



SOOD BRIJ AND ASSOCIATES

Chartered Accountants

C 72, NDSE, 2 New Delhi-110 049

Tel: 011-2625 1986, 011-2625 1604, 011-4611 4949 Fax: 011-2625 2043

Email: sbasanjay@rediffmail.com, aksoodsba@gmail.com

Independent Auditors' Report

To the Members of Soul Space Hospitality Limited

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **Soul Space Hospitality Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss of the Company for the year ended on that date, the Cash Flow Statement of the Company for the year ended on that date and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows 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 the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, 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.

Auditor's 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 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





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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 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;

- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2017;
- (ii) in the case of the Statement of Profit and Loss, of the Nil Profit /Loss for the year ended on that date; and
- (iii) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Emphasis of Matters:-

We draw attention to the following matter in the notes to the financial statements.

The Work-in-progress represents amount of expenditure incurred including borrowing cost on Joint Development Projects which is yet to commence as confirmed by the management.

Our opinion is not modified in respect of these matters.

Report on other Legal and Regulatory Requirements

- (1) As required by the Companies (Auditors' Report) Order 2016 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 we annexed Annexure 'A' hereto a statement on the matters specified in para 3 and 4 of the said 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 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 appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.





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- 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 31st March, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017, from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to separate report in Annexure 'B' and
- g) With respect to the other matters included in the Auditor's Report 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 materially impact its financial position.
 - (ii) The company does not have any term contracts including derivative contracts for which there are any material foreseeable losses.
 - (iii) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.
 - (iv) The company has provided requisite disclosures in its standalone financial statements as to the holdings as well as dealings in Specified Bank Notes (SBN) during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note 12.12 to the standalone financial statements.

For Sood Brij & Associates
Chartered Accountants
Firm Regn. No. 00350N


A.K. Sood
Partner
M No.014372



Place: New Delhi
Dated: 26th May, 2017



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Annexure A to the Auditors' Report

The Annexure referred to in our Auditors' Report of even date on the accounts for the year ended 31st March, 2017 of **Soul Space Hospitality Limited**, New Delhi in pursuance to the Companies (Auditor's Report) order, 2016 on the matters specified in paragraphs 3 and 4 of the said order.

- (i) (a) The Company does not have any fixed assets except intangible assets i.e. Trade Mark, accordingly clause (b) is not applicable.
- (c) There are no Immovable properties held by the Company.
- (ii) (a) As explained to us, the stores and material at different sites have been physically verified by the management at the year-end.
- (b) In our opinion and according to information and explanations given to us, the Procedures of physical verification of stores and material followed by the Management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) In our opinion and according to information and explanations given to us, the Company has maintained proper records of its inventories. Discrepancies noticed on physical verification of inventories were not material and have been properly dealt with in the books of accounts.
- (iii) The Company has not granted any secured/unsecured loans, to the companies, covered in the register maintained under section 189 of the Companies Act.
- (iv) The Company has not granted loans, investments, guarantees or provided any security.
- (v) The Company has not accepted any deposits from the public and consequently, the directives issued by the Reserve Bank of India, the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under are not applicable.
- (vi) The maintenance of cost record u/s. 148(1) of the Companies Act, 2013 has not been specified by the Central Government.
- (vii) (a) According to the information and explanations given to us, and on the basis of our examination of the books of account, the Company does not have any undisputed statutory dues outstanding for more than six months as on the date of Balance Sheet.
- (b) According to the information and explanations given to us, no disputed amount is payable towards Income Tax, Service Tax, Central Excise, and Value Added Tax as on the date of Balance Sheet.
- (viii) The Company does not have any outstanding dues to the Banks or Financial Institutions.





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- (ix) According to the information and explanation given to us, no money raised by way of initial public offer and Term Loans during the year.
- (x) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.
- (xi) No managerial remuneration has been paid by the Company as per provisions of Section 197 read with schedule V of the Companies Act, 2013.
- (xii) The Company is not the Nidhi Company and as such this clause is not applicable.
- (xiii) All transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act, 2013 and are disclosed in the financial statements.
- (xiv) The Company during the year has not made any preferential, private placement, of shares or fully or partly convertible debentures during the year.
- (xv) The Company has not entered with any non-cash transaction with Directors or persons connected with them, during the year within the meaning of section 192 of the Companies Act, 2013.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For Sood Brij & Associates
Chartered Accountants
Firm Regn. No. 00350N**


**A.K. Sood
Partner
M No.014372**



**Place: New Delhi
Dated: 26th May, 2017**



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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 **Soul Space Hospitality Limited** ("the Company") as of 31st March, 2017 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 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.





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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 unauthorized 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 31st March, 2017, 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.

For Sood Brij & Associates

Chartered Accountants

Firm Regn. No. 00350N

A.K. Sood

Partner

M No.014372



Place: New Delhi

Dated: 26th May, 2017

SOUL SPACE HOSPITALITY LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2017

(Amount in Rs)

Particulars	Notes	As at 31st March, 2017	As at 31st March, 2016
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	3	1,00,00,000	1,00,00,000
2 Non-current liabilities			
(a) Long-term borrowings	4	4,27,35,000	4,26,30,000
(b) Other Long term liabilities	5	1,85,46,526	1,88,50,629
3 Current liabilities			
(a) Other current liabilities	6	9,75,998	10,20,892
TOTAL		7,22,57,524	7,25,01,521
II. ASSETS			
1 Non-current assets			
(a) Fixed Assets			
(i) Intangible assets		10,000	10,000
(b) Long-term loans and advances	7	2,50,00,000	3,00,00,000
2 Current assets			
(a) Inventories	8	4,71,76,144	4,24,38,559
(b) Cash and cash equivalents	9	71,380	52,962
TOTAL		7,22,57,524	7,25,01,521

General Information and Significant Accounting Policies 1&2
Notes on Accounts 12
The notes are integral part of these Financial Statements.

This is the Balance Sheet referred in our report of even date
For Sood Brij & Associates
Chartered Accountants
Firm Regn. No.- 00350N

A. K. Sood
Partner
Membership No.-14372



For and on behalf of the Board

 Vinod Kashyap Director (DIN : 00038854)	 Vineet Kashyap Director (DIN : 00038897)	 Vikram Kashyap Director (DIN : 00038937)
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Place: New Delhi
Date: 26th May, 2017

Place: New Delhi
Date: 26th May, 2017

SOUL SPACE HOSPITALITY LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2017

(Amount in Rs)

Particulars	Note	For the Year ended 31st March 2017	For the Year ended 31st March 2016
I. Revenue from operations			
II. Other income			
III. Total Revenue (I + II)			
IV. Expenses:			
Finance Cost	10	47,24,231	47,46,819
Other Expenses	11	13,354	15,413
Total expenses		47,37,585	47,62,232
Less: Work in Progress		47,37,585	47,62,232
Net Expenses		-	-
V. Profit before exceptional and extraordinary items and tax (III-IV)		-	-
VI. Exceptional items		-	-
VII. Profit before extraordinary items and tax (V - VI)		-	-
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII- VIII)		-	-
X Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		-	-
XI Profit (Loss) for the period from continuing operations (VII-VIII)		-	-
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV Profit (Loss) for the period (XI + XIV)		-	-
XVI Earnings per equity share:			
(1) Basic		-	-
(2) Diluted		-	-
Face Value of each Equity Share		10	10

General Information and Significant Accounting Policies

1&2

Notes on Accounts

12

The notes are integral part of these Financial Statements.

This is the Statement of Profit and Loss in our report of even date

For Sood Brij & Associates

Chartered Accountants

Firm Regn. No.- 00350N

A. K. Sood

Partner

Membership No.-14372



Place: New Delhi

Date: 26th May, 2017

For and on behalf of the Board

Vinod Kashyap
 Director
 (DIN : 00038854)

Vineet Kashyap
 Director
 (DIN : 00038897)

Vikram Kashyap
 Director
 (DIN : 00038937)

Place: New Delhi

Date: 26th May, 2017

SOUL SPACE HOSPITALITY LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017

PARTICULARS	Amounts in Rs.	
	2016-17	2015-16
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax & extra-ordinary items		
Adjustment for :		
Add: Preliminary Expn.		
- Decrease/(Increase) in work in progress	(47,37,585)	(47,62,232)
- Increase/(Decrease) in trade and other payables	(3,48,997)	(1,52,42,073)
NET CASH FROM OPERATING ACTIVITIES	(50,86,582)	(2,00,04,305)
B CASH FLOW FROM FINANCING ACTIVITIES		
- Share Capital Issued		
- Decrease/(Increase) Loans & Advances	50,00,000	2,00,00,000
- Proceeds from Borrowings	1,05,000	
NET CASH (USED IN)/FROM FINANCING ACTIVITIES	51,05,000	2,00,00,000
C CASH FLOW FROM INVESTING ACTIVITIES		
Less: Purchases Of Fixed Assets		
NET CASH (USED IN)/FROM INVESTING ACTIVITIES	-	-
NET INCREASE IN CASH AND EQUIVALENTS	18,418	(4,305)
CASH AND EQUIVALENTS (OPENING BALANCE)	52,962	57,267
CASH AND CASH EQUIVALENTS (CLOSING BALANCE)	71,380	52,962
Notes :		
1) Cash and cash equivalents include :-		
Cash	1,281	1,135
Balance with Schedule Bank	70,099	51,827
Fixed Deposit		
Total	71,380	52,962

General Information & Significant Accounting Policies 1 & 2
Notes on Accounts 12

In terms of our Audit Report of even date
For Sood Brij & Associates
Chartered Accountants
Firm Regn. No. 00350N

(A. K. Sood)
Partner
M. No. 14372



Place: New Delhi
Date: 26th May, 2017

For and on behalf of the Board


Vinod Kashyap
Director
(DIN : 00038854)


Vineet Kashyap
Director
(DIN : 00038897)


Vikram Kashyap
Director
(DIN : 00038937)

Place: New Delhi
Date: 26th May, 2017

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2017

1 GENERAL INFORMATION

Soul Space Hospitality Limited (CIN U52100DL2007PLC170027) is a Public Limited Company domiciled in India and incorporated under the provisions of the Companies Act, 1956. It is 100% subsidiary of Soul Space Projects Limited.

2 SIGNIFICANT ACCOUNTING POLICIES

The Company follows mercantile basis of accounting. The accounts are prepared on historical cost basis, on going concern and are consistent with generally accepted accounting principles and materially comply with the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India. The significant accounting policies followed by the Company are as stated below:

Fixed Assets

Fixed Assets are shown at cost less accumulated depreciation. Cost comprises of purchase price, import duties and other non refundable taxes or levies and any other directly attributable costs.

Depreciation

- (a) The Company follows the written Down value method in computing Depreciation.
- (b) Depreciation is computed on the basis of useful lives of the Tangible Assets which are in accordance with part 'C' of Schedule II of the Companies Act, 2013.
- (c) Depreciation is computed on intangible Assets in accordance with the Accounting Standard 26.
- (d) The Depreciation is computed on computer software on the basis of expired period of license to use and / or the expired life the assets.
- (e) The residual value of an asset shall not be more than five percent of the original cost of the asset.
- (f) Leasehold improvements are written off over the lease period.

Borrowing Cost

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenues.

Investments

Investments are shown at cost. No provision is made for loss in their market value at the year end. Loss/profit, if any, is accounted in Profit & Loss Account in the year of sale.

Work -In-Progress/Stock:

All pre-operative expenses related to the separate projects are allocated towards project cost, at cost and shown as work in progress. The Stocks are valued at Cost or Market Price whichever is lower.

Revenue & Expenditure Recognition

Revenue /Expenditure: - It is accounted on the basis of accrual method of accounting.

Contract revenue represents the cost of work performed on the contract plus proportionate margin using the percentage of completion method. Percentage of completion is determined as a proportion of cost of work performed to date to the total estimated contract costs.

Full provision is made for any loss in the period in which it is foreseen. Project and construction related work in progress is reflected at cost till such time the outcome of the job cannot be ascertained reliably and at realizable value thereafter.

Sales are recognised at the time when the goods are transferred to the buyer for a price alongwith significant risks and rewards of the ownership with no effective control of the goods transferred.

Provisions :- Provisions are made on mercantile basis on present obligations as a result of past event and there is reasonable certainty that an outflow of resources embodying economic benefits will be required to settle the obligation for which reliable estimate can be made of the amount out of obligation

Dividend

Income from Dividend is recognised when the right to payment is established.

Government Grants

Government grants are recognised when there is reasonable assurance that will be received.

- (i) the company will comply with the conditions attached to them and
- (ii) the grants will be received.

Contingent Liabilities and Assets

Contingent Liabilities and Assets are recognised only when there is reasonable certainty that company will be liable or entitled to the claims made against or by the company in respect of any dispute arising during the course of business.



Employees Retirement Benefits

Retirement Gratuity and Leave Encashment: The Company has no employee at present and hence liability for Retirement Gratuity and Leave Encashment has not been accounted for.

Provision for Current and Deferred Tax

Provision for Current Income Tax is made after taking into consideration various allowances and disallowances as per provision of the Income Tax Act, 1961.

Deferred tax is recognized, subject to the consideration of prudence, on timing differences being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Use of Estimates

The preparation of financial statements requires management to make certain estimates and assumptions that affect the amounts reported in the financial statements and notes thereto. Differences between actual results and estimates are recognized in the period in which they materialize.

Impairment of Assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable amount. An impairment loss is charged to profit & Loss Account in the year in which an asset is identified as impaired.

Cash Flow Statement

Cash Flows are prepared as per the indirect method as specified in the Accounting Standard (AS-3) 'Cash Flow Statement'

Foreign Currency Transactions**(i) Initial Recognition**

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount, the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

(ii) Conversion

Foreign Currency monetary items are reported using the closing rate. Non monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of transaction and non- monetary items which are carried at fair value or similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

(iii) Exchange Difference

Exchange difference arising on settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.



3 SHARE CAPITAL

Share Capital	As at 31st March 2017		As at 31st March 2016	
	Number	(Amount in Rs)	Number	(Amount in Rs)
Authorised Equity Shares of Rs 10 each	20,00,000	2,00,00,000	20,00,000	2,00,00,000
Issued Equity Shares of Rs. 10 each	10,00,000	1,00,00,000	10,00,000	1,00,00,000
Subscribed & Paid up Equity Shares of Rs. 10 each fully paid	10,00,000	1,00,00,000	10,00,000	1,00,00,000
Total	10,00,000	1,00,00,000	10,00,000	1,00,00,000

Particulars	As at 31st March 2017		As at 31st March 2016	
	Number	(Amount in Rs)	Number	(Amount in Rs)
Shares outstanding at the beginning of the year	10,00,000	1,00,00,000	10,00,000	1,00,00,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	10,00,000	1,00,00,000	10,00,000	1,00,00,000

Shares held by the holding company.

Name of Shareholder	As at 31st March 2017		As at 31st March 2016	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
SOUL SPACE PROJECTS LIMITED	10,00,000	100%	10,00,000	100%

4 LONG TERM BORROWINGS

Particulars	As at 31st March 2017	As at 31st March 2016
	(Amount in Rs)	(Amount in Rs)
Unsecured (a) Loans and advances from related parties		
Inter Corporate Deposits from Soul Space Projects Limited (Holding Company)	4,27,35,000	4,26,30,000
Total	4,27,35,000	4,26,30,000

Note : Unsecured Long Term Loan from Holding Company including interest is repayable on demand. This has been classified as 'Long Term Loan' as the company has obtained the view from holding company's management that considering tight liquidity position of the company there is no likelihood of their asking for whole of its repayment, atleast within next 1 years.



5 OTHER LONG TERM LIABILITIES

Particulars	As at 31st March 2017	As at 31st March 2016
	(Amount in Rs)	(Amount in Rs)
Interest Payable	1,85,46,526	1,88,50,629
Total	1,85,46,526	1,88,50,629

6 OTHER CURRENT LIABILITIES

Particulars	As at 31st March 2017	As at 31st March 2016
	(Amount in Rs)	(Amount in Rs)
Expenses Payable	11,500	56,394
Other Liabilities	9,64,498	9,64,498
Total	9,75,998	10,20,892

7 LONG TERM LOANS AND ADVANCES

Particulars	As at 31st March 2017	As at 31st March 2016
	(Amount in Rs)	(Amount in Rs)
Security Deposits (Refundable) (Unsecured, considered 'good')	2,50,00,000	3,00,00,000
Total	2,50,00,000	3,00,00,000

8 INVENTORIES

Particulars	As at 31st March 2017	As at 31st March 2016
	(Amount in Rs)	(Amount in Rs)
Work-in-progress (Valued at Cost)	4,71,76,144	4,24,38,559
Total	4,71,76,144	4,24,38,559

The Work-in-progress represents amount of expenditure incurred including borrowing cost on Joint Development Projects which is yet to commence as confirmed by the management.

9 CASH AND CASH EQUIVALENTS

Particulars	As at 31st March 2017	As at 31st March 2016
	(Amount in Rs)	(Amount in Rs)
Balances with banks	70,099	51,827
Cash on hand	1,281	1,135
Total	71,380	52,962

10 FINANCE COST

Particulars	For the Year ended 31st March 2017	For the Year ended 31st March 2016
	(Amount in Rs)	(Amount in Rs)
Interest Expenses	47,24,110	47,48,477
Bank Charges	121	342
Total	47,24,231	47,46,819

11 OTHER EXPENSES

Particulars	For the Year ended 31st March 2017	For the Year ended 31st March 2016
	(Amount in Rs)	(Amount in Rs)
Filing Fees	618	2,463
Legal & Consultancy	-	1,500
Rates & Taxes	1,236	-
Audit Fees	11,500	11,450
Total	13,354	15,413



12 Notes to Accounts

12.1 Payment to Auditors

Payment to Auditors	For the Year ended 31st March 2017	For the Year ended 31st March 2016
	(Amount in Rs)	(Amount in Rs)
As Audit Fees	10,000	10,000
Service Tax on Audit Fee	1,500	1,450
Total	11,500	11,450

12.2 Related Party Disclosures

(i) Holding Company

Soul Space Projects Ltd.	Limited Company
B. L. Kashyap & Sons Limited	Limited Company
(Holding Company of Soul Space Projects Ltd)	

(ii) Associates

	Status
(a) Soul Space Realty Limited	Limited Company
(b) BLK Infrastructure Ltd.	Limited Company
(c) B.L.K. Financial Services Limited	Limited Company
(d) B.L.K. Securities Private Limited	Private Limited Company
(e) Ahuja Kashyap Malt Pvt. Ltd.	Private Limited Company
(f) Bezel Investments & Finance Pvt. Ltd.	Private Limited Company
(g) Security Information Systems (I) Ltd.	Limited Company
(h) B.L. Kashyap & Sons	Partnership Firm
(i) Aiyana Trading Pvt. Ltd.	Private Limited Company
(j) B L K Lifestyle Limited	Limited Company
(k) Chrysalis Trading Pvt. Ltd.	Private Limited Company
(l) Chrysalis Realty Projects Pvt. Ltd.	Private Limited Company
(m) EON Auto Industries Private Limited	Private Limited Company
(n) Kasturi Ram Herbals Industries	Partnership Firm
(o) Suryakant Kakade & Soul Space	Partnership Firm
(p) BLK -NCC Consortium	Association of Persons
(q) BLK BILIL Consortium	Association of Persons
(r) Behari Lal Kashyap (HUF)	Hindu Undivided Family
(s) Becon (I)	Partnership Firm
(t) B.L. Kashyap & Sons Software Pvt Ltd	Private Limited Company
(u) Baltic Motor Private Limited	Private Limited Company

(iii) Key Management Personnel

a) Mr. Vinod Kashyap	Director (DIN : 00038854)
b) Mr. Vineet Kashyap	Director (DIN : 00038897)
c) Mr. Vikram Kashyap	Director (DIN : 00038937)

(iv) Relatives of Key Management Personnel

Ms. Anjoo Kashyap	Wife of Mr. Vinod Kashyap
Ms. Aradhana Kashyap	Wife of Mr. Vineet Kashyap
Ms. Amrita Kashyap	Wife of Mr. Vikram Kashyap
Mr. Mohit Kashyap	Son of Mr. Vinod Kashyap
Ms. Nikita Kashyap	Wife of Mr. Mohit Kashyap
Ms. Malini Kashyap	Daughter of Mr. Vinod Kashyap
Mr. Saurabh Kashyap	Son of Mr. Vineet Kashyap
Ms. Mayali Kashyap	Wife of Mr. Saurabh Kashyap
Ms. Shruti Choudhari	Daughter of Mr. Vineet Kashyap
Ms. Sanjana Kashyap Kapoor	Daughter of Mr. Vikram Kashyap
Mr. Sahil Kashyap	Son of Mr. Vikram Kashyap

12.3 Transactions with related parties during the year

Description	(Rs. In Lakhs)			
	Holding Co. / Ultimate Holding Co.		Holding Co. / Ultimate Holding Co.	
	As at 31 March 2017		As at 31 March 2016	
	Debit	Credit	Debit	Credit
Transactions during the year :				
Inter Corporate Deposits		1.05		
Interest on Inter Corporate Deposits	-	46.96		47.02
Closing Balance		622.46		624.45

In respect of above parties, there is no provision for doubtful debts as on 31-03-2017 and no amount is written off or written back during the year in respect of debt/loan & advances due from/to them.



12.4 DEFERRED TAX

The Company has not incurred any expense, which has effect of timing differences hence no deferred tax Assets/Liability has been recognised.

12.5 The cumulative advances to Joint Development Partners as at 31st March, 2017 were Rs. 2,50,00,000/- towards security deposit.

12.6 Contingent liability :

(i) claims against the company not acknowledged on debts.

Income tax liability is indeterminate, if any, arising on account of pending assessments.

(ii) Estimated amount of contracts remaining to be executed on Capital Account and not provided for Rs. NIL (Previous year Rs. NIL)

12.7 Segment Reporting:

The Company has one reportable segment for key reporting namely development of Hospitality Projects in India.

12.8 Earning per Share (EPS)

Particulars	(Amount in Rs.)	
	2016-2017	2015-2016
a. Net Profit available for Equity Shareholders	Nil	Nil
b. Number of Equity Shares used as denominator for calculation of	10,00,000	10,00,000
c. Basic and Diluted Earning per Share of face value Rs.10/- each	Nil	Nil

12.9 The Company does not owe any dues (principal as well interest) as at 31st March, 2017 to Micro, Small & Medium enterprises. Company had paid all dues according to the provisions under Micro, Small & Medium Enterprises Development Act, 2006. The amount of interest paid by the Company in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year NIL

The amount of interest accrued and remaining unpaid at the end of accounting year- NIL

12.10 In absence of any activity, all the expenses incurred have been transferred to work in progress.

12.11 In the opinion of the board of directors all its assets other than fixed assets and non-current investments have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet.

12.12 Details of Specified Bank Notes (SBN) held and transacted during the period 8th November 2016 to 30th December 2016 :-
(Amount in Rs.)

	SBNs	denomination notes	Total
Closing cash in hand as on 08-11-2016	3,000	2,217	5,217
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	3,000	-	3,000
Closing cash in hand as on 30-12-2016	-	2,217	2,217

12.13 Previous year's figures are regrouped/rearranged wherever considered necessary to make them comparable with the current year.

Signed in terms of our Audit Report of even date

For Sood Brij & Associates

Chartered Accountants

Firm Regn. No.- 00350N

A. K. Sood

Partner

Membership No.-14372



For and on behalf of the Board

Vinod Kashyap
Director
(DIN : 00038854)

Vineet Kashyap
Director
(DIN : 00038897)

Vikram Kashyap
Director
(DIN : 00038937)

Place: New Delhi

Date: 26th May, 2017

Place: New Delhi

Date: 26th May, 2017