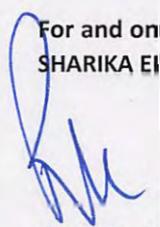


# SHARIKA ENTERPRISES PRIVATE LIMITED

CIN-U51311DL1998PTC093690

404, Chiranjiv Tower, 43, Nehru place, New Delhi-110019

## BALANCE SHEET AS AT 31ST MARCH, 2016

Particulars	Note No.	As on 31.03.2016 (in Rs.)	As on 31.03.2015 (in Rs.)
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	1	10,00,000	10,00,000
(b) Reserves and Surplus	2	1170,70,888	1127,15,416
		<b>1180,70,888</b>	<b>1137,15,416</b>
<b>(2) Non-Current Liabilities</b>			
(a) Long term Borrowing	3	-	95,17,017
(b) Deferred tax Liabilities (net)		-	-
(c) Other Non-Current Liabilities	4	2,50,000	-
		<b>2,50,000</b>	<b>95,17,017</b>
<b>(3) Current Liabilities</b>			
(a) Short-Term Borrowings	5	476,38,741	294,14,504
(b) Trade Payables	6	224,24,241	387,70,958
(c) Other Current Liabilities	7	77,58,006	96,90,945
(d) Short-Term Provisions	8	47,40,919	63,37,475
		<b>825,61,907</b>	<b>842,13,882</b>
<b>Total Equity &amp; Liabilities</b>		<b>2008,82,795</b>	<b>2074,46,314</b>
<b>II. ASSETS</b>			
<b>(1) Non-Current Assets</b>			
<b>(a) Fixed Assets</b>			
Tangible Assets	9	438,71,168	438,28,875
Intangible Assets		-	-
(b) Non current Investment	10	614,60,815	614,65,265
(c) Other Non current Assets	11	10,87,353	70,49,304
(d) Deferred Tax Asset		3,67,417	3,64,518
		<b>1067,86,753</b>	<b>1127,07,962</b>
<b>(2) Current Assets</b>			
(a) Inventories	12	28,57,797	30,65,341
(b) Trade receivables	13	593,29,067	699,15,566
(c) Cash and Bank Balances	14	60,47,080	8,95,421
(d) Short-term loans and advances	15	175,71,225	132,12,961
(e) Other current assets	16	82,90,873	76,49,063
		<b>940,96,042</b>	<b>947,38,352</b>
<b>Total Assets</b>		<b>2008,82,795</b>	<b>2074,46,314</b>
Significant Accounting Policies	28		
Notes forming part of Financial Statements	1 to 28		
<p><i>As per our Report of even date attached</i></p> <div style="display: flex; justify-content: space-between;"> <div style="width: 45%;"> <p><b>FOR WDK &amp; ASSOCIATES</b> Chartered Accountants Firm Regn. No. 016389N</p>  <p>(CA. Dheera Wadhwa) Partner M.No.091143 New Delhi 22.06.2016</p> </div> <div style="width: 45%;"> <p>For and on behalf of the board of <b>SHARIKA ENTERPRISES PRIVATE LIMITED</b></p>   <p>Rajinder Kaul DIN 01609805</p> <p>Ravinder Bhan DIN 01609915</p> </div> </div>			

# SHARIKA ENTERPRISES PRIVATE LIMITED

CIN-U51311DL1998PTC093690

404, Chiranjiv Tower, 43, Nehru place, New Delhi-110019

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

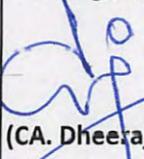
Particulars	Note No.	For the year ended 31.03.2016 (in Rs.)	For the year ended 31.03.2015 (in Rs.)
<b>Revenue</b>			
Revenue from operations	17	1203,80,790	1324,48,833
Other Income	18	26,22,994	25,18,006
<b>Total Revenue(I)</b>		<b>1230,03,784</b>	<b>1349,66,838</b>
<b>Expenses:</b>			
Operating Expenses	19	621,85,672	895,16,233
Changes in Inventories	20	2,07,544	57,79,921
Employee Benefit Expense	21	205,26,954	155,70,820
Finance Costs	22	64,41,185	41,96,834
Depreciation & Amortization Cost	23	38,34,316	45,93,037
Other Expense	24	168,57,085	146,18,654
<b>Total Expenses(II)</b>		<b>1100,58,756</b>	<b>1342,75,500</b>
<b>Profit before exceptional and extraordinary items and tax (III): (I- II)</b>		<b>129,45,028</b>	<b>6,91,339</b>
Prior Period Adjustments & Extraordinary Items (IV)		-	-
<b>Profit before tax (V): (III-IV)</b>		<b>129,45,028</b>	<b>6,91,339</b>
<b>Tax expense:</b>			
(1) Current tax		47,30,889	1,30,172
(2) Earlier Year Tax		38,61,566	71,970
(3) Deferred tax		(2,800)	(3,70,214)
<b>Total Tax Expense(VI)</b>		<b>85,89,556</b>	<b>(1,67,472)</b>
<b>Profit/(Loss) for the period (V-VI)</b>		<b>43,55,472</b>	<b>8,58,811</b>
Earning per equity share:			
(1) Basic/Diluted		44	9
<b>Significant Accounting Policies</b>	28		
<b>Notes forming part of Financial Statements</b>	1 to 27		

*As per our Report of even date attached*

**FOR WDK & ASSOCIATES**

**Chartered Accountants**

Firm Regn. No. 016389N

**(CA. Dheeraj Wadhwa)**

**Partner**

**M.No.091143**

**New Delhi**

**22.06.2016**

**For and on behalf of the board of**

**SHARIKA ENTERPRISES PRIVATE LIMITED**

**Rajinder Kaul**

**DIN 01609805**

**Ravinder Bhan**

**DIN 01609915**

## SHARIKA ENTERPRISES PRIVATE LIMITED

CIN : U31908DL2008PTC185311

### CASH FLOW STATEMENT FOR THE YEAR FINANCIAL YEAR 2015-2016

S.No.	Particulars	as at 31st March 2016
A.	<b>Cash Flow from Operating Activities</b>	
	Profit Before Tax	1,29,45,028
	Less: Non Cash Adjustments to reconcile profit before tax to net cash flow	85,92,454
	Depreciation/amortisation	38,34,316
	Operating Profit before working capital changes	81,86,890
	Movement in working capital:	
	(Increase) in trade receivables	1,05,86,499
	(Increase) in stock	2,07,544
	(Increase)/Decrease in Loans and Advances	(43,58,264)
	(Increase)/Decrease in other Current Assets	(6,41,810)
	(Increase) in trade payables	(1,63,46,717)
	(Increase) in other current liabilities	(19,32,939)
	Increase/(Decrease) in current and non current liabilities and Provisions	(13,46,556)
	Cash generated from Operations	(56,45,353)
	<b>Net Cash from/ (used in) operating activities (A)</b>	<b>(56,45,353)</b>
B.	<b>Cash Flow from Investing Activities</b>	
	Investment in Bank Deposits	-
	Purchase of Fixed Assets	(38,76,609)
	Proceeds from Sale of Investment	59,66,401
	Proceeds from Sale of Fixed Assets	-
	<b>Net Cash from/ (used in) Investing activities (B)</b>	<b>20,89,792</b>
C.	<b>Cash Flow from Financing Activities</b>	
	Repayment of Long Term Borrowings	(95,17,017)
	Repayment of Short Term Borrowings	1,82,24,237
	Return of Share Application Money	-
	<b>Net Cash from/ (used in) Financing activities (C)</b>	<b>87,07,220</b>
D.	<b>Net Cash Increase/(Decrease) in cash and Cash equivalents</b>	<b>51,51,659</b>
	Cash & Cash Equivalent as at 1st April 2015 (beginning of the year)	8,95,421
	<b>Cash and Cash Equivalents as at 31st March 2016 (Close of the year)</b>	<b>60,47,080</b>

As per our Report of even date attached.

For WDK & Associates  
Chartered Accountants  
FRN :016389N

For and on behalf of the Board of  
SHARIKA ENTERPRISES PRIVATE LIMITED

.....sd.....

CA Dheeraj Wadhwa  
Partner  
Membership No: 091143



New Delhi  
22.06.2016

.....sd.....

Rajinder Kaul  
Director  
DIN 01609805  
C-581  
Sarita Vihar,  
New Delhi 110076

.....sd.....

Ravinder Bhan  
Director  
DIN 01609915  
A-581  
Sarita Vihar,  
New Delhi 110076

# SHARIKA ENTERPRISES PRIVATE LIMITED

*Notes Forming Part of the Balance Sheet and Statement of Profit & Loss*

**Note: 1 Share Capital**

Particulars	As on 31.03.2016 (in Rs.)	As on 31.03.2015 (in Rs.)
<b>AUTHORIZED CAPITAL</b>		
100000 Equity Shares of Rs. 10/- each.	10,00,000	10,00,000
	10,00,000	10,00,000
<b>ISSUED , SUBSCRIBED &amp; PAID UP CAPITAL</b>		
100000 Equity Shares of Rs. 10/- each, fully paid-up	10,00,000	10,00,000
<b>Total</b>	<b>10,00,000</b>	<b>10,00,000</b>

**Shareholders (holding more than 5% Shares)**

Shareholders' Name	No. of Shares Held	Percentage
Rajinder Kaul	26,000	26.00%
Ravinder Bhan	24,500	24.50%
Arun Kaul	24,500	24.50%
Mukta Mani Kaul	10,000	10.00%
Hansa Kaul	10,000	10.00%
Sanjay Verma	5,000	5.00%

**Note : 2 Reserves & Surplus**

<b>General Reserve</b>		
Balance at the beginning of the year	10,00,000	10,00,000
Transferred from Surplus in Statement of Profit & Loss	-	-
Balance at the end of the year	10,00,000	10,00,000
<b>Balance in statement in Profit &amp; Loss</b>		
Balance brought forward from previous year	1117,15,416	1108,56,605
Add: Profit for the period	43,55,472	8,58,811
	1160,70,888	1117,15,416
<b>Total</b>	<b>1170,70,888</b>	<b>1127,15,416</b>

**Note : 3 Long Term Borrowings**

Car Loan from Bank (secured by hypothecation on Car)	-	1,33,183
Loan from NSIC	-	23,74,611
Loan from Bank of India	-	70,09,223
<b>Total</b>	<b>-</b>	<b>95,17,017</b>



# SHARIKA ENTERPRISES PRIVATE LIMITED

*Notes Forming Part of the Balance Sheet and Statement of Profit & Loss*

**Note : 4 Other Non-Current Liabilities**

Security for Rent- SLPL	50,000	-
Security Deposit from Creditors	2,00,000	-
<b>Total</b>	<b>2,50,000</b>	<b>-</b>

**Note : 5 Short Term Borrowings**

Bank Overdraft with J & K Bank	332,28,881	290,14,504
Car Loan from Bank	5,503	-
NSIC Ltd.	36,74,336	-
From Directors	101,05,021	4,00,000
Citi Bank Credit Card	6,25,000	-
<b>Total</b>	<b>476,38,741</b>	<b>294,14,504</b>

**Note : 6 Trade Payables**

Trade Payable	173,18,158	380,88,206
Advances from Customers	51,06,083	6,82,752
<b>Total</b>	<b>224,24,241</b>	<b>387,70,958</b>

**Note : 7 Other Current Liabilities**

<b>Statutory Liabilities</b>		
Duties and Taxes	9,82,783	21,29,175
EPF Payable	1,44,318	1,21,679
ESIC Payable	14,112	-
<b>Others Liabilities:</b>		
Other Expenses payable	1,08,248	4,04,991
Employee Banefits Payable	65,08,545	64,77,204
Security Deposits	-	2,50,000
Employee Imprest	-	3,07,896
<b>Total</b>	<b>77,58,006</b>	<b>96,90,945</b>

**Note : 8 Short Term Provisions**

Provision for Income Tax	47,40,919	63,37,475
<b>Total</b>	<b>47,40,919</b>	<b>63,37,475</b>





**Notes Forming Part of the Balance Sheet and Statement of Profit & Loss**

**Note 9: Fixed Assets**

PARTICULARS	Amount (in Rs.)								
	GROSS BLOCK				DEPRECIATION			NET BLOCK	
	AS ON 31.03.2015	Addition	TRANSFER	AS ON 31.03.2016	AS ON 31.03.2015	FOR THE YEAR	AS ON 31.03.2016	AS ON 31.03.2016	AS ON 31.03.2015
<b>Tangible Assets</b>									
Land	183,81,155	-	-	183,81,155	-	-	-	183,81,155	183,81,155
Building(Noida)	267,08,535	8,25,700.00	-	275,34,235	90,10,262	17,25,101	107,35,363	167,98,872	176,98,273
Building (Jammu)	14,06,525	-	-	14,06,525	1,98,775	1,14,287	3,13,062	10,93,463	12,07,750
Plant & Machinery	45,79,877	23,55,039	-	69,34,916	15,33,435	7,45,307	22,78,742	45,56,175	30,46,442
Office Equipment	17,17,805	1,03,614	-	18,21,419	13,46,880	2,25,841	15,72,721	2,48,698	3,70,925
Computers	48,93,889	5,70,756	-	54,64,645	41,65,308	3,64,850	45,30,658	9,33,987	7,28,081
Furniture and Fixtures	35,89,765	21,500	-	36,11,265	23,51,164	3,46,623	26,97,807	9,13,453	12,38,581
Vehicles	65,89,020	-	-	65,89,020	54,31,351	3,12,307	57,43,659	4,45,361	11,57,669
<b>Total</b>	<b>678,66,571</b>	<b>38,76,609</b>	<b>-</b>	<b>717,43,180</b>	<b>240,37,695</b>	<b>38,34,316</b>	<b>278,72,011</b>	<b>438,71,163</b>	<b>438,28,875</b>
Previous Year	647,42,827	31,92,744	69000	678,66,571	194,44,658	45,93,037	240,57,695	438,28,875	452,98,168

**Note :** Depreciation on fixed assets has been provided as per WDV rates determined as per the Companies Act, 2013





## SHARIKA ENTERPRISES PRIVATE LIMITED

### Notes Forming Part of the Balance Sheet and Statement of Profit & Loss

#### **Note : 10 Non Current Investments**

Particulars	As on 31.03.2016 (in Rs.)	As on 31.03.2015 (in Rs.)
<b>Long Term Investment</b>		
<b>Equity Shares</b> (Electromeccanica India Pvt Ltd)	314,60,825	314,60,825
<b>Equity Shares</b> (Sharika Lightec Pvt .Ltd.)	299,99,990	299,99,990
<b>Capital in High Tension Associates</b> (capital contribution in partenship firm)	-	4,450
<b>Total</b>	<b>614,60,815</b>	<b>614,65,265</b>

#### **Note : 11 Other Non Current Assets**

Security Deposit	5,85,796	18,54,956
Fixed Deposit Receipts	-	51,94,348
Staff Home Loan	5,01,557	-
<b>Total</b>	<b>10,87,353</b>	<b>70,49,304</b>

#### **Note : 12 Inventories**

Finished Goods	28,57,797	30,65,341
<b>Total</b>	<b>28,57,797</b>	<b>30,65,341</b>

#### **Note : 13 Trade Receivables**

<b>Unsecured, Considered Good :</b>		
Outstanding for more than six month	312,80,892	407,00,987
Advance to Creditors	55,62,807	-
Others	224,85,367	292,14,579
<b>Total</b>	<b>593,29,067</b>	<b>699,15,566</b>

#### **Note : 14 Cash & Bank Balances**

<b>Cash &amp; Cash Equivalent</b>		
Cash-in-Hand	3,42,217	3,80,298
<b>Sub Total (A)</b>	<b>3,42,217</b>	<b>3,80,298</b>
<b>Balance with Banks</b>		
In Current Accounts	6,90,052	5,15,123
Fixed Deposit Receipts	50,14,811	-
<b>Sub Total (B)</b>	<b>57,04,863</b>	<b>5,15,123</b>
<b>Total [ A + B ]</b>	<b>60,47,080</b>	<b>8,95,421</b>





## SHARIKA ENTERPRISES PRIVATE LIMITED

### Notes Forming Part of the Balance Sheet and Statement of Profit & Loss

#### Note :15 Short Term Loans and Advances

<i>Advance Recoverable in cash or in kind or for value to be considered good</i>		
<b>a) Unsecured, Considered Good :</b>		
Advances with Electromecanica IPL	2,25,109	4,85,185
Sharika lightec Pvt. Ltd. (Loan)	132,99,500	75,12,500
Staff Advances	17,74,728	30,27,216
Staff Home Loan(receivable in next 12 months)	2,86,469	-
Other Loans & Advances	19,85,419	21,88,060
<b>Total</b>	<b>175,71,225</b>	<b>132,12,961</b>

#### Note : 16 Other Current Assets

<b>a) Unsecured, Considered Good :</b>		
<b>Balance With Revenue Authorities ( FBT)</b>		
Income tax (FY13-14)	-	50,98,164
TDS/Advance Tax (FY14-15)	10,89,329	12,52,975
TDS/Advance Tax (FY15-16)	17,94,924	-
Recoverable Duties & Taxes from Govt.	26,28,062	-
Excise- UP		5,99,941
Excise- Delhi		6,79,828
TDS AY 2011-12	-	460
TDS AY 2012-13	-	3,497
TDS AY 2013-14	-	1,950
<b>Others:-</b>		
Prepaid Expenses	-	12,248
Earnest Money Deposits	27,78,558	-
<b>Total</b>	<b>82,90,873</b>	<b>76,49,063</b>





**SHARIKA ENTERPRISES PRIVATE LIMITED**

**Notes Forming Part of the Balance Sheet and Statement of Profit & Loss**

**Note : 17 Revenue from Operations**

Particulars	For the year ended 31.03.2016 (in Rs.)	For the year ended 31.03.2015 (in Rs.)
Sales	800,38,957	913,81,907
Other Operating Income	403,41,833	410,66,925
<b>Total</b>	<b>1203,80,790</b>	<b>1324,48,833</b>

**Note : 18 Other Income**

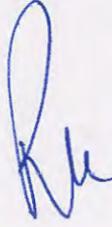
Reimbursement	13,97,630	16,66,887
Interest on Fixed Deposits Receipts	3,74,605	2,57,761
Rent Income	2,70,000	2,70,000
Exchange Fluctuation	3,08,665	3,18,839
Interest on Staff Loan	14,666	-
Miscellaneous Income	2,57,429	4,519
<b>Total</b>	<b>26,22,994</b>	<b>25,18,006</b>

**Note : 19 Cost of Operations**

Purchases & Consumables	416,98,890	752,47,675
Consumables	2,96,746	-
Customs Duty	19,54,394	47,78,515
Clearing & forwarding	46,71,563	4,24,439
Factory Power & Fuel	8,65,568	-
Factory Rent	1,51,763	-
Factory Maintenance	3,14,538	-
Freight & Cartage Inward	3,18,029	76,762
Job Work	-	33,25,899
Testing Charges	5,210	-
Project Site Expenses	119,08,972	-
Consultancy Expenses	-	56,62,944
<b>Total</b>	<b>621,85,672</b>	<b>895,16,233</b>

**Note : 20 Changes in Inventories**

Opening Stock:- Finished Goods	30,65,341	88,45,262
	<b>30,65,341</b>	<b>88,45,262</b>
Less:- Closing Stock Finished Goods	28,57,797	30,65,341
	<b>28,57,797</b>	<b>30,65,341</b>
<b>Total</b>	<b>2,07,544</b>	<b>57,79,921</b>





**Notes Forming Part of the Balance Sheet and Statement of Profit & Loss**

**Note : 21 Employee Benefit Expenses**

Salary & Wages	169,62,208	145,32,412
Bonus	2,29,100	-
Gratuity	2,76,007	-
Incentive	1,56,531	-
Employee Insurance	6,78,679	-
Employees Provident Fund	8,44,153	6,40,285
Employees State Insurance	90,803	73,073
Leave Encashment	1,18,284	-
Leave Travel Assistance	37,279	-
Medical Reimbursement	1,76,125	-
Staff Welfare	9,57,785	3,25,050
<b>Total</b>	<b>205,26,954</b>	<b>155,70,820</b>

**Note :22 Finance Cost**

Bank Charges	7,18,953	5,35,548
Interest on Borrowings	52,52,191	28,06,460
Loan Processing Charges	10,000	2,38,639
Interest on Sales Tax	1,04,185	-
Interest on Service Tax	11,931	-
Interest on TDS	1,07,747	-
Remittance Charges	19,202	-
Interests and Penalties	2,22,976	6,16,187
<b>Total</b>	<b>64,47,185</b>	<b>41,96,834</b>

**Note : 23 Depreciation & Amortisation Expenses**

Depreciation	38,34,316	45,93,037
<b>Total</b>	<b>38,34,316</b>	<b>45,93,037</b>


**Notes Forming Part of the Balance Sheet and Statement of Profit & Loss**

**Note : 24 Other Expenses**

Auditors' Remuneration	3,45,953	3,37,080
Bad Debts	7,20,541	-
Books & Periodicals	-	6,663
Business Promotion	12,68,230	15,29,045
Carriage Outward	-	1,70,137
Conveyance	4,56,532	4,83,496
Development Charges	94,000	1,00,000
Diwali Expense	1,32,457	-
Donation	40,000	10,100
Electricity & Water Expenses	8,78,498	12,00,799
EPC Project Expenses (Exhibition)	-	7,42,000
Freight Outward	4,75,396	-
Insurance Expenses	2,55,565	3,85,802
Legal & Professional Fees	17,20,697	11,39,177
Loss on sale of Assets (Vehicle)	-	19,000
Office Expenses	1,45,908	3,16,962
Office Rent	6,27,763	6,41,188
Packing Expenses	4,113	4,372
Postage & Courier	6,54,786	2,87,037
Printing & Stationery	7,18,225	5,96,511
Rates & Taxes	2,23,992	-
Repair & Maintenance- Office	2,15,575	9,84,859
Repair & Maintenance- Office Equipments	5,91,166	-
Repair & Maintenance- Vehicle	3,75,233	-
Sales Tax Demand	79,659	-
Staff Training & Recruitment	12,882	-
Subscription, Registration & Membership Fees	1,34,551	1,12,557
Telephone & Internet Expense	14,01,480	10,37,655
Tender Fees	1,49,120	73,570
Tour & Travel Expenses	39,35,315	33,20,821
Vehicle running expenses	11,99,449	11,19,823
<b>Total</b>	<b>168,57,085</b>	<b>146,18,654</b>


**SHARIKA ENTERPRISES PRIVATE LIMITED.****SCHEDULE OF FIXED ASSETS AS ON 31.3.2016**

PARTICULARS	WDV AS ON 1.4.2015	Addition		SALE TRANSFER	COST AS ON 31.3.2016	DEPRECIATION FOR THE YEAR	W.D.V. AS ON 31.3.2016	RATE OF DEPRECIATION
		Full Year	Half Year					
Office Equipments	7,91,882.73	1,00,814	2,800	-	8,95,497	1,34,114.51	7,61,382.22	15%
Computers	3,32,414.20	5,01,220	69,536	-	9,03,170	5,21,041.32	3,82,128.88	60%
Furniture & Fixture	20,48,609.51	21,500	-	-	20,70,110	2,07,010.96	18,63,098.65	10%
Vehicles	21,90,329.55	-	-	-	21,90,330	3,28,549.49	18,61,780.46	15%
Plant & Machinery	32,88,699.56	16,72,709	6,82,330	-	56,43,739	7,95,386.08	48,48,352.78	15%
Building	179,75,452.79	-	8,25,700	-	188,01,153	18,38,830.28	169,62,322.51	10%
Land	183,81,155.00	-	-	-	183,81,155	-	183,81,155.00	0%
Total Rs.	450,08,544	22,96,243	15,80,366	-	488,85,153	38,24,933	450,60,220	
Previous year Figures	452,79,735	1,30,521	30,62,223	-	484,03,479	33,94,935	450,08,544	

Notes : Depreciation on fixed assets has been provided as per WDV rates given in the Income Tax Act, 1961.

Place : New Delhi  
Date : 13.05.2016

For Sharika Enterprises Pvt. Ltd.

Managing Director



Director

**Duties and Taxes**

CST @ 12.5% Delhi Payable	1,67,256	
CST @2% Delhi Agst Form C Payable	41,514	
CST @5% Delhi Payable	88,617	
DVAT @5% Delhi Payable	10,983	
Jammu VAT @ 13.5%	-	
TDS on Contractors	16,671	
TDS on Professional	63,127	
TDS on Rent	15,900	
TDS on Salary	1,51,901	
CST @14% U.P.	2,83,501	
CST @2% UP Agst Form C	1,76,655	
	<b>9,82,783</b>	-

**Recoverable Duties & Taxes from Government**

UP VAT- ITC	3,86,790	
DVAT- Input Tax Credit	34,421	
WCT-TDS	6,76,223	-
Jammu VAT Input Credit	61,327	
Service Tax Input Credit	3,26,741	
TDS Receivable	-	
Taxes on A/c of HTA	-	
Income Tax 2014-15	-	
Excise-CENVAT Credit(Delhi)	6,83,208	
Excise-CENVAT Credit(Noida)	4,59,352	
	<b>26,28,062</b>	-

**Other Expenses Payable**

Expenses Payable - Medical Reimbursement	23,182	
Expenses Payable - Telephone Exp	1,207	
Leave Travel Allowance	75,077	
Medical Expenses Payable	1,08,500	
VEHICLE FUEL-PETROL/CNG/DIESAL-PAYABLE	431	
	<b>1,08,248</b>	-

**Employee Benefits Payable**

Salary Payable	65,08,545	
	<b>65,08,545</b>	-


**Provision for Income Tax**

Provision for Income Tax AY 2013-14	10,030	
Provision for Income Tax AY 2016-17	47,30,889	
	<b>47,40,919</b>	<b>-</b>

**Advance from Customers**

Rays Power Infra Private Limited		
L S Cable Korea		
Tangling Mini Hydel Power Project		
EPC Advances received		
Solar Debtors Advances		
Traffo Debtors Advances		
	-	-

**Security Deposit Receivable**

Noida Sales Tax	25,000	
Shimla Guset House Rent	18,000	
Securities	4,44,314	
Security Deposit-Gas Cylinder Deposit	1,700	
Security Deposit HPSEB MANDI - Meter Connection	12,282	
Security Deposit - Jaipur Sales Tax	20,000	
Security Deposit-Jammu Sales Tax	50,000	
Security Deposit with BSNL	14,500	
	<b>5,85,796</b>	<b>-</b>

**Bank Balances**

Bank of India	1,29,374	
Canara Bank	10,835	
Citibank, N.A.-OD Limit	2,72,096	
Corporation Bank	99,029	
ICICI Bank Limited	89,998	
State Bank of India (Delhi)	11,317	
State Bank of India (Jammu)	75,564	
State Bank of India (Noida)	1,839	
	<b>6,90,052</b>	<b>-</b>

**FDR with Banks**

Jammu & Kashmir Bank		
FDR		
FDR with Central Bank of India		
FDR with Citibank NA-Agst Limit 1.92 Crore		
		-


**Employee Advance & Loans**

Emp Advance		
Emp Home Loan		
Emp Personal Loan		
	-	-

**Other Loans & Advances**

Creative Circle	10,00,000	
Director Remuneration-Arun Kaul	7,71,638	
Encon Group	1,00,000	
V.K. Singh - Adv Jammu Plant	5,000	
Yogesh Sharma - Led	744	
Taxes on A/c of HTA	1,08,037	
	<b>19,85,419</b>	-

**Trade Receivables**

LS CABLE Delhi		
Ilyosung Corporation		
LS Cable Korea-AP Transco (Services)		
LS Cable Korea DMRC/DTL		
DTMS		
ETC & Services		
LED		
NKT Cable & Solar		
Elettromeccanica Colombo Debtor		
Larsen & Toubro Chennai		
Schindler India Pvt Ltd.		
Sharika Lightec Rent		
Haj House		
J & K Energy Dev Agency		
JSW Ratnagiri		
NTPC Vishakapatnam		
T S Power		
<b>Unearned Income</b>		
	-	-
<b><u>Outstanding for More than 6 months</u></b>		
	-	-


**SHARIKA ENTERPRISES PRIVATE LIMITED**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
(F.Y.2016-2016)

**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS**

**25. Significant Accounting Policies**

**a) Basis of Preparation**

The Consolidated Financial Statements of the **SHARIKA ENTERPRISES PRIVATE LIMITED** (hereinafter referred to as "the Holding Company"), its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") and its associate are prepared on accrual basis under the historical cost convention and are consistent with those followed in the previous year. The Consolidated Financial statements have been prepared with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 1956.

**b) Use of Estimates**

The preparation of Consolidated Financial Statements require the management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the year. Examples of such estimates include provisions for doubtful debts, employee benefits, provision for income taxes and the useful lives of depreciable fixed assets.

**c) Fixed Assets**

Fixed Assets are stated at cost, less accumulated depreciation /impairment. Cost of Fixed Assets includes all expenses incurred to bring the assets to its present location and condition.

**d) Depreciation/Amortisation**

Fixed assets are accounted at cost less accumulated depreciation. Depreciation is provided on a pro-rata basis on Written Down Value Method (WDV) using the rates determined based on the useful lives of assets specified in Part C of Schedule II thereto of the Companies Act, 2013 as follows:

S.No.	Particulars	Useful Life in Years
1.	Factory Building	Upto 30 Years
2.	Plant & Machinery	Upto 15 Years
3.	Furniture & Fixture	Upto 10 Years
4.	Office Equipment	Upto 5 Years
5.	Computer Equipments	Upto 3 Years
6.	Vehicles	Upto 8/10 Years

During the year, depreciation has been charged in accordance with the guidelines under Schedule II of the Companies Act, 2013. The effect of depreciation of existing assets where useful life has already expired has been recognized in the opening balance of retained earnings.

**e) Non- Current Investments**

The Non-current investments are carried at Cost, unless there is permanent diminution in the Value of Investments, in which case it is to be valued at Cost or Market Value, whichever is lower, if any.

**f) Employee Benefits**

**i) Post Employment Benefit Plans**

Provision for Gratuity payable to staff has not been made during the year and shall be recognized as an expense when employees rendering services to the company become entitled to such contributions.

**ii) Other Employee Benefits**

The short term employee benefits expected to be paid in exchange for the services rendered by employees is recognized during the period when the employee renders the services. These benefits include leave encashment, arrears on account of salary increment, festival and dearness allowance etc.

**g) Revenue Recognition**

**Sale of Goods**

Sales are recorded at Invoice Value, net of VAT/Sales Tax and Excise. Revenue from sales is recognized at the point of dispatch when risk and reward of ownership stands transferred to the customers.

**Rendering of Services**

Revenue on account of services rendered is recognized as and when services have been rendered in terms of the agreement.

### **Interest and Other Income**

Interest and other Income is recognized on time proportion basis.

#### **h) Taxation**

Income Taxes consist of current taxes and changes in deferred tax liabilities and/or assets.

Current Tax is the amount of tax payable on the taxable Income for the year as determined in accordance with the provisions of the Income Tax Act, 1961. Income taxes are accounted for on the basis of estimated taxes payable and adjusted for timing differences between the taxable income and accounting income as reported in the Consolidated Financial Statements.

Deferred tax assets are recognized only if there is a reasonable certainty that they will be realized and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

#### **i) Inventories**

Inventories are valued at lower of cost or net realisable value.

#### **j) Provisions, Contingent Liabilities & Contingent Assets Etc.**

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 reliable estimate can be made.

Contingent Liabilities are not recognized but are disclosed, if any, in the Notes to Accounts.

Contingent Assets are neither recognized nor disclosed in the Consolidated Financial Statements.

### **Additional Information to the Consolidated Financial Statement**

#### **26. Contingent Liabilities and Commitments**

- a) Contingent liabilities: Nil. (previous year Rs. Nil)
- b) Estimated cost of contracts remaining to be executed on capital account and not provided for Nil (previous year Rs. Nil).

## 27. Disclosure required by Micro, Small and Medium Enterprises (Development) Act, 2006.

In the absence of necessary information in relation to the suppliers registered as Micro or Small enterprises under Micro, Small and Medium Enterprises (Development) Act, 2006, the company has not been able to identify such suppliers and the information required under the said Act could not be complied and disclosed.

## 28. Related Party Disclosure:

A. Related Party transactions as required by AS-18, "Related Party Disclosures" are as given below:

### i) Related Parties in the Group where common control exists:

- a) Elettromeccanica Colombo Di Mainini Gianangelo & C.S.A.S (EC) holding 51% Equity shares of EIPL in which SEPL holds 49% Equity.
- b) Elettromeccanica India Pvt. Ltd. (EIPL) - Holding 49% Equity Share
- c) Sharika Lightec Pvt. Ltd. (SLPL) - Subsidiary Company
- d) High Tension Associates (HTA) - Partnership firm holding 38% Share

### ii) Key Management Personnel of the Company:

- a) Shri Rajinder Kaul Director
- b) Shri Ravinder Bhan Director
- c) Shri Arun Kaul Director
- d) Smt. Mukta Mani Kaul Director
- e) Ms. Hansa Kaul Director

### iii) Relative of the Key Management Personnel of the Company:

- a) Mr. MK. Koul -Father of Mr. Arun Kaul (Director)
- b) Ms. Shefalli Bali Bhan - Wife of Mr. Ravinder (Director)

B. Summary of the transactions with the above related parties in the ordinary course of business is as follows:

(Figures in Rs.)

Nature of Transaction	Related party where common control exists	Key Management Personnel	Relative of the Key Management Personnel
Fixed Assets Purchases	Nil	Nil	Nil
Material Purchases	Nil	Nil	Nil
Sales	Nil	NIL	NIL
Sales of fixed assets	Nil	Nil	Nil
Rent & Lease charges	Nil	4,20,000/-	76,763/-
Remuneration/Consultancy	Nil	36,00,000/-	7,20,000/-

Interest Paid	Nil	Nil	Nil
Dividend Paid	Nil	Nil	Nil
Revenue recd from HTA	1,69,635/-	Nil	Nil
Loan paid	38,33,260/-	Nil	Nil
<b>Balance outstanding at the year end</b>			
Amount Payable	Nil	55,01,950/-	54,000/-
Amount Receivable	2,25,109/-	Nil	Nil

## 29. Corporate Information

Sharika Enterprises Pvt. Ltd. (SEPL), was incorporated on 6<sup>th</sup> May 1998 to undertake activities of consultancy and marketing services primarily in the power sector for Indian and International Power Equipment Manufacturers.

The accompanying Consolidated Financial Statements reflect the results of the activities undertaken by the Group Companies during the year ended March 31, 2016.

These Consolidated financial statements have been prepared in accordance with framework provided under Schedule III of the Companies Act 2013.

Previous years' figures have been regrouped/reclassified wherever necessary to correspond with the current years' classification/disclosure.

**For WDK & ASSOCIATES**  
Chartered Accountants




**(CA Dheeraj Wadhwa)**

Partner  
(M. No. 091143)

New Delhi,  
22<sup>nd</sup> June, 2016

On behalf of the Board





**Rajinder Kaul**      **Ravinder Bhan**  
(Director)              (Director)  
DIN-01609805      DIN-01609915



## Independent Auditor's Report

### TO THE MEMBERS OF SHARIKA ENTERPRISES PRIVATE LIMITED

#### Report on the Financial Statements

We have audited the accompanying standalone financial statements of SHARIKA ENTERPRISES PRIVATE LIMITED ("the Company") which comprise the balance sheet as at 31 March 2016, 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.

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

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

#### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India, as specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances.



An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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 standalone financial statements.

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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, of the state of affairs of the Company as at 31 March 2016, its Profit and its cash flows for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of Sub Section (11) of the Section 143 of the Act, we give in the Annexure 1, a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - c. The Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - d. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Account) Rules, 2014;
  - e. On the basis of written representations received from the directors as on 31 March 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016, from being appointed as a director in terms of section 164 (2) of the Act;
  - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report;
  - g. With respect to the other matters to be included in the Auditor's Report in accordance with rule 11 of the Companies (Audit and Auditors) Rules 2014, in our opinion and to 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 did not have any long term contracts, including derivative contracts, for which there were any material foreseeable losses.



- iii. There were no amounts which were required to be transferred to the Investors Education and Protection Fund by the Company.

For WDK & Associates  
Chartered Accountants  
FRN- 016389N

  
Dheeraj Wadhwa  
Partner  
Membership Number: 091143



Place: NEW DELHI  
Date: 22-06-2016

## Annexure- 1 to the Auditors' Report

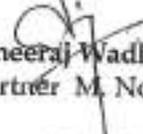
Annexure referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our Independent Auditors Report of even date

- i)
  - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b) Some of the fixed assets were physically verified by the management during the year and no material discrepancies were noticed on such verification.
  - c) According to the information and explanations to us and on the basis of our examination of the records of the company, the title deed of the immovable property is held in the name of the company.
- ii)
  - a) The Management has physically verified the inventory during the year. In our opinion, frequency of the verification is reasonable.
  - b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
  - c) The company is maintaining proper records of inventories. The discrepancies noticed on physical verification of inventories as compared to book records needs to be reconciled.
- iii)
  - a) According to the information and explanations to us, the company has granted loans to bodies corporate covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').
  - b) The terms of arrangements do not stipulate any repayment schedule and the loans are repayable on demand. Accordingly, paragraph 3(iii) (b) of the Order is not commented upon in respect of repayment of the principal amount.
  - c) In the absence of any stipulated repayment schedule, we cannot comment on the overdue amounts of more than rupees one lakh in respect of the loans granted to the bodies corporate listed in the register maintained under section 189 of the Act.
- iv) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made. The loans given are to the wholly owned Subsidiary Company and no fresh investments are made during the year.
- v) The Company has not accepted any deposits from the public.
- vi) To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under section 148 (1) of the Companies Act, 2013 for the products and services of the Company.
- vii)
  - a) The Company is depositing, though with delays in few instances, with appropriate authorities undisputed statutory dues including provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues applicable to it.



- b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax (except amount payable on account of late filing fees for TDS returns), sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues were outstanding, at the end of the year, for a period of more than six months from the date they became payable.
- (c) According to the information and explanations given to us, there are no material dues of income tax, sales tax, wealth tax, duty of customs and cess which have not been deposited with the appropriate authorities on account of any dispute.
- viii) In our opinion and according to the information and explanations given by the management, the Company has not defaulted in repayment of dues to a financial institution or bank taken in the form of Term Loan or Cash Credit/ Over Draft Facilities. The Company did not have any debentures and government dues in the nature of loan during the year.
- ix) According to the information and explanations given by the given by the management, the Company has not raised any money by way of initial public offer/further public offer/debt instruments. The Term Loans or Cash Credit/Over Draft facilities taken from Bank or financial institutions were applied for the purpose they were raised.
- x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given to us, no material fraud by the company or no fraud/material fraud on the company by the officers and employees of the Company has been noticed or reported during the year.
- xi) According to the information and explanations given by the management, the provisions of Section 197 read with Schedule V of the Act is not applicable to the company and hence reporting under clause 3 (xi) are not applicable and hence not commented upon.
- xii) In our opinion, the Company is not a Nidhi company. Therefore, the provisions of the clause (xii) of the order are not applicable to the company and hence not commented upon.
- (xiii) According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of the Companies Act 2013 where applicable and the details have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given by the management, the Company has not entered into any non- cash transactions with directors or persons connected with him.
- (xvi) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.

For WDK & ASSOCIATES  
Chartered Accountants  
FRN 016389N

  
Dheeraj Wadhwa  
Partner M. No.091143



Place: New Delhi  
Date: 22-06-2016

## **Annexure - B to the Auditors' 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 Infosys Limited ("the Company") as of 31 March 2016 in conjunction with our audit of the standalone 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

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

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;



(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

#### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For WDK & Associates  
Chartered Accountants  
FRN 016389N

Dheeraj Wadhwa  
Partner M, No.091143



Place: New Delhi  
Date: 22-06-2016