

## DIRECTOR'S REPORTS

To the Members,

Your Directors feel immense pleasure in presenting their 6<sup>th</sup> Annual Report together with Audited Statement of Accounts of the Company I G AGRI VENTURES PRIVATE LIMITED for the year ended 31<sup>st</sup> March, 2018.

### FINANCIAL HIGHLIGHTS

(Rs. In Lacs)

Financial Results	C Y 2017-2018	P Y 2016-2017
Income from Operation	92.95	0.00
Other Income	0.00	0.21
Profit before Tax	7.56	0.02
Profit after Tax	5.61	0.01

### SHARE CAPITAL

The paid up Equity Share Capital as at March 31, 2018 stood at Rs.1.00 Lacs. There is no change in paid up capital of the company during the year under report.

### DIVIDEND & RESERVES

As there is no profit / accumulated profit during the year, hence transfer of profit to reserve and declaration of dividend is not applicable

### EXTRACT OF ANNUAL REPORT:

Extract of the annual return as provided under sub-section (3) of section 92 in form MGT-9 is enclosed as per annexure-I

### PARTICULARS OF EMPLOYEES

None of the employee was in receipt of the remuneration over and above the limits prescribed pursuant to the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

### NUMBER OF MEETINGS OF THE BOARD

During the year under review, **Six (6)** meetings of the Board of Directors of the Company were held.

### DECLARATION OF INDEPENDENCE GIVEN BY INDEPENDENT DIRECTORS

The provisions of Section 149 of the Companies Act, 2013 are not applicable to company.

### DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES

The company has no subsidiary, associate or joint venture.

### STATUTORY AUDITORS

The Statutory Auditors M/s. K.K. Bassi & Associates, Chartered Accountants retire at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. The auditors have furnished certificate regarding their eligibility for re-appointment as Company's Auditors, pursuant to Section 139 of the Companies Act, 2013.

### AUDITORS REPORT:

The Notes on the Accounts referred to in the Auditors Reports are self explanatory and therefore, do not call for any further comments.

The provisions of Section 204 of Companies Act, 2013 relating to the Secretarial Audit are not applicable to the company

### COST AUDITOR

The provisions of Section 148 of the Companies Act, 2013, are not applicable to the Company.

## DIRECTORS' RESPONSIBILITY STATEMENT

Statement referred to in clause (c) of sub-section (3) of Section 134 of Companies Act, 2013;

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis;
- (e) the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- (f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

COMPANY'S POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION INCLUDING CRITERIA FOR DETERMINING QUALIFICATIONS, POSITIVE ATTRIBUTES, INDEPENDENCE OF A DIRECTOR AND OTHER MATTERS PROVIDED UNDER SUB-SECTION (3) OF SECTION 178:

The provisions of Section 178(3) of the Companies Act, 2013 are not applicable to company.

## PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

Details of Loans Given:

SL No	Date of making loan	Details of Borrower	Amount	Purpose for which the loan is to be utilized by the recipient	Time period for which it is given	Date of BR	Date of SR (if reqd)	Rate of Interest	Security
	NIL		NIL					NA	NA

Details of Investments done:-

SL No	Date of investment	Details of Investee	Amount (in Rs.)	Purpose for which the proceeds from investment is proposed to be utilized by the recipient	Date of BR	Date of SR (if reqd)	Expected rate of return
	Nil	NA	NA	NA	NA	NA	NA

Details of Guarantee / Security Provided:

SL No	Date of providing security/guarantee	Details of recipient	Amount	Purpose for which the security/guarantee is proposed to be utilized by the recipient	Date of BR	Date of SR (if any)	Commission
	NIL		NIL			NA	

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SUB-SECTION (1) OF SECTION 188:

All contracts / arrangements / transactions entered into by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis. During the year under review, your Company had not entered into any contract / arrangement / transaction with related parties which could be considered material in accordance with the policy

of the Company on materiality of related party transactions. The details of the transactions with Related Parties are provided in the accompanying financial statements.

Details of related party transactions are given elsewhere in the Annual Report as per Accounting Standard AS-18.

Your Directors draw attention of the members to Note 13 to the financial statement which sets out related party disclosures

**MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAS OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:**

No material changes and commitments during the period.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo are as follows:

a) Conservation of energy:

(i)	the steps taken or impact on conservation of energy	Changing ordinary tube lights with led tube lights.
(ii)	the steps taken by the company for utilizing alternate sources of energy	NIL
(iii)	the capital investment on energy conservation equipment's	No specific capital expenditure was done during the year towards energy conservation, although, continuous efforts are on in this direction.

(b) Technology absorption

(i)	the efforts made towards technology absorption	NA
(ii)	the benefits derived like product improvement, cost reduction, product development or import substitution	NA
(iii)	in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-	N.A
	(a) the details of technology imported	
	(b) the year of import;	
	(c) whether the technology been fully absorbed	
	(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof	
(iv)	the expenditure incurred on Research and Development	NA

**C. FOREIGN EXCHANGE EARNING AND OUTGO:** During the financial year the company earned a foreign exchange of Rs NIL and the total expenditure in Foreign exchange amounts to Rs Nil.

**STATEMENT INDICATING DEVELOPMENT AND IMPLEMENTATION OF A RISK MANAGEMENT POLICY FOR THE COMPANY INCLUDING IDENTIFICATION THEREIN OF ELEMENTS OF RISK, IF ANY, WHICH IN THE OPINION OF THE BOARD MAY THREATEN THE EXISTENCE OF THE COMPANY:**

Company's integrated risk management approach comprises prudential norms, structured reporting and controls. This approach conforms to the company's strategic directions and is consistent with stakeholders' desired total return and the risk appetite.

The management has a proven ability to successfully take on challenges. Efforts are on to become even more proactive in recognizing and managing risks through a more structured framework.

**DETAILS ABOUT THE POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON CORPORATE SOCIAL RESPONSIBILITY INITIATIVES TAKEN DURING THE YEAR:**

The provisions of section 135 of the Companies Act 2013 regarding Corporate Responsibility Policy are not applicable to the company.

#### DEPOSITS

The company have neither accepted nor renewed any deposits during the financial year.

Further, there is no non-compliance on the part of the company as per the provisions of Chapter V of Companies Act, 2013.

#### FORMAL ANNUAL BOARD EVALUATION:

The provisions of Section 134(3)(p) in respect of the formal annual evaluation of the board and the committees are not applicable to the company.

#### OTHER MATTERS & DISCLOSURES

- 1) CHANGE IN THE NATURE OF BUSINESS, IF ANY: NIL
- 2) DETAILS OF DIRECTORS OR KEY MANAGERIAL PERSONNEL WHO WERE APPOINTED OR HAVE RESIGNED DURING THE YEAR:  
In accordance with the provisions of the Companies Act, - Not Applicable.
- 3) NAMES OF COMPANIES WHICH HAVE BECOME OR CEASED TO BE ITS SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES DURING THE YEAR:  
Nil
- 4) DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:  
No order has so far been passed by any authority.
- 5) DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS  
The Company has conducted its affairs within the framework of well-defined business plans which have provided appropriate guidance and direction to its employees. The reporting and monitoring system is elaborate and the same is reviewed time to time while considering quarterly business performance.
- 6) FIXED DEPOSITS  
No Fixed deposits were accepted by the Company during the year under review. The company has not accepted any deposits in the past.

#### DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

The company has in place an Anti-Sexual Harassment Policy in lines with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. "Company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013."

#### ACKNOWLEDGEMENT

Your Directors wish to place on record their sincere appreciation for the positive co-operation and continued support received from their employees, esteemed clients, Banks and shareholders of the Company for their co-operation and sustained support during the year and look forward for along and healthy association with them.

By Order of the Board  
For I G Agri Ventures Private Limited

Date: 04.09.2018  
Place: Chandigarh

Sd/-  
(Tarun Arora)  
(Director)  
DIN - 03314408

**FORM NO. MGT 9**  
**EXTRACT OF ANNUAL RETURN**  
**As on financial year ended on 31.03.2018**

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

<b>I. REGISTRATION &amp; OTHER DETAILS:</b>		
1	CIN	U01134CH2012PTC034021
2	Registration Date	27/08/2012
3	Name of the Company	I G AGRI VENTURES PRIVATE LIMITED
4	Category/Sub-category of the Company	Category: Limited by Shares
		Sub - Category: Indian Non Government Company
5	Address of the Registered office & contact details	H NO. 1294, SECTOR 19B, CHANDIGARH - 160019
6	Whether listed company	No
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Not Applicable

<b>II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY</b>			
(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)			
S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	SUPPORT SERVICES TO AGRICULTURE	99861199	0

<b>III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES</b>					
SN	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
			NIL		

<b>IV. SHARE HOLDING PATTERN</b>									
(Equity share capital breakup as percentage of total equity)									
<b>(i) Category-wise Share Holding</b>									

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2017]				No. of Shares held at the end of the year [As on 31-March-2018]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual/ HUF		10,000	10,000	100.00%		10,000	10,000	100.00%	0.00%
b) Central Govt		-	-	0.00%		-	-	0.00%	0.00%
c) State Govt(s)		-	-	0.00%		-	-	0.00%	0.00%
d) Bodies Corp.		-	-	0.00%		-	-	0.00%	0.00%
e) Banks / FI		-	-	0.00%		-	-	0.00%	0.00%
f) Any other		-	-	0.00%		-	-	0.00%	0.00%
<b>Sub Total (A) (1)</b>		-	10,000	100.00%		-	10,000	100.00%	0.00%

<b>(2) Foreign</b>									
a) NRI Individuals		-	-	0.00%		-	-	0.00%	0.00%
b) Other Individuals		-	-	0.00%		-	-	0.00%	0.00%
c) Bodies Corp.		-	-	0.00%		-	-	0.00%	0.00%
d) Any other		-	-	0.00%		-	-	0.00%	0.00%
<b>Sub Total (A) (2)</b>		-	-	0.00%		-	-	0.00%	0.00%
<b>TOTAL (A)</b>		-	10,000	10,000	100.00%	-	10,000	10,000	100.00%
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds		-	-	0.00%		-	-	0.00%	0.00%
b) Banks / FI		-	-	0.00%		-	-	0.00%	0.00%
c) Central Govt		-	-	0.00%		-	-	0.00%	0.00%
d) State Govt(s)		-	-	0.00%		-	-	0.00%	0.00%
e) Venture Capital Funds		-	-	0.00%		-	-	0.00%	0.00%
f) Insurance Companies		-	-	0.00%		-	-	0.00%	0.00%
g) FIs		-	-	0.00%		-	-	0.00%	0.00%
h) Foreign Venture Capital Funds		-	-	0.00%		-	-	0.00%	0.00%
i) Others (specify)		-	-	0.00%		-	-	0.00%	0.00%
<b>Sub-total (B)(1):-</b>		-	-	0.00%		-	-	0.00%	0.00%
<b>2. Non-Institutions</b>									
a) Bodies Corp.									
i) Indian		-	-	0.00%		-	-	0.00%	0.00%
ii) Overseas		-	-	0.00%		-	-	0.00%	0.00%
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh		-	-	0.00%		-	-	0.00%	0.00%
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh		-	-	0.00%		-	-	0.00%	0.00%
c) Others (specify)									
Non Resident Indians		-	-	0.00%		-	-	0.00%	0.00%
Overseas Corporate Bodies		-	-	0.00%		-	-	0.00%	0.00%
Foreign Nationals		-	-	0.00%		-	-	0.00%	0.00%
Clearing Members		-	-	0.00%		-	-	0.00%	0.00%
Trusts		-	-	0.00%		-	-	0.00%	0.00%
Foreign Bodies - D R		-	-	0.00%		-	-	0.00%	0.00%
<b>Sub-total (B)(2):-</b>		-	-	0.00%		-	-	0.00%	0.00%
<b>Total Public (B)</b>		-	-	0.00%		-	-	0.00%	0.00%
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>		-	-	0.00%		-	-	0.00%	0.00%
<b>Grand Total (A+B+C)</b>		-	10,000	10,000	100.00%	-	10,000	10,000	100.00%

<b>(ii) Shareholding of Promoter</b>								
SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Gian Chand Arora	5,000	50.00%		5,000	50.00%		0.00%
2	Tarun Arora	5,000	50.00%		5,000	50.00%		0.00%

<b>(iii) Change in Promoters' Shareholding (please specify, if there is no change)</b>							
There is no change in the Promoter's Shareholding during the year under Report.							
SN	Particulars	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
	At the beginning of the year	01/04/2017		10,000	100.00%	10,000	100.00%
	Changes during the year			-	0.00%	-	0.00%
	At the end of the year	31/03/2018		10,000	100.00%	10,000	100.00%

**(iv) Shareholding Pattern of top ten Shareholders**

*(Other than Directors, Promoters and Holders of GDRs and ADRs):*

SN	For each of the Top 10 shareholders	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
	At the beginning of the year	01/04/2017		-	0.00%	-	0.00%
	Changes during the year			-	0.00%	-	0.00%
	At the end of the year	31/03/2018		-	0.00%	-	0.00%

**(v) Shareholding of Directors and Key Managerial Personnel:**

SN	Shareholding of each Directors and each Key Managerial Personnel	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
<b>1</b>	<b>Gian Chand Arora</b>						
	At the beginning of the year	01/04/2017		5,000	50.00%	5,000	50.00%
	Changes during the year			-	0.00%	-	0.00%
	At the end of the year	31/03/2018		5,000	50.00%	5,000	50.00%
<b>2</b>	<b>Tarun Arora</b>						
	At the beginning of the year	01/04/2017		5,000	50.00%	5,000	50.00%
	Changes during the year			-	0.00%	-	0.00%
	At the end of the year	31/03/2018		5,000	50.00%	5,000	50.00%

**V. INDEBTEDNESS**

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

(Amt. Rs./Lacs)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	-	-	-	-
<b>Change in Indebtedness during the financial year</b>				
* Addition	-	-	-	-
* Reduction	-	-	-	-
<b>Net Change</b>	-	-	-	-
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	-	-	-	-

**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

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

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount
		Gian Chand Arora	Tarun Arora	
	Name	Director	Director	
	Designation	Director	Director	
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission			
	- as % of profit	-	-	-
	- others, specify	-	-	-
5	Others, please specify	-	-	-
	Total (A)	-	-	-
	Ceiling as per the Act			

B. Remuneration to other Directors

SN.	Particulars of Remuneration	Name of Directors			Total Amount
		-	-	-	(Rs/Lac)
1	Independent Directors				
	Fee for attending board committee	-	-	-	-
	Commission	-	-	-	-
	Others, please specify	-	-	-	-
	Total (1)	-	-	-	-
2	Other Non-Executive Directors				
	Fee for attending board committee	-	-	-	-
	Commission	-	-	-	-
	Others, please specify	-	-	-	-
	Total (2)	-	-	-	-
	Total (B)=(1+2)	-	-	-	-
	Total Managerial Remuneration				
	Overall Ceiling as per the Act				



C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

SN.	Particulars of Remuneration	Name of Key Managerial Personnel			Total Amount (Rs/Lac)
		Name	-	-	
	Designation	CEO	CFO	CS	
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission				
	- as % of profit	-	-	-	-
	- others, specify	-	-	-	-
5	Others, please specify	-	-	-	-
	Total	-	-	-	-

**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**

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

Sd/-  
Gian Chand Arora  
Director  
DIN - 01934634

Sd/-  
Tarun Arora  
Director  
DIN - 03314408

## **INDEPENDENT AUDITOR'S REPORT**

**To the Members,  
I G Agri Ventures Private Limited**

### **Report on the Financial Statements**

1. We have audited the accompanying financial statements of M/s. I G AGRICULTURE VENTURES PRIVATE LIMITED (the "Company"), which comprise the Balance Sheet as at March 31, 2018, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information, which we have signed under reference to this report.

### **Management's Responsibility for the Standalone Financial Statements**

2. The management and Board of Directors of the Company are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the act') with respect to the preparation and presentation 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 Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### **Auditors' Responsibility**

3. Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under. 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.
4. 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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of Directors, as well as evaluating the overall presentation of the financial statements.

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

### **Opinion**

6. In our opinion, and to the best of our information and according to the explanations given to us, the accompanying standalone 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:
- a. in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2018;
  - b. in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
  - c. in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

7. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, is not applicable.
8. 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, 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 applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014;
  - e. on the basis of written representations received from the directors as on March 31, 2018, taken on record by the Board of Directors, none of the directors 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 of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
  - g. In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014.

**K. K. BASSI & ASSOCIATES**  
CHARTERED ACCOUNTANTS

410, Level 4, Centrum Plaza  
Golf Course Road, Sector 53  
Gurugram, NCR New Delhi  
Haryana, Pin - 122011  
Mobile: 94170-27223  
E.Mail: kkbassi@gmail.com

- i. The Company has no pending litigation as explained to us
- ii. The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise;
- iii. There has been no occasion during the year under review to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

for K K Bassi & Associates  
Chartered Accountants  
FRN: 005539N

Date: 04.09.2018  
Place: Gurugram

Sd/-  
(K K Bassi)  
Partner  
M.No.084597

**“Annexure B” to the Independent Auditor’s Report**

**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 I G AGRI VENTURES PRIVATE LIMITED (“the Company”) as of March 31, 2018 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 (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 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

### **Meaning of Internal Financial Controls over Financial Reporting**

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

Date: 04.09.2018  
Place: Gurugram

for K K Bassi & Associates  
Chartered Accountants  
FRN: 005539N

Sd/-  
(K K Bassi)  
Partner  
M.No.084597

I G AGRI VENTURES PRIVATE LIMITED  
BALANCE SHEET AS ON 31ST MARCH, 2018

PARTICULARS	NOTE NO.	CURRENT YEAR	PREVIOUS YEAR
<b>I. CAPITAL AND LIABILITIES</b>			
<b><u>1. SHAREHOLDER'S FUNDS:</u></b>			
Share Capital	1	100,000.00	100,000.00
Reserves and Surplus	2	<u>565,062.00</u>	<u>3,763.00</u>
		665,062.00	103,763.00
2. Share Application Money pending Allotement			
<b><u>3. NON CURRENT LIABILITIES</u></b>			
<b><u>4. CURRENT LIABILITIES</u></b>			
Other Current Liabilities	3	35,400.00	8,547,700.00
Short Term Provisions	4	<u>194,670.00</u>	<u>515.00</u>
		230,070.00	8,548,215.00
Total (Rs.)		<u>895,132.00</u>	<u>8,651,978.00</u>
<b>II. ASSETS</b>			
<b>1. Non- Current Assets</b>			
Fixed Assets:			
Intangible Assets	5	13,500.00	15,000.00
Intangible assets under development	6	17,999.00	17,999.00
		<u>31,499.00</u>	<u>32,999.00</u>
<b>2. Current Assets</b>			
Inventories	7	-	8,520,000.00
Cash and Cash Equivalents	8	<u>863,633.00</u>	<u>98,979.00</u>
		863,633.00	8,618,979.00
Significant Accounting Policies and Notes on Accountns	13		
Total (Rs.)		<u>895,132.00</u>	<u>8,651,978.00</u>
		-	-

Sd/-  
Gian Chand Arora  
Director  
DIN - 01934634

Sd/-  
Tarun Arora  
Director  
DIN - 03314408

As per our report of even date,  
For K.K.Bassi & Associates,  
Chartered Accountants,

Date : 04.09.2018  
Place: Gurugram

K. K. Bassi  
Partner  
M.No.084597

I G AGRI VENTURES PRIVATE LIMITED  
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDING 31ST MARCH, 2018

PARTICULARS	NOTE NO.	CURRENT YEAR	PREVIOUS YEAR
I. Revenues from operations	9	9,295,420.00	
II. Other Income	10	-	21,030.50
III. Total Revenue (I+II)		9,295,420.00	21,030.50
IV. Expenses			
Cost of Goods Traded	11	8,520,000.00	
Other Expenses	12	19,436.00	19,320.00
Total Expenses		8,539,436.00	19,320.00
V. Profit Before Exceptional and Extraordinary items and tax (III-IV)		755,984.00	1,710.50
VI. Exceptional items		-	-
VII. Profit before extraordinary items and tax (V-VI)		755,984.00	1,710.50
VIII. Extraordinary items		-	-
IX. Profit before tax (VII-VIII)		755,984.00	1,710.50
X. Tax Expenses			
Current Tax		194,670.00	515.00
Deferred Tax			
Previous Tax		15.00	
XI. Profit (Loss) for the period from continuing operations (VII-VIII)		561,299.00	1,195.50
XII. Profit (Loss) from discontinuing operations		-	-
XIII. Tax Expenses of discontinuing operations		-	-
XIV. Profit (Loss) from discontinuing operations (after tax) (XII-XIII)		-	-
XV. Profit (Loss) for the period (XI+XIV)		561,299.00	1,195.50
XVI. Earning per equity share:			
Basic		56.13	0.12
Diluted			

Sd/-  
Gian Chand Arora  
Director  
DIN - 01934634

Sd/-  
Tarun Arora  
Director  
DIN - 03314408

As per our report of even date,  
For K.K.Bassi & Associates,  
Chartered Accountant,

Date : 04.09.2018  
Place: Gurugram

Sd/-  
K. K. Bassi  
Partner  
M.No.084597



IG AGRI VENTURES PRIVATE LIMITED  
NOTES FORMING PART OF THE BALANCE SHEET

NOTE NO. 1

SHARE CAPITAL	CURRENT YEAR	PREVIOUS YEAR
Authorised :		
10,000 Equity shares of Rs.10/- each	100,000.00	100,000.00
Issued, Subscribed & Paid up:		
10,000 Equity shares of Rs.10/- each fully paid.	100,000.00	100,000.00
Total (Rs.)	100,000.00	100,000.00

Reconciliation of the number of shares outstanding at the beginning at the end of the reporting period

Share outstanding at the beginning of the year	10000	10000
Shares issued during the year		
Share brought back during the year		
Share outstanding at the end of the year	10000	10000

Share in the company held by each shareholder holding more than 5% shares specifying the number of shares held

Name of the Shareholder	As at 31.03.2018		As at 31.03.2017	
	%	No. of Shares held	%	No. of Shares held
Gian Chand Arora	50	5000	50	5000
Tarun Arora	50	5000	50	5000

NOTE NO. 2

RESERVE & SURPLUS	CURRENT YEAR	PREVIOUS YEAR
Surplus Balance - Statement of Profit & Loss		
Opening balance	3,763.00	2,567.50
Add: during the year	561,299.00	1,195.50
Total (Rs.)	565,062.00	3,763.00

NOTE NO. 3

OTHER CURRENT LIABILITIES	CURRENT YEAR	PREVIOUS YEAR
Expenses Payable	35,400.00	17,700.00
Advance against Sales	-	8,530,000.00
Total (Rs.)	35,400.00	8,547,700.00

NOTE NO. 4

SHORT TERM PROVISIONS	CURRENT YEAR	PREVIOUS YEAR
Provisions for Income Tax	194,670.00	515.00
Total (Rs.)	194,670.00	515.00

NOTE NO. 5

INTANGIBLE ASSETS	CURRENT YEAR	PREVIOUS YEAR
Preliminary Expenses	15,000.00	15,000.00
Less: Preliminary Exp. (w/off)	1,500.00	-
Total (Rs.)	13,500.00	15,000.00

## NOTE NO. 6

INTANGIBLE ASSETS	CURRENT YEAR	PREVIOUS YEAR
Pre-operative Expenses	17,999.00	17,999.00
Total (Rs.)	17,999.00	17,999.00

## NOTE NO. 7

INVENTORIES	CURRENT YEAR	PREVIOUS YEAR
Finished Goods (As valued and certified by Management)	-	8,520,000.00
Total (Rs.)	-	8,520,000.00

## NOTE NO. 8

CASH AND CASH EQUIVALENTS	CURRENT YEAR	PREVIOUS YEAR
Cash in hand	827,483.00	63,593.00
HDFC Bank Ltd	36,150.00	35,386.00
Total (Rs.)	863,633.00	98,979.00

## NOTE NO. 9

REVENUE FROM OPERATION	CURRENT YEAR	PREVIOUS YEAR
Sales	9,295,420.00	
Total (Rs.)	9,295,420.00	-

## NOTE NO. 10

OTHER INCOME	CURRENT YEAR	PREVIOUS YEAR
Other Income		21,030.50
Total (Rs.)	-	21,030.50

## NOTE NO. 11

COST OF GOODS TRADED	CURRENT YEAR	PREVIOUS YEAR
Opening Stock	8,520,000.00	
Add: Purchases	-	8,520,000.00
	8,520,000.00	8,520,000.00
Less : Closing Stock	-	8,520,000.00
Total (Rs.)	8,520,000.00	-

## NOTE NO. 12

OTHER EXPENSES	CURRENT YEAR	PREVIOUS YEAR
Office Expenses		1,020.00
Fee & Taxes		600.00
Audit Fee	11,800.00	11,800.00
Legal & Professional Charges	5,900.00	5,900.00
Bank Charges	236.00	
Preliminary Expenses Written off.	1,500.00	
Total (Rs.)	19,436.00	19,320.00

I G AGRI VENTURES PRIVATE LIMITED  
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2018

Amount in INR

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
<b>A CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES</b>		
Net Profit after tax	561,299.00	1,195.50
Adjustments for :		
Preliminary Expenses W/off.	1,500.00	-
Depreciation		
Other Income	-	(21,030.50)
Interest Received		
Financial Cost		
Deffered Tax		
Operating profit before changes in Working Capital	<u>562,799.00</u>	<u>(19,835.00)</u>
Adjustments for changes in Working Capital and provisions:		
Inventories	8,520,000.00	(8,520,000.00)
Trade receivables		
Short Term Loans and Advances		
Other Current assets		
Trade payables		
Other current liabilities	(8,512,300.00)	8,513,350.00
Short Term Borrowings		
Short Term Provisions	194,155.00	-
	<u>201,855.00</u>	<u>(6,650.00)</u>
Direct tax paid		
Cash generated from operations	201,855.00	(6,650.00)
Preliminary Expenses W/off.	(1,500.00)	-
Other Income	-	21,030.50
Interest Received	-	-
	<u>200,355.00</u>	<u>14,380.50</u>
Net Cash (used in) Operating activities	763,154.00	(5,454.50)
<b>B CASH FLOW FROM/(USED IN) INVESTING ACTIVITIES</b>		
Fixed Assets :		
Purchase		
Intangible Assets	1,500.00	
Intangible Assets under development	-	-
Long Term loan and advances		
Net Cash (used in) investing activities	1,500.00	-
<b>C CASH FLOW FROM/ (USED IN) FINANCING ACTIVITIES</b>		
Issue of shares	-	
Increase / (Decrease) in Long term Borrowings		
Financial Cost	-	-
Net Cash (used in) financing activities	<u>-</u>	<u>-</u>
<b>D NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<u>764,654.00</u>	<u>(5,454.50)</u>
Cash and Cash Equivalents (Opening balance)	98,979.00	104,433.50
Cash and Cash Equivalents (Closing balance)	<u>863,633.00</u>	<u>98,979.00</u>

I G AGRI VENTURES PRIVATE LIMITED  
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2018

Notes for Cash Flow Statement:

1 Detail of Opening and Closing Cash & Cash Equivalent

	Closing Balance	Closing Balance
Cash in Hand	827,483.00	63,593.00
Balance with Scheduled Bank	36,150.00	35,386.00
	<u>863,633.00</u>	<u>98,979.00</u>

2 The above Cash Flow Statement has been prepared under the indirect method setout in Accounting Standard (revised) -3 (AS-3) by Companies Accounting Standard Rules, 2006

3 Figures in brackets indicate cash outgo.

4 Figures have been rounded off to the nearest rupees.

For and on behalf of the Board of Directors

Sd/-  
Gian Chand Arora  
Director  
DIN - 01934634

Sd/-  
Tarun Arora  
Director  
DIN - 03314408

Auditor`s Certificate

We, have verified the above Cash Flow Statement of I G AGRI VENTURES Private Limited for the year ended March 31, 2018 The statement has been prepared in accordance with the requirement of AS 3 (revised) notified by the Companies Accounting Standard Rules, 2006 and is in agreement with the balance sheet and statement of profit and loss account of the company covered by our report of even date to the members of the company

As per our report of even date  
For K K Bassi & Associates,  
Chartered Accountants,

Date : 04.09.2018  
Place: Gurugram

Sd/-  
(K K Bassi)  
Partner  
M.No 084597

## 1. NOTES FORMING PART OF THE FINANCIAL STATEMENTS

### COMPANY OVERVIEW

The Company is a Private Limited Company engaged in the business of Agri business. This is a Small and Medium Sized Company ('SMC') as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act. Accordingly, the Company has complied with the Accounting Standards as applicable to a SMC.

## 2. SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES:

### 1. ICDS I - ACCOUNTING POLICIES:

The financial statements are prepared under historical cost convention, on accrual basis, in accordance with the generally accepted accounting principles in India and to comply with the Indian Generally Accepted Accounting principal (GAAP) including the accounting standards notified under the relevant provisions of Companies Act, 2013 and other the basis of going concern. These accounts are prepared on the historical cost basis and on the accounting principles of a going concern, consistency and accrual. Accounting policies not specifically referred to otherwise are consistent and in consonance with generally accepted accounting principles.

### USE OF ESTIMATES

The preparation of financial statements are in conformity with generally accepted accounting principles requires management to make estimates and assumptions that effect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities on the date of the financial statements and the results of operations during the reporting periods. Although these estimates are based upon management's knowledge of current events and actions, actual results could differ from those estimates and revisions, if any, are recognized in the current and future periods.

### 2. ICDS II - VALUATION OF INVENTORIES

Inventories are valued at cost or net realizable value whichever is lower on the basis of first in first out method. Cost of inventory comprise of cost of purchases, services, conversion and other costs incurred in bringing the inventory to their present location and condition. Abnormal wasted material, labour or production cost, storage cost unless necessary in production process, administrative overhead, selling costs are excluded from the cost of inventory.

### 3. ICDS III - CONSTRUCTION CONTRACT

Contract revenue and costs associated with construction contract are recognized as revenue and expense with reference to stage of completion of the contract activities at reporting date.

### 4. ICDS IV - REVENUE RECOGNITION

#### a) SALE OF TRADED GOODS

Revenue from sale of traded goods is recognized when the product has been delivered in accordance with the sales contract. Sales are shown as net of sales tax and value added tax separately charged and applicable discounts. Expenses and income considered payable and receivable respectively are accounted for on accrual basis.

#### b) SERVICES

The company recognizes revenue when the significant terms of the arrangement are enforceable, services have been delivered and the collectability is reasonably assured. The method of recognizing the revenues and costs depends on the nature of the services rendered.

#### (i) TIME AND MATERIAL CONTRACTS

Revenues and costs relating to time and material contracts are recognized as and when the related services are rendered.

#### (ii) FIXED- PRICE CONTRACTS

Revenues from fixed- price contracts, including systems development and integration contracts are recognized based on completion of agreed milestones and/ or on the basis of man days/ hours spent as per terms of contract.

c) OTHER INCOME

Interest and other income are accounted on the accrual basis except on investments which have been accounted in the year in which it is received.

5. ICDS V - TANGIBLE FIXED ASSETS

Tangible Fixed Assets are stated at cost of acquisition which includes taxes, duties, freights, insurance and other incidental expenses incurred for bringing the assets to the working conditions required for their intended use, less accumulated depreciation. Software which are not integral part of hardware are classified as intangible assets and are stated at cost of acquisition / cost of development in case of internally generated software less cost recovered accumulated depreciation / amortization.

(a) Depreciation has been provided during the year on the basis of useful life as ascertain by the management on the basis of technical evaluation according to Section 123 and Schedule II of Companies Act, 2013.

(b) Preliminary expenses are amortized over a period of ten years.

6. ICDS VI - FOREIGN EXCHANGE TRANSACTION

Foreign currency transactions are accounted at the exchange rates prevailing on the date of the transaction. Foreign currency monetary items outstanding as at the Balance Sheet date are reported using the closing rate. Gain or loss resulting from the settlement of such transactions and translation of monetary assets and liabilities denominated in foreign currencies are recognized in the Statement of Profit and Loss. The fluctuation in Foreign Exchange on account of import are booked in the statement of profit and loss.

7. ICDS VII - GOVERNMENT GRANTS

Government grants are recognized on reasonable assurance that condition attached to them shall be complied and grant is received. Government grants relating to tangible assets are deducted from the actual cost of the assets. Grants received as compensation for expenses or losses shall be recognize as income of the period in which it is received. Grants in the nature of promoters contribution like investment subsidy where no repayment is ordinary expected in respect thereof, are treated as capital reserve.

8. ICDS VIII - RELATING TO SECURITIES

Securities on acquisition are recognized on actual costs, consisting of purchase price, acquisition charges. Where securities are acquired in exchange of another asset the fair value of the security is its actual cost, where unpaid interest has accrued before acquisition of an interest bearing security is included in the price of the security, the subsequent receipt of interest is allocated between pre-acquisition and post acquisition. The pre acquisition portion of interest is deducted from the actual cost.

9. ICDS IX - BORROWING COSTS

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of that asset. Borrowing costs related to revenue transaction are treated as revenue expenditure.

10. ICDS X - PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

A Provision is recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

IMPAIRMENT

The carrying amounts of assets and assets that are not yet available for use are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the recoverable amount of the asset is estimated. An impairment loss is recognized whenever the carrying amount of an asset or cash generating unit exceeds its recoverable amount. Impairment losses are recognized in the profit and loss account. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined net of depreciation or amortization, if no impairment loss had been recognized.

## EMPLOYEES BENEFITS

The company's obligations towards various employee benefits have been recognized as follows:

The Company expenses its contributions to provident fund in the year in which they become due. Defined benefit plans- gratuity, compensated leaves, short term employee's benefits/ termination benefits are accounted for at the time of actual payment.

## EARNINGS PER SHARE

Basic Earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit after tax as adjusted for dividend, interest and other charges to expense or income relating to the diluted potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share.

## TAXES

### a) INCOME TAX

The current charge for income taxes is calculated in accordance with the relevant tax regulations. Tax liability for domestic taxes has been computed after considering Minimum Alternate Tax (MAT). The excess tax paid under MAT provisions being over and above regular tax liability can be carried forward and set off against future tax liabilities computed under regular tax provisions. Accordingly, MAT credit has been recognized, wherever applicable on the balance sheet which can be carried forward for a period of ten years from the year of recognition.

### b) DEFERRED TAX

Deferred tax is recognized on timing differences between the accounting income and the taxable income for the year and quantified using the tax rates and laws substantially enacted as on the balance sheet date. Deferred tax assets in respect of unabsorbed depreciation/ brought forward loss are recognized to the extent there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Other 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 be realized.

## 3. NOTES TO THE ACCOUNTS:

1. In the opinion of the management, the current assets, loans and advances are approximately of the value stated, if realized in the ordinary courses of business. The provision for all the known liabilities has been made and is adequate and not in excess of the amount considered reasonably necessary.
2. Figures of previous years have been regrouped and rearranged wherever necessary.
3. The balance outstanding in the debit and credit to the parties / individuals are subject to confirmation by the person/parties concerned.
4. Contingent liabilities not provided for Nil (Previous year NA.)
5. Sundry Creditors may also include amounts payable to some Small-scale industries. The company is in the process of identifying the Micro, Small and Medium Enterprises as defined under the "The Micro, Small and Medium Enterprises Development Act, 2006". However, based on the information so far available with the Company i.e., no enterprises have been identified, who are registered under the Said Act.

### 6. Auditor's Fees

	Current Year	Previous Year
Statutory Audit Fee	10000	10000
I GST	1800	1800

7. In terms of Accounting Standard 17 of the Institute of Chartered Accountants of India Segment information has not been given as the company has only one segment.
8. In term of Accounting Standard 18 of the Institute of Chartered Accountants of India. There have been no materially significant related parties' transactions or relationship between the company and its directors, promoters that may have potential conflict with the interests of the company at large.

9. Deferred Tax Liability

As required by the Accounting Standard on “Accounting for Taxes on income” i.e. (AS-22) issued by the Institute of Chartered Accountants of India, the major components of deferred tax liability-(Assets) are given below:-.

Particulars	Deferred tax liability as on 01.04.2017 (in Rs.)	Current year charge (in Rs.)	Deferred tax liability as at 31.03.2018 (in Rs.)
Difference between book and tax depreciation	-	-	-

10. Provision for income tax / MAT is made on the basis of book profit for the year.

11. Amounts in the financial statements are rounded off to the nearest rupee.

12. Notes attached with Balance Sheet forms integral part of the Balance Sheet as at 31<sup>st</sup> March, 2018 and the Statement of Profit & Loss for the year ending on 31<sup>st</sup> March, 2018.

Sd/-  
(Gian Chand Arora)  
Director  
DIN – 01934634

Sd/-  
(Tarun Arora)  
Director  
DIN – 03314408

As per our separate report of even date attached.

For K.K. Bassi & Associates  
Chartered Accountants  
FRN: 005539N

Date: 04.09.2018  
Place: Gurugram

Sd/-  
(K.K. Bassi)  
Partner  
M No.084597