

ART NIRMAN PRIVATE LIMITED

**BALANCE SHEET AND
STATEMENT OF PROFIT & LOSS
FOR THE YEAR ENDED
ON 31-03-2016**

AUDITOR

**M/S DHIREN SHAH & CO.
CHARTERED ACCOUNTANTS
2ND FLOOR, SWASTIK AVENUE,
SWASTIK SOCIETY, NAVRANGPURA,
AHMEDABAD - 380009.**

NOTICE OF THE ANNUAL GENERAL MEETING

Notice is hereby given that an 05th Annual General Meeting of the Company will be held on Wednesday, September 07, 2016 at 10:00 A.M. at 14, JBR, Arcade, 2nd Floor, Near R.K. Royal Hall, Science City Main Road, Sola, Ahmedabad Gujarat-380060 India to transact the following business:

Ordinary Business:

1. To consider and Adopt:

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

“RESOLVED THAT the Audited Balance Sheet & Statement of Profit and Loss Account and Cash Flow Statement for the Financial Year ended March 31st, 2016 along with the Auditor’s Report and Director’s Report as circulated to the Shareholders and laid before the meeting, be received, considered and adopted.

2. Ratification of Auditor:

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

“RESOLVED THAT pursuant to the Provisions of Section 139 and all other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed there under, as amended from time to time, the Company hereby ratifies the appointment of M/s Dhiren Shah & Co., Chartered Accountants as Auditors of the Company from whom certificate pursuant to section 139 of the Companies Act, 2013 has been received be and hereby ratified to continue as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting of the Company at a remuneration to be mutually decided.”

Special Business:

3. To Regularize Mr. Viral Dipak Ranpura as an Independent Non executive Director:

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

“RESOLVED THAT pursuant to provisions of Section 149, 152, 160 of the Companies Act, 2013 and any other applicable provision (including any modification or reenactment thereof), if any, of the Companies Act, 2013, Mr. Viral Dipak Ranpura (DIN-07177208) who was appointed as an Additional Director as per section 161 of the Companies Act, 2013 in the meeting of the Board of Directors held on September 03rd, 2016 and whose term expires at the ensuing Annual General Meeting of the Company, Consent of members and Board of Directors of the Company be and is hereby accorded for the appointment of Mr. Viral Dipak Ranpura as Independent non executive director. The Company has received a notice in writing proposing his candidature for the office of the director be and is hereby appointed as an Independent non executive director of the Company to hold office for 5 (five) consecutive years. His remuneration will be as per the Companies Act, 2013 and terms and conditions decided by the Board.”

“RESOLVED FURTHER THAT any of the Directors of the Company be and is hereby authorized to file necessary forms with the concerned Registrar of Companies in this regard and to do all the acts, deeds, things that are necessary to give effect to above said resolution.”

4. To Convert outstanding unsecured loan into Equity Share Capital at Premium:

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

“RESOLVED THAT pursuant to the provisions of Section 62 (3) and other applicable provisions, if any of the Companies Act, 2013 and rules made there under and including all other statutory amendment(s) or re- enactment(s) as may be in force for the time being, and subject to all such approvals, permissions or sanctions as may be necessary and subject to such conditions and modifications as may be prescribed or imposed, while granting such approval(s), permission(s) or sanction(s) which may be agreed to by the Board of Directors of the Company, consent of the Members be and is hereby accorded to the Board to convert the loan taken by Mr. Ashokkumar Raghuram Thakker, Director of the Company into Equity Shares of the Company.”

“RESOLVED FURTHER THAT the Loans taken by the Company from Mr. Ashokkumar Raghuram Thakker, will be converted into Equity Shares of the Company as an option has already been attached to such loan, for the conversion of such loans into Equity Shares of the Company.”

“RESOLVED FURTHER THAT the 16,00,000 equity shares of the Company to be allotted upon conversion of the Loan in accordance with the terms above, shall be subject to the provisions of the Memorandum and Articles of Association of the Company and shall rank pari passu in all respects including as to dividend, with the existing fully paid up equity shares of face value of Rs.10/- and will be issued at Rs. 25/- each of the Company.”

“RESOLVED FURTHER THAT the Directors of the company be and are hereby severally authorised to do all such acts, deeds and things as may be necessary for giving effect to the above resolution.”

5. To Regularize Mr. Krunal Kiritkumar Mistry appointed as an Additional Director :

To consider and if thought fit, to pass with or without modification, the following Resolution as a Special Resolution -

“RESOLVED THAT pursuant to 160 & 161 of the Companies Act, 2013 and any other applicable provision (including any modification or reenactment thereof), if any, of the Companies Act, 2013, Mr. Krunal Kiritkumar Mistry (DIN- 07555458) who was appointed as an Additional Director in the meeting of the Board of Directors held on August 04th, 2016 and whose term expires at the ensuing Annual General Meeting of the Company and for the appointment of whom the Company has received a notice in writing proposing his candidature for the office of the director be and is hereby appointed as an Independent non executive director of the Company.”

“RESOLVED FURTHER THAT any of the Directors of the Company be and is hereby authorized to file necessary forms with the concerned Registrar of Companies in this regard and to do all the acts, deeds, things that are necessary to give effect to above said resolution.”

6. Change in Designation of Mr. Ashokkumar Raghuram Thakker as a Chairman and Managing Director

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

“RESOLVED THAT pursuant to Sections 2(54), 188, 196, 197, 198 and 203 read with Schedule V and other applicable provisions of if any, of the Companies Act, 2013 (“the Act”), The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014(including any statutory modifications or re-enactment(s) thereof for the time being) consent of the Members be and is hereby accorded for Changing the designation of Mr. Ashokkumar Raghuram Thakker , (DIN:-02842849) Director of the Company as Chairman cum Managing Director of the Company for a period of 5 (five) Years commencing from commencing from September 07,2016 till September 06, 2021”

“RESOLVED FURHTER THAT a remuneration upto Rs.12,00,000 (Rupees Twelve lakhs only) per Annum including all the perquisites and benefits if any, paid to Mr. Ashokkumar Raghuram Thakker, except the perquisites falling outside the purview of the ceiling limit of remuneration as per applicable provisions of Schedule V of the Act, be allowed to Mr. Ashokkumar Raghuram Thakker and in the event of inadequacy of profits the Board shall be authorized to adjust the above remuneration in accordance with the provisions of Schedule V of the Act, subject however that in the event of inadequacy of profits the remuneration so paid shall be subject to review after the expiry of such period of 3 (three) years.

RESOLVED FURTHER THAT to give effect to this resolution the Board of Directors be and are hereby authorised to do all the acts, deeds, matters and things as he may in his absolute discretion deem necessary, proper or desirable and to settle any question, difficulty or doubt that may arise in this regard and to sign and execute all necessary documents, applications, returns and writings as may be necessary, proper, desirable or expedient.”

7. ISSUE AND ALLOTMENT OF EQUITY SHARES TO THE PUBLIC (INITIAL PUBLIC OFFER)

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

“RESOLVED THAT in terms of Section 62 (1) (C), 23(1) (a) and other applicable provisions, if any, of the Companies Act 2013, (including any statutory modification(s) or re-enactment thereof, for the time being in force) and in accordance with the provisions of the Memorandum and Articles of Association of the Company and subject to the consent of the Securities and Exchange Board of India (SEBI), Reserve Bank of India (RBI), and all other concerned authorities and departments if and to the extent necessary and such other approvals, permissions and sanctions as may be prescribed in granting such approvals, permissions and sanctions which may be agreed to by the Board of Directors of the Company (hereinafter referred to as the "Board" which term shall include a duly authorised Committee thereof for the time being exercising the powers conferred by the Board) as its sole discretion, the consent of the Members of the Company be and is hereby accorded to the Board of Directors to create, offer, issue and allot to the public and to such person or persons, who may or may not be the Shareholders/ Members of the Company, to the general public at large and to other categories of investors viz. QIBs (FIIs, FIs, and other eligible entities as per SEBI Regulations), HNIs, Retails Investors, Employees of the Company, Non-resident Indians, Bodies Corporate or other entities as per the extant Regulations and to such other persons in one or more combinations thereof through the public issue, from time to time in one or more tranches such number of Equity Shares having Face value of Rs.10.00 each at such premium, as the Board

of Directors may deem fit and proper, within the overall limit of Rs. 7.00 Crores and to enlist such allotted Equity Shares on the recognized Stock Exchange(s) (including SME platform) as the Board of Directors of the Company may deem fit and proper, as the Board or a Committee thereof may at its sole discretion decide and approve in consultation with Lead Manager (LM) on such terms and conditions including the number of shares to be issued, at par or at premium as may be finalized and approved by the Board in its absolute discretion in accordance with extant SEBI(ICDR) Regulations 2009, as amended from time to time and any other applicable statute.”

“**RESOLVED FURTHER THAT** the new equity shares so issued shall upon allotment shall have the same rights of voting as the equity shares and be treated for all other purposes pari passu with the existing equity shares of the Company and that the equity shares so allotted during the financial year shall be entitled to the dividend, if any declared, including other corporate benefits, if any, for the financial year in which the allotment has been made and subsequent years.”

“**RESOLVED FURTHER THAT** for the purpose of giving effect to the above resolution, the Board be and is hereby authorized to do all such acts, deeds, things and matters of whatsoever nature that may be incidental thereto, including but not limited to appointment of Lead Manager (s), Legal Advisor, Syndicate Member(s), Underwriter(s), Market Maker(s), Depository (ies), Registrars and other agencies as may be involved in or concerned in such Public issue and to remunerate all such agencies by way of commission, brokerage, fees or otherwise, by way of entering into agreement or otherwise and to settle any question, doubt or difficulty that may arise in regard to the issue, offer and allotment of the said shares.”

8. Authorization to Board of Directors for sell, lease or otherwise dispose of undertaking
[Under section 180(1) (a)]

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

“**RESOLVED THAT** pursuant to the provisions of section 180(1)(a) and other applicable provisions, if any, of the Companies Act, 2013 read with rules framed there under (including any statutory modification (s) or re-enactment thereof for the time being in force), consent of the members of the Company be and is hereby accorded to sell, lease or otherwise dispose of the immovable property(ies) or whole or substantially the whole of the undertaking(s) of the company on such terms and conditions as the Board may deem beneficial in the best interest of the company on or after the provisions of section 180(1)(a) came into force including creation of charge or mortgage on the immovable properties of the company in favour of Banks or financial institutions or other lending institution with the purpose of securing the amount borrowed together with the interest payable by the company in respect of such borrowings subject to the approval of Shareholders.”

“**RESOLVED FURTHER THAT** the Board of Directors of the Company be and are hereby authorized to execute such agreements, papers, deeds, and other instruments or writings containing such conditions and covenants as it may think fit to give effect to this resolution.”

9. Authorization to Board of granting Loan and Investment (Under Section 186):-

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

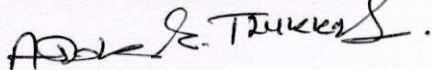
“RESOLVED THAT pursuant to the provision of section 186 and other applicable provisions, if any, of the Companies Act, 2013 read with rules framed there under (including any statutory modification (s) or re-enactment thereof for the time being in force), consent of the members of the Company be and is hereby accorded to the Board of Directors of the Company to give any loan to any person or other body corporate or to give guarantee or provide security in connection with a loan to any person or other body corporate and to acquire by way of subscription, purchase or otherwise, the securities of any other body corporate, on such terms and conditions as the Board may think fit notwithstanding that the aggregate of such loans / guarantee / investment in securities may exceed 60% of the aggregate of its paid up share capital, free reserves and securities premium account or 100% of its free reserves and securities premium account provided that the total loan, guarantee and investment shall not at any time exceed the limit of Rs. 50,00,00,000/- (Rupees Fifty Crores Only).”

“RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorized to execute such agreements, papers, deeds, and other instruments or writings containing such conditions and covenants as it may think fit to give effect to this resolution.”

“RESOLVED FURTHER THAT any of the Directors of the Company be and are severally hereby authorized to take all necessary action in this matter.”

“RESOLVED FURTHER THAT Practising Company Secretary be and is hereby appointed and authorized to use the digital signature certificate, to make necessary applications, sign & certify the relevant E-Form if necessary, and to deal with the related authorities regarding the above stated purpose.”

FOR ART NIRMAN LIMITED



Ashokkumar Raghuram Thakker

DIRECTOR

DIN: 02842849

Notes:-

1. Statement pursuant to Section 102 of the Companies Act, 2013, setting out material facts relating to the special business to be transacted at the Extra Ordinary General Meeting is annexed hereto.
2. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and on a poll, to vote thereat instead of himself and the proxy need not be a member of the company. An instrument appointing a proxy to be effective must be lodged at the registered office of the Company at least 48 hours before the commencement of the Extra Ordinary General Meeting.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 TO THE NOTICE CALLING ANNUAL GENERAL MEETING OF THE COMPANY OF THE MEMBERS OF THE COMPANY TO BE HELD ON WEDNESDAY, SEPTEMBER 07, 2016 AT 10:00 A.M. AT 14, JBR ARCADE, 2ND FLOOR, NEAR R.K. ROYAL HALL, SCIENCE CITY MAIN ROAD, SOLA, AHMEDABAD GUJARAT-380060

Item No. 3

To Regularize Mr. Viral Dipak Ranpura appointed as an Independent non executive Director :

The Board, at its meeting held on September 03, 2016 appointed Mr. Viral Dipak Ranpura (DIN-07177208) as an additional non executive director of the company with effect from September 03, 2016, pursuant to section 161 of the Companies Act, 2013. Hence he will hold office up to the date of the ensuring Annual General Meeting.

The Company has received consent from Mr. Viral Dipak Ranpura in writing to act as an Independent non executive Director in form DIR-2 pursuant to Rule 8 of the Companies (Appointment and Qualifications of Directors) Rules, 2014. Intimation is also received in Form DIR 8 in terms of Companies (Appointment and Qualifications of Directors) Rules, 2014, to the effect that he is not disqualified under sub- section (2) of section 164 of the Companies Act, 2013. Mr. Viral Dipak Ranpura has given a declaration to the Board that he meets the criteria of independence as provided under section 149 (6) of the Act. The Board considers that his tie up as Directors will benefit the Company and will help in growth of the Company. Company has received a notice from a Member in writing along with requisite deposit under section 160 of the Act, proposing his candidature for the office of Director.

Name	Mr. Viral Dipak Ranpura
Father's Name	Dipakbhai
Age	27Years
Qualification	CS and LLB
Experience	5Years

Accordingly, the Board recommends the resolution, in relation to appointment of Mr. Viral Dipak Ranpura as Independent non executive Director, respectively, for the approval by the shareholders of the Company. None of the Directors of the Company is in any way concerned or interested in the resolution.

Item No. 4

To Convert outstanding unsecured loan into Equity Share Capital at Premium:

The Company's financials does not permit repayment of outstanding amount taken from Mr. Ashokkumar Raghuram Thakker. The Management of the Company has made arrangement whereby the outstanding amount payable to the director would be settled through converting the outstanding amount to Equity shares through preferential allotment.

The Board of Directors of the Company in its meeting held on 03.09.2016 have received the consent and confirmation from Mr. Ashokkumar Raghuram Thakker for converting the outstanding amount to Equity Shares of the Company. This allows the Company to carry out its operations smoothly as the Company would not be required to discharge its liability by making the cash payment to this loan thereof to Mr. Ashokkumar Raghuram Thakker to the extent of their conversion of loan to Equity Shares, which will in turn improve the performance / profitability in long run and also improve the current ratio of the Company. The unsecured loan is already utilized by the Company for the working capital requirements and also to avoid the adverse effect on the fund flow of the Company.

None of the directors of the company are interested in the resolution except Mr. Ashokkumar Raghuram Thakker is being Directors and Shareholders concerned or interested in the proposed resolution.

Item No. 5

To Regularize Mr. Krunal Kiritkumar Mistry appointed as an Additional Director :

The Board, at its meeting held on August 4th, 2016 appointed Mr. Krunal Kiritkumar Mistry (DIN- 07555458) as an additional non executive director of the company with effect from August 4th, 2016, pursuant to section 161 of the Companies Act, 2013. Hence he will hold office up to the date of the ensuing Annual General Meeting.

The Company has received consent from Mr. Krunal Kiritkumar Mistry in writing to act as an Independent non executive Director in form DIR-2 pursuant to Rule 8 of the Companies (Appointment and Qualifications of Directors) Rules, 2014. Intimation is also received in Form DIR 8 in terms of Companies (Appointment and Qualifications of Directors) Rules, 2014, to the effect that he is not disqualified under sub- section (2) of section 164 of the Companies Act, 2013. Mr. Krunal Kiritkumar Mistry has given a declaration to the Board that he meets the criteria of independence as provided under section 149 (6) of the Act. The Board considers that his tie up as Directors will benefit the Company and will help in growth of the Company. Company has received a notice from a Member in writing along with requisite deposit under section 160 of the Act, proposing his candidature for the office of Director.

Name	Krunal Kiritkumar Mistry
Father's Name	Kiritkumar Amrutlal Mistry
Age	34 Years
Qualification	Bachelor of Engineering, Chartered Engineer
Experience	14 Years

Accordingly, the Board recommends the resolution, in relation to appointment of Mr. Krunal Kiritkumar Mistry as Independent non executive Director, respectively, for the approval by the shareholders of the Company. None of the Directors of the Company is in any way concerned or interested in the resolution.

Item No. 6

Change in Designation of Mr. Ashokkumar Raghuram Thakker as a Chairman and Managing Director

Mr. Ashokkumar Raghuram Thakker is the Director of your Company. He is second year graduate in Commerce. He has been associated with our company since incorporation. He has more than 25 years of experience. He is expertise in the field of construction and real estate development industry.

The Board of Directors recommends designating Mr. Ashokkumar Raghuram Thakker, Director as a Chairman cum Managing Director for a period of Five consecutive years w. e. f September 7, 2016. The approval of the members is being sought to the terms, conditions and stipulations for the appointment of Mr. Ashokkumar Raghuram Thakker as a Chairman cum Managing Director and the remuneration upto Rs. 12,00,000/-Per Annum. (Rupees Twelve Lakhs only) a Per annum shall be payable to him.

In view of the provisions of Sections 196, 197, 203 and any other applicable provisions of the Companies Act, 2013, the Board recommends the Special Resolution set out at item no. -6 of the accompanying notice for the approval of the Members and contain the following information:

A	Name of the related party	1 Ms. Dharmishthaben Thakkar 2. Vishnu Ashokkkumar Thakker 3. Dhara Ashookumar Thakkar 4. Ashok Kumar Raghurambhai Thakker HUF
B	Name of Director or KMP who is related, if any-	1. Ms. Dharmishthaben Thakkar
C	Nature of Relationship	Husband and Wife
D	Nature, material terms, monetary value and particulars of the contract or arrangement-	Except Remuneration, there is no other pecuniary relation.
E	Any other information relevant or important for the members to take a decision on the proposed resolution.	-

However in the event of inadequacy of profits, during the tenure of Mr. Ashokkumar Raghuram Thakker, the referred remuneration shall be allowed in compliance of the provisions of Schedule V and the same shall in no event exceed the limits approved by way of resolution proposed under Item No.-6 and in the event of continuation of inadequacy of profits for a continuous period of 3 years, the same shall be subject to review by shareholders.

A detailed statement as per the requirement of the provisions of Section II of part II of Schedule V has been annexed with the notice.

Item No. 7

ISSUE AND ALLOTMENT OF EQUITY SHARES TO THE PUBLIC (INITIAL PUBLIC OFFER)

In view of the proposed public issue, the paid up capital of the Company will be enhanced by allotting shares from whom application money will be received. Accordingly shares will be allotted to persons other than existing shareholders and employees of the Company pursuant to provisions of Section 62(1)(c) of Companies Act, 2013 (corresponding to Section 81 (1A) of the Companies Act, 1956), and unlisted Public Companies (preferential Allotment) Rules 2003. It is hereby required to authorize it by passing of Special Resolution in General Meeting.

None of the directors, managers, key managerial personnel of the Company and their respective relatives are in any way interested in the resolution except to the extent of their shareholding in the company.

Item No. 8

Authorization to Board of Directors for sell, lease or otherwise dispose of undertaking [Under section 180(1) (a)]

Banks and Financial Institutions sanctions/advances credit facilities to the companies subject to mortgaging or charge over the immovable and movable properties (present and future) of the company, along with hypothecation on the stocks, goods, book debts etc. of the company. The company has to borrow from time to time and thus the proposed resolution enables the company to comply with the requirements of creating charge/mortgage over assets of the company to secure repayment of loan, interest, etc in favour of Banks and financial institutions. Pursuant to the provisions of Section 180(1) (a) Of the Companies Act, 2013, necessary powers required by the Board to sell, lease, mortgage and/or dispose of whole or substantially the whole of the undertaking (s). The same requires the approval of the members by way of special resolution as per the requirements of Section 180(1) (a) of the Companies Act, 2013.

The Board recommended the above resolution for your approval, as the same is in the interest of the company.

None of the Directors, Key Managerial Personnel and their relatives are interested or concern in the resolution.

Item No. 9

Authorization to Board of granting Loan and Investment (Under Section 186):-

The provisions of Section 186 of the Companies Act, 2013 provides that prior approval by means of a special resolution is required in case loans/guarantee/investment in securities exceed 60% of the aggregate of its paid up share capital, free reserves and securities premium account or 100% of its free reserves and securities premium account.

In the course of its business the Company has to give loans to any person or bodies corporate, give guarantee or provide security in connection with a loan to other body corporate or person and acquire securities of any other body corporate and your Directors consider that under section 186 of the Act, the Board of Directors should be empowered to grant such loans, guarantee and investments in excess the limit as specified in proposed resolution.

It is, therefore, proposed that a special resolution be passed by the members of the Company authorizing the Board to lend money/ make deposits as provided in the special resolution.

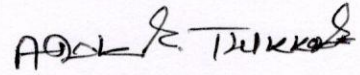
None of the Directors, Key Managerial Personnel and their relatives are interested or concern in the resolution.



BY ORDER OF THE BOARD OF DIRECTOR
FOR ART NIRMAN LIMITED



Dharmisthaben Ashokkumar Thakkar
(DIRECTOR)
DIN: 03423373



Ashokkumar Raghuram Thakker
(DIRECTOR)
DIN: 02842849

Date: 03/09/2016
Place: Ahmedabad

DIRECTORS' REPORT

To,
The Members,

Your Directors have pleasure in presenting the Annual Report on the business and operations of the Company together with the Audited Accounts for the Financial Year ended March 31, 2016.

1. Company Performance➤ State of Company Affairs/Operations of the Company:-

The Company has achieved significantly higher business performance during the Year under review in comparison to the year ended March 31, 2015. In spite of challenging economic environment your Company has received income of Rs. 25, 63,76,127 and earned Rs. 72,66,397 profit before tax and it is expected that Company will grow in the forthcoming years.

The company has done development and construction of project namely "Vishnudhara Cross Road", a commercial cum residential scheme at Gota, Ahmedabad.

➤ Financial Results:-

Particulars	31.03.2016	31.03.2015
Income	25,63,76,127	77,819
Profit/(Loss) before Depreciation and Taxation	82,05,869	13,08,424
Less: Depreciation	9,39,472	7,86,006
Profit / (loss) before Taxation	72,66,397	5,22,418
Provision for taxation (Net of Excess Provision)	20,66,950	1,10,000
Deferred tax provision	80,230	48,068
Wealth Tax	--	--
Profit / (Loss) after taxation	51,19,217	3,64,350
Profit/ (loss) carried from last year	(62,099)	(4,26,449)
Profit/(Loss) carried to Balance Sheet	50,57,118	(62,099)

➤ Dividend:-

Your directors do not recommend any dividend on its equity share capital for the year under review.

➤ Reserves:-

Profit of Rs. 51,19,217/- has been transferred in the Reserves and Surplus Account.

➤ Change in Nature of business:-

There has been no change in the nature of the business of the Company.

➤ Material Changes and Commitments, if any, affecting the Financial Position of the Company which have occurred between the end of the Financial year of the Company to which the financial statements relate and the date of the report:-

There is no material changes occurred subsequent to the close of the financial year of the Company to which the balance sheet relates and the date of the report like settlement of tax liabilities, operation of patent rights, depression in market value of investments, institution of cases by or against the company, sale or purchase of capital assets or destruction of any assets etc.

➤ Particulars of loans, guarantees or investments under section 186 of Companies Act, 2013:-

Company has neither given any Loans or guarantees nor has made any investments under section 186 of Companies act, 2013 Hence no disclosures are required in this regard.

➤ Particulars of contracts or arrangements with related parties Section 188(1) of Companies Act, 2013:-

The particulars of every contract or arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto shall be disclosed in Form No. AOC-2 as per **Annexure II**.

➤ Details of the Significant and material orders passed by the regulators or courts or Tribunal:-

There are no significant and material orders that had been passed by any Regulators or by Courts or by Tribunal that impacts the going concern status and Company's operations in future.

➤ Deposits:-

The details relating to deposits, covered under Chapter V of the Act,-

- (a) Accepted during the year: Nil
- (b) remained unpaid or unclaimed as at the end of the year: Nil
- (c) Whether there has been any default in repayment of deposits or payment of interest thereon during the year and if so, number of such cases and the total amount involved- Nil
- (i) At the beginning of the year: Nil
- (ii) Maximum during the year: Nil
- (iii) At the end of the year: Nil

2. **Business Operations**

➤ Company is engaged in the business of :-

Company is engaged in the business of Construction of Residential Building as well as Residential cum Commercial Building.

➤ Restrictions on purchase by Company or giving of loans by it for purchase of its shares

Company has not bought its own shares as per Section 67 of the Companies Act, 2013.

➤ Share Capital

- Company has increased its Authorized Share Capital from Rs. 1,00,000/- to Rs. 8,00,000,000/- on January 01, 2016
- Company has issued in aggregate 39,90,000 Equity Shares of Rs. 10/- at Rs. 10/- by conversion of outstanding loan of Rs. 3,99,00,000/- pursuant to the Agreement dated November 17th, 2015.

A. Issue of Equity Shares with differential rights

Company had not issued any Equity Shares having differential rights during the year.

B. Issue of sweat equity shares

Company had not issued any Sweat Equity Shares rights during the year.

C. Issue of employee stock options

Company had not issued any employee stock options during the year.

D. Provisions of money by Company for purchase of its shares by employees or by trustees for the benefit of employees

The Company does not have any provision of Money for purchase of its shares by employees or by trustees for the benefit of Employees.

➤ Conversion of Company into Public Limited Company:-

Shareholders of the Company in their General Meeting held on 16.08.2016, have passed a Special Resolution for conversion of Private Limited Company into Public Limited Company. Registrar of Companies Gujarat, have subsequently approved the application for conversion of Company into Public Limited Company and issued a fresh Certificate of Incorporation on 02nd September 2016.

➤ Risks and Concerns:-

1. **Common Risks:** Accidents in the work place, fires, tornadoes, and other natural disasters
2. **Legal Risks:** Fraud, Theft, etc
3. **Uncertainties in financial markets**
4. **Material handling**
5. **Credit Risks**
6. **Political Risks**
7. **Competitors**

➤ Risk Management:-

Risk is a probability or threats of damages, injury, liability, or any other negative occurrence that is caused by external or internal vulnerabilities and that may be avoided through preemptive action.

Risk Management is a structured approach to manage uncertainty. A formal enterprise wide approach to Risk Management is being adopted by the Company and key risks will now be managed within a unitary framework. Key business risks and their mitigation are considered in the annual/ strategic business plans and in periodic management reviews.

➤ Internal Control System:-

The Company has in place proper and adequate internal control systems. Internal control system comprising of policies and procedures are designed to ensure reliability of financial reporting, timely feedback on achievement of operational and strategic goals, Compliance with policies, procedures, applicable laws and regulations, and that all the assets and resources are acquired economically, used efficiently and adequately protected.

➤ Details of Subsidiary:-

Company does not have any Subsidiary Company.

➤ Appointment of Key Managerial Personnel:-

Company has appointed Ms. Ziral Pankajkumar Soni as Company Secretary cum Compliance officer of the Company and Mr. Kirtar Satubhai Munshi as Chief Financial Officer of the Company.

3. Human Resource Management

➤ Managerial Remuneration

Company is giving remuneration to its director and form part of the notes to financial statements provided in this annual report.

➤ Particulars of Employees under Section 134 of the Companies Act, 2013

Pursuant to the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, there is no employee covered as specified in that rules.

4. Directors

In the beginning of the Year there were 2 directors in the Company namely: Mr. Ashokkumar Raghuram Thakker and Mrs. Dharmisthaben Ashokkumar Thakkar . On August 4th, 2016 Company has appointed Mr. Krunal Kiritkumar Mistry as an Additional Non Executive Director. Further on September 03, 2016 Company has appointed Mr. Viral Dipak Ranpura as Additional Independent non executive Director in the Company.

No of Meetings of the Board

Five Board meeting were held during the year 2015-2016 and the gap between two meetings did not exceed four months. The dates on which the Board Meeting was held are as follows:

Detail of Board Meetings held:

Sr. No.	Date of Board Meeting	Board Strength	No. of Directors Present
1	12.04.2015	2	2
2	05.09.2015	2	2
3	10.10.2015	2	2
4	05.12.2015	2	2
4	13.01.2016	2	2
5	01.03.2016	2	2

DIRECTORS' RESPONSIBILITY STATEMENT:

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, shall state that—

(a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit/loss of the company for that period;

(c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) The directors had prepared the annual accounts on a going concern basis; and

(e) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

AUDITORS:

M/s Dhiren Shah & Co., Chartered Accountants, who are the statutory auditors of the Company, hold office until the conclusion of the ensuring AGM and are eligible for re-appointment. Members of the Company at the AGM held on September 30, 2015 had approved the appointment of M/s Dhiren Shah & Co., as the Statutory Auditors as required by the provisions of the Companies Act, 2013 and their appointment should be ratified by members each year at the AGM.

AUDITORS' REPORT

The Auditor's Report has been annexed with this report.

EXTRACT OF ANNUAL RETURN:

As required pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of annual return in **MGT 9** as a part of this Annual Report as **ANNEXURE I**.

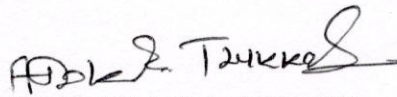
CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo are not applicable to the company and therefore the said provision is not applicable to the company.

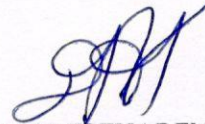
ACKNOWLEDGEMENTS

An acknowledgement to all with whose help, cooperation and hard work the Company is able to achieve the results

FOR AND ON BEHALF OF THE BOARD



ASHOK KUMAR RAGHURAM
THAKKER
[DIRECTOR]
DIN: 02842849



DHARMISTHABEN ASHOKKUMAR
THAKKAR
[DIRECTOR]
DIN: 03423373

PLACE: AHMEDABAD
DATE : 03.09.2016

Annexure I

**FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN**

As on financial year ended on 31.03.2016

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

I. REGISTRATION & OTHER DETAILS:

1.	CIN	U45200GJ2011PTC064107
2.	Registration Date	19.02.2011
3.	Name of the Company	Art Nirman Limited
4.	Category/Sub-category of the Company	Limited by Share Capital
5.	Address of the Registered office & contact details	14, JBR Arcade, 2 nd Floor, Near R.K. Royal Hall, Science City Main Road, Sola, Ahmedabad Gujarat-380060
6.	Whether listed company	No
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	N.A.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Construction of Residential Building as well as Residential cum Commercial Building	99531129	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES –

Name and Address of the Company	CIN	Holding/Subsidiary/Associate	% of Shares held	Applicable Section
	N.A.			

ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	0	0	0	0	0	0	0	0
c) Others (specify)	0	0	0	0	0	0	0	0	0
Non Resident Indians	0	0	0	0	0	0	0	0	0
Overseas Corporate Bodies	0	0	0	0	0	0	0	0	0
Foreign Nationals	0	0	0	0	0	0	0	0	0
Clearing Members	0	0	0	0	0	0	0	0	0
Trusts	0	0	0	0	0	0	0	0	0
Foreign Bodies - D R	0	0	0	0	0	0	0	0	0
Sub-total (B)(2):-	0	0	0	0	0	0	0	0	0
Total Public Shareholding (B)=(B)(1)+(B)(2)	0	0	0	0	0	0	0	0	0
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	0	10,000	10,000	100	0	40,00,000	40,00,000	100	39900

*On March 01, 2016, 3990000 Equity Shares were allotted at Rs 10/-.

B) Shareholding of Promoter (including promoter group)-

S. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Dharmisthaben Ashokkumar Thakkar	5,000	50.00%	0.00	5,000	0.13%	0.00	(49.87)%
2	Ashokkumar Raghuram Thakker	4,977	49.77%	0.00	39,94,977	99.87%	0.00	50.10%
3	Alpeshbhai Patel	1	0.01	0.00	1	0.00	0.00	(0.01)
4	Arun D. Patel	1	0.01	0.00	1	0.00	0.00	(0.01)
5	Ashokbhai R. Thakker (HUF)	1	0.01	0.00	1	0.00	0.00	(0.01)
6	Bhavinbhai S. Thakker	1	0.01	0.00	1	0.00	0.00	(0.01)
7	Devchand Kantilal Panchiwala	1	0.01	0.00	1	0.00	0.00	(0.01)

8	Harshaben S. Patel	1	0.01	0.00	1	0.00	0.00	(0.01)
9	Jayantiji Malaji	1	0.01	0.00	1	0.00	0.00	(0.01)
10	Kirit R. Thakker	1	0.01	0.00	1	0.00	0.00	(0.01)
11	Mohanlal Sukhram Krishnani	2	0.02	0.00	2	0.00	0.00	(0.02)
12	Manjulaben Rasiklal	1	0.01	0.00	1	0.00	0.00	(0.01)
13	Raghurambhai Varsambhai Thakker	1	0.01	0.00	1	0.00	0.00	(0.01)
14	Neetaben D. Patel	1	0.01	0.00	1	0.00	0.00	(0.01)
15	Raghurambhai V. Thakker (HUF)	1	0.01	0.00	1	0.00	0.00	(0.01)
16	Rameshchandra Shitaldas Patel	1	0.01	0.00	1	0.00	0.00	(0.01)
17	Rameshwar S. khatri	1	0.01	0.00	1	0.00	0.00	(0.01)
18	Rasiklal Dayarambhai (HUF)	1	0.01	0.00	1	0.00	0.00	(0.01)
19	Shrishbhai Gopalbhai Patel	1	0.01	0.00	1	0.00	0.00	(0.01)
20	Shitalbhai Rameshbhai Patel	1	0.01	0.00	1	0.00	0.00	(0.01)
21	S.N. Krishnani	2	0.02	0.00	2	0.00	0.00	(0.02)
22	S.R. Patel	1	0.01	0.00	1	0.00	0.00	(0.01)
23	Virambhai Rudabhai Gamara	1	0.01	0.00	1	0.00	0.00	(0.01)

*On March 01, 2016, 3990000 Equity Shares were allotted at Rs 10/-.

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

1) Dharmisthaben Ashokkumar Thakkar

SN	Particulars	Shareholding at the beginning of the year		Cumulative share Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	5,000	50.00%	5,000	50.00%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):Date: 01/03/2016:-		(49.87)%	5,000	0.13%
	At the end of the year	5,000	0.13%	5,000	0.13%

2) Ashokkumar Raghuram Thakker:

SN	Particulars	Shareholding at the beginning of the year		Cumulative share Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	4,977	49.77%	4,977	49.77%
	Date: 01/03/2016:- Increase in Promoters Shareholding during the year due to shares issued other than cash	39,90,000	99.75%	39,94,977	99.87%
	At the end of the year as	39,94,977	99.87%	39,94,977	99.87%

Change in Promoter Group Shareholding:-

Name of Promoter Group	Date	Status	Shareholding at the beginning of the year as at April 01, 2015		Cumulative Shareholding during the Year	
			No. of share	% of total shares of the company	No. of shares	% of total shares of the company
Alpeshbhai Patel	01/04/2015	At the beginning of the Year	1	0.01	1	0.01
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00
Arun D. Patel	01/04/2015	At the beginning of the Year	1	0.01	1	0.01
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00
Ashokbhai R. Thakker (HUF)	01/04/2015	At the beginning of the Year	1	0.01	1	0.01
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00
Bhavinbhai S. Thakker	01/04/2015	At the beginning of the Year	1	0.01	1	0.01
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00
Devchand	01/04/2015	At the	1	0.01	1	0.01

Kantilal Panchiwala		beginning of the Year				
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00
Harshaben S. Patel	01/04/2015	At the beginning of the Year	1	0.01	1	0.01
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00
Jayantiji Malaji	01/04/2015	At the beginning of the Year	1	0.01	1	0.01
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00
Kirit R. Thakker	01/04/2015	At the beginning of the Year	1	0.01	1	0.01
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00
Manjulaben Rasiklal	01/04/2015	At the beginning of the Year	1	0.01	1	0.01
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00
Mohanlal Sukhram Krishnani	01/04/2015	At the beginning of the Year	2	0.02	2	0.02
	01/03/2016	Decrease in %age of Shareholding		(0.02)	2	(0.02)
	31/03/2016	At the end of the year	2	0.02	2	0.00
Raghurambhai Varsambhai Thakker	01/04/2015	At the beginning of the Year	1	0.01	1	0.01
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00
Neetaben D. Patel	01/04/2015	At the beginning of the Year	1	0.01	1	0.01

	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00
Raghurambhai V. Thakker (HUF)	01/04/2015	At the beginning of the Year	1	0.01	1	0.01
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00
Rameshchandra Shitaldas Patel	01/04/2015	At the beginning of the Year	1	0.01	1	0.01
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00
Rameshwar S. khatri	01/04/2015	At the beginning of the Year	1	0.01	1	0.01
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00
Rasiklal Dayarambhai (HUF)	01/04/2015	At the beginning of the Year	1	0.01	1	0.01
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00
Shrishbhai Gopalbhai Patel	01/04/2015	At the beginning of the Year	1	0.01	1	0.01
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00
Shitalbhai Rameshbhai Patel	01/04/2015	At the beginning of the Year	1	0.01	1	0.01
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00

S.R. Patel	01/04/2015	At the beginning of the Year	1	0.01	1	0.01
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00
Sukhram N. Krishnani	01/04/2015	At the beginning of the Year	2	0.02	2	0.02
	01/03/2016	Decrease in %age of Shareholding		(0.02)	2	(0.02)
	31/03/2016	At the end of the year	2	0.00	2	0.00
Virambhai Rudabhai Gamara	01/04/2015	At the beginning of the Year	1	0.01	1	0.01
	01/03/2016	Decrease in %age of Shareholding		(0.01)	1	(0.01)
	31/03/2016	At the end of the year	1	0.00	1	0.00

*On March 01, 2016, 3990000 Equity Shares were allotted at Rs 10/-.

D) Shareholding Pattern of top ten Shareholders:

(Other than Directors, Promoters and Promoter Group and Holders of GDRs and ADRs):

SN	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year as at April 01, 2015		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year		Not Applicable		
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):		Not Applicable		
	At the end of the year as at March 31, 2016		Not Applicable		

E) Shareholding of Directors and Key Managerial Personnel:

I) Ashokkumar Raghuram Thakker:

S. No.	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year as on April 01, 2015		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the	No. of shares	% of total shares of the

			company		company
	At the beginning of the year	4,977	49.77%	4,977	49.77%
	Date: 01/03/2016:- Increase in Promoters Shareholding during the year due to shares issued other than cash	39,90,000	99.75%	39,94,977	99.87%
	At the end of the year as at March 31, 2016	39,94,977	99.87%	39,94,977	99.87%

II) Dharmisthaben Ashokkumar Thakkar:

S. No.	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year as on April 01, 2015		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	5,000	50.00%	5,000	50.00%
	Date wise Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.): Date: 01/03/2016:-		(49.87)%	5,000	0.13%
	At the end of the year as at March 31, 2016	5,000	0.13%	5,000	0.13%

F) **INDEBTEDNESS** -Indebtedness of the Company including interest outstanding/accrued but not due for payment as on 31.03.2016.

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	4,64,43,109	6,88,19,657	0	11,52,62,766
ii) Interest due	69,15,156	--	0	69,15,156
iii) Interest accrued but not due				
Total (i+ii+iii)	5,33,58,265	6,88,19,657	0	12,21,77,922
Change in Indebtedness during the financial year				
* Addition	1,17,57,510	15,88,41,890	0	17,06,57,680
* Reduction	6,40,69,471	20,76,38,547	0	27,16,96,981
Net Change	-5,23,11,961	-4,87,96,657	0	-10,10,39,300
Indebtedness at the end of the financial year				
i) Principal Amount	10,29,036	2,00,23,000		2,11,21,354
ii) Interest due but not paid	--	--		--
iii) Interest accrued but not due	17,267	--	--	17,267
Total (i+ii+iii)	10,46,303	2,00,23,000		2,11,38,621

V. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

A. Remuneration to Managing Director, Whole-time Directors, Executive Director and/or Manager:

SN	Particulars of Remuneration	Total Amount			
		M.D.	W.T.D.	E.D.	Total
1	Gross salary	-	-	12,00,000	12,00,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	12,00,000	12,00,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	Others specify...	-	-	-	-
5	Others, Allowances	-	-	-	-
	Total (A)	-	-	12,00,000	12,00,000
	Ceiling as per the Act	-	-	-	No Limits

B. Remuneration to other directors

SN	Particulars of Remuneration	Total Amount					
1	Independent Directors	-	-	-	-	-	-
	Fee for attending board committee meetings	-	-	-	-	-	-
	Commission	-	-	-	-	-	-
	Others, please specify	-	-	-	-	-	-
	Total (1)	-	-	-	-	-	-
2	Other Executive Directors	-	-	-	-	-	-
	Fee for attending board committee meetings	-	-	-	-	-	-
	Commission	-	-	-	-	-	-
	Others, Remuneration	-	-	-	-	-	-
	Total (2)	-	-	-	-	-	-
	Total (B)=(1+2)	-	-	-	-	-	-
	Total Managerial Remuneration	-	-	-	-	-	-
	Overall Ceiling as per the Act	-	-	-	-	-	No Limits

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1	Gross salary	-	-	-	-
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-

2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	Others specify...	-	-	-	-
5	Others, please specify	-	-	-	-
	Total	-	-	-	-

VI. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment/ Compounding fees imposed	Authority [RD/NCLT/Court]	Appeal made if any (Give details)
A. Company- Nil					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. Directors- Nil					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. Other Officers in default- Nil					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

Annexure - II

FORM NO. AOC -2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis:

Art Nirman Limited has not entered into any contract or arrangement or transaction with its related party referred to in sub section (1) of section 188 of the Companies Act, 2013.

2. Details of contracts or arrangements or transactions at Arm's length basis.

Art Nirman Limited has entered into any contract or arrangement or transaction with its related party referred to in sub section (1) of section 188 of the Companies Act, 2013 of purchase of Land from Director Dharmistaben Ashokkumar Thakkar amounting to Rs.7,80,04,500/-

Independent Auditor's Report

To

The Members of
ART NIRMAN PVT LTD

Report on the Standalone Financial Statements:

We have audited the accompanying Standalone Financial Statements of **ART NIRMAN PVT LTD** ("the Company"), which comprise the Balance Sheet as at March 31, 2016 the Statement of Profit and Loss and Cash Flow Statement for the year ended March 31, 2016, and a summary of significant accounting policies and other explanatory information for the year ended as on 31st March, 2016.

Management's Responsibility for the Standalone 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 and presentation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance and cash flow 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 the assets of the company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgments and estimates that are responsible and prudent, and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility:

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial



statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by company's directors as well as evaluating the overall presentation of the financial statements.

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

Opinion:

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 31st March 2016 and its profit and its cash flows for the year ended on that date.

Emphasis of Matter:

We draw attention to Note 10 and Note 24 Point D (2nd Paragraph) to the Financial Statements which describes Inventory details and basis of valuation of Raw Material Stock. The Management of the Company took the physical verification of the raw-material of Cement, Tiles, Hardware, Plumbing Material and Electric Material and unused material has been taken in the closing stock at its purchase cost in the Profit & Loss Account and Balance Sheet as closing stock of raw-material which was valued at Rs. 60,16,314/-.

Report on Other Legal and Regulatory Requirements:

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that:
 - a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
 - c) the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) in our opinion, the aforesaid standalone 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 written representations received from the directors as on March 31, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of Section 164(2) of the Act.
- f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “**Annexure B**” and
- 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 does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contract including derivative contracts for which there were any material foreseeable losses; hence the company need not make any provision.
 - iii. There were no amounts which were required to be transferred to the investor education and protection fund by the Company.

Place: Ahmedabad
Date: 25-08-2016



For, Dhiren Shah & Co.
Chartered Accountants
FRN: 114633W

Karan Shah
(Partner)
Membership No. : 138211

Annexure-A to the Auditor's Report

The Annexure referred to in Independent Auditors' Report to the members of the company on the standalone financial statements for the year ended 31st March, 2016, we report that:

- i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.

(b) The company has a regular programme of physical verification of its fixed assets by which fixed assets of the Company have been physically verified by the Management during the year and no material discrepancies have been noticed on such verification. In our opinion, the frequency of verification is reasonable.

(c) According to the information and explanation given to us, as the company owns no immovable properties, the requirement on reporting whether title deeds of immovable properties held in the name of the company is not applicable.
- ii) The physical verification of inventory has been conducted at reasonable intervals by the Management during the year and no material discrepancies were noted in the same.
- iii) The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Thus, paragraph 3(ii) of the order is not applicable to the company.
- 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 Companies Act, 2013 with respect to the loans and investments made.
- v) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- vi) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund,

income tax, sales-tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material dues were in arrears as at 31st March, 2016 for a period of more than six months from the date they become payable.

(b) According to the information and explanations given to us, there are no dues of Income tax, sales-tax, duty of excise, duty of customs, service tax and value added tax which have not been disputed with the appropriate on account of any dispute.

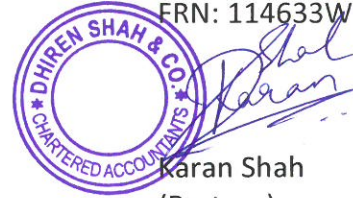
- viii) The company does not have any default in repayment of dues of loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.
- ix) The company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the order is not applicable.
- x) According to the information and explanation given to us, no material fraud by the company or on the company by its officers or employees has been noticed or reported during the course of our audit.
- xi) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the order is not applicable.
- xiii) 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.
- xiv) According to the information and explanations given to us and based on our examination of the records of the company, the Company has made preferential



allotment of 39,90,000 shares of Rs. 10 /- each amounting to Rs. 3,99,00,000 during the year. The company has complied with the requirements of Section 42 of The Companies Act 201 and the amount have been used for the purpose for which funds were raised.

- xv) According to the information and explanation given to us and based on our examination of the records of the Company, the company has entered into non-cash transaction with regard to issue of share capital amounting to Rs. 3,99,00,000/- with director Mr. Ashokkumar Thakkar by converting loans and advance given by director to the Equity shares of the company. The provisions of Section 192 of Companies Act,2013 have been complied.
- xvi) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For, Dhiren Shah & Co.
Chartered Accountants
ERN: 114633W



Karan Shah
(Partner)

Membership No. : 138211

Place: Ahmedabad
Date: 25-08 -2016



Annexure B to the independent Auditor's Report

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

We have audited the internal financial controls over financial reporting of **Art Nirman Pvt. Ltd.** ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act, 2013.

Auditors' Responsibility

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

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

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



Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, 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.

Place: Ahmedabad
Date: 25/08/2016



For, Dhiren Shah & Co.
Chartered Accountants

FRN: 114633W

Karan Shah
Karan Shah
(Partner)

Membership No. : 138211

ART NIRMAN PRIVATE LIMITED
Balance Sheet as at 31st March, 2016

Particulars	Note No	31/03/2016 AMOUNT (RS.)	31/03/2015 AMOUNT (RS.)
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	40,000,000	100,000
(b) Reserves and Surplus	2	5,057,118	(62,099)
(c) Money received against share warrants		-	-
(2) Share application money pending allotment			
(3) Non-Current Liabilities			
(a) Long-term borrowings	3	20,521,020	69,406,061
(b) Deferred tax liabilities (Net)	4	253,831	173,601
(c) Other Long term liabilities		-	-
(d) Long term provisions		-	-
(4) Current Liabilities			
(a) Short-term borrowings		-	-
(b) Trade payables	5	38,330,158	16,899,805
(c) Other current liabilities	6	76,859,693	154,184,339
(d) Short-term provisions	7	686,535	224,000
TOTAL		181,708,355	240,925,708
II. Assets			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	8	6,249,032	5,872,945
(ii) Intangible assets		805,105	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		-	-
(d) Long term loans and advances	9	2,510,000	27,023,833
(e) Other non-current assets		-	-
(2) Current assets			
(a) Current investments		-	-
(b) Inventories	10	156,319,767	195,910,799
(c) Trade receivables		-	-
(d) Cash and cash equivalents	11	2,878,621	871,926
(e) Short-term loans and advances	12	12,532,960	7,393,637
(f) Other current assets	13	412,870	3,852,568
TOTAL		181,708,355	240,925,708
REFER SIGNIFICANT ACCOUNTING POLICIES	24		

AS PER OUR REPORT OF EVEN DATE ATTACHED HERewith

FOR DHIREN SHAH & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO. 114633W

(KARAN SHAH)
PARTNER
MEMB. NO. 138211

PLACE: AHMEDABAD
DATE: 25/08/2016



FOR, ART NIRMAN PRIVATE LIMITED

Ashok Thakkar

ASHOK THAKKAR
[DIRECTOR]
DIN: 02842849

PLACE: AHMEDABAD.
DATE: 25/08/2016

Dharmishta Thakkar

DHARMISHTA THAKKAR
[DIRECTOR]
DIN: 03423373

ART NIRMAN PRIVATE LIMITED

Statement of Profit and Loss for the year ended on 31st March, 2016

Particulars	Note No	31/03/2016 AMOUNT (RS.)	31/03/2015 AMOUNT (RS.)
I. Revenue			
Sales	14	256,207,488	-
Other Income	15	168,639	77,819
Total Revenue		256,376,127	77,819
II. Expenses:			
Purchase	16	126,883,900	63,482,953
Decrease / (Increase) in Construction work In Progress	17	45,607,346	(120,957,065)
Changes in Raw Material Stock	18	(6,016,314)	-
Direct Expense	19	67,264,378	30,327,450
Indirect Expense	20	4,809,775	15,054,478
Depreciation and amortization expense	8	939,472	786,006
Employee benefit expense	21	5,031,667	2,445,925
Financial costs	22	4,589,506	8,866,167
Other Expenses		-	-
Total Expenses		249,109,730	5,914
III. Profit before exceptional and extraordinary items and tax	(I-II)	7,266,397	71,905
IV. Exceptional Items	23	-	(450,513)
V. Profit before extraordinary items and tax (III - IV)		7,266,397	522,418
VI. Extraordinary Items			
VII. Profit before tax (V - VI)		7,266,397	522,418
VIII. Tax expense:			
(1) Current tax			
- For the Current Year		2,066,950	110,000
- For earlier years - Short / (Excess)			
(2) Deferred tax asset / (liabilities)		(80,230)	(48,068)
IX. Profit(Loss) from the period from continuing operations	(VII-VIII)	5,119,217	364,350
X. Profit/(Loss) from discontinuing operations			
XI. Tax expense of discounting operations			
XII. Profit/(Loss) from Discontinuing operations (X - XI)			
XIII. Profit/(Loss) for the period (IX + XII)		5,119,217	364,350
XVI. Earning per equity share:			
(1) Basic		14.71	36.44
(2) Diluted		14.71	36.44
REFER SIGNIFICANT ACCOUNTING POLICIES	24		

AS PER OUR REPORT OF EVEN DATE ATTACHED HEREWITH

FOR DHIREN SHAH & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO. 114633W

(KARAN SHAH)
PARTNER
MEMB. NO. 138211



PLACE: AHMEDABAD
DATE: 25/08/2016

FOR, ART NIRMAN PRIVATE LIMITED

ASHOK THAKKAR
[DIRECTOR]
DIN: 02842849

PLACE: AHMEDABAD.
DATE: 25/08/2016

DHARMISHTA THAKKAR
[DIRECTOR]
DIN: 03423373

ART NIRMAN PRIVATE LIMITED
Cash Flow Statement

Particulars	31/03/2016 AMOUNT (RS.)	31/03/2015 AMOUNT (RS.)
Cash Flow from Operating Activities		
Profit / (Loss) after Tax	5,119,217	364,350
Adjustments for:		
Depreciation	939,472	786,006
Deferred tax assets / (liabilities)	80,230	48,068
Finance Costs	4,589,506	8,866,167
Interest Income	(54,145)	(73,089)
Income tax	-	2,950
Provision for Income Tax	-	110,000
Fixed Assets Written off	-	(450,513)
Operating Profit before Working Capital changes	10,674,280	9,653,939
Changes in Working Capital:		
Increase / (Decrease) in trade payables	21,430,353	(1,483,947)
Increase / (Decrease) in provisions	462,535	(11,000)
Increase / (Decrease) in other current liabilities	(77,324,646)	112,175,433
(Increase) / Decrease in inventories	39,591,032	(120,957,065)
(Increase) / Decrease in other current assets	3,439,698	(2,992,483)
(Increase) / Decrease in long-term loans and advances	24,513,833	8,821,112
(Increase) / Decrease in short-term loans and advances	(5,139,323)	(4,830,222)
(Increase) / Decrease in Trade Receivables	-	-
Cash Generated from Operations	17,647,761	375,768
Less: Taxes paid / (unpaid)	-	2,950
Net cash generated from Operating Activities	17,647,761	372,818
Cash flow from Investing Activities		
Interest Income	54,145	73,089
Proceeds on sale of fixed assets	-	-
Purchase of tangible/intangible assets	(2,120,664)	(215,361)
Net cash generated from/(used in) Investing Activities	(2,066,519)	(142,272)
Cash flow from Financing Activities		
Proceeds/(repayment) of long-term borrowings	(8,985,041)	9,480,931
Finance Costs	(4,589,506)	(8,866,167)
Net cash (used in) Financing Activities	(13,574,547)	614,764
Net increase in Cash and Cash Equivalents	2,006,695	845,310
Cash and Cash Equivalents at the beginning of the year	871,926	26,616
Cash and Cash Equivalents at the end of the year	2,878,621	871,926
Cash and Cash Equivalents comprise of:		
Cash on hand	129,176	17,153
Cheque on Hand	2,335,000	-
Bank balances (in Current Accounts)	414,445	854,773
TOTAL	2,878,621	871,926

Notes:

The above Cash Flow Statement has been prepared under the 'Indirect Method' set out in Accounting Standard 3- Cash Flow Statement referred to in The Companies Accounting Standard Rules, 2006. Cash and cash Equivalents represent cash and bank balances only.

FOR DHIREN SHAH & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO. 114633W

(KARAN SHAH)
PARTNER
MEMB. NO. 138211

PLACE: AHMEDABAD
DATE : 25/08/2016



FOR, ART NIRMAN PRIVATE LIMITED

(Signature of Ashok Thakkar) *(Signature of Dharmishta Thakkar)*

ASHOK THAKKAR
[DIRECTOR]
DIN: 02842849

DHARMISHTA THAKKAR
[DIRECTOR]
DIN: 03423373

PLACE: AHMEDABAD.
DATE : 25/08/2016

ART NIRMAN PRIVATE LIMITED
NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31-03-2016

NOTE NO.- 1
SHARE CAPITAL

Particulars	AS AT 31/03/2016 (Rs.)	AS AT 31/03/2015 (Rs.)
Authorised Share Capital (80,00,000 Equity Shares of Rs. 10/- Each fully paid)	80,000,000	100,000
TOTAL AUTHORISED CAPITAL	80,000,000	100,000
Issued & Subscribed Paid Up Capital (40,00,000 Equity Shares of Rs. 10/- Each fully paid)	40,000,000	100,000
TOTAL ISSUED AND PAID UP CAPITAL	40,000,000	100,000

(a) DETAILS OF SHAREHOLDERS HOLDING MORE THAN 5% IN THE COMPANY

Particulars	AS AT		AS AT	
	NO. OF SHARES	% HOLDING	NO. OF SHARES	% HOLDING
Dharmisthaben A Thakkar	5,000.00	0.13%	5,000	50.00%
Ashokbhai R Thakkar	3,994,977	99.87%	4,977	49.77%

(b) RECONCILIATION OF NO OF SHARES OUT STANDING AT THE BEGINNING OF THE YEAR AND AT CLOSING OF THE YEAR

Particulars	AS AT 31/03/2016		AS AT 31/03/2015	
	NO OF SHARES	AMOUNT (RS.)	NO OF SHARES	AMOUNT (RS.)
AT THE BEGINNING OF THE YEAR	10,000	100,000	10,000	100,000
ADD:				
ISSURED DURING THE YEAR	3,990,000	39,900,000	-	-
OUTSTANDING AT THE END OF THE YEAR	4,000,000	40,000,000	10,000	100,000

Issue of share other than cash

The Company allotted 39,90,000 Shares at Face Value of Rs. 10 each to Mr. Ashok Kumar Thakkar on March 01,2016 as per agreement dated November 17,2015 against Unsecured Loan Outstanding from the director.

NOTE NO.- 2
RESERVES & SURPLUS

Particulars	AS AT 31/03/2016 (Rs.)	AS AT 31/03/2015 (Rs.)
PROFIT & LOSS ACCOUNT		
OPENING BALANCE	(62,099)	(426,449)
ADD: PROFIT/ LOSS DURING THE YEAR	5,119,217	364,350
TOTAL	5,057,118	(62,099)

NOTE NO.- 3
LONG TERM BORROWINGS

Particulars	AS AT 31/03/2016 (Rs.)	AS AT 31/03/2015 (Rs.)
SECURED LOANS		
ICICI Bank Machinery Loan A/c NO.LQABD00027113351	-	317,612
ICICI Bank Machinery Loan A/c NO.LQABD00027113353 (Hypothecation against Machinery, Loan amount payable exceeding 12 months is classified as Long Term Borrowings and amount payable within 12 months is classified as short term borrowings.)	-	268,792
ICICI Bank Car Loan A/c NO.LAABD00034308244 (Hypothecation against Vehicle, Loan amount payable exceeding 12 months is classified as Long Term Borrowings and amount payable within 12 months is classified as short term borrowings.)	498,020	-
UNSECURED LOANS		
From Shareholders		
Jayantiji Malaji	5,000,000	5,000,000
Shirishbhai Gopalbhai Patel	8,260,000	8,260,000
Shitalbhai Rameshbhai	-	1,500,000
From Intercompany		
Airan Consultants Pvt. Ltd.	-	17,500,000
Kushal Tradelink Ltd.	-	10,800,000
From Directors		
Ashokbhai R Thakkar	6,763,000	25,759,657
TOTAL	20,521,020	69,406,061



**NOTE NO.- 4
DEFERRED TAX LIABILITIES**

Particulars	AS AT 31/03/2016 (Rs.)	AS AT 31/03/2015 (Rs.)
Opening Balance Of Deferred Tax Liability	173,601	125,533
Add :		
Deferred Tax Exp For The Year	80,230	48,068
Less:		
Adjusted Against Deferred Tax Asset	-	-
TOTAL	253,831	173,601

**NOTE NO.- 5
TRADE PAYABLES**

Particulars	AS AT 31/03/2016 (Rs.)	AS AT 31/03/2015 (Rs.)
CREDITORS FOR MATERIAL		
Akash Ceramics Pvt. Ltd.	105,570	886,946
Ashvinbhai M Patel	-	134,329
Balkrishna Tradelink	-	130,002
Balaji Stonex	223,087	609,286
Garima Transport	-	34,500
Gujarat Enterprise	-	34,278
Harishree Corporation	397,955	707,345
Jay Ambe Enterprise	-	69,668
J K Lakshmi Cement Ltd.	-	5,291
Kamal Enterprise	-	1,500,668
Kanak Pipe & Steel	-	118,334
Lency Enterprise	-	2,000
Mahavir Corporation	-	29,672
Manali Transport	-	25,052
Mihir Enterprise	92,268	1,004,131
N J Eco Build Pvt Ltd	340,380	1,089,385
Om Sai Corporation	-	27,213
Parshuram Quary Works Pvt Ltd.	-	41,416
Rai Granite & Ceramic	255,639	-
Rai Granite & Sanitary	-	142,923
Rani Marketing	-	2,000
Saint Gobain Weber	-	48,750
Sai Trading Co.	-	1,384,331
Satyanarayan Marketing	-	83,138
Shree Ishwarkrupa Hardware & Sanitary	-	34,245
Shreeji Corporation	-	132,543
Shree Laxmi Enterprise	-	324,626
Suryakant K Patel	-	708,397
Bhaumik Trading Company	27,299	-
Total (A)	1,442,198	9,310,469
CREDITORS FOR LABOUR		
Anand R. Koshti	167,278	-
Dharmadevsingh Ravat Rajput	4,942	-
Dipak R. Panchal	304,969	-
H.B. Buildcon	24,205	75,336
Kalpesh B. Patel - HUF	429,975	-
Kamlesh Patadiya	58,013	-
Khusan Gajjar	540	-
Milan M Patel	-	578,001
Mohd Ayub	133,252	-
Nirav H. Joshi	276,793	-
Parmeshwar Engineering	16,695	-
Patel Hardikkumar K	288,124	288,124
Patel Jignesh Sureshbhai	-	578,006
Prakash Rameshchandra Sharma	175,770	-
Rameshbhai Balaji Vanzara	99,532	-
Rajubhai S. Patel - HUF	59,541	-
Rohit Morya	7,350	-
Shiv Corporation	883,305	-
Shree Kalika Corporation	364,582	-
Sumitkumar R. Kori	378,199	-
Total (B)	3,673,065	1,519,467



CREDITORS FOR EXPENSE		
Accusol Technologies Pvt. Ltd.	-	34,955
DB Corp Ltd	-	312,687
Dhara Developers	500,000	500,000
Dhiren Shah & Co	103,100	115,005
Dineshbhai	16,639	-
Dipak S. Shah	9,500	-
D H Shah	8,000	-
Divya Bhaskar	2,912,733	2,392,340
Dream Merchants	27,000	-
Green Park Auto Track Pvt. Ltd.	-	15,049
Group 9 & Allied Security Service	-	46,728
Hem Securities	104,500	-
Hiren Advertising	-	604,527
Jaydeepbhai Panchal	-	3,000
Mahavir Stationery	-	121,217
Mahendrakumar Tribhovandas Thakkar	-	630,000
Nirav Survey Consultants	-	31,349
Param Shree Engineering	-	15,050
Pradip Rambir Sharma	215,584	-
Prime Solutions	41,689	-
Sagar Infotech	-	1,625
Shiv Printers	-	96,030
Shree Varahi Paints	-	5,204
Smart Systems	698	-
Smart Management Services	105,000	855,000
Smart Computer Service	2,700	-
Torrent Power limited	-	13,110
Uttar Gujarat Vij Company Ltd.	-	43,373
Zipbook Software Solutions Pvt Ltd	373,500	-
Total (C)	4,420,643	5,836,249
CREDITORS FOR Salary		
Hemaliben C Thakkar	54,000	201,600
Jalpaben K Patel	-	23,600
Bharat Vyas	-	8,420
Total (D)	54,000	233,620
CREDITORS FOR LAND		
Dharmishthaben A. Thakkar	28,740,252	-
Total (E)	28,740,252	-
TOTAL(A+B+C+D+E)	38,330,158	16,899,805

**NOTE NO.- 6
OTHER CURRENT LIABILITY**

Particulars	AS AT 31/03/2016 (Rs.)	AS AT 31/03/2015 (Rs.)
Booking Advances from Members		
Block - A	15,076,000	13,950,100
Block - B	7,641,542	19,378,111
Block - C	7,486,487	15,110,101
Block - D	2,494,111	17,872,626
Block - E	23,116,701	13,373,801
Shops	14,198,036	17,184,535
Booking cancelled - due to Members	1,110,000	275,002
Advances from VishnuDhara Home	-	2,215,000
Total (A)	71,122,877	99,359,276
Duties and Taxes		
TDS Payable	98,485	298,240
Service tax payable	120,913	-
Professional Tax - employee	26,350	41,900
VAT payable	53,809	-
Total (B)	299,557	340,140
Trade Deposits / Advances		
Security Deposit (Contractor - Retention Money)	544,876	1,713,062
Total (C)	544,876	1,713,062
Trade Deposits / Advances		
Maintenance deposit	3,995,000	-
Total (D)	3,995,000	-
Current maturities of Long-term Debt		
Tata Capital Housing Finance Ltd.	-	51,461,554
ICICI Bank Machinery Loan A/c NO.LQABD00027113351	317,611	708,723
ICICI Bank Machinery Loan A/c NO.LQABD00027113353	268,792	601,583
ICICI Bank Car Loan	310,980	-
Total (E)	897,383	52,771,861
TOTAL(A+B+C+D+E)	76,859,693	154,184,339



NOTE NO.-7
SHORT TERM PROVISION

Particulars	AS AT 31/03/2016 (Rs.)	AS AT 31/03/2015 (Rs.)
Provision For Taxation	561,535	110,000
Provision for Audit Fees and Professional Services	125,000	114,000
TOTAL	686,535	224,000

NOTE NO.-9
LONG TERM LOANS AND ADVANCE

Particulars	AS AT 31/03/2016 (Rs.)	AS AT 31/03/2015 (Rs.)
DEPOSITS		
ICICI FD A/C. 015114232786	-	935,000
VAT Deposit	10,000	10,000
TOTAL (A)	10,000	945,000
LOANS AND ADVANCES GIVEN		
Bhagwanbhai Sartanbhai Desai	2,500,000	2,500,000
Dharmisthaben Thakkar (Project Taken over)	-	410,045
ADVANCES FOR LAND		
Dharmisthaben A Thakkar	-	23,168,788
TOTAL (B)	2,500,000	26,078,833
TOTAL (A)+(B)	2,510,000	27,023,833

NOTE NO.-10
INVENTORIES

Particulars	AS AT 31/03/2016 (Rs.)	AS AT 31/03/2015 (Rs.)
Opening Balance	195,910,799	74,953,734
Add:		
Cost Of Material Consumed	42,863,086	63,482,953
Cost of Acquisition of Development rights of Land	78,004,500	-
Direct Expenses Related to Scheme	66,464,378	30,327,450
Indirect Expenses Related to Scheme	4,809,775	15,048,564
Depreciation and amortization expense	939,472	786,006
Employee Benefit Expense	5,031,667	2,445,925
Financial costs	4,589,506	8,866,167
Total additions	398,613,183	195,910,799
Less:		
Cost of goods sold	248,309,730	-
Closing Construction Work In Process	150,303,453	195,910,799
Raw Material Stock	6,016,314	-
Total	156,319,767	

Break up of Inventories	AS AT 31/03/2016 (Rs.)	AS AT 31/03/2015 (Rs.)
Details of Raw Materials :		
Cement	2,143,110	-
Tiles	1,458,239	-
Hardware	507,375	-
Plumbing Material	923,953	-
Electric Material	983,637	-
Total	6,016,314	-

NOTE NO.- 11
CASH & CASH EQUIVALENTS

Particulars	AS AT 31/03/2016 (Rs.)	AS AT 31/03/2015 (Rs.)
Cash in Hand		
Cash Balance	129,176	17,153
TOTAL (1)	129,176	17,153
Cheque on hand		
Cheque on hand	2,335,000	-
TOTAL (2)	2,335,000	-
Bank Balance		
ICICI Bank (045705001384)	292,179	227,893
HDFC Bank A/c. No. 50200005194002	122,266	211,880
ICICI Bank Ltd. (Escrow A/c. 045705001572)	-	415,000
TOTAL (3)	414,445	854,773
TOTAL CASH AND CASH EQUIVALENTS (1+2+3)	2,878,621	871,926



NOTE NO.- 12
Short Term Loans & Advances
(Unsecured & Considered good)

Particulars	AS AT 31/03/2016 (Rs.)	AS AT 31/03/2015 (Rs.)
Advances to Vendors		
Kamleshbhai Babubhai Kancha	-	650,000
Aaishwariya Enterprise	-	132,001
Bennett , coleman & Co. Ltd	6,182,984	-
Binani Cement Ltd.	-	5,000
Balkrishna Tradelink	-	-
Gujarat Enterprise	1,244,554	-
Balkrishna Trivedi	5,722	-
Bhaumik Trading Co.	-	600,000
Hari Earth Cone	-	59,628
K P Ceramics	700,000	-
Schindler India Pvt. Ltd.	-	40,000
SEPR Refractories Pvt.Ltd.	-	645,000
Satish R Saroj	-	48,750
Sudhaben G trivedi	218,811	100,000
Taraben Trivedi	-	792,189
Chetnaben J Patel	-	707,070
Deep Roadways	-	29,500
Enso Advertising and Branding Solutions	-	8,370
Eureka Forbes	-	191,000
India Property Online Private Limited	-	12,990
Jagdish B Patel	-	106,742
Kamlesh Amrutlal Pujara	-	29,500
Kamleshbhai C Solanki	-	759,600
Maxheap Technologies Pvt. Ltd.	-	79,550
National Electronics Centre	-	45,000
Newton Software Pvt. Ltd.	-	29,600
Property Magnate	-	50,000
Pujara Bhagwatiben A	-	25,000
Pujara Nareshkumar Amrutlal	-	248,400
Shri Rang Travels	-	769,500
Shreeji corporation	-	311,212
Tikona Digital Networks Pvt. Ltd.	19,705	-
V.V.Patel & Co.	-	5,074
Tata Capital Housing Finance Ltd.	-	54,775
Dharmendrasingh Ravat Rajput	349,100	-
Vishal enterprise	-	56,000
Veerpal Singh	3,400,000	-
Umang Suthar (TDS Recievable)	-	40,600
Tata Capital Housing Finance Ltd. (TDS Receivable)	20,000	-
Development Agreement Charges Receivable	392,084	661,586
	-	100,000
TOTAL	12,532,960	7,393,637

NOTE NO.- 13
OTHER CURRENT ASSETS

Particulars	AS AT 31/03/2016 (Rs.)	AS AT 31/03/2015 (Rs.)
TDS Receivable 2014-15	-	7,304
Interest Receivable	-	65,733
Prepaid Insurance	-	19,620
Prepaid Expenses	46,406	-
Service Tax Receivable	100,500	-
Service Tax Paid (On Booking Deposits)	265,964	627,726
	-	3,132,185
TOTAL	412,870	3,852,568



ART NIRMAN PRIVATE LIMITED
NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31-03-2016

NOTE NO. :- 8
FIXED ASSETS

NAME OF ASSET	ASSET				DEPRECIATION FUND				NET BLOCK OF ASSET AS ON 31/03/16 (Rs.)	NET BLOCK OF ASSET AS ON 31/03/15 (Rs.)
	OPENING BLOCK	ADDITION	SALES	CLOSING BLOCK	OPENING BALANCE	ADDITION	SALES/ADJUSTMENT	CLOSING BALANCE		
TANGIBLE ASSETS										
Furniture	1,745,069	-	-	1,745,069	567,348	180,359	-	747,707	997,362	1,177,721
Plant & Machinery	4,427,791	-	-	4,427,791	404,747	298,128	-	702,875	3,724,916	4,023,044
Vehicle	-	918,724	-	918,724	-	7,551	-	7,551	911,173	-
Air Conditioner	601,740	-	-	601,740	239,271	137,943	-	377,214	224,526	362,469
Computer	532,681	346,940	-	879,621	222,970	265,596	-	488,566	391,055	309,711
TOTAL	7,307,281	1,265,664	-	8,572,945	1,434,336	889,577	-	2,323,913	6,249,032	5,872,945
INTANGIBLE ASSETS										
Software purchase	-	855,000	-	855,000	-	49,895	-	49,895	805,105	-
TOTAL	-	855,000	-	855,000	-	49,895	-	49,895	805,105	-
TOTAL	7,307,281	2,120,664	-	9,427,945	1,434,336	939,472	-	2,373,808	7,054,137	5,872,945
PREVIOUS YEAR	7,091,920	215,361	-	7,307,281	1,098,843	786,006	-	1,434,336	5,872,945	5,993,077



ART NIRMAN PRIVATE LIMITED

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31-03-2016

**NOTE NO.14
REVENUE FROM OPERATIONS**

PARTICULARS	FOR THE YEAR ENDED ON 31/03/2016 (Rs.)	FOR THE YEAR ENDED ON 31/03/2015 (Rs.)
Project Receipts	254,425,611	-
Work Contract Income	1,409,774	-
Cancellation charges	372,103	-
	256,207,488	-

**NOTE NO.15
OTHER INCOME**

PARTICULARS	FOR THE YEAR ENDED ON 31/03/2016 (Rs.)	FOR THE YEAR ENDED ON 31/03/2015 (Rs.)
Interest Recieved	54,145	73,089
Kasar & Vatav	103,419	4,730
Misc. Income	11,075	-
	168,639	77,819

**NOTE NO.16
PURCHASES**

PARTICULARS	FOR THE YEAR ENDED ON 31/03/2016 (Rs.)	FOR THE YEAR ENDED ON 31/03/2015 (Rs.)
Purchases of various materials	48,059,042	61,210,682
URD Purchase	820,358	2,272,271
Cost of Acquisition of Development Rights of Land	78,004,500	-
	126,883,900	63,482,953

**NOTE NO :-17
CHANGES IN WORK IN PROGRESS**

PARTICULARS	FOR THE YEAR ENDED ON 31/03/2016 (Rs.)	FOR THE YEAR ENDED ON 31/03/2015 (Rs.)
Closing Work in Progress	150,303,453	195,910,799
LESS		
Opening Work in Progress	195,910,799	-
Adjustment for project transferred from Mrs. Dharmishta Thakkar	-	74,953,734
Total	(45,607,346)	120,957,065

**NOTE NO :-18
CHANGES IN RAW MATERIAL**

PARTICULARS	FOR THE YEAR ENDED ON 31/03/2016 (Rs.)	FOR THE YEAR ENDED ON 31/03/2015 (Rs.)
Closing Raw Material Stock	6,016,314	-
LESS		
Opening Raw Material Stock	-	-
Total	6,016,314	-



**NOTE NO :- 19
DIRECT EXPENSES**

PARTICULARS	FOR THE YEAR ENDED ON 31/03/2016 (Rs.)	FOR THE YEAR ENDED ON 31/03/2015 (Rs.)
Stamp Duty Expense	1,20,64,500	-
Service Tax on Member's Collection	1,16,41,299	-
Plan Pass Expense	1,25,94,534	98,95,785
RCC Labour Expense	20,48,710	1,36,15,209
Labour Charges for Site	1,67,61,189	23,94,440
Housekeeping exp.	1,26,033	-
Democroration Exp	-	52,352
Drainage Connection Charges	1,20,460	-
Escavation Expenses	2,08,824	3,99,712
Fabrication Exp.	2,57,234	-
Gardening Exp.	4,20,000	-
Glass Fitting Charges	6,75,263	-
Municipal Tax	59,120	-
Registration Fees	22,01,330	-
Stamp Duty collection charges	1,00,000	-
Service Tax in Manpower	16,229	-
Machine Insurance Expense	31,230	-
Security Expense	1,47,200	2,91,200
Site Exps.	2,05,504	2,18,142
VAT Tax on Member Collection	14,19,812	6,48,851
URD VAT Exps.	22,543	-
Water Proofing Labour Charges	8,45,166	-
Electric Exps. for Site	26,89,203	3,33,893
Electric Labour Expense	22,32,150	1,41,400
Labour For Tube Well (Purchase Expences)	1,60,538	-
Transportation Exps.	2,10,307	23,36,466
Freight Charges	6,000	-
TOTAL	6,72,64,378	3,03,27,450

**NOTE NO :- 20
INDIRECT EXPENSES**

PARTICULARS	FOR THE YEAR ENDED ON 31/03/2016 (Rs.)	FOR THE YEAR ENDED ON 31/03/2015 (Rs.)
Advertisement Expenses	21,96,672	81,31,657
Brokerage Expense	2,57,175	7,00,000
Hordings Design Expense	-	10,500
Software Development Charges	2,50,000	-
Machine Maintanance Contract	1,36,600	11,53,000
Petrol & Diesel Exp.	59,200	4,06,881
Refreshment Exp	-	18,891
Repair & Maintance Exps.	2,06,321	1,95,664
Donation	2,00,000	-
Insurance Exp.	2,209	-
Courier & Postage Exp	-	1,170
Computer & Printer Maintanance Expense	30,735	26,035
Internet Exp.	1,35,928	61,032
Electricity Exp.	1,41,596	1,24,436
Legal & Professional Charges	94,775	-
Loading & Unloading Charges	5,150	-
Newspaper & Magazine Exps.	7,540	1,800
Printing & Stationery Exps.	3,99,244	2,60,851
Professional Tax	-	13,226
Professional Fees Exps.	2,47,500	35,85,910
Auditor's Remuneration (Refer Note-1)	1,00,000	1,14,000
Property Tax	-	59,120
ROC Filing Fees	-	2,205
Sales Incentive	-	37,500
Income Tax Paid	-	2,950
Miscellenous Exp.	17,601	700
Travelling Exp	3,11,212	1,35,300
Telephone Expense	-	9,990
Service Tax on Transport	9,308	1,661
TDS Expense	1,009	-
TOTAL	48,09,775	1,50,54,478



Auditors' Remuneration

PARTICULARS	FOR THE YEAR ENDED ON 31/03/2016 (Rs.)	FOR THE YEAR ENDED ON 31/03/2015 (Rs.)
Statutory Audit Fees	60,000	60,000
Tax Audit Fees	40,000	40,000
Total	1,00,000	1,00,000

**NOTE NO :21
EMPLOYEE BENEFIT EXP.**

PARTICULARS	FOR THE YEAR ENDED ON 31/03/2016 (Rs.)	FOR THE YEAR ENDED ON 31/03/2015 (Rs.)
Salary to Staff	35,03,667	24,45,925
Director's Remuneration	15,00,000	-
Staff Welfare Expense	28,000	-
Total	50,31,667	24,45,925

**NOTE NO :- 22
FINANCIAL COST**

PARTICULARS	FOR THE YEAR ENDED ON 31/03/2016 (Rs.)	FOR THE YEAR ENDED ON 31/03/2015 (Rs.)
Interest on TATA Project Loan	39,00,545	66,15,833
Interest Paid For Machinery Loan A/c No.27113351	85,197	1,65,117
Interest Paid For Machinery Loan A/c No.27113353	69,097	1,34,206
Interest on payment of Service Tax	704	-
Late Payment Interest On Tds	27,603	5,914
Late Payment Interest On Professional Tax	5,605	-
Interest Expense on Others	4,48,767	7,65,205
Bank Charges	24,130	112
Loan Processing Fees	9,317	11,79,780
Interest on Income Tax	10,378	-
Interest on VAT	8,163	-
TOTAL	45,89,506	88,66,167

**NOTE NO :- 23
EXCEPTIONAL ITEMS**

PARTICULARS	FOR THE YEAR ENDED ON 31/03/2016 (Rs.)	FOR THE YEAR ENDED ON 31/03/2015 (Rs.)
Fixed Assets WrittenOff	-	4,50,513
TOTAL	-	4,50,513



ART NIRMAN PRIVATE LIMITED

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31-03-2016

NOTE – 24

(I) SIGNIFICANT ACCOUNTING POLICIES :

COMPANY'S OVERVIEW :

Art Nirman Pvt. Ltd. ('The Company') was incorporated on 19-02-2011 vide Certificate of Incorporation No. U45200GJ2011PTC064107 under the Companies Act, 1956. The Company is engaged in the business of real estate development, building constructing of residential and commercial schemes and sale of real estate property.

A) METHOD OF ACCOUNTING :-

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis, except Municipal Taxes which are recorded on cash basis. These financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 133 and other relevant provisions of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

B) FIXED ASSETS:

The fixed assets are stated at the cost of acquisition less accumulated depreciation. The costs of an asset comprise, its purchase price and any directly attributable cost of bringing the assets to working condition for its intended use.

C) DEPRECIATION

The depreciation on the Fixed Assets is provided on Straight line method on useful life specified in the schedule II to the Companies Act, 2013.

D) CONSTRUCTION WORK IN PROGRESS

1. The company entered into a Development Agreement dated 19.03.2014 with the Land Owner Smt. Dharmisthaben Thakkar, Daughter of Ambalal Bhurabhai and wife of Ashokbhai Raghurambhai Thakkar, for building and developing the project known as "Vishnudhara-Cross Road" wherein it was agreed upon in Clause 7.4 as under :-

"The Developer shall be entitled to collect all amounts from the intending purchasers of the commercial and/or residential units from the said scheme and after the receipt of the amounts by the Developer towards the sale and /or transfer of the commercial and/or residential units in favour of the intending purchaser, the Developer shall thereafter from the amounts received from the intending purchaser shall pay the land cost to the land owner and the Land owner shall not be entitled to collect any amount directly from any intending purchaser"

During the year under consideration, the company completed the construction work of the project known as " Vishnudhara Cross Road" and started giving the possession of the units to different buyers by executing the conveyance deed.



ART NIRMAN PRIVATE LIMITED

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31-03-2016

NOTE – 24

The company entered into a Supplementary Agreement Dated 01/05/2015 with the Land owner Smt. Dharmisthaben Thakkar, Daughter of Ambalal Bhurabhai and wife of Ashokbhai Raghurambhai Thakkar and the company agreed upon that the company will make the payment of Rs. 7,80,04,500/- being land cost to the land owner Smt. Dharmisthaben, Daughter of Ambalal Bhurabhai and wife of Ashokbhai Raghurambhai Thakkar. The company has credited the account of Smt. Dharmisthaben, Daughter of Ambalal Bhurabhai and wife of Ashokbhai Raghurambhai Thakkar, in the books of accounts in the month of May, 2015 for an amount of Rs. 7,80,04,500/- in pursuance of the supplementary agreement dated 01/05/2015 and the company has also made the payment in aggregate for an amount of Rs. 4,92,64,248/- during the year under consideration and the balance amount is outstanding and payable to the land owner. The company has debited the cost of land of Rs. 7,80,04,500/- paid to the land owner Smt. Dharmisthaben, Daughter of Ambalal Bhurabhai and wife of Ashokbhai Raghurambhai Thakkar, as cost of project and the same has been debited under the head " Construction Work-in-Progress" being the land cost paid to the Land Owner in pursuance of the Development Agreement dated 19/03/2014 and Supplementary Agreement dated 01/05/2015.

2. Till last year, all the purchases of raw-material and expenses related to the development of the Real Estate Project were treated as consumed and were shown under the head "Construction-Work-in-Progress" and valued at cost. During the year under consideration, the company completed the development work of the Real Estate Project "Vishnudhara-Cross Road", a Residential-cum- Commercial Scheme and BU Permission was granted by the Local Authority on 16th February, 2016. The Management of the Company took the physical verification of the raw-material of Cement, Tiles, Hardware, Plumbing Material and Electric Material and unused material has been taken in the closing stock at its purchase cost in the Profit & Loss Account and Balance Sheet as closing stock of raw-material. The break-up of the closing stock of the inventory as per the Management Certificate is as under :-

Cement :- Rs. 21,43,110/-

Tiles :- Rs. 14,58,239/-

Hardware :- Rs. 5,07,375/-

Plumbing Material :- Rs. 9,23,953/-

Electric Material :- Rs. 9,83,637/-

All the expenses except purchase of Raw material stock as stated above related to the construction of project is shown under the head "Construction Work-in Progress" and valued at cost.

E) **CASH & CASH EQUIVALENTS**

Cash Comprises of cash on hand. Cash equivalents are short term balances with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.



ART NIRMAN PRIVATE LIMITED

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31-03-2016

NOTE – 24

F) REVENUE RECOGNITION

During the year, the Company has done construction and development of the project "Vishnudhara Cross-road" consisting of flats and shops. The revenue from the project is recognized on the basis of conveyance deed executed with the members of the scheme and possession given to the members, on a year to year basis in pursuance of guidance note applicable to land owners and builders issued by ICAI. During the year, the company has executed 115 conveyance deed and possession for the same has been given to the buyer of the unit and so revenue for the said unit has been recognized in the Profit and Loss Account of the current year accordingly.

During the year, the company has entered in to Work Contract Agreement relating to making of Compound Wall which includes Escavation Work , Rcc Work , Shuttering Work , Reinforcement Steel , Backfilling , Masonry work etc for which the income generated amounting to Rs. 15 Lacs has been credited to Profit and Loss A/c. and expenses with regards to same have been debited to Direct Expenses and Material Purchase in Profit and Loss A/c.

G) BORROWING COST

Borrowing costs related to construction activity of the project is shown under the head construction work in progress. Borrowing cost attributable to interest income has been claimed as business revenue expenditure.

H) EARNINGS PER SHARE:-

The Company reports basic and diluted earnings per share (EPS) in accordance with the Accounting Standard 20 prescribed under The Companies (Accounting Standards) Rules, 2006 (as amended). The Basic EPS has been computed by dividing the income available to equity shareholders by the weighted average number of equity shares outstanding during the accounting year. The Diluted EPS has been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding at the end of the year.

Particulars	2015-16 (Rupees)	2014-15 (Rupees)
Net Profit/(loss) after tax	51,19,217	3,64,350
Weighted no. of Equity Shares of Rs. 10 each	3,47,951	10,000
Basic Earnings per Share	14.71	36.44
Diluted Earnings per Share	14.71	36.44

I) PROVISION FOR TAXATION :-

Tax expenses comprises of current tax and deferred tax:-



ART NIRMAN PRIVATE LIMITED

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31-03-2016

NOTE – 24

(i) CURRENT TAX :-

The company recognizes provision when there is a present obligation of the enterprise arising from past events, the settlement of which is expected to result in an outflow from the enterprise of resources embodying economic benefits which can be measured only by using substantial degree experience of similar transaction at the balance sheet date and are not discounted to its present value.

(ii) DEFERRED TAXATION :-

In accordance with the Accounting Standard 22 – Accounting for Taxes on Income, prescribed under The Companies (Accounting Standards) Rules, 2006 (as amended), the deferred tax for timing differences between the book and tax profits for the year is accounted for by using the tax rates and laws that have been enacted or substantively enacted as of the Balance Sheet Date.

Deferred tax assets / Deferred tax liabilities arising from timing differences are recognized to the extent there is virtual certainty that the assets can be realized in future.

Net outstanding balance in Deferred Tax Account is recognized as deferred tax asset. The deferred tax account is used solely for reversing timing difference as when crystallized.

The deferred tax assets recognized for the year ending as on 31st March, 2014 comprise of the following:

Related to Fixed Assets (Depreciation):

(Amount in Rupees)			
Depreciation as per Accounts	Depreciation as per I.T. Act	Difference Amt. Rs.	Deferred Tax Asset/(Liabilities) for C.Y.
9,39,472	11,99,116	(2,59,664)	(80,230)

J) RELATED PARTY TRANSACTIONS:-

Disclosure of transactions with Related Parties, as required by Accounting Standard 18 "Related Party Disclosures" as specified in the Companies (Accounting Standard) Rules 2006 (as amended) has been set out in a separate statement annexed to this note. Related parties as defined under clause 3 of the Accounting Standard 18 have been identified on the basis of representation made by the management and information available with the Company.

(a) List of related party and their nature of relationship:

Sr. No.	Nature of Relationship	Name of the Parties
1.	Key Managerial personnel	Mr. Ashokbhai Thakkar Mrs. Dharmishtaben Thakkar



ART NIRMAN PRIVATE LIMITED

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31-03-2016

NOTE – 24

(b) Transaction with Related Parties:

Sr. No.	Transaction	Year Ended 31.03.2016	Year Ended 31.03.2015
1.	Payment of Salary : Mr.Ashok Thakkar Mrs. Dharmishta Thakkar	Rs.12,00,000/- Rs. 3,00,000/-	- -
2.	Acquisition of Development rights of Land : Mrs. Dharmishta Thakkar	Rs. 7,80,04,500/-	-

(II) GENERAL NOTES :

As regards the other Accounting Standards, they are statutorily applicable to the Company i.e Art Nirman Private Limited but as there are no transactions inviting those Accounting Standards, no specific disclosures on the same are made.

(III) NOTES ON ACCOUNTS

- 1) Previous year's figures have been regrouped and reclassified, wherever necessary.
- 2) Cash balance is subject to physical verification.
- 3) The balances of Trade Payables and Loans and Advances appearing in the balance sheet are subject to confirmation by the respective parties.
- 4) According to the information available with the company, no amount is over due and outstanding at the close of the year payable to parties covered under Micro, Small and Medium Enterprises Act, 2006. This has been represented by the Management and has been relied upon by the Auditors. Consequently, no provision in the expenses payable on delayed payment as required by the said Act are necessary.

FOR DHIREN SHAH & CO.
CHARTERED ACCOUNTANTS
FIRM REG.NO. 114633W

(KARAN SHAH)
PARTNER
MEMB. NO. 138211



PLACE: AHMEDABAD
DATE: 25/08/2016

FOR, ART NIRMAN PRIVATE LIMITED

Ashok Thakkar

ASHOK THAKKAR
[DIRECTOR]
DIN: 02842849

Dharmishta Thakkar
DHARMISHTA THAKKAR
[DIRECTOR]
DIN: 03423373

PLACE: AHMEDABAD.
DATE: 25/08/2016