VERA SYNTHETIC PVT LTD

ANNUAL REPORT

FY 2016-17

S. Vora & Associates

CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

To,
The Members of,
M/s. VERA SYNTHETIC PRIVATE LIMITED.

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of VERA SYNTHETIC PRIVATE LIMITED ("the company"), which comprise the Balance Sheet as at 31 March 2017, the Statement of Profit and Loss, 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 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 flows 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 the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, 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 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 disclosures in the financial statements. The procedures selected depend on our 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, we considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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 financial statements.

Opinion

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

a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017; and

b) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and

c) 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, 2016 ("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** 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 purposes of our audit.

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b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books

c) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.

d) In our opinion, the aforesaid 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) There is nothing to disclose which is having adverse effect on the functioning of the company

f) On the basis of written representations received from the directors as on 31 March, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2017, from being appointed as a director in terms of Section 164(2) of the Act.

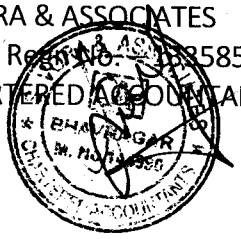
g) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in **"Annexure B".**

h) With respect to the other matters included in the Auditor's Report and to our best of our information and according to the explanations given to us:

i. The Company does not have any pending litigations on its financial position in its financial statements.
ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
iii. There were no amounts which required to be transferred to the Investor Education and Protection Fund by the Company.

Date : 04/09/2017

S VORA & ASSOCIATES
(Firm Regn No. – 133585W)
CHARTERED ACCOUNTANTS



Place : BHAVNAGAR

SHRIPAL V VORA (Proprietor)
M.No.144990

S VORA & Associates
Chartered Accountants
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E-Mail : ca9svora@gmail.com

ANNEXURE A TO THE AUDITORS' REPORT

The Annexure referred to in our report to the members of VERA SYNTHETIC PRIVATE LIMITED, for the year ended 31st March, 2017.

On the basis of the information and explanation given to us during the course of our audit, we report that:

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
   (b) These fixed assets have been physically verified by the management at reasonable intervals there was no Material discrepancies were noticed on such verification.
   (c) All immovable assets of company and the title deeds of immovable properties are held in the name of the company.

2. Physical verification of inventory has been conducted at reasonable intervals by the management and there is no material discrepancies were noticed.

3. The company has not granted loans secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.

4. In respect of loans, investments, guarantees and security all mandatory provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.

5. The company has not accepted any deposits.

6. We have broadly reviewed the books of accounts maintained by the company pursuant to the rules made by the Central Government for maintenance of cost records u/s. 148 of the Companies Act, 2013 and are of opinion that prima-facie prescribed accounts have been made and maintained.

7 (a) The company is regular in depositing undisputed statutory dues including provident fund, Employee's state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities.
   (b) According to the information and explanation given to us, there are no dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax outstanding on account of any dispute:

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8. The company has not made any default in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.

9. The company doesn't raise any money by way of initial public offer or further public offer (including debt instruments).

10. Neither company has done any fraud nor by its officers or employees so nothing to be disclosed separately.

11. 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.

12. Company is not a Nidhi Company, therefore, nothing to be disclosed for any provisions applicable on Nidhi Company.

13. All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc. as required by the applicable accounting standards;

14. The company hasn't made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

15. The company hasn't entered into any non-cash transactions with directors or persons connected with him.

16. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Date: 04/09/2017

S VORA & ASSOCIATES
(Firm Reg No. – 138585W)
CHARTERED ACCOUNTANTS

Place: BHAVNAGAR

SHRIPAL V VORA (Proprietor)
M.No.144990

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ANNEXURE B TO THE AUDITORS' REPORT

"Annexure B" to the Independent Auditor's Report of even date on the Financial Statements of VERA SYNTHETIC PRIVATE LIMITED

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 Vera Synthetic Private Limited ("the Company") as of March 31, 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by The Institute of Chartered Accountants Of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment

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of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 March 31, 2017, 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.

Date: 04/09/2017

S VORA & ASSOCIATES
(Firm Reg No. F138585W)
CHARTERED ACCOUNTANTS

Place: BHAVNAGAR

SHRIPAL V VORA (Proprietor)
M.No.144990

VERA SYNTHETIC PVT. LTD.

Balance Sheet as at March 31, 2017

Particulars	Note No.	As At March 31, 2017	As At March 31, 2016
I. Equity and Liabilities			
(1) Shareholders' Funds			
(a) Share Capital	2	18,000,000.00	18,000,000.00
(b) Reserve & Surplus	3	23,263,218.25	19,004,069.50
(c) Money received against share warrants		0.00	0.00
(2) Share application money pending allotment		0.00	0.00
(3) Non-current Liabilities			
(a) Long term borrowings	4	563,784.96	102,910.00
(b) Deferred tax liabilities (Net)		0.00	0.00
(c) Other long term liabilities		0.00	0.00
(d) Long term provisions		0.00	0.00
(4) Current Liabilities			
(a) Short term borrowings	5	7,856,974.96	7,956,975.00
(b) Trade payables	6	2,643,646.76	8,662,166.00
(c) Other current liabilities	7	23,945,979.49	8,709,514.00
(d) Short term provisions	8	2,377,900.00	1,937,259.00
Total		78,651,504.42	64,372,893.50
II. Assets			
(1) Non-current Assets			
(a) Fixed assets			
(i) Tangible assets	9	10,637,047.30	12,575,452.00
(ii) Intangible assets		0.00	0.00
(iii) Capital WIP		0.00	0.00
(iv) Intangible assets under development		0.00	0.00
(b) Non-current investments		0.00	0.00
(c) Deferred tax assets (net)	10	945,261.00	801,845.00
(d) Long term loans and advances	11	23,049,033.23	2,115,614.00
(e) Other non-current assets		0.00	0.00
(2) Current Assets			
(a) Current investments		0.00	0.00
(b) Inventories	12	11,752,927.00	11,256,602.00
(c) Trade receivables	13	17,946,174.92	27,371,937.00
(d) Cash and cash equivalents	14	4,606,471.97	5,798,442.50
(e) Short-term loans and advances	15	7,654,524.00	2,468,751.00
(f) Other current assets	16	2,060,065.00	1,984,250.00
Total		78,651,504.42	64,372,893.50
Significant Accounting Policies	1	0.00	0.00
Notes forming part of the Financial Statement	2 to 30		

As per our report of even date

For, S Vora & Associates
Firm Regd.No. 133585W
Chartered Accountants

SHRIPAL V VORA (Proprietor)
M.No.-144990

Date: 04/09/2017
Place: Bhavnagar

For Vera synthetic Pvt Ltd

Sunilbhai D Makwana (Director)
DIN No. - 00245683

Naginbhai D Makwana (Director)
DIN No. - 01833956

Date: 04/09/2017
Place: Bhavnagar

VERA SYNTHETIC PVT. LTD.

Statement of Profit & Loss for the year ended on March 31, 2017

Particulars	Note No.	2016-17	2015-16
I. Revenue from operations:	17	184,201,677.23	218,892,853.00
II. Other income:	18	219,813.03	618,885.00
III. Total Revenue		184,421,490.26	219,511,738.00
IV. Expenses:			
Cost of material consumed	19	117,808,332.27	177,878,377.21
Purchases of Stock-in-Trade	20	14,351,703.00	0.00
Changes in inventories of finished goods, work-in-progress and traded goods	21	2,496,523.00	(5,232,969.00)
Employee benefit expense	22	19,045,394.00	11,649,826.00
Financial Costs	23	985,571.08	1,296,493.52
Depreciation and Amortization Expense	24	2,645,026.77	2,673,816.00
Other Expenses	25	20,903,225.58	25,487,722.77
Total Expenses		178,235,775.70	213,753,266.50
V. Profit before exceptional and extraordinary items and tax	(III - IV)	6,185,714.56	5,758,471.50
VI. Exceptional Items		0.00	0.00
VII. Pofit before extraordinary items and tax (V - VI)		6,185,714.56	5,758,471.50
VIII. Extraordinary Items		0.00	0.00
IX. Profit before tax (VII - VIII)		6,185,714.56	5,758,471.50
X. Tax Expense:			
(1) Current Tax		2,054,900.00	1,937,259.00
(2) Deferred Tax		(143,416.00)	178,577.00
(3) Income Tax (Previous Year)		15,087.00	0.00
XI. Profit(Loss) from the period from continuing operations	(IX-X)	4,259,143.56	3,642,635.50
XII. Profit/(Loss) from discontinuing operations		0.00	0.00
XIII. Tax expense of discontinuing operations		0.00	0.00
XIV. Profit/(Loss) from discontinuing operations (XII - XIII)		0.00	0.00
XV. Profit/(Loss) for the period (XI + XIV)		4,259,143.56	3,642,635.50
XVI. Earning Per Equity Share:			
(1) Basic		2.37	2.02
(2) Diluted		2.37	2.02
Significant Accounting Policies	1		
Notes forming part of the Financial Statement	2 to 30		

As per our report of even date

For, S Vora & Associates
Firm Regd. No. 133685W
Chartered Accountants

SHRIPAL V. VORA (Proprietor)
M.No.-144990

Date: 04/09/2017
Place: Bhavnagar

For Vera synthetic Pvt Ltd

Sunilbhai D Makwana (Director)
DIN No. - 00245683

Naginbhai D Makwana (Director)
DIN No. - 01833956

Date: 04/09/2017
Place: Bhavnagar

VERA SYNTHETIC PVT. LTD.

Cash Flow Statement for the year ended 31st March, 2017

Particulars	For the year Ended 31.03.2017		For the Year Ended 31.03.2016	
	Amount(Rs.)	Amount(Rs.)	Amount(Rs.)	Amount(Rs.)
Cash Flow from Operating Activities				
Net Profit for the period from continuing operations	6,185,714.56		5,758,471.50	
Adjustments:				
Income Tax	-2,069,987.00		-1,937,259.00	
Loss on sale of Fixed Asset	0.00		0.00	
Depreciation	2,645,026.77		2,673,816.00	
Operating profit before working capital changes	6,760,754.33		6,495,028.50	
(Increase)/Decrease in Trade Receivables	9,425,762.08		3,812,105.00	
(Increase)/Decrease in Inventories	-496,325.00		-3,648,336.00	
(Increase)/Decrease in Short Term Loans and Advances	-5,185,773.00		-370,586.00	
(Increase)/Decrease in Long Term Loans and Advances	-20,933,419.23		-839,267.00	
(Increase)/Decrease in Other Current Assets	-75,815.00		-92,904.00	
(Increase)/Decrease in Other Non-current Assets	0.00		0.00	
Increase/(Decrease) in Trade Payables	-6,018,519.24		2,613,220.00	
Increase/(Decrease) in other Current liabilities	15,236,465.49		1,955,860.00	
Increase/(Decrease) in Short Term Provisions	440,641.00		323,036.00	
Cash Generated from operations	-846,228.57		10,248,156.50	
Net cash from Operating Activities.....A		-846,228.57		10,248,156.50
Cash Flow from Investing Activities				
(Increase)/Decrease in Non-Current Investment	0.00		0.00	
Purchase of Tangible Fixed Assets	-706,619.00		-160,000.00	
Sale of Tangible Fixed Assets	0.00		0.00	
Net cash from Investing Activities.....B		-706,619.00		-160,000.00
Cash Flow from financing Activities				
Increase/(Decrease) in Short Term Borrowings	-100,000.04		-4,667,234.00	
Increase/(Decrease) in Long Term Borrowings	460,874.96		0.00	
Increase/(Decrease) in Share Application Money	0.00		0.00	
Net cash from Financing Activities.....C		360,874.92		-4,667,234.00
Net increase in cash and cash equivalents (A+B+C)		-1,191,970.03		5,420,923.00
Cash and cash equivalents at the beginning		5,798,442.00		377,519.00
Cash and cash equivalents at the end		4,606,471.97		5,798,442.00
		0.00		0.00

As per our report of even date

For, S Vora & Associates
Firm Regd. No. 133585W
CHARTERED ACCOUNTANTS

SHRIPAL V VORA (Proprietor)
M.No.-144990

Date: 04/09/2017
Place: Bhavnagar

For Vera synthetic Pvt Ltd

Sunilbhai D Makwana (Director)
DIN No. - 00245683

Naginbhai D Makwana (Director)
DIN No. - 01833956

Date: 04/09/2017
Place: Bhavnagar

VERA SYNTHETIC PRIVATE LIMITED

Notes to Financial Statement for the year ended 31st March, 2017

NOTES NO. 01 : SIGNIFICANT ACCOUNTING POLICIES

a) General:

i) Basis of Accounting:

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014. Ac-counting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

ii) Use of Estimates:

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Examples of such estimates include computation of percentage of completion which requires the Company to estimate the efforts or costs expended to date as a proportion of the total efforts or costs to be expended, provisions for doubtful debts, future obligations under employee retirement benefit plans, income taxes, post-sales customer support and the use-full lives of fixed tangible assets and intangible assets. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

b) Fixed Assets & Depreciation:

i. Tangible Fixed Assets acquired by the Company are reported at acquisition value, with deductions for accumulated depreciation and impairment losses, if any. The acquisition value includes the purchase price (excluding refundable taxes) and expenses directly attributable to assets to bring it to the factory and in the working condition for its intended use. Where the construction or development of any such asset requiring a substantial period of time to set up for its intended use, is funded by borrowings if any, the corresponding borrowing cost are capitalized up to the date when the asset is ready for its intended use.

ii. Intangible Assets are reported at acquisition value with deductions for accumulated amortization and any impairment losses.

iii. Capital work in progress includes cost of assets at sites, construction expenditure and advances made for acquisition of capital assets.

iv. Depreciation on fixed assets of the company is provided on the written down value over the balance or representative useful economic lives of the assets as per the provisions of the Companies Act, 2013. The management estimates the balance or representative useful lives of the fixed assets as on the date.

PARTICULARS	YEARS
Factory Building Plot No.3	22
Office Building.	52
Plant & Machinery	7
Electric Installation	2
Air Conditioner	2
Furniture and Fixtures	2
Office Equipment	3
Computer & Printer	5
Maruti Alto Lxi-Ar4csf	2
Mobile	2
Lcd Tv 32" Vad32-Hg (Videocon)	2
Honda city car	8

v. Depreciation on fixed assets added/disposed off during the year, is provided on pro-rata basis with reference to the date of addition/disposal or ready to put to use.

vi. Assets scrapped/discarded from use and held for disposal are stated at lower of book value or their estimated net realizable value.

vii. No depreciation has been provided on the assets which are not under operations.

c) **Impairment of Assets:**

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. Impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

d) Investments:

Long Term Investments are valued at Cost Price. Provision for the diminution in value of investment is made by the Company to recognize permanent, if any, in the value of each investment.

Investments, which are current, are stated at the lower of the cost and fair value/re-purchase value.

e) **Inventories :** The inventories are valued on the following basis :

a) Raw Materials : Valued at Cost Price.

b) Finished goods : Valued at lower of Cost or Net Realizable Value.

c) Stock in Process : Valued at Cost Price.

f) **Retirement Benefits:**

i. Defined Contribution Plan:

The company's contribution paid/payable for the year to Provident Fund is recognized in the statement of Profit & Loss. The company has no obligation other than the contribution payable to the Government.

ii. The company has defined benefits plan for Gratuity. The liability for which is determined on the basis of actuarial valuation at the end of the year is to be provided in the books of account.

iii. The company has system of providing accumulating compensating absences non-vesting and hence no provision is made in the books of accounts for the leaves.

g) **Revenue Recognition:**

i. Revenue/income and Cost / Expenditure are generally accounted on accrual basis as they are earned or incurred, except those with significant uncertainties.

ii. Sales are recognized at the point of dispatch of goods to the customers. Sales are net of discounts, sales tax, excise and returns.

iii. Interest income is recognized on time proportion basis.

iv. Dividend on Investments is accounted when approved by the shareholders' in the annual general meeting.

v. Insurance claim receivable is recognized in the year of the loss to the extent ascertainable.

vi. The CENVAT Credit available on purchase of raw materials / capital items and other eligible inputs are adjusted against Excise Duty payable on clearance of finished goods.

h) **Foreign Currency Transaction :**

i. Monetary assets and liabilities related to foreign currency transactions remaining unsettled at the end of the year are translated at year end rates.

ii. The difference in translation of monetary assets and liabilities and realized gains and losses on foreign transactions are recognized in the Statement of Profit and Loss.

iii. The premium or discount on forward exchange contracts is recognized in the statement of profit and loss over the period of the contract.

i) **Accounting For Government Grants/Refunds:**

Government grants/subsidies and refunds due from Government Authorities are accounted when there is reasonable certainty of their realization.

j) **Taxes on Income:**

Provision for current income tax is made on the basis of taxable income for the current accounting year in accordance with the provisions of Income Tax Act, 1961.Deferred tax assets/Liability is calculated at the current income tax rate and is recognized on timming difference, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets, subject to the consideration of prudence, are recognized and carried forward only to the extent that there is reasonable certainty that sufficient future income will be available against which such deferred tax assets can be realized.

k) **Borrowing Cost:**

Borrowing Costs relating to the acquisition/construction of qualifying assets are capitalized until the time all substantial activities necessary to prepare the qualifying assets for their intended use are complete. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charge to revenue.

l) **Earnings Per Share:**

Basic earnings per share is calculated by dividing the net profit after tax for the year attributable to Equity Shareholders of the Company by the weighted average number of Equity Shares outstanding at the end of the year. Diluted earnings per Share is calculated by dividing net profit attributable to equity Shareholders (after adjustment for diluted earnings) by average number of weighted equity shares outstanding at the end of the year.

m) **Provisions, Contingent Liabilities & Contingent Assets:**

The company recognizes as provisions, the liability being present obligations arising from past events, the settlement of which is expected to result in outflow of resources and which can be measured only by using a substantial degree of estimation.

Contingent liabilities are disclosed by way of a note to the financial statement after careful evaluation by the management of the facts and legal aspect of the matters involved.

Contingent assets are being neither recognized nor disclosed.

VERA SYNTHETIC PVT. LTD.

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

NOTES No. 2. SHARE CAPITAL :

	AS AT 31.03.2017 Amount `	AS AT 31.03.2016 Amount `
1 Authorised Shares Capital:		
18,00,000 Equity Shares of Rs.10/- each.	18,000,000.00	18,000,000.00
	18,000,000.00	18,000,000.00
2 Issued, subscribed and fully paid Shares		
18,00,000 Equity Shares of Rs.10/- each Fully paid up	18,000,000.00	18,000,000.00
	18,000,000.00	18,000,000.00

3 Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period;

	AS AT 31.03.2017 No. of Shares	AS AT 31.03.2016 No. of Shares
Equity Shares		
At the beginning of the period	1,800,000.00	1,800,000.00
Issued during the period	0.00	0.00
Outstanding at the end of the period	1,800,000.00	1,800,000.00

4 Terms & Right attached to Equity Shares & Preference shares

Equity Shares: The company has only one class of equity shares having a par value of Rs.10/- each. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts in proportionate to their shareholding.

5 Shares in the company held by each shareholder holding more than 5% shares specifying the number of shares held

	AS AT 31.03.2017 No. & (%)of Shares Held	AS AT 31.03.2016 No. & (%)of Shares Held
a) Equity Shares, fully paid up:		
Narottambhai Grodhanbhai Sarvaiya	200000 (11.11%)	200000 (11.11%)
Yogeshbhai Devjibhai Makwana	150000 (8.33%)	150000 (8.33%)
Smt.Sheebaben Yogeshbhai Makwana	150000 (8.33%)	150000 (8.33%)
Naginbhai Devjibhai Makwana	396982 (22.05%)	396982 (22.05%)
Trambak D.Makwana	103000 (5.72%)	103000 (5.72%)
Bharat Dilipbhai Makwana	100000 (5.56%)	100000 (5.56%)
Bharatiben Naginbhai Makwana	100000 (5.56%)	100000 (5.56%)
Devjibhai Premjibhai Makwana-Huf	100000 (5.56%)	100000 (5.56%)
Sunil Devjibhai Makwana	300000 (16.67%)	300000 (16.67%)
Champaben Devjibhai Makwana	100000 (5.56%)	100000 (5.56%)
Devjibhai Premjibhai Makwana	100000 (5.56%)	100000 (5.56%)

VERA SYNTHETIC PVT. LTD.

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

NOTES No. 3. RESERVE & SURPLUS :

	AS AT 31.03.2017 Amount `	AS AT 31.03.2016 Amount `
a) Reserves and Surplus		
1 Capital Redemption Reserve	1,000,000.00	1,000,000.00
Opening Balance as per last financial statement	0.00	0.00
Add: During the year	0.00	0.00
Closing Balance	1,000,000.00	1,000,000.00
b) Surplus/(Deficit) in the statement of Profit & Loss		
Opening Balance as per last financial statement	18,004,074.69	14,361,434.00
Add: Profit/(Loss) for the year	4,259,143.56	3,642,635.50
LESS:		
Proposed Dividend	0.00	0.00
Tax on Dividend.	0.00	0.00
Closing Balance	22,263,218.25	18,004,069.50
Closing Balance	23,263,218.25	19,004,069.50

NOTES No. 4. LONG TERM BORROWINGS :

	AS AT 31.03.2017 Amount `	AS AT 31.03.2016 Amount `
1 Term Loan		
- From Bank		
HDFC Bank Car Loan [Secured by Hypothecation charge on Cars] [Terms of Repayment: Thirty Six Months from the date of sanction].	570,613.96	0.00
- From Other Parties		
Maganbhai L Chavda	102,910.00	102,910.00
Less : Current maturities of Long-term debt	(109,739.00)	0.00
TOTAL	563,784.96	102,910.00

NOTES No. 5. SHORT TERM BORROWINGS :

	AS AT 31.03.2017 Amount `	AS AT 31.03.2016 Amount `
1 Loan Repayable on Demand		
- From Bank		
SBI CC A/c No. 31695777938 [Fund based working capital limit sanctioned against hypothecation of all type of stocks, receivables and all other current asset of the company]	7,856,974.96	7,956,975.00
- From Other Parties	0.00	0.00
2 Loans & Advances From Related Parties	0.00	0.00
3 Depsoits	0.00	0.00
4 Others	0.00	0.00
TOTAL: SHORT-TERM BORROWINGS	7,856,974.96	7,956,975.00

VERA SYNTHETIC PVT. LTD.

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

NOTES No. 6. TRADE PAYABLES :

	AS AT 31.03.2017 Amount `	AS AT 31.03.2016 Amount `
1 Trade Payables	2,643,646.76	8,662,166.00
TOTAL: TRADE PAYABLES	2,643,646.76	8,662,166.00

NOTES No. 7. OTHER CURRENT LIABILITIES :

	AS AT 31.03.2017 Amount `	AS AT 31.03.2016 Amount `
1 Current maturities of long-term debt	109,739.00	0.00
2 Income received in advance/Advance from Customers	20,800,289.00	7,043,834.00
3 Other Payables:		
Statutory liabilities	1,650,915.49	1,280,452.00
Other liablities	1,385,036.00	385,228.00
TOTAL: OTHER CURRENT LIABILITIES	23,945,979.49	8,709,514.00

NOTES No. 8. SHORT TERM PROVISIONS :

	AS AT 31.03.2017 Amount `	AS AT 31.03.2016 Amount `
1 Provision for employee benefits	0.00	0.00
2 Others:		
Provision for Income Tax	2,054,900.00	1,937,259.00
Other Provision - Provision for Electricity Expenses	323,000.00	0.00
TOTAL: SHORT-TERM PROVISIONS	2,377,900.00	1,937,259.00

VERA SYNTHETIC PVT. LTD.

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

NOTES No. 6. TRADE PAYABLES :

	AS AT 31.03.2017 Amount `	AS AT 31.03.2016 Amount `
1 Trade Payables	2,643,646.76	8,662,166.00
TOTAL: TRADE PAYABLES	**2,643,646.76**	**8,662,166.00**

NOTES No. 7. OTHER CURRENT LIABILITIES :

	AS AT 31.03.2017 Amount `	AS AT 31.03.2016 Amount `
1 Current maturities of long-term debt	109,739.00	0.00
2 Income received in advance/Advance from Customers	20,800,289.00	7,043,834.00
3 Other Payables:		
Statutory liabilities	1,650,915.49	1,280,452.00
Other liablities	1,385,036.00	385,228.00
TOTAL: OTHER CURRENT LIABILITIES	**23,945,979.49**	**8,709,514.00**

NOTES No. 8. SHORT TERM PROVISIONS :

	AS AT 31.03.2017 Amount `	AS AT 31.03.2016 Amount `
1 Provision for employee benefits	0.00	0.00
2 Others:		
Provision for Income Tax	2,054,900.00	1,937,259.00
Other Provision - Provision for Electricity Expenses	323,000.00	0.00
TOTAL: SHORT-TERM PROVISIONS	**2,377,900.00**	**1,937,259.00**

VERA SYNTHETIC PVT. LTD.

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

NOTES No. 9. TANGIBLE ASSETS :

(in Rs.)

SR. NO.	ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		OPENING BALANCE AS ON 01.04.2016	ADDITIONS DURING THE YEAR	SALES DURING THE YEAR	CLOSING BALANCE AS ON 31.03.2017	BALANCE AS ON 01.04.2016	FOR THE YEAR	ADJUSTMENT DURING THE YEAR	TOTAL UPTO 31.03.2017	AS AT 31.03.2017	AS AT 31.03.2016
1	**VEHICLE**										
	Maruti Alto Lxi·Ar4csf	332,195.00	-	-	332,195.00	308,480.00	12,500.18	-	320,980.00	11,215.00	23,715.00
	Honda City Car	-	706,619.00	-	706,619.00	-	220,708.19	-	220,708.19	485,910.81	-
2	**PLANT & MACHINERY**										
	Plant & Machinery	33,104,760.00	-	-	33,104,760.00	26,703,487.00	1,812,200.53	-	28,515,688.00	4,589,072.00	6,401,273.00
	Electric Installation	799,296.00	-	-	799,296.00	751,008.00	25,452.60	-	776,461.00	22,835.00	48,288.00
3	**LAND & BUILDING**										
	Land at Mamsa Plot No.3	437,278.00	-	-	437,278.00	-	-	-	-	437,278.00	437,278.00
	Land at Vartej Plot No.19	374,186.00	-	-	374,186.00	-	-	-	-	374,186.00	374,186.00
	Factory Building Plot No.3	7,926,250.00	-	-	7,926,250.00	4,283,422.00	427,303.77	-	4,710,726.00	3,215,524.00	3,642,828.00
	Office Building.	2,517,500.00	-	-	2,517,500.00	945,576.00	84,883.88	-	1,030,460.00	1,487,040.00	1,571,924.00
4	**OFFICE EQUIPMENT**										
	Office Equipment	145,300.00	-	-	145,300.00	141,164.93	3,925.40	-	145,089.51	210.49	4,132.00
	Computer & Printer	557,315.00	-	-	557,315.00	509,568.00	45,359.65	-	554,928.00	2,387.00	47,747.00
	Mobile	61,599.00	-	-	61,599.00	51,248.00	5,456.01	-	56,704.00	4,895.00	10,351.00
	Lcd Tv 32" (Videocon)	17,000.00	-	-	17,000.00	13,979.00	1,592.37	-	15,571.00	1,429.00	3,021.00
	Air Conditioner	50,300.00	-	-	50,300.00	43,724.00	3,466.21	-	47,190.00	3,110.00	6,576.00
	Furniture and Fixtures	28,200.00			28,200.00	24,067.00	2,177.98		26,245.00	1,955.00	4,133.00
	TOTAL	46,351,179.00	706,619.00	-	47,057,798.00	33,775,723.93	2,645,026.77	-	36,420,750.70	10,637,047.30	12,575,452.00
	TOTAL (P.Y.)	42,510,227.00	3,840,952.00	-	46,351,179.00	31,101,911.00	2,673,816.00	-	33,775,727.00	12,575,452.00	11,408,316.00

VERA SYNTHETIC PVT. LTD.

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

NOTES No. 10. DEFERRED TAX ASSETS (NET) :

	AS AT 31.03.2017 Amount `	AS AT 31.03.2016 Amount `
1 *Deferred Tax Assets*		
Fixed Assets: Impact of difference between Book and Tax Depreciation	945,261.00	801,845.00
Gross Deferred Tax Assets	**945,261.00**	**801,845.00**
TOTAL: DEFERRED TAX ASSETS (NET)	**945,261.00**	**801,845.00**

NOTES No. 11. LONG TERM LOANS AND ADVANCES :

	AS AT 31.03.2017 Amount `	AS AT 31.03.2016 Amount `
1 Capital Advances;		
a Secured, considered good;	0.00	0.00
b Unsecured, considered good;	0.00	0.00
c Doubtful.	0.00	0.00
	0.00	**0.00**
2 Security Deposits;		
a Secured, considered good;	1,694,376.03	2,054,648.00
b Doubtful.	0.00	0.00
	1,694,376.03	**2,054,648.00**
3 Loans and advances to related parties	21,293,691.73	0.00
4 Other loans and advances:	60,965.47	60,966.00
TOTAL: LONG-TERM LOANS AND ADVANCES	**23,049,033.23**	**2,115,614.00**

NOTES No. 12. INVENTORIES :

	AS AT 31.03.2017 Amount `	AS AT 31.03.2016 Amount `
- Raw Materials	3,102,078.00	0.00
- Finished Goods	8,650,849.00	11,147,372.00
- Semi-finished Goods	0.00	0.00
- Consumable Stores	0.00	109,230.00
- Trading Goods	0.00	0.00
TOTAL: INVENTORIES	**11,752,927.00**	**11,256,602.00**

- Raw material and Packing materials are valued at cost on FIFO method. Cost includes purchase value, freight & octroi, non cenvatable duties & taxes.
- Finished goods and Semi finished goods are valued at lower of cost or net realisable value on FIFO method. Cost includes purchase value, freight & octroi, proportionate manufacturing expense, wages & salary to employees, non cenvatable duties and taxes.
- The quantity and value of the stock as taken & certififed by the directors of the company.

VERA SYNTHETIC PVT. LTD.

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

NOTES No. 13. TRADE RECEIVABLES :

	AS AT 31.03.2017 Amount `	AS AT 31.03.2016 Amount `
1 Outstanding for more than six months		
a) Secured, Considered Good :	7,916,063.52	4,607,214.00
b) Unsecured, Considered Good :	0.00	0.00
c) Doubtful	0.00	0.00
2 Others		
a) Secured, Considered Good :	10,030,111.40	22,764,723.00
b) Unsecured, Considered Good :	0.00	0.00
c) Doubtful	0.00	0.00
TOTAL: TRADE RECEIVABLES	17,946,174.92	27,371,937.00

NOTES No. 14. CASH AND CASH EQUIVALENTS :

	AS AT 31.03.2017 Amount `	AS AT 31.03.2016 Amount `
1 *Balance With Banks:*		
Axis Bank Current A/c 915020017892372	69,317.34	3,337,440.00
SBI Current A/c 30847625620	0.00	1,000.00
2 Cheques, Drafts on Hand	0.00	0.00
3 Cash on Hand	186,415.63	2,137,994.00
4 Deposits with Banks maturity more than 3 months but less than 12 months	4,350,739.00	322,008.00
5 Security deposits	0.00	0.00
TOTAL: CASH AND CASH EQUIVALENTS	4,606,471.97	5,798,442.00

NOTES No. 15. SHORT-TERM LOANS AND ADVANCES :

	AS AT 31.03.2017 Amount `	AS AT 31.03.2016 Amount `
1 Loans & Advances to Related Parties		
a) Secured, Considered Good :	0.00	0.00
b) Unsecured, Considered Good :	0.00	0.00
c) Doubtful	0.00	0.00
2 Others		
Advance Recoverable in cash or in kind or for value to be considered good		
Advance to suppliers of goods & services.	7,654,524.00	2,468,751.00
TOTAL: SHORT-TERM LOANS AND ADVANCES	7,654,524.00	2,468,751.00

NOTES No. 16. OTHER CURRENT ASSETS :

	AS AT 31.03.2017 Amount `	AS AT 31.03.2016 Amount `
Unsecured, considered good unless stated otherwise		
1 Pre-paid Expense		
Pre-paid Insurance	83,951.00	41,250.00
2 Balances with Revenue Authorities		
TDS Receivable	16,114.00	62,413.00
TDS Refundable	0.00	15,087.00
Advance Income Tax	1,960,000.00	1,865,500.00
3 Other Current Assets	0.00	0.00
TOTAL: OTHER CURRENT ASSETS	**2,060,065.00**	**1,984,250.00**

VERA SYNTHETIC PVT. LTD.

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

NOTES No. 17. REVENUE FROM OPERATIONS :

	2016-17 Amount `	2015-16 Amount `
Sale of Goods	184,932,453.23	218,892,853.00
Less : Sales Returns	(2,869,176.00)	0.00
Job Work Income	2,138,400.00	0.00
TOTAL:REVENUE FROM OPERATIONS	**184,201,677.23**	**218,892,853.00**
Details of Sales of Products		
Sales (Manufactured Goods)		
- Fishing Nets	46,191,655.00	29,529,475.00
- Fishing Ropes	59,337,301.00	43,964,250.00
- Mono Niwar	50,735,989.00	36,803,053.00
- Mono Twine	10,886,829.00	8,634,461.00
- Mono Yarn	15,245,023.00	80,441,746.00
- Plastic Graunals	0.00	18,870,000.00
- Plastic Waste	2,535,656.23	649,868.00

NOTES No. 18. OTHER INCOME :

	2016-17 Amount `	2015-16 Amount `
Interest Income	219,813.03	618,885.00
TOTAL: OTHER INCOME	**219,813.03**	**618,885.00**

NOTES No. 19. COST OF MATERIAL CONSUMED :

	2016-17 Amount `	2015-16 Amount `
Consumption of Raw Material		
Inventory at the beginning of the year	0.00	1,693,862.00
Add: Purchases		
Plastic Granuals & Colour	123,927,797.67	180,812,904.58
Less : Trade Discount	(3,186,985.25)	(4,771,844.72)
Less: Inventory at the end of the year	(3,102,078.00)	0.00
Raw Material Consumed.....(a)	**117,638,734.42**	**177,734,921.86**
Consumption of Consumable Stores		
Inventory at the beginning of the year	109,230.00	0.00
Add: Purchases	60,367.85	252,685.35
Less: Inventory at the end of the year	0.00	(109,230.00)
Consumption of Consumable Stores..... (b)	**169,597.85**	**143,455.35**

TOTAL: (a)+(b)	117,808,332.27	177,878,377.21
Value of Cost of Raw Materials Consumed:		
Imported in Amount	0.00	0.00
Indigenous in Amount	117,808,332.27	177,878,377.21
Imported in %	0.00%	0.00%
Indigenous in %	100.00%	100.00%

NOTES No. 20. PURCHASES OF TRADED GOODS :

	2016-17 Amount `	2015-16 Amount `
Purchase Of Trading Goods :		
Fishing Nets	14,240,000.00	0.00
Mono Rope	145,840.00	0.00
Less : Purchase Return	(34,137.00)	0.00
TOTAL: PURCHASE OF TRADED GOODS	14,351,703.00	0.00

NOTE SNo. 21. CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND TRADED GOODS :

	2016-17 Amount `	2015-16 Amount `
Inventories at the end of the year		
- Finished Goods	8,650,849.00	11,147,372.00
- Semi-finished Goods	0.00	0.00
- Trading Goods	0.00	0.00
	8,650,849.00	11,147,372.00
Inventories at the beginning of the year		
- Finished Goods	11,147,372.00	4,461,870.00
- Semi-finished Goods	0.00	1,452,533.00
- Trading Goods	0.00	0.00
	11,147,372.00	5,914,403.00
TOTAL CHANGE (Net)	2,496,523.00	(5,232,969.00)

NOTES No. 22. EMPLOYEE BENEFIT EXPENSE :

	2016-17 Amount `	2015-16 Amount `
Salary, Wages and Bonus	18,606,833.00	11,304,931.00
Contribution to Provident and Other Funds	438,561.00	344,895.00
Staff Welfate Expenses	0.00	0.00
Others	0.00	0.00
TOTAL: EMPLOYEE BENEFITS EXPENSE	19,045,394.00	11,649,826.00

Salaries, Wages & bonus includes:		
Remuneration to the Managing Directors & other Whole time Directors:	7,800,000.00	4,800,000.00
As per Accounting standard 15 " Employee benefits ",the disclosure defined in the accounting standard are given as below:		
Employer's Contribution to Provident fund	438,561.00	344,895.00

NOTES No. 23. FINANCIAL COSTS :

	2016-17 Amount `	2015-16 Amount `
Interest Expense On:		
Borrowing - Banks	606,940.00	885,120.00
Borrowing - Others	77,913.72	100,075.00
Delayed/Deffered Payment of Govt.Authority	9,941.00	41,014.00
Other Borrowing Costs :		
Bank Charges & Commission	290,776.36	270,284.52
TOTAL: FINANCE COSTS	**985,571.08**	**1,296,493.52**

NOTES No. 24. DEPRECIATION AND AMORTIZATION EXPENSE :

	2016-17 Amount `	2015-16 Amount `
Depreciation/Amortization of tangible assets	2,645,026.77	2,673,816.00
Depreciation/Amortization of intangible assets	0.00	0.00
Depreciation of investment property.	0.00	0.00
	2,645,026.77	2,673,816.00
Less: Recoupment from Revaluation Reserve	0.00	0.00
Total : Depreciation And Amortization Exps	**2,645,026.77**	**2,673,816.00**

NOTES No. 25. OTHER EXPENSES :

	2016-17 Amount `	2015-16 Amount `
Manufacturing Expenses		
Job Work Expense(Net)	0.00	7,336,000.00
Repairs & Maintanance	41,000.00	73,400.08
Discount & Kasar	166,058.66	32,647.43
Electricity Exp.	10,571,083.83	10,173,171.19
Freight & Transportation	2,776,315.43	4,661,422.85
Packing Charges	29,572.50	110.92
Administrative expenses.		
Agency Charges	3,000.00	0.00
Audit Fees	29,000.00	29,000.00
Bad Debts	1,549,800.00	0.00
GIDC Charges	220,746.00	0.00
Foreign Exchange Fluctuation loss	1,022,380.00	0.00
Fees & Subscription	2,100.00	0.00
Insurance Expenses	397,682.00	336,795.00
Legal & Professional Fees	78,090.00	127,530.00
Post & courier Expenses	3,670.00	3,590.00
Rate Diff.	90,176.00	0.00

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

Sales Tax	0.00	826,409.66
Service Tax Paid	41,797.58	114,352.39
Stationary Expenses	10,240.00	9,472.00
Telephone Expenses	162,341.58	2,519.67
Tender Fees	0.00	5,029.00
Vat Penalty	0.00	190,642.00
Sales & Distribution Expenses		
Business Promotion	66,825.00	67,152.00
Quantity Discount	665,417.00	0.00
Freigh Outward	892,803.00	1,399,464.58
Cash Discount	2,083,127.00	99,014.00
TOTAL: OTHER EXPENSES	**20,903,225.58**	**25,487,722.77**
Payment to Auditor Includes		
As auditor	29,000.00	29,000.00
Expenditure in Foreign Currency		
Travelling Expense	0.00	0.00

NOTES No. 26. EARNINGS PER EQUITY SHARE :

	2016-17 Amount `	2015-16 Amount `
Total operations for the year		
Profit/(loss) after tax	4,259,143.56	3,642,635.50
Less: Dividends on convertible preference share & tax thereon	0.00	0.00
Net profit/(loss) available for equity shareholders	4,259,143.56	3,642,635.50
Weighted average number of equity shares in calculating basic EPS	1,800,000.00	1,800,000.00
Weighted average number of equity shares in calculating diluted EPS	1,800,000.00	1,800,000.00
Earning Per Share:		
(1) Basic.	2.37	2.02
(2) Diluted.	2.37	2.02

NOTES No. 27. CONTINGENT LIABILITIES :

27.1 No provision has been made for gratuity as no employee has yet completed the years in service for the entitlement of the benefits.

27.2 No provision has been made for leave encahsment as the quantum of the liability is not reasonably ascertainable due to the availability of leave encashment benefit and availment of leave any time during the service period of the employees.

VERA SYNTHETIC PVT. LTD.

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

NOTES No. 28. RELATED PARTY DISCLOSURES :

Disclosure of Transactions with related parties as required under Accounting Standard AS 18 on Related Party disclosures issued by The Institute of Chartered Accountants of India are given below :

A) The related parties where common control exists :

i) Details of Key Management Personnel :

Directors :

1 Sunil D Makwana
2 Naginbhai D Makwana

ii) Transactions with the enterprise in which significant influence is exercised by Key Management Personnel during the year:

i) With whom transactions have taken during the year :

1 Vera Industries
2 Vera Nets Pvt Ltd
3 Suraj Filaments Pvt Ltd

ii) Relatives Of Key Management Personnel :

1 Sunilbhai D Makwana
2 Devjibhai P Makwana
3 Naginbhai D Makwana
4 Sheebaben Y Makwana
5 Narottmabhai Sarvaiya

iii) The following transaction were carried out with related parties in the ordinary course of the business:

Nature of Transaction	With Key Mgmt Personnel		With Related Eneterprises		With Related Parties.	
	2016-17 Rs.	2015-16 Rs.	2016-17 Rs.	2015-16 Rs.	2016-17 Rs.	2015-16 Rs.
Purchas of Goods	0	0	14,240,000	0	0	0
Sales of Goods	0	0	21,524,402	18,870,000	0	0
Salary/Remuneration	78,00,000	24,00,000	0	0	0	18,00,000
Job work Exp	0	0	0	75,93,682	0	0
Interest Paid	0	0	0	0	0	0
Loan Advances	0	0	5,62,95,692	64,04,252	1,173,919	0
Loan Recovered	0	0	4,51,13,059	64,04,252	0	0
Balance Payable	12,73,096	18,420	0	0	0	0
Balance Receivable	0	1,119,631	22,051,619	0	0	0
Net Loan Taken During the year	0	0	0	0	0	0
Net Loan Re-paid During the year	0	0	0	0	0	0

NOTES No. 29. CASH IN HAND DISCLOSURE FOR THE PERIOD: :

Details of Cash in Hand Disclosures for the period from 08.11.2016 to 30.12.2016:

Partirulars	SBNs	Other Denomination Notes	Total
Closing cash in hand as on 8-11-2016	32,000	289,799	321,799
(+) Permitted receipts	0	100,000	100,000
(-) Permitted payments	0	10,287	10,287
(-) Amount deposited in Banks	32,000	280	32,280
Closing cash in hand as on 30-12-2016	0	379,232	379,232

NOTES No. 30. OTHER NOTES :

30.1 In the opinion of the Board of Directors, the current assets, loans and advances are approximately of the same value if realised in the ordinary courses of business and the provision for all known liabilities is adequately made and not in excess of the amount reasonably consider necessary.

30.2 The figures and groupings of the previous year are re-grouped/reclassified whenever necessary so as to make them comparable with the current year.

VERA SYNTHETIC PVT. LTD.

SUB-GROUPING FORMING PART OF NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

Sr No	Particulars	Amount Rs.	Amount Rs.
NOTES No. 6. TRADE PAYABLES :			
	SUNDRY CREDITOR FOR EXPENSE		
	AMIT INDUSTIRES	297792.00	
	DEVANG N PAREKH	12500.00	
	KANPUR EARTH GOODS TRANSPORT CO	335180.00	
	MANOJKUMAR P GOHIL	3300.00	
	NAGINBHAI D MAKWANA	1199845.76	
	SUNIL D MAKWANA	110409.00	
	PRADYUMAN N MEHTA	15000.00	
	S VORA & ASSOCIATES	117200.00	
	TANVI ENTERPRISE	298980.00	
	UTTAM ENTERPRISE	253440.00	
	TOTAL OF . TRADE PAYABLES :		**2643646.76**
NOTES No. 7. OTHER CURRENT LIABILITIES :			
	CURRENT MATURITIES OF LONG TERM DEBT		
	HDFC Car Loan	109739.00	
		109739.00	
	ADVANCES FROM CUSTOMERS		
	ADITYA JAWAHAR	100000.00	
	FINE EDGE ENTERPRISE	505000.00	
	HARMILAP SYNTHETIC	555036.00	
	HSM INDIA PVT LTD	322000.00	
	SHREE SHYAM SYNTHETIC	250000.00	
	SURAJ INDUSTRIES	169766.00	
	SAINATH ENTERPRISE	17977019.00	
	ALISHA AGENCIES	686294.00	
	VIMAL NETS	154932.00	
	STAR TRADING	65885.00	
	SHANKAR ENTERPRISE	3252.00	
	SRI VINAYAGA THREADS	11105.00	
	TOTAL.....	20800289.00	
	STATUTORY LIABILITES		
	TDS PAYABLE ON SALARY 192B	455000.00	
	VAT PAYABLE	445864.49	
	PROFESSIONAL TAX PAYABLE	452830.00	
	PROVIDENT FUND PAYABLE	297221.00	
	TOTAL.....	1650915.49	
	OTHER LIABILITES		
	WAGES & SALARY PAYABLE	1385036.00	
		1385036.00	
	TOTAL OF . OTHER CURRENT LIABILITIES :		**23945979.49**

NOTES No. 11. LONG TERM LOANS AND ADVANCES :

SECURITY DEPOSITS

DGFT		1000.00
EMD IFFCO NEW DELHI		500.00
INDIAN FARMERS FERTILIZER COOP LTD		100000.00
NSC NO 31EE 373191 LIEN		10000.00
ONGC PETROADDITION LTD		200000.00
PGVCL DEPOSITE		1292710.00
INTEREST RECEIVABLE ON PGVCL DEPOSIT		90166.03
	TOTAL.....	1694376.03

LOANS & ADVANCES TO RELATED PARTIES

DEVJIBHAI MAKWANA HUF		135356.00
DEVJIBHAI P MAKWANA		1038563.00
VERA INDUSTRIES		8223677.73
SHIV SYNTHETICS		61508.00
VERA NETS PVT LTD		11834587.00
		21293691.73

LOANS & ADVANCES TO OTHERS

INTEREST RECEIVABLE		60965.47
	TOTAL.....	60965.47

TOTAL OF TERM LOANS AND ADVANCES : **23049033.23**

NOTES No. 13. TRADE RECEIVABLES :

OUTSTANDING FOR MORE THAN 6 MONTHS

1	HIRPARA POLY PRODUCT PVT LTD	631827.00
2	AYYA VAIKUNDAR TRADERS	2391359.00
3	DHANGAVRY FISHNET	283874.00
4	MANAGER (STORES) IFFCO PHULPUR UNIT	1668780.52
5	MANAGER STORE IFFCO AONLA UNIT	47050.00
6	SAFETY NETWORK HOUSE	1148093.00
7	SURYA SYNPACKS PVT LTD	619346.00
8	SURYA SYNPACKS PVT LTD (RAJASTHAN)	1117087.00
9	VEER PACKAGING	8647.00
	TOTAL.....	7916063.52

OTHERS

1	ABDULLABHAI ABDULHUSAIN PETIWALA	20322.00
2	ADITI ENTERPRISES	28012.00
3	BHARAT FISHING NET	44124.00
4	CHINTAMANDAS MANGILAL JAIN	119981.00
5	DECENT ROPE MART	155609.00
6	DURGADUTT TRADERS PVT LTD	75295.00
7	GUJARAT FISHER CENTRAL CO OP ASSO.	81805.00
8	GAJANAND FISHNET	1582624.40
9	GEO SOURCE	229685.00
10	GOLDEN LACE HOUSE	100938.00
11	JALARAM THREAD MILLS	33190.00
12	KOKAN ENTERPRISE	266450.00
13	MADHAV NET AGENCY	234710.00
14	MALLESHWAR PLASTIC	187548.00

15	MANAGER STORES IFFCO AONLA UNIT		55320.00
16	MARSH INDUSTRIES		890760.00
17	PADIKKALAKANDI AGENCIES		848390.00
18	PARMAR POLYMERS		77043.00
19	PATRA ENTERPRISES		700988.00
20	PRINCE ENTERPRISES		165116.00
21	SAGAR ROPES & NETTING SOLUTIONS		591044.00
22	SAHU AND SONS		187041.00
23	SHRENIK RAJA INDUSTRIES		323659.00
24	SRI JAI KRISHNA TRADERS		347112.00
25	SURAJ FILAMENTS PVT LTD		79000.00
26	SURYA SYNPACKS PVT LTD		1843113.00
27	SURYA SYNPACKS PVT LTD (RAJASTHAN)		122049.00
28	TIRUPATI SYNPACKS PVT LTD		445095.00
29	UMESH AGRO ROPES		194088.00
		TOTAL.....	10030111.40

TOTAL OF TRADE RECEIVABLES : **17946174.92**

NOTES No. 15. SHORT-TERM LOANS AND ADVANCES :

ADVANCE TO SUPPLIERS OF GOODS & SERVICES.

1	GAIL LTD	25000.00
2	GUJARAT PICKERS INDIA LTD	1900.00
3	HPCL MITTAL ENERGY LTD	69900.00
4	INDIAN OIL CORPORATION LTD	339700.00
5	JEYALETSHMI MACHINE WORKS	1250000.00
6	NATIONAL MACHINERY	94080.00
7	OM EXIM SERVICE	36350.00
8	TAIZHOU WINSTRONG IMPORT EXPORT CO	5832594.00
9	YUNI CORD INDUSTRIES	5000.00

TOTAL OF SHORT-TERM LOANS AND ADVANCES : **7654524.00**