

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF RIECO INDUSTRIES LIMITED.

1. REPORT ON THE FINANCIAL STATEMENTS.

We have audited the accompanying financial statements of **Rieco Industries Limited** ('the Company'), which comprise the balance sheet as at 31st march 2016, the statement of profit and loss, the cash flow statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

2. MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

The Company's board of directors is responsible for the matters stated in section 134(5) of the companies Act, 2013 with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act, read with rule 7 of the companies(Accounts) rules 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting 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.

3. AUDITOR'S RESPONSIBILITY

3.1Our 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.

3.2We 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 a reasonable assurance about whether the financial statements are free from material misstatement.

3.3An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in 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.

3.4 We believe that audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

4. OPINION

4.1 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.

4.1.1 In the case of the Balance Sheet, of the state of affairs of the Company as at March 31st, 2016.

4.1.2 In the case of the statement of Profit and Loss, of the loss for the year ended on that date, and

4.1.3 In the case of the Cash flow statement, of the Cash flows for the year ended on that date.

5. REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

5.1 As required by the Companies Auditors report order 2016 issued by the Central Government of India in terms of sub section 11 of section 143 of the Act, we give in the annexure a statement on the matters specified in paragraphs 3 & 4 of the order, to the extent applicable.

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 purpose 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, 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 rule, 2014.
- e) On the basis of the written representations received from the directors as on 31st March 2016 taken on record by board of directors, none of the directors is disqualified as on 31st March 2016 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 the financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in annexure

g) With respect to other matters to be included in the auditor's report in accordance with rule 11 of the companies audit and auditors rule 2014, in our opinion and to the best of our information and according to the explanation given to us:

i. The Company does have certain pending litigations with the revenue authorities which would impact on its financial position in its financial statements if the decisions of those litigations go against the Company. Attention is invited to paragraph no 3 point 7(b) in the annexure to the Independent Auditors' Report.

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, required to be transferred to the Investor Education and Protection Fund by the Company thus the comment on whether there was any delay in transferring the amounts to Investor Education & Protection Fund is not applicable.

**FOR A.H.JOSHI & CO.
CHARTERED ACCOUNTANTS
FIRM' REG NO. 112396W**

**S.A.JOSHI
(PARTNER)
M NO.037772**

DATE: 19/05/2016

PLACE: Pune

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

As referred to in paragraph 5.1 under the heading of report on other legal and regulatory requirements of our report on the accounts for the year ended on March 31st, 2016.

- i. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets
b) As explained to us these fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification.
c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- ii. As explained to us according to the information and explanations given to us Physical verification of inventory has been conducted at reasonable intervals by the management and no material discrepancies were noticed on such verification.
- iii. 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.
 - a) The Company has not granted loans to the parties covered in the register maintained under section 189 of the CoAct.
 - b) Paragraph (iii) (b) of the order is not applicable to the Company in respect of repayment of the principal amount and interest.
 - c) As the Company has not granted any loans to the parties covered in the register maintained under section 189 of the Act, the question of any amount being overdue does not arise.
- iv. In our opinion and according to the information and explanations given to us the provisions of section 185 and 186 of the Companies act, 2013, in respect of loans, investments, guarantees, and security, have been complied with.
- v. The Company has not accepted any deposits from the public to which the provisions of section 73 to section 76 or any other relevant provisions of the Act and rules framed there under apply.
- vi. In our opinion and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act.
- vii. a) In our opinion and according to the information and explanations given to us the Company is generally regular in depositing undisputed statutory dues, including provident fund, employees State insurance, income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise; value added tax and any other statutory dues with the appropriate authorities.

b) According to the information and explanations given to us, the following disputed demands of income tax, wealth tax, sales tax, custom duty, excise duty and cess dues have not been deposited

| SR.NO. | F.Y. | Department | 31/03/2016 | Forum where dispute is pending |
|---------------------------------------|---------|------------|------------------|---|
| 1 | 1994-95 | Sales Tax | 141,068 | Tribunal |
| 2 | 2001-02 | Sales Tax | 2,289,236 | Tribunal |
| 3 | 2002-03 | Sales Tax | 564,898 | Tribunal |
| 4 | 2005-06 | Sales Tax | 2,439,568 | Joint Commissioner of Sales Tax(Appeal) |
| 5 | 2006-07 | Sales Tax | 3,016,820 | Joint Commissioner of sales Tax(Appeal) |
| 6 | 2008-09 | Sales Tax | 1,242,479 | Joint Commissioner of Sales Tax(Appeal) |
| 7 | 2009-10 | Sales Tax | 140,931 | Joint Commissioner of sales Tax(Appeal) |
| TOTAL CONTINGENT LIABILITY RS. | | | 98,35,000 | |

- viii. In our opinion and according to the information and explanations given to us the Company has not defaulted in repayment of dues to a financial institution or bank or debenture holders. The Company did not have any outstanding debentures during the year.
- ix. According to the information and explanation given to us the term loans were applied for the purpose for which the loans were obtained.
- x. According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.
- xi. In our opinion and according to the information and explanations given to us the Company has paid the managerial remuneration in accordance with the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company.
- xiii. In our opinion and according to the information and explanations given to us the transactions with related parties are in compliance with section 177 & 186 of Companies Act 2013 and the details have been disclosed in the Financial Statements as required by the applicable Accounting Standards.
- xiv. According to the information and explanation given to us the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- xv. According to the information and explanation given to us the company has not entered into non cash transactions with directors or persons connected with him.

- xvi. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

FOR A.H.JOSHI & CO.
CHARTERED ACCOUNTANTS
FIRM'S REG NO. 112396W

DATE: 19/05/2016
PLACE: Pune

S.A.JOSHI
(PARTNER)
M NO.037772



40th
ANNUAL REPORT & ACCOUNTS
2015-2016

RIECO INDUSTRIES LIMITED

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RIECO INDUSTRIES LTD
1162/2, BEHIND OBSERVATORY, SHIVAJI NAGAR, PUNE - 411005

BALANCE SHEET AS AT 31.03.2016

| | PARTICULARS | Note No. | As at 31.03.2016 | | As at 31.03.2015 | |
|-----------|---|----------|------------------|--------------------|------------------|--------------------|
| | | | Rs. | Rs. | Rs. | Rs. |
| I | <u>EQUITY AND LIABILITIES</u> | | | | | |
| 1. | Shareholder's funds | | | | | |
| | (a) Share Capital | 1 | 125,000,000 | | 55,000,000 | |
| | (b) Reserves and Surplus | 2 | 138,577,573 | | 131,939,657 | |
| | | | | 263,577,573 | | 186,939,657 |
| 2. | Share application money pending allotment | | | | | |
| 3. | Non-current liabilities | | | | | |
| | (a) Long-term borrowings | 3 | 34,556,015 | | 61,792,199 | |
| | (b) Deferred Tax liabilities (Net) | - | 2,224,535 | | 2,224,535 | |
| | | | | 36,780,550 | | 64,016,734 |
| 4. | Current Liabilities | | | | | |
| | (a) Short term borrowings | 4 | 278,955,893 | | 378,394,474 | |
| | (b) Trade payables | - | 357,823,922 | | 246,665,857 | |
| | (c) Other current liabilities | 5 | 14,321,853 | | 10,033,454 | |
| | (d) Short term provisions | 6 | 6,421,240 | | 5,529,904 | |
| | | | | 657,522,908 | | 640,623,689 |
| | TOTAL | | | 957,881,030 | | 891,580,080 |
| II | <u>ASSETS</u> | | | | | |
| 1. | Non-current assets | | | | | |
| | (a) Fixed assets | 7 | | | | |
| | (i) Tangible assets | | 18,565,411 | | 21,575,816 | |
| | (ii) Intangible assets | | 3,648,079 | | 4,893,294 | |
| | | | | 22,213,490 | | 26,469,110 |
| 2. | Current assets | | | | | |
| | (a) Inventories | 8 | 296,499,312 | | 251,513,227 | |
| | (b) Trade receivables | 9 | 516,749,503 | | 475,798,857 | |
| | (c) Cash and Cash equivalents | 10 | 160,566 | | 277,991 | |
| | (d) Short-term loans and advances | 11 | 122,258,159 | | 137,520,895 | |
| | | | | 935,667,540 | | 865,110,970 |
| | TOTAL | | | 957,881,030 | | 891,580,080 |

Notes on Account and Significant accounting policies 19

Schedules referred to above and notes attached there to form an integral part of Balance Sheet
This is the Balance Sheet referred to in our Report of even date.

FOR A.H. JOSHI & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO.-112396W

For and on behalf of the Board of Directors

S A JOSHI
PARTNER
MEMBERSHIP REG. NO.-037772
PLACE : PUNE
Date: 19.05.2016

A B RATHI
MANAGING DIRECTOR

V R BHATIA
DIRECTOR

P S RAGHAVAN
COMPANY SECRETARY

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2016

| | PARTICULARS | Note No. | Period Ended 31.03.2016 | | Period Ended 31.03.2015 | |
|------|--|----------|---------------------------|--------------------------|---------------------------|--------------------------|
| | | | Rs. | Rs. | Rs. | Rs. |
| I | Revenue from operations Less : Excise Duty | 12 | 998,605,464 75,572,942 | | 849,057,862 63,107,260 | |
| II | Other Income | 13 | | 923,032,522 5,211,250 | | 785,950,602 1,277,248 |
| III | Total Revenue (I + II) | | | 928,243,772 | | 787,227,850 |
| IV | Expenses | | | | | |
| | Cost of Materials Consumed | 14 | 610,589,548 | | 511,372,900 | |
| | Changes in inventories of finished goods, work in progress and Stock-in-trade | 15 | (35,758,617) | | (11,349,714) | |
| | Employee benefits expenses | 16 | 105,343,453 | | 99,928,854 | |
| | Finance Costs | 17 | 48,956,372 | | 53,026,177 | |
| | Depreciation and amortization expenses | | 4,870,761 | | 3,813,809 | |
| | Other expenses | 18 | 187,604,339 | | 157,293,741 | |
| | Total Expenses | | | 921,605,856 | | 814,085,767 |
| V | Profit before tax (III-IV) | | | 6,637,916 | | (26,857,917) |
| VI | Tax expense: (1) Current tax | | | | | |
| VII | Profit/(Loss) for the period from continuing operations (V - VI) | | | 6,637,916 | | (26,857,917) |
| VIII | Profit/(Loss) for the period | | | 6,637,916 | | (26,857,917) |
| IX | Earnings per equity share: (1) Basic - Nominal Value of Shares is Rs.10 each (2) Diluted | | | 13 | | (54) |

Notes on Account and Significant accounting policies 19

Schedules referred to above and notes attached there to form an integral part of Profit & Loss Statement

This is the Profit & Loss Statement referred to in our Report of even date.

FOR A.H. JOSHI & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO.-112396W

For and on behalf of the Board of Directors

S A JOSHI
PARTNER
MEMBERSHIP REG. NO.-037772
PLACE : PUNE
Date: 19.05.2016

A B RATHI
MANAGING DIRECTOR

V R BHATIA
DIRECTOR

P S RAGHAVAN
COMPANY SECRETARY

Rieco Industries Ltd
CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2016

| Particulars | | March 31, 2016 Rs. | March 31, 2015 Rs. |
|-------------|---|-----------------------|-----------------------|
| A. | Cash flow from operating activities | | |
| | Profit/(Loss) before tax from operations | 6,637,916 | (26,857,917) |
| | Non-cash adjustment to reconcile profit before tax to net cash flows | | |
| | Depreciation/amortization | 4,870,761 | 3,813,810 |
| | Unrealized foreign exchange loss/(gain) | | |
| | Provision for doubtful debt | | |
| | Interest expense | 48,956,372 | 53,026,177 |
| | Interest income | (4,851,533) | (205,287) |
| | Operating profit before working capital changes | 55,613,516 | 29,776,783 |
| | Movements in working capital : | | |
| | Decrease/(Increase) in trade payables | 111,158,066 | (85,112,875) |
| | Increase / (decrease) in long-term provisions | | |
| | Increase / (decrease) in short-term provisions | 891,336 | 899,030 |
| | Increase/(decrease) in other current liabilities | 4,288,399 | (5,362,926) |
| | Increase/ (decrease) in other long-term liabilities | | |
| | Decrease/(increase) in trade receivables | (40,950,646) | 40,855,559 |
| | Decrease/(increase) in inventories | (44,986,085) | (9,314,822) |
| | Decrease / (increase) in long-term loans and advances | | |
| | Decrease / (increase) in short-term loans and advances | 15,262,736 | 5,937,895 |
| | Decrease/(Increase) in other current assets | | |
| | Decrease / (increase) in other non-current assets | | |
| | Decrease / (increase) in other non-current investments | | |
| | Cash generated from /(used in) operations | 101,748,936 | (19,579,356) |
| | Direct taxes paid | (471,615) | (2,742,001) |
| | Net cash flow from/ (used in) operating activities (A) | 101,277,321 | (22,321,357) |
| B. | Cash flows from investing activities | | |
| | Purchase of fixed assets, including intangible assets, CWIP and Capital advances | (648,573) | (1,897,223) |
| | Proceeds from sale of fixed assets | 33,427 | |
| | Proceeds of non-current investments | | |
| | Purchase of non-current investments | | |
| | Purchase of current investments | | |
| | Investments in bank deposits (having original maturity of more than three months) | | |
| | Interest received | 4,851,533 | 205,287 |
| | Dividends received | | |
| | Net cash flow from/(used in) investing activities (B) | 4,236,387 | (1,691,936) |
| C. | Cash flows from financing activities: | | |
| | Proceeds from long-term borrowings | (27,236,185) | 17,534,712 |
| | Proceeds from short-term borrowings | (99,438,577) | 8,282,375 |
| | Redemption of preference share capital | 70,000,000 | 50,000,000 |
| | Interest paid | (48,956,372) | (53,026,177) |
| | Net cash flow from/(used in) in financing activities (C) | (105,631,133) | 22,790,909 |
| | Net increase/(decrease) in cash and cash equivalents (A + B + C) | (117,425) | (1,222,383) |
| | Cash and cash equivalents at the beginning of the year | 277,991 | 1,500,374 |
| | Cash and cash equivalents at the end of the year | 160,566 | 277,991 |
| | Components of cash and cash equivalents | | |
| | Cash on hand | 160,566 | 277,643 |
| | With banks : | | |
| | On current account | - | 348 |
| | On deposit account | - | - |
| | Lien account | - | - |
| | Total cash and cash equivalents (note 10) | 160,566 | 277,991 |

FOR A.H. JOSHI & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO.-112396W

S A JOSHI
PARTNER
MEMBERSHIP REG. NO.-037772
PLACE : PUNE
Date : 19.05.2016

For and on behalf of the Board of Directors

A B RATHI
MANAGING DIRECTOR

V R BHATIA
DIRECTOR

P S RAGHAVAN
COMPANY SECRETARY

RIECO INDUSTRIES LTD
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

| Note No | Particulars | 31.03.2016 Rs. | 31.03.2015 Rs. |
|------------|---|--------------------|-------------------|
| 1 | Share Capital : | | |
| | Authorised Share capital | | |
| | 17000000 Equity shares of Rs.10/- each (previous year 2000000 Equity shares of Rs. 10/-) | 170,000,000 | 20,000,000 |
| | Preference Shares NIL (Previous year 5000000 preference Shares of Rs.10/- | - | 50,000,000 |
| | | 170,000,000 | 20,000,000 |
| | Issued, Subscribed and Paid up Share Capital | | |
| | 5500000 Equity Shares of Rs.10/- each fully paid up (Previous year 500000 Equity Shares of Rs.10/- each fully paid up and 5000000 preference shares of Rs. 10/- each fully paid up) | 55,000,000 | 5,000,000 |
| | Preference Share capital 5000000 (Previous Year NIL)preference Shares of Rs.10/- each fully paid up | - | 50,000,000 |
| | Share Application Money 7000000 (Previous Year NIL) | 70,000,000 | |
| | | 125,000,000 | 55,000,000 |
| | a) Reconciliation of the share outstanding at the beginning and end of the year | | |
| | Equity Share | | |
| | Shares outstanding at the beginning of the year | 500,000 | 500,000 |
| | Shares Issued during the year | - | - |
| | Shares bought back during the year | - | - |
| | Shares outstanding at the end of the year | 500,000 | 500,000 |
| | Preference Share | | |
| | Shares outstanding at the beginning of the year | - | - |
| | Shares Issued during the year | - | 5,000,000 |
| | Shares bought back during the year | - | - |
| | Shares outstanding at the end of the year | - | 5,000,000 |
| | b) Details of shareholders holding more than 5% shares in the company: | | |
| | Sudarshan Chemical Industries limited | 5,499,994 | 499,994 |
| | | 100 | 100 |
| | The Company has only two class of shares, 1. equity share 2. preference share having a par value of Rs.10/- per share. 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 assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. | | |

RIECO INDUSTRIES LTD
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

| Note | Particulars | 31.03.2016 | 31.03.2015 |
|------|--|--------------------|--------------------|
| No | | Rs. | Rs. |
| 2 | RESERVES & SURPLUS | | |
| | a) Capital Redemption Reserve | 1,000,000 | 1,000,000 |
| | b) Other Reserves (General) | | |
| | Balance as per last Balance Sheet | 21,548,855 | 22,593,246 |
| | Add : Transferred from Profit & Loss A/c | - | (1,044,391) |
| | | 21,548,855 | 21,548,855 |
| | c) Balance in Profit and Loss A/c | | |
| | Balance as per last Balance Sheet | 109,390,803 | 136,248,720 |
| | Add : Profit/(Loss) for the year brought forward | 6,637,916 | (26,857,917) |
| | Less : Proposed dividend | - | - |
| | Amount transferred to General Reserve | - | - |
| | | 116,028,719 | 109,390,803 |
| | | | |
| | | 138,577,573 | 131,939,658 |

RIECO INDUSTRIES LTD
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

| Note No | Particulars | 31.03.2016 Rs. | 31.03.2015 Rs. |
|-----------------------------------|--|--------------------|--------------------|
| 3 | LONG TERM BORROWINGS | | |
| | a) <u>Term Loan</u> | | |
| | - From Bank | - | |
| | b) Other Loans & Advances | 33,718,015 | 61,191,199 |
| | c) Security deposits (Employees) | 838,000 | 601,000 |
| | | 34,556,015 | 61,792,199 |
| | CURRENT LIABILITIES | | |
| 4 | SHORT - TERM BOROWINGS | | |
| | LOAN REPAYABLE ON DEMAND | | |
| | From Bank - | | |
| | a) <u>SECURED LOAN</u> | | |
| | Working capital borrowings from bank | 278,955,893 | 343,394,474 |
| | | 278,955,893 | 343,394,474 |
| | Working capital loan (cash credit) from Bank of Maharashtra carries interest @ base rate + .5 % p.a.(presently 10.20%). The loan is secured by hypothecation of inventory & receivables. | | |
| | b) <u>UNSECURED LOAN FROM OTHERS</u> | | |
| | Loans & advances from related parties | | |
| | 1) Balkrishna Rathi Finance Pvt. Ltd | - | 14,000,000 |
| 2) PRR Finance Pvt. Ltd | - | 7,000,000 | |
| 3) NJR Finance Pvt. Ltd | - | 7,000,000 | |
| 4) Laxminarayan Finance Pvt. Ltd. | - | 7,000,000 | |
| | - | 35,000,000 | |
| 5 | Other Current liabilities | | |
| | Statutory dues | 1,457,296 | 1,663,220 |
| | Others | 12,864,557 | 8,370,234 |
| | 14,321,853 | 10,033,454 | |
| 6 | SHORT TERM PROVISION | | |
| | PROVISION FOR EMPLOYEE BENEFITS | | |
| | Short term compensated absence | 6,421,240 | 5,529,905 |
| | 6,421,240 | 5,529,905 | |

RIECO INDUSTRIES LTD
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE -7- FIXED ASSETS

| Sr. No | Particulars | Rate | Gross Block | | | Depreciation | | | Net Block | | |
|--------|-------------------------------------|------|-----------------------|--------------------------|---------------------------|-----------------------------|-------------------------------|--------------------------|---------------------------|-------------------------------|----------------------|
| | | | Cost As on 01.04.2015 | Addition during the year | Deduction during the year | Total Cost As on 31.03.2016 | Depreciation up to 31.03.2015 | Addition during the year | Deduction during the year | Depreciation up to 31.03.2016 | WDV as on 31.03.2016 |
| A | <u>Tangible Assets</u> | | | | | | | | | | |
| 1 | Land | | 59,500 | | | 59,500 | | | | | 59,500 |
| 2 | Building | | 16,091,013 | | | 16,091,013 | | 415,914 | 5,374,928 | 10,716,085 | 11,131,999 |
| 3 | Plant and Equipment | | 5,698,670 | 458,140 | | 6,156,810 | 1,850,760 | 1,010,914 | 2,861,674 | 3,295,136 | 3,847,910 |
| 4 | Vehicles (Cars) | | 7,215,196 | | 668,612 | 6,546,584 | 3,160,760 | 853,998 | 3,379,577 | 3,167,006 | 4,054,435 |
| 5 | Furniture & Fixtures | | 2,941,224 | | | 2,941,224 | 2,454,531 | 79,882 | 2,534,413 | 406,812 | 486,694 |
| 6 | Office Equipment | | 5,294,238 | 30,500 | | 5,324,738 | 4,739,545 | 170,225 | 4,909,770 | 414,967 | 554,692 |
| 7 | Computers | | 11,105,016 | 159,933 | | 11,264,949 | 9,664,430 | 1,094,614 | 10,759,044 | 505,905 | 1,440,586 |
| | SUB TOTAL (A) | | 48,404,857 | 648,573 | 668,612 | 48,384,818 | 26,829,041 | 3,625,547 | 29,819,407 | 18,565,411 | 21,575,816 |
| B | <u>Intangible Assets</u> | | | | | | | | | | |
| | Computer software | | 7,920,795 | | | 7,920,795 | 3,027,501 | 1,245,215 | 4,272,716 | 3,648,079 | 4,893,294 |
| | SUB TOTAL (B) | | 7,920,795 | - | - | 7,920,795 | 3,027,501 | 1,245,215 | 4,272,716 | 3,648,079 | 4,893,294 |
| | Total [A + B] (Current Year) | | 56,325,652 | 648,573 | 668,612 | 56,305,613 | 29,856,542 | 4,870,762 | 34,092,123 | 22,213,491 | 26,469,110 |
| | (Previous Year) | | 54,428,429 | 1,897,723 | - | 56,325,652 | 24,479,099 | 3,813,809 | 28,292,908 | 26,469,111 | 29,949,330 |

RIECO INDUSTRIES LTD
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

| Note No | Particulars | 31.03.2016 Rs. | 31.03.2015 Rs. |
|---------|--|--------------------|--------------------|
| 8 | INVENTORIES | | |
| | (a) Raw Materials | 46,713,394 | 39,390,753 |
| | (b) Work-in-Progress | 200,660,838 | 168,189,345 |
| | (c) Finished Goods | 40,406,992 | 37,119,868 |
| | (d) Stores & Spares | 8,718,089 | 6,813,261 |
| | (As per inventories taken, valued and certified by the director) | 296,499,312 | 251,513,227 |
| 9 | TRADE RECEIVABLES | | |
| | Unsecured considered good-: | | |
| | 1. Outstanding for more than six months | | |
| | a) Unsecured, Considered Good : | 53,258,123 | 48,070,224 |
| | 2. Others | | |
| | a) Unsecured, Considered Good : | 463,491,380 | 427,728,634 |
| | | 516,749,503 | 475,798,858 |
| 10 | CASH & CASH EQUIVALENTS | | |
| | a) Balances in Current Account | - | 348 |
| | b) Cash-in-Hand | 160,566 | 277,643 |
| | | 160,566 | 277,991 |
| 11 | SHORT TERM LOANS & ADVANCES | | |
| | Unsecured, Considered Good : | | |
| | a) Advances to suppliers | 51,962,496 | 23,055,538 |
| | b) Advance to employees | 1,958,211 | 3,756,061 |
| | c) Government Deposits | 186,498 | 186,498 |
| | d) Deposits | 2,054,109 | 3,060,722 |
| | e) Others | 66,096,843 | 107,462,077 |
| | | 122,258,156 | 137,520,895 |
| | Income Tax Paid (Advance Tax) | 471,615 | 2,742,001 |
| | Less - Provision for Taxation | - | - |
| | I Tax Refund 14-15 (Transferred to Current Assets) | 471,615 | 2,742,001 |

RIECO INDUSTRIES LTD
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

| Note No | Particulars | 31.03.2016 Rs. | 31.03.2015 Rs. |
|---------|---|--------------------|--------------------|
| 12 | REVENUE FROM OPERATIONS | | |
| | Sale of Manufacturing goods | | |
| | Gross Sales | 955,395,615 | 773,870,648 |
| | Less : Excise Duty | 75,572,942 | 63,107,260 |
| | Net Sales | 879,822,673 | 710,763,388 |
| | Sale of bought out items | 19,214,630 | 55,317,595 |
| | Services Rendered | 23,995,219 | 19,869,619 |
| | | 923,032,522 | 785,950,602 |
| 13 | OTHER INCOME | | |
| | Miscellaneous Income | 237,592 | 1,071,961 |
| | Profit on Sale of fixed Assets | 122,125 | |
| | Interest Income | 4,851,533 | 205,287 |
| | | 5,211,250 | 1,277,248 |
| 14 | COST OF MATERIALS CONSUMED | | |
| | Opening Stock of Raw Materials | 39,390,753 | 40,840,459 |
| | Add : Purchases during the year of Raw materials & stock in trade purchases | 617,912,189 | 509,923,195 |
| | Less : Closing Stock of Raw Materials | 46,713,394 | 39,390,753 |
| | Consumption Of Raw Material | 610,589,548 | 511,372,900 |

RIECO INDUSTRIES LTD
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

| Note No | Particulars | 31.03.2016 Rs. | 31.03.2015 Rs. |
|---------|--|-------------------|-------------------|
| 15 | CHANGE IN INVENTORIES | | |
| | A. - Opening Balance | | |
| | - Finished Goods | 37,119,868 | 32,009,787 |
| | - Semi - Finished Goods | 168,189,345 | 161,949,712 |
| | | 205,309,213 | 193,959,499 |
| | B. - Closing Balance | | |
| | - Finished Goods | 40,406,992 | 37,119,868 |
| | - Semi - Finished Goods | 200,660,838 | 168,189,345 |
| | | 241,067,830 | 205,309,213 |
| | | (35,758,617) | (11,349,714) |
| 16 | EMPLOYEE BENEFITS EXPENSES | | |
| | Salaries | 88,546,315 | 82,270,151 |
| | Contribution to Provident & Other Fund | 5,501,482 | 5,106,927 |
| | Staff welfare Expenses | 1,726,448 | 1,457,749 |
| | Gratuity | 6,172,596 | 7,500,000 |
| | Superannuation | 3,396,612 | 3,594,027 |
| | | 105,343,453 | 99,928,854 |
| 17 | FINANCE COSTS | | |
| | Interest Expenses | | |
| | - On working capital loan | 37,748,492 | 47,095,672 |
| | - On others | 11,207,880 | 5,930,506 |
| | | 48,956,372 | 53,026,177 |

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

| Note No | Particulars | 31.03.2016 Rs. | 31.03.2015 Rs. |
|---------|--|--------------------|--------------------|
| 18 | OTHER EXPENSES | | |
| | A : MANUFACTURING EXPENSES | | |
| | Fabrication and Labour Charges | 29,571,215 | 23,390,405 |
| | Stores and Spares consumed | 14,979,877 | 13,876,974 |
| | Power and Fuel | 3,324,223 | 3,083,306 |
| | Drawing and Designing Charges | 312,063 | 383,862 |
| | Freight & Octroi | 18,570,888 | 16,586,115 |
| | Repairs and Maintenance - Buildings | 241,403 | 112,705 |
| | Repairs and Maintenance - Others | 1,924,274 | 3,024,513 |
| | Repairs and Maintenance - Computers | 179,124 | 246,419 |
| | Insurance | 1,800,134 | 1,529,553 |
| | Rates & taxes | 1,177,330 | 587,964 |
| | Rent | 5,521,327 | 6,291,938 |
| | Water Charges | 98,280 | 101,280 |
| | SUB-TOTAL 'A' | 77,700,139 | 69,215,033 |
| | B : ADMINISTRATIVE AND SELLING EXPENSES | | |
| | Postage, Telephones, Printing & Stationery | 4,587,958 | 4,546,270 |
| | Travelling & Conveyance | 34,700,262 | 35,380,148 |
| | Packing and Forwarding Charges | 49,194 | 2,614 |
| | Advertisement | 433,450 | 83,300 |
| | Professional Consultancy & Legal Charges | 19,209,964 | 24,577,099 |
| | Subscription, Books and Periodicals | 11,738 | 44,175 |
| | Royalty | 191,500 | 313,000 |
| | Bank Charges | 7,722,710 | 9,653,552 |
| | Commission on Sales | 4,822,538 | 1,943,400 |
| | Labour Charges | 3,895,294 | 5,485,134 |
| | General expenses | 1,449,005 | 1,350,172 |
| | Seminar exps | 1,242,953 | 820,476 |
| | Bad Debts | 30,604,091 | 2,312,176 |
| | Discount | 273,270 | 805,196 |
| | Foreign Exchange Difference | 710,272 | 761,994 |
| | SUB-TOTAL 'B' | 109,904,200 | 88,078,708 |
| | Total (A + B) | 187,604,339 | 157,293,741 |

NOTE 19 : NOTES FORMING PART OF THE ACCOUNTS

1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

i BASIS OF PREPARATION

The Accounts of the company have been prepared in accordance with the generally accepted accounting principles in India. The financial statements have been prepared to comply in all material respects with The Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act 1956. The financial statements have been prepared under the historical cost convention on an accrual basis.

ii USE OF ESTIMATES

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

iii FIXED ASSETS

Fixed assets have been stated at cost less accumulated depreciation. The cost of a fixed asset comprises its purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

iv DEPRECIATION

The Company has revised the depreciation rates on Fixed Assets according to the useful life as specified in Schedule II to The Companies Act, 2013 or on the basis of its assessment made by the Company as permitted by the said Schedule.

v INVENTORIES

Inventories are valued at lower of cost and net realizable value. Raw material and stores inventories are valued at moving average price. Work in Progress is valued on the basis of cost and proportionate overheads on the basis of percentage completion. Finished goods inventory is valued at cost.

vi FOREIGN CURRENCY TRANSACTIONS

Transactions in foreign currency are accounted at exchange rate prevailing on the date of transactions or in appropriate cases at the exchange rate under the related forward contracts. At the year end, monetary items denominated in foreign currencies are converted into rupee equivalents at the year-end exchange rates as per Accounting Standard 11.

vii RETIREMENT BENEFITS

i. Short Term Employee Benefits are recognized in the period in which the employee renders the related service.

ii. Post Employment Benefits (Defined benefit plans) are accounted on actual basis with the corresponding payments to the recognized trust. All the eligible employees are covered by appropriate approved schemes and annual contributions are made to the respective funds. As per Accounting Standard (AS) 15, 'Accounting for Retirement Benefits in the Financial Statements of Employers', issued by the Institute of Chartered Accountants of India, in case the liability for gratuity is funded through a scheme administered by an insurer, it is usually considered necessary to obtain an actuarial certificate or a confirmation from the insurer that the contribution payable to the insurer is the appropriate accrual of the liability for the year which shall only be charged to the statement of profit and loss. Therefore, only premium payable/paid during the year is accounted for.

iii. Post Employment benefits (defined contribution plans) are recognized as an expense in the Statement of Profit & Loss in the period in which the contribution is due.

iv. Long Term Employee Benefits are measured based on an actuarial valuation carried out by an independent actuary at each Balance sheet date. Actuarial gains and losses and past service costs are recognized immediately in the Statement of Profit & Loss.

viii REVENUE RECOGNITION

Sale of goods is recognized on dispatch to the customer. Dividend income is accounted for when the right to receive is established. Interest income is recognized on a time proportion basis.

ix TAXATION

Income tax expenses comprises current tax and deferred tax charges or credit. Current tax is provided on the taxable income by applying the prevailing tax rates and tax laws. The balance sheet date. Deferred tax assets arising from the timing difference are recognized to the extent that there is reasonable certainty that sufficient future taxable income will be available, using tax rates and tax laws that have been enacted or substantively enacted at the deferred tax for timing difference between the book and tax profit for the year is accounted.

x **BORROWING COST**

Borrowing cost attributable to the acquisition of non-qualifying assets are recognized as an expense in the period in which they are incurred.

xi **EPS**

Earnings Per Share is calculated by dividing the net profit or loss for the year attributable to equity share holders, by the weighted average number of equity shares outstanding during the year.

xii **PROVISIONS AND CONTINGENT LIABILITIES**

Contingent liabilities are disclosed by way of notes and are not recognized

xiii **IMPAIRMENT OF ASSETS.**

The assets are reviewed at each Balance sheet date for any impairment losses. Recovery amount of the asset is determined as lower of its net selling price and value in use. Impairment loss is recognized whenever the carrying amount of the asset exceeds its recoverable amount.

2 Contingent liability - As at 31.03.2016 Rs. 26,78,63,514/- [Bank Guarantees outstanding Rs.25,80,28,514 (previous year Bank Guarantees Rs.31,61,74,281/-) contested demand under Maharashtra Value Added Tax and the Central Sales Tax act is Rs. 98,35,000/-]

3 The Following disclosures are made in accordance with Accounting Standard - 15 (Revised)

Gratuity

| Particulars | As at 31.03.2016 (Rs.) | As at 31.03.2015 (Rs.) |
|---|------------------------|------------------------|
| (a) Present value of the defined benefit obligation : | | |
| Obligations at period beginning | 17,898,242 | 13,351,362 |
| Service cost | 1,156,391 | 1,159,723 |
| Acquisition adjustment | | |
| Interest cost | 1,355,068 | 1,162,416 |
| Past service cost | | |
| Curtailment cost / (credit) | | |
| Settlement cost / (credit) | | |
| Actuarial (gain) / loss | 703,031 | 6,085,577 |
| Benefits paid | (2,331,359) | (3,860,836) |
| Obligations at period end | 18,781,373 | 17,898,242 |
| (b) Fair value of plan assets : | | |
| Plans assets at period beginning, at fair value | 17,898,242 | 13,351,362 |
| Expected return on plan assets | 1,784,365 | 1,027,885 |
| Acquisition adjustment | | |
| Actuarial gain / (loss) | (550,910) | (120,169) |
| Contributions | 6,187,420 | 7,500,000 |
| Benefits paid | (2,331,359) | (3,860,836) |
| Plans assets at period end, at fair value | 22,987,758 | 17,898,242 |
| Actual returns on plan assets | 1,233,455 | 907,716 |
| (c) Assets and liabilities recognized in Balance Sheet : | | |
| Fair value of the plan assets at the end of the year | 22,987,758 | 17,898,242 |
| Present value of the defined benefit obligations at the end of the period | 22,987,758 | 17,898,242 |
| Asset / (liability) recognized in the Balance Sheet | | |
| (d) Expense recognized in Statement of Profit and Loss : | | |
| Current service cost | 1,156,391 | 1,159,723 |
| Past service cost | | |
| Interest cost | 1,355,068 | 1,162,416 |
| Expected return on plan assets | (1,784,365) | (1,027,885) |
| Curtailment cost / (credit) | | |
| Settlement cost / (credit) | | |
| Actuarial (gain) / loss | 5,460,326 | 6,205,746 |
| Net gratuity cost | 6,187,420 | 7,500,000 |
| (e) Investment details of the plan assets* : | | |
| Government of India Securities | 0.00% | 0.00% |
| High quality Corporate Bonds | 0.00% | 0.00% |
| Equity shares of listed Companies | 0.00% | 0.00% |
| Property | 0.00% | 0.00% |
| Special deposit scheme | 0.00% | 0.00% |
| Funds managed by Insurer | 100.00% | 100.00% |
| Others | 0.00% | 0.00% |

*Plan assets are invested in the debt instruments prescribed by IRDA.

| | | |
|--|------------|-------------|
| (f) Summary of Actuarial Assumptions : | | |
| Discount Rate | 8.00% | 8.00% |
| Rate of return on plan assets | 9.00% | 9.00% |
| Rate of increase in Compensation levels | 5.00% | 5.00% |
| Expected Average remaining working lives of employees (Years) | 20.14 | 18.27 |
| The estimates of future salary increase, considered in actuarial valuation, takes into account | | 2015 |
| (g) Experience adjustment * : | | Rs. |
| On plan liability (loss) / gain | 703,031 | (7,121,471) |
| On plan asset (loss) / gain | 550,910 | (120,169) |
| Present value of benefit obligation | 22,987,758 | 17,898,242 |
| Fair value of plan assets | 22,987,758 | 17,898,242 |
| Surplus / (deficit) | | |

4 Legal and Professional charges include the payments to auditors.

Audit Fees

Current Year Rs.

180,000.00

Previous Year Rs.

160,000.00

5 SEGMENT REPORTING

The Company has 3 products, viz.: Air Pollution Control, Size Reduction Equipment & Pneumatic Conveying Systems. Consequently, there are no Reportable Segments of the Company as per the Accounting Standard (AS-17) "Segment Reporting" prescribed by Companies (Accounting Standards) Amendment Rules, 2006.

6 RELATED PARTY TRANSACTION

List of Related Parties And description of relationship

- (I) Key management personnel Mr. A. B. Rathi
- (II) Holding Company - Sudarshan Chemical Industries Ltd.
- (III) Common Director/member
 - a) PRR Finance Pvt. Ltd.
 - b) NJR Finance Pvt. Ltd
 - c) Laxminarayan Finance Pvt. Ltd
 - d) Balkrishna rathi Finance Ltd

(IV) Transactions With related parties

| Name Of the related party & Relation | Nature of transaction | 2015-16 | 2014-15 | |
|--|-------------------------------------|--|-------------|-----------|
| (I) Mr. A. B. Rathi (Key management personnel) | Salary | 8,400,000 | 8,400,000 | |
| (II) Sudarshan Chemical Industries Ltd (Holding Company) | Transfer of equity share | - | 160,000,000 | |
| | Investment in share capital | 70,000,000 | 50,000,000 | |
| | Sale of goods | 23,017,840 | 10,314,309 | |
| | Purchase of goods | 41,133 | 796,352 | |
| | Ugase of table space | 1,554,818 | 1,333,623 | |
| | Reimbursement of expenses (payable) | 2,117,734 | 2,504,066 | |
| (III) Common Director/member | Interest incurred on ICD | a) PRR Finance Pvt. Ltd. (Common director /Member) | 955,836 | 980,000 |
| | | b) NJR Finance Pvt. Ltd (Common director /Member) | 955,836 | 980,000 |
| | | c) Laxminarayan Finance Pvt. Ltd (Common director /Member) | 955,836 | 980,000 |
| | | d) Balkrishna rathi Finance Ltd (Common director /Member) | 1,911,670 | 1,960,000 |
| | Repayment of ICD | a) PRR Finance Pvt. Ltd. (Common director /Member) | 7,000,000 | - |
| | | b) NJR Finance Pvt. Ltd (Common director /Member) | 7,000,000 | - |
| | | c) Laxminarayan Finance Pvt. Ltd (Common director /Member) | 7,000,000 | - |
| | | d) Balkrishna rathi Finance Ltd (Common director /Member) | 14,000,000 | - |
| | Repayment of interest | a) PRR Finance Pvt. Ltd. (Common director /Member) | 2,841,641 | - |
| | | b) NJR Finance Pvt. Ltd (Common director /Member) | 2,404,279 | - |
| | | c) Laxminarayan Finance Pvt. Ltd (Common director /Member) | 2,841,643 | - |
| | | d) Balkrishna rathi Finance Ltd (Common director /Member) | 5,248,436 | - |

| | | | |
|---|--|-------------|-----------|
| (IV) SCIL (Industrial Mixing Solutions Division) (Division Of Holding Company) | Ugase of table space | 1,122,055 | 7,628,788 |
| | Trade advance paid To IMSD | - | 1,613,456 |
| | Trade advance Received from IMSD | - | 1,613,456 |
| | Paid to IMSD for Expenses | - | 2,139,964 |
| | Purchase of goods | 458,635 | 1,289,625 |
| | Reimbursement of expenses (receivable) | (7,748,638) | - |
| (V) Mr.D.N.Damania | Siting Fees | 20,000 | - |
| (VI) THYSSENKRUPP INDUSTRIES INDIA PVT LTD. | Sale of goods | 48,426,091 | - |

7 SUNDRY CREDITORS:-

(I) To the best of knowledge and as per the information available with the management sundry creditors includes an amount of Rs.5,97,66,535 due to small scale industrial undertakings. (Previous year Rs.6,96,06,354.00)

(II) The company has not received any intimation from "suppliers" regarding their status under the Micro, Small and Medium Enterprises Development Act,2006 and hence disclosures,if any, relating to amounts unpaid as at the yearend together with interest paid/payable as required under the said Act have not be given

8 Balances of Sundry Debtors & Creditors are subject to Confirmation

9 SALE

PCS, Chemical Machinery Items Size Reduction
Equipment including Dust collectors & APC

| As at 31st March 2016 | As at 31st March 2015 |
|-----------------------|-----------------------|
| VALUE RS. | VALUE RS. |
| 998,605,464 | 849,057,862 |
| 998,605,464 | 849,057,862 |

10 RAW MATERIAL CONSUMED

MS Plates & SS sheets , Pipes

Control Console Timer, Compressors, Variables
Speed Drives. Gear Boxes and Motors etc.

| As at 31st March 2016 | As at 31st March 2015 |
|-----------------------|-----------------------|
| VALUE RS. | VALUE RS. |
| 159,844,806 | 110,637,919 |
| 450,744,742 | 400,734,981 |
| 610,589,548 | 511,372,900 |

11 INVENTORIES

Finished Products
Work in Progress

| As at 31st March 2016 | As at 31st March 2015 |
|-----------------------|-----------------------|
| VALUE RS. | VALUE RS. |
| 40,406,992 | 37,119,868 |
| 200,660,838 | 168,189,345 |
| 241,067,830 | 205,309,213 |

12 The breakup of Deferred Tax Assets & Liabilities into major components at the year end is as below

PARTICULARS OF TIMING DIFFERENCE

Liabilities :

Depreciation/workmen compensation

Assets :

Provisions considered for disallowance for
Income tax purpose, pending in Appeals
Deferred Tax Liability (Net)

| | 31.03.2016 (Rs.) | 31.03.2015 (Rs.) |
|--|------------------|------------------|
| | - | - |
| | 2,224,535 | 2,224,535 |
| | 2,224,535 | 2,224,535 |

13 CIF VALUE OF IMPORTS

Components & Spare Parts

| | 31.03.2016 (Rs.) | 31.03.2015 (Rs.) |
|--|------------------|------------------|
| | 5,501,266 | 6,363,683 |

14 EXPENDITURE IN FOREIGN CURRENCIES

Royalty

Others (Foreign Travelling)

| | | |
|--|-----------|---------|
| | 191,500 | 313,000 |
| | 1,169,689 | 465,052 |

| 15 VALUE OF IMPORTED AND INDIGENOUS RAW MATERIAL, SPARE PARTS AND COMPONENTS CONSUMED DURING THE YEAR | 2015-16 | 2014-15 |
|---|--------------------|--------------------|
| | Rs. | Rs. |
| Value of Imported Materials | 5,501,266 | 6,363,683 |
| Value of Indigenous Materials | 605,088,282 | 505,009,217 |
| | 610,589,548 | 511,372,900 |
| 16 THE AMOUNT REMITTED IN FOREIGN CURRENCIES ON ACCOUNT OF DIVIDEND | NIL | NIL |
| 17 EARNING IN FOREIGN EXCHANGE (FOB BASIS) | 57,287,066 | 41,857,482 |
| 18 CASH AND CASH EQUIVALENTS | 160,566 | 277,991 |

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in and short-term investments with an original maturity of three months or less.

FOR A.H. JOSHI & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO.-112396W

For and on behalf of the Board of Directors

S A JOSHI
PARTNER
MEMBERSHIP REG. NO.-037772

A B RATHI
MANAGING DIRECTOR

V R BHATIA
DIRECTOR

P S RAGHAVAN
COMPANY SECRETARY

PLACE : PUNE
Date: 19.05.2016