

Independent Auditor's Report

To the Members of **Romano Estate Management Services Limited**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **Romano Estate Management Services Limited** ("the Company"), which comprises the Balance Sheet as at March 31, 2019, and the Statement of Profit and Loss (including Statement of Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (Act), in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended (Ind AS), and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, loss and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. 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 Company in accordance with the Code of Ethics (COE) issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it's an unlisted company.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the Financial Statements and our auditor's report thereon.

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

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

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

Management's Responsibility for the Financial Statements

The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. 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 reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operative effectiveness of such controls.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or

conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements maybe influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Financial Statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

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

As required by Section 143(3) of the Act, based on our audit report we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on March 31, 2019, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019, from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- (h) 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company did not have any pending litigations in its financial statements.
- ii. The Company did not have any material foreseeable losses on long-term contracts including derivative contracts.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

Flat No. 102B 2nd Floor,
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Delhi-110052

A.K. Jindal & Associates
Chartered Accountants
Firm Registration No. 006659N
By the hand of

- sd -

(Ashok Gupta)

Partner

Membership No. 085175

Place : Manesar, Haryana

Date : May 21, 2019

Annexure-A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2019, we report that:

- (i) The Company does not own any fixed assets. Thus, provisions of clause (i)(a), (i)(b) and (i)(c) of paragraph 3 of the order are not applicable to the Company.
- (ii) The Company does not own any inventory. Thus, paragraph 3(ii) of the Order is not applicable to the Company.
- (iii) During the Year, the Company has not granted any secured or unsecured loans to Companies, firms, Limited Liability Partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act'). Therefore the provisions of clause (iii)(a), (iii)(b) and (iii)(c) of paragraph 3 of the Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, the Company has not made any investments in accordance with the provisions of section 186 of the Companies Act 2013. The Company has complied with the provisions of Section 185 of the Companies Act 2013, in respect of loans made by the Company.
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, in respect of activities carried out by the Company.
- (vii) (a) According to the records of the company the company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, Cess and other material statutory dues applicable to it.

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 statutory dues were in arrears as at 31 March 2019 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no statutory dues which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) The Company does not have any 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 to the Company.
- (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 to the Company.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

- (xi) According to the information and explanations given to us, the Company had not paid any managerial remuneration. Hence, paragraph 3(xi) of the order is not applicable to the Company.
- (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 to the Company.
- (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 not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

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A.K. Jindal & Associates
Chartered Accountants
Firm Registration No. 006659N
By the hand of

-sd-

Place :- Manesar, Haryana
Date:- May 21, 2019

Ashok Gupta
Partner
Membership No. 085175

Annexure - B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of **Romano Estate Management Services Limited** ("the Company") as of 31 March 2019 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('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 Companies 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 judgment, 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 authorizations 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 31 March 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

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Place:- Manesar, Haryana
Date: May 21, 2019

A.K. Jindal & Associates
Chartered Accountants
Firm Registration No. 006659N
By the hand of



Ashok Gupta
Partner
Membership No. 085175

ROMANO ESTATE MANAGEMENT SERVICES LIMITED
Plot No. CP-1, Sector-8, IMT Manesar- 122051 (Haryana)
BALANCE SHEET AS AT MARCH 31, 2019

	Notes	As at March 31, 2019 Rs.	As at March 31, 2018 Rs.
I. ASSETS			
Non-Current Assets			
(i) Other non-current assets	3	5,95,10,000.00	5,95,00,000.00
		5,95,10,000.00	5,95,00,000.00
Current assets			
(a) Financial assets			
(i) Trade receivables	4	48,21,023.47	2,49,523.05
(ii) Cash and cash equivalents	5	2,68,941.12	10,744.00
		50,89,964.59	2,60,267.05
c) Other current assets	6	61,54,558.30	59,77,813.92
TOTAL		7,07,54,522.89	6,57,38,080.97
II. EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital	7	5,00,000.00	5,00,000.00
Other equity			
(b) Reserves and Surplus	8	53,52,066.25	32,81,239.69
		58,52,066.25	37,81,239.69
Non Current liabilities			
(a) Financial liabilities			
(i) Other non current liabilities	9	4,43,45,797.00	4,86,99,971.00
		4,43,45,797.00	4,86,99,971.00
Current liabilities			
(a) Financial liabilities			
(i) Borrowings	10	60,85,000.00	18,70,000.00
(c) Other current liability	11	1,36,31,039.64	1,04,42,753.28
(d) Current Tax Liability	12	8,40,620.00	9,44,117.00
		2,05,56,659.64	1,32,56,870.28
TOTAL		7,07,54,522.89	6,57,38,080.97
CORPORATE INFORMATION	1		
SIGNIFICANT ACCOUNTING POLICIES	2		
NOTES TO THE FINANCIAL STATEMENTS	3-22		

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

for A.K. Jindal & Associates

Chartered Accountants

Firm Registration No. 006659N

By the hand of

For and on behalf of the Board of Directors of
Romano Estate Management Services Limited

—sd—

Ashok Gupta
Partner
Membership No.085175
Place: Manesar, Haryana
Date: May 21, 2019

—sd—

Babu Lal Sharma, Director
DIN: 06849501
11/2, First Floor,
East Patel Nagar
New Delhi-110008

—sd—

Anil Maini Director
DIN:06849619
12/4, Indira Vikas,
Colony (GF)
Delhi-110009

ROMANO ESTATE MANAGEMENT SERVICES LIMITED
Plot No. CP-1, Sector-8, IMT Manesar- 122051 (Haryana)
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2019

	Notes	For the year ended March 31, 2019 Rs.	For the year ended March 31, 2018 Rs.
I INCOMES			
Revenue from operations	13	1,74,73,334.00	1,61,49,017.00
Other income	14	799.00	746.00
Total income		1,74,74,133.00	1,61,49,763.00
II EXPENSES			
Cost of material & services consumed	15	1,32,05,043.98	1,10,14,894.28
Employee benefit expense	16	6,65,623.00	27,874.00
Other expenses	17	6,92,019.46	4,39,236.74
Total expenses		1,45,62,686.44	1,14,82,005.02
III Profit before tax (I - II)		29,11,446.56	46,67,757.98
IV Tax expense			
Current tax		8,40,620.00	9,44,117.00
Less: MAI Credit Entitlement			1,98,678.00
V Profit after tax from continuing operation (III - IV)		20,70,826.56	35,24,962.98
VI Other Comprehensive Income		-	-
VII Total Comprehensive Income(V+VI)		20,70,826.56	35,24,962.98
VIII Earnings per share [equity share, par value of Rs. 10 (Rs. 10) each]			
Basic and Diluted	18	41.42	70.50
CORPORATE INFORMATION	1		
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NOTES TO THE FINANCIAL STATEMENTS	3-22		

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As per our report of even date attached

for A.K. Jindal & Associates

Chartered Accountants

Firm Registration No. 006659N

By the hand of

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Ashok Gupta

Partner

Membership No.085175

Place: Manesar, Haryana

Date: May 21, 2019

For and on behalf of the Board of Directors of
Romano Estate Management Services Limited

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ROMANO ESTATE MANAGEMENT SERVICES LIMITED
Plot No. CP-1, Sector-8, IMT Manesar- 122051 (Haryana)
Statement of Changes in Equity for the year ended March 31,2019.

Particulars	Equity Share Capital	Other Equity	Total equity attributable to equity shareholders of the
		Reserves & Surplus	
	Rs.	Rs.	Rs.
Balance as at April 1, 2018	5,00,000.00	32,81,239.69	37,81,239.69
Profit for the year	-	20,70,826.56	20,70,826.56
Balance as at March 31,2019	5,00,000.00	53,52,066.25	58,52,066.25
CORPORATE INFORMATION	1		
SIGNIFICANT ACCOUNTING POLICIES	2		
NOTES TO THE FINANCIAL STATEMENTS	3-22		

The accompanying notes are an integral part of the financial statements.
As per our report of even date attached

For A.K. Jindal & Associates
Chartered Accountants
Firm Registration No. 006659N
By the hand of

For and on behalf of the Board of Directors of
Romano Estate Management Services Limited

-sd-

Ashok Gupta
Partner
Membership No.085175.
Place: Manesar, Haryana
Date: May 21, 2019

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1 Corporate Information

Romano Estate Management Services Ltd. is domiciled in India and incorporated under the provisions of the Companies Act, 1956. It is a wholly owned subsidiary of Anant Raj limited. The company is engaged in the business of real estate.

2 Significant Accounting Policies

a) Basis of Preparation and Presentation of Financial Statements

i) Accounting Convention

The Financial Statements are prepared in accordance with the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Amendments Rules, 2016.

Beginning April 1, 2016 the Company has first adopted Ind AS with a transition date of April 1, 2015 for all periods upto and including the year ended March 31, 2019, the Company prepared its Financial Statements in accordance with the accounting standards notified under the Section 133 of the Companies Act, 2013 read together with Companies (Accounts) Rules, 2014 (Indian GAAP).

The Company has adopted all applicable standards and the adoption was carried out in accordance with Ind AS 101- 'First Time adoption of Indian Accounting Standards'.

Exemptions availed as per Ind AS 101:

1) Fair Value of Financial Assets and Liabilities:

As per the Ind AS exemption, the Company has not fair valued the financial Assets and liabilities retrospectively and has measured the same prospectively.

ii) Basis of measurement

The Financial Statements have been prepared on an accrual basis and in accordance with the Historical Cost Convention, unless otherwise stated. These Financial Statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 (the Act) [Companies (Ind AS) Rules, 2015] and other relevant provisions of the Act. All assets and liabilities are classified into current and non-current based on the operating cycle of less than twelve months or based on the criteria of realisation/ settlement within twelve months period from the Balance Sheet date.

iii) Cash and Cash equivalents

Cash and Cash equivalents for the purpose of Cash Flow Statement comprise cash at hand and balances with banks (including cheques in hand), which are free for withdrawal and usage and short term investment with an original maturity of three months or less.

iv) Functional and Presentation Currency

The functional and presentation currency of the Company is the Indian Rupees.

b) Use of estimates

The Preparation of the Financial Statements in conformity with Ind AS requires management to make estimates, judgments and assumptions.

c) Recognition of revenue and Expenditure

Income and Expenditure are accounted for on accrual basis.

d) Cash flow Statement

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a Non- Cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of incomes or expense associated with Investing or Financing cash flows. The Cash Flow from operating, investing and financing activities of the Company are segregated.

e) Provisions

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that is reasonably estimable, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre - tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

f) Contingent Liabilities / Assets

Contingent Liabilities and contingent assets are not recognised in the books of accounts. Provisions are made for the reliably estimated amount of present obligation to pay for the past events. Contingent liabilities are appropriately disclosed unless the possibility of an outflow of resources embodying economic benefits is remote.

g) Tax Expenses:

- a) Current Income Tax is measured and accounted based on the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961 at the tax rates prevailing during the year.
- b) Deferred tax is measured and accounted based on the tax rates and tax laws enacted or substantively enacted at the Balance Sheet date.

h) Exceptional Items

Exceptional items are disclosed separately in the Financial Statements where it is necessary to do so to provide further understanding of the financial performance of the Company. They are material items of income or expense that have been shown separately due to the significance of their nature or amount.

	As at March 31, 2019 Rs.	As at March 31, 2018 Rs.
3 OTHER NON CURRENT ASSETS		
<u>LONG TERM LOANS & ADVANCES</u>		
<u>(Unsecured Considered Good)</u>		
Others		
Advance Recoverable in Cash or in Kind	5,95,10,000	5,95,00,000
	<u>5,95,10,000</u>	<u>5,95,00,000</u>
4 TRADE RECIEVABLES		
<u>(Unsecured and considered good)</u>		
- Trade receivables outstanding for a period:		
a) more than six months from the date they are due for payment	-	-
b) less than six months from the date they are due for payment	48,21,023.47	2,49,523.05
	<u>48,21,023.47</u>	<u>2,49,523.05</u>
5 Cash and Cash Equivalents		
a) Cash and Cash Equivalents		
Balance with bank in current account	2,43,783.12	-
Cheque in Hand	15,000.00	-
Cash on hand	158.00	744.00
	<u>2,58,941.12</u>	<u>744.00</u>
b) Other bank balances		
i) Deposits with original maturity of	10,000.00	10,000.00
	<u>2,68,941.12</u>	<u>10,744.00</u>
6 Other Current Assets		
Goods & Services Tax Input	3,17,125.30	2,18,466.14
Concent to operate fee (prepaid)	3,73,858.00	4,21,108.00
Advance recoverable in cash or in kind	54,35,467.00	53,37,114.78
Interest accrued but not due	1,924.00	1,125.00
others	26,184.00	-
	<u>61,54,558.30</u>	<u>59,77,813.92</u>
7 EQUITY AND LIABILITY		
Authorized Share Capital		
50,000 (50,000) equity shares of Rs. 10 (Rs.10) each	5,00,000.00	5,00,000.00
Issued, subscribed, and fully paid up		
50,000 (50,000) equity shares of Rs. 10 (Rs.10) each fully paid up	5,00,000.00	5,00,000.00

a) Reconciliation of equity shares outstanding at the beginning and at the end of the reporting period:

	As at March 31, 2019		As at March 31, 2018	
	Number	Amount (Rs.)	Number	Amount (Rs.)
Number of shares outstanding at the beginning of the year	50,000	5,00,000.00	50,000	5,00,000.00
Number of shares outstanding at the end of the year	50,000	5,00,000.00	50,000	5,00,000.00

b) Terms/rights attached to equity shares

The Company has only one class of equity share having a par value of Rs. 10 per share. Each shareholder of equity shares is entitled to one vote per share. The Company declares and pays dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by each shareholder.

- c) Shares held by the holding Company, Anant Raj Limited
i. *50000 (*50000) equity shares of Rs. 10 (Rs.10) each fully paid up

d) Details of shareholders holding more than 5% shares in the Company

	As at March 31, 2019		As at March 31, 2018	
	Number	% holding	Number	% holding
Equity Shares of Rs. 10 (Rs. 10) each fully paid up:				
- Anant Raj Limited	50,000	100%	50,000	100%

	As at March 31, 2019 Rs.	As at March 31, 2018 Rs.
8 OTHER EQUITY		
RESERVE AND SURPLUS		
Surplus		
Opening balance	32,81,239.69	(2,43,723.29)
Addition during the year	20,70,826.56	35,24,962.98
Balance at the end of the year	<u>53,52,066.25</u>	<u>32,81,239.69</u>
NON CURRENT LIABILITIES		
9 other current liability		
Other Long Term Liabilities		
a) security received IFMS	<u>4,43,45,797.00</u>	<u>4,86,99,971.00</u>
	<u>4,43,45,797.00</u>	<u>4,86,99,971.00</u>
CURRENT LIABILITIES		
10 Borrowing		
Current Borrowings (Unsecured) (Carries Nil interest rate and repayable on demand)	<u>60,85,000.00</u>	<u>18,70,000.00</u>
	<u>60,85,000.00</u>	<u>18,70,000.00</u>
11 Other Current Liabilities		
Advance from Customers	3,59,721.64	14,29,065.40
Statutory Liabilities	1,26,780.00	12,480.00
Expenses Payable	1,21,14,269.00	81,13,209.00
Creditors for Capital Goods & Services	10,30,269.00	6,54,676.00
Bank Overdraft	-	2,33,322.88
	<u>1,36,31,039.64</u>	<u>1,04,42,753.28</u>
12 Current Tax Liabilities		
Provision for income tax (Net of tax paid)	<u>8,40,620.00</u>	<u>944117.00</u>
	<u>8,40,620.00</u>	<u>944117.00</u>

ROMANO ESTATE MANAGEMENT

Notes to financial statements for the year ended March 31, 2019

	As at March 31, 2019 Rs.	As at March 31, 2018 Rs.
13 Revenue from operations		
Maintainence income	1,74,53,334	1,61,29,017
admin charges	20,000	20,000
	1,74,73,334	1,61,49,017
14 Other income		
interest received on FDR	799.00	746.00
	799.00	746.00
15 Cost of services consumed		
Water expense	8,02,077.00	4,30,761.00
Maintenance expense	8,23,071.78	9,97,077.28
Service Charges Economic rent paid	12,68,380.00	-
Security exp	18,50,447.20	18,94,240.00
Plumbing work	52,600.00	-
Electricity expense	62,20,723.00	52,46,234.00
Diesel for Generator	26,168.00	44,332.00
Garbage cleaning	1,82,400.00	1,84,307.00
Housekeeping & MEP expense	19,79,177.00	22,17,943.00
	1,32,05,043.98	1,10,14,894.28
16 Employee benefit expense		
Salary and Allownace	5,16,806.00	-
wages and labour expense	1,02,525.00	-
Bonus	21,230.00	-
Staff welfare	25,062.00	27,874.00
	6,65,623.00	27,874.00
17 OTHER EXPENSES		
BANK CHARGES	15,159.00	18,374.90
Conveyance	5,608.00	11,700.00
Cartage	2,250.00	1,250.00
Concent to operate fee	47,250.00	51,392.00
Filling fee	3,200.00	1,800.00
Fees & Taxes	10,118.00	15,000.00
Income tax A.Y. 2017-18	1,23,201.00	9,930.00
interest on service tax	-	7,502.00
interest	-	1,385.00
Internet expenses	7,000.00	4,956.00
Legal expenses	2,062.00	1,800.00
Misc. expenses	15,848.00	13,111.80
Meter Shifting Charges	-	1,428.00
Postage & Courier	183.00	281.00
Printing and stationery	69,294.00	84,487.00
Professional charges	28,500.00	40,150.00
Repair & maintainence	2,43,768.00	1,46,264.00
Round off	2,969.46	3,004.04
Telephone exp	11,084.00	19,521.00
Water expense	7,150.00	-
Interest on tds	443.00	-
Auditors fee	17,700.00	5,900.00
Other Expenses	79,232.00	-
	6,92,019.46	4,39,236.74

- 18 The earning considered in ascertaining the Company's EPS is the net profit after tax. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the period. The weighted diluted earnings per equity share are computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the year.

	As at March 31, 2019 Rs.	As at March 31, 2018 Rs.
Profit attributable to equity shareholders	20,70,826.56	35,24,962.98
Nominal value of equity share	10.00	10.00
Weighted average number of equity shares outstanding	50,000	50,000
Basic and diluted earnings per share	41.42	70.50

19 Related Party Disclosures

Pursuant to Ind AS-24 on "Related Party Disclosures" issued by the Institute of Chartered Accountants of India, following parties are to be considered as related parties along with their relationships as on 31.03.2019:

List of related parties where control exists and other related parties with whom transactions have taken place and a) relationships:

Holding Company

Anant Raj Limited

Fellow Subsidiaries

Aakashganga Realty Private Limited *	Carnation Buildtech Private Limited
Advance Buildcon Private Limited	Century Promoters Pvt. Ltd.
Anant Raj Cons. & Development Pvt. Ltd.	Echo Buildtech Pvt. Ltd.
Anant Raj Estate Management Services Limited	Echo Properties Pvt. Ltd.
Anant Raj Global Limited	Elegant Buildcon Pvt. Ltd.
Anant Raj Hotels Ltd.	Fabulous Builders Pvt. Ltd.
Anant Raj Housing Limited	Four Construction Pvt. Ltd.
Anant Raj Infrastructure Private Limited	Elegant Estates Pvt Ltd.
Anant Raj Projects Ltd.	Elevator Buildtech Pvt. Ltd.
AR Login 4 Edu Private Limited	Elevator Promoters Pvt. Ltd.
Artistaan Private Limited (Formerly known as Romano Tiles Pvt. Ltd.)*	Elevator Properties Pvt. Ltd.
Ankur Buildcon Private Limited	Empire Promoters Pvt. Ltd.
A-Plus Estates Private Limited	Excellent Inframart Private Limited
BBB Realty Pvt. Ltd.	Gadget Builders Pvt. Ltd.
Blossom Buildtech Pvt. Ltd.	Gagan Buildtech Private Limited
Bolt Properties Pvt. Ltd.	Glaze Properties Pvt. Ltd.
Capital Buildcon Private Limited	Greatways Buildtech Private Limited
Capital Buildtech Private Limited	Green Retreat and Motels Pvt. Ltd.
Green Valley Builders Private Limited	Park View Promoters Pvt Ltd.
Green View Buildwell Pvt. Ltd.	Pasupati Aluminium Ltd.
Green Way Promoters Pvt. Ltd.	Pelikan Estates Pvt. Ltd.
Greenline Buildcon Pvt. Ltd.	Pioneer Promoters Pvt Ltd.
Greenline Promoters Pvt. Ltd.	Rapid Realtors Pvt. Ltd.
Greenwood Properties Pvt. Ltd.	Redsea Realty Private Limited *
Gujarat Anant Raj Vidhyanagar Ltd.	Rising Realty Private Limited
Goodluck Buildtech Pvt. Ltd.	Rolling Construction Pvt. Ltd.
Grand Buildtech Pvt. Ltd.	Romano Estates Pvt. Ltd.
Grand Park Estates Pvt. Ltd.	Romano Infrastructure Pvt. Ltd.
GrandPark Buildtech Pvt. Ltd.	Romano Projects Pvt. Ltd.
Grandstar Realty Private Limited	Rose Realty Pvt. Ltd.
Hamara Realty Pvt. Ltd.	Roseview Buildtech Pvt. Ltd.
Hemkunt Promoters Pvt. Ltd.	Roseview Properties Pvt. Ltd.
High Land Meadows Pvt. Ltd.	Saiguru Buildmart Private Limited

ROMANO ESTATE MANAGEMENT

Notes to financial statements for the year ended March 31, 2019

Jasmine Buildwell Pvt. Ltd.
 Jubilant Software Services Pvt. Ltd.
 Jai Govinda Ghar Nirman Limited #
 Kalinga Buildtech Pvt. Ltd.
 Kalinga Realtors Pvt. Ltd.
 Krishna Buildtech Private Limited
 Monarch Buildtech Private Limited
 Moon Shine Entertainment Pvt. Ltd. #
 North South Properties Pvt. Ltd.
 Novel Buildmart Pvt. Ltd.
 Novel Housing Pvt. Ltd.
 Oriental Meadows Ltd.
 Oriental Promoters Private Limited
 Papillion Buildtech Private Limited
 Papillon Buildcon Private Limited
 Park Land Construction & Equipment Pvt. Ltd.

Sand Storm Buildtech Pvt. Ltd.
 Sartaj Developers & Promoters Pvt. Ltd.
 Sovereign Buildwell Pvt. Ltd.
 Spring View Developers Pvt. Ltd.
 Springview Properties Pvt. Ltd.
 Suburban Farms Pvt. Ltd.
 Three Star Realty Pvt. Ltd.
 Townsend Construction & Equipment Pvt. Ltd.
 Tumhare Liye Realty Pvt. Ltd.
 Twenty First Developers Pvt. Ltd.
 Travel Mate India Private Limited #
 Vibrant Buildmart Pvt. Ltd.
 West Land Buildcon Private Limited
 Woodland Promoters Pvt.Ltd.
 Park Land Developers Pvt. Ltd.

* Ceased to be subsidiary during the year

Became Subsidiary during the year

Partnership firm in which ultimate holding company is partner

Ganga Bishan & Company

Key Management Personnel

Babu Lal Sharma	Director
Manoj Kumar *	Director
Anil Maini	Director
Anjani Kumar Prasher **	Director

* Resigned w.e.f. 26.07.2018

** Appointed w.e.f. 26.07.2018

Note: The related party relationships are as identified by the management.

b) Transactions with related parties during the year:

Nature of transactions	Related Party	For the year ended March 31, 2019	For the year ended March 31, 2018
		Rs.	Rs.
1 Short Term Borrowings		42,15,000	18,70,000.00

c) Amount outstanding as at March 31, 2019:

Sl. Account Head	Related Party	As at March 31, 2019	As at March 31, 2018
		Rs.	Rs.
1 Short Term Borrowings	Anant Raj Limited	60,85,000	18,70,000
2 Non current liabilities	Anant Raj Limited	52,39,579	52,39,579
3 Non current assets	Anant Raj Limited	54,35,458	52,56,058

20 In the opinion of the management, the current assets, if realized, in the ordinary course of business, would realize a sum at least equal to that stated in the Balance Sheet.

21 Previous year figures have been regrouped or recast, where ever necessary to confirm with this year's presentation.

22 Figures and words in brackets pertain to previous year, unless otherwise indicated.

The notes referred to above form an integral part of the financial statements

— sd —

Babu Lal Sharma, Director
 DIN: 06849501
 11/2, First Floor,
 East Patel Nagar
 New Delhi-110008

— sd —

Anil Maini Director
 DIN:06849619
 12/4, Indira Vikas,
 Colony (GF)
 Delhi-110009

Place: Manesar, Haryana

Date: May 21, 2019

ROMANO ESTATE MANAGEMENT SERVICES LIMITED
 Plot No. CP-1, Sector-8, IMT Manesar- 122051 (Haryana)
 CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2019

	March 31, 2019	March 31, 2018
	Rs.	Rs.
A. CASH FLOW FROM OPERATIONS		
Profit before tax	29,11,446.56	46,67,757.98
Operating profit before working capital changes	29,11,446.56	46,67,757.98
Movement in working capital:		
Other Long Term Liabilities	(43,54,174.00)	(59,58,029.00)
Sundry creditors and other payable	30,84,789.36	27,84,421.92
Trade and other receivables	(45,71,500.42)	62,56,096.25
Other current Assets	(1,76,744.38)	(38,60,101.30)
Cash generated from operations	(31,06,182.88)	38,90,145.85
- Income tax paid	(8,40,620.00)	(11,42,795.00)
Net cash from operating activities (A)	(39,46,802.88)	27,47,350.85
B. CASH FLOW FROM INVESTING ACTIVITIES		
Advance Recoverable in cash or in kind	(10,000.0)	(46,43,322.0)
Net cash from investing activities (B)	(10,000.0)	(46,43,322.0)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Short Term Borrowing	42,15,000	18,59,000
(C)	42,15,000	18,59,000
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	2,58,197	(36,971)
Cash and cash equivalents - Opening balance	10,744	47,715
Cash and cash equivalents - Closing balance	2,68,941	10,744

Note: Figures in brackets indicate cash outflow.

This is the cash flow statement referred to in our report of even date

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For A.K. Jindal & Associates

Chartered Accountants

Firm Registration No. 006659N

By the hand of

For and on behalf of the Board of Directors of
 Romano Estate Management Services Limited

-sd-

Ashok Gupta
 Partner
 Membership No.085175
 Place: Manesar, Haryana
 Date: May 21, 2019

-sd-

Babu Lal Sharma, Director
 DIN: 06849501
 11/2, First Floor,
 East Patel Nagar
 New Delhi-110008

-sd-

Anil Maini Director
 DIN:06849619
 12/4, Indira Vikas,
 Colony (GF)
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