

Bengal Peerless Housing Developement Company Limited
(Joint Venture Company)
Annual Report & Accounts
2016-17

BOARD OF DIRECTORS

Chairman	Shri K. Dey
Directors	Shri S. K. Roy Shri P. P. Ray Shri J. Roy Shri S. Sanyal Shri S. Das Shri A. K. Chakroborty Shri S. S. Chakraborty
Independent Director	Shri D. Chatterji Shri S. M. Basu

BOARD OF DIRECTORS

Chief Executive Officer	Shri K Sengupta
Chief Financial Officer	Shri S. K. Saha
Company Secretary and Compliance Officer	Shri A. Sengupta

Registered Office

6/1A, Moira Street, "Mangal Deep",
Ground Floor, Kolkata - 700 017
Telephone : 033 2281 2601/2602
033 2283 6227/6230
E-mail : bphdc@bengalpeerless.com
Website : www.bengalpeerless.com
CIN : U70101WB1994PLC063280

Auditors

De & Bose
Chartered Accountants
8/2, Kiran Sankar Roy Road
2nd Floor, Room Nos. 1 & 18
Kolkata - 700 001
Telephone : 033 2248 5039/7424
Fax : 033 2243 4864

DIRECTORS' REPORT**TO,
THE MEMBERS**

Your Directors have pleasure in presenting their 23rd Annual Report together with the Audited Accounts of the Company for the Year ended March 31, 2017.

FINANCIAL PERFORMANCE

The summarised results for the year 2016-17, are as follows:

(₹ in Lakh)

Particulars	2016-17		2015-16	
Profit Before Depreciation and Tax		5,236.65		5,358.02
Less : Depreciation		44.14		23.44
Profit before Tax		5,192.51		5,334.58
Less : Current Tax	3,400.00		1,900.00	
Deferred Tax	(1,147.86)		12.58	
Tax in respect of earlier years	(35.19)	2,216.95	0.00	1,912.58
Profit for the year		2,975.56		3,422.00
Add : Balance B/F from last year		1,932.86		1,021.79
PROFIT AVAILABLE FOR APPROPRIATIONS		4,908.42		4,443.79
Transfer to General Reserve		1,500.00		1,500.00
Proposed Dividend	—		270.95	
Interim Dividend	541.89		568.98	
Dividend Distribution Tax	110.32	652.21	171.00	1,010.93
Balance C/F to Next Year		2,756.21		1,932.86

The Company has not accounted for proposed dividend as a liability as at March 31, 2017 as per revised Accounting Standard (AS) 4. Proposed Dividend was however accounted for as a liability as at March 31, 2016 as per Accounting Standard (AS) 4 then applicable.

STATE OF COMPANY'S AFFAIRS

- (i) Turnover during the year 2016-17 was ₹15,943.91 lakh as against ₹ 12,923.98 lakh in the previous year. Revenue for the year with respect to the Avidipta Housing Complex Project has been recognised in accordance with the provisions of Accounting Standard (AS) 9 on "Revenue Recognition", read with Revised Guidance Note issued by The Institute of Chartered Accountants of India on "Accounting for Real Estate Transactions (Revised 2012)".
- (ii) Profit before Tax decreased from ₹ 5,334.58 lakh in the previous year to ₹ 5,192.51 lakh during 2016-17. Profit after Tax for the year was at ₹ 2,975.56 lakh as against ₹ 3,422.00 lakh in the previous year.
- (iii) The Board of the Company has decided to transfer ₹1,500 lakh to its General Reserves. The accumulated balance in the said account as on 31st March 2017 would stand at ₹ 13,756.42 lakh.
- (iv) Earnings per Share in the financial year 2016-17 were ₹ 164.73 as against ₹ 189.45 in the financial year 2015-16.

FUTURE OUTLOOK

- Construction work of Project Avidipta Phase I has been completed and registration & handover process are in progress.

- The Company has received all applicable permissions to launch Phase II of the Project Avidipta which is expected to be commenced by June 2017. The Phase II of the Project Avidipta will be a premium project of your Company and would be the tallest building so far been constructed on E. M. Bye Pass. The Project would be developed in next 5 to 6 years, subject to force majeure conditions, if any.
- Your directors are hopeful that the issues regarding the Siliguri and the Ghuni Projects will be sorted out and therefore would augment the construction activities of your Company.

VARIATION IN NET WORTH

The Net worth of the Company worked out to ₹ 16,693.26 lakh as at March 31, 2017 compared to ₹ 14,369.91 lakh as at the end of the previous year.

DIVIDEND

Interim Dividend of 300% of paid-up share capital (₹ 30 per equity share of ₹10 each) was approved for payment in 127th Board meeting, held on 17th November, 2016 and duly paid within the prescribed time limit.

Your Directors are pleased to recommend a Final Dividend of 200% of paid-up share capital (₹ 20 per equity share of ₹10), which together with the Interim Dividend declared would aggregate to 500% of paid-up share capital (₹ 50 per equity share) as against aggregate 465% of paid-up share capital (₹ 46.50 per equity share) in the previous year.

DEPOSITS

Your Company has not accepted any deposits within the meaning of section 73 of the Companies Act, 2013, and the Companies (Acceptance of Deposits) Rules, 2014.

EXTRACT OF ANNUAL RETURN

The extract of the Annual Return in Form MGT-9 for the Financial Year 2016-17 is attached to this report (marked "Annexure A").

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

The Company has not provided any loans, guarantees or investments covered under the provisions of section 186 of the Companies Act, 2013.

RELATED PARTY TRANSACTIONS

All related party transactions entered into during the financial year were at arm's length basis and in the ordinary course of the business. There were no materially significant transactions made by the Company with Related Parties which may have potential conflict with interest of the company at large. A Statement of all related party transactions had presented before the Audit Committee specifying the nature, value and terms and conditions of the transactions.

Disclosures in Form AOC-2 pursuant to clause (h) of sub-section (3) of section 134 of the Companies Act, 2013 and rule 8(2) of the Companies (Accounts) Rules, 2014 is attached to its report in "Annexure B".

MATERIAL CHANGES AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There were no material changes or commitments, affecting the financial position of the Company that have occurred between 31st March, 2017 and 11th May, 2017, the date of this report.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION

- a) The Company ensures that the construction operations are conducted to achieve maximum possible savings of energy.
- b) Following measures has been/will be adopted to minimize the energy consumption at our Projects:
 - LED lighting fixtures in the common areas
 - True lite fluorescent lamps/CFL in the apartments
 - Roof-top thermal insulation

- Appropriate design to shut out excess heat and gain loss
 - Use of solar energy in external lighting
 - Maximum utilization of natural light for residential apartments
- c) Rain water harvesting has been installed in Mass Housing Projects to safeguard ground water quality and volume.
- d) As per Solar Power Policy of Government of West Bengal, your Company has decided to install Photo Voltaic based solar power station at Roof Top of two Buildings at Avidipta Complex which will directly feed to the Local Power Grid. Your Company has also installing Solar Water Heating arrangement on roof Top for Club (capacity 2000 LPD) and Community Centre (capacity 1000 LPD).

FOREIGN EXCHANGE EARNINGS AND OUT-GO

During the period under review there were no foreign exchange earnings (PY ₹ Nil) or out-go (PY ₹ Nil).

DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATES

The Company does not have any subsidiary or joint venture. No Company has become or ceased to be an Associate Company during the Financial Year 2016-17.

RISK MANAGEMENT POLICY

The Company has formulated the Risk Management Policy specifying the process of identifying risk as High, Medium and Low. It has developed a Risk Register to manage risk in an expeditious and efficient manner.

The Audit Committee of your Company has been entrusted with the responsibility to periodically review this Risk Management Framework and address emerging challenges.

INTERNAL CONTROL SYSTEMS

The Company has established an Internal Control System, commensurate with the size, scale and complexity of its operations.

The Internal Auditor monitors and evaluates the efficacy and adequacy of internal control systems in the Company, its compliance with operating systems, accounting procedures and policies of the Company.

Based on the report of the Internal Auditor, process owners undertake corrective action in their respective areas and thereby strengthen controls. Significant audit observations and recommendations along with corrective actions thereon are presented to the Management.

INTERNAL FINANCIAL CONTROL

The Company has established adequate financial controls with reference to financial statements. During the financial year, such controls were tested and no reportable material weaknesses in the design or operation was observed. However, efforts are being made by the management to improve the system on continuing basis.

DECLARATION BY INDEPENDENT DIRECTORS

The Company has received Declarations of Independence as stipulated under Section 149(7) of the Companies Act, 2013 from Independent Directors confirming that they are not disqualified from appointing/continuing as Independent Director.

INDUSTRIAL RELATIONS

During the year under review, your Company enjoyed cordial relationship with workers and employees at all levels.

DETAILS OF DIRECTORS AND KEY MANAGERIAL PERSONNEL APPOINTED/RESIGNED DURING THE YEAR

Shri Pranab Kumar Datta (DIN-00011876), Independent Director and Chairman of the Audit Committee, Member of Nomination and Remuneration Committee & CSR Committee passed away on 4th July 2016. The Board conveyed deep condolence on his sudden demise to his bereaved family members.

Mr. Dipankar Chatterji (DIN-00031256) was appointed as Additional Director, Category Independent with effect from 1st October, 2016.

Mr. Shreekant Manohar Gupte (DIN-02995233), Independent Director resigned from the Board with effect from 23rd February, 2017. Your Board placed on record its warm appreciation and gratitude for their valuable guidance.

In accordance with the provisions of the Companies Act, 2013, Shri Jayanta Roy (DIN-00022191) and Shri P. P. Ray (DIN-00022211) Directors of your Company retire by rotation at the Annual General Meeting and are eligible for re-appointment.

NUMBER OF BOARD MEETINGS DURING THE YEAR ENDED MARCH 31, 2017

During the Financial Year 2016-17, six meetings of the Board of Directors of the Company were held on 16th June, 2016, 9th August, 2016, 1st October, 2016, 17th November, 2016, 23rd February, 2017 and 14th March, 2017.

The details of attendance of the Directors in the Board meeting of the Company are as follows:-

Name of the Directors	Board meeting attended during the year	Whether attended last AGM
Shri Karoon Dey	5 out of 6	Yes
Shri Sunil Kanti Roy	6 out of 6	Yes
Shri Patit Paban Ray	6 out of 6	Yes
Shri Jayanta Roy	6 out of 6	Yes
Shri Dipankar Chatterji**	4 out of 4	N.A.
Shri Shreekant Manohar Gupte***	3 out of 5	Yes
Shri Pranab Kumar Datta*	1 out of 1	N.A.
Shri Asis Kumar Chakroborty	6 out of 6	No
Shri Siddhartha Sankar Chakroborty	6 out of 6	No
Shri Somnath Sanyal	6 out of 6	No
Shri Santanu Das	6 out of 6	No

* Shri Pranab Kumar Datta died on 4th July, 2016.

** Shri Dipankar Chatterji appointed as an additional director, category Independent w.e.f. 1st October, 2016.

*** Shri S. M. Gupte resigned on 23rd February, 2017.

COMMITTEE OF THE BOARD

In order to give focussed attention to the business of the Company, the Board delegated different aspects of Business to designated Committees of the Board set up for the purpose.

At present there are four Committees of the Board as under:

- a) Audit Committee
- b) Nomination and Remuneration Committee
- c) Corporate Social Responsibility Committee
- d) Business Strategy and Review Committee

a) AUDIT COMMITTEE

Terms of Reference:

The Terms of Reference of the Audit Committee are in conformity with the requirement of section 177 of the Companies Act, 2013.

The Audit Committee assists the Board in its responsibility for overseeing the quality and integrity of the accounting,

auditing and reporting practices of the Company and its compliance with the legal and regulatory requirements. The purpose of the Committee is to oversee the accounting and financial reporting process of the Company, the audits of the Company's financial statements, the appointment, independence, performance and remuneration of the Statutory Auditors including the Cost auditors, the performance of Internal Auditors and review the Risk Management Framework and address emerging challenges.

Number of Meetings during the year:

During the Financial Year 2016-17, the Audit Committee had held its meeting on 9th June 2016 and on 16th November 2016.

The composition and the details of attendance of the Directors in the Audit Committee Meeting of the Company were as follows:-

Sl. No.	Name of Directors	Designation	No. of Meeting Attended
1.	Shri Dipankar Chatterji **	Chairman	1 out of 1
2.	Shri P. P. Ray	Member	2 out of 2
3.	Shri S. M. Gupte***	Member	1 out of 2
4.	Shri P. K. Datta *	Past Chairman	1 out of 1

* Shri P. K. Datta died on 4th of July, 2016.

** Shri Dipankar Chatterji appointed as a Member and the Chairman of the committee w.e.f.1st October, 2016.

*** Shri S. M. Gupte resigned on 23rd February, 2017.

All recommendations made by the Audit Committee were accepted by the Board.

b) NOMINATION AND REMUNERATION COMMITTEE

The Company has constituted Nomination and Remuneration Committee in line with section 178 of the Companies Act, 2013.

Terms of References:

The Terms of Reference of the Committee include evaluation of performance as required in conformity of the section 178 of the Companies Act, 2013.

Number of Meetings during the year:

During the Financial Year 2016-17, Nomination and Remuneration Committee held four meetings on 15th June 2016, on 10th August 2016, on 1st October 2016 and on 23rd February 2017.

The composition and the details of attendance of the Directors in the Nomination & Remuneration Committee Meeting of the Company were as follows:-

Sl. No.	Name of Directors	Designation	No. of Meeting Attended
1.	Shri Shreekant Manohar Gupte***	Chairman	3 out of 4
2.	Shri Jayanta Roy	Member	4 out of 4
3.	Shri S. K. Roy	Member	4 out of 4
4.	Shri Dipankar Chatterji**	Member	1 out of 1
5.	Shri P. K. Datta*	Member	1 out of 1

* Shri P. K. Datta died on 4th of July 2016.

** Shri Dipankar Chatterji inducted as a Member of the Committee w.e.f. 1st October 2016.

*** Shri S. M. Gupte resigned on 23rd February, 2017.

Nomination and Remuneration Policy

The Company has in place a Nomination & Remuneration Policy in accordance with the requirements of section 178(3) of the Companies Act, 2013.

The Nomination & Remuneration Committee assist Board to formulate criteria for determining qualifications, positive attributes and Independence of a Director; evaluation of performance of Directors, to devise policy on remuneration of the Directors, Key Managerial Personnel and other Senior Management Personnel etc.

c) CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

As required under section 135 of the Companies Act, 2013, the Company has formed the CSR Committee.

Terms of Reference/Policy:

On recommendation of CSR Committee, the Board of Directors approved CSR Policy at its meeting held on 7th March, 2015.

The detailed policy can be viewed from Web Link: <http://bengalpeerless.com/wp/csr>.

Details of CSR Committee Meeting:

The CSR Committee met once during the financial year on 27th September, 2016.

Composition:

Sl. No.	Name of Directors	Designation	No. of Meeting Attended
1.	Shri Somnath Sanyal	Chairman	1 out of 1
2.	Shri P. P. Ray	Member	1 out of 1
3.	Shri Jayanta Roy	Member	0 out of 1
4.	Shri Dipankar Chatterji**	Member	N.A.
5.	Shri Pranab Kumar Datta*	Member	N.A.

* Shri Pranab Kumar Datta died on 4th July, 2016.

** Shri Dipankar Chatterji inducted as a Member w.e.f. 1st October, 2016.

CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

As part of its initiatives under "Corporate Social Responsibility" (CSR), the Company had Constituted Corporate Social Responsibility Committee in line with section 135 of the Companies Act, 2013 read with Schedule VII and rules made thereunder.

Average net profit of the Company for last three financial years (2013-14, 2014-15 and 2015-16):

Average net profit: ₹ 4139.03 lakh.

Prescribed CSR Expenditure (Two percent of the amount as stated above):

The Budgeted CSR expenditure for the Financial Year 2016-17: ₹ 82.78 lakh

Details of CSR spent during the financial year:

- i) Amount spent during the financial year 2016-17: ₹ 31.50 lakh out of the budget of ₹ 82.78 lakh leaving unspent amount of ₹ 51.28 lakh.
- ii) ₹ 42.23 lakh out of the budget ₹ 51.67 lakh for financial year 2015-16 has been spent during the financial year 2016-17 leaving unspent amount of ₹ 9.44 lakh.

BENGAL PEERLESS HOUSING DEVELOPMENT COMPANY LIMITED

iii) Manner in which the amount spends during the financial year is detailed below:

1	2	3	4	5	6	7	8
Sl. No.	CSR project or activity identified	Sector in Which the Project is covered	Projects or Programmes 1. Local Area 2. State of project	Amount outlay (Budget project or programme wise)	Amount Spent in each Project or Programme 1. Direct Expenditure 2. Overhead	Cumulative Expenditure upto the report	period Amount Spent: Direct or through implementation agencies
1.	Construction of Public Toilet at Ramakrishna Math (Yogodyan) Kolkata, financed by Bengal Peerless Housing Development Company Limited. (From the Budget of FY 2016-17)	Promoting healthcare and sanitation as per Clause (i) of Schedule VII to section 135 of the Companies Act, 2013	Kolkata – Kankhurgachi In West Bengal	₹ 31.50 lakh	₹ 31.50 lakh (against the budget of financial year 2016-17)	₹ 31.50 lakh (against budget of F.Y. 2016-17)	Through Implementation Agency Ramakrishna Math (Yogodyan) Kolkata
2.	Skill Development in the name “Radhashyam Roy Peerless Centre for Learning- Lokasiksha Parishad, Ramakrishna Mission Ashrama initiative, financed by Bengal Peerless Housing Development Company Limited”(against Budget of F.Y. 2015-16)	Skill Development as per Clause (ii) of Schedule VII of the Companies Act, 2013	South 24 Pgs At Raipur and Baruipur	₹ 51.67 lakh	₹ 42.23 lakh (against the budget of financial year 2015-16)	₹ 42.23 lakh	Through Implementation Agency Lokasiksha Parishad, Ramakrishna Mission Ashram
	Total			₹ 83.17 lakh	₹ 73.73lakh	₹ 73.73 lakh	

Reason for failure to spend full CSR Budget

CSR expenditure of ₹ 51.28 lakh could not be spent during the financial year 2016-17 in the absence of suitable projects acceptable to the CSR Committee in all respect. Currently a project of an internationally renowned organization is being finalized and it is expected that the same unspent amount will be utilized in the financial year 2017-18.

CSR budget for financial year 2015-16 was ₹ 51.67 lakh. Out of which ₹ 42.23 lakh has already been disbursed in Financial Year 2016-17 to the Implementation Agency, Lokasiksha Parisad of Ramakrishna Mission for setting up infrastructure for vocational skill development project in line with Clause ii of Schedule VII of Companies Act, 2013 name as “Radhashyam Roy Peerless Centre for Learning”. The remaining unclaimed amount of ₹ 9.44 lakh will be disbursed on receipt of claim of the Implementation Agency for the said project in the financial year 2017-18.

The responsibility statement by the CSR Committee that the implementation and monitoring of CSR Policy was in compliance with CSR Objective and Policy of the Company is given in Annexure C.

d) BUSINESS STRATEGY AND REVIEW COMMITTEE (PREVIOUSLY KNOWN AS BUSINESS PLAN AND MONITORING COMMITTEE)

The Business Strategy and Review Committee shall review and monitor the business plans with the aim in achieving desired outcome.

Number of Meetings during the year:

During the financial year the Business Strategy and Review Committee held three meetings on 4th May 2016, 22nd July 2016 and 6th January 2017.

Composition:

Sl. No.	Name of Director	Designation	No. of Meeting Attended
1.	Shri A. K. Chakroborty	Chairman	3 out of 3
2.	Shri Somnath Sanyal	Member	3 out of 3
3.	Shri P. P. Ray	Member	3 out of 3
4.	Shri S. K. Roy	Member	3 out of 3
5.	Shri Jayanta Roy	Member	3 out of 3
6.	Shri S. S. Chakraborty	Member	2 out of 3

DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has formulated a policy on 'Protection of Women's Rights at Workplace' as per the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013. This has been widely disseminated. There was no reported case of sexual harassment received by the Company in the financial year 2016-17.

MEETING OF INDEPENDENT DIRECTORS

One meeting of Independent Directors was held in the calendar year 2016.

PARTICULARS OF EMPLOYEES

A. Top 10 Employees in terms of remuneration drawn

Sl. No.	Name	Age (Years)	Designation	Remuneration (Gross)	Qualification	Experience (Years)	Date of Commencement of Employment	Last Employment & designation
1.	Mr. KETAN SENGUPTA	52	CEO	99,63,872	B.E.-Civil, Global Executive MBA	29	01/07/2015	Godrej Properties, AVP Operations & Regional Head - East
2	Mr. SANKAR KUMAR SAHA	52	CFO	28,71,543	B.Com, CA (Inter)	26	01/04/1998	Merino Panel Products (P) Ltd., Accounts Officer
3	Mr. DIPANKAR BANDYOPADHYAY	47	Senior Manager (Accounts)	15,67,602	B.Com (H), ACMA, CA (Inter)	19	01/06/2005	B. Mondal & Associates, Audit Staff
4	Mr. AMITAVA SAHA	48	AGM -Project	15,61,057	Diploma, Civil Engineering	28	09/02/2011	Bengal Ambuja Housing Dev. Ltd., AGM -Construction
5	Mr. SUDIPTA SEN	40	AGM - HR	15,53,852	Masters in PM & IR	15	02/05/2016	Spenser's Retail Ltd., Chief Manager - HR
6	Mr. PRADIPTA DAS	51	Senior Project Manager	15,07,520	Diploma, Civil Engineering	27	09/04/2012	Voltas Ltd., Project Manager
7	Mr. SUBHASHIS CHAKRABORTY	47	Manager (Contracts)	13,50,007	Diploma, Civil Engineering, AMIE.	25	01/04/2008	Bengal Shrachi Housing Dev. Ltd., Manager-Billing
8	Mr. JOYDEEP ROY CHOWDHURY	51	Project Manager	13,38,510	Diploma, Civil Engineering	24	11/01/2000	STUP Consultants, Engineer
9	Mr UTPAL KUMAR HAZRA	55	Manager (Contracts)	13,19,574	Diploma, Civil Engineering	34	01/07/1996	STP Ltd., Engineer
10	Mr. MANI SANKHA BINDU ROY MOULICK	44	Senior Manager (IT Allotment)	13,11,363	PGDCM	18	01/09/1996	First Employment.

B. Name of every employee who, if employed throughout the financial year, was in receipt of remuneration for that year which, in the aggregate, was not less than one Crore and two lakh rupees.

None

C. Name of every employee who, if employed for a part of the financial year, was in receipt of remuneration for any part of that year, at a rate which, in the aggregate, was not less than eight lakh and fifty thousand rupees per month.

None

DIRECTORS' RESPONSIBILITY STATEMENT

In terms of section 134 (5) of the Companies Act, 2013, the Directors would like to state that:

- i) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departure, if any.
- ii) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review.
- iii) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) The Directors have prepared the Annual Accounts on a going concern basis.
- v) The Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively.
- vi) The Directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such system were adequate and operating effectively.

AUDITORS' OBSERVATION

There were no observations in the Auditors' Report which need to be dealt with or responded to.

STATUTORY AUDITORS

In accordance with the provision of section 139 of the Companies Act, 2013, read with rule 4 of Companies (Audit and Auditors) Rules, 2014 framed thereunder M/s De & Bose, Chartered Accountants, Kolkata are eligible for appointment as Statutory Auditors of the Company for the further period of 3 years subject to ratification in the Annual General Meeting.

In terms of the above M/s De & Bose, Chartered Accountants will retire at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. They have furnished the requisite certificates of their eligibility for re-appointment.

COST AUDITOR

The Audit Committee of the Board at its meeting dated 10th May, 2017 recommended the appointment of existing Cost Auditor Shri Santosh Kumar Chakravartty, Membership No. 1133, as Cost Auditors of the Company, pursuant to the provision of Section 148 of Companies Act, 2013, and rule 14 of the Companies (Audit and Auditors) Rules, 2014 to conduct the audit of cost records maintained by the Company. Subsequently the Board of Directors at its meeting held on 16th June, 2016 has appointed the existing Cost Auditor Shri Santosh Kumar Chakravartty as the Cost Auditors of the Company for financial year 2017-18, subject to the ratification of his remuneration by the shareholders at 23rd Annual General Meeting. The Company has received requisite certificates from the auditor to the effect that their appointment, if made, would be in accordance with the provisions of section 148(5) of the Companies

Act, 2013.

OTHER DISCLOSURE

1. Your Directors state that no disclosure or reporting is required in respect of the following items as no transactions on these items occurred and/or relevant provisions of the Companies Act, 2013 were not applicable to the Company during the year under review:
 - a) Change in the nature of business.
 - b) Issue of shares (including ESOP and sweat equity shares) to employees of the Company under any scheme.
 - c) Receiving of any remuneration or commission by the Managing Director of the Company from its holding company. The Company does not have any subsidiary company.
2. No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
3. No significant revision of Financial Statement or Board Report has been made in respect of any of the three preceding financial years.
4. As per section 134(ca) of the Companies (Amendment) Act, 2015 duly notified on 26th May 2015, no fraud was reported by auditors under sub-section (12) of section 143 other than those which are reportable to the Central Government.

ACKNOWLEDGEMENTS

Your Company and its Directors wish to extend their sincerest thanks to the members of the Company, Bankers, State Government, Local Bodies, Customers, Suppliers, Executives, Staff and workers at all levels for their continuous cooperation and assistance.

Registered Office:

6/1A, Moira Street
"Mangal Deep", Ground Floor,
Kolkata-700 017

Place: Kolkata

Date: 11th May, 2017

By Order of the Board

Karoon Dey
Chairman
(DIN: 07267373)

Form No. MGT-9
EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31.03.2017
[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the
Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

- i) CIN : U70101WB1994PLC063280
- ii) Registration Date : 20.05.1994
- iii) Name of the Company : BENGAL PEERLESS HOUSING DEVELOPMENT COMPANY LIMITED
- iv) Category/Sub-Category of the Company : Company Limited by Shares
- v) Address of the Registered office and contact details : 6/1A, Moira Street, "Mangal Deep", Ground Floor, Kolkata - 700 017.
- vi) Whether listed company : No
- vii) Name, Address and Contact details of Registrar and Transfer Agent, if any : Not Applicable. In-house maintenance.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the Company shall be stated:-

Sl. No.	Name and Description	NIC Code of the of main products/services Product/ service of the Company	% to total turnover
1	Real Estate Developers	99531129	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES :

The Company has no holding, subsidiary or associate company.

Sl. No.	Name and Address of the Company	CIN/GLN	Holding/Subsidiary/ Associates of the Company	% of share held	Applicable Section
			NIL		

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)
(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year (As on 31 March 2016)				No. of Shares held at the end of the year (As on 31 March 2017)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
(a) Individual/HUF	—	50,400	50,400	2.79	—	50,400	50,400	2.79	—
(b) Central Govt	—	—	—	—	—	—	—	—	—
(c) State Govt (s)	—	—	—	—	—	—	—	—	—
(d) Bodies Corp.	—	851,850	851,850	47.16	—	851,850	851,850	47.16	—
(e) Banks/FI	—	—	—	—	—	—	—	—	—
(f) Any Other.....	—	902,250	902,250	49.95	—	902,250	902,250	49.95	—
Sub-total (A) (1):-	—	1,804,500	1,804,500	99.90	—	1,804,500	1,804,500	99.90	—
(2) Foreign									
(a) NRIs – Individuals	—	—	—	—	—	—	—	—	—
(b) Other – Individuals	—	—	—	—	—	—	—	—	—
(c) Bodies Corp.	—	—	—	—	—	—	—	—	—
(d) Banks / FI	—	—	—	—	—	—	—	—	—
(e) Any Other.....	—	—	—	—	—	—	—	—	—
Sub-total (A) (2):-	—	—	—	—	—	—	—	—	—
Total Shareholding of Promoter (A) = (A)(1) + (A)(2)	—	1,804,500	1,804,500	99.90	—	1,804,500	1,804,500	99.90	—
B. Public Shareholding									
1. Institutions									
(a) Mutual Funds	—	—	—	—	—	—	—	—	—
(b) Banks/FI	—	—	—	—	—	—	—	—	—
(c) Central Govt	—	—	—	—	—	—	—	—	—
(d) State Govt(s)	—	—	—	—	—	—	—	—	—
(e) Venture Capital Funds	—	—	—	—	—	—	—	—	—
(f) Insurance Companies	—	—	—	—	—	—	—	—	—
(g) FIs	—	—	—	—	—	—	—	—	—
(h) Foreign Venture Capital Funds	—	—	—	—	—	—	—	—	—
(i) Others Individuals	—	—	—	—	—	—	—	—	—
Sub-total (B)(1):-	—	—	—	—	—	—	—	—	—
2. Non-Institutions									
(a) Bodies Corp.	—	—	—	—	—	—	—	—	—
(i) Indian	—	—	—	—	—	—	—	—	—
(ii) Overseas	—	—	—	—	—	—	—	—	—
(b) Individuals									
(i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	—	1,800	1,800	0.10	—	1,800	1,800	0.10	—
(ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	—	—	—	—	—	—	—	—	—
(c) Other (specify)									
Non Resident Indians	—	—	—	—	—	—	—	—	—
Overseas Corporate Bodies	—	—	—	—	—	—	—	—	—
Foreign Nationals	—	—	—	—	—	—	—	—	—
Clearing Members	—	—	—	—	—	—	—	—	—
Trusts	—	—	—	—	—	—	—	—	—
Foreign Bodies - D R	—	—	—	—	—	—	—	—	—
Sub-total (B)(2):-	—	1,800	1,800	0.10	—	1,800	1,800	0.10	—
Total Public Shareholding (B) = (B)(1) + (B)(2)	—	1,800	1,800	0.10	—	1,800	1,800	0.10	—
C. Shares held by Custodian for GDRs & ADRs									
	—	—	—	—	—	—	—	—	—
Grand Total (A + B + C)	—	1,806,300	1,806,300	100	—	1,806,300	1,806,300	100	—

BENGAL PEERLESS HOUSING DEVELOPMENT COMPANY LIMITED

B) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change In share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	
1.	West Bengal Housing Board	902,250	49.95	—	902,250	49.95	—	Nil
2	The Peerless General Finance & Investment Co. Ltd.	662,850	36.70	—	662,850	36.70	—	Nil
3	Bichitra Holding Pvt. Ltd.	30,000	1.66	—	30,000	1.66	—	Nil
4	Shikha Holdings Pvt. Ltd.	159,000	8.80	—	159,000	8.80	—	Nil
5	Mr. Pradosh Kumar Jana Ray	300	0.02	—	300	0.02	—	Nil
6	Mr. Sunil Kanti Roy	300	0.02	—	300	0.02	—	Nil
7	Mr. Santosh Kumar Datta	600	0.03	—	600	0.03	—	Nil
8	Mrs. Kajal Chatterjee	900	0.05	—	900	0.05	—	Nil
9	Mr. Bhargab Lahiri	900	0.05	—	900	0.05	—	Nil
10	Mr. Parikshit Paul	1,500	0.07	—	1,500	0.07	—	Nil
11	Mr. Patit Paban Ray	4,500	0.25	—	4,500	0.25	—	Nil
12	Mr. Asoke Kumar Mukhuty	3,000	0.17	—	3,000	0.17	—	Nil
13	Mrs. Anuradha Bagchi	9,000	0.50	—	9,000	0.50	—	Nil
14	Mrs. Anupama Vaidya	9,000	0.50	—	9,000	0.50	—	Nil
15	Mr. Dilip Samadar & Mrs. Kumkum Samadar	1,500	0.07	—	1,500	0.07	—	Nil
16	Mr. Sunil Kanti Roy & Mr. Jayanta Roy	9,000	0.50	—	9,000	0.50	—	Nil
17	Mr. Ashoke Nath Banerjee	3,000	0.17	—	3,000	0.17	—	Nil
18	Mr. Asit Kumar Chakraborty	3,000	0.17	—	3,000	0.17	—	Nil
19	Mr. Sunil Kanti Roy & Mrs. Shikha Roy	600	0.03	—	600	0.03	—	Nil
20	Mr. Sunil Kanti Roy & Ms. Debasree Roy	300	0.02	—	300	0.02	—	Nil
21	Mr. Jayanta Roy & Mr. S. K. Roy	3,000	0.17	—	3,000	0.17	—	Nil

C) Change in Promoters' Shareholding (please specify, if there is no change)

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	1,804,500	99.90%	1,804,500	99.90%
	Date wise Increase/Decrease in Promoters Share holding during the Year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc):	No change during the financial year 2016-17			
	At the end of the year	1,804,500	99.90%	1,804,500	99.90%

D) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.	For each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
	Mrs. Uma Ghosh	300	0.02	300	0.02
	Mr. Debabrata Das	600	0.03	600	0.03
	Mr. Amal Ghosh	900	0.05	900	0.05
	Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	No change during the financial year 2016-17			
	At the end of the year				
	Mrs. Uma Ghosh	300	0.02	300	0.02
	Mr. Debabrata Das	600	0.03	600	0.03
	Mr. Amal Ghosh	900	0.05	900	0.05

E) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
	Shri Sunil Kanti Roy	10,200	0.56	10,200	0.56
	Shri Jayanta Roy	3,000	0.17	3,000	0.17
	Shri Patit Paban Ray	4,500	0.25	4,500	0.25
	Date wise Increase/Decrease in Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc):	No change during the financial year 2016-17			
	At the end of the year				
	Shri Sunil Kanti Roy	10,200	0.56	10,200	0.56
	Shri Jayanta Roy	3,000	0.17	3,000	0.17
	Shri Patit Paban Ray	4,500	0.25	4,500	0.25

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment:

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	—	—	—	—
ii) Interest due but not paid	—	—	—	—
iii) Interest accrued but not due	—	—	—	—
Total (i+ii+iii)	—	—	—	—
Change in Indebtedness during the financial year				
• Addition	—	—	—	—
• Reduction	—	—	—	—
Net Change	—	—	—	—
Indebtedness at end of the financial year				
i) Principal Amount	—	—	—	—
ii) Interest due but not paid	—	—	—	—
iii) Interest accrued but not due	—	—	—	—
Total (i+ii+iii)	—	—	—	—

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

SI No	Particulars of Remuneration	Name of MD/WTD/Manager
1	Gross salary	
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act,1961	NIL
	(b) Value of perquisites u/s 17(2) Income-tax Act,1961	NIL
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	
2	Stock Option	NIL
3	Sweat Equity	NIL
4	Commission - as % of profit - others, specify	NIL NIL
5	Others, please specify	
6	Total (A)	NIL
	Ceiling as per the Act	NIL

(Figures in ₹)

Sl. No.	Particulars of Remuneration	Name of Directors										Total Amount					
		P. K. Datta	S. M. Gupte	D. Chatterji	K. Dey	S. S. Chakraborty	S. Sanjyal	A.K. Chakraborty	S.K. Roy	J. Roy	P.P. Ray		S. Das				
1.	Independent Directors																
	Fee for attending board & committee meetings	120,000	280,000	240,000	—	—	—	—	—	—	—	—	—	—	—	—	640,000
	Commission	75,000	150,000	75,000	—	—	—	—	—	—	—	—	—	—	—	—	300,000
	Others (fees for attending the meeting of independent directors)																
	Total (1)	195,000	430,000	315,000	0	0	0	0	0	0	0	0	0	0	0	0	940,000
2	Other Non-Executive Directors																
	Fee for attending board committee meetings				200,000	320,000	480,000	520,000	520,000	520,000	240,000						3,160,000
	Commission				400,000	150,000	150,000	150,000	150,000	150,000	150,000						1,450,000
	Others, please specify																
	Total (2)				600,000	470,000	630,000	670,000	670,000	670,000	390,000						4,610,000
	Total (B)=(1+2)	195,000	430,000	315,000	600,000	470,000	630,000	670,000	670,000	670,000	390,000						5,550,000
	Total Managerial Remuneration(A+B)																5,550,000
	Overall Ceiling as per the Act																25,305,999
	Note: Managerial Remuneration without sitting fees ₹ 17,50,000 (hence overall Managerial Remuneration is within Ceiling mentioned in the Companies Act, 2013)																

B. Remuneration to other directors – separately enclosed.

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

(Figures in ₹)

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1.	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	9,315,272	839,301	2,560,207	12,714,780
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	648,600	77,273	311,336	1,037,209
	(c) Profits in lieu of salary under section 17(3) of the Income-tax Act, 1961	Nil	Nil	Nil	Nil
2.	Stock Option	Nil	Nil	Nil	Nil
3.	Sweat Equity	Nil	Nil	Nil	Nil
4.	Commission				
	– as % of profit	Nil	Nil	Nil	Nil
	– others, specify...	Nil	Nil	Nil	Nil
5.	Others, please specify	Nil	Nil	Nil	Nil
	Total	9,963,872	916,574	2,871,543	13,751,989

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD/ NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
B. DIRECTORS					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
C. OTHER OFFICERS IN DEFAULT					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil

Registered Office:
6/1A, Moira Street
"Mangal Deep", Ground Floor,
Kolkata-700 017

Place: Kolkata
Date: 11th May, 2017

By Order of the Board

Karoon Dey
Chairman
(DIN: 07267373)

ANNEXURE B

FORM NO. AOC - 2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and rule 8(2) of the Companies (Accounts) Rules, 2014.

Form for Disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
a)	Name(s) of the related party and nature of relationship	Nil
b)	Nature of contracts/arrangements/transaction	Nil
c)	Duration of the contracts/arrangements/transaction	Nil
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Nil
e)	Justification for entering into such contracts or arrangements or transactions	Nil
f)	Date of approval by the Board	Nil
g)	Amount paid as advances, if any	Nil
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	Nil

2. Details of contracts or arrangements or transactions at Arm's length basis.

Registered Office:
6/1A, Moira Street
"Mangal Deep", Ground Floor,
Kolkata-700 017

Place: Kolkata
Date: 11th May, 2017

By Order of the Board

Karoon Dey
Chairman
(DIN: 07267373)

To
The Members
Bengal Peerless Housing Development Company Limited
6/1A, Moira Street, "Mangal Deep" Ground Floor,
Kolkata- 700017

We hereby declare that the implementation and monitoring of CSR Policy is in compliance with CSR Objectives and Policy of the Company.

For & On Behalf of CSR Committee

(Somnath Sanyal)

(Ketan Sengupta)

Chairman of CSR Committee

Chief Executive Officer

Place: Kolkata

Date: 11th May, 2017

BENGAL PEERLESS AT A GLANCE

FROM 2013-14 TO 2016-17

(₹ in thousand)

Particulars	2013-14	2014-15	2015-16	2016-17
Share Capital	18,063	18,063	18,063	18,063
Share Capital (No.)	1,806,300	1,806,300	1,806,300	1,806,300
Reserve & Surplus	951,423	1,177,821	1,418,928	1,651,263
Net Worth	969,486	1,195,884	1,436,991	1,669,326
Gross Total Assets	3,599,391	4,002,056	3,525,516	3,151,347
Total Liabilities	2,629,905	2,806,172	2,088,525	1,482,021
Turnover	1,188,437	1,200,150	1,292,398	1,594,391
Profit Before Tax	253,623	454,565	533,458	519,251
Profit After Tax	166,451	299,228	342,200	297,556
Retained Profit	150,602	226,398	241,107	188,854

	2013-14	2014-15	2015-16	2016-17
Average Capital Employed	894,185	1,082,685	1,316,438	1,553,159

Key Indicators

Particulars	2013-14	2014-15	2015-16	2016-17
Current Ratio	1.38	1.44	1.72	2.14
Earnings per Share (₹)	92.15	165.66	189.45	164.73
Turnover per Share (₹)	657.94	664.42	715.49	882.68
Book Value per Share (₹)	536.72	662.06	795.54	924.17
Capital Turnover	1.33	1.11	0.98	1.03
Net Profit Margin (%)	21.34	37.88	41.28	32.57
Return on Net Worth (RONW) (%)	17.17	25.02	23.81	17.82
Return on Capital Employed (ROCE) (%)	28.36	41.98	40.52	33.43

INDEPENDENT AUDITOR'S REPORT

**TO THE MEMBERS OF
BENGAL PEERLESS HOUSING DEVELOPMENT COMPANY LIMITED,**

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **BENGAL PEERLESS HOUSING DEVELOPMENT COMPANY LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss, Cash Flow Statement and a summary of the significant accounting policies and other explanatory information for the year then ended.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance 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 maintenance of adequate accounting records in accordance with the preparation 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 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 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 thereunder.

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 the disclosure 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 a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the 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, of the state of affairs of the Company as at 31st March, 2017 and its Profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. 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 it appears from our examination of those books.
 - c) The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement 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 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 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 the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure-A".
 - g) 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, in our opinion 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 impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in the "Annexure-B", a statement on the matters specified in Paragraphs 3 and 4 of the Order.

For DE & BOSE

Chartered Accountants

Firm's Registration No.- 302175E

SUBRATA DE (FCA)

Partner

Membership No. 054962

Place : Kolkata
Date : 11th May, 2017

“ANNEXURE-A” TO THE INDEPENDENT AUDITOR’S REPORT

[Referred to in Paragraph-1(f) under “Report on Other Legal & Regulatory Requirements” section of our report of even date]

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 **BENGAL PEERLESS HOUSING DEVELOPMENT COMPANY LIMITED** (“the Company”) as of 31st March, 2017 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 (“the Guidance Note”). 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 Act.

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 Standards on Auditing prescribed u/s 143(10) of the Act and the Guidance Note, to the extent applicable to an audit of internal financial controls. 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 judgement, 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 authorisations 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, to the best of our information and according to the explanations given to us, 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.

Place : Kolkata
Date : 11th May, 2017

For DE & BOSE
Chartered Accountants
Firm's Registration No.- 302175E
SUBRATA DE (FCA)
Partner
Membership No. 054962

“ANNEXURE-B” TO THE INDEPENDENT AUDITOR’S REPORT

[Referred to in Paragraph-2 under “Report on Other Legal & Regulatory Requirements” section of our report of even date]

1. In respect of Fixed Assets:

- a. The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
- b. As explained to us, fixed assets have been physically verified by the management in a phased manner which in our opinion is reasonable considering the size of the company and nature of the assets. No material discrepancies were noticed on such verification.
- c. The title deeds of all the Company's immovable properties are held in the name of the company.

2. In respect of Inventories:

The inventories are of special nature, unsold residential flats and commercial units which are in possession of the Company. As explained to us, the said inventories have been physically verified by the management at regular intervals during the year. There was no discrepancy noticed on physical verification of inventory as compared to the book records.

3. The Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act.
4. The company had provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes 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.
5. According to the information and explanations given to us, since the Company has not given any loan or guarantee or provided any security in connection with loan or acquired securities during the year and hence reporting under Clause 3(iv) of the Order are not applicable to the Company.
6. The Company has not accepted any deposits under the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under. Therefore, reporting under Clause 3(v) of the Order are not applicable to the Company.
7. We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended prescribed by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013, and are of the opinion that, prima facie, the prescribed cost records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

8. In respect of Statutory Dues:

- a. The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees’ State Insurance, Income Tax, Sales Tax, Value Added Tax, Service Tax, Custom Duty, Excise Duty, Cess and other material statutory dues applicable to it with the appropriate authorities.
- b. Based on the audit procedures performed and the information and explanations given to us, there were no undisputed amount payable in respect of Income Tax, Sales Tax, Value Added Tax, Service Tax, Custom Duty, Excise Duty, Cess and other material statutory dues in arrear as on 31st March, 2017 for a period of more than six months from the date they became payable.
- c. There are no disputed statutory dues as at 31st March, 2017 which have not been deposited on account of matters pending before appropriate authorities.

9. According to the records of the Company examined by us and the information and explanation given to us, the Company has not obtained any borrowings from any Financial Institution, Bank, Government or Debenture holders during the year.
10. The Company has not raised any funds by way of initial public offer or further public offer (including debt instruments) and hence reporting under Clause 3(ix) of the Order is not applicable to the Company.
11. During the course of our examination of books and records of the Company, carried out in accordance with generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any incidence of fraud by the company or any fraud on the Company by its officers or employees nor have we been informed of any such case by the management.
12. Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act.
13. The Company is not a "Nidhi Company" hence reporting under this clause of the Order is not applicable to the Company.
14. In our opinion and according to the information and explanations given to us, all transactions with the related parties are in compliance with Sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
15. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence reporting under this clause of the Order is not applicable to the Company.
16. In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him/her and the provisions of Section 192 of Companies Act, 2013 have been complied with in this regard.
17. According to the information and explanations given to us, we are of the opinion that the company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For DE & BOSE

Chartered Accountants

Firm's Registration No.- 302175E

SUBRATA DE (FCA)

Partner

Membership No. 054962

Place : Kolkata
Date : 11th May, 2017

BALANCE SHEET
AS AT 31ST MARCH, 2017

(₹ '000)

Particulars	Note No.	As at 31st March, 2017		As at 31st March, 2016	
I. EQUITY AND LIABILITIES					
(1) Shareholders' Funds					
(a) Share Capital	1	18,063		18,063	
(b) Reserves and Surplus	2	1,651,263	1,669,326	1,418,928	1,436,991
(2) Non-Current Liabilities					
(a) Other Long-term Liabilities	3	2,829		47,492	
(b) Long-term Provisions	4	75,597	78,426	2,907	50,399
(3) Current Liabilities					
(a) Trade Payables	5	112,691		121,255	
(b) Other Current Liabilities	6	510,205		1,334,471	
(c) Short-term Provisions	7	780,699	1,403,595	582,398	2,038,124
			3,151,347		3,525,514
II. ASSETS					
(1) Non-Current Assets					
(a) Fixed Assets	8				
(i) Tangible Assets		11,234		2,289	
(ii) Intangible Assets		3,948		6,961	
(b) Deferred Tax Assets (Net)	9	116,122		1,336	
(c) Long-term Loans and Advances	10	18,713		18,271	
(d) Other Non-current Assets	11	1,274	151,291	22	28,879
(2) Current Assets					
(a) Current Investments	12	56,000		0	
(b) Inventories	13	1,456,094		1,209,998	
(c) Trade Receivables	14	81,562		5,571	
(d) Cash and Cash Equivalents	15	300,258		1,018,764	
(e) Short-term Loans and Advances	16	1,073,281		1,214,049	
(f) Other Current Assets	17	32,861	3,000,056	48,253	3,496,635
			3,151,347		3,525,514

Significant Accounting Policies
Notes on Financial Statements

1 to 37

As per our Report of even date.

For and on behalf of the Board

Subrata De
Partner
Membership No. 054962
8/2, Kiran Sankar Roy Road
Kolkata-700001
Date: 11th May, 2017

For and on behalf of
DE & BOSE
Chartered Accountants
Firm Registration No. 302175E

K. Dey (DIN: 07267373)
K. Sengupta
Chief Executive Officer
S. K. Saha
Chief Financial Officer

P. P. Ray (DIN: 00022211)
A. Sengupta
Company Secretary and
Compliance Officer

STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED 31ST MARCH, 2017

(₹ '000)

Particulars	Note No.	Year ended 31st March, 2017	Year ended 31st March, 2016
I. Revenue from Operations	18	1,556,610	1,260,815
II. Other Income	19	37,781	31,583
III. Total Revenue (I+II)		1,594,391	1,292,398
IV. Expenses:			
Construction Expenses	20	826,927	671,527
Changes in Stock of Flats and Commercial Units and Work-in-Progress		(247,685)	48
Employee Benefits Expense	21	51,939	43,194
Depreciation and Amortisation Expenses	22	4,414	2,344
Other Expenses	23	439,545	41,827
Total Expenses		1,075,140	758,940
V. Profit Before Tax (III - IV)		519,251	533,458
VI. Tax Expense:			
(1) Current Tax		340,000	190,000
(2) Deferred Tax		(114,786)	1,258
(3) Tax in respect of earlier years		(3,519)	0
VII. Profit for the year (V - VI)		297,556	342,200
VIII. Earnings per Equity Share of Face Value of ₹10 each:			
Basic and Diluted (₹) (Refer Note - 25)		164.73	189.45

Significant Accounting Policies
Notes on Financial Statements

1 to 37

As per our Report of even date.

For and on behalf of the Board

8/2, Kiran Sankar Roy Road
Kolkata-700001
Date: 11th May, 2017

Subrata De
Partner
Membership No. 054962
For and on behalf of
DE & BOSE
Chartered Accountants
Firm Registration No. 302175E

K. Dey (DIN: 07267373)
K. Sengupta
Chief Executive Officer
S. K. Saha
Chief Financial Officer

P. P. Ray (DIN: 00022211)
A. Sengupta
Company Secretary and
Compliance Officer

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH, 2017

(₹ '000)

	Year ended 31st March, 2017	Year ended 31st March, 2016
A. Cash Flows from Operating Activities:		
Net Profit before taxation and extraordinary items	519,251	533,458
Adjustment for:		
Depreciation and Amortisation	4,414	2,344
Loss on Sale/Discard of Fixed Assets	12	8
Receivables/Advance Written off	0	4,078
Liabilities no longer required Written off	5,476	0
Provision for Doubtful Debts and Advances	447,521	8,043
Operating Profit before working capital changes	976,674	547,931
Change in:		
Inventories and Construction Work-in-Progress	(247,685)	48
Trade and Other Receivables	(75,990)	(801)
Loans and Advances	30,476	(89,132)
Trade and Other Payables	(884,388)	(867,427)
Cash Generated from Operations before tax	(200,913)	(409,381)
Income Tax Paid (Net)	(355,013)	(210,319)
Net Cash from/(used in) Operating Activities	(555,926)	(619,700)
B. Cash Flows from Investing Activities:		
Purchase of Fixed Assets	(8,792)	(6,851)
Proceeds from Sale of Fixed Assets	26	440
Purchase of Investments	(56,000)	0
Net Cash from/(used in) Investing Activities	(64,766)	(6,411)
C. Cash Flows from Financing Activities:		
Dividend Paid	(81,266)	(117,410)
Dividend Distribution Tax Paid	(16,548)	(23,902)
Net Cash from/(used in) Financing Activities	(97,814)	(141,312)
Net change in Cash and Cash Equivalents	(718,506)	(767,423)
Opening Cash and Cash Equivalents	1,018,764	1,786,187
Closing Cash and Cash Equivalents *	300,258	1,018,764

* Refer Note - 15

As per our Report of even date.

For and on behalf of the Board

Subrata De
Partner
Membership No. 054962
For and on behalf of
DE & BOSE
Chartered Accountants
Firm Registration No. 302175E

8/2, Kiran Sankar Roy Road
Kolkata-700001
Date: 11th May, 2017

K. Dey (DIN: 07267373) P. P. Ray (DIN: 00022211)

K. Sengupta
Chief Executive Officer

S. K. Saha
Chief Financial Officer

A. Sengupta
Company Secretary and
Compliance Officer

SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Preparation

The Financial Statements have been prepared on historical cost basis and on the principle of a going concern. The Company follows mercantile system of accounting. The Financial Statements have been prepared in accordance with the provisions of the Companies Act, 2013 and Accounting Standards as prescribed under section 133 of the said Act, read with rule 7 of the Companies (Accounts) Rule, 2014 and other generally accepted accounting principles. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

B. Use of Estimates

The preparation of Financial Statements requires estimates and assumptions that affect the reported amount of assets, liabilities, revenue and expenses and disclosure of contingent liabilities on the date of Financial Statements. The difference between the actual results and estimates is recognised in the period in which the results are known/materialised.

C. Fixed Assets

Fixed Assets are stated at cost less accumulated depreciation. Cost comprises of the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

D. Depreciation and Amortisation

Depreciation of Tangible Fixed Assets is provided for under Written Down Value method according to the useful lives of the assets and procedure prescribed in the Schedule II of the Companies Act, 2013. Intangible Fixed Asset, viz. computer software is amortised over its useful life subject to maximum period of 5 years under Straight Line method.

E. Impairment of Assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is recognised to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

F. Investments

Investments which are readily realisable and intended to be held for not more than one year from the date on which such investments are made are classified as current investments. Current investments also include current maturities of long term investments. All other investments are classified as non-current (long term) investments. Long term investments are stated at cost less provision, if any, for diminution in value other than temporary. Current investments are valued at lower of cost or fair market value.

G. Recognition of Revenue from Operations

- a) Revenue from on-going projects, which commenced on or after 1st April, 2012 and also for the projects which have already commenced but where revenue is being recognised for the first time on or after 1st April, 2012, is recognised in accordance with the provisions of Accounting Standard (AS) 9 on "Revenue Recognition", read with Revised Guidance Note issued by The Institute of Chartered Accountants of India on "Accounting for Real Estate Transactions (Revised 2012)". Revenue is computed based on the "percentage of completion method" and on the percentage of actual project costs incurred thereon to total estimated project cost (known as "project costs incurred method"), subject to such actual construction cost incurred being 25 per cent or more of the total estimated construction cost.

SIGNIFICANT ACCOUNTING POLICIES

- b) Interest on Fixed Deposits with Bank: Revenue is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

H. Inventories

Inventories are valued as follows:

- a) "Construction work-in-progress is valued at lower of cost and net realisable value.
- b) Unsold constructed flats and commercial units are valued at lower of cost and net realisable value. Cost is determined on individual basis at "Adjusted Selling Price".

I. Retirement Benefits

- a) Contribution to Provident Fund and Employees' State Insurance Corporation (ESIC), defined contribution plan, are made at the prescribed rates to the Provident Fund Commissioner and the Authority of the ESIC respectively and are charged to the Statement of Profit and Loss. There are no other obligation other than the contribution payable.
- b) Gratuity, a defined benefit plan, is covered by a Group Gratuity cum Life Assurance Policy with Life Insurance Corporation of India (LICI). Annual contribution to the fund as determined by LICI is expensed in the year of contribution. The liability for Gratuity is determined on the basis of an actuarial valuation at the end of the year. Gains and losses arising out of actuarial evaluations are recognised immediately in the Statement of Profit and Loss as income or expense.
- c) Contribution to Superannuation Fund, a defined contribution scheme, is made to LICI, as per the arrangement with them.
- d) The Company has taken a policy to pay leave encashment benefits to its employees on annual interval. Hence determination of long term provisions for this liability is not necessary.

J. Provision for Current and Deferred Tax

Provision for Current and Deferred Tax is made after taking into consideration the benefits admissible under the provisions of the Income Tax Act, 1961. Deferred Tax is recognised considering the timing differences, which arises during the year and reversed in subsequent periods. Deferred Tax resulting from timing differences between book and taxable profit is accounted for using the current tax rate and laws that have been enacted or substantively enacted as at the Balance Sheet date. The Deferred Tax Asset is recognised and carried forward only to the extent that there is a reasonable certainty that the asset will be realised in future.

K. Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources and a reliable estimate can be made of the amount of the obligation. Contingent Liabilities are not recognised but will be disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the Financial Statements.

NOTES ON FINANCIAL STATEMENTS

(₹ '000)

	As at 31st March, 2017	As at 31st March, 2016
NOTE - 1		
Share Capital		
Authorised Capital		
1,00,00,000 Equity Shares of ₹ 10 each	100,000	100,000
	100,000	100,000
Issued, Subscribed and Paid up Capital		
18,06,300 Equity Shares of ₹ 10 each fully Paid up	18,063	18,063
	18,063	18,063

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

	As at 31st March, 2017	As at 31st March, 2016
	No. of Shares	No. of Shares
Equity Shares		
Balance at the beginning of the year	1,806,300	1,806,300
Add: Issued during the year	—	—
Balance at the end of the year	1,806,300	1,806,300

Terms/rights attached to equity shares:

The Company has only one class of equity shares having a par value of ₹10 per share, rank pari passu in all respects including voting rights and entitlement to dividend.

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, if any. The distribution will be in proportion to the number of equity shares held by the shareholders.

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

Name of the Shareholders	As at 31 March 2017		As at 31 March 2016	
	No. of shares	% held	No. of shares	% held
West Bengal Housing Board	902,250	49.95	902,250	49.95
The Peerless General Finance & Investment Company Ltd.	662,850	36.70	662,850	36.70
Shikha Holdings Pvt. Ltd.	159,000	8.80	159,000	8.80

Aggregate number of bonus shares issued and shares issued for consideration other than cash during the period of five years immediately preceding the reporting date:

The Company has not issued any bonus shares and shares issued for consideration other than cash nor has there been any buy back of shares during five years immediately preceding 31st March, 2017.

NOTES ON FINANCIAL STATEMENTS (Contd.)

(₹ '000)

	As at 31st March, 2017	As at 31st March, 2016
NOTE - 2		
Reserves and Surplus		
Reserves		
General Reserve:		
Balance as per Last Balance Sheet	1,225,642	1,075,642
Add: Transfer during the year	150,000	150,000
	1,375,642	1,225,642
Surplus:		
Balance as per Last Balance Sheet	193,286	102,179
Add: Profit for the year as per Statement of Profit & Loss	297,556	342,200
	490,842	444,379
Less: Appropriations:		
Transfer to General Reserve	150,000	150,000
Dividend on Equity Shares:		
Interim Dividend ₹ 30/share (Previous year ₹ 31.50/share)	54,189	56,898
Proposed Final Dividend (Previous year ₹ 15.00/share)	0	27,095
Dividend Distribution Tax:		
Interim	11,032	11,584
Proposed Final	0	5,516
	275,621	193,286
	1,651,263	1,418,928
NOTE - 3		
Other Long-term Liabilities		
Others	2,829	47,492
	2,829	47,492
NOTE - 4		
Long-term Provisions		
Provision for Employee Benefits	597	2,907
Provision for Project Contingencies	75,000	0
	75,597	2,907
NOTE - 5		
Trade Payables		
Other than Micro, Small and Medium Enterprises	112,691	121,255
	112,691	121,255
NOTE - 6		
Other Current Liabilities		
Advance Received from Customers	238,597	1,108,385
Statutory Dues to the Government	3,746	4,632
Others *	267,862	221,454
	510,205	1,334,471
* Refer Note - 30 for Payables to Related Party.		
NOTE - 7		
Short-term Provisions		
Provision for Employee Benefits	1,699	787
Provision for Current Tax	729,000	549,000
Provision for Project Contingencies	50,000	0
Proposed Dividend	0	27,095
Provision for Dividend Distribution Tax	0	5,516
	780,699	582,398

NOTES ON FINANCIAL STATEMENTS (Contd.)

NOTE - 8

(₹ '000)

FIXED ASSETS

PARTICULARS	GROSS BLOCK (A)				DEPRECIATION/AMORTIZATION (B)				NET BLOCK (A-B)	
	As at 1st April 2016	Additions during the year	Deductions during the year	As at 31st March 2017	As at 1st April 2016	For the year	Deductions during the year	As at 31st March 2017	As at 31st March 2017	As at 31st March 2016
Tangible:										
Buildings	0	1,589	0	1,589	0	7	0	7	1,582	0
Plant and Machinery	1,731	0	0	1,731	1,078	126	0	1,204	527	653
Furniture and Fittings	1,069	6,596	30	7,635	985	407	30	1,362	6,273	84
Motor Vehicles	3,453	0	0	3,453	2,632	259	0	2,891	562	821
Office Equipment	2,035	786	610	2,211	1,813	192	575	1,430	781	222
Computers and Data Processing Units	4,362	1,385	0	5,747	3,853	385	0	4,238	1,509	509
Sub Total (A)	12,650	10,356	640	22,366	10,361	1,376	605	11,132	11,234	2,289
Intangible:										
Computer Software *	10,867	25	19	10,873	3,906	3,038	19	6,925	3,948	6,961
Sub Total (B)	10,867	25	19	10,873	3,906	3,038	19	6,925	3,948	6,961
Total (A+B)	23,517	10,381	659	33,239	14,267	4,414	624	18,057	15,182	9,250
Previous year	18,867	6,851	2,201	23,517	13,675	2,344	1,752	14,267	9,250	—

* Other than internally generated.

NOTE - 9
Deferred Tax Assets (Net)

	As at 31st March, 2017	As at 31st March, 2016
Related to Fixed Assets	70	57
Provision for Leave Encashment	299	1,000
Provision for Medical Benefits	288	178
Provision for Gratuity	207	101
Provision for Doubtful Advances	110,746	0
Provision for Doubtful Debts	4,512	0
	<u>116,122</u>	<u>1,336</u>

NOTE - 10
**Long-term Loans and Advances - Unsecured,
Considered Good**

Security Deposits	18,713	18,271
	<u>18,713</u>	<u>18,271</u>

NOTE - 11
Other Non-current Assets

Others	1,274	22
	<u>1,274</u>	<u>22</u>

NOTES ON FINANCIAL STATEMENTS (Contd.)

(₹ '000)

	Year ended 31st March, 2017	Year ended 31st March, 2016
NOTE - 18		
Revenue from Operations		
Sale Value of Flats and Commercial Units*	1,445,365	1,144,550
Interest Income	48,508	115,141
Other Operating Revenues	62,737	1,124
	<u>1,556,610</u>	<u>1,260,815</u>
* Includes Project revenue recognised of ₹14,45,881 thousand (Previous year ₹11,29,387 thousand) for Avidipta, Refer Note - 32.		
NOTE - 19		
Other Income		
Other Interest Income	56	2,119
Other Non-operating Income	37,725	29,464
	<u>37,781</u>	<u>31,583</u>
NOTE - 20		
Construction Expenses		
Developers' Fees	0	540
Land/Land Development	7,999	13,118
Boundary Wall	4,491	202
Pile Foundation/Sub Structure	14,296	18,302
Super Structure	319,055	361,787
Roads and Area Drainage	25,642	27,343
Electrification	51,667	120,325
Sanitary and Water Supply	51,123	77,525
Land Landscape	11,184	0
Direct Administrative Expenses	341,470	52,385
	<u>826,927</u>	<u>671,527</u>
Changes in Inventories of Finished Goods and Work-in-Progress		
A. Closing Inventories:		
Stock of Flats and Commercial Units	432,378	369,534
Work-in-Progress	1,024,368	840,464
Less: Impairment Loss	652	0
	<u>1,023,716</u>	<u>840,464</u>
	<u>1,456,094</u>	<u>1,209,998</u>
B. Opening Inventories:		
Stock of Flats and Commercial Units	369,534	376,689
Less: Stock converted into Buildings	1,589	0
Work-in-Progress	367,945	376,689
	<u>840,464</u>	<u>833,357</u>
	<u>1,208,409</u>	<u>1,210,046</u>
Net Changes (B - A)	<u>(247,685)</u>	<u>48</u>
NOTE - 21		
Employee Benefits Expense		
Salaries & Wages*	41,089	36,436
Contribution to ESIC, Gratuity, Provident and Superannuation Funds#	5,236	3,182
Staff Welfare Expenses	5,614	3,576
	<u>51,939</u>	<u>43,194</u>

* Refer Note - 30 for remuneration to Key Managerial Personnel.

NOTES ON FINANCIAL STATEMENTS (Contd.)

Contribution to Employees' State Insurance Corporation (ESIC) includes ₹ 122 thousand (Previous year ₹ 275 thousand).

The disclosures required under Accounting Standard (AS) 15 (Revised) on "Employee Benefits" prescribed under section 133 of the Companies Act, 2013 are given below:

Defined Contribution Plan

Employer's Contribution to Provident Fund: ₹ 2,300 thousand (Previous year ₹ 2,153 thousand).

Employer's Contribution to Superannuation Fund: ₹ 1,683 thousand (Previous year ₹ 1,646 thousand).

Defined Benefit Plan

The employees' Gratuity Fund scheme managed by LIC is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method. The present value of obligation of Compensated Absence is determined based on actuarial valuation using the Projected Accrued Benefit Method which is same as the Projected Unit Credit Method in respect of past service.

	(₹ '000)	
	Gratuity (Funded)	
	Year ended 31st March, 2017	Year ended 31st March, 2016
a) Reconciliation of opening and closing balances of Defined Benefit Obligation:		
Defined Benefit Obligation at beginning of the year	5,766	6,535
Current Service Cost	767	576
Interest Cost	500	493
Actuarial Losses/(Gains)	623	(1,561)
Benefits Paid	(85)	(277)
Defined Benefit Obligation at year end	7,571	5,766
b) Reconciliation of opening and closing balances of Fair Value of Plan Assets:		
Fair Value of Plan Assets at beginning of the year	5,475	4,994
Expected Return on Plan Assets	466	419
Actuarial (Losses)/Gains	(59)	(19)
Contributions by Employer	1,177	358
Benefits Paid	(85)	(277)
Fair Value of Plan Assets at year end	6,974	5,475
	As at	As at
	31st March, 2017	31st March, 2016
c) Reconciliation of Fair Value of Assets and Obligations:		
Fair Value of Plan Assets	6,974	5,475
Present Value of Obligations	7,571	5,766
Amount recognised in Balance Sheet	(597)	(291)

NOTES ON FINANCIAL STATEMENTS (Contd.)

(₹ '000)

	Year ended 31st March, 2017	Year ended 31st March, 2016
NOTE - 23		
Other Expenses		
Power and Fuel (Net)	881	932
Rent	3,593	3,593
Repairs and Office Maintenance	2,822	1,243
Insurance	58	71
Rates and Taxes	44	40
Miscellaneous Expenses	102	246
Payment to Auditors #	600	400
Advertisement and Publicity	1,484	1,456
Professional and Legal Fees	12,356	8,606
Loss on Sale/Discard of Fixed Assets	12	8
CSRExpenses	7,373	3,850
Donation	4,050	1,000
Others * @ ^	406,170	20,382
	439,545	41,827
# Payment to Auditors:		
As Auditor:		
Audit Fee including Tax Audit Fee	500	300
Service Tax	0	0
For Other Services:		
Professional Fees	100	100
Service Tax	0	0
	600	400

* Includes Provision for Doubtful Receivables above 18 months - ₹ 2,521 thousand (Previous year ₹ 8,043 thousand).

@ Includes Provision for Doubtful Advances - ₹ 3,20,000 thousand (Previous year ₹ Nil).

^ Includes Receivables/Advance written off - ₹ Nil (Previous year ₹ 4,078 thousand).

NOTE - 24

Expenditure and Earnings in Foreign Currency

Earnings in Foreign Currency 0 0

NOTE - 25

Earnings per Share (EPS)

a) Profit for the year	297,556	342,200
b) Weighted average number of Equity Shares used as denominator for calculating EPS	1,806,300	1,806,300
c) Basic and Diluted Earnings per Share (₹)	164.73	189.45
d) Face Value per Equity Share (₹)	10.00	10.00

NOTES ON FINANCIAL STATEMENTS (Contd.)

NOTE - 26

Dues to Micro, Small and Medium Scale Enterprises

The Company has not received information from contractors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure under Section 22 of the said Act has not been given.

NOTE - 27

As the Company's business activity falls within a single primary business segment, viz. dealing in Construction of Residential as well as Commercial Complexes and in a single geographical segment, the disclosure requirement of Accounting Standard (AS) 17 on "Segment Reporting" is not applicable.

NOTE - 28

There is no impairment loss in terms of the Accounting Standard (AS) 28 on "Impairment of Assets" issued by The Institute of Chartered Accountants of India.

NOTE - 29

In the opinion of the Board of Directors, all items of loans and advances, inventories, trade receivables and other current assets have a value of realisation in the ordinary course of Company's business, which is atleast equal to the amount at which they are stated in the Financial Statements except NOTE - 17.

NOTE - 30

Related Party disclosures as required in terms of Accounting Standard (AS) 18 on "Related Party Disclosures" are as under:

a) Promoters:

West Bengal Housing Board
The Peerless General Finance & Investment Company Limited

b) Associates:

Peerless Hotels Limited	Peerless Securities Limited
Peerless Financial Products Distribution Limited	Peerless Hospitex Hospital and Research Center Limited
Peerless Trust Management Company Limited	Peerless Funds Management Company Limited
Peerless Financial Services Limited	

c) Key Managerial Personnel:

Shri Ketan Sengupta, <i>Chief Executive Officer</i>	Shri Sankar Kumar Saha, <i>Chief Financial Officer</i>
Shri Ayan Sengupta, <i>Company Secretary and Compliance Officer</i>	

d) The Company's related party transactions during the year and their balances as at 31st March are as below: (₹ '000)

Nature of Transactions	Promoters		Associates		Key Managerial Personnel		Total	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
Rent	4,129	4,092	—	—	—	—	4,129	4,092
Remuneration	—	—	—	—	14,037	9,082	14,037	9,082
Dividend	70,429	101,731	—	—	—	101	70,429	101,832
Cost of Service	—	—	427	286	—	—	427	286
Reimbursement of Expenditure	—	—	1,110	1,073	—	—	1,110	1,073
Balances as at 31st March:								
Advances	214	214	—	—	—	—	214	214
Receivables	—	—	141	138	—	—	141	138
Payables	—	—	18	58	—	—	18	58
Security Deposits	514	514	—	—	—	—	514	514

The above related party information is disclosed to the extent such parties have been identified by the management on the basis of information available. This is relied upon by the auditors.

NOTES ON FINANCIAL STATEMENTS (Contd.)

NOTE - 31

Estimated amount of contracts of ₹1,200 thousand exclusive of tax (Previous period ₹Nil) remain to be executed on capital assets and are not provided for.

NOTE - 32

Disclosure under the Guidance Note issued by The Institute of Chartered Accountants of India on "Accounting for Real Estate Transactions (Revised 2012)".

	Year ended 31st March, 2017	(₹ '000) Year ended 31st March, 2016
Project revenue recognised (Refer NOTE - 18)	1,445,881	1,129,387
Aggregate amount of cost incurred and profit recognised (cumulative)	4,680,931	3,304,987
Amount of advances received	155,765	4,190,546
Amount of work-in-progress	1,023,716	840,464

NOTE - 33

A demand of ₹24,577 thousand was raised by the Income Tax Authority for the Assessment Year 2012-13 against which an appeal was filed before the Competent Authority on 31.03.2015. The Company had paid ₹22,965 thousand during June, 2015 towards the revised demand before resolution of the Appeal as per Instruction No. 1914 dated 02.12.1993 of the CBDT.

A Notice to Show Cause Cum Demand of ₹9,509 thousand (exclusive of interest) was issued by the Service Tax Authority for the period from 2010-11 to 2013-14 against which the Company had voluntarily deposited ₹10,236 thousand (inclusive of interest). After representation, the Adjudication Authority confirmed the demand for service tax on gross basis of ₹9,509 thousand and penalty of ₹9,519 thousand and interest upto the date of Order. The Company on protest has paid the balance of service tax of ₹1,014 thousand, penalty of ₹2,387 thousand and interest of ₹1,762 thousand. An appeal has been filed before the Hon'ble CESTAT, Eastern Zonal Bench.

NOTE - 34

Movement in Provision for Doubtful Receivables and Advances during the year are as follows:

Particulars	Doubtful Receivables		Doubtful Advances	
	Year ended 31st March, 2017	Yearended 31st March, 2016	Year ended 31st March, 2017	Yearended 31st March, 2016
Opening Balance	10,516	2,473	0	0
Add: Provision made	2,521	8,043	320,000	0
Closing Balance	13,037	10,516	320,000	0

NOTE - 35

Event occurring after the Balance Sheet date:

On 11th May, 2017 the Board of Directors proposed the final dividend of ₹36,126 thousand representing 200% of Share Capital. Dividend Distribution Tax thereon would be ₹7,355 thousand.

NOTES ON FINANCIAL STATEMENTS (Contd.)**NOTE - 36**

Discloser for the details of Specified Bank Notes (SBN) held and transacted during the period from 8th November, 2016 to 30th December, 2016.

	SBNs	Other denominations notes	Total
Closing cash in hand as on 08.11.2016	175	48	223
(+) Permitted receipts	59	604	663
(-) Permitted payments	0	347	347
(-) Amount deposited in Banks	234	0	234
Closing cash in hand as on 30.12.2016	0	305	305

NOTE - 37

Previous year's figures have been regrouped/rearranged where necessary to conform to current year's presentation.