

**Independent Auditor's Report  
To the Members of Dirk India Private Limited**

**Report on the Financial Statements**

I have audited the accompanying financial statements of DIRK INDIA PRIVATE LIMITED ('the Company') which comprise of the Balance Sheet as at 31<sup>st</sup> March 2015, 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.

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

The Management is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the Act') with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flow of the Company in accordance with the Accounting Principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act read with Rule 7 of 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 the appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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**

My responsibility is to express an opinion on these financial statements based on my audit. I 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. I conducted my audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

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 and fair presentation 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 accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

### Opinion

In my opinion and to the best of my information and according to the explanations given to me, the financial statements subject to the notes thereon 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 31<sup>st</sup> March 2015;
- (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.

### 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, I give in the Annexure a statement on the matters specified in paragraph 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, I report that :
  - a. I have obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purpose of my audit ;
  - b. In my opinion proper books of account as required by law have been kept by the Company so far as appears from my 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 my opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement subject to notes thereon comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014 and,
  - e. On the basis of written representations received from directors as on 31<sup>st</sup> March 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2015, from being appointed as a director in terms of Section 164(2) of the Act.

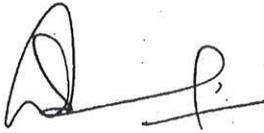


f. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in my opinion and to be best of my information and according to the explanations given to me:

i) The details of pending litigations which would impact the financial position of the company are listed in Point No 7 b of Annexure pertaining to CARO 2015 and Note 28 to financial statements.

ii) The Company did not have any long term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise.

iii) Investor Education and Protection Fund is not applicable to the company.



Anand S. Daga  
Chartered Accountant  
Membership No. 048684



Place : Nashik

Date : 27 JUL 2015



**DIRK INDIA PRIVATE LIMITED**

**ANNEXURE TO THE AUDIT REPORT**

1. In respect of fixed assets:
  - a. The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
  - b. As explained to me, all the fixed assets have been physically verified by the management in a phased periodical manner, which in my opinion is reasonable, having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such physical verification.
2. In respect of inventory:
  - a. The inventory has been physically verified by the management during the year. In my opinion, the frequency of such verification is reasonable.
  - b. In my opinion and according to the information and explanations given to me, 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 has maintained proper records of inventories. As per the information and explanations given to me, no material discrepancies were noticed on physical verification.
3. The company had not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Act.
4. In my opinion and according to the information and explanations given to me, there is adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and rendering services. During the course of my audit, I have not observed any continuing failure to correct major weaknesses in the internal control system.
5. According to the information and explanations given to me, the Company has not accepted any deposit from the public. Therefore, the provisions of clause (v) of paragraph 3 of the CARO 2015 are not applicable to the Company.
6. It is informed that the provisions of maintenance of Cost Records pursuant to the Companies (Cost Accounting Records) Rules 2011 as prescribed by the Central Government under section 148 (1) of the Companies Act 2013 are not applicable to the Company.



7. a. According to the information and explanations given to me and the books and records examined by me, the company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax-TDS, Sales Tax / VAT, Service Tax, Customs Duty, Excise Duty, Cess and other material statutory dues with the appropriate authorities, barring few months. It is informed that there are no any such dues as at 31<sup>st</sup> March 2015 outstanding for a period exceeding six months from the date they became payable.
- b. Details of dues of Income Tax, Sales Tax, Service Tax, duty of Customs, duty of Excise, Value Added Tax, Cess which have not been deposited as on 31<sup>st</sup> March, 2015 on account of disputes are given below :

Sr. No.	Name of the Statute	Nature of Dues/Dispute	Dispute Amount Rs in Lacs	Period to which the amount relates	Forum where dispute is pending
1	Central Excise Act 1944	Excise Duty in Advance DTA Sale & Non-compliance of Foreign trade policy	177.21 #	2009-10 & 2010-11	CESTAT / Appellate Committee New Delhi
2	Maharashtra Vat Act	Works Contract Tax & VAT	7.70 ##	2008-09 & 2010-11	Nashik DCST
3	Madhya Pradesh Vat Act	VAT & Entry Tax	27.22 ###	2011-12	Madhya Pradesh DCST
4	Income Tax Act, 1961	Method of Calculation of deduction U/s 10B	Nil	2009-10	CIT(Appeals) Nashik

# Amount of Rs. 42.33 Lacs is deposited under protest.

## Amount of Rs. 1.54 Lacs is deposited under protest.

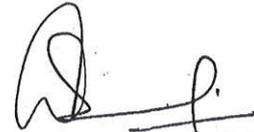
### Amount of Rs. 2.72 Lacs is deposited under protest.

- c. I am informed that Investor Education & Protection Fund and Wealth Tax are not applicable to the Company.
8. The accumulated losses of the Company are more than 50% of its net worth. The Company has incurred cash loss in the current financial year and also in the immediately preceding financial year.



9. Based on my audit procedures and as per the information and explanations given by the management, except some delays in payment of installments – the company has not defaulted in repayment of dues to bank. Besides the bank loan – the company has not taken any loans from financial institutions nor has it issued any debentures.
10. According to the information and explanations given to me, the company has not given any guarantee for loans taken by others from bank or financial institutions.
11. The company has not availed any fresh term loan during the year.
12. According to the information and explanations provided to me, no fraud on or by the company has been noticed or reported during the year.

PLACE: NASHIK  
DATE : 27 JUL 2015



ANAND S. DAGA  
CHARTERED ACCOUNTANT  
MEMBERSHIP NO. 048684.



**Dirk India Private Limited**  
**Balance Sheet as at 31st March, 2015**

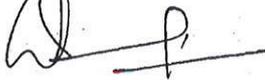
	Note	As at 31.03.2015 ₹	As at 31.03.2014 ₹
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital.....	2	20,753,830	20,753,830
Reserves and surplus.....	3	(305,261,919)	(202,639,481)
		(284,508,089)	(181,885,651)
<b>Non-current liabilities</b>			
Long-term borrowings.....	4	157,760,669	129,635,669
Long-term provisions.....	5	6,058,273	6,831,711
		163,818,942	136,467,380
<b>Current liabilities</b>			
Short-term borrowings.....	6	249,400,000	242,000,000
Trade payables.....	7	44,289,833	38,133,216
Other current liabilities.....	8	79,625,635	67,708,142
Short-term provisions.....	5	1,267,206	419,839
		374,582,674	348,261,197
<b>TOTAL</b>		<b>253,893,527</b>	<b>302,842,926</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed assets</b>			
Tangible assets.....	9	153,949,304	203,199,146
Intangible assets.....	9	1,465,391	2,773,692
Capital work in progress.....		15,756,521	17,465,580
		171,171,216	223,438,418
Long-term loans and advances.....	10	14,347,692	14,715,421
Other non-current assets.....	11	2,698,746	1,276,780
		17,046,438	15,992,201
<b>Current assets</b>			
Inventories.....	12	6,832,591	14,331,279
Trade receivables.....	13	43,871,130	16,605,923
Cash and bank balances.....	14	8,525,903	8,885,421
Short-term loans and advances.....	10	6,112,557	23,164,532
Other current assets.....	15	333,692	425,152
		65,675,873	63,412,307
<b>TOTAL</b>		<b>253,893,527</b>	<b>302,842,926</b>

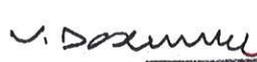
Significant accounting policies..... 1(B)

The accompanying notes are integral part of these financial statements.

As per my attached report of even date

For and on behalf of the Board



Anand Daga  
Chartered Accountant  
Proprietor

Vilas Deshmukh  
Chairman

Sanjeev Churiwala  
Director

Membership No. 048684

Place : Nashik

Date : 27 JUL 2015



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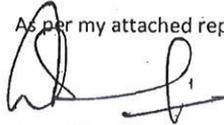
Dirk India Private Limited  
Statement of Profit and Loss for the year ended 31st March, 2015

	Note	2014-15 ₹	2013-14 ₹
<b>Revenue</b>			
Sale of products (gross).....		106,253,322	162,167,084
Less : Excise duty.....		4,044,770	4,676,180
Sale of products (net).....		102,208,552	157,490,904
Other operating revenues.....	16	101,685,699	3,159,532
Revenue from operation (net).....		203,894,251	160,650,437
Other Income.....	17	344,597	998,547
Total revenue.....		204,238,848	161,648,983
<b>Expenses</b>			
Cost of raw materials consumed.....	18	56,011,058	63,477,295
Changes in inventories of finished goods.....	19	1,946,886	(1,937,106)
Employee benefits expense.....	20	29,567,119	37,586,318
Power & fuel.....		18,343,654	14,443,283
Freight and forwarding expenses.....	21	39,377,962	63,167,528
Finance costs.....	22	55,453,544	40,324,454
Depreciation and amortization expense (Refer note 36).....	23	33,816,241	27,155,687
Other expenses.....	24	55,961,781	95,545,406
Total expenses.....		290,478,245	339,762,865
Loss before tax.....		(86,239,397)	(178,113,882)
Tax expense :			
For the current year :			
Deferred tax (credit) / charge.....		-	2,028,000
Relating to earlier years :			
Current tax.....		-	420,611
		-	420,611
		-	2,448,611
Loss for the year.....		(86,239,397)	(180,562,493)
Earnings per equity share of ₹ 10 each.....	25		
Basic.....		(41.55)	(87.00)
Diluted.....		(41.55)	(87.00)

Significant accounting policies..... 1(B)  
The accompanying notes are integral part of these financial statements.

As per my attached report of even date

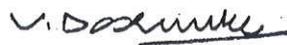
For and on behalf of the Board



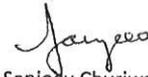
Anand Daga  
Chartered Accountant  
Proprietor  
Membership No. 048684

Place : Nashik

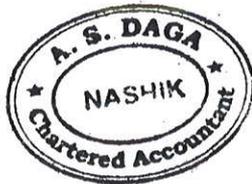
Date : 27 JUL 2015



Vilas Deshmukh  
Chairman



Sanjeev Churiwala  
Director



DIPL / 2



Dirk India Private Limited  
Cash Flow Statement for the year ended 31st March, 2015

	2014-15	2013-14
	₹	₹
<b>Cash flows from operating activities</b>		
Net Profit before tax.....	(86,239,397)	(178,113,882)
Adjustments for :		
Depreciation and amortisation.....	33,816,241	27,155,687
Loss on sale of assets (Net).....	215,252	7,187,382
Finance costs.....	55,453,544	40,324,454
Interest income.....	(336,803)	(326,067)
<b>Operating profit before working capital changes.....</b>	<b>89,148,234</b>	<b>74,341,456</b>
	<b>2,908,837</b>	<b>(103,772,426)</b>
<b>Adjustment for :</b>		
Trade receivables, loans & advances and other assets.....	(9,754,043)	53,544,933
Inventories.....	7,498,688	1,649,589
Trade payables, other liabilities and provisions.....	49,906,663	(121,104,178)
	<b>47,651,308</b>	<b>(65,909,656)</b>
Cash generated from / (used in) operations.....	50,560,145	(169,682,082)
Direct taxes Paid.....	-	(680,227)
<b>Net cash used in operating activities (A).....</b>	<b>50,560,145</b>	<b>(170,362,309)</b>
<b>Cash flows from investing activities</b>		
Purchase of assets, including capital work in progress and capital advances.....	(164,899)	(2,219,326)
Proceeds from sale of fixed assets.....	308,507	2,779,670
Redemption / (Investment) in bank deposit (having original maturity of more than twelve months)	(1,421,966)	529,526
Interest received.....	336,803	326,067
<b>Net cash flow from / (used in) investing activities (B).....</b>	<b>(941,555)</b>	<b>1,415,937</b>
<b>Cash flows from financing activities</b>		
Repayment of long-term borrowings - Others.....	(3,633,624)	(25,955,657)
Repayment of long-term borrowings - Holding company.....	-	(30,208,330)
Proceeds from long-term borrowings - Holding company.....	-	110,738,908
Inter corporate deposits from Holding company.....	7,400,000	242,000,000
Repayment of short term borrowings - Others.....	-	(89,380,171)
Subsidy received from State Government.....	-	1,500,000
Interest paid.....	(53,744,463)	(40,324,454)
<b>Net cash flow from financing activities (C).....</b>	<b>(49,978,087)</b>	<b>168,370,296</b>
<b>Net decrease in cash &amp; cash equivalent (A+B+C).....</b>	<b>(359,518)</b>	<b>(576,076)</b>
Cash and cash equivalent at the beginning of the year.....	8,885,421	9,433,797
Cash and cash equivalent acquired on account of amalgamation.....	-	27,700
Cash and cash equivalent at the end of the year.....	<b>8,525,903</b>	<b>8,885,421</b>
	<b>359,518</b>	<b>576,076</b>
<b>Components of cash and cash equivalents</b>		
Cash on hand.....	43,003	186,511
With banks - In current account.....	8,482,900	6,892,604
With banks - demand deposit with maturity less than 3 months.....	-	1,806,306
	<b>8,525,903</b>	<b>8,885,421</b>
<b>Cash and bank balance as per note no. 14.....</b>	<b>8,525,903</b>	<b>8,885,421</b>

**Notes :**

- 1) Figures in brackets represent cash outflow.
- 2) Direct taxes paid are treated as arising from operating activities and are not bifurcated between investing and financing activities.

Significant accounting policies : Note 1(B)  
The accompanying notes are integral part of these financial statements.

As per my attached report of even date

Anand Daga  
Chartered Accountant  
Proprietor  
Membership No. 048684  
Place : Nashik  
Date : 27 JUL 2015



For and on behalf of the Board

V. Deshmukh  
Chairman

Sanjeev Churlwala  
Director



## Notes to Financial Statements

### 1 (A) BASIS OF PREPARATION OF FINANCIAL STATEMENTS :

- (i) The financial statements have been prepared in compliance with all material aspects with the Accounting Standards notified under the relevant provisions of the Companies Act, 2013, read with General Circular No.8/2014 dated 04th April 2014, issued by the ministry of Corporate Affairs.
- (ii) Financial statements are based on historical cost and are prepared on accrual basis.
- (iii) The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual result could differ from these estimates.

### (B) SIGNIFICANT ACCOUNTING POLICIES :

#### (a) Fixed Assets:

- (i) Fixed Assets are stated at their original cost of acquisition/installation (net of Modvat / Cenvat credit availed), net of accumulated depreciation, amortisation and impairment losses.
- (ii) Capital work in progress is stated at the amount expended up to the date of Balance Sheet.
- (iii) Expenditure during construction period (including financing cost relating to borrowed funds for construction or acquisition of qualifying fixed assets) incurred on projects under implementation are treated as Pre-operative expenses, pending allocation to the assets, and are included under "Capital Work In Progress". These expenses are apportioned to fixed assets on commencement of commercial production.

#### (b) Depreciation on Fixed Assets :

##### (i) Tangible Assets :

- (i) Depreciation on assets is provided at the rates and in the manner prescribed in Schedule II to the Companies Act, 2013.
- (ii) Depreciation on additions to fixed assets is provided on a pro-rata basis from the date of acquisition or installation, and in the case of a new project, from the date of commencement of commercial production. Depreciation on assets sold, discarded, demolished or scrapped is provided up to the date on which the said asset is sold, discarded, demolished or scrapped.

##### (ii) Intangible Assets :

Expenditure on computer software is amortised on straight line method over the period of expected benefit not exceeding five years.

#### (c) Inventories :

Inventories are valued at lower of cost less provision for slow and non-moving inventory, if any, and net realizable value. Cost of WIP and Finished Goods includes direct material, labour and appropriate proportion of manufacturing overheads. Cost of finished goods includes excise duty. Cost is determined on weighted average basis.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

#### (d) Provisions / Contingencies :

A provision is recognised for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate of the amount required to settle the obligation at the Balance Sheet date. A contingent liability is disclosed, unless the possibility of an outflow of resources is remote.

#### (e) Foreign Currency Conversion :

Foreign currency transactions are recorded at the rates of exchange prevailing on the date of transaction. Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. Exchange differences arising on the settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or expenses in the year in which they arise.

#### (f) Revenue recognition :

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

- (i) Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer. Accordingly, domestic sales are accounted on dispatch of products to customers and Export sales are accounted on the basis of date of Bill of Lading. Sales are disclosed net of sales tax / VAT, discounts and returns, as applicable.

- (ii) Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

#### (g) Employee Benefits :

##### (i) Defined Contribution Plan

Employee benefits in the form of contribution to Provident Fund managed by Government Authorities and Labour Welfare Fund are considered as defined contribution plan and the same are charged to the Profit & Loss Account of the year when the contributions to the respective funds are due.

##### (ii) Defined Benefit Plan

Retirement benefit in the form of Gratuity, is considered as defined benefit obligation and is provided for on the basis of actuarial valuation, using the projected unit credit method, as at the date of Balance Sheet. Actuarial gain / loss, if any, is immediately recognised in Profit & Loss Account.

#### (h) Borrowing Costs :

- (i) Borrowing cost attributable to acquisition and construction of assets that necessarily takes substantial period of time are capitalised as part of the cost of such assets up to the date when such assets are ready for intended use.
- (ii) Other borrowing costs are charged as expense in the year in which these are incurred.



## Notes to Financial Statements (Contd.)

### (i) Taxation :

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income-Tax Act. Deferred income tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that sufficient future taxable income will be available against which these assets can be realised in future whereas in case of existence of carry forward of losses or unabsorbed depreciation, deferred tax assets are recognised only if there is virtual certainty of realisation backed by convincing evidence.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The Company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

### (j) Leases :

Where the Company is the lessee -

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognised as an expense in the Profit and Loss account on a straight-line basis over the lease term.

### (k) Segment Reporting Policies :

#### (i) Identification of segments :

The Company considers 'Cement & Cementitious Materials' as one business segment. The analysis of geographical segments is based on the areas in which major operating divisions of the Company operate.

#### (ii) Segment Policies :

The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company as a whole.

### (l) Cash and Bank balances :

(i) Cash and Bank balances in the Balance Sheet comprise cash at bank including fixed deposits, cheques in hand and cash on hand.

(ii) Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank, cash on hand and short-term investments with an original maturity of three months or less.

### (m) Earnings Per Share :

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.



## Notes to Financial Statements (Contd.)

	As at 31.03.2015 ₹	As at 31.03.2014 ₹
<b>2 Share capital</b>		
<b>Authorised</b>		
3,500,000 (Previous year - 3,500,000) Equity Shares of ₹ 10 each.....	35,000,000	35,000,000
<b>Issued</b>		
2,075,383 (Previous year - 2,075,383) Equity Shares of ₹ 10 each fully paid up.....	20,753,830	20,753,830
<b>Subscribed and fully paid up</b>		
2,075,383 (Previous year - 2,075,383) Equity Shares of ₹ 10 each fully paid up.....	20,753,830	20,753,830

## Notes :

	As at 31.03.2015		As at 31.03.2014	
	No. of shares	₹	No. of shares	₹
<b>a) Reconciliation of equity shares outstanding</b>				
At the beginning of the year.....	2,075,383	20,753,830	2,075,383	20,753,830
At the end of the year.....	2,075,383	20,753,830	2,075,383	20,753,830

## b) Rights, preferences &amp; restrictions attached to equity shares

- i) The Company has issued only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share.
- ii) In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

	As at 31.03.2015 ₹	As at 31.03.2014 ₹
<b>c) Shares held by holding, ultimate holding company and their subsidiaries</b>		
Out of above equity shares issued by the company, shares held by its holding company, and their subsidiaries are as below :		
Ambuja Cements Limited - Holding Company		
2,075,383 ( Previous year - 1,660,306 ) Equity Shares of ₹ 10 each fully paid-up.....	20,753,830	16,603,060

## d) Details of shareholders holding more than 5% shares in the Company

	As at 31.03.2015		As at 31.03.2014	
	No. of shares	% holding	No. of shares	% holding
i) Ambuja Cements Limited - Holding Company.....	2,075,383	100.00%	1,660,306	80.00%
ii) Milbank Ltd.....	-	-	415,077	20.00%

## 3 Reserves and surplus

## Subsidies :

	As at 31.03.2015 ₹	As at 31.03.2014 ₹
Cash subsidies from government and other authorities		
Balance as per the last financial statements.....	1,500,000	-
Additions during the year, as capital investment subsidy from State Government.....	-	1,500,000
(A)	1,500,000	1,500,000

## General reserve :

Balance as per the last financial statements.....	36,083,142	36,083,142
Less : Depreciation for earlier period as per Schedule II of Companies Act 2013 (Refer note 36).....	(16,383,041)	-
(B)	19,700,101	36,083,142

## Deficit in the statement of profit and loss

Balance as per the last financial statements.....	(240,222,623)	(22,212,054)
Add : Loss for the year.....	(86,239,397)	(180,562,493)
Add : Adjustment pursuant to amalgamation of Dirk Pozzocrete (MP) Pvt Ltd - Balance in statement of profit and loss as on April 01, 2013.....	-	(37,448,076)
Net Deficit in the statement of profit and loss.....	(326,462,020)	(240,222,623)
(C)	(326,462,020)	(240,222,623)
Total (A+B+C).....	(305,261,919)	(202,639,481)



Notes to Financial Statements (Contd.)

	Non-current		Current	
	As at 31.03.2015 ₹	As at 31.03.2014 ₹	As at 31.03.2015 ₹	As at 31.03.2014 ₹
<b>4 Long-term borrowings</b>				
<b>Term loans</b>				
Loan from Bank of Maharashtra # .....			5,625,000	9,258,624
Loans from Ambuja Cements Limited ## .....	157,760,669	129,635,669	18,603,243	46,728,243
	<u>157,760,669</u>	<u>129,635,669</u>	<u>24,228,243</u>	<u>55,986,867</u>
Amount disclosed under the head "Other current liabilities" (Refer Note 8)	-	-	(24,228,243)	(55,986,867)
<b>Total</b> .....	<u>157,760,669</u>	<u>129,635,669</u>	<u>-</u>	<u>-</u>
<b>The above amount includes</b>				
Secured borrowings.....	-	-	5,625,000	9,258,624
Unsecured borrowings.....	157,760,669	129,635,669	18,603,243	46,728,243
<b>Net amount</b>	<u>157,760,669</u>	<u>129,635,669</u>	<u>24,228,243</u>	<u>55,986,867</u>

# Term loan of ₹ 22,500,000 from bank of maharashtra is secured against plant and machinery, factory land & building at village khandpura, dist. raissen (MP), hypothecation of finished goods, debtors and current assets of Madhya Pradesh operations, carries a daily reducing rate of 14.50% p.a. and repayable in 48 monthly installment of ₹ 4,68,750 w.e.f. April, 2011

## Terms of repayment of loans from Ambuja Cements Limited (As on 31st March, 2015).

- Term loan of ₹ 50,000,000 dated 10.10.2011 - repayable in 36 monthly installment of ₹ 1,388,889 w.e.f. January, 2013
- Term loan of ₹ 25,000,000 dated 30.01.2012 - repayable in 36 monthly installment of ₹ 694,444 w.e.f. January, 2013
- Term loan of ₹ 25,000,000 dated 10.10.2012 - repayable in 24 monthly installment of ₹ 1,041,667 w.e.f. January, 2014
- Refinance loan of ₹ 36,000,000 dated 15.04.2013 - repayable in 36 monthly installment of ₹ 1,000,000 w.e.f. January, 2015
- Refinance loan of ₹ 74,700,000 dated 31.05.2013 - repayable in 36 monthly installment of ₹ 2,076,081 w.e.f. January, 2015

The above loans from Ambuja Cements Limited were rescheduled as per the letter dated 07th July, 2014 from Ambuja Cements Ltd. As per revised terms of repayment Dirk India Pvt Ltd has a moratorium of repayment of principal & interest from 01st April 2014 to 31st December 2015. The disclosure regarding current and non-current dues of the said loans as on 31st March, 2015 is as per rescheduled terms. Term Loans from Ambuja Cements Limited are with fixed interest @ 12% p.a.

	Long-Term		Short-Term	
	As at 31.03.2015 ₹	As at 31.03.2014 ₹	As at 31.03.2015 ₹	As at 31.03.2014 ₹
<b>5 Provisions</b>				
<b>Provision for employee benefits :</b>				
Provision for gratuity.....	6,058,273	6,831,711	1,267,206	419,839
<b>Total</b> .....	<u>6,058,273</u>	<u>6,831,711</u>	<u>1,267,206</u>	<u>419,839</u>
<b>6 Short-term borrowings (Unsecured)</b>			As at 31.03.2015 ₹	As at 31.03.2014 ₹
Inter-corporate deposit from Ambuja Cements Limited.....			249,400,000	242,000,000
<b>Total</b> .....			<u>249,400,000</u>	<u>242,000,000</u>
<b>Rate of interest :</b>				
Inter-corporate deposit.....			12.00% p.a.	12.00% p.a.
<b>7 Trade payables</b>				
Trade Payables (Refer note 35).....			44,289,833	38,133,216
<b>Total</b> .....			<u>44,289,833</u>	<u>38,133,216</u>
<b>8 Other current liabilities</b>				
Current maturities of Long-term borrowing (refer note 4).....			24,228,243	55,986,867
Interest accrued but not due - Ambuja Cements Limited.....			45,964,981	-
Interest accrued - Bank of Maharashtra.....			123,833	-
Statutory dues payable.....			6,030,433	6,122,291
Liability for capital expenditure.....			331,938	392,159
Advance received from customers.....			1,342,456	1,739,592
Security deposit.....			1,343,663	1,377,568
Others.....			260,089	2,089,665
<b>Total</b> .....			<u>79,625,635</u>	<u>67,708,142</u>



Notes to Financial Statements (Contd.)  
9 Tangible and intangible assets

	Tangible assets							Total	Computer software	Amount
	Freehold land ##	Buildings and roads #	Plant and machinery	Electrical installations	Furniture and fixtures	Office & other equipments	Vehicles			
<b>Gross carrying value, at cost</b>										
Opening as on 1st Apr, 2013.....	1,996,890	64,118,976	267,370,804	10,834,714	8,662,158	4,725,871	98,264	357,807,677	5,433,473	5,4
Additions on account of amalgamation	6,170,210	9,494,347	9,299,009	2,454,814	851,581	146,783	-	28,416,744	-	
Additions.....	-	202,490	526,813	405,141	114,827	265,588	-	1,514,859	-	
Deductions / Transfers.....	896,890	-	10,939,395	726,045	1,048,240	120,661	-	13,731,231	-	
As at 31st Mar, 2014.....	7,270,210	73,815,813	266,257,231	12,968,624	8,580,326	5,017,581	98,264	374,008,049	5,433,473	5,4
<b>Additions.....</b>	-	50,720	114,179	-	-	-	-	164,899	-	
<b>Deductions / Transfers.....</b>	-	-	-	36,480	574,223	99,298	-	710,001	-	
At 31st Mar, 2015.....	7,270,210	73,866,533	266,371,410	12,932,144	8,006,103	4,918,283	98,264	373,462,947	5,433,473	5,4
<b>Depreciation / amortisation</b>										
Opening as on 1st Apr, 2013.....	-	3,132,588	131,427,835	6,627,572	1,490,144	2,854,820	28,297	145,561,256	1,709,430	1,7
Additions on account of amalgamation	-	613,632	1,569,661	394,831	186,180	42,188	-	2,806,492	-	
Charge for the year.....	-	2,120,814	21,848,483	1,164,202	595,906	450,488	25,441	26,205,334	950,351	9
Deductions / Transfers.....	-	-	3,019,663	327,761	347,669	69,086	-	3,764,179	-	
As at 31st Mar, 2014.....	-	5,867,034	151,826,316	7,858,844	1,924,561	3,278,410	53,738	170,808,903	2,659,781	2,6
<b>Charge for the year.....</b>	-	8,164,431	21,187,585	1,059,831	1,752,258	561,455	5,649	32,731,209	1,085,032	1,0
<b>Transfer to General Reserves (Refer note 36)</b>	-	14,737,135	367,408	-	332,036	723,194	-	16,159,773	223,269	2
<b>Deductions / Transfers.....</b>	-	-	-	17,824	151,639	16,779	-	186,242	-	
At 31st Mar, 2015.....	-	28,768,600	173,381,309	8,900,851	3,857,216	4,546,280	59,387	219,513,643	3,968,082	3,9
<b>Net carrying value</b>										
As at 31st Mar, 2014.....	7,270,210	67,948,779	114,430,915	5,109,780	6,655,765	1,739,171	44,526	203,199,146	2,773,692	2,7
At 31st Mar, 2015.....	7,270,210	45,097,933	92,990,101	4,031,293	4,148,887	372,003	38,877	153,949,304	1,465,391	1,4

Note : # Gross carrying value of Buildings and roads includes Flat costing ₹ 45,00,000 yet to be transferred in the name of the company.  
## Gross carrying value of Freehold land includes land costing ₹ 61,70,210 belonging to the erstwhile Dirk Pozzocrete (Mip) Pvt Ltd which was amalgamated with the company w.e.f 1st April, 2013 yet to be transferred in the name of the company.



Notes to Financial Statements (Contd.)

	Non-current		Current	
	As at	As at	As at	As at
	31.03.2015	31.03.2014	31.03.2015	31.03.2014
	₹	₹	₹	₹
<b>10 Loans and advances</b>				
<b>Unsecured, considered good</b>				
Capital advances.....	500,834	500,834	-	-
Security deposit.....	3,253,462	4,047,507	-	-
Advances recoverable in cash or kind.....	-	-	442,482	1,299,974
<b>Other Loans and advances</b>				
Service tax receivable.....	-	-	1,910,533	14,543,769
MAT credit entitlement.....	9,321,217	9,321,217	-	-
Electricity duty receivable.....	-	-	-	1,087,605
TDS / WCT / Vat receivable.....	472,179	45,863	2,563,610	636,445
Excise duty balance / Deposit.....	800,000	800,000	598,001	4,097,846
Loan / advances to employees.....	-	-	43,839	816,595
Prepaid expenses.....	-	-	554,092	682,299
<b>Total.....</b>	<b>14,347,692</b>	<b>14,715,421</b>	<b>6,112,557</b>	<b>23,164,532</b>
			As at	As at
			31.03.2015	31.03.2014
			₹	₹
<b>11 Other non-current assets</b>				
Deposits with original maturity for more than 12 months.....			2,698,746	1,276,780
<b>Total.....</b>			<b>2,698,746</b>	<b>1,276,780</b>
<b>12 Inventories</b>				
<b>(At cost, less provision for slow and non moving inventory and net realisable value whichever is lower)</b>				
Raw materials.....			440,935	538,756
Finished goods.....			572,911	2,519,797
Stores and spares parts.....			4,422,996	5,047,046
Packing materials.....			1,395,749	6,225,680
<b>Total.....</b>			<b>6,832,591</b>	<b>14,331,279</b>
<b>13 Trade receivables</b>				
<b>Outstanding for a period exceeding six months from the date they are due for payment</b>				
Unsecured considered good.....			885,123	748,860
Unsecured considered doubtful.....			2,660,277	2,660,277
			3,545,400	3,409,137
<b>Less : Provision for doubtful receivables.....</b>			<b>(2,660,277)</b>	<b>(2,660,277)</b>
			885,123	748,860
<b>Others</b>				
Unsecured, considered good.....			42,986,007	15,857,062
<b>Total.....</b>			<b>43,871,130</b>	<b>16,605,923</b>



Notes to Financial Statements (Contd.)

	As at 31.03.2015 ₹	As at 31.03.2014 ₹
<b>14 Cash and bank balances</b>		
<b>Cash and cash equivalents</b>		
<b>Balances with bank :</b>		
In current accounts.....	8,482,900	6,892,604
Deposit with original maturity upto 3 months # .....	-	1,806,306
Cash on hand.....	<u>43,003</u>	<u>186,511</u>
	<u>8,525,903</u>	<u>8,885,421</u>
<b>Other bank balances :</b>		
Fixed deposit with banks		
Original maturity more than 12 months # .....	2,698,746	1,276,780
	<u>2,698,746</u>	<u>1,276,780</u>
Less : Amount disclosed under Non-current assets ( Refer note 11 ).....	<u>(2,698,746)</u>	<u>(1,276,780)</u>
Total.....	<u>8,525,903</u>	<u>8,885,421</u>
# Deposits are offered as security for loan / kept as margin money against bank guarantees		
<b>15 Other current assets</b>		
Unsecured, considered good		
Interest accrued on fixed deposit.....	333,692	425,152
Total.....	<u>333,692</u>	<u>425,152</u>



**Notes to Financial Statements (Contd.)**

	2014-15 ₹	2013-14 ₹
<b>16 Other Operating Revenue</b>		
Revenue from Job Work.....	9,31,13,816	-
By-product revenue .....	78,41,407	30,29,745
Sale of scrap / Others Misc. Income.....	7,30,476	1,29,787
Total.....	<u>10,16,85,699</u>	<u>31,59,532</u>
Note : Revenue from Job Work includes material sale ₹ 19,485,521		
<b>17 Other income</b>		
Interest Income :		
Interest on bank deposits.....	3,36,803	3,26,067
Profit on sale of fixed asset.....	7,794	6,72,480
Total.....	<u>3,44,597</u>	<u>9,98,547</u>
<b>18 Cost of raw materials consumed</b>		
Opening stock.....	5,38,756	1,60,427
Add : Acquired on amalgamation.....	-	1,69,560
Add : Purchases.....	5,59,13,237	6,36,86,064
Less : Closing stock.....	4,40,935	5,38,756
Total.....	<u>5,60,11,058</u>	<u>6,34,77,295</u>
<b>Break-up of raw materials consumed</b>		
Fly ash.....	5,51,81,626	6,06,20,153
Cement.....	8,29,432	28,57,142
Total.....	<u>5,60,11,058</u>	<u>6,34,77,295</u>
<b>19 Changes in Inventories of finished goods</b>		
Closing stock :		
Finished goods .....	5,72,911	25,19,797
Opening stock :		
Finished goods .....	25,19,797	5,55,603
Finished goods acquired on account of amalgamation.....	-	27,088
(Increase) / Decrease.....	<u>19,46,886</u>	<u>(19,37,106)</u>
<b>20 Employee benefits expense</b>		
Salaries and wages.....	2,62,29,914	3,36,80,494
Contribution to provident and other fund.....	12,79,291	10,51,854
Staff welfare expenses.....	20,57,914	28,53,969
Total.....	<u>2,95,67,119</u>	<u>3,75,86,317</u>
<b>21 Freight and forwarding expenses</b>		
On finished products.....	3,93,77,962	6,31,67,530
Total.....	<u>3,93,77,962</u>	<u>6,31,67,530</u>
<b>22 Finance costs</b>		
Interest :		
On term loans	89,10,037	1,26,16,127
On working capital loans	1,33,21,881	1,34,32,350
On Inter-corporate deposit	2,99,08,537	1,29,76,935
On others #	33,13,089	12,99,041
Total.....	<u>5,54,53,544</u>	<u>4,03,24,454</u>

# Current period figure Includes prior period interest ₹ 17,09,077



Notes to Financial Statements (Contd.)

	2014-15	2013-14
	₹	₹
<b>23 Depreciation and amortization expense</b>		
Depreciation on tangible assets.....	32,731,209	26,205,336
Depreciation on intangible assets.....	1,085,032	950,351
<b>Total.....</b>	<b>33,816,241</b>	<b>27,155,687</b>
<b>24 Other expenses</b>		
Stores & spares consumed.....	4,367,466	3,575,561
Provision for slow and non-moving spares.....	2,455,745	1,660,024
Packing material consumed.....	7,920,271	14,029,612
Material Handling Expenses.....	9,737,954	6,943,405
Repairs and maintenance :		
Building.....	163,957	774,194
Machinery.....	2,276,842	2,159,525
Other.....	69,581	180,960
Rent.....	1,245,050	4,059,767
Insurance.....	1,036,805	1,000,069
Advertisement & publicity.....	358,438	3,124,813
Commission on sales.....	1,868,900	1,626,387
Selling & distribution expenses.....	3,441,967	4,725,028
Loss on sale of assets.....	223,046	7,859,862
Donation.....	500	13,100
Miscellaneous expenses #.....	17,233,980	24,262,154
Legal and professional fees #.....	2,293,871	14,193,256
Provision for Doubtful Debts.....	-	2,660,277
Excise duty variation on opening and closing stock.....	(57,752)	78,428
Technology and know how fees.....	1,028,026	1,642,260
Loss on sale of traded goods (Net).....	-	773,544
Exchange rate variation (Net).....	297,133	203,180
<b>Total.....</b>	<b>55,961,781</b>	<b>95,545,406</b>
# Miscellaneous expenses include payment to statutory auditors & Legal and professional fees include payment of other services (excluding service tax)		
As auditors.....	700,000	676,000
For other services.....	300,000	424,000
	<b>1,000,000</b>	<b>1,100,000</b>
<b>25 Earnings per share (EPS)</b>		
i Loss attributable to equity shareholders for basic and diluted EPS.....	(86,239,397)	(180,562,493)
ii Weighted average number of equity shares for basic & diluted EPS.....	2,075,383	2,075,383
iii Nominal Value of equity shares (₹).....	10	10
iv Earnings per equity share :		
Basic.....	(41.55)	(87.00)
Diluted.....	(41.55)	(87.00)



Notes to Financial Statements (Contd.)

26 Related party disclosure

(a) List of related parties and relationships :

Party	Relation
I. Enterprises who control the reporting enterprise/ Major Shareholders : Holcim Ltd., Switzerland Ambuja Cements Ltd Milbank Ltd	Ultimate Holding Company Holding Company Major Shareholder
II. Key Management Personnel : Mr.Georg Dirk Mr. Saji Pillai	Chairman (Upto 20th November, 2014) Chief Executive Officer (Upto 15th April, 2014)
III. Relatives of Key Management Personnel Mr Georg S Dirk Mrs Ivana Dirk Mr.Ajit Pillai	Son of Mr.Georg Dirk Wife of Mr.Georg Dirk Brother of Mr.Saji Pillai
IV. Enterprises over which significant influence is exercised by Directors/Group Companies : Dirk Pozzocrete (I) Pvt Ltd. ACC Ltd Holcim Singapore PTE Ltd Counto Microfine Pvt Ltd	Chairman having significant influence. Fellow Subsidiary Fellow Subsidiary Group Company

Note: Only enterprises / parties with whom there are transactions during the current period / previous period are considered above.



Notes to Financial Statements (Contd.)

(Amounts in ₹)

01st April 2014 to 31st March 2015

Description	Holding Company	Shareholders having Significance Influence/Group Companies				Key Management Personnel			Relatives of Key Management Personnel			Enterprises over which significant influence exercised by Directors & Major Shareholders
		Ambuja Cements Limited	Milbank Ltd.	ACC Ltd.	Holdim Singapore PTE Ltd.	Counto Microfine Pvt Ltd.	George Dirk	Saji Pillai	Ivana Dirk	Ajit Pillai	Georg S. Dirk Pro.Dirk Media	
Sale of Goods	4,441,911 (7,414)	-	-	(698,469)	-	-	-	-	-	-	-	-
Purchase of Goods	1,029,466 (3,515,185)	-	-	-	784,819	-	-	-	-	-	-	-
Providing services - Job work (Including taxes)	94,088,092	-	-	-	-	-	-	-	-	-	-	-
Technology & Know-How Fees (Including taxes)	1,155,090 (1,845,243)	-	-	-	-	-	-	-	-	-	-	-
Salary / Remuneration / Perquisites	-	-	-	-	-	453,416 (3,335,981)	60,260 (679,988)	453,416 (5,751,220)	243,976 (165,460)	-	-	-
Interest Received	-	-	-	-	-	-	-	-	-	-	-	-
Interest Paid / Provided	51,072,201 (34,659,580)	-	-	-	-	-	-	-	-	-	-	-
Other Payments / Recoveries / Advances	-	-	(1,064,971)	-	-	-	-	-	-	138,992 (276,509)	-	432,000 (720,000)
Loan repaid during the period	(30,208,330)	-	-	-	-	-	-	-	-	-	-	-
Loan taken during the period	(110,738,908)	-	-	-	-	-	-	-	-	-	-	-
Inter-corporate deposits taken during the period	7,400,000 (242,000,000)	-	-	-	-	-	-	-	-	-	-	-
Loan taken outstanding at the end of the year	425,763,912 (418,363,912)	-	-	-	-	-	-	-	-	-	-	-
Amount Receivable	29,123,764 (3,353)	-	-	-	-	-	(4,242)	(43,502)	-	-	-	(386,589)
Amount Payable	46,180,973 (282,949)	51,000 (51,000)	-	-	211,116	-	-	10,000	(2,889)	-	-	73,369 (103,936)

Notes:

1) Related party relationship is as identified by the company on the basis of available information.

2) Figures for the previous year are shown in bracket wherever applicable.

3) Company's application for approval of salary of Mrs Ivana Dirk is pending with Ministry of Corporate Affairs, New Delhi.



Notes to Financial Statements (Contd.)

27	<p><b>Dispute with Mahagenco</b>                  The Company's agreement with Maharashtra State Power Generation Company Limited (MAHAGENCO), for supply of Pulverized Fly Ash (PFA) is under dispute. The Company is in the process of re-initiating arbitration process. Accordingly, the financial statements are prepared on a going concern basis.</p>		As at 31.03.2015 ₹	As at 31.03.2014 ₹
28	<p><b>Contingent liabilities and commitments ( to the extent not provided for)</b>                  a. Claims against the company not acknowledged as debts - Dispute with suppliers.....                  b. Bank Guarantee given to Central Excise and Customs Department for Duty Free Imports (EPCG License) / Other Issues (Commitment).....</p>		374,341	979,127 374,341
29	<p><b>Segment reporting</b>                  a) Primary segment -                  The company has only one business segment 'Cement &amp; Cementitious Materials' as primary segment</p>		2014-15 ₹	2013-14 ₹
	<p>b) The secondary segment is geographical, which is given as under :</p>			
	<p>i) Sale of product ( Net of excise duty )</p>			
	Within India.....	63,516,310	56,595,176	
	Outside india.....	38,692,242	100,895,728	
	<b>Total.....</b>	<b>102,208,552</b>	<b>157,490,904</b>	
	<p>ii) Other operating revenue</p>			
	Within India.....	101,685,699	3,159,532	
	<b>Total.....</b>	<b>101,685,699</b>	<b>3,159,532</b>	
	<p>iii) Other Income</p>			
	Within India.....	344,597	998,547	
	<b>Total.....</b>	<b>344,597</b>	<b>998,547</b>	
	<p>c) All the Assets / Liabilities of the company , except the following are within India.</p>			
	Debtors / Advances to suppliers.....	4,264,385	4,669,214	
	Creditors / Payables / Advances from customers.....	1,612,116	168,679	
30	<p><b>Unhedged foreign currency exposure</b></p>		As at 31.03.2015 Foreign Currency ₹	As as 31.03.2014 Foreign Currency ₹
	a) Outstanding trade payables	In USD	23,789	1,488,478
	b) Outstanding trade receivables.....	In USD	68,154	4,264,385
	c) Advance from customers.....	In USD	1,976	123,638
			2,807	168,679
			2014-15 ₹	2013-14 ₹
31	<p><b>Employee defined benefits</b></p>			
	<p>a) Defined Contribution Plans -                  The Company has recognised expenses towards the defined contribution plans as under :</p>			
	Contribution to Provident Fund.....		1,267,296	1,050,702
	Others.....		11,995	1,152
	<p>b) Defined Benefit Plans - As per Actuarial Valuation                  The Company has defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service.                  The following table summarise the components of net benefit / expense recognised in the statement of profit and loss and the amounts recognised in the balance sheet.</p>			



Notes to Financial Statements (Contd.)

Employee defined benefits (Contd.)

Particulars	(Amount In ₹)	
	2014-15	2013-14
	Gratuity Non Funded	Gratuity Non Funded
I) Expense recognised in the Statement of Profit & Loss Account		
1. Current Service Cost.....	675,361	1,291,845
2. Interest Cost.....	675,119	896,315
3. Actuarial (Gains) / Losses.....	(354,909)	(4,839,628)
4. Total Expense.....	995,571	(2,651,468)
II) Net Asset / (Liability) recognised in the Balance Sheet		
1. Present Value of Defined Benefit Obligation.....	7,325,479	7,251,550
2. Net Asset/ (Liability).....	(7,325,479)	(7,251,550)
III) Change in Obligation during the Year		
1. Present value of Defined Benefit Obligation at the beginning of the year.....	7,251,550	10,864,422
2. Current Service Cost.....	675,361	1,291,845
3. Interest Cost.....	675,119	896,315
4. Actuarial (Gains) / Losses.....	(354,909)	(4,839,628)
5. Benefits Payments.....	(921,642)	(961,404)
6. Present Value of Defined Benefit Obligation at the end of the year.....	7,325,479	7,251,550
IV) Actuarial Assumptions:		
1. Discount Rate.....	7.80%	9.31%
2. Expected rate of return on plan assets.....	NA	NA
3. Mortality.....	PUCM	IALM (2006-08) Ultimate
4. Turnover rate.....	2.00%	2.00%
5. Medical premium inflation.....	NA	NA
6. Salary Escalation.....	7% p.a.	8% p.a.
V) Amounts recognized as an expense in respect of defined benefit plans as under :		
Gratuity.....	995,571	(2,651,468)

c) Amount for the current period and previous two periods are as follows :	As at	As at	As at	As at
	31.03.2015 ₹	31.03.2014 ₹	31.03.2013 ₹	31.03.2012 ₹
<b>Gratuity - Non Funded</b>				
Defined benefit obligation.....	7,325,479	7,251,550	10,728,698	6,798,332
Plan assets.....	-	-	-	-
Surplus / (deficit).....	-	-	-	-
Experience adjustments on plan assets.....	-	-	-	-
Experience adjustments on plan liabilities.....	(746,475)	(3,925,832)	(92,974)	351,403
	2014-15 ₹	2014-15 %	2013-14 ₹	2013-14 %

32 Raw material / stores & spares consumption

(As certified by the management)

a) Raw materials consumed

(i) Imported

(ii) Indigenous.....	56,011,058	100.00	63,477,295	100.00
<b>Total.....</b>	<b>56,011,058</b>	<b>100.00</b>	<b>63,477,295</b>	<b>100.00</b>

b) Spares consumed

(i) Imported.....

(ii) Indigenous.....	104,459	2.39	2,166,948	60.60
<b>Total.....</b>	<b>4,263,007</b>	<b>97.61</b>	<b>1,408,613</b>	<b>39.40</b>
	<b>4,367,466</b>	<b>100.00</b>	<b>3,575,561</b>	<b>100.00</b>

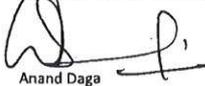


Notes to Financial Statements (Contd.)

	2014-15 ₹	2013-14 ₹
<b>33 CIF value of Imports</b>		
(i) Packing material.....	-	1,509,579
(ii) Spares.....	159,838	205,524
(i) Legal & Professional fees.....	-	1,329,433
(ii) Travelling expenses.....	89,899	234,488
(iii) Other matters.....	1,655,298	11,918,988
<b>34 Earnings in foreign exchange (accrual basis):</b>		
FDB value of exports.....	25,603,187	76,317,972
<b>35</b>	The company has not received any intimation from its suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence the disclosures, if any, relating to amounts unpaid as at the year end as required under the said Act have not been furnished.	
<b>36</b>	Pursuant to the enactment of the Companies Act 2013 ('the Act'), the Company has, effective 1st April, 2014, reviewed and revised the estimated useful lives of fixed assets, as per the life indicated in the Act. Accordingly, as per the transition provisions of the Act, the Company has adjusted ₹ 163,83,041 in opening balance of "General Reserve" as on 1st April, 2014. Further, as a result of this change, depreciation for the year ended 31st March, 2015 is higher by ₹ 84,59,111.	
<b>37 Deferred tax assets (net)</b>	As at 31.03.2015 ₹	As at 31.03.2014 ₹
Break-up of deferred tax assets and liabilities are as under :		
a) Deferred tax assets, on account of :		
Employee benefits.....	3,347,000	2,212,000
Unabsorbed loss.....	836,000	10,038,000
Unabsorbed depreciation.....	-	-
Others	-	-
Total.....	4,183,000	12,250,000
b) Deferred tax liabilities, on account of :		
Depreciation.....	(4,183,000)	(12,250,000)
Total.....	(4,183,000)	(12,250,000)
<b>38</b>	Figures of the previous year have been regrouped / rearranged wherever necessary to conform to the current years presentation.	

Signatures to notes 1 to 38

As per our attached report of even date

  
Anand Daga  
Chartered Accountant

Proprietor  
Membership No. 048684  
Place : Nashik

Date : 27 JUL 2015



For and on behalf of the Board

  
Vilas Deshmukh  
Chairman

  
Sanjeev Churiwala  
Director

