,400	4,97,304
	Total expenses (IV)		63,400	4,97,304
V.	Profit before tax (III - IV)		84,705	(4,04,570)
VI.	Tax expense:			
	(1) Current tax		22,100	-
	(2) MAT charges		-	-
	(2) Deferred tax		-	-
	Excess/(short)provision of taxation in respect of earlier		(1,72,272)	-
VII.	Loss for the year		(1,09,667)	(4,04,570)
VIII.	Earnings per equity share:			
	(1) Basic		(2.19)	(8.09)
	(2) Diluted		(2.19)	(8.09)
	See accompanying notes forming part of the financial statements	15		

In terms of our report attached

For Arunkumar K. Shah & Co.

Chartered Accountants


FRN: 126935W



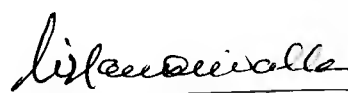
(Arunkumar K. Shah)

Proprietor

Membership No:034606

D.H. PAREKH  
Chairman



K.J. PARDIWALLA



TANAZ B. PANTHAKI

Directors

Mumbai, Dated:29th May 2019

# STAN PLAZA LIMITED

## Cash Flow Statement for the Period Ended March 31,2019

	Period ended March 31,2019	Year ended March 31,2018
	₹	₹
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
NET (LOSS) / PROFIT BEFORE TAX	84,705	(4,04,570)
Adjustments for :		
Short Provision for tax of earlier period written off	(1,72,272)	-
OPERATING LOSS BEFORE WORKING CAPITAL CHANGES	(87,567)	(4,04,570)
Decrease / (Increase) in Trade and Other receivables	1,82,013	(3,27,641)
(Decrease) / Increase in Other Provisions	-	(28,00,000)
(Decrease) / Increase in Trade and Other Payables	(4,64,920)	4,64,920
	(2,82,907)	(26,62,721)
Direct Taxes Paid	(3,70,474)	(30,67,291)
NET CASH GENERATED / (USED IN) OPERATING ACTIVITIES (A)	(3,92,574)	(30,67,291)
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Purchase of Fixed Assets	-	-
Sale of Fixed Assets	-	-
Non-current investments	-	-
NET CASH USED IN INVESTING ACTIVITIES (B)	-	-
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Proceeds for Long Term Advances	-	-
Proceeds from Long-term borrowings	-	-
Repayment for Long Term Borrowings	-	-
NET CASH GENERATED FROM FINANCING ACTIVITIES (C)	-	-
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	(3,92,574)	(30,67,291)
CASH AND CASH EQUIVALENTS AS AT 01.04.2018 (OPENING BALANCE)	20,44,016	51,11,307
CASH AND CASH EQUIVALENTS AS AT 31.03.2019 (CLOSING BALANCE)	16,51,442	20,44,016

### Notes:

- The Cash Flow Statement has been prepared in accordance with the requirements of Accounting Standard 3 on "Cash Flow Statement" issued by the Institute of Chartered Accountants of India.

See accompanying notes forming part of the financial statements

In terms of our report attached  
For Arunkumar K. Shah & Co.  
Chartered Accountants  
FRN: 126935W



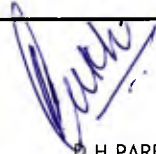
(Arunkumar K. Shah)



Proprietor

Membership No:034606

Mumbai, Dated: 29th May 2019

  
D.H. PAREKH  
Chairman

  
K.J. PARDIWALLA

  
TANAZ B. PANTHAKI

Directors

## Note 1

### I. Corporate Information:

Stan Plaza Limited, formerly known as Stanrose Industries Limited was incorporated in the year 1986. It changed its name to Stan Plaza Limited in the year 1999.

It is 100% subsidiary of Stanrose Mafatlal Investments and Finance Co Ltd.

## Note 2

### I. SIGNIFICANT ACCOUNTING POLICIES

#### **a. Basis of Preparation of Financial Statements :**

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with rule 7 of Companies (Accounts) Rules 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") as applicable. The Financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

#### **b. Use of Estimates :**

The presentation of financial statements requires certain estimates and assumptions. These estimates and assumptions affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognized in the period in which the results are known / materialized.

#### **c. Revenue Recognition :**

- i. Revenue is recognized when no significant uncertainty as to the measurability or collectability exists.
- ii. Dividend income is accounted for when the right to receive payment is established.

#### **d. Investments :**

Non-current Investments are stated at cost less any provision for diminution in value other than temporary.

#### **e. Fixed Assets :**

Fixed Assets are stated at historical cost less accumulated depreciation.

#### **f. Impairment of Fixed Assets :**

Fixed Assets are reviewed for impairment losses whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the carrying amount of the assets exceeds its recoverable amount, which is the higher of an assets' net selling price and value in use.



**g. Depreciation policy:**

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation on tangible fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except for Computers (desktop, Laptops etc.) has been assessed for 6 years based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc.

**h. Provisions, Contingent Liabilities and Contingent Assets:**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

Liabilities which are of contingent nature are not provided but disclosed at their estimated amount in the Notes to the Accounts.

Contingent assets are neither recognized nor disclosed in financial statements.

**i. Taxation :**

Provision for Current Income tax is made on the basis of estimated taxable income for the period. Deferred Tax is recognized, subject to consideration of prudence, on timing differences between taxable income and accounting income for the period that originate in one period and are capable of reversal in one or more subsequent periods.

**j. Cash and cash equivalents:**

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.



**Note 3****Share Capital**

Particulars	As at March 31, 2019		As at March 31, 2018	
	Number	₹	Number	₹
<b>Authorised</b>				
Equity Shares of ₹ 10/- each	10,00,000	1,00,00,000	10,00,000	1,00,00,000
<b>Issued</b>				
Equity Shares of ₹ 10/- each	50,007	5,00,070	50,007	5,00,070
<b>Subscribed &amp; Paid up</b>				
Equity Shares of ₹ 10/- each fully paid	50,007	5,00,070	50,007	5,00,070
<b>Total</b>	<b>50,007</b>	<b>5,00,070</b>	<b>50,007</b>	<b>5,00,070</b>

**2 Reconciliation of Shares Outstanding at the Beginning and at the end of the reporting period**

Particulars	Equity Shares	
	Number	₹
Shares outstanding at the beginning of the year	50,007	5,00,070
Shares Issued during the year	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	50,007	5,00,070

**3 Shares held by holding Company**

50,007 Equity Shares (Previous year 50,007) are held by Stanrose mafatlal Investment and Finance Ltd. the holding Company.

**4 Details of shareholders holding more than 5% shares in the Company**

	As at March 31, 2019		As at March 31, 2018	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
	50,007	100%	50,007	100%
<b>Name of Shareholder</b>	<b>Stanrose Mafatlal Inv. and Fin. Ltd.</b>		<b>Stanrose Mafatlal Inv. and Fin. Ltd.</b>	

**Note 4****Reserves & Surplus**

Particulars	As at March 31, 2019	As at March 31, 2018
	₹	₹
<b>Surplus/(Deficit) in the statement of Profit and Loss</b>		
Opening balance	1,03,66,060	1,07,70,630
(+) Net Profit/(Net Loss) For the current year	(1,09,667)	(4,04,570)
Closing Balance	1,02,56,393	1,03,66,060
<b>Total</b>	<b>1,02,56,393</b>	<b>1,03,66,060</b>





**Note 5****Advances from Related Parties**

Particulars	As at March 31,2019	As at March 31,2018
	₹	₹
<u>Unsecured</u> For accommodatiing and faciliing transactions in Real Estate		
(a) Payable to Holding Company Stanrose Mafatal Inv. & Fin.Ltd.	1,26,45,225	1,26,45,225
(b) Payable to Group Company Standard Industries Ltd.	1,97,73,986	1,97,73,986
<b>Total</b>	<b>3,24,19,211</b>	<b>3,24,19,211</b>

**Note 6****Current Liabilities**

Particulars	As at March 31,2019	As at March 31,2018
	₹	₹
<u>Trade Payable</u>		
(a) Payables to Holding Company	-	-
(b) Others	15,000	4,79,920
<b>Total</b>	<b>15,000</b>	<b>4,79,920</b>

(i) Total Outstanding dues of Micro  
Enterprises and small Enterprises

-

-

(ii) Total Outstanding dues of Trade  
Payables other than Micro Enterprises  
and small Enterprises

15,000

4,79,920

**Note 7****Other Current Liabilities**

Particulars	As at March 31,2019	As at March 31,2018
	₹	₹
Interest payable Accrued and Due	-	-
	-	-

**Note 8****Short-term Provisions**

Particulars	As at March 31,2019	As at March 31,2018
	₹	₹
	-	-
	-	-



Note 9

Fixed Assets

Particulars	Gross Block						Accumulated Depreciation				Net Block
	Balance as at April 1, 2018	Additions	Deductions/Adjustment	Balance as at March 31, 2019	Balance as at April 1, 2018	Depreciation charge for the year	On Deductions/Adjustment	Balance as at Mar. 31, 2019	Balance as at Mar 31, 2019		
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	
<b>a</b>											
<b>Tangible Assets</b>											
Land (Previous year)	2,52,90,450 (25290450)	-	-	2,52,90,450 (25290450)	-	-	-	-	-	2,52,90,450 (25290450)	
<b>Total (Previous year)</b>	<b>2,52,90,450</b> <b>(25290450)</b>	<b>-</b>	<b>-</b>	<b>2,52,90,450</b> <b>(25290450)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,52,90,450</b> <b>(25290450)</b>	
<b>b</b>											
<b>Intangible Assets</b>											
Tenancy Rights (Previous year)	70,66,060 (7066060)	-	-	70,66,060 (7066060)	-	-	-	-	-	70,66,060 (7066060)	
<b>Total (Previous year)</b>	<b>70,66,060</b> <b>(7066060)</b>	<b>-</b>	<b>-</b>	<b>70,66,060</b> <b>(7066060)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>70,66,060</b> <b>(7066060)</b>	



**Note 10****Other Non Current Assets**

Particulars	As at March 31, 2019	As at March 31, 2018
	₹	₹
Interest Receivable Accrued and Due	89,88,417	89,88,416
	89,88,417	89,88,416

**Note 11****Cash and Cash equivalents**

Particulars	As at March 31, 2019	As at March 31, 2018
	₹	₹
a. Balances with banks		
1) in current account	3,09,728	4,71,157
2) Fixed deposit	13,41,713	15,72,859
	16,51,441	20,44,016

**Note 12****Other Current Assets**

Particulars	As at March 31, 2019	As at March 31, 2018
	₹	₹
Interest Receivable Accrued and Due	14,372	6,561
Income Tax Refund Receivable AY 18-19	14,090	
Advance Tax Paid [Net of Provisions]	1,65,844	3,69,758
	1,94,306	3,76,319



## Note 13

### Other Income

Particulars	For the year ended March,31 2019	For the year ended March,31 2018
	₹	₹
Interest Income	87,501	92,734
Interest Income on Income Tax Refund	604	-
Sale on profit on non current invesment	-	-
Rent Income	60,000	-
<b>Total</b>	<b>1,48,105</b>	<b>92,734</b>

## Note 14

### Other Expenses

Particulars	For the year ended March,31 2019	For the year ended March,31 2018
	₹	₹
Registration & Filing Fees	2,600	14,480
Payment to Auditors	15,000	15,000
Professional Charges	16,000	4,64,920
Miscellaneous Expense	27,700	1,704
Rent Paid	2,100	1,200
<b>Total</b>	<b>63,400</b>	<b>4,97,304</b>

In terms of our report attached

For Arunkumar K. Shah & Co.

Chartered Accountants

FRN: 126935W

(Arunkumar K. Shah)

Proprietor

Membership No:034606

D.H. PAREKH

Chairman

K.J. PARDIWALLA

TANAZ B. PANTHAKI

Directors

Mumbai, Dated: 29th May 2019



**Note : 15 Additional Information to the financial statements and disclosure under Accounting Standards**

**1. Contingent Liabilities in respect of :**

- i. Disputed Demand of Income Tax - ₹ 8.55 lakhs (A.Y. 2015-16)  
This represents the demand raised by Income Tax Department for disputes with Appellant Authority, the Company has received Order dated 12.4.2019 from CIT (Appeals) -8, Mumbai, which is in favour of the Company.

2. Purchase of the land at Pune for ₹ 2, 52, 90,450/- is subject to execution of Conveyance Deed which is in process.

**3. Earnings per share:**

Earnings per share is calculated by dividing the profit/(loss) attributable to the equity shareholders by the weighted average number of equity shares outstanding during the period as under :-

	Year ended March 31, 2018 ₹	Year ended March 31, 2017 ₹
Profit for the period (Rs.)	(109667)	(404570)
Weighted average number of equity Shares outstanding during the period	50,007	50,007
Earnings per share (Basic/Diluted)(Rs.)	(2.19)	(8.09)
Nominal value per share (Rs.)	10.00	10.00

**4. Payment to Auditors:**

	₹	₹
(a) As Auditors	15000	15000
(b) As Service Tax on fees	-	-
	-----	-----
	15000	15000
	=====	=====

5. The Company has not received any intimation from the suppliers regarding their status under Micro, Small and Medium Enterprises Development Act, 2006 and hence the disclosures required under the Act have been given accordingly.

**6. Segment information:**

The Company is engaged in the business of real estate. These in the context of Accounting Standard 17 on segment reporting are considered to constitute a single reportable segment.



7. **Related Party Disclosure:-**

A	<u>Name of the related Party</u>	<u>Relationship</u>
	Stanrose Mafatlal Investment and Finance Ltd	Holding Company

B **Details of transaction with related parties**

**Stanrose Mafatlal Investment and Finance Limited (Holding Company)**

<u>Nature of transactions</u>	₹
Advance received during the year (net)	Nil (Nil)
Advance repaid During the year	Nil (Nil)
Outstanding balance as on March 31, 2019 Advance	1,26,45,225 (1,26,45,225)

**Standard Industries Limited (Group Company)**

<u>Nature of transactions</u>	₹
Advance received during the year (net)	Nil (Nil)
Advance repaid (net)	Nil (Nil)
Outstanding balance as on March 31, 2019 Advance	1,97,73,986 (1,97,73,986)

Note: 1) Figures shown in the bracket pertain to previous year.

8. **Previous year figures**


The Company has reclassified previous year figures to confirm to this year's classification.

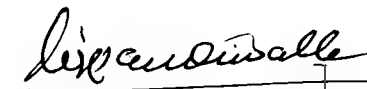
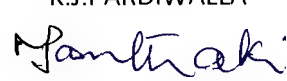
In terms of our report attached  
For Arunkumar K. Shah & Co  
Chartered Accountants  
FRN: 126935W



(Arunkumar K. Shah)  
Proprietor  
Membership No:034606

Mumbai, Dated: 29<sup>th</sup> May 2019

  
D.H.PAREKH  
Chairman

  
K.J.PARDIWALLA  
  
TANAZ B.PANTHAKI  
Directors