INDEPENDENT AUDITOR'S REPORT
TO THE PARTNERS OF NIKHAR ESTATES LLP

Opinion

We have audited the financial statements of NIKHAR ESTATES LLP (the entity), which comprise the balance sheet at March 31st 2019, and the profit and loss account and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the entity as at March 31, 2019, and of its financial performance and its cash flows for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in [jurisdiction], and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the aforesaid Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the entity's financial reporting process.

NAGA & Associates ★ FRN: 012824S ★ Chartered Accountants

#815, 3rd Floor, 27th Main, Sector-1 H.S.R. Layout, Bengaluru - 560 102 | +91-9742299168
Email : info@nacas.biz | www.nacas.biz

Auditor's Responsibilities for the Audit of the Financial Statements

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

Report on Other Legal and Regulatory Requirements:

1. 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 LLP so far as it appears from our examination of those books.

   c. The balance sheets, the statement of Profit and Loss dealt with by this Report are in agreement with the books of account.

   d. In our opinion, the aforesaid financial statements comply with the Accounting Standards subject to the point no. a detailed in the basis of qualified opinion provided above.

   e. We have considered matters reported above in determining the nature, timing and extent of audit tests applied in our audit of the March 31, 2019 standalone financial statements of the LLP and these do not affect our opinion on the said financial statements.

For NAGA & Associates
Chartered Accountants
Firm Registration No. 012824S

NAGA & Associates ★ FRN: 012824S ★ Chartered Accountants

(CA Sethulekshmy S)
Partner
Membership No. 242103

Place: Bangalore
Date: April 08, 2019

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NIKHAR ESTATES LLP

No.349,15th Cross,17th Main,4th Sector,HSR Layout,Bangalore,Karnataka-560102

[LLPIN-AAB-9016]

Balance Sheet as at 31-03-2019

	Particulars	Sch.No	31-Mar-19	31-Mar-18
			₹	₹
I.	**CAPITAL AND LIABILITIES**			
1	**Partner's Capital**	2		
	(a) Capital O/B		1,00,000	1,00,000
	(b) Add: Capital Contribution		-	-
	(c) Less: Drawings		-	-
	(d) Add: Profit & Loss	2A	(8,98,738)	(7,97,645)
	TOTAL		(7,98,738)	(6,97,645)
2	**Non-current liabilities**			
	(a) Long-term borrowings	3	5,47,34,038	1,96,09,444
	(b) Other Long term liabilities		-	-
	(c) Long-term provisions		-	-
3	**Current liabilities**			
	(a) Short-term borrowings		-	-
	(b) Trade payables		-	-
	(c) Other current liabilities		-	-
	(d) Short-term provisions		-	-
	TOTAL		5,39,35,300	1,89,11,799
II.	**ASSETS**			
	Non-current assets			
1	(a) Fixed assets			
	(i) Tangible assets		2,84,074	2,44,205
	(ii) Intangible assets	4	-	48,07,580
	(iii) Capital work-in-progress		16,19,055	6,02,156
	(iv) Intangible assets under development			
	(b) Non-current investments		-	-
	(c) Long-term loans and advances		-	-
	(d) Other non-current assets		-	-
2	**Current assets**			
	(a) Current investments		-	-
	(b) Trade receivables		-	-
	(c) Inventories		4,60,48,181	-
	(d) Cash and cash equivalents	5	58,57,990	1,32,57,858
	(e) Short-term loans and advances		-	-
	(f) Other current assets		1,26,000	-
	TOTAL		5,39,35,300	1,89,11,799

As per our report of even date

For NAGA & Assocaites
Chartered Accountatns

NAGA & Associates * FRN: 012824S * Chartered Accountants

(CA Sethulekshmy S)
Partner
M.No. 242103
Place: Bangalore
Date: 08th Apr 2019

(Nagendra P)
Designated Partner

(Shanthi P)
Designated Partner

NIKHAR ESTATES LLP

No.349,15th Cross,17th Main,4th Sector,HSR Layout,Bangalore,Karnataka-560102

[LLPIN-AAB-9016]

Profit and Loss for the period ended 31-03-2019

	Nikhar Estates LLP	Sch.No	31-Mar-19	31-Mar-18
			₹	₹
I.	Revenue from Operations		-	-
II.	Other income		-	-
III.	**Total Revenue (I + II)**		-	-
IV.	Expenses:			
	Cost of Sales	6	-	-
	Employee benefits expense		-	1,86,000
	Depreciation and amortization expense	4	63,631	43,095
	Other expenses	7	50,962	17,904
	Total expenses		1,14,593	2,46,999
V.	**Profit before tax (III- IV)**		(1,14,593)	(2,46,999)
VI	Tax expense:			
	(1) Current tax		-	-
VII	**Profit (Loss) for the period (V + VI)**		(1,14,593)	(2,46,999)

As per our report of even date

For NAGA & Assocaites
Chartered Accountatns

NAGA & Associates ★ FRN: 012824S ★ Chartered Accountants

(CA Sethulekshmy S)
Partner
M.No. 242103
Place: Bangalore
Date: 08th Apr 2019

(Nagendra P)
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CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2019

Particulars	Current Year	
	Rs.	Rs.
Cash flows from operating activities		
Profit/ (Loss) before taxation		(1,14,593)
Adjustments for:		
Depreciation and amortization expense	63,631	
		63,631
		(50,962)
(Increase)/ decrease in trade and other receivables	(1,26,000)	
(Increase)/ decrease in inventories	(4,60,48,181)	
Increase/ (decrease) in trade payables & Other liabilities	-	
		(4,61,74,181)
		(4,62,25,143)
Income taxes paid		-
Net cash from operating activities		(4,62,25,143)
Cash flows from investing activities		
Purchase of property, plant and equipment	-	
Proceeds from sale of property, plant and equipment	-	
Proceeds from sale of investments	-	
(Increase)/ decrease in fixed deposits	37,00,681	
Interest received	-	
Dividend received	-	
Net cash from investing activities		37,00,681
Cash flows from financing activities		
Proceeds from issue of share capital	-	
Proceeds from long term borrowings	3,51,24,594	
Increase/(decrease) in working capital borrowings	-	
Repayment of long term borrowings	-	
Interest paid	-	
Net cash from financing activities		3,51,24,594
Net increase/(decrease) in cash and cash equivalents		(73,99,868)
Cash and cash equivalents at beginning of the year		1,32,57,858
Cash and cash equivalents at end of the year		58,57,990

As per our report of even date

For NAGA & Assocaites
Chartered Accountatns

NAGA & Associates ★ FRN: 012824S ★ Chartered Accountants

(CA Sethulekshmy S)
Partner
M.No. 242103
Place: Bangalore - 64
Date: 08th Apr 2019

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