

Independent Auditors Report

To,
The Members of
General Foods Limited

Report on the Financial Statements

We have audited the accompanying financial statements of General Foods Limited ("The Company") which comprises the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 (the Act) with respect to the preparation of these financial statement 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 Standard 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 judgment and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provision of the Act, the accounting and auditing standard and matters which are required to be included in the audit report under the provision of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the company's preparation of the financial statements that give 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 accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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



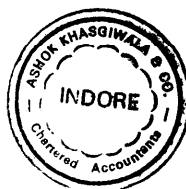
Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India, of the state of affairs of the company as at 31st March, 2016, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") 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 the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the 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 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 statement comply with the accounting standards specified under section 133 of the act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on 31st March 2016 taken on records by the Board of Director, 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 financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B".
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to be best of our information and according to the explanations given to us:
 - i. The company has no pending litigations as on balance sheet date which have impact on its financial position;
 - ii. The Company did not have any long term contract including derivative contract for which there were any material foreseeable losses.
 - iii. There were no amount which were required to be transferred to the Investor Education and Protection Fund by the company.

Date: 30.08.2016
Place: Indore



For Ashok Khasgiwala & Co.
Chartered Accountants
(Firm Reg. No. 0743C)

CA Avinash Baxi
(Partner)
M.No. 079722

Annexure A to Independent Auditor's Report

Referred to in paragraph (1) under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date to the members of General Foods Limited on the financial statements for the year ended March 31, 2016.

i. In respect of its Fixed Assets :

The Company has no fixed assets. Hence the provisions of para 3 clauses (i) of the said Order are not applicable to the company.

ii. In respect of its Inventories:

The company has no manufacturing or trading activities and has no inventories. In our opinion, the provisions of para 3 clauses (ii) of the said Order are not applicable to the company.

iii. According to the information and explanations given to us, the Company has not granted any loan secured or unsecured to companies, firms, limited liability partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence the provisions of para 3 clauses (iii) of the said Order are not applicable to the company.

iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, the company has not granted any loan, made investments, given any guarantee or provided any security within the meaning of section 185 and 186 of the Act.

v. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from the public within the meaning of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Rules, framed there under. As informed to us no Order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal.

vi. The maintenance of cost records as specified by the Central Government under Section 148 (1) of the Companies Act, 2013 are in our opinion is not applicable to the company since company has not yet commenced any activity.

vii. In respect of Statutory dues :

a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion the Company is generally regular in depositing undisputed statutory dues including provident fund, employee's state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities. There were no undisputed statutory dues in arrears, as at 31st March, 2016 for a period of more than six months from the date they became payable.

b) According to the information and explanations given to us, there are no dues of sales tax, value added tax, income tax, service tax, duties of customs, duties of excise which have not been deposited with appropriate authorities on account of any dispute.

viii. According to the records of the company examined by us and as per the information and explanations given to us, the Company has not defaulted in repayment of dues to banks, financial institution or government as on the balance sheet date. The Company has not issued any debenture.



- ix. In our opinion and according to the information and explanations given to us, the company has not raised money by way of initial public offer or further public offer (including debt instruments) and in our opinion and according to the information and explanations given to us, the company has not raised any term loans during the period under audit.
- x. During the course of our examination of the books of account and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of material fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.
- xi. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not paid / provided for managerial remuneration during the year. In our opinion the provisions of section 197 read with Schedule V to the Act are not applicable to the company.
- xii. In our opinion and according to information and explanation given to us, the company is not a Nidhi Company therefore, the provision of para 3 (xii) of the Order is not applicable to the company.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and based on our examination of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year, therefore the provision of para 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, the company has not entered into any non-cash transactions with directors or persons connected with him during the year, hence the provision of para 3 (xv) of the Order is not applicable to the company.
- xvi. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 therefore, the provision of para 3 (xvi) of the Order is not applicable to the company for the year under audit.

Date: 30.08.2016
Place: Indore



For Ashok Khasgiwala & Co.
Chartered Accountants
(Firm Reg. No. 0743C)

CA Avinash Baxi
(Partner)
M.No. 079722

Annexure B To the Independent Auditor's Report of even date on the Financial Statements of General Foods Limited

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of General Foods Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized



acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, 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.

Date: 30.08.2016
Place: Indore



For Ashok Khasgiwala & Co.
Chartered Accountants
(Firm Reg. No. 0743C)


CA Avinash Baxi
(Partner)
M.No. 079722

GENERAL FOODS LIMITED
CIN-U15400MH2011PLC216876
BALANCE SHEET AS AT 31ST MARCH, 2016

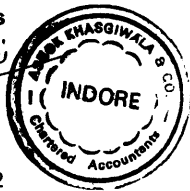
Amount in Rs.

Particulars	NOTE	As at 31st March,2016	As at 31st March,2015
I EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share capital	1	500,000	500,000
(b) Reserves and surplus	2	70,383	29,338
		570,383	529,338
(2) Current Liabilities			
(a) Other current liabilities	3	3,450	3,420
(b) Short term provision	4	8,366	2,886
		11,816	6,306
	TOTAL	582,200	535,645
II ASSETS			
(1) Non Current Assets			
(a) Other non current assets	5	402,638	347,785
(b) Deferred tax assets (net)	6	-	1,545
		402,638	349,330
(2) Current assets			
(a) Trade receivables	7	128,045	115,808
(b) Cash and Cash Equivalents	8	51,517	70,507
		179,562	186,315
	TOTAL	582,200	535,645
Notes forming an integral part of the financial statements General Information and Significant Accounting Policies	1 to 18 A-B		

As per our report of even date
For ASHOK KHASGIWALA & CO
Chartered Accountants

For and on behalf of the Board of Director

(CA AVINASH BAXI)
Partner
Membership No. 079722



Place:- Indore
Date:- 30/08/2016

(Signature)
(Ashwar Lal Kalantri)
Director
DIN-03016709

(Signature)
(Saket Barodia)
Director
DIN-00683938

GENERAL FOODS LIMITED

CIN-U15400MH2011PLC216876

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2016

Particulars	Note	Amount in Rs.	
		For the year 2015-2016	For the year 2014-2015
I INCOME			
Other income	9	84,428	73,992
Total Revenue		84,428	73,992
II EXPENSES			
Other expenses	10	25,029	26,594
Total Expenses		25,029	26,594
III Profit before exceptional and extraordinary items and tax (I-II)		59,399	47,398
IV Exceptional and Extraordinary Items		-	-
V Profit before tax (III-IV)		59,399	47,398
VI Tax expense:			
Current tax		16,809	13,382
Deferred tax		1,545	1,545
Income Tax for earlier year		-	-
VII Profit for the year (V-VI)		41,045	32,471
VIII Earnings per equity share:			
Basic & diluted (Face value of Rs. 10 each)		0.82	0.65
Notes forming an integral part of the financial statements	1 to 18		
General Information and Significant Accounting Policies	A-B		


As per our report of even date
For **ASHOK KHASGIWALA & CO**
Chartered Accountants

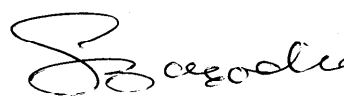
For and on behalf of the Board of Director

(CA AVINASH BAXI)
Partner
Membership No. 079722

Place:- Indore
Date:- 30/08/2016




(Mahiwar Lal Kalantri)
Director
DIN-03016709


(Saket Barodia)
Director
DIN-00683938

GENERAL FOODS LIMITED

CIN-U15400MH2011PLC216876

CASH FLOW STATEMENT

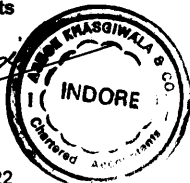
Amount in Rs.

Particulars	Year Ended March 31,2016	Year Ended March 31,2015
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	59,399	47,398
Adjustments to reconcile profit before tax to cash provided by operating activities		
Loss from Partnership Firm	-	909
Interest income	(33,170)	(30,053)
Operating profit before working capital changes	26,229	18,254
Change in assets and liabilities		
Inventories	-	-
Trade receivables	(12,237)	(28,763)
Long term and short term loans and advances and other current assets	1,545	(24,042)
Trade payables, non-current and current liabilities	5,510	(851)
Cash generated from operation	21,047	(35,402)
Direct taxes paid (net)	16,809	15,134
Net cash flow from operating activities	4,238	(50,536)
B. CASH FLOWS FROM INVESTING ACTIVITIES		
proceeds from investments	-	35,747
Profit/Loss from partnership firm	-	(909)
Dividend on non-current investments	-	-
Interest income received	33,170	30,053
Net cash flows from from investing activities	33,170	64,891
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of share capital	-	-
Short term borrowings	-	-
Repayment of short term borrowings	-	-
Net cash flow from financing activities	-	-
D. NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS	37,408	14,355
Cash & cash equivalent at beginning of the year	70,507	56,151
Cash & cash equivalent at end of the year	51,517	70,507
Bank balance not considered as cash and cash equivalents	402,638	334,539
Cash and bank balances	454,155	405,046

As per our report of even date
For ASHOK KHASGIWALA & CO.
Chartered Accountants

For and on behalf of the Board of Director

(CA Avinash Baxi)
Partner
Membership No. 079722



Place Indore
Date:- 30/08/2016

(Ashwar Lal Kalantri)
Director
DIN-03016709

(Saket Barodia)
Director
DIN-00683938

GENERAL FOODS LTD.

NOTES FORMING AN INTEGRAL PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31,2016

	Amount in Rs.	
	As at 31st March,2016	As at 31st March,2015
NOTE 1 SHARE CAPITAL		
Authorized		
Equity shares 1,00,000(Previous Year 1,00,000) Equity Shares of 10/- each	1000000	1000000
Issued, Subscribed and Paid-up		
Equity shares 50,000(Previous Year 50,000) equity shares of 10/- each fully paid-up	500000	500000
Total	500000	500000

1.1 The reconciliation of the number of shares and amount outstanding is set out below:-

Particulars	As at 31st March,2016	As at 31st March,2016	As at 31st March,2015	As at 31st March,2015
	No of shares	Amount	No of shares	Amount
Shares at the beginning of the year	50000	500000	50000	500000
Add: Shares issued during the year	0	0	0	0
Shares at the end of the year	50000	500000	50000	500000

1.2 The company has one class of equity shares having a par value of Rs. 10 per share. Each shareholder is eligible for one vote per share. The dividend proposed by the Board of Directors is subject to the approval of shareholders, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company, after distribution of all preferential amounts, in proportion of their shareholding.

1.3 The detail of shareholders holding more than 5% shares in the company:

S.No.	Name of Shareholders	As at 31st March,2016		As at 31st March,2015	
		No. of Shares held	% Held	No. of Shares held	% Held
1	Ruchi Global Limited (#)	50000	100.00%	50000	100.00%
	TOTAL	50000	100.00%	50000	100.00%

Including shares held in the name of the nominees of the company.

1.4 Company is a subsidiary of Ruchi Global Limited.

1.5 For the period of 5 years immediately preceding the date at which the balance sheet is prepared i.e. 31/03/2016,

the company has not:

- (i) allotted any share pursuant to contracts without payment being received in cash,
- (ii) allotted any shares as fully paid up by way of bonus shares,
- (iii) bought back any shares/ class of shares

NOTE 2 RESERVES AND SURPLUS

Surplus in Statement of Profit and Loss

Balance at the beginning of the year	29,338	(3,133)
Add:- Profit / (Loss) for the year	41,045	32,471
Balance at the end of the year	70,383	29,338
Total	70,383	29,338

NOTE 3 OTHER CURRENT LIABILITIES

Other liabilities

Expenses payable	3450	3420
	3450	3420



	Amount in Rs.	
NOTE 4 SHORT TERM PROVISION		
Provision for tax (Net of tds Rs.8443) (Previous year Rs. 10496)	8,366	2,886
	<u>8,366</u>	<u>2886</u>
NOTE 5 OTHER NON CURRENT ASSETS		
Balance With Bank		
In deposit account with maturity more than 12 months	402638	334539
Interest accrued on FDR	0	13246
Total	<u>402638</u>	<u>347785</u>
NOTE 6 DEFERRED TAX LIABILITIES / ASSETS(NET)		
Deferred Tax Liability	0	0
Deferred Tax Assets		
Other timing difference	0	1545
	0	1545
Deferred tax liability / assets (net)	<u>0</u>	<u>1545</u>
NOTE 7 TRADE RECEIVABLES		
Unsecured, Considered good		
Over six month from the date they were due for payment	128,045	75,445
Other	0	40,363
	<u>128,045</u>	<u>115,808</u>
NOTE 8 CASH AND BANK BALANCES		
CASH AND CASH EQUIVALENTS		
a) Balances with Banks		
In Current account	31,679	50,224
b) Cash on hand	19,838	20,283
	<u>51,517</u>	<u>70,507</u>
c) Other Bank balance in deposit A/c		
Having maturity more than 12 months	402,638	334,539
Less: Shown under other Non current Assets (refer note 5)	(402,638)	(334,539)
	<u>51,517</u>	<u>70,507</u>
NOTE 9 OTHER INCOME		
Interest Received	33,170	30,053
Loss from Partnership Firm	0	(909)
Brokerage & Commission	51,258	44,848
	<u>84,428</u>	<u>73,992</u>
NOTE 10 OTHER EXPENSES		
Audit fee	3,450	3,420
Legal & professional expenses	3,550	13,700
Conveyance Expenses	9,445	9,000
Round off	4	2
Bank commission & charges	8,580	472
	<u>25,029</u>	<u>26,594</u>



	As at 31st March,2016	Amount in Rs. As at 31st March,2015
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11 In the opinion of the Board, all current assets and loans and advances have valued on realization in the ordinary course of business at least equal to the amount which they are stated.

12 EARNING PER SHARE (EPS)

a) Net profit after tax (in ₹)	41,045	32,471
b) Weighted average number of equity shares	50000	50000
c) Nominal value of per equity share	₹ 10/-	₹ 10/-
d) Basic and diluted earning per share (in ₹)	0.82	0.65

13 Contingent liabilities and commitment.

a) Contingent liability	NIL	NIL
b) Commitment	NIL	NIL

14 Payment made to auditor for fee

3450	3420
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15 Related Party Disclosure

Transaction with related parties as identified by the management and relied upon by the auditors.

List of related parties where control exist and related parties with whom transaction having taken place and relationship.

	Relation	Group	Name of Related Parties
a) Key Management Personnel	Director	A	Sh. Ishwar Lal kalantri
	Director		Sh. Saket Barodia
	Director		Sh. Shyam Sundar Khandelwal
b) Holding Company		B	Ruchi Global Limited

There are no transactions between the company and related parties and status of outstanding balances as on 31st March-2016 are nil, hence no detail are required to be given.

16 The company has no dealing with parties covered under Micro. Small ans Medium enterprises as registered under MSME Act. 2006.

a. Value of import during the year (CIF Value)	NIL	NIL
b. Expenditure in foreign currency	NIL	NIL
c. Earning in foreign currency-FOB Value	NIL	NIL



17 Previous years' figures have been recast / restated to confirm to the classification of the current year.

18 Significant accounting policies and practices adopted by the Company are disclosed in the Statement annexed to these financial statement are as under :

A COMPANY GENERAL INFORMATION

General Foods Limited is subsidiary of Ruchi Global Limited. General Foods Limited incorporated on April 29, 2011 under the Companies Act,1956 and has its registered office at 611, Tulsiani Chambers, Nariman Point, Mumbai. It is not a listed Company. The Company earned brokerage and Interest income during the year.

B SIGNIFICANT ACCOUNTING POLICIES

1 Basis of Accounting

The Accounts have been prepared in accordance with the historical cost convention. The Financial Statements are prepared as a going concern under the historical cost convention on an accrual basis of accounting in accordance with the Generally Accepted Accounting Principles (GAAP) in India. These financial statements have been prepared to comply in all material aspects with the Accounting Standards notified under Rule 7 of the Companies (Accounts) Rules, 2014 in respect of section 133 of the Companies Act, 2013 and other recognized accounting practices and policies

2 Revenue Recognition

The Company follows the mercantile system of accounting and recognize income and expenditure on accrual basis except those with significant uncertainties.

Income from services is recognised as they are rendered based on arrangement/agreement with the concern customers.

3 Investment

Investment are valued at cost of acquisition. In case of long term investments, no provision is made for diminution in value of investment, where in the opinion of the Board of Director such diminution temporary. Current investment are carried at cost or fair value whichever is lower

4 Impairment of Assets

There is No Investment

5 Provision, Contingent Liabilities & Contingent Assets

Provision involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be outflow of resources. Contingent Liabilities are not recognized but are disclosed in the note. Contingent Assets are neither recognized nor disclosed in the Financial Statement.



6 Taxes on Income

Provision for current tax is made on the basis of estimated taxable income for the current financial year in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax is recognized on the timing difference, being the difference between taxable income and the accounting income for the year and quantified using tax rates and laws enacted or substantively enacted as on the Balance Sheet date.

Deferred tax assets are recognized and carried forward to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can realized.

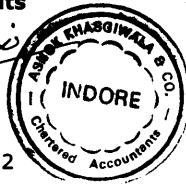
7 Cash flow statement

Cash flow statement are reported using indirect method, whereby profit/(loss) before extraordinary items and tax is adjusted for the effects of transaction of non-cash nature and any deferrals or accrual of past or future cash receipts or payment. The cash flow from operating, investing and financing activities of the company are segregated based on the available information.


As per our report of even date
For **ASHOK KHASGIWALA & CO**
Chartered Accountants


For and on behalf of the Board of Directors

(CA AVINASH BAXI)
Partner
Membership No. 079722



Place:- Indore
Date:- 30/08/2016


Ishwar Lal Kalantri
Director
DIN-03016709


(Saket Barodia)
Director
DIN-00683938