

SUSHMA BUILDTECH LIMITED

NOTE - 1

Notes on accounts to the financial statements for the year ended 31.03.2017

1. Background :-

SUSHMA BUILDTECH LIMITED ('the Company') is a company registered under the Companies Act. It was incorporated on 27.07.2005. The company is engaged in the business of promotion, construction and development of integrated townships, residential and commercial complexes, multistoried buildings, flats, houses, apartments, etc.

2. Basis of preparation of financial statements :-

(a) Accounting Convention

The financial statement have been prepared on accrual basis under the historical cost convention and on going concern basis in accordance with the Generally Accepted Accounting Principles in India to comply with the Accounting Standards specified u/s 133 and other relevant provisions of The Companies Act, 2013, read with Rule 7 of The Companies (Accounts) Rules, 2014. The accounting policies have been consistently applied by the company.

(b) Use of estimates

The preparation of financial statements in conformity with the generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

(c) Fixed Assets

The Fixed Assets purchased by the company have been recorded at the cost of acquisition less accumulated depreciation, i.e. on their written down value. Cost includes all incidental expenses related to acquisition, installation and other pre-operation expenses.

(d) Depreciation

Depreciation on all fixed assets is provided as per SLM method. The rates used are, that which are prescribed under Part 'C' of Schedule II of the Companies Act. The current year depreciation is Rs 1,17,91,628/- (PY- Rs. 97,77,666/-)

