

NOTE - 9
NOTES ON ACCOUNTS

1. Significant Accounting Policies

Accounting Convention

The financial statements have been prepared under the historical cost convention in accordance with the applicable accounting standards and relevant presentational requirement of the Companies Act, 2013.

Fixed Assets

The Company has not started purchasing its fixed assets yet.

Depreciation

The Company is in pre-operative stage, hence no depreciation claimed.

Use of estimates

The preparation of financial statements is in conformity with generally accepted accounting policies require to make estimates and assumptions that affect the reported amounts of assets and liabilities. Actual results could differ from these estimates.

2. This company is a Subsidiary company of "M/s Sushma Buildtech Limited" holding 99.99% of its equity shares.

3. The company has taken Loan of Rs. 17,017,340/- from its Holding company as on the balance sheet date and paying an amount of Rs. 341,478/- as interest on loan.

4. Contingent Liabilities

- (a) Claim against the company not acknowledge as debts - NIL.
(b) Estimated amount of contracts remaining to be executed on capital accounts not provided for - NIL.
(c) Other money for which the company is contingently liable - NIL.

5. In the opinion of the Board the Current Assets, Loans and Advances of the company have a value which shall at least be equal to the value at which these are stated in the Balance Sheet.

6. The Provision of Payment of Bonus Act and Payment of Gratuity Act are not applicable to the company and hence no provisions for these have been made in the accounts.

7. Taxation

As per Income Tax Act, 1961, the company is not liable for income tax as it is in pre-operative stage and has no income taxable under any head.

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8. Auditors remuneration for the financial year 2014-15 is Rs. 11400/-.
9. The company has taken loans from the Directors, relatives and other parties.

As per our report of even date attached.

For SANGEET KUMAR & ASSOCIATES
Chartered Accountants

(SANGEET KUMAR)
M.No. 090506



On behalf of the Board


Director


Director

Place: Chandigarh
Dated: 05/09/2015