

KHEMANI DISTRIBUTORS
& MARKETING PRIVATE
LIMITED

ANNUAL REPORT

2013-2014

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KHEMANI DISTRIBUTORS & MARKETING (P) LTD

CIN:U7430GJ2011PTC063520

Regd Off: B-319, L.B. Appts, Salabatpura, Ring Road, Surat

[Tel:9825803214](tel:9825803214), email:khemaniamitv@gmail.com

NOTICE

Notice is hereby given that the 3rd ANNUAL GENERAL MEETING of the members of M/S. KHEMANI DISTRIBUTORS & MARKETING PVT LTD be held at the Registered office of the company on 30.09.14 at 11.30 A.M. to transact the following business :-

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Accounts for the year ending on 31.03.14 and the report of Board of Directors and the Auditors.
2. To appoint Auditors and Fix their remuneration.

By the order of the Board
For Khemani Distributors & Marketing (P) Ltd

Sd/-
Director
Amit Khemani
DIN: 02227413
PLACE: SURAT
DATE: 06/09/14

Note: A member is entitled to attend and vote at the meeting and is entitled to appoint a proxy to attend and vote instead of himself and the proxy need to be a member of the company.

DIRECTOR'S REPORT

Dear Shareholders,

Your Directors have pleasure in presenting the 3rd ANNUAL GENERAL MEETING REPORT AND AUDITED ACCOUNTS of the company for the year ended on 31.3.2014.

1) FINANCIAL PERFORMANCE:

(Amount in Rupees)

Particulars	Current Year	Previous year
Income from Operation	51,33,92,624	-
Profit Before Tax & Depreciation	7,65,929	-21,050
Depreciation	2,18,560	-
Provision for Tax	1,54,510	-
Profit after Tax Adjustments (inc Defer Tax)	3,92,859	-21,050

2) PARTICULARS OF EMPLOYEES:

There is no employee who has drawn remuneration more than aggregate of Rs. 60,00,000/- per annum and more than Rs. 5,00,000/- per month, if employed for the part of the year as required under section 217(2A) of the Companies Act, 1956.

3) RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION, ENERGY CONSERVATION ETC.:

The company is not doing any manufacturing activity and hence Additional Information on conservation of energy, technology absorption, foreign exchange earning and outgo as required to be disclose in terms of section 217(1)(e) of The Companies act,1956, read with the Companies(disclosures of particulars of Board of Directors) Rule, 1988 is not applicable. There is no foreign earning/outgo during the year.

4) DIRECTORS AND THEIR RESPONSIBILITY STATEMENT:

Pursuant to the section 217(2AA) of the Companies Act, 1956 as amended by the Companies (Amendment) Act, 2000 the directors confirm that:

- (i) In the preparation of the annual accounts, the applicable accounting standards have been followed.
- (ii) Appropriate Accounting Policies have been selected and applied consistently and have made judgment and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31.03.2014 and of the profit for the period 01.04.13 to 31.03.2014.
- (iii) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) The Annual Accounts have been prepared on a going concern basis.

5) AUDITORS:

M/s. C.P.Jaria & Co, Chartered Accountants, the Auditors of the company retires and eligible for re-appointment.

6) APPRECIATION:

Your Directors would like to express their graceful appreciation of the assistance and Co-Operation received from the Shareholders during the year under review.

BY AND BEHALF OF THE BOARD

Sd/-
Director-Amit Khemani
DIN: 02227413
PLACE: SURAT
DATE: 06/09/2014

Sd/-
Director-Vijay Khemani
DIN: 02227389

INDEPENDENT AUDITOR'S REPORT

To the members of KHEMANI DISTRIBUTORS & MARKETING (P) LTD

Report on the Financial Statement

We have audited the accompanying financial statement of **KHEMANI DISTRIBUTORS & MARKETING (P) LTD (“the Company”)**, which comprise the Balance Sheet as at March 31, 2014, and the statement of Profit & Loss for the year ended, and the summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Company's Management is responsible for 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 Standards notified under the Companies Act, 1956 (the Act) read with the [General Circular 15/2013 dated 13th September, 2013](#) of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control 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

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. 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.

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 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, 2014; and
- (b) In the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2003 (the Order) issued by the Central Government of India in terms of Section 227(4A) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.

2. As required by Section 227(3) of the Act, we report that:

- a. We have 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 and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.

d. In our opinion, the Balance Sheet and the Statement of Profit and Loss comply with Accounting Standards notified under the Act read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013.

e. On the basis of the written representations received from the directors as on March 31, 2014, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of Section 274(1)(g) of the Act.

FOR C.P.Jaria & Co
Chartered Accountants

Sd/-
(C.P.Jaria)
M.No.030817
F.No.: 104058W
PLACE: SURAT
DATE: 06/09/2014

ANNEXURE TO THE AUDITOR'S REPORT

1. (a) The company has maintained proper records showing full particulars including quantitative details and location of all its fixed assets.
(b) During the year the management has physically verified all the fixed assets and no material discrepancies have been noticed on such verification.
(c) During the year, the company has not disposed off substantial part of its fixed assets.
2. (a) As informed to us the inventory has been physically verified by the management during the year, In our opinion, the frequency of such verification is reasonable.
(b) In our opinion the procedure for physical verification of inventory followed by management are reasonable and adequate to the size of the company and nature of its business.
(c) The company has maintained proper records of inventory. The discrepancies noticed if any on physical verification between physical stocks and book records were not material in relation to the operations of the company and have been properly dealt with in the books of account.
3. (a) The company has not granted any loan, secured or unsecured, to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956. As the company has not granted any loans, secured or unsecured, to the parties listed in the register maintained under section 301 of the Companies Act, 1956, paragraphs (iii) (b), (c) and (d) of the order are not applicable.

3. (b) The company has not taken any loan, secured or unsecured, from companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956. As the company has not taken any loans, secured or unsecured, from the parties listed in the register maintained under section 301 of the Companies Act, 1956, paragraphs (iii) (f), (g) and (h) of the order are not applicable.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to the purchase of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, no major weakness has been noticed in the internal controls.
5. As explained to us, during the year, any transaction required to be entered in the register maintained under section 301 of Companies Act, 1956, has been entered.
6. The company has not accepted deposits from the public and hence the provisions of Sec-58A & 58AA of the Companies Act, 1956, and the rules framed there under are not applicable. In company's case no order has been passed by the Company Law Board.
7. In our opinion and as informed to us, the company has an adequate internal audit system, commensurate with the size and nature of its business.
8. The central government has not prescribed maintenance of cost records under section 209(1)(d) of the Companies Act, 1956.
9. (a) According to the information and explanations given to us and on basis of our examination of the books of accounts, the company has been generally regular in depositing undisputed statutory dues including Provident fund, Investor Education and protection fund, Employee's state insurance, Income Tax, sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, cess and other statutory dues during the year with the appropriate authorities. As at 31.3.2014, there were no undisputed dues payable for a period of more than six months from the date they become payable.
(b) According to the information and explanations given to us, there is no disputed dues in respect of Provident fund, Investor Education and protection fund, Employee's state insurance, Income Tax, sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, cess and other statutory dues.
10. The Company does not have accumulated losses. Company has not incurred cash losses during the financial year covered by our audit.
11. Based on our audit procedure and on the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to the financial institution or bank.
12. The company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

13. The company is not a chit fund/nidhi/mutual benefit fund/ society.
14. According to the information and explanations given to us, the Company is dealing or trading in shares, securities, debentures and other investments.
15. According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank and financial institutions.
16. The company had not taken any fresh term loan during the year.
17. According to information and explanations given to us, funds raised on short term basis have, prima facie, not been used during the year for long term investments and vice versa.
18. The company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Companies Act, 1956 during the year.
19. No Security is required to be created since the company has not issue any debentures.
20. The company has not raised any money by public issues during the year.
21. According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year.

For C.P.Jaria & Co
Chartered accountants

Sd/-
(C.P.Jaria)
Partner
M.No.030817
F.No.: 104058W
PLACE: SURAT
DATE: 06/09/14

BALANCE SHEET AS AT 31.3.2014

PARTICULARS	NOTE	CURRENT YEAR	PREVIOUS YEAR
<u>I. EQUITY AND LIABILITIES</u>			
(1) Shareholder's Fund			
(a) Share Capital	1	197,500	197,500
(b) Reserves and Surplus	2	19,854,135	19,461,276
(c) Money received against share warrants		0	0
(2) Share Application money pending allotment		0	0
(3) Non-current Liabilities			
(a) Long-Term Borrowings	3	81,819,387	200,000
(b) Deferred tax liabilities (Net)		0	0
(c) Other Long term liabilities		0	0
(d) Long term provisions		0	0
(4) Current Liabilities			
(a) Short Term borrowings		0	0
(b) Trade Payables	4	6,568,235	156,873
(c) Other current Borrowings		0	0
(d) Short-term Provisions	5	3,625,422	473,000
Total		112,064,679	20,488,649
<u>II. ASSETS</u>			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	6	1,289,381	0
(ii) Intangible Assets		0	0
(iii) Capital work-in-progress		0	238,000
(iv) Intangible assets under development		0	0
(b) Non-Current Investments	7	15,266,784	0
(c) Deferred tax Assets (Net)		0	0
(d) Long Term loans and advances	8	4,267,296	15,050,000
(e) Other non-current assets	9	12,000	18,000
(2) Current Assets			
(a) Current Investments		0	0
(b) Inventories	10	63,386,949	4,045,174
(c) Trade receivables	11	11,725,211	0
(d) Cash & Cash equivalents	12	15,179,623	181,315
(e) Short term loans & advances		0	0
(f) Other Current Assets	13	937,435	956,160
Total		112,064,679	20,488,649

AS PER OUR REPORT OF EVEN DATE
FOR C.P.JARIA & CO
CHARTERED ACCOUNTANTS

Sd/-
(C.P.JARIA)
PARTNER
M.NO.: 030817
FRN: 104058W
PLACE: SURAT
DATE: 06/09/14

Sd/-
DIRECTOR-Amit Khemani
DIN: 02227413

Sd/-
DIRECTOR-Vijay Khemani
DIN: 02227389

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31/3/2014

PARTICULARS	NOTE	CURRENT YEAR	PREVIOUS YEAR
I. Revenue from operations	14	513,392,624	0
II. Other Income	15	673,989	0
III. Total Revenue (I + II)		514,066,613	0
IV. Expenses			
Cost of Material Consumed		0	0
Purchase of Stock-in-trade	16	492,704,581	4,045,174
Changes in inventories of finished goods, work-in progress and stock-in trade	17	(4,280,275)	(4,045,174)
Employee benefit Expenses	18	4,961,089	0
Finance costs	19	5,724,863	550
Depriciation		218,560	0
Other expenses	20	14,190,426	20,500
IV.Total Expenses		513,519,244	21,050
V. Profit before exceptional and extraordinary items & Tax	(III-IV)	547,369	(21,050)
VI. Exceptional Items		0	0
VII. Profit before extraordinary items & Tax	(V-VI)	547,369	(21,050)
VIII. Extraordinary items			
IX. Profit before tax	(VII_VIII)	547,369	(21,050)
X. Tax Expenses			
(1) Current Tax		154,510	0
(2) Deferred Tax		0	0
XI. Profit(loss) from the period from continuing operations after tax	(VII-VIII)	392,859	(21,050)
XII. Profit(loss) from discontinuing operations		0	0
XIII. Tax expenses of discontinuing operations		0	0
XIV. Profit(loss) from discontinuing operations after tax	(XII-XIII)	0	0
XV. Profit(loss) for the period	(XI+XIV)	392,859	(21,050)
XVI. Earning per equity share			
(1) Basic		1.33	(0.07)
(2) Diluted		1.99	(0.11)

AS PER OUR REPORT OF EVEN DATE
FOR C.P.JARIA & CO
CHARTERED ACCOUNTANTS

Sd/-
(C.P.JARIA)
PARTNER
M.NO.: 030817
FRN: 104058W
PLACE: SURAT
DATE: 06/09/14

Sd/-
DIRECTOR-Amit Khemani
DIN: 02227413

Sd/-
DIRECTOR-Vijay Khemani
DIN: 02227389

NOTES TO BALANCE SHEET & PROFIT & LOSS STATEMENT

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
NOTE-1		
<u>SHARE CAPITAL</u>		
<u>AUTHORISED SHARE CAPITAL</u>		
500000 EQUITY SHARES OF RS.1/-EACH	500,000	500,000
	500,000	500,000
<u>ISSUED, SUBSCRIBED AND FULLY PAID UP</u>		
100000 EQUITY SHARES OF RS 1/- EACH	100,000	100,000
<u>ISSUED, SUBSCRIBED AND NOT FULLY PAID UP</u>		
195000 EQUITY SHARES OF RS 1/- EACH PARTLY PAID UP RS 0.50/- PER SHARE	97,500	97,500
	197,500	197,500
NOTE-1A		
RECONCILIATION OF SHARES OUTSTANDING		
	EQUITY	EQUITY
	(NUMBER)	(NUMBER)
SHARES OUTSTANDING AT THE BEGINNING OF YEAR	295,000	295,000
SHARES ISSUED DRING THE YEAR	0	0
SHARES BOUGHT BACK DURING THE YEAR	0	0
SHARES OUTSTANDING AT THE END OF YEAR	295,000	295,000
NOTE-1B		
SHAREHOLDER HOLDING FOR THAN 5% SHARES		
	%	NO OF SHARES
		NO OF SHARES
AMIT KHEMANI	16.95	50,000
VIJAY KUMAR KHEMANI	16.95	50,000
KAVYA SHARES & SECURITIES (P) LTD	49.15	145,000
BHUVNSHWARI SECURITIES PVT LTD	16.95	50,000
<p>THE COMPANY HAS ONE CLASS OF EQUITY SHARES HAVING A PAR VALUE OF RS.1/- PER SHARE. EACH SHAREHOLDER IS ELIGIBLE FOR ONE VOTE PER SHARE HELD NO SHARES WERE BOUGHT BACK FOR LAST FIVE YEARS THERE IS NO UNPAID CALL ON SHARES FROM DIRECTORS AND OFFICERS</p>		
NOTE-2		
<u>RESERVES & SURPLUS</u>		
A. SHARES PREMIUM ACCOUNT		
OPENING BALANCE	19,500,000	19,500,000
ADD:PREMIUM CREDITED	0	0
LESS: PREMIUM UTILIZED	0	0
CLOSING BALANCE	19,500,000	19,500,000
B. PROFIT & LOSS A/C		
OPENING BALANCE	(38,724)	(17,674)
ADD:CURRENT YEAR PROFIT/(LOSS)	392,859	(21,050)
LESS: WRITTEN BACK IN CURRENT YEAR	0	0
CLOSING BALANCE	354,135	(38,724)
TOTAL	19,854,135	19,461,276
NOTE-3		
<u>LONG TERM BORROWINGS</u>		
UNSECURED LOANS FROM DIRECTORS, RELATIVES,CORPRATE	81,819,387	200,000
	81,819,387	200,000

NOTE-4**TRADE PAYABLES**

SUNDRY CREDITORS

6,568,235 156,873

6,568,235 156,873**NOTE-5****SHORT TERM PROVISIONS**

PROVISION FOR DOUBTFUL DEBTS

780,360 0

CREDITORS FOR FIXED ASSETS

0 238,000

INCENTIVE PAYBALE

384,587 0

VAT PAYABLE

314,538 0

TDS PAYABLE

571,611 0

PROVISIONS FOR EXPENSES

1,574,326 235,000

3,625,422 473,000**NOTE-7****NON-CURRENT INVESTMENTS**

SHARE INVETSMENTS AT COST

15,266,784 0

15,266,784 0**NOTE-8****LONG TERM LOANS & ADVANCES**

OTHER ADVANCES

UNSECURED ADVANCE

2,190,996 9,500,000

SECURITY DEPOSITS

236,300 0

ADVANCE AGAINST FIXED ASSETS

1,840,000 0

UNSECURED OTHER ADVANCES

0 5,550,000

4,267,296 15,050,000**NOTE-9****OTHER NON-CURRENT ASSETS**

PRELIMINARY EXPS NOT WRITTEN OFF

12,000 18,000

12,000 18,000**NOTE-10****INVENTORY**

CLOSING STOCK-GOODS

8,325,449 4,045,174

CLOSING STOCK-BONDS

55,061,500 0

63,386,949 4,045,174**NOTE-11****TRADE RECEIVABLES**

SUNDRY DEBTORS UNSECURED

11,725,211 0

11,725,211 0**NOTE-12****CASH & CASH EQUIVALENTS**

CASH IN HAND

4,525,097 71,363

CHEQUES IN HAND

3,835,117

BANK BALANCE IN CURRENT A/C WITH SCHEDULE BANK

6,819,409 109,952

15,179,623 181,315**NOTE-13****OTHER CURRENT ASSETS**

VAT BALANCE

0 608,100

CLAIM RECEIVABLE-NET

684,156 0

INCOME TAX REFUND DUE

68,374

ADVANCE TO CREDITORS

184,905 348,060

937,435 956,160**NOTE-14****REVENUE FROM OPERATIONS**

SALES OF TRADED GOODS

504,850,504 0

PROFIT FROM SALE OF BONDS	4,583,850	
PROFIT FROM SALE OF SHARES	133,673	
DIVIDEND	3,494,100	
PROFIT FROM DERIVATIVES	330,497	
	513,392,624	0
NOTE-15		
<u>OTHER INCOME</u>		
MISC INCOME	1,709	0
INCENTIVE RECEIVED	585,759	
DAMAGED GOODS REALISATION	86,521	
	673,989	0
NOTE-16		
<u>PURCHASE OF STOCK-IN TRADE</u>		
PURCHASES OF TRADED GOODS	492,704,581	4,045,174
	492,704,581	4,045,174
NOTE-17		
<u>CHANGES IN INVENTORY</u>		
OPENING STOCK-GOODS	4,045,174	0
LESS: CLOSING STOCK-GOODS	8,325,449	4,045,174
	(4,280,275)	(4,045,174)
NOTE-18		
<u>EMPLOYEE BENEFIT EXPENSES</u>		
SALARY	4,491,635	0
BONUS	358,900	0
ESI & PF EXPS	110,554	0
	4,961,089	0
NOTE-19		
<u>FINANCIAL COST</u>		
BANK CHARGES	48,863	550
INTEREST	5,676,000	0
	5,724,863	550
NOTE-20		
<u>OTHER EXPENSES</u>		
ADVERTISMENT	8,220	0
AUDIT FEES	25,000	5,000
RENT	635,000	0
BROKERAGE	15,000	0
CLEANING CHARGES	14,710	0
CONVEYANCE	114,040	0
COURIER CHARGES	1,420	0
DELIEVERY CHARGES	5,963,308	0
DIESEL EXPS	16,200	0
ELECTRCITY EXPS	94,329	0
GODOWN EXPS	146,459	0
REPAIRS & MAINTENANCE	164,771	0
INSURANCE	108,381	0
INTERNET EXPS	11,700	0
LOADING/UNLOADING EXPS	2,583,492	0
SELLING EXPS	2,561,082	0
MISC EXPS	244,222	0
SOFTWARE EXPS	20,000	0
TELEPHONE EXPS	12,130	0
PACKING EXPS	497,999	0
PETROL EXPS	104,405	0
PRINTING & STATIONARY	303,092	0

PRELIMINARY EXPS W/OFF	6,000	6,000
SALES PROMOTION EXPS	162,750	0
SAMPLING EXPS	43,771	0
SECURITY EXPS	156,170	0
LEGAL AND PROFESSIONAL FEES	47,000	9,500
STAFF WELFARE	55,485	0
SUBCRIBTION FEES	38,613	0
TRAVELLING EXPS	35,677	0
	14,190,426	20,500

NOTE-6 - FIXED ASSETS:STATEMENT OF DEPRECIATION FOR THE YEAR ENDED ON 31.03.2014 (AS PER THE COMPANIES ACT)

SR. NO.	PARTICULARS	Rate	GROSS BLOCK		DEPRICIATION			NET BLOCK		
			AS ON	ADD/DEL	TOTAL	AS ON	DURING	TOTAL	AS ON	AS ON
			01.04.13	DURING	AS ON	01.04.13	THE YEAR	AS ON	31.03.14	AS ON
A.TANGIBLE ASSETS										
1	AIR CONDITIONER	13.91	0	76000	76000	0	10166	10166	65834	0
2	CAMERA	13.91	0	64250	64250	0	8080	8080	56170	0
3	COMPUTER	40.00	0	162200	162200	0	59418	59418	102782	0
4	COMPUTER SOFTWARE	40.00	0	52000	52000	0	20116	20116	31884	0
5	COUNTING MACHINE	13.91	0	10000	10000	0	980	980	9020	0
6	FURNITURE	13.91	0	331880	331880	0	41426	41426	290454	0
7	MOBILE	13.91	0	201250	201250	0	29994	29994	171256	0
8	PLASTIC CARRATE	13.91	0	66000	66000	0	8450	8450	57550	
9	VECHILE	25.89	0	544361	544361	0	39930	39930	504431	0
TOTAL			0	1507941	1507941	0	218560	218560	1289381	0
PREVIOUS YEAR			0	0	0	0	0	0	0	0

NO ASSETS WERE IMPAIRED/REVALUED DURING LAST FIVE YEARS

NOTE-21. SIGNIFICANT ACCOUNTING POLICIES:

1. GENERAL

The Financial Statements have generally been prepared on the historical cost convention. Accounting policies not specifically referred to otherwise are in consonance with generally accepted accounting principles.

2. BASIS OF ACCOUNTING

The company follows the mercantile system of accounting generally except otherwise stated herein below, if so.

3. FIXED ASSETS

Fixed assets are stated at cost of less accumulated depreciation. Depreciation has been provided at the rates and in accordance with the provisions of schedule XIV of the Companies Act, 1956 on W.D.V.

4. INVESTMENTS

Investments are stated at cost.

5. INVENTORIES

Inventory is valued as cost or market value whichever is lower.

6. REVENUE AND EXPENDITURE RECOGNITION

Revenue is recognized and expenditure is accounted for on their accrual except insurance claim, claims in respect of material purchased and sold which are accounted for on cash basis.

7. MISCELLANEOUS EXPENDITURE

Miscellaneous Expenditure such as preliminary expenditure are amortized over a period of 5 years.

8. DEFERRED TAX

The Deferred tax is recognized for all temporary differences subject to the consideration of prudence and at currently available rates. Deferred Tax assets are recognized only if there is virtual certainty that they will be realized.

9. FOREIGN CURRENCY TRANSACTION

There is no such transaction during the year.

10. CONTINGENT LIABILITIES

There is no any contingent liability.

11. TRADE RECEIVABLE AND PAYABLE

Balances of trade payable and receivable are subject to confirmation, reconciliation and consequential adjustments, if any.

12. Employees Benefit Expenses

Particulars	Current Year	Previous Year
Salary Paid	4491635	Nil
Bonus	358900	Nil
ESI & PF	110554	Nil

13. Details of Payment to Auditors

Particulars	Current Year	Previous Year
As Auditor	25000	5000

14. The amount due to Micro & Small Enterprises are based on the information provided by the management.