

INDEPENDENT AUDITOR'S REPORT

To the Members of **Prayag Thermoplast Pvt. Ltd.**

Report on the Financial Statements

We have audited the accompanying standalone financial statements of Prayag Thermoplast Pvt. Ltd., ('the Company') which comprise the Balance Sheet as at 31st March 2015, the Statement of Profit & Loss and the 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 the preparation and presentation 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 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 thereunder.

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 standalone financial statements.

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 of the state of affairs of the Company as at 31st March, 2015 and 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,2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in the 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 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 it 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 (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; and
- 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 has disclosed the impact of pending litigations on its financial position in its financial statements-Refer Note 2.20 and 2.37 to the financial statements.
 - ii the Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts- Refer Note 2.7 to the financial statements; and
 - iii There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For Chandak & Chandak
Chartered Accountants
Firm Reg. No.128693W

Place :- Nagpur
Date :- 15/05/2015

Shailesh Chandak
Partner
M. NO.106251

Prayag Thermoplast Private Limited
Balance Sheet as at 31st March, 2015

PARTICULARS		NOTE NO.	As on 31st March.2015	As on 31st March.2014
A	<u>EQUITY AND LIABILITIES</u>			
1	<u>Shareholder's funds</u>			
	Share Capital	1	30,40,000	30,40,000
	Reserves and Surplus	2	-4,95,527	-3,98,970
2	<u>Share application money pending allotment</u>		-	-
3	<u>Non-current liabilities</u>			
	Long -term borrowings		-	-
4	<u>Current liabilities</u>			
	Other current liabilities	3	80,92,833	76,88,061
	TOTAL		1,06,37,306	1,03,29,091
B	<u>ASSETS</u>			
	<u>Non-current assets</u>			
1	<u>1)Fixed assets</u>			
	Tangible assets	4	1,02,35,922	98,21,536
2	<u>Current assets</u>			
	Cash and cash equivalents	5	4,01,384	5,07,555
	TOTAL		1,06,37,306	1,03,29,091

For and on behalf of Board

For Chandak & Chandak
Chartered Accountants
Firm Reg. No.128693W

Director Director
Place :- Nagpur
Date :- 15/05/2015

Shailesh Chandak
Partner M. NO.106251

Prayag Thermoplast Private Limited
Profit and Loss Statement for the Year Ended 31st March, 2014

Particulars		Refer Note No.	Year ended 31st March 2015	Year ended 31st March 2014
A) Continuing Operations				
1	Revenue From Operations			
<u>In respect of a company other than a finance company:</u>				
	Sale of products		-	-
	Sub-Total		-	-
2	Other income		-	-
3	Total Revenue (1+2)		-	-
4	Expenses:			
	Other expenses	6	96,557	62,478
	Total expenses		96,557	62,478
5	Profit before exceptional and extraordinary items and tax (3-4)		-96,557	-62,478
6	Exceptional items		-	-
7	Profit before extraordinary items and tax(5 +/- 6)		-96,557	-62,478
8	Extraordinary items		-	-
9	Profit before tax(7+/- 8)		-96,557	-62,478
10	Tax expenses:			
	a)Current Tax expense for Current year		-	-
11	Profit(loss) for the period from continuing operations (9 +/- 10)		-96,557	-62,478
12	Profit(loss)for the period		-96,557	-62,478
13	Earnings per equity share			
	a)Basic		-0.32	-0.21
	b)Diluted		-0.32	-0.21

For and on behalf of Board

For Chandak & Chandak
Chartered Accountants
Firm Reg. No.128693W

Director Director
Place :- Nagpur
Date :- 15/05/2015

Shailesh Chandak
Partner M. NO.106251

Note 1

<u>Share capital</u>	As on 31st March.2015		As on 31st March.2014	
	No of Shares	Amount	No of Shares	Amount
Authorised Equity Share of Rs.10/- each	5,00,000	50,00,000	5,00,000	50,00,000
Issued Equity Share of Rs.10/- each	3,04,000	30,40,000	3,04,000	30,40,000
Subscribed and fully paid up Equity Share of Rs.10/- each	3,04,000	30,40,000	3,04,000	30,40,000
TOTAL	3,04,000	30,40,000	3,04,000	30,40,000

Note 1(a)

Particulars	Equity shares			
	As on 31st March.2015		As on 31st March.2014	
	Number		Number	
shares outstanding at the beginning of the year	3,04,000	30,40,000	3,04,000	30,40,000
shares Issued during the year	-	-	-	-
shares bought back during the year				
Any other movement (please specify)				
shares outstanding at the end of the year	3,04,000	30,40,000	3,04,000	30,40,000

Note 1(b)

Out of Equity and Preference shares issued by the Company, shares held by its holding company, ultimate holding company and their subsidiaries/associates are as below:

Particulars	Nature of Relationship	As on 31st March.2015	As on 31st March.2014
Equity shares			
Chattisgarh Investments Ltd	Holding	30,40,000	30,40,000
	Company		

Note 1(c)**Details of Shareholders holding more than 5% Shares**

Name of shareholders	Equity shares			
	As on 31st March.2015		As on 31st March.2014	
	No. of Shares held	% of holding	No. of Shares held	% of holding
Chattisgarh Investments Ltd	304000	100%	304000	100%

Note 2

<u>Reserves and Surplus</u>	As on 31st March.2015	As on 31st March.2014
Surplus		
Opening Balance	-3,98,970	-3,36,492
(+) Net profit/(Net loss) For the current year	-96,557	-62,478
Closing Balance	-4,95,527	-3,98,970
TOTAL	-4,95,527	-3,98,970

Note 3

<u>Other current liabilities</u>	As on 31st March.2015	As on 31st March.2014
Other payables (specify nature)		
Balance with related parties	80,04,713	76,04,713
Creditors for capital goods	34,370	34,370
Water Charges Payable	33,750	38,978
TDS Payable	-	-
Audit Fees Payable	20,000	10,000
TOTAL	80,92,833	76,88,061

Note 5

Cash and cash equivalents	As on 31st March.2015	As on 31st March.2014
Balance with banks (Current account with AXIS Bank)	1,19,134	2,38,536
Cash in hand	2,82,250	2,69,019
Total	4,01,384	5,07,555

Note 6 (a)

Payments to the Auditor as	Year ended 31st March 2015	Year ended 31st March 2014
Audit fees	7,500	7,500
For taxation matters	2,500	2,500
TOTAL	10,000	10,000

Note 6

Other Expenses	Year ended 31st March 2015	Year ended 31st March 2014
Miscellaneous Expenses	34,000	31,414
Bank Charges	112	1,064
Filing Fees	2,000	11,000
Conveyance Exps.	6,040	-
Printing & Stationary	320	-
Office & Genral Expenses	2,335	9,000
Late Fee for ROC efilling	8,000	
Water Fire Serivce Charges	33,750	
Total	86,557	52,478

List to Note 3

Other Current Liabilites	As on 31st March.2015	As on 31st March.2014
From Realted Parties		
Chattisgarh Investment Limited	78,54,713	74,54,713
Neeraj Sarda	1,50,000	1,50,000
Creditors for Capital Goods		
Veer Machinery	34,370	34,370
Total	80,39,083	76,39,083

PRAYAG THERMOPLAST PVT. LTD.

Note 4

Fixed Assets	Gross Block				Accumulated Depreciation			Net Block		
	Balance as at 1 April 2014	Additions/ (Disposals)	Acquired through business	Revaluations/ (Impairments)	Balance as at31 march 2015	Balance as at 1 April 2014	Depriciation charge for the year	Balance as at31march 2015	Balance as at 31st March 2014	Balance as at31march 2015
Tangible Asset										
Land (MIDC leasehold)	26,42,535	-			26,42,535	-	-	-	26,42,535	26,42,535
Buildings	64,99,246	4,14,386			69,13,632	-	-	-	64,99,246	69,13,632
Plant and Equipments	6,79,755	-			6,79,755	-	-	-	6,79,755	6,79,755
Grand Total	98,21,536	4,14,386	-	-	1,02,35,922	-	-	-	98,21,536	1,02,35,922

PRAYAG THERMOPLAST PVT. LTD.
CASH FLOW STATEMENT FOR THE YEAR 2014-2015

	31.03.2015	31.03.2014
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit after Tax and Extraordinary items but before deffered tax liability	(96,557)	(62,478)
Add for		
Depreciation	-	-
Public issue Expenses written off	-	-
Operating Profit before working capital Changes	(96,557)	(62,478)
Adjustment for		
- Increase/decrease in Investments	-	-
- Increase/decrease in Current Liabilities & Provisions	4,04,772	4,85,799
- Increase/decrease in Non-Current Liabilities	-	-
- Increase/decrease in Non-Current Assets	-	-
- decrease/Increase in Current Assets	-	-
- Purchase of Plant & Machinery, Land & Building etc.	4,14,386	4,14,782
- Increase/decrease in Subsribed & Paidup Capital etc.	-	-
 NET CASH FLOW FROM FINANCING ACTIVITIES	(1,06,171)	8,539

Net Increase/ Decrease in Cash & Cash Equivalents :

Cash and Cash equivalent at the beginning of the year	5,07,555	4,99,016
Cash and Cash equivalent at the end of the year	4,01,384	5,07,555

Notes:-

- 1) Cash and cash equivalent consists of cash cheques in hand if any balance with Bank including Fixed deposit receipt if any and remittance in transit etc.
- 2) Previous year figure have been regrouped wherever necessary.

For and on behalf of the Board

For Chandak & Chandak
Chartered Accountants
Firm Reg. No.128693W

Director Director

Shailesh Chandak
Partner M. NO.106251

Place :- Nagpur

Date :- 15/05/2015

PRAYAG THERMOPLAST PVT. LTD.
NOTES TO ANNUAL ACCOUNTS AS ON 31st MARCH, 2015

Company Overview

Prayag Thermoplast Private Limited was incorporated on 15th day of July 1991 vide registration No. U25209MH1991PTC062489. The company is yet to start its commercial activity. Company intend to start its commercial activity as soon as possible at its industrial land at Buti Bori MIDC Industrial area, Buti Bori , Nagpur.

SIGNIFICANT ACCOUNTING POLICIES

1 BASIS OF ACCOUNTING

The financial statements are prepared in accordance with generally accepted accounting principles and the provisions of the Companies Act 1956 as adopted consistently by the company.

2 FIXED ASSETS

Fixed Assets are stated at cost.

3 DEPRECIATION

During the year no depreciation have been charged

4 INVENTORIES

No business was carried during the year hence no inventories are maintained.

5 REVENUE RECOGNITION

Revenue is recognised on accrual basis.

6 INVESTMENTS

During the year company do not have any investments.

7 CONTINGENT LIABILITY

It is informed to us that there is no contingent liability of the company.

8 No provision for taxation is made during the year as the company has incurred losses.

9 No deferred tax asset / liability has been provided since there are no timing difference.

10 There was no manufacturing or trading activities during the year.

11 Previous year figures have been regrouped or rearranged wherever considered necessary.

12 The Company has neither spent any amount on imports nor made any foreign exchange earning or expenditure during the current year

