



Date: 30/06/2020

To,
The Secretary,
The Calcutta Stock Exchange Limited,
7, Lyons Range, Dalhousie,
Murgighata, BBD Bagh,
Kolkata – 700001

Dear Sir,

SUB: COMPLIANCE OF REGULATION 33 OF SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND DISCLOSURES REQUIREMENTS) REGULATIONS, 2015 FOR M/S. KONARK BUILDERS & DEVELOPERS LIMITED.

Scrip Code: 21154

With regard to captioned subject, the Board of Directors of the Company at its meeting held on 30th June, 2020 has considered and approved the audited financial results for the Quarter and year ended on 31st March, 2020. The said financial results were accompanied by the Audit Report given by the statutory auditor of the company.

Kindly find enclosed herewith audited Financial Statements for the quarter and year ended on 31st March, 2020 along with Audit Report in compliance of Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015.

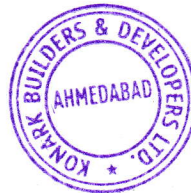
You are requested to take the same on record.

Thanking you.

Yours sincerely,

FOR, KONARK BUILDERS & DEVELOPERS LIMITED

MR. DIPEN LIMBANI
MANAGING DIRECTOR
(DIN: 08271635)



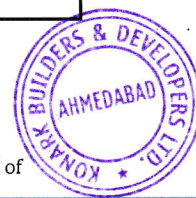
Audited financial results for the Quarter and Year Ended on 31st March, 2020

PART- I					
Statement of Standalone Audited Results for the Quarter and Year Ended on 31st March, 2020					
Particulars	(Rs in lakhs)				
	Quarter ended on			Year ended on	
	31.03.2020 Audited	31.12.2019 Unaudited	31.03.2019 Audited	31.03.2020 Audited	31.03.2019 Audited
Income from Operations					
I Revenue from operation	15.36	-	-	16.90	95.48
II Other Income	9.31	2.71	17.60	17.43	20.60
III Total Income (I + II)	24.66	2.71	17.60	34.33	116.08
IV Expenses					
a) Cost of Material Consumed					
b) Purchase of Stock in Trade	19.09	0.30	0.70	19.96	93.33
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(4.45)	-	(0.70)	(3.75)	(0.70)
d) Employee Benefit Expense	2.38	0.60	1.15	4.68	3.81
e) Finance cost	-	-	-	-	-
f) Depreciation & amortization	0.05	-	0.01	0.10	0.01
g) Other Expenditure	4.08	1.85	5.95	9.23	11.19
Total Expenses (IV)	21.16	2.75	7.10	30.22	107.64
V Profit/(Loss) before extra ordinary and exceptional Items	3.51	(0.04)	10.50	4.10	8.44
VI Exceptional Items					
VII Profit/(Loss) before extra ordinary Items and tax (V - VI)	3.51	(0.04)	10.50	4.10	8.44
VIII Extra Ordinary Items					
IX Profit / (Loss) before Tax (VII- VIII)	3.51	(0.04)	10.50	4.10	8.44
X Tax expense					
(i) Current Tax	0.42	-	1.22	1.06	3.86
(ii) Deferred Tax	0.01	-	-	(0.63)	0.67
Profit (Loss) for the period from continuing operations					
XI (IX - X)	3.08	(0.04)	9.28	3.67	3.91
XII Profit/(loss) from discontinuing operations					
XIII Tax expense of discontinuing operations					
Profit/(loss) from Discontinuing operations (after tax)					
XIV (XII - XIII)	-	-	-	-	-
XV Profit (Loss) for the period (XI + XIV)	3.08	(0.04)	9.28	3.67	3.91
XVI Other Comprehensive Income:					
A. (i) Items that will not be reclassified to profit or loss					
(ii) Income tax relating to items that will not be reclassified to profit or loss					
B. (i) Items that will be reclassified to profit or loss					
(ii) Income tax relating to items that will be reclassified to profit or loss					
XVII Comprising Profit (Loss) and Other comprehensive Income	3.08	(0.04)	9.28	3.67	3.91
Share of Profit / (loss) of associates *					
Minority Interest*					
16 Net Profit / (Loss) for the year	3.08	(0.04)	9.28	3.67	3.91
XVIII Paid up equity share capital	309.25	309.25	309.25	309.25	309.25
Face value of equity share capital	10.00	10.00	10.00	10.00	10.00
18 Reserve excluding Revaluation Reserves	28.18	-	-	28.18	24.51
XIX Earnings Per Share (for continuing operation):					
a) Basic	0.10	(0.00)	0.30	0.12	0.13
b) Diluted					
XX Earnings Per Share (for discontinued operation)					
a) Basic					
b) Diluted					
XXI Earnings Per Share (for discontinued & continuing operation)					
a) Basic	0.10	(0.00)	0.30	0.12	0.13
b) Diluted					

NOTES:

- Profit / loss from discontinuing operations, if any, included in the above shall be disclosed separately with details thereof.
- The above audited Financial Results have been reviewed by Audit-committee of the Board and approved and adopted by Board of Directors at its meeting held on 30th June, 2020.

Regd. Office :

 2nd Floor, 218, Sunrise Shopping Mall, Near Swaminarayan Mandir, Mansi Char Rasta, Vastapur, Ahmedabad, Gujarat-380015




3 This statements has been prepared in accordance with the Companies (Indian Accounting Standard) Rules,2015 - IND AS prescribed under sec- 133 of the companies Act, 2013 read with the Companies(Indian Accounting Standards) Rules, 2015 as amended by the Companies(Indian Accounting Standards) (Amendment) Rules, 2016 and other recognised accounting practices and policies to the extent applicable and in terms of Regulation 33 of SEBI(Listing Obligation and Disclosure Requierment) Regulations, 2015 .

4 As per the defination of Reportable segment in Accordance with Accounting standard 17 of Segment Reporting issued by Institue of Chartered Accountant of india, the company has books and real estate segment. Hence, seprate disclosure for segment reporing is not applicable to the company.


Impact of the CoVID-19 pandemic on their financial statements :value and operating of the company has been on the hold and is facing the tremendous force on gaining it on line.

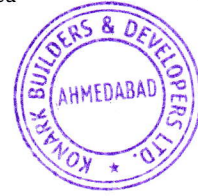
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6 To facilitate Comparision , figures of previous periods has been regrouped and rearranged, wherever necessary.

Place: Ahmedabad
Date:30/06/2020

BY ORDER OF THE BOARD OF DIRECTORS,
FOR, Konark Builders and Developers Limited

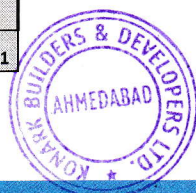

Dipenkumar Limbani
Managing Director
DIN: 08271635





Statement of Assets and Liabilities

Standalone Statement of Assets and Liabilities		As at (current year ended on) 31.03.2020	As at (the previous year ended on) 31.03.2019
	Assets		
1	Non-current assets		
	(a) Property, plant and equipment	93,550	1,04,046
	(b) Capital work-in-progress		
	(c) Investment property		
	(d) Goodwill		
	(e) Other intangible assets		
	(f) Intangible assets under development		
	(g) Biological assets other than bearer plants		
	(h) financial Assets	93,550	1,04,046
	Non-current financial assets		
	(i) Non-current investments	34,67,710	9,92,000
	(ii) Trade receivables, non-current		
	(iii) Loans, non-current	2,44,15,759	2,91,16,284
	(iv) other non current financial assets		
	Total non-current financial assets	2,78,83,469	3,01,08,284
	(i) Deferred tax assets (net)		
	(j) Other non-current assets		
	Total non-current assets	2,79,77,019	3,02,12,330
2	Current assets		
	(a) Inventories	4,45,000	70,078
	(b) Current financial asset		
	(I) Current investments		
	(II) Trade receivables, current	38,37,619	29,37,616
	(III) Cash and cash equivalents	21,21,554	3,91,565
	(IV) Bank balance other than cash and cash equivalents		
	(V) Loans, current		
	(VI) Other current financial assets (to be specified)	4,29,458	1,94,581
	Total current financial assets	68,33,631	35,93,840
	(c) Current tax assets (net)		
	(d) Other current assets		
	Total current assets	68,33,631	35,93,840
3	Non-current assets classified as held for sale		
#####	Regulatory deferral account debit balances and related deferred tax Assets		
	Total assets	3,48,10,650	3,38,06,170
	Equity and liabilities		
1	Equity		
	Equity attributable to owners of parent		
	(a) Equity share capital	3,09,25,000	3,09,25,000
	(b) Other equity	28,18,434	24,51,011
	Total equity attributable to owners of parent	3,37,43,434	3,33,76,011
	Non controlling interest		
	Total equity	3,37,43,434	3,33,76,011



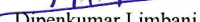


2	Liabilities		
	Non-current liabilities		
	(a) Non Current financial liabilities		
	(I) Borrowings, non-current	2,37,000	3,00,000
	(II) Trade payables, non-current		
	(III) Other non-current financial liabilities	2,524	1,811
	Total non-current financial liabilities	2,39,524	3,01,811
	(b) Provisions, non-current		
	(c) Deferred tax liabilities (net)		
	Deferred government grants, Non-current		
	(d) Other non-current liabilities		
	Total non-current liabilities		
	Current liabilities		
	(a) financial liabilities		
	(I) Borrowings, current		
	(II) Trade payables, current	6,96,354	46,848
	(III) Other current financial liabilities		
	Total current financial liabilities		
	(b) Other current liabilities	1,31,338	81,500
	(c) Provisions, current		
	(d) Current tax liabilities (Net)		
	Deferred government grants, Current		
	Total current liabilities		
	Deferred government grants, Current		
	Total current Liabilities	8,27,692	1,28,348
3	Liabilities directly associated with assets in disposal group classified as held for sale		
4	Regulatory deferral account credit balances and related deferred tax liability		
	Total liabilities	10,67,216	4,30,159
	Total equity and liabilities	3,48,10,650	3,38,06,170

To facilitate Comparison , figures of previous periods has been rearranged, wherever necessary.

Place: Ahmedabad
Date: 30-Jun-20

BY ORDER OF THE BOARD OF DIRECTORS ,
FOR, Konark Builders and Developers Limited


Dipenkumar Limbani
Managing Director
DIN: 08271635





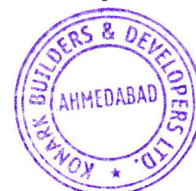
STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2020		
PARTICULARS	YEAR ENDED	
	31st March, 2020	31st March, 2019
A. CASH FLOW FROM OPERATING ACTIVITY		
Profit before Income Tax	4,10,407	8,44,126
Adjustment for :		
Depreciation and amortisation expense	10,496	905
(Gain)/loss on disposal of property, plant and equipment		
Dividend and interest income classified as investing cash flows	(17,39,076)	(20,60,077)
Finance costs		
Operating Profit before working capital change	(13,18,173)	(12,15,046)
Change in operating assets and liabilities		
(Increase)/Decrease in trade receivables	(9,00,002)	(8,30,070)
(Increase)/Decrease in inventories	(3,74,922)	(70,078)
Increase/(Decrease) in trade payables	7,00,057	(13,26,178)
(Increase)/Decrease in other financial assets		
(Increase)/Decrease in other current assets	(2,34,877)	12,20,222
Increase/(Decrease) in provisions		
Increase/(Decrease) in other current liabilities		
Cash used in/ generated from operations	(21,27,917)	(22,21,150)
Income taxes paid	42,984	4,52,813
Cash used in/generated from operations (A)	(21,70,901)	(26,73,963)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Payments for property, plant and equipment	-	(1,04,951)
Purchase of investments		
Proceeds from sale of property, plant and equipment		
Proceeds from sale of investments	(24,75,710)	2,74,000
Dividends received		
Interest received	17,39,076	20,60,077
(Increase)/Decrease in other Bank balances not treated as Cash and Cash Equivalents		
Net cash outflow from investing activities (B)	(7,36,634)	22,29,126
C. CASH FLOW FROM FINANCING ACTIVITIES		
Finance costs		
Dividends paid		
Dividend Tax paid		
Availment/(Repayment) of Short Term Borrowings	46,37,524	(6,43,365)
Availment/(Repayment) of Working Capital Borrowings		
Net cash inflow/ (outflow) from financing activities ©	46,37,524	(6,43,365)
Net Increase/ (Decrease) in cash and cash equivalents (A+B+C)	17,29,989	(10,88,202)
Cash and Cash Equivalents at the beginning of the financial year	3,91,565	14,79,767
Cash and Cash Equivalents at the end	21,21,554	3,91,565

The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standards [Ind AS 7] - "Statement of Cash Flow".

Place: Ahmedabad
Date: 6/30/2020

BY ORDER OF THE BOARD OF DIRECTORS,
FOR, Konrak Builders and Developers Limited

[Signature]
Dipenkumar Limbani
Managing Director
DIN: 08271635





INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF KONARK BUILDERS AND DEVELOPERS LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **KONARK BUILDERS AND DEVELOPERS LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Key Audit Matters

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

Sr. No	Key Audit Matter	Auditor's Response
1	Revenue is one of the key profit drivers and is therefore susceptible to misstatement. Cut off is the key assertion is on so far as revenue recognition is concerned, since an inappropriate cut off can result in material misstatement of results for the year.	Our audit procedures with regards to revenue recognition includes testing controls, automated and manual, around dispatch/deliveries, inventory reconciliation and circularization of receivable balances, substantive testing for cut offs and analytical review procedures.



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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

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

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

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

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of 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, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of

the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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

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

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

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- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

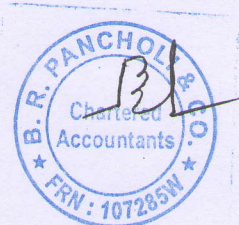
Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative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

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

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

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

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Report on Other Legal and Regulatory Requirements

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 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". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended: In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements.
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

Place : Vadodara

Date : 30th June, 2020

UDIN NO: 20041254 AAAAB N 7601



For : B. R. Pancholi and co.
Chartered Accountants
FRN No. 107285W

B. R. Pancholi
CA Bhupendra Pancholi
Partner
Membership No. 041254



ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

CA Bhupendra Pancholi

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' Section of our Report to the Members of **KONARK BUILDERS AND DEVELOPERS LIMITED** of even date)

Report on the Internal Financial Controls Over Financial Reporting 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 **KONARK BUILDERS AND DEVELOPERS LIMITED** ("the Company") as of March 31, 2020 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 Board of Directors of the Company 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. 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 respective 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, 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.

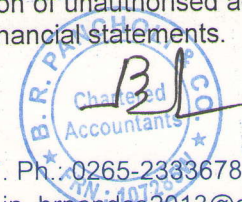
We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Company.

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.

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Limitations of Internal Financial Controls Over Financial Reporting

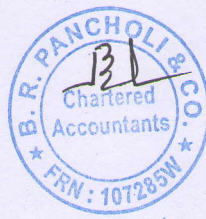
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal 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

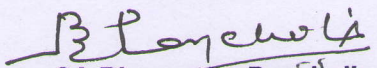
In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, 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.

Place : Vadodara

Date : 30th June, 2020



For : B. R. Pancholi and co.
Chartered Accountants
FRN No. 107285W


CA Bhupendra Pancholi
Partner
Membership No. 041254



ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of KONARK BUILDERS AND DEVELOPERS LIMITED of even date)

CA Bhupendra Pancholi

CA Rishi Pancholi

- i. In respect of the Company's fixed assets:
- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) The Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds / registered sale deed provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date. In respect of immovable properties of land and building that have been taken on lease and disclosed as fixed assets in the standalone financial statements, the lease agreements are in the name of the Company.
- ii. As informed, the Company has inventories of shares and financial assets. As explained to us, the inventories being stock of equity shares, held in dematerialized form and physical form, were verified during the year by the Management at reasonable intervals.
- iii. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
- v. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2020 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
- vi. The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company. Thus reporting under clause 3(vi) of the order is not applicable to the Company.
- vii. According to the information and explanations given to us, 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, Goods and Service Tax, Customs Duty, Cess and other material statutory dues applicable to it with the appropriate authorities.
 - (b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues in arrears as at March 31, 2020 for a period of more than six months from the date they became payable.
 - (c) There were no dues of Income tax and Service Tax / Goods and Services Tax as on March 31, 2020 on account of disputes.

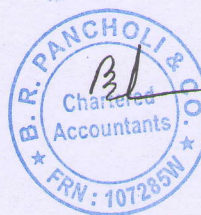


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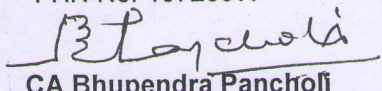
- viii. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to financial institutions and banks. The Company has not taken any loans or borrowings from Government and has not issued any debentures.
- ix. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the Order is not applicable to the Company.
- x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. In our opinion and according to the information and explanations given to us, 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 Act.
- xii. The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly paid convertible debentures and hence reporting under clause 3 (xiv) of the Order is not applicable to the Company.
- xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. According to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Place : Vadodara

Date : 30th June, 2020



For : B. R. Pancholi and co.
Chartered Accountants
FRN No. 107285W


CA Bhupendra Pancholi
Partner
Membership No. 041254

Declaration Pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015.

This is with reference to the audit report given by the Statutory Auditor of the Company dated 30th June, 2020 in respect of the Standalone Audited Financial Results for the Quarter as well as Year ended on 31st March, 2020, we hereby declare that the pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the auditors opinion, in respect of aforesaid financial statements is unmodified.

Yours faithfully,

For, Konark Builders & Developers Limited



MR. DIPEN LIMBANI
MANAGING DIRECTOR
(DIN: 08271635)