

Ref. No.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF KPL EXPORTS PVT LIMITED

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of KPL Exports Pvt Limited (hereinafter referred to as the Holding Company/ Company) and its subsidiaries/ associates (the Holding Company and its subsidiaries/associates together referred to as the Group'), comprising of the Consolidated Balance Sheet as at 31st March, 2018, the Consolidated Statement of Profit and Loss, the Consolidated Statement of Changes in Equity, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as the consolidated financial statements).

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as the Act) that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, as applicable. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated Ind AS financial statements based on our audit. While conducting the 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 consolidated Ind AS financial statements are free from material misstatement.



Ref. No.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated Ind AS 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 Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated Ind AS financial statements.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated Ind AS 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 consolidated state of affairs of the Group as at 31st March, 2018, and their consolidated profit and their consolidated 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, to the extent applicable, 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 of the aforesaid consolidated Ind AS financial statements.
 - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
 - b) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, the Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated Ind AS financial statements.



Ref. No.

d) In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Accounting Standards prescribed under Section 133 of the Act, as applicable.

e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2018 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary/ associate companies incorporated in India, none of the directors of the Group companies is disqualified as on March 31, 2018 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 and the operating effectiveness of such controls, refer to our Report in Annexure A, which is based on the auditors' reports of the Holding company and its subsidiary/ associate companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Holding company's and subsidiary/associate companies incorporated in India internal financial controls over financial reporting.

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 Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Group does not have any pending litigations which would impact its financial position.

ii. Provision has been made in the consolidated financial statements, 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 Holding Company and its subsidiary/ associate companies incorporated in India.

For MEHROTRA & MEHROTRA

Chartered Accountants

Firm's Registration No. 00226C


(Vivek Kumar)
Partner
Membership No. 408227

Place: Kanpur

Date : 25th May, 2018

Ref. No.

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph (f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Act

In conjunction with our audit of the consolidated Ind AS financial statements of KPL Exports Pvt Limited (hereinafter referred to as the Holding Company/the Company) as of and for the year ended March 31, 2018, we have audited the internal financial controls over financial reporting of the Company and its subsidiary/ associate companies, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding company and its subsidiary/ associate companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the 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 Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the Guidance Note) issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under Section 143(10) of the Act, 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.



Ref. No.

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 Holding Company and its subsidiary/ associate companies, which are companies incorporated in India, have, 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, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For MEHROTRA & MEHROTRA

Chartered Accountants

Firm's Registration No. 00226C


(Vivek Kumar)
Partner
Membership No. 408227

Place: Kanpur

Date : 25th May, 2018

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2018

PARTICULARS		NOTE	Amount in Rs.	
			As at 31 March 2018	As at 31 March 2017
I.	ASSETS			
	(1) Non-Current Assets			
	Property, Plant and Equipment	2	70411911.47	76181371.32
	Investment Property	3	220978510.00	220978510.00
	Goodwill		0.00	57876905.65
	Financial Assets			
	Bank Deposits	4	527971756.14	344489898.35
	(2) Current Assets			
	Inventories	5	490454.70	1813514.11
	Financial assets			
	Investments	6	138005423.39	15126277.77
	Trade Receivables	7	4652673596.45	3149636415.22
	Cash and Cash Equivalents	8	49142020.89	159330221.25
	Bank Balances other than above	9	46762967.06	418610302.00
	Bank Deposits	10	734220339.98	2399755822.27
	Other Financial Assets	11	328083766.84	312600675.02
	Current Tax Assets (Net)	12	74848300.33	66513924.78
	TOTAL ASSETS		6843589047.25	7222913837.74
II.	EQUITY & LIABILITIES			
	(1) Equity			
	Equity Share capital	13	60000000.00	60000000.00
	(2) Other Equity			
	Reserves & Surplus	14	1882857690.73	1788961835.97
	Non Controlling Interests		0.00	1511004.24
	(3) Non-current liabilities			
	Deffered Tax Liabilities (Net)	15	7126593.76	5123641.97
	(4) Current Liabilities			
	Financial Liabilities			
	Borrowings	16	1616820680.85	992181397.56
	Trade Payables	17	3105590163.95	4223791528.00
	Other Current Liabilities	18	171193917.96	151344430.00
	TOTAL EQUITY & LIABILITY		6843589047.25	7222913837.74
	Significant Accounting Policies	1		
	Notes are an integral part of the financial statements.	2-31		

AS PER OUR REPORT OF EVEN DATE ATTACHED HERETO.

For MEHROTRA & MEHROTRA

Firm Regn NO. 000226C

CHARTERED ACCOUNTANTS



(VIVEK KUMAR)

Partner

Membership No. 408227

Place: Kanpur

Date : 25th May, 2018

For and on behalf of the Board

(DEEPAK KOTHARI)

Director

(MITESH KOTHARI)

Director

(ANKITA BANSAL)

Company Secretary

KPL EXPORTS PVT. LTD				
CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2018				
PARTICULARS		NOTE	Amount in Rs.	
			Year Ended 31-March 2018	Year Ended 31-March 2017
I.	Revenue from Operations			
	Revenue from operations	19	10259720954.67	9596131302.23
	Other income	20	1915299.66	126277.77
	Total Income		10261636254.33	9596257580.00
II.	Expenses			
	Cost of materials consumed	21	6101287.54	8322958.38
	Purchase of stock-in-trade	22	9879642174.23	9050914234.00
	Changes in inventories	23	705509.94	53994859.24
	Employee benefit expense	24	9725929.58	7195971.00
	Depreciation and amortisation expense	2	5092632.54	5055378.84
	Other Expenses	25	131399283.76	37520884.30
	Finance Cost	26	88735886.00	247352727.01
	Total Expenses		10121402703.59	9410357012.77
III.	Profit before Exceptional Items & Tax		140233550.74	185900567.23
	Exceptional items		0.00	0.00
IV.	Profit/(Loss) before Tax		140233550.74	185900567.23
	Income Tax Expense			
	Current tax		46219000.00	63300000.00
	Deferred tax		2279748.97	1846518.97
	Excess Provision of Income Tax for Earlier Year (Net)		-1002385.00	685183.87
V.	PROFIT/(LOSS) FOR THE YEAR		92737186.77	120068864.39
VI.	Other Comprehensive Income			
	A. Items that may be reclassified to profit or loss		0.00	0.00
	Income Tax relating to these Items		0.00	0.00
	B. Items that will not be reclassified to profit or loss		0.00	0.00
	Income Tax relating to these Items		0.00	0.00
	Other Comprehensive Income for the Year (Net of Tax)		0.00	0.00
VII.	TOTAL COMPREHENSIVE INCOME FOR THE YEAR		92737186.77	120068864.39
VIII.	Earnings per Share			
	Basic EPS		15.46	20.01
	Diluted EPS		15.46	20.01
	Significant Accounting Policies	1		
	Notes are an integral part of the financial statements.	2-31		

AS PER OUR REPORT OF EVEN DATE ATTACHED HERETO.

For MEHROTRA & MEHROTRA

Firm Regn NO. 000226C

CHARTERED ACCOUNTANTS

Civil Lines
Kanpur

(VIVEK KUMAR)

Partner

Membership No. 408227

For and on behalf of the Board

(DEEPAK KOTHARI)

Director

(MITESH KOTHARI) (ANKITA BANSAL)

Director Company Secretary

Place: Kanpur

Date : 25th May, 2018

Statement of Changes in Equity

A. Equity Share Capital	
Particulars	Amount
AS at 01.04.2016	(Rs.) 60000000.00
Issue of Equity Share Capital	0.00
AS at 31.03.2017	60000000.00
Issue of Equity Share Capital	0.00
AS at 31.03.2018	60000000.00

B. Other Equity				
Particulars	Reserve & Surplus		Items of OCI	Total
	Security Premium Account	Retained Earnings		
AS at 01.04.2016	1000000000.00	668892971.58	0.00	1668892971.58
Profit for the year	0.00	120068864.39	0.00	120068864.39
Other Comprehensive Income	0.00	0.00	0.00	0.00
Total Comprehensive Income for the year	0.00	120068864.39	0.00	120068864.39
AS at 31.03.2017	1000000000.00	788961835.97	0.00	1788961835.97
Profit for the year	0.00	92737186.77	0.00	92737186.77
Other Comprehensive Income	0.00	0.00	0.00	0.00
Total Comprehensive Income for the year	0.00	92737186.77	0.00	92737186.77
Addition/ (Deletion) during the year				
Adjustment related to Ceased Subsidiaries	0.00	1158667.99	0.00	1158667.99
AS at 31.03.2018	1000000000.00	882857690.73	0.00	1882857690.73

AS PER OUR REPORT OF EVEN DATE ATTACHED HERETO.

For MEHROTRA & MEHROTRA

Firm Regn NO. 000226C

CHARTERED ACCOUNTANTS

16/49

Civil Lines

Kanpur-01

(VIVEK KUMAR)

Partner

Membership No. 408227

Place: Kanpur

Date : 25th May, 2018

For and on behalf of the Board

(DEEPAK KOTHARI)
Director(MITESH KOTHARI) (ANKITA BANSAL)
Director Company Secretary

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2018

PARTICULARS	YEAR ENDED 31ST MARCH, 2018		YEAR ENDED 31ST MARCH, 2017	
	(Rs.)	(Rs.)	(Rs.)	(Rs.)
CASH FLOW FROM OPERATING ACTIVITIES :				
Profit before Tax		140233550.74		185900567.
Adjustments for:				
Depreciation	5092632.54		5055378.84	
Finance Cost	88735886.00		247352727.01	
Net Unrealised Forex Gain (-) / Loss	-22893171.62		-74579506.00	
Net Gain on Disposal of Investments	-889863.39		0.00	
Net Gain on Investments Carried at Fair Value through Profit & Loss	-2879145.62	67166337.91	-126277.77	177702322.
Operating Profit before Working Capital Changes		207399888.65		363602889.
Adjustments for:				
Trade Receivables & Others	-1442118697.76		405998255.53	
Inventories	1323059.41		54842874.77	
Trade Payables & Others	-1151860279.76	-2592655918.11	-1203505935.00	-742664804.
Cash Generated from Operations		-2385256029.46		-379061915.
Income Tax Paid		-53827787.73		-90622679.
Cash Flow from Operating Activities		-2439083817.19		-469684594.
CASH FLOW FROM INVESTING ACTIVITIES :				
Purchase of Property, Plant and Equipment	-347000.00		-29104382.32	
Sale/ Deletion of Property, Plant and Equipment	1023827.32			
Purchase of Investments- Others	-280000000.00		-15000000.00	
Sale of Investments- Others	160889863.39		0.00	
Disposal of Investments- Associate (Net)	57524569.40			
Bank Deposits	1853900959.44	1792992219.55	2942943969.12	2898839586.
Cash flow from/(used in) Investing Activities		1792992219.55		2898839586.
CASH FLOW FROM FINANCING ACTIVITIES :				
Secured Loans from Banks	-210694231.21		-1555182074.38	
Loans from Holding Co	835289714.50		-927708290.00	
Loans from Directors	43800.00		102000.00	
Finance Cost	-88735886.00	535903397.29	-247352727.01	-2730141091.
Cash flow from/(used in) Financing Activities		535903397.29		-2730141091.
CHANGES IN CASH & CASH EQUIVALENTS (A+B+C)		-110188200.36		-300986099.
Cash & Cash Equivalents - Opening Balance		159330221.25		460316320.
Cash & Cash Equivalents - Closing Balance		49142020.89		159330221.

The figures of previous year have been regrouped / recast wherever considered necessary to make them comparable with those of the current year.

As per our report of even date attached hereto.

For MEHROTRA & MEHROTRA

Firm Regn NO. 000226C

CHARTERED ACCOUNTANTS



(VIVEK KUMAR)

Partner

Membership No. 408227

Office: Kanpur

Date: 25th May, 2018

For and on behalf of the Board

(DEEPAK KOTHARI)
Director

(MITESH KOTHARI) (ANKITA BANSAL)
Director Company Secretary

KPL EXPORTS PVT. LTD**Notes to Financial Statements****Note:1 SIGNIFICANT ACCOUNTING POLICIES****1.1. STATEMENT OF COMPLIANCE:**

The Financial statements have been prepared in accordance with Indian Accounting Standards notified under the Companies (Indian Accounting Standards) Rules, 2015 ("Ind AS").

1.2. BASIS OF PREPARATION OF FINANCIAL STATEMENTS**A. SYSTEM OF ACCOUNTING :**

The Financial statements are prepared under the historical cost convention on accrual basis of accounting, in accordance with Indian Accounting Standards (Ind AS).

B. USE OF ESTIMATES :

The preparation of financial statements in conformity with Indian Accounting Standards (Ind AS) in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of financial statements and reported amounts of income and expenses during the period.

1.3. LEASE ACCOUNTING :

- (i) All the lease agreements of the Company are in respect of operating lease of the premises (residential and business premises etc.).
- (ii) The aggregate lease rentals payable are charged to the Statement of Profit & Loss as Rent Expense.
- (iii) The cancellable lease agreements are usually renewable by mutual consent at mutually agreeable terms. Non-cancelable lease agreements for a specified period are renewable at the option of the lessee/licensee at mutually agreed term.
- (iv) The aggregate lease rentals receivable for the year is credited to the Statement of Profit & Loss as Rental Income .

1.4. PROPERTY, PLANT AND EQUIPMENT (PPE)

Property plant and equipments are stated at cost, comprising of purchase price, duty, levies and any direct attributable cost of bringing the assets to their working condition for the intended use. Depreciation is provided according to straight line method on the basis of useful lives of the assets as prescribed by the Schedule II to the Companies Act, 2013 and Provision for impairment loss is recognised to the extent by which the carrying amount of an asset exceeds its recoverable amount.

1.5. INVENTORIES :

Inventories are valued at cost arrived at FIFO basis or net realisable value whichever is lower.

1.6. INVESTMENTS :

Investments are stated at cost except those investments which are to be stated at fair value as per Ind AS.

On disposal of an investment, the difference between its carrying amount and net disposal proceed is charged or credited to the Statement of Profit and Loss. Profit or Loss on sale of investments is determined on a first-in-first-out (FIFO) basis.



1.7. **TRANSACTIONS IN FOREIGN CURRENCY :**

a) Initial recognition :

Transactions in foreign currencies entered into by the Company are accounted at the exchange rates prevailing on the date of the transaction.

b) Measurement of foreign currency items at the Balance Sheet date :

Foreign currency monetary items of the Company are reinstated at the closing exchange rates. Non-monetary items are recorded at the exchange rate prevailing on the date of the transaction. Exchange differences arising out of these translations are charged to the Statement of Profit and Loss.

c) Forward Exchange Contracts :

In respect of the transactions covered by forward exchange contracts, the difference between the year end rates and the exchange rate at the date of contract is recognised in statement of profit and loss and the premium paid on forward contract is recognised over the life of the contract.

1.8. **REVENUE RECOGNITION:**

Revenue from sale of goods is recognised on transfer of all significant risks and rewards of ownership to the buyer.

The amount recognised as sale is exclusive of CST / VAT and are net of returns.

Dividend income is recognised when the right to receive payment is established.

Interest income is recognised on the time proportion basis.

1.9. **PROVISIONS & CONTINGENCIES:**

The Company creates a provision when there exists a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which likelihood of outflow of resources is remote, no provision or disclosure is made.

1.10. **EARNING PER SHARE:**

The Basic and Diluted Earnings Per Share ("EPS") is computed by dividing the net profit after tax for the year by weighted average number of equity shares outstanding during the year.

1.11. **BORROWING COSTS:**

Borrowing Costs that are directly attributable to acquisition, construction or production of a qualifying asset are capitalised. Other borrowing costs are expensed out.

1.12. **GOVERNMENT GRANTS, SUBSIDIES AND EXPORT INCENTIVES:**

Export benefits are accounted for in the year of exports based on eligibility and when there is no uncertainty about its realisation.



Note:2

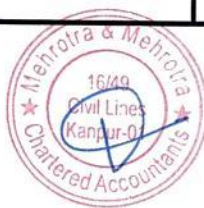
The changes in the carrying value of property, plant and equipment for the year ended 31 March, 2018 are as follows:

PARTICULARS	BUILDING FACTORY(BUILDING OFFICE)	PLANT & MACHINERY	Motor Cars	Office Equipment	Computers	Furniture & Fixture	Leasehold Land	TOTAL
Gross carrying value as of April 1, 2017	13,005,226.00	78,318,915.23	1,349,277.00	479,665.00	583,920.00	350,856.00	22,000.00	94,109,859.23
Additions	-	47,000.00	300,000.00	-	-	-	-	347,000.00
Deletions/Transfer	1,425,226.00	4,634,108.00	-	458,165.00	376,420.00	350,856.00	22,000.00	7,266,775.00
Gross carrying value as of March 31, 2018	11,580,000.00	73,731,807.23	1,649,277.00	21,500.00	207,500.00	-	-	87,190,084.23
Accumulated Depreciation as of April 1, 2017	1,413,427.00	14,586,566.28	648,131.70	438,674.78	526,258.84	315,429.31	-	17,928,487.91
Depreciation for the year	183,350.00	4,669,681.12	195,851.65	8,987.05	32,854.17	1,908.54	-	5,092,632.54
Deduction / adjustments during the period	863,377.00	4,273,008.00	-	427,236.83	361,988.00	317,337.85	-	6,242,947.68
Accumulated Depreciation as of March 31, 2018	733,400.00	14,983,239.40	843,983.35	20,425.00	197,125.01	-	-	16,778,172.76
Carrying value as of March 31, 2018	10,846,600.00	58,748,567.83	805,293.65	1,075.00	10,374.99	-	-	70,411,911.47
Carrying value as of March 31, 2017	11,591,799.00	63,732,348.95	701,145.30	40,990.22	57,661.16	35,426.69	22,000.00	76,181,371.32



Note:3**Investment Property**

PARTICULARS	AS AT 31.03.2018	AS AT 31.03.2017
<u>Gross Amount</u>		
Opening		
Depreciable Investment Property	-	-
Other Investment Property	220,978,510.00	220,978,510.00
Additions (Depreciable)	-	-
Additions (Non Depreciable)	-	-
Deletion/ Transfer (Non Depreciable)	-	-
Closing	220,978,510.00	220,978,510.00
<u>Accumulated Depreciation</u>		
Opening	-	-
For the year	-	-
Closing	-	-
Net Carrying Amount	220,978,510.00	220,978,510.00



Particulars		As at 31 March 2018	As at 31 March 2017
Note:4	Bank Deposits Non Current		
	In Fixed Deposit Accounts (Including interest accrued but not due)	527971756.14	344489898.35
	TOTAL	527971756.14	344489898.35
*Pledged with the banks as margin money or as collateral towards credit limits sanctioned by them to the Company			

Particulars		As at 31 March 2018	As at 31 March 2017
Note:5	Inventories - (At cost on FIFO basis or net realisable Value whichever is lower, as certified by the management)		
	Raw Material	0.00	470299.47
	Trading Items	490454.70	0.00
	Semi Finished Goods (Work-in-Progress)	0.00	147250.00
	Finished Goods	0.00	1195964.64
	TOTAL	490454.70	1813514.11

Particulars		As at 31 March 2018	As at 31 March 2017
Note:6	Current Investment		
	6745.133 Units of Reliance Money Manager Fund-Growth Plan Growth Option of Rs.1000/- (At Market Value)	16151714.04	15126277.77
	8929235.806 Units (Previous Year NIL Units) of Axis Fixed Income Opportunity Fund Growth of Rs.10/-(At Market Value)*	121853709.35	0.00
	TOTAL	138005423.39	15126277.77
	*Pledged with the banks as margin money or as collateral towards credit limits sanctioned by them to the Company		

Particulars		As at 31 March 2018	As at 31 March 2017
Note:7	Trade Receivables (Current)		
	Unsecured Considered Good	4652673596.45	3149636415.22
	TOTAL	4652673596.45	3149636415.22

Particulars		As at 31 March 2018	As at 31 March 2017
Note:8	Cash & Cash Equivalent		
	Cash & Bank Balances:		
	(a) Cash in hand and in transit	665655.86	594427.00
	(b) Balances with Scheduled Banks		
	- In Current Accounts & E E F C Accounts	48476365.03	158735794.25
	TOTAL	49142020.89	159330221.25

Particulars		As at 31 March 2018	As at 31 March 2017
Note:9	Bank Balances other than Cash and Cash Equivalent		
	(a) Balances with Scheduled Banks		
	In Fixed Deposit Accounts (Including interest accrued but not due)	46762967.06	418610302.00
	TOTAL	46762967.06	418610302.00
*Pledged with the banks as margin money or as collateral towards credit limits sanctioned by them to the Company			



Particulars		As at 31 March 2018	As at 31 March 2017
Note:10	Bank Deposits Current		
	In Fixed Deposit Accounts (Including interest accrued but not due)*	734220339.98	2399755822.27
	TOTAL	734220339.98	2399755822.27
*Pledged with the banks as margin money or as collateral towards credit limits sanctioned by them to the Company			

Particulars		As at 31 March 2018	As at 31 March 2017
Note:11	Other Financial Assets (Current)		
	Unsecured Considered Good		
	Other Loans & Advances		
	-Advance recoverable in cash or in kind or for value to be received or pending adjustments	328083766.84	312600675.02
	TOTAL	328083766.84	312600675.02

Particulars		As at 31 March 2018	As at 31 March 2017
Note:12	Current Tax Assets (Net)		
	Advance Income Tax and Tax Deducted at Source	264367300.33	287813924.78
	Less: Provision for Tax	189519000.00	221300000.00
	TOTAL	74848300.33	66513924.78

Particulars		As at 31 March 2018	As at 31 March 2017
Note:13	SHARE CAPITAL		
	AUTHORISED :		
	10000000 Equity Shares of Rs.10/- each	100000000	100000000
	ISSUED, SUBSCRIBED AND PAID UP :		
	6000000 Equity Shares of Rs.10/- each fully paid up	60000000	60000000
	TOTAL	60000000	60000000
13.1.	The company has only one class of shares referred to as equity shares having a par value of Rs. 10/-. Each Holder of equity share is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining asset of the company, after distribution of all preferential amounts in proportion to the number of equity shares held by the share holders.		



13.2	Reconciliation of the number of shares and amount outstanding at the beginning and at the end of reporting period	As at 31st March, 2018		As at 31st March, 2017	
		Number of shares	Amount	Number of shares	Amount
	Equity Share of Rs.10/- each fully paid up:- Opening Balance	6000000	60000000	6000000	60000000
	Closing Balance	6000000	60000000	6000000	60000000

13.3	Details of shares held by shareholders holding more than 5% shares	As at 31st March, 2018		As at 31st March, 2017	
	Class of shares/Name of shareholders	Number of shares held	holding %	Number of shares held	holding %
	Equity Share of Rs.10/- each fully paid up:- M/s Kothari Products Limited	6000000	100.00%	6000000	100.00%

13.4	Details of shares held by the holding company		Number of Equity shares of Rs.10/- each
	As at 31st March, 2018		
	Kothari Products Limited, the holding company		6000000
	As at 31st March, 2017		
	Kothari Products Limited, the holding company		6000000



Particulars		As at 31 March 2018	As at 31 March 2017
Note:14	Reserves and Surplus:		
	(a) Securities premium account		
	Opening balance	1000000000.00	1000000000.00
	Add : Premium on shares issued during the year	0.00	0.00
	Closing balance	1000000000.00	1000000000.00
	(b) Statement of Profit & Loss - As per account annexed		
	As per last Balance Sheet	788961835.97	668892971.58
	Add-Profit for the year	92737186.77	120068864.39
		881699022.74	788961835.97
	Less : Related to Ceased Subsidiaries	-1158667.99	0.00
	Closing balance	882857690.73	788961835.97
	Total	1882857690.73	1788961835.97

Particulars		As at 31 March 2018	As at 31 March 2017
Note:15	Deferred Tax Liabilities (Net)		
	Deferred Tax Liabilities		
	Arising Due to Time Difference between Books of Accounts and Income-tax Act, 1961	7126593.76	5123641.97
	TOTAL	7126593.76	5123641.97
	Component of Deferred Tax Liabilities (Net)		
	Property, Plant and Equipment	7082891.55	5123641.97
	Financial Assets	43702.21	0.00
	TOTAL	7126593.76	5123641.97

Particulars		As at 31 March 2018	As at 31 March 2017
Note:16	Borrowings		
	16(a)(i) Secured:		
	Overdraft against TDRs from Nationalised Banks	329700000.00	540394231.21
		329700000.00	540394231.21
	<u>Description of the Security Given:</u>		
	<u>Prime Securities:</u>		
	Hypothecation of stocks, book debts and other current asset (Existing & Future) ranking pari passu among the banks.		
	<u>Collateral Securities:</u>		
	I. Equitable mortgage of property at Pune owned by a director & Equitable Mortgage of two properties at Vizianagaram owned by other Companies.		
	II. Lien on Term Deposit of Rs.3800 lacs		
	<u>Guarantees:</u>		
	I. Personal Guarantee by the two directors of the Company.		
	II. Corporate Guarantees by the holding company & by two other Companies.		
16(a)(ii)	Default in terms of repayment of principal and interest- NIL		
16(b)	Particulars	As at 31 March 2018	As at 31 March 2017
	Unsecured		
	From Holding Company	1286915880.85	451626166.35
	From Directors	204800.00	161000.00
	TOTAL	1287120680.85	451787166.35
		1616820680.85	992181397.56

Particulars		As at 31 March 2018	As at 31 March 2017
Note:17	Trade Payables		
	Trade Payables (including acceptances)	3105590163.95	4223791528.00
	TOTAL	3105590163.95	4223791528.00



Particulars		As at 31 March 2018	As at 31 March 2017
Note:18	Other Current Liabilities		
	Advance Against Orders	163139343.00	137627589.00
	Statutory Liabilities	674800.00	8545097.00
	Outstanding Liabilities	7379774.96	5171744.00
	TOTAL	171193917.96	151344430.00

Particulars		Year Ended 31-March 2018	Year Ended 31-March 2017
Note:19	Revenue from Operations		
	(a) Sales of Traded Goods	10129052286.66	9263995270.00
	(b) Sales	8494362.22	1354614.29
	(c) Other Operating Revenues		
	(i) Duty Drawback	1130611.00	0.00
	(ii) Net Gain on Investments Carried at Fair Value through Profit & Loss	1853709.35	0.00
	(iii) Interest Earned on Bank Deposits held for Business Purposes & Others	119189985.44	303931739.29
	(iv) Net Gain on Foreign Currency Transactions and Translation	0.00	26849678.65
	TOTAL	10259720954.67	9596131302.23

Particulars		Year Ended 31-March 2018	Year Ended 31-March 2017
Note:20	Other Income		
	(a) Net Gain on Investments Carried at Fair Value through Profit & Loss	1025436.27	126277.77
	(b) Net Gain on Disposal of Investments	889863.39	0.00
	TOTAL	1915299.66	126277.77

Particulars		Year Ended 31-March 2018	Year Ended 31-March 2017
Note:21	Cost of Material Consumed		
	Opening Stock	470299.47	1318315.00
	Add: Purchases	5630988.07	7474942.85
		6101287.54	8793257.85
	Less: Closing Stock	0.00	470299.47
	TOTAL	6101287.54	8322958.38

Particulars		Year Ended 31-March 2018	Year Ended 31-March 2017
Note:22	Purchases of Stock-in-Trade		
	Purchases of Traded Goods	9879642174.23	9050914234.00
	TOTAL	9879642174.23	9050914234.00

Particulars		Year Ended 31-March 2018	Year Ended 31-March 2017
Note:23	Increase (-) / Decrease (+) in inventories of Finished Goods, Work in Progress & Stock-in-trade		
	Opening Stock:		
	Trading Items	0.00	54197264.20
	Semi Finished Goods (Work-in-Progress)	0.00	147250.00
	Finished goods	1195964.64	993559.68
		1195964.64	55338073.88
	Closing Stock		
	Trading Items	490454.70	0.00
	Semi Finished Goods (Work-in-Progress)	0.00	147250.00
	Finished goods	0.00	1195964.64
		490454.70	1343214.64
		705509.94	53994859.24



Particulars		Year Ended 31-March 2018	Year Ended 31-March 2017
Note:24	Employee Benefit Expenses		
	Salaries, Wages and Bonus	9725929.58	7195971.00
	TOTAL	9725929.58	7195971.00

Particulars		Year Ended 31-March 2018	Year Ended 31-March 2017
Note:25	Other Expenses		
	Manufacturing Expenses	800808.12	289003.60
	Electricity Expenses	1232239.00	1045631.00
	CSR Expenses	0.00	4434621.00
	Freight	44759297.00	607094.39
	Rent	1419098.63	1418700.00
	Rates & Taxes	0.00	33893.00
	Net Loss on Foreign Currency Transactions and Translation	73639145.06	0.00
	Repairs & Maintenance	416036.00	225562.00
	Miscellaneous Expenses	8923729.99	29281533.31
	Travelling & Conveyance	150077.91	116896.00
	Statutory Audit Fee	58852.05	67950.00
	TOTAL	131399283.76	37520884.30

Particulars		Year Ended 31-March 2018	Year Ended 31-March 2017
Note:26	Finance Cost		
	Interest Cost	54144646.09	211921997.46
	Bank Charges	34591239.91	35430729.55
	TOTAL	88735886.00	247352727.01

Particulars		Year Ended 31-March 2018	Year Ended 31-March 2017
Note:27	Contingent Liabilities:-		
	Corporate Guarantees issued by the Company	NIL	NIL

Note:28 Related Party Disclosures in accordance with Ind AS 24. Details of Related parties with whom transactions have taken place during the year and having outstanding at the end of the year are as under:- (i) Names of Related Parties and Description of Relationship : - Holding Company: - Kothari Products Limited		
(ii) Summary of Transactions:		
Particulars	Holding Company	
	For the year ended / As on	
	31.03.2018	31.03.2017
On Account of Expense:-		
1) Rent	62100.00	61830.00
2) Interest on Loan	39064653.00	84785563.00
3) Outstanding (Payable)	1286915880.85	451626166.35
Note: Since no amount is considered as bad & doubtful, neither provision is made for the same nor amount written off.		



