

# **GAUTAM GEMS PRIVATE LIMITED**

## **STATUTORY AUDIT REPORT FINANCIAL YEAR: 2015-2016**

**AUDITORS:**

**RAKSHIT M. SHAH & CO.  
CHARTERED ACCOUNTANTS**

**402, Wall Street-1, Opp. Orient Club, Near Gujarat College, Ellisbridge,  
Ahmedabad-380006**

**RAKSHIT M. SHAH  
B.COM, LL.B.,A.C.A.**

# **GAUTAM GEMS PRIVATE LIMITED**

## **NOTICE**

NOTICE is hereby given that the Annual General Meeting of the Members of the Company will be held on Friday, 30<sup>th</sup> September, 2016 at 11.00 A.M at the Registered Office of the Company to transact the following business.

### **ORDINARY BUSINESS**

1. To receive, consider and adopt the audited Financial Statements of the Company for the financial year ended on 31<sup>st</sup> March, 2016, together with reports of the Board and Auditors thereon.
2. To appoint M/s. Rakshit M. Shah & Co., Chartered Accountants, as Statutory Auditors of the Company to hold office from the conclusion of this Meeting until the conclusion of next Annual General Meeting of the Company and to fix their remuneration.

**PLACE : AHMEDABAD**

**DATE: 01/09/2016**

**BY ORDER OF THE BOARD**

**Sd/-  
(DIRECTOR)**

### **REGISTERED OFFICE:**

5/97273, Panch Mangal Building,,  
2nd Floor, Jadakhadi, Mahidharpura  
Surat – 395003.

### **Notes:**

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member. Proxies in order to be effective must be received by the company not less than 48 hours before the meeting.
2. All the documents referred to in this notice are available for inspection by any member of the company during working hours except Sundays and public holidays at the registered office of the company up to the conclusion of this annual general meeting.

# GAUTAM GEMS PRIVATE LIMITED

## DIRECTORS' REPORT

To,  
The Members,

Your Directors present the Annual Report and the Company's Audited Financial Statement for the financial year ended, 31<sup>st</sup> March, 2016.

### **FINANCIAL RESULTS**

The Company's financial performance for the year under review along with previous year figures is given hereunder:

(Amount in Rs.)

<b>Particulars</b>	<b>2015-2016</b>	<b>2014-2015</b>
Income for the year	378412	362880
<b><i>Profit before Financial Charges, Depreciation and Taxation</i></b>	<b>2448</b>	<b>2680</b>
<b><i>Out of which, Provisions have been made for :-</i></b>		
Financial Charges	-	-
Depreciation	-	-
Provision for Taxation :		
(i) Current Income Tax	750	450
(ii) Deferred Tax	-	-
<b><i>Profit after Income Tax</i></b>	<b>1698</b>	<b>2230</b>

### **DIVIDEND**

No Dividend was declared for the current financial year in view of insufficient profit incurred by the Company during the year under review.

### **DIRECTORS AND KEY MANAGERIAL PERSONNEL**

There is no change in the Directors of the Company during the financial year under review. Mr. Gautam Pravinchandra sheth, Ms. Nidhi Gautam Sheth and Ms. Kanchanben Pravinbhai Sheth are the Directors of the Company as on the date of preparation of Directors Report.

### **BOARD MEETINGS**

The Company had 4 (Four) Board meetings during the financial year under review.

### **AUDITORS**

The Auditors, M/s. Rakshit M. Shah & Co., Chartered Accountants, Ahmedabad retire at the ensuing Annual General Meeting and, being eligible; offer themselves for reappointment from the conclusion of this Annual General Meeting [AGM] till the conclusion of next AGM.

## **AUDITORS' REPORT**

The Auditors' Report does not contain any qualification. Notes to Accounts and Auditors remarks in their report are self-explanatory and do not call for any further comments.

## **EXTRACT OF ANNUAL RETURN**

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 is attached to this Report.

## **MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE 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 affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate on the date of this report.

## **DEPOSITS**

The company has neither invited nor accepted any fixed deposit from the public during the year within the meaning of section 73 of Companies Act, 2013 and the companies' Acceptance & Deposits Rules, 1975 as amended from time to time.

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

There was no a loan, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable.

## **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES**

There was no contract or arrangements made with related parties as defined under Section 188 of the Companies Act, 2013 during the year under review.

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

The provisions of Section 134(m) of the Companies Act, 2013 do not apply to our Company. There was no foreign exchange inflow or Outflow during the year under review.

## **CORPORATE SOCIAL RESPONSIBILITY (CSR)**

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

## **DIRECTORS' RESPONSIBILITY STATEMENT**

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submit its responsibility Statement:—

(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 had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND**

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year.

**ACKNOWLEDGEMENTS**

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

**PLACE: AHMEDABAD**

**DATE: 01/09/2016**

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS**

**Sd/-  
(DIRECTOR)**

**Sd/-  
(DIRECTOR)**

# Form No.MGT-9

EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR END ON 31/03/2016

[Pursuant to section 92 (3) of the Companies Act, 2013 and rule 12 (1) of the Companies (Management and Administration) Rules, 2014]

## I. REGISTRATION AND OTHER DETAILS:

<b>i.</b>	CIN	U36911GJ2014PTC078802
<b>ii.</b>	Registration Date	18/02/2014
<b>iii.</b>	Name of the Company	GAUTAM GEMS PRIVATE LIMITED
<b>iv.</b>	Category/Sub-Category of the Company	Company limited by Shares/ Indian Non-govt company
<b>v.</b>	Address of the Registered office and Contact details	5/97273, Panch Mangal Building, 2 <sup>nd</sup> floor, jajakhadi, Mahidhpura, surat-395003
<b>vi.</b>	Whether listed company	Unlisted
<b>vii.</b>	Name, Address and Contact details of Registrar and Transfer Agent, if any	N.A

## II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sr. No	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Manufacture & Whole sale of Jewellery and Ornaments	321 & 466	100%
2			
3			

### III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES : NIL

Sr. No.	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary /Associate	% of shares held	Applicable Section
1.					
2.					
3.					
4.					

### IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

#### i. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year (As on 31 <sup>st</sup> March, 2015)				No. of Shares held at the end of the year (As on 31 <sup>st</sup> March, 2016)				% Change during The year
	Demat	Physical	Total	% of Total Shares	Dem at	Physical	Total	% of Total Shares	
<b>A. Promoter</b>									
<b>1) Indian</b>									
a) Individual/ HUF	-	10,000	10,000	100%	-	10,000	10,000	100%	0
b) Central Govt	-	-	-	-	-	-	-	-	0
c) State Govt(s)	-	-	-	-	-	-	-	-	0
d) Bodies Corp	-	-	-	-	-	-	-	-	0
e) Banks / FI	-	-	-	-	-	-	-	-	0
f) Any Other	-	-	-	-	-	-	-	-	0
Sub-total(A)(1):-	-	10,000	10,000	100%	-	10,000	10,000	100%	0
<b>2) Foreign</b>									
g) NRIs- Individuals	-	-	-	-	-	-	-	-	0
h) Other- Individuals	-	-	-	-	-	-	-	-	0
i) Bodies Corp.	-	-	-	-	-	-	-	-	0
j) Banks / FI	-	-	-	-	-	-	-	-	0
k) Any Other....	-	-	-	-	-	-	-	-	0
Sub-total(A)(2):-	-	-	-	-	-	-	-	-	0
<b>TOTAL A</b>	-	10,000	10,000	100%	-	10,000	10,000	100%	0
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds	-	-	-	0%	-	-	-	0%	0
b) Banks / FI	-	-	-	0%	-	-	-	0%	0
c) Central Govt	-	-	-	0%	-	-	-	0%	0

d) State Govt(s)	-	-	-	0%	-	-	-	0%	0
e) Venture Capital Funds	-	-	-	0%	-	-	-	0%	0
f) Insurance Companies	-	-	-	0%	-	-	-	0%	0
g) Flls	-	-	-	0%	-	-	-	0%	0
h) Foreign Venture Capital Funds	-	-	-	0%	-	-	-	0%	0
i) Others (specify)	-	-	-	0%	-	-	-	0%	0
Sub-total(B)(1)	-	-	-	0%	-	-	-	0%	0
<b>2. Non Institutions</b>					-	-	-	0%	0
a) Bodies Corp. (i) Indian (ii) Overseas	-	-	-	0%	-	-	-	0%	0
b) Individuals  (i) Individual shareholders holding nominal share capital up to Rs. 1 lakh  (ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	0%	-	-	-	0%	0
<b>Others(Specify)</b>									
Sub-total(B)(2)	-	-	-	0%	-	-	-	0%	0
Total Public Shareholding (B)=(B)(1)+ (B)(2)	-	-	-	0%	-	-	-	0%	0
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	-	-	-	0%	-	-	-	0%	0
<b>Grand Total (A+B+C)</b>	-	<b>10,000</b>	<b>10,000</b>	<b>100%</b>	-	<b>10,000</b>	<b>10,000</b>	<b>100%</b>	<b>0</b>



**ii. Shareholding of Promoters**

Sr. No	Shareholder's Name	Shareholding at the beginning of the year (As on 31 <sup>st</sup> March, 2015)			Shareholding at the end of the year (As on 31 <sup>st</sup> March, 2016)			% change in share holding 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.	Gautam Pravinchandra Sheth	4,000	40.00%	-	4,000	40.00%	-	0.00%
2.	Kanchanben Pravinchandra Sheth	3,000	30.00%	-	3,000	30.00%	-	0.00%
3.	Nidhi Gautambhai Sheth	3,000	30.00%	-	3,000	30.00%	-	0.00%
	<b>Total</b>	<b>10,000</b>	<b>100%</b>	<b>-</b>	<b>10,000</b>	<b>100%</b>	<b>-</b>	<b>0.00%</b>

**iii. Change in Promoters' Share holding (please specify, if there is no change)**

Sr. no		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year (As on 31 <sup>st</sup> March, 2015)	-	-	-	-
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year (As on 31 <sup>st</sup> March, 2016)	-	-	-	-

**iv. Shareholding pattern of Top Ten Shareholders  
(Other than Directors, Promoters and Holders of GDRs and ADRs)**

Sr. no		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Gautam Pravinchandra Sheth				
	At the beginning of the year (As on 31 <sup>st</sup> March, 2015)	<b>4,000</b>	<b>40%</b>	<b>4,000</b>	<b>40%</b>

	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year (As on 31 <sup>st</sup> March, 2016)	<b>4,000</b>	<b>40%</b>	<b>4,000</b>	<b>40%</b>
<b>2</b>	<b>Kanchanben Pravinchandra Sheth</b>				
	At the beginning of the year (As on 31 <sup>st</sup> March, 2015)	<b>3,000</b>	<b>30%</b>	<b>3,000</b>	<b>30%</b>
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year (As on 31 <sup>st</sup> March, 2016)	<b>3,000</b>	<b>30%</b>	<b>3,000</b>	<b>30%</b>
<b>3</b>	<b>Nidhi Gautambhai Sheth</b>				
	At the beginning of the year (As on 31 <sup>st</sup> March, 2015)	<b>3,000</b>	<b>30%</b>	<b>3,000</b>	<b>30%</b>
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year (As on 31 <sup>st</sup> March, 2016)	<b>3,000</b>	<b>30%</b>	<b>3,000</b>	<b>30%</b>

***v. Shareholding of Directors and Key Managerial Personnel:***

Sr. no		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Gautam Pravinchandra Sheth				

	At the beginning of the year (As on 31 <sup>st</sup> March, 2015)	<b>4,000</b>	<b>40%</b>	<b>4,000</b>	<b>40%</b>
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year (As on 31 <sup>st</sup> March, 2016)	<b>4,000</b>	<b>40%</b>	<b>4,000</b>	<b>40%</b>
<b>2</b>	<b>Kanchanben Pravinchandra Sheth</b>				
	At the beginning of the year (As on 31 <sup>st</sup> March, 2015)	<b>3,000</b>	<b>30%</b>	<b>3,000</b>	<b>30%</b>
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year (As on 31 <sup>st</sup> March, 2016)	<b>3,000</b>	<b>30%</b>	<b>3,000</b>	<b>30%</b>
<b>3</b>	<b>Nidhi Gautambhai Sheth</b>				
	At the beginning of the year (As on 31 <sup>st</sup> March, 2015)	<b>3,000</b>	<b>30%</b>	<b>3,000</b>	<b>30%</b>
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year (As on 31 <sup>st</sup> March, 2016)	<b>3,000</b>	<b>30%</b>	<b>3,000</b>	<b>30%</b>

**INDEBTEDNESS: N.A**

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

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

**V. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL: N.A.**

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

Sl. No.	Particulars of Remuneration	Name of MD/ WTD/ Manager				Total Amount
1.	Gross salary  (a)Salary as per provisions contained in section17(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					
6.	Total(A)					
	Ceiling as per the Act					

**B. Remuneration to other directors: N.A**

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
	<u>Independent Directors</u> ·Fee for attending board committee meetings ·Commission ·Others, please specify					
	Total (1)					
	<u>Other Non-Executive Directors</u> ·Fee for attending board committee meetings ·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**

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary (a)Salary as per provisions contained in section17(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				
6.	Total				

**VI. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES: NIL**

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					



## *Independent Auditor's Report*

To the Members of **GAUTAM GEMS PRIVATE LIMITED**

### **REPORT ON THE STANDALONE FINANCIAL STATEMENTS**

We have audited the accompanying financial statements of GAUTAM GEMS PRIVATE LIMITED ("the Company"), which comprise the Balance Sheet as at **31 March, 2016**, the Statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **MANAGEMENT'S RESPONSIBILITY FOR THE STANDALONE 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 Standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the 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.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these Standalone 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.

An audit involves performing procedures to obtain audit evidence about the amounts and the 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 the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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 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 **31 March , 2016**;
- b) in the case of the Statement of Profit and Loss, of the **profit** for the year ended on that date;

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

1. As required by The Companies (Auditors' Report) order 2015 (the "Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in the Annexure a statement on the matters specified in 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 purposes of our audit.
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c. The Balance Sheet, the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
  - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. On the basis of the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f. 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 the best of our information and according to the explanations given to us:
    - i. The Company does not have any pending litigations which would impact its financial position.
    - ii. The Company does not have any long-term contracts including derivative contracts.
    - iii. There is no amount required to be transferred, to the Investor Education and Protection Fund by the Company.

**FOR, RAKSHIT M. SHAH & Co.**

Chartered Accountants

Firm Registration No: 127338W

**Sd/-**

**Rakshit M. Shah**

Partner

Membership No: 123368

Ahmedabad

**1 September, 2016**

# **GAUTAM GEMS PRIVATE LIMITED**

## **ANNEXURE TO INDEPENDENT AUDITOR'S REPORT**

### **Referred to in our Audit Report of even date:**

- I. There is no fixed assets being held by company.
- II. There is no inventory lying in the balance sheet of company.
- III. The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained u/s 189 of the companies Act- 2013. Therefore, clause (a) and (b) are not applicable to the company.
- IV. In our opinion and according to the information and explanations given to us there is an adequate internal control procedure commensurate with the size of the company and the nature of its business
- V. The Company has not accepted any deposits from the public within the meaning of section 73 & section 74 of the Act and the rules framed there under during the year. Therefore, the clause (v) of the Companies (Auditor's Report) Order, 2015 is not applicable to the company.
- VI. The Central Government has not prescribed maintenance of cost records under section 148(1) of the Companies Act, 2013.
- VII.
  - (a) The company is regular in depositing with appropriate authorities undisputed statutory dues applicable to it.
  - (b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, services tax, sales tax, custom duty, excise duty and cess were in arrears, as at 31<sup>st</sup> March, 2016 for a period of more than six months from the date they became payable.
  - (c) The company is not required to transfer any amount to investor education fund account in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made there under.
- VIII. The company does not have any accumulated losses at the end of the financial year and has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- IX. The Company has not taken any loan from financial institution or bank and has not issued any debentures. Therefore, the clause (ix) of the Companies (Auditor's Report) Order, 2015 is not applicable to the company.
- X. On the basis of records examined by us and information provided by the management, we are of the opinion that the company has not given any guarantee for loans taken by others from banks or financial institutions.
- XI. The Company has not taken any loan from financial institution or bank. Therefore, the clause (xi) of the Companies (Auditor's Report) Order, 2015 is not applicable to the company.
- XII. On the basis of records examined by us and information provided by the management, no material fraud on or by the company was noticed or reported during the year.

# GAUTAM GEMS PRIVATE LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2016

Particulars	Notes	2016	2015
<b>I. EQUITY AND LIABILITIES</b>			
<b><u>(1) Shareholder's Funds</u></b>			
(a) Share Capital	1	1,00,000	1,00,000
(b) Reserves and Surplus	2	6,148	3,700
(c) Money received against share warrants			-
<b><u>(2) Share Application money pending allotment</u></b>			
<b><u>(3) Non-Current Liabilities</u></b>			
(a) Long-Term Borrowings			-
(b) Deferred Tax Liabilities (Net)			-
(c) Other Long Term Liabilities			-
(d) Long Term Provisions			-
<b><u>(4) Current Liabilities</u></b>			
(a) Short-Term Borrowings			-
(b) Trade Payables			-
(c) Other Current Liabilities			-
(d) Short-Term Provisions	3	10,750	10,000
<b>Total Equity &amp; Liabilities</b>		<b>1,16,898</b>	<b>1,13,700</b>
<b>II. ASSETS</b>			
<b><u>(1) Non-Current Assets</u></b>			
<b><u>(a) Fixed Assets</u></b>			
(i) Gross Block			-
(ii) Depreciation			-
(iii) Net Block		-	-
(b) Non-current investments			-
(c) Deferred tax assets (net)		-	-
(d) Long term loans and advances		-	-
(e) Other non-current assets		-	-
<b><u>(2) Current Assets</u></b>			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables			
(d) Cash and cash equivalents	4	1,04,388	1,02,600
(e) Short-term loans and advances			
(f) Other current assets	5	12,510	11,100
<b>Total Assets</b>		<b>1,16,898</b>	<b>1,13,700</b>

**NOTES TO ACCOUNTS**

9

*Schedules referred to above and notes attached there to form an integral part of Balance Sheet*

*This is the Balance Sheet referred to in our Report of even date.*

**FOR , RAKSHIT M SHAH & CO.**

**FOR, GAUTAM GEMS PRIVATE LIMITED**

**CHARTERED ACCOUNTANTS**

Sd/-

**(CA. RAKSHIT M SHAH)**

**(PARTNER)**

**(MEMBERSHIP NO. 123368)**

**Firm Reg. No.:127338W**

Sd/-

**(DIRECTOR)**

Sd/-

**(DIRECTOR)**

**PLACE:AHMEDABAD**

**DATE : 01/09/2016**

# GAUTAM GEMS PRIVATE LIMITED

## PROFIT & LOSS STATEMENT FOR THE PERIOD ENDED ON 31ST MARCH, 2016

Sr. No	Particulars	Notes	2016	2015
I	Revenue from operations	6	3,78,412	3,62,880
II	Other Income			
III	<b>III. Total Revenue (I +II)</b>		<b>3,78,412</b>	<b>3,62,880</b>
IV	<b>Expenses:</b>			
	Cost of materials consumed	7	3,42,150	3,26,420
	Purchase of Stock-in-Trade			-
	Changes in inventories of finished goods, work-in-progress			-
	Employee Benefit Expense			
	Financial Costs			
	Depreciation and Amortization Expense			
	Other Administrative Expenses	8	33,814	33,780
	<b>Total Expenses (IV)</b>		<b>3,75,964</b>	<b>3,60,200</b>
V	Profit before exceptional and extraordinary items and tax	(III - IV)	<b>2,448</b>	<b>2,680</b>
VI	Exceptional Items			-
VII	Profit before extraordinary items and tax (V - VI)		<b>2,448</b>	<b>2,680</b>
VIII	Extraordinary Items			-
IX	Profit before tax (VII - VIII)		<b>2,448</b>	<b>2,680</b>
X	<b>Tax expense:</b>			
	(1) Current tax		750	
	(2) Deferred tax		-	-
XI	Profit(Loss) from the period from continuing operations	(IX-X)	<b>1,698</b>	<b>2,680</b>
XII	Profit/(Loss) from discontinuing operations			-
XIII	Tax expense of discounting operations			-
XIV	Profit/(Loss) from Discontinuing operations (XII - XIII)		-	-
XV	Profit/(Loss) for the period (XI + XIV)		<b>1,698</b>	<b>2,680</b>
	Add:- Transfer from reserve			-
	Less: Proposed Dividend			-
	Less: Tax on Dividend			-
	Balance Carried Forward to Balance Sheet		<b>1,698</b>	<b>2,680</b>
XVI	Earning per equity share:			
	(1) Basic		0.17	0.27
	(2) Diluted		0.17	0.27

### NOTES TO ACCOUNTS

9

*Schedules referred to above and notes attached there to form an integral part of Profit & Loss Statement  
This is the Profit & Loss Statement referred to in our Report of even date.*

FOR , RAKSHIT M SHAH & CO.  
CHARTERED ACCOUNTANTS

FOR, GAUTAM GEMS PRIVATE LIMITED

Sd/-  
(CA. RAKSHIT M SHAH)  
(PARTNER)

Sd/-  
(DIRECTOR)

Sd/-  
(DIRECTOR)

Membership No. :123368  
Firm Reg. No.:127338W

PLACE:AHMEDABAD  
DATE : 01/09/2016

# GAUTAM GEMS PRIVATE LIMITED

Notes Forming Integral Part of the Balance Sheet as at 31<sup>st</sup> March, 2016

**Note : 1 Share Capital**

Sr. No	Particulars	2016	2015
1	<b>AUTHORIZED CAPITAL</b> 10000 Equity Shares of Rs. 10/- each.	1,00,000	1,00,000
		1,00,000	1,00,000
2	<b>ISSUED , SUBSCRIBED &amp; PAID UP CAPITAL</b> <i>To the Subscribers of the Memorandum</i> 10000 Equity Shares of Rs. 10/- each, Fully	1,00,000	1,00,000
	<b>Total in `</b>	<b>1,00,000</b>	<b>1,00,000</b>

**Note : 2 Reserve & Surplus**

Sr. No	Particulars	2016	2015
1	Capital Reserve		
2	Capital Redemption Reserve	-	-
3	Securities Premium reserve	-	-
4	Debenture Redemption Reserve	-	-
5	Revaluation Reserve	-	-
6	Shares Option Outstanding Account	-	-
7	Other Reserve (Special Reserve)	-	-
8	Surplus (Profit & Loss Account)	6,148	3,700
	Balance brought forward from previous year	3,700	1,020
	Preliminary Expenses	-	-
	Less: Tax on Regular Assessment Paid	-	-
	Less: Transfer to Profit and Loss A/c	-	-
	Add: Profit for the period	2,448	2,680
	<b>Total in `</b>	<b>6,148</b>	<b>3,700</b>

**Note :3 Short-Term Provisions**

Sr. No	Particulars	2016	2015
<b>A.)</b>	<b>Other Provisions</b>		
1	Audit Fees Payable	10000	10,000
2	Provision for Tax	750	-
	<b>Total in `</b>	<b>10,750</b>	<b>10,000</b>

# GAUTAM GEMS PRIVATE LIMITED

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2016

**Note : 4 Cash & Cash Equivalent**

Sr. No	Particulars	2016	2015
1	<b>Cash-in-Hand</b>		
	Cash Balance	104388	1,02,600
	Sub Total (A)	<b>1,04,388</b>	<b>1,02,600</b>
2	<b>Bank Balance</b>		
	Sub Total (B)	-	-
	<b>Total [ A + B ]</b>	<b>1,04,388</b>	<b>1,02,600</b>

**Note :5 Other Current Assets**

Sr. No	Particulars	2016	2015
1	Preliminary Expense	12,510	11,100
	<b>Total in `</b>	<b>12,510</b>	<b>11,100</b>

# GAUTAM GEMS PRIVATE LIMITED

Notes Forming Part of the Profit & Loss Statement as at 31<sup>st</sup> March, 2016

## Note : 6 Revenue from Operations

Sr. No	Particulars	2016	2015
1	Sales Revenue	378412	3,62,880
	<b>Total in `</b>	<b>3,78,412</b>	<b>3,62,880</b>

## Note : 7 Cost of Material Consumed

Sr. No	Particulars	2016	2015
a)	<b>PURCHASES OF RAW MATERIALS AND STORES</b>		
1	Purchase	342150	3,26,420
	<b>Total in `</b>	<b>3,42,150</b>	<b>3,26,420</b>

## Note : 8 Other Administrative Expenses

Sr. No	Particulars	2016	2015
1	Audit Fees	10000	10,000
2	Printing and Stationary	3214	2,230
3	Preliminary Expense written off	2750	3,700
4	Salary	17850	17,850
	<b>Total in `</b>	<b>33,814</b>	<b>33,780</b>

# **GAUTAM GEMS PRIVATE LIMITED**

## **Significant Accounting Policies and Notes forming parts of Accounts**

### **Note : 9**

#### **NOTES ON ACCOUNTS**

1. Previous year's figures are regrouped/rearranged wherever necessary.
2. The balances of Loans and Advances are subject to their confirmation and reconciliation if any.
3. All the Opening Balances are taken as per previous year audit report.
4. Contingent liability in respect of claims against the company not acknowledged as debts against which the company has counter claims aggregating to Rs. is Nil.
5. In the opinion of the Board, the current assets, loans and advances are approximately of the value stated in the Balance sheet, if realized in the ordinary course of business.
6. Information pursuant to paragraph 2, 3, 4, 5 of Part II of the schedule III is given as under so far as it applies to the company.

**FOR, RAKSHIT M SHAH & CO.  
CHARTERED ACCOUNTANTS  
FRN NO:-127338W**

**FOR AND ON BEHALF OF THE BOARD**

**Sd/-  
RAKSHIT M SHAH  
(PARTNER)**

**Sd/-  
(Director)**

**Sd/-  
(Director)**

**MEM. NO.: 123368**

**Place: Ahmedabad  
Date: 01.09.2016**

**Place: Ahmedabad  
Date: 01.09.2016**



## **Significant Accounting Policies**

### **A. Basis of preparation of Financial Statements**

The Financial statements are prepared under the historical cost convention and on accrual basis in accordance with applicable accounting standards referred to in section 133 read with rule 7 of the Companies (Accounts) rules, 2014.

Accounting policies not specifically referred to otherwise are consistent and in accordance with the generally accepted accounting principles

### **B. Revenue Recognition**

Sales are recorded exclusive of Taxes.

**Q. Earning per Share:** The Earning Per Share (AS-20) has been computed as under:

(a) Profit after tax	Rs. 1698/-
(b) No. of Equity Share	10000
(c) Nominal value of share	Rs. 10 per share
(d) EPS	Rs. 0.17/-

**FOR, RAKSHIT M SHAH & CO.  
CHARTERED ACCOUNTANTS  
FRN NO:-127338W**

**FOR AND ON BEHALF OF THE BOARD**

**Sd/-  
RAKSHIT M SHAH  
(PARTNER)**

**Sd/-  
(Director)**

**Sd/  
(Director)**

**MEM. NO.: 123368**

**Place: Ahmedabad  
Date: 01.09.2016**

**Place: Ahmedabad  
Date: 01.09.2016**