



CANTABIL RETAIL INDIA LIMITED

Regd. Office: B-47, First Floor, Lawrence Road Industrial Area, Delhi - 110035

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2013

(Rs. In Lacs)

S. No.	Particulars	3 Months Ended	Preceding 3 Months Ended	Corresponding 3 Months Ended	Current Year Ended	Previous Year Ended
		31.03.2013 (Unaudited)	31.12.2012 (Unaudited)	31.03.2012 (Unaudited)	31.03.2013 (Audited)	31.03.2012 (Audited)
1	(a) Net Sales/Income from Operations	3,473.18	3,760.60	2,950.56	11,872.10	16,441.52
	(b) Other Operating Income	40.36	1.96	5.93	48.48	12.09
	Total	3,513.55	3,762.56	2,956.49	11,920.58	16,453.61
2	Expenditure					
	(a) (Increase) / decrease in Stock in trade and work in progress	2,765.63	1,184.74	2,189.20	4,495.04	5,318.89
	(b) Consumption of Raw Materials	488.12	439.53	428.85	1,856.73	1,962.04
	(c) Purchase of Traded Goods	86.74	613.10	458.03	1,096.44	2,395.69
	(d) Employee cost	326.58	344.54	305.39	1,339.43	1,369.19
	(e) Depreciation	19.22	46.53	66.46	168.55	264.68
	(f) Other Expenditure	1,584.75	1,467.38	1,856.20	5,765.73	7,136.91
	Total	5,281.03	4,095.83	5,304.13	14,721.91	18,447.39
3	Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	(1,767.49)	(333.27)	(2,347.64)	(2,801.33)	(1,993.78)
4	Other Income	50.50	0.45	6.98	50.99	6.98
5	Profit before Interest and Exceptional Items (3+4)	(1,716.99)	(332.82)	(2,340.67)	(2,750.34)	(1,986.80)
6	Interest	118.45	118.37	156.22	483.42	783.72
7	Profit after Interest but before Exceptional Items(5-6)	(1,835.43)	(451.19)	(2,496.89)	(3,233.76)	(2,770.52)
8	Exceptional Items	(96.60)	(5.23)	(58.32)	(216.53)	(58.32)
9	Profit (+)/ Loss (-) from Ordinary Activities before Tax (7+8)	(1,932.04)	(456.42)	(2,555.21)	(3,450.29)	(2,828.84)
10	Tax Expenses (Deferred Tax)	5.91	(10.95)	8.60	(38.49)	(36.99)
11	Net Profit (+)/ Loss (-) from Ordinary Activities after Tax (9-10)	(1,937.94)	(445.47)	(2,563.80)	(3,410.80)	(2,791.85)
12	Extraordinary Items (net of tax)	11.91	21.42	89.05	123.20	245.03
13	Net Profit(+)/ Loss(-) for the period (11+12)	(1,926.03)	(424.05)	(2,474.75)	(3,287.60)	(2,546.82)
14	Paid-up equity share capital (Face Value of Rs. 10/-)	1,632.76	1,632.76	1,632.76	1,632.76	1,632.76
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year				6,252.28	8,539.88
16	Earnings Per Share (EPS) (Rs. Per Share)					
	a) Basic and diluted EPS before Extraordinary Items for the period, for the year to date and for the previous year	(11.87)	(2.73)	(15.70)	(20.89)	(17.10)
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year	(11.80)	(2.60)	(15.16)	(20.14)	(15.60)
17	Public Shareholding					
	- Number of shares	6,977,098	7,077,098	7,778,098	6,977,098	7,778,098
	- Percentage of shareholding	42.73%	43.34%	47.64%	42.73%	47.64%
18	Promoters and Promoter Group Shareholding					
	a) Pledged/Encumbered					
	- Number of shares	Nil	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	Nil	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total Share Capital of the Company)	Nil	Nil	Nil	Nil	Nil
	b) Non-encumbered					
	- Number of Shares	9,350,510	9,250,510	8,549,510	9,350,510	8,549,510
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	100%	100%	100%	100%	100.00%
	- Percentage of shares (as a % of the total Share Capital of the Company)	57.27%	56.66%	52.36%	57.27%	52.36%



CANTABIL RETAIL INDIA LIMITED

Regd. Office: B-47, First Floor, Lawrence Road Industrial Area, Delhi - 110 035

Audited Statement of Assets and Liabilities as on 31st March, 2013

Rs. In Lacs

PARTICULARS		As at 31.03.2013	As at 31.03.2012
		AUDITED	AUDITED
A	EQUITY AND LIABILITIES		
1	Shareholders Funds		
	(a) Share Capital	1,632.76	1,632.76
	(b) Reserves & Surplus	6,252.28	9,539.88
		7,885.04	11,172.64
2	Non-Current Liabilities		
	(a) Long-term borrowings	-	79.75
	(b) Other long-term liabilities	618.15	1,153.49
	(c) Long-term provisions	117.59	97.71
		735.74	1,330.95
3	Current Liabilities		
	(a) Short-term borrowings	3,091.78	3,458.61
	(b) Trade payables	569.85	1,058.20
	(c) Other current liabilities	252.43	253.12
	(d) Short-term provisions	34.80	88.14
		3,948.86	4,858.07
	TOTAL	12,569.64	17,361.66
B	ASSETS		
1	Non-Current Assets		
	(a) Fixed assets		
	(i) Tangible assets	1,418.60	1,818.44
	(ii) Intangible assets	31.51	4.27
	(iii) Capital work-in-progress	2,089.86	840.08
		3,539.97	2,662.79
	(b) Deferred tax assets (Net)	216.43	176.94
	(c) Long-term loans and advances	1,001.63	1,352.64
		1,218.06	1,529.58
2	Current Assets		
	(a) Current Investments	722.92	1,556.23
	(b) Inventories	4,283.74	8,773.83
	(c) Trade Receivables	1,593.44	2,278.56
	(d) Cash and Cash Equivalents	371.88	271.87
	(e) Short-Term Loans and Advances	839.63	288.80
		7,811.61	13,169.29
	TOTAL	12,569.64	17,361.66



Notes:

1. The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 27th May 2013 .
2. As the Company's business activity falls within a single segment, therefore disclosure requirements of the Accounting Standard (AS) 17 "Segment Reporting" prescribed by Companies (Accounting Standard) Rules 2006 are not applicable.
3. The figures of the last Quarter are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year.
4. Pursuant to the provisions of Clause 43A of the Listing Agreement with the Exchanges, the IPO proceeds have been utilized as follows:

Particulars	Rs. In Lacs	
	IPO Objects **	Actual Utilization
Amount received from IPO		10,500
Utilisation of funds upto March 31, 2013		
Establishment of new manufacturing facility	3,025	2,438
Expansion of our Retail Network	431	416
Additional Working Capital	3,250	3,250
Repayment of Debt	3,500	3,500
General Corporate Purposes	200	115
Expenses of the Issue	1,001	1,009
	11,407	10,727
Above Objects were to be financed as Under:		
From The proceeds of IPO		10,500
From Internal Accruals***		227

** As approved by the shareholders in the EGM through Postal Ballot dt. 21/12/2012 & 09/01/2012, the objects of the IPO have been revised and modified as; The Retail Expansion object has been scaled down to Rs. 4.31 cr and Establishment of New Integrated Manufacturing Facility object has been scaled down to Rs. 30.25 cr. and Repayment of Debt object has been augmented to Rs. 35.00 cr and IPO Expenses have been augmented to Rs. 10.01 cr and corresponding internal contribution has been brought down to Rs. 9.07 cr.

***The Proceeds of the IPO have been fully utilized towards the completion of the Objects of IPO, with modification duly approved by the shareholders in the EGM through Postal Ballot dt. 21/12/2012 & 09/01/2012. The Balance cost of the Objects of IPO which are under completion shall be met from the internal accruals.

5. Status of Investor Complaints: Op Pending- Nil, Received during the quarter- Nil, Disposed of during the quarter- Nil, Pending- Nil.
6. The figures of the Previous periods (quarter/year) have been regrouped/rearranged wherever considered necessary.

Place: Delhi

Date: May 27, 2013

For Cantabil Retail India Limited

(Vijay Bansal)

Chairman & Managing Director





SURESH K. GUPTA
B. Com., F.C.A.

SUNIL AGARWAL
B. Sc., F.C.A.

NARENDRA ARORA
B. Sc., F.C.A.

ASHA TANEJA
B. Com., F.C.A.

AMIT KUMAR
B. Com., A.C.A.

AUDITORS' REPORT

To

The Members of
Cantabil Retail India Limited

We have audited the accompanying financial statements of Cantabil Retail India Limited ('the Company') which comprise the balance sheet as at 31st March 2013, the statement of profit and loss and the cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory information.

1. Management's Responsibility for the Financial Statements

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 referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ('the Act'). 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.

2. Auditor's 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. 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.



27 MAY 2013

3. Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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:

- (i) in the case of the balance sheet, of the state of affairs of the Company as at 31st March 2013;
- (ii) in the case of the statement of profit and loss, of the loss for the year ended on that date; and
- (iii) in the case of the cash flow statement, of the cash flows for the year ended on that date.

4. Report on Other Legal and Regulatory Requirements

- i. As required by the Companies (Auditor's Report) Order, 2003 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
- ii. 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, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956; and
 - e. on the basis of written representations received from the directors as on 31st March 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For Suresh & Associates

FRN: 003316N

Chartered Accountants

(CA Suresh K Gupta)

Partner

M No. 080050

Date : 27 MAY 2013

Place : Delhi



ANNEXURE TO AUDITORS' REPORT

Referred to Paragraph 1 of our report of even date attached

- (i) a) The company is maintaining proper records showing full particulars including quantitative details and situation of the assets on basis of the information available.
- b) According to information and explanation given to us, the fixed assets of the company have been physically verified by the management at reasonable intervals during the year. No material discrepancies have been noticed on such verification.
- c) In our opinion and according to the information and explanations given to us, there was no substantial disposal of fixed assets by the company, which may affect the going concern concept.
- (ii) a & b) As explained to us, the inventory has been physically verified by the management at reasonable intervals during the year. In our opinion, the frequency of such verification is reasonable considering size and nature of the business.
- c) In our opinion and according to information and explanation given to us, the procedures of physical verification of inventory, followed by the management, are reasonable and adequate. No serious discrepancies have been noticed in physical verification.
- (iii) Company has not granted any loans to companies, firms or other parties covered in the register maintained u/s 301 of the Act. However, Company has accepted unsecured loans from two persons aggregating Rs 59, 50,197/- and Rs. 59,50,197/- has been repaid. In our opinion, terms of acceptance of loans are not prejudicial to the interest of company.
- (iv) In our opinion and according to information and explanation given to us, there are adequate internal control procedures commensurate with the size and nature of the company for purchase of inventory and fixed assets and sale of goods.
- (v) a) According to the information and explanation given to us, the company has entered into transaction pursuance of contract or arrangement entered in register maintained under section 301 of the Companies Act, 1956.
- b) In respect of the transactions made in pursuance of such contracts or arrangements and exceeding value Rupees Five Lacs in respect of any party during the year, because of the absence of the comparable prices and variation in the quality of the goods involved, we are unable to comment whether the transactions were made at prevailing market prices at the relevant time.
- (vi) In our opinion and explanation given to us, the company has not accepted any public deposit and the directives issued by the RBI and the provisions of 58A and 58AA of the Act and rules framed there under.
- (vii) In our opinion, the company has an internal audit system commensurate with its size and nature of business.



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- (viii) The maintenance of the cost record has been prescribed by the Central Government under section 209(1)(d) of Companies Act, 1956 to the company. As explained to us such accounts and records have been made & maintained.
- (ix) (a) According to the books of accounts examined by us company is generally regular in depositing undisputed statutory dues in respect of PF, ESI, Income Tax, VAT, Sales Tax, Wealth Tax Custom Duty, Excise Duty, Cess and other statutory dues with the appropriate authorities.
- (b) Except for cases detailed hereunder, there are no disputed liability in respect of PF, ESI, Income Tax, Sales Tax, Wealth Tax Custom Duty, Excise Duty, Cess and other statutory dues which are outstanding as at 31st March, 2013:-

S No.	Period of Demand	Amount involved	Particulars of Demand	Authority where appeal is pending
1.	Financial Year 2008-09, 2009-10, 2010-11, 2011-12 & 2012-13	21.87 Lacs	Under Labour Act	Labour Court, Karkardooma Court, Delhi
2.	Financial Year 2005-06	18.48 Lacs	Under Sales Tax Act/DVAT	Appellate Tribunal, Value Added Tax, Delhi
3	Financial Year 2009-10	5.17 Lacs	Under Sales Tax Act	Joint Commissioner, Department of Trade & Taxes, Delhi
4.	Financial Year 2009-10	256.29 Lacs	Demand under section 201(1) and 201(1A) of Income Tax Act, 1961.	CIT(A), Delhi
5.	Financial Year 2010-11	164.59 Lacs	Demand under section 201(1) and 201(1A) of Income Tax Act, 1961.	CIT(A), Delhi

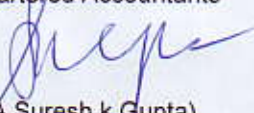
- (x) There are accumulated losses at the end of the financial year in the case of the company. Further, the company has incurred cash losses during the financial year under report.
- (xi) As per explanation and information provided to us, the company has not defaulted in repayment of dues to financial institutions or banks.
- (xii) The company has not granted loans and advances on basis of security by way of pledge of shares, debentures and other securities.



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- (xiii) In our opinion and according to the information and explanations given to us, the Company is not a chit fund/ nidhi/ mutual benefit fund/ society.
- (xiv) As per information given to us, the company is not dealing or trading in shares, securities, debentures and other investments. However, the Company has made investments in shares, mutual funds of equity and debt amounting to Rs. 723.00 Lacs (Previous Year Rs.1556.00 Lacs).
- (xv) In our opinion and according to the information and explanations given to us, the company has not given guarantee for loans taken by others from banks or financial institutions.
- (xvi) To the best of our knowledge and belief and according to information given to us, the term loan availed by the company were prima facie applied by company during the year for the purpose for which they were obtained.
- (xvii) As per information and explanation given to us and overall examination of balance sheet of the company, we report that funds raised on short term basis have prima facie not being used for long term investment and vice versa.
- (xviii) As per information and explanation given to us, the company has not made any preferential allotment of shares to promoters of the company covered in the category of persons mentioned under section 301 of the Companies Act.
- (xix) As per information and explanation given to us, the company has not issued any debentures and no security has been created against the debentures.
- (xx) In our opinion the management has disclosed on the end use of money raised through public issue in the year 2010-11 and the same has been verified.
- (xxi) According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.

For Suresh & Associates
FRN: 003316N
Chartered Accountants


(CA Suresh k Gupta)
Partner
M No. 080050

Date : 27 MAY 2013

Place : Delhi

