

Date: 25<sup>th</sup> June, 2018

To,  
Dept. of Corporate Services  
Bombay Stock Exchange Ltd.  
P.J.Tower,  
Dalal Street,  
Mumbai – 400 001.

**Ref.: Garnet Construction Ltd (Script Code: 526727)**

**Subject: Declaration pursuant to Regulation 33(3) (d) of the SEBI (LODR) Regulations, 2015**

I, Shri Kishankumar Kedia, Managing Director of Garnet Construction Limited hereby declare that the statutory Auditors of the Company M/s Shankarlal Jain & Associates LLP, Chartered Accountants (Firm Reg. No.109901W/W100082) have expressed an unqualified audit opinion on the Standalone Financial Results of the company for the quarter and year ended 31st March, 2018.

This declaration is given in compliance to Regulation 33(3) (d) of the SEBI (LODR) Regulations, 2015 as amended by the SEBI (LODR) (Amendment) Regulations, 2016 vide notification dated May 25, 2016 and circular dated May 27, 2016.

Kindly take this declaration on your records.

Thanking You,

Yours faithfully,

**For Garnet Construction Ltd.**



**Kishan Kumar Kedia**  
**Chairman & Managing Director**  
**Din: 00205146**



**Garnet Construction Limited**

Registered & Corporate Office:

501/531, Laxmi Mall, Laxmi Industrial Estate, New Link Road, Andheri (W), Mumbai - 400 053.

Tel: 91-22-42578500 | Fax: 91-22-42578522 | E-mail: garnet@garnetconstructions.com | www.garnetconstructions.com

**GARNET CONSTRUCTION LIMITED**

Registered Office: 501/531, Laxmi Mall, Laxmi Industrial Estate, New Link Road, Andheri (W), Mumbai - 400053

CIN : L45200MH1992PLC069044, E-mail ID : investors@garnetconstructions.com, Tel : 022 4257 8500

Audited Standalone Financial Results for the year Ended March 31, 2018.

(Rs. In Lacs)

SR. NO.	PARTICULARS	Quarter Ended			Year Ended	
		31-Mar-2018	31-Dec-2017	31-Mar-2017	31-Mar-2018	31-Mar-2017
		Audited	Unaudited	Audited (Refer note 2)	Audited	Audited (Refer note 2)
<b>1</b>	<b>Income</b>					
	(a) Revenue from operations	(376.87)	252.83	313.05	582.36	1,424.22
	(b) Other income	(68.41)	10.74	7.05	16.97	7.05
	<b>Total Income</b>	<b>(445.28)</b>	<b>263.57</b>	<b>320.10</b>	<b>599.33</b>	<b>1,431.28</b>
<b>2</b>	<b>Expenses</b>					
	(a) Operating costs	(778.46)	174.94	231.02	11.25	926.04
	(b) Employee benefits expenses	37.80	28.08	6.85	103.19	64.66
	(c) Finance costs	44.61	34.66	67.40	153.97	165.78
	(d) Depreciation and amortisation expenses	13.31	13.81	15.42	54.17	62.26
	(e) Other expenses	36.81	36.65	16.37	130.44	121.66
	<b>Total expenses (a+b+c+d+e+f)</b>	<b>(645.93)</b>	<b>288.14</b>	<b>337.06</b>	<b>453.01</b>	<b>1,340.39</b>
<b>3</b>	<b>Profit before exceptional and tax (1-2)</b>	<b>200.65</b>	<b>(24.56)</b>	<b>(16.95)</b>	<b>146.32</b>	<b>90.88</b>
<b>4</b>	Exceptional items (net of tax expenses)	-	-	-	-	-
<b>5</b>	<b>Profit before tax (3-4)</b>	<b>200.65</b>	<b>(24.56)</b>	<b>(16.95)</b>	<b>146.32</b>	<b>90.88</b>
<b>6</b>	<b>Tax expense</b>					
	(a) Current tax	28.94	-	26.01	33.00	33.00
	(b) MAT Utilisation	15.72	-	29.45	15.72	29.45
	(c) Deferred tax	(0.37)	(20.07)	(4.06)	(23.48)	(4.06)
	(d) Short/ (Excess) provision of tax in earlier years	(1.56)	-	(1.38)	(0.31)	(1.38)
<b>7</b>	<b>Net Profit (Loss) for the period (5-6)</b>	<b>157.92</b>	<b>(4.50)</b>	<b>(66.96)</b>	<b>121.40</b>	<b>33.88</b>
<b>8</b>	<b>Other Comprehensive Income</b>					
	A. Amount of items that will not be reclassified to profit and loss	0.56	-	(1.92)	0.56	(1.92)
	B. Income tax relating to items that will be reclassified to profit or loss	(0.16)	-	0.54	(0.16)	0.54
	<b>Total Other Comprehensive Income</b>	<b>0.40</b>	<b>-</b>	<b>(1.38)</b>	<b>0.40</b>	<b>(1.38)</b>
<b>9</b>	<b>Total Comprehensive Income for the period (7+8)</b>	<b>158.33</b>	<b>(4.50)</b>	<b>(68.34)</b>	<b>121.80</b>	<b>32.51</b>
<b>10</b>	<b>Details of Equity</b>					
	Paid-up equity share capital	1,390.22	1,390.22	1,390.22	1,390.22	1,390.22
	Face value of equity share capital	10.00	10.00	10.00	10.00	10.00
<b>11</b>	<b>Reserves and surplus (excluding revaluation reserves)</b>				<b>5,744.20</b>	<b>5,622.40</b>
<b>12</b>	<b>Earnings per share</b>					
	(a) Basic earnings (loss) per share	1.14	(0.03)	(0.49)	0.88	0.23
	(b) Diluted earnings (loss) per share	1.14	(0.03)	(0.49)	0.88	0.23



**GARNET CONSTRUCTION LIMITED**

Regd. Office: 501/ 531, Laxmi Mall, Laxmi Industrial Estate, New Link Road, Andheri (W), Mumbai -  
Audited Standalone Statement of Assets and Liabilities

(Rs. In Lacs)

Sr. No.	Particulars	As at 31-Mar-2018 Audited	As at 31-Mar-2017 Audited (Refer note 2)
<b>ASSETS</b>			
I)	<b>Non - Current Assets</b>		
a.	Property, Plant and Equipment	556.04	609.61
b.	Financial Assets		
	Investments	302.50	302.50
	Non-current loans	44.34	44.34
	Other Non - Current Financial Assets	4.07	2.22
c.	Deferred tax assets (net)	14.21	6.60
d.	Other non-current assets	124.26	54.81
		1,045.42	1,020.08
II)	<b>Current Assets</b>		
a.	Inventories	9,670.69	8,629.17
b.	Financial Assets		
	Trade Receivables	3,031.57	5,813.22
	Cash and Cash Equivalents	13.25	42.31
	Current Loans	39.00	149.84
	Other Current Financial Assets	0.01	1.52
c.	Other Current assets	1,701.07	1,615.53
		14,455.60	16,251.60
	<b>TOTAL ASSETS (I + II)</b>	<b>15,501.02</b>	<b>17,271.69</b>
<b>EQUITY AND LIABILITIES</b>			
I)	<b>Equity</b>		
a.	Equity Share Capital	1,390.22	1,390.22
b.	Other Equity	5,744.20	5,622.40
		7,134.42	7,012.62
II)	<b>Liabilities</b>		
i)	<b>Non - Current Liabilities</b>		
a.	Financial Liabilities		
	Borrowings	2,730.07	2,687.22
	Other financial liabilities	1.00	1.00
b.	Provisions	6.34	4.96
		2,737.41	2,693.18
ii)	<b>Current Liabilities</b>		
a.	Financial Liabilities		
	Borrowings	50.00	70.00
	Trade Payables	504.35	551.65
	Other financial Liabilities	1,535.30	1,671.83
b.	Other current liabilities	3,501.16	6,146.59
c.	Provisions	38.38	29.81
		5,629.18	7,565.88
	<b>TOTAL LIABILITIES</b>	<b>8,366.60</b>	<b>10,259.06</b>
	<b>TOTAL EQUITY AND LIABILITIES (I + II)</b>	<b>15,501.02</b>	<b>17,271.69</b>



For and on behalf of the Board

Kishan Kumar Kedia  
Chairman & Managing Director

Mumbai, May 30, 2018

**GARNET CONSTRUCTION LIMITED**

Regd. Office: 501/531, Laxmi Mall, Laxmi Industrial Estate, New Link Road, Andheri (W), Mumbai - 400053

**Notes:**

- 1 The above financial results for the quarter and year ended 31st March, 2018 have been reviewed by the Audit Committee of the Board and subsequently approved by the Board of Directors at its meeting held on 30th May, 2018 in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Limited review as required as per listing agreement has been carried out by the Statutory Auditors of the Company
- 2 The Company adopted Indian Accounting Standard ("Ind AS") from April 1, 2017 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under and the other accounting principles generally accepted in India. Financial results for all period presented have been prepared in accordance with the recognition and measurement principles of Ind AS 34. As per Ind AS 11, the revenue recognition has been done by the company on the basis of percentage basis completion method for project under development which was not followed in past.
- 3 During the period ended 31st March 2018, the company has introduced its first defined benefit plans for the permanent employees. Till the period ended March 2017, the company was accounting the post-employment employee benefits outflow on cash basis. The plan is in process and not implemented thus impact analysis shall be provided in subsequent quarters.
- 4 During the period ended 31st March 2018, the Company has carried its investments at cost which is also considered as the fair value in the absence of necessary details to arrive at the fair value. The company would review the position in the subsequent quarters.
- 5 In the terms of Ind Accounting Standard -108 "Operating Segment", the Company operates in a single business segment i.e. "Real Estate \ Real Estate Development" and substantial activities are carried out in India.
- 6 Reconciliation between Standalone financial results as previously reported (referred to as 'Previous GAAP') and Ind AS for quarter and year ended 31st March 2017 For the year ended 31st March 2017, the revenues are on the basis of percentage completion method for project under development is increased by Rs. 289.03 lacs & cost of material on the same is increased by Rs. 358.11 lacs & employee benefit has increased by 1.16 lacs
- 7 Sales are net of Sales return of respective years
- 8 Figures for the quarter ended 31 st March. 2018 and 31 st March. 2017 are the balancing figure between Audited figures in respect of full financial year ended 31st March. 2018 and 31st March 2017 respectively

Mumbai, May 30, 2018



For and on behalf of Board of Directors

*[Signature]*  
Kishan Kumar Kedia  
Chairman & Managing Director





CIN: L45200MH1992PLC069044

This is forming part of of Standalone Audited Financial Results for the quarter and year ended 31<sup>st</sup> March, 2018. as required by SEBI Circular no. CIR/CFD/FAC/62/2016, dated July 05, 2016.

Reconciliation Table of Net Profit / Loss on Standalone Audited Financial Results as reported under Generally Accepted Accounting Principal (GAAP) and INDAS for the quarter and year is summaries as follows:

Particulars	(Rs. In Lakhs)	
	Quarter Ended 31-03-2017	Year Ended 31-03-2017
Profit for the Period as per previous GAAP	101.77	134.98
Impact on account of change in measurement of revenue recognition as per new guidance note on real estate (net of Cost)	(137.87)	(70.24)
Transfer to retained earning of re measurement gains/(Losses) on defined benefit plans, net of taxes	(1.38)	(1.38)
Other Miscellaneous adjustment	(30.86)	(30.86)
Total Comprehensive income for the year under INDAS	(68.34)	32.51

Reconciliation Table of Equity on Standalone Audited Financial Results as reported under Generally Accepted Accounting Principal (GAAP) and INDAS for year Ended as follows.

(Rs. In Lakhs)

Particulars	Year Ended 31-03-2017
Other Equity as Per Previous GAAP	5,446.82
Impact on account of change in measurement of revenue recognition as per new guidance note on real estate (net of Cost)	71.40
Transfer to retained earning of re-measurement gains/(Losses) on defined benefit plans, net of taxes	(10.32)
MAT Credit	128.50
Tax Impact of above adjustment	(14.00)
Other Equity as Per INDAS	5,622.40

We request to take the above on records and oblige.

Thanking You

Yours faithfully

For Garnet Construction Ltd.

Kishan Kumar Kedia  
Chairman & Managing Director  
Din: 00205146



## Garnet Construction Limited

Registered & Corporate Office:

501/531, Laxmi Mall, Laxmi Industrial Estate, New Link Road, Andheri (W), Mumbai - 400 053.

Tel: 91-22-42578500 | Fax: 91-22-42578522 | E-mail: garnet@garnetconstructions.com | www.garnetconstructions.com

# Shankarlal Jain & Associates LLP

Chartered Accountants



12, Engineer Building, 265 Princess Street, Mumbai - 400 002, India E-mail : info@sljainindia.com

Tel : +91 22 2203 6623, 2206 5739 Fax : +91 22 2208 6269 Website : www.sljainindia.com

## INDEPENDENT AUDITOR'S REPORT

TO,  
THE MEMBERS OF  
**GARNET CONSTRUCTION LIMITED**  
**MUMBAI**

### **Report on the Standalone Ind AS Financial Statements**

We have audited the accompanying standalone Ind AS financial statements of **GARNET CONSTRUCTION LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

### **Management's Responsibility for the Standalone Ind AS 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 Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ("Ind AS") 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 standalone Ind AS 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 Ind AS 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 standalone Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material



# Shankarlal Jain & Associates LLP

## Chartered Accountants



12, Engineer Building, 265 Princess Street, Mumbai - 400 002, India E-mail : info@sljainindia.com

Tel : +91 22 2203 6623, 2206 5739 Fax : +91 22 2208 6269 Website : www.sljainindia.com

misstatement of the standalone Ind AS 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 standalone Ind AS 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 standalone Ind AS 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 Ind AS financial statements.

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS 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, 2018, and its profit, total comprehensive income, cash flows and the changes in equity for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

1. 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 including Other Comprehensive Income, the Cash Flow Statement and Statement of changes in Equity dealt with by this Report are in agreement with the books of account
  - d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian 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, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 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 A"; and



# Shankarlal Jain & Associates LLP

Chartered Accountants



12, Engineer Building, 265 Princess Street, Mumbai - 400 002, India E-mail : info@sljainindia.com

Tel : +91 22 2203 6623, 2206 5739 Fax : +91 22 2208 6269 Website : www.sljainindia.com

- 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:
- The Company has disclosed the impact of pending litigations of its financial position in its standalone Ind AS financial statements as of March 31, 2018.
  - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
2. As required by the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government in terms of Section 143(11) of the Act, we give in 'Annexure B' a statement on the matters specified in paragraphs 3 and 4 of the Order.

For **SHANKARLAL JAIN & ASSOCIATES LLP,**  
**CHARTERED ACCOUNTANTS**  
Firm Registration No. 109901W/W100082

**SATISH JAIN**  
**PARTNER**  
M.No. 048874

Place : **MUMBAI**  
Dated : **30/05/2018**





# Shankarlal Jain & Associates LLP

## Chartered Accountants



12, Engineer Building, 265 Princess Street, Mumbai - 400 002, India E-mail : info@sljainindia.com

Tel : +91 22 2203 6623, 2208 5739 Fax : +91 22 2208 6269 Website : www.sljainindia.com

### Annexure - A 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 **M/s GARNET CONSTRUCTION LIMITED** ("the Company") as of 31 March 2018 in conjunction with our audit of the Ind AS 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.

#### Auditor's 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.



# Shankarlal Jain & Associates LLP

## Chartered Accountants



12, Engineer Building, 265 Princess Street, Mumbai - 400 002, India E-mail : info@sljainindia.com

Tel : +91 22 2203 6623, 2206 5739 Fax : +91 22 2208 6269 Website : www.sljainindia.com

### 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 2018, 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 **SHANKARLAL JAIN & ASSOCIATES LLP,**  
**CHARTERED ACCOUNTANTS**  
Firm Registration No. 109901W/W100082

*Satish Jain*

**SATISH JAIN**  
**PARTNER**  
M.No. 048874

Place : MUMBAI  
Dated : 30/05/2018





**M/s. GARNET CONSTRUCTION LIMITED  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2018**

**ANNEXURE B TO AUDITORS REPORT**

1. a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.  
b) The fixed assets of the company have been physically verified during the year by the management and no material discrepancies between the book records and the physical inventory have been noticed  
c) The title deeds of immovable properties held as fixed assets are in the name of the company
2. The stocks of goods have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable in relation to the size of the company and nature of its business. The discrepancies noticed on verification between the physical and book records were not material.
3. As per the information and explanations given to us, the company has not granted unsecured loans to a company covered in the register maintained under section 189 of the Companies Act, 2013. Hence relevant clause is not applicable.
4. As per the information and explanations given to us, the company has not granted loans, or given guarantee or security for any person specified under section 185 and section 186 of the Companies Act, 2013. The company has not invested in any company in contravention of section 186 of the Companies Act, 2013.
5. As per the information and explanations given to us, the company has not accepted deposits from the public within the meanings of Sections 73 to 76 of the Companies Act and the rules framed there under
6. In our opinion and according to information and explanations given to us, the Central Government has not prescribed the maintenance of costs records under section 148 of the Companies Act, 2013.
7. a) According to the information and explanation given to us and based on the books and records examined by us, the Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, cess and other statutory dues, wherever applicable, have been generally deposited regularly during the year with appropriate authorities. There are no outstanding statutory dues as on 31<sup>st</sup> March, 2018 for a period of more than six months from the date they become payable  
b) According to the information and explanation given to us and based on the books and records examined by us, there are no dues of Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, cess and other statutory dues, wherever applicable, which have not been deposited on account of any dispute.
8. In our opinion the company has not defaulted in repayment of dues to a financial institution or Bank during the year.





# Shankarlal Jain & Associates LLP

## Chartered Accountants



12, Engineer Building, 265 Princess Street, Mumbai - 400 002, India E-mail : [info@sljainindia.com](mailto:info@sljainindia.com)

Tel : +91 22 2203 6623, 2206 5739 Fax : +91 22 2208 6269 Website : [www.sljainindia.com](http://www.sljainindia.com)

9. As per the information and explanation given to us the company has not raised money by way of public offer. The company has utilized the term loan for the purpose for which it was taken by the company and has not committed any default.
10. According to the information and explanation given to us, no fraud on or by the company has been noticed or reported during the year.
11. The managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
12. As per the information and explanation given to us the company is not a nidhi company hence provisions of Nidhi Rules, 2014 are not applicable.
13. All the transactions entered into with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013.
14. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
15. The company has not entered into any non cash transactions with directors or persons connected with him.
16. In our opinion the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **SHANKARLAL JAIN & ASSOCIATES LLP,**  
**CHARTERED ACCOUNTANTS**  
Firm Registration No. 109901W/W100082

*Jain S.*

**SATISH JAIN**  
**PARTNER**  
M.No. 048874

Place : **MUMBAI**  
Dated : **30/05/2018**

