



## AUDITOR'S CERTIFICATE

We have verified the above Cash Flow Statement of ITL Industries Limited derived from the financial statement for the year ended 31st March, 2014 and found the same to be in accordance therewith and also with the requirements of Clause 32 of the Listing agreement with Stock Exchanges.

For MAHAVEER M JAIN AND CO.  
(Chartered Accountants)

MAHAVEER K. JAIN  
(Proprietor)  
Membership No : 70966  
Reg No. :001749C

Date : 30/05/2014  
Place : INDORE

STATEMENT PURSUANT TO SECTION 312 OF THE COMPANIES  
ACT, 1956 RELATING TO SUBSIDIARY COMPANIES

1	Name of the Subsidiary	Dimart Engineering Pvt. LTD.	M.M. Metals Pvt. Ltd.
2	Number of Shares in the Subsidiary Company held by ITL Industries Ltd.		
	(a) Equity Shares	40000	21500
	(b) Equity Holding	80%	89.58%
3	The Net Aggregate of Profits / (Losses) of the Subsidiary Company for its Financial year so far as they concern Member of ITL Industries Ltd. :-		
	(a) Dealt with in the Accounts of ITL Industries Ltd. for the year ended 31/03/2014	NIL	NIL
	(b) Not Dealt with in the Accounts of ITL Industries Limited for the year ended 31/03/2014 (Net of Taxes)	2.10 Lacs	NIL
4	The Net Aggregate of Profits / (Losses) of the Subsidiary Company for the previous financial year so far as they concern the Member of ITL Industries Ltd. :-		
	(a) Dealt with in the Accounts of ITL Industries Ltd. upto year ended 31/03/2013	NIL	NIL
	(b) Not Dealt with in the Accounts of ITL Industries Ltd. upto year ended 31/03/2013	0.20 Lacs	NIL

**Note:** As the financial year of the Company coincide with the financial year of the holding Company, Section 212(5) of the Companies Act, 1956, is not applicable.



## DIRECTOR'S REPORT

To  
The Members,  
**Dimart Engineering Pvt. Ltd,**  
Indore

Dear Shareholders,

Your Directors have pleasure in presenting the 5th Annual Report on the business and operations of the Company and Audited Statement of Accounts of the Company for the year ended 31st March, 2014.

### Financial Results

The Company has earned net profit of Rs.2.10 lacs out of agricultural activities undertaken by the Company during the year.

### Dividend

The Company has not declared any dividend.

### General Review

The Company has commenced its business operations of Agricultural activities through Greenhouse Project. However, the earlier planned project to establish an Industrial unit has still been kept on hold in view of the overall market scenario.

### Acceptance of Deposits

The Company has neither accepted nor invited any deposits in contravention of the provisions of section 58-A of Companies Act, 1956 and the rules made there under, during the year under review.

### Particulars of Employees

None of the employee of the company received remuneration in excess of the limit specified u/s 217 (2A) of the Companies Act, 1956.

### Directors

During the year there has been no change in the constitution of Board of Directors.

### Disclosure of Particulars with respect of Conservation of Energy

The details as required by Companies (Disclosure of particulars in Report of Board of Directors) Rules, 1988 for conservation of Energy, Technology Absorption and Foreign Exchange earnings and outgo are not applicable to the Company, having regard to the nature of business of the Company.

### Director Responsibility Statement

Pursuant to section 217(2AA) of the Companies Act, 1956, the Directors confirm that:

1. In presentation of the annual accounts, the applicable standards have been followed along with proper explanation relating to material departures;
2. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of your Company at the end of the financial year and of the profit of the Company for that period;
3. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of your Company and for preventing and detecting fraud and other irregularities;
4. The Directors have prepared the annual accounts on a going concern basis.

### Auditors

M/s Mahaveer M. Jain & Co., Chartered Accountants, retiring auditor is eligible for re-appointment and offers them for reappointment.

### Appreciation

We wish to place on record our deep and sincere appreciation for the contribution made by the workers, staff and executives to the performance of the Company.

**For and On behalf of the Board**

**(Rajendra Singh Jain)**  
Director

**(Mahendra Singh Jain)**  
Director

Date : 30.05.2014  
Place : Indore



### Independent Auditor's Report

To  
The Members of  
Dimart Engineering Private Limited

#### Report on the Financial Statements

We have audited the accompanying financial statements of **DIMART ENGINEERING PVT LTD**, (“the company”) which comprise the Balance Sheet as at 31/03/2014, the Statement of Profit and Loss and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### Management Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of financial position, financial performance and cash flow of the company in accordance with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act 1956 (“the Act”) read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of financial statements that give a true and fair view and are free from material misstatements, 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 conducted our audit in accordance with the standards on auditing issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosure in the financial statements. The procedure selected depend upon auditor's judgement, including the assessment of the risk of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessment, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedure that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of financial statements.

We believe that audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in case of the Balance Sheet, of the state of affairs of the Company as at 31/03/2014;
- (b) in case of Statement of Profit and Loss, of the Profit for the year ended on that date;
- (c) in 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, 2003 (“the order”) issued by Central Government of India in terms of sub-section (4A) of section 227 of the Act, We give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the order.
2. As required by section 227(3) of the Act, we report that:
  - a. We have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b. In our opinion proper books of account as required by Law have been kept by the Company so far as appears from our examination of those books;
  - c. the Balance Sheet, Statement of Profit and Loss, and cash flow statement dealt with by this Report are in agreement with the books of account;
  - d. In our opinion, the Balance Sheet, Statement of Profit and Loss, and cash flow statement comply with the Accounting Standards referred to in sub-section(3C) of section 211 of the Companies Act, 1956, read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013;
  - e. On the basis of written representations received from the directors as on 31/03/2014 and taken on record by the Board of Directors, none of the director is disqualified as on 31/03/2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For **MAHAVEER M JAIN AND CO.**  
(Chartered Accountants)

**MAHAVEER K. JAIN**  
(Proprietor)  
Membership No : 70966  
Reg No. : 001749C

Date : 30/05/2014  
Place : INDORE



## ANNEXURE TO THE AUDITORS' REPORT

The Annexure referred to in paragraph 1 of the Our Report of even date to the members of Dimart Engineering Private Limited on the accounts of the company for the year ended 31st March, 2014.

**On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:**

**1. In respect of its fixed assets:**

- (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals; No material discrepancies were noticed on such verification.
- (c) In our opinion and according to the information and explanations given to us, no substantial part of fixed assets have been disposed off during the year, and it has not affected the going concern.

**2. In respect of its inventories:**

- (a) As explained to us, physical verification of inventory has been conducted at reasonable intervals by the management.
- (b) In our opinion and according to the information and explanations given to us, procedures for physical verification of inventory followed by the management is reasonable and adequate in relation to the size of the company and the nature of its business. There are no inadequacies in such procedures that should be reported.
- (c) In our opinion and on the basis of our examination of the records, the company is generally maintaining proper records of inventory. No material discrepancies were noticed on physical verification.

**3. In respect of loans granted and taken to / from parties covered in the register maintained u/s 301 of the Companies Act, 1956.**

- (a) The company has not granted loan to any companies, firms and other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- (b) N.A.
- (c) N.A.
- (d) N.A.
- (e) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has taken loans/advances from companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 2,56,48,132/- and the year end balances of loans/advances taken from such parties was Rs. 2,44,59,357/-.
- (f) In our opinion and according to the information and explanations given to us, the rate of interest and other terms and conditions for such loans are not prima facie prejudicial to the interest of the company..
- (g) In respect of loans taken from ITL Industries Limited (The holding Company), no terms for repayment of principal and interest have been specified. The company is regular in repayment of loan as & when asked by the Holding Company.

**4. In respect of internal control**

In our opinion and according to the information and explanations given to us, there is adequate internal control system 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 services. During the course of audit, We have not observed continuing failure to correct major weaknesses in internal control system.

**5. In respect of contracts or arrangements need to be entered into a register maintained u/s 301 of the Companies Act, 1956**

- (a) Based on the audit procedures applied by us and according to the information and explanations provided by the management, the particulars of contracts or arrangements referred to in section 301 of the Act have been entered in the register required to be maintained under that section.
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 are made at price which are reasonable having regard to prevailing market prices at the relevant time.

**6. In respect of deposits from public**

No deposits within the meaning of Sections 58A and 58AA or any other relevant provision of the Act and rules framed there under have been accepted by the Company.

**7. In respect of internal audit system**

As per information & explanations given by the management, the provisions for internal audit are not applicable to the company.

**8. In respect of maintenance of cost records**

As per information & explanations given by the management, provisions for maintenance of cost records as prescribed by the



Central Government under clause (d) of sub-section (1) of section 209 of the Act are not applicable to the company.

9. In respect of statutory dues

- (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, Cess and other material statutory dues applicable to it.
- (b) According to the records of the Company, there are no dues of Income tax, sales tax, customs duty, wealth tax, service tax, excise duty, sales tax and cess that have been not been deposited on account of disputes,

**10. In respect of accumulated losses and cash losses**

The company does not have any accumulated losses at the end of the financial year and has not incurred cash losses in the financial year and in the immediately preceding financial year.

**11. In respect of dues to financial institution / banks / debentures**

Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institution or bank.

**12. In respect of loans and advances granted on the basis of security**

According to the information and explanations given to us and based on the documents and records produced to us, the company has not granted loans and advances on the basis of security by way of pledge of shares debentures and other securities.

**13. In respect of provisions applicable to Chit fund**

The Company is not a chit fund or a nidhi or mutual benefit fund/society. Therefore the provisions of clause 4(xiii) of the Order are not applicable to the company.

(a) N.A.

(b) N.A.

(c) N.A.

(d) N.A.

**14. In respect of dealing or trading in shares, securities, debentures and other investment**

According to information and explanations given to us the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly the provisions of clause 4(xiv) of the order are not applicable to the company.

**15. In respect of guarantee given for loans taken by others**

According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.

**16. In respect of application of term loans**

To the best of our knowledge and belief and according to the information and explanations given to us, term loans availed by the company were, prima facie, applied by the company during the year for the purpose for which the loans are obtained.

**17. In respect of fund used**

According to the information and explanations given to us and on overall examination of the balance sheet and cash flow statement of the company, we report that no funds raised on short-term basis have been used for long-term investment.

**18. In respect of preferential allotment of shares**

Based on the audit procedures performed and the information and explanations given to us by the management, we report that the Company has not made any preferential allotment of shares during the year.

**19. In respect of securities created for debentures**

The company did not have any outstanding debentures during the year.

**20. In respect of end use of money raised by public issues**

The company has not raised any money from the public during the year under audit.

**21. In respect of fraud**

Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.

**For MAHAVEER M JAIN AND CO.**  
(Chartered Accountants)

**MAHAVEER K. JAIN**  
(Proprietor)

Membership No : 70966  
Reg No. : 001749C

Date : 30/05/2014  
Place : INDORE



## BALANCE SHEET AS AT 31 MARCH, 2014

(Amount in `)

	Particulars	Note No.	Amount As At 31.03.2014	Amount As At 31.03.2013
<b>A</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Shareholders' funds</b>			
	(a) Share capital	3	500,000	500,000
	(b) Reserves and surplus	4	322,228	112,693
<b>2</b>	<b>Non Current Liabilities</b>			
	(a) Long-term borrowings	5	2,526,387	4,082,800
<b>3</b>	<b>Current liabilities</b>			
	(a) Short-term borrowings	6	24,315,057	25,030,057
	(b) Trade payables	7	0	0
	(c) Other current liabilities	8	1,403,328	1,846,103
	<b>TOTAL</b>		<b>29,067,000</b>	<b>31,571,653</b>
<b>B</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non-current assets</b>			
	(a) Fixed assets			
	Tangible assets	9	28,549,176	29,039,239
	(b) Long-term loans and advances	10	1,200	1,200
	(c) Other Non- Current Assets	11	25,080	1,136,507
<b>2</b>	<b>Current assets</b>			
	(a) Inventory (WIP at Cost)		0	775,000
	(b) Cash and cash equivalents	12	491,544	191,495
	(b) Sundry Debtors	13	0	428,000
	(c) Short-term loans and advances	14	0	212
	<b>TOTAL</b>		<b>29,067,000</b>	<b>31,571,653</b>
	<b>Corporate Information &amp; Significant accounting policies</b>	<b>1 to 2</b>		
	<b>Notes on financial statements</b>	<b>3 to 22</b>		

The notes are an integral part of these financial statements.

For and on behalf of the Board of Directors

(RAJENDRA SINGH JAIN)  
DIRECTOR

(MAHENDRA SINGH JAIN)  
DIRECTOR

In terms of our report attached  
FOR MAHAVEERM. JAIN & CO.  
CHARTERED ACCOUNTANTS

(Mahaveer K. Jain)  
Proprietor

DATED : 30/05/2014  
PLACE : INDORE



## STATEMENT OF PROFIT &amp; LOSS FOR THE YEAR ENDED 31st MARCH, 2014

(Amount in `)

Particulars	Note No.	For the Year ended 31st March, 2014	For the Year ended 31st March, 2013
<b>A CONTINUING OPERATIONS</b>			
Revenue from Operations (Gross)			
Sales of vegetables/Fruits		1,893,600	817,000
<b>Total revenue</b>		<b>1,893,600</b>	<b>817,000</b>
<b>Expenses</b>			
(a) Agricultural Expenses	15	24,452	294,413
(b) Employee benefits expense	16	0	7,113
(c) Depreciation and amortisation expense	9	268,520	0
(d) Other expenses	17	616,093	30,860
(e) Changes in inventories of finished goods, work-in-progress and stock-in-trade		775,000	464,160
<b>Total expenses</b>		<b>1,684,065</b>	<b>796,546</b>
Profit / (Loss) before exceptional and extraordinary items and tax (2 - 3)		209,535	20,454
Exceptional items		0	0
Profit / (Loss) before extraordinary items and tax (4 ± 5)		209,535	20,454
Extra Ordinary items		0	0
Profit / (Loss) before tax (6 ± 7)		<b>209,535</b>	<b>20,454</b>
Tax expenses:			
(a) Current tax expense for current year		0	0
(b) (Less): MAT credit (where applicable)		0	0
(c) Net current tax expenses		0	0
(d) Deferred tax		0	0
Profit / (Loss) from continuing operations (8 + 9)		<b>209,535</b>	<b>20,454</b>
<b>B DISCONTINUING OPERATIONS</b>		0	0
<b>i</b> Profit / (Loss) from discontinuing operations (before tax)		0	0
<b>ii</b> Gain / (Loss) on disposal of assets / settlement of liabilities attributable to the discontinuing operations		0	0
<b>iii</b> Add / (Less): Tax expense of discontinuing operations			
(a) on ordinary activities attributable to the discontinuing operations	0	0	
(b) on gain/(loss) on disposal of assets / settlement of liabilities		0	0
Profit / (Loss) from discontinuing operations (11.i + 11.ii + 11.iii)		0	0
Profit / (Loss) for the year (10 + 12)		<b>209,535</b>	<b>20,454</b>
Earning Per Share	20	4.19	0.41
<b>Corporate Information and Significant accounting policies</b>	<b>1 to 2</b>		
<b>Notes on financial statements</b>	<b>3 to 22</b>		

The notes are an integral part of these financial statements.  
In terms of our report attached.

For and on behalf of the Board of Directors

(RAJENDRA SINGH JAIN)  
DIRECTOR

DATED : 30/05/2014  
PLACE : INDORE

(MAHENDRA SINGH JAIN)  
DIRECTOR

FORMHAVEER M. JAIN & CO.  
CHARTERED ACCOUNTANTS

(Mahaveer K. Jain)  
Proprietor



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31.03.2014**

NOTE	PARTICULARS
<b>1</b>	<b>Corporate Information</b> Dimart Engineering Private Limited is engaged in agricultural activities . Growing Vegetables & other Crops under Poly house with the aid of new Techniques is the main activity undertaken by the Company. Registered office of the company is situated at 305, Samyak Tower, 16/3, Old Palasia, Indore 452 001 (M.P.)
<b>2</b>	<b>Significant accounting policies</b>
<b>2.1</b>	<b>Basis of accounting and preparation of financial statements</b> The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on accrual basis under the historical cost convention . The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.
<b>2.2</b>	<b>Use of estimates</b> The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialised.
<b>2.3</b>	<b>Inventories</b> Inventories are valued at cost. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges.
<b>2.4</b>	<b>Depreciation and amortisation</b> Depreciation has been provided on the straight-line method as per the rates prescribed in Schedule XIV to the Companies Act, 1956 . The Company has not commenced its business activities during the year, hence no provision for Depreciation has been made in accounts.
<b>2.5</b>	<b>Revenue recognition</b> <b>Sale of goods / services:</b> Sales of Goods is recognized on transfer of significant risks and rewards of ownership to the buyer.
<b>2.6</b>	<b>Tangible fixed assets</b> Fixed assets are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Exchange differences arising on restatement / settlement of long-term foreign currency borrowings relating to acquisition of depreciable fixed assets are adjusted to the cost of the respective assets and depreciated over the remaining useful life of such assets. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant assets. Subsequent expenditure relating to fixed assets is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.
<b>2.7</b>	<b>Employee benefits</b> Employee benefits include salary and other allowances to which the employee is entitled.
<b>2.8</b>	<b>Segment reporting</b> The company has no sales except sale of agricultural product in India and such there are no reportable geographical segments.
<b>2.9</b>	<b>Earnings per share</b> Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year.





## 2.10 Taxes on income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised.

## 2.11 Treatment of Prior Period and Extra Ordinary Items

Any material (other than those arising out of over/ under estimation in earlier years) arising as a result of error or omission in preparation of earlier years' financial statements are separately disclosed.

## 2.12 Provisions, Contingent liabilities and Contingent Assets

A provision is made based on reliable estimate when it is probable that an outflow or resources embodying economic benefits will be required to settle an obligation. Contingent liabilities, if material, are disclosed by way of notes to accounts. Contingent assets are not recognized or disclosed in the financial statements.

### Note No. 3 : Share capital

(Amount in `)

Particulars	As at 31st March, 2014	As at 31st March, 2013
(a) Authorised 50000 (Previous Year 50000) Equity shares of ` 10/- each with voting rights	500,000	500,000
(b) Issued 50000 (Previous Year 50000) Equity shares of ` 10/- each with voting rights	500,000	500,000
(c) Subscribed and fully paid up 50000 (Previous Year 50000) Equity shares of ` 10/- each with voting rights	<b>500,000</b>	<b>500,000</b>

### Details of Shares held by Shareholders holding more than 5% of the Aggregate shares in the company

Name	Shares	Percentage	As at 31st March, 2014 (No. of Shares)	As at 31st March, 2013 (No. of Shares)
1. ITL Industries Limited (Holding Company)	40000 Shares	80%	<b>40,000</b>	40,000
2. Shri Rajendra Singh Jain	5000 Shares	10%	<b>5,000</b>	5,000
3. Shri Mahendra Singh Jain	5000 Shares	10%	<b>5,000</b>	5,000

### Note 4 :

#### Reserves and Surplus

(Amount in `)

Particulars	As at 31st March, 2014	As at 31st March, 2013
(a) Surplus / (Deficit) in Statement of Profit and Loss		
Opening Balance	112,693	92,239
Add: Profit / (Loss) for the year	209,535	20,454
Less : Amount transferred to General Reserve	-	-
Closing Balance	322,228	112,693
<b>TOTAL</b>	<b>322228</b>	<b>112693</b>



(Amount in `)

Particulars	As at 31 March, 2014	As at 31 March, 2013
<b>Note 5 :</b>		
<b>Long-term borrowings</b>		
(a) Term loans		
From banks		
Secured		
From Bank of Baroda (Ag. Hypn. Of Crops, Plant & Machinery & Mortgage of 2.218 Acres of Agri-Land ) Repayable in 10 Half yearly Instalments of ` 5.83 Lacs each and last of such Instalment of ` 5.85 Lacs, w.e.f. Jan 2013)	3,692,387	5,248,800
Less: Transferred to Current Maturities of Long Term Debts	<u>1,166,000</u>	<u>1,166,000</u>
<b>TOTAL</b>	<b>2,526,387</b>	<b>4,082,800</b>
<b>Note 6 :</b>		
<b>Short-term borrowings</b>		
(a) Loans and advances from related parties		
Unsecured		
From Shri Mahendra Singh Jain	15,350	15,350
From Shri Rajendra Singh Jain	15,350	15,350
From ITL Industries Ltd.(Holding Company)	<u>24,284,357</u>	<u>24,999,357</u>
<b>TOTAL</b>	<b>24,315,057</b>	<b>25,030,057</b>
<b>Note 7 :</b>		
<b>Trade Payable</b>		
Sundry Creditors	-	-
<b>TOTAL</b>	<b>-</b>	<b>-</b>
<b>Note 8 :</b>		
<b>Other current liabilities</b>		
(a) Current maturities of long-term debt	1,166,000	1,166,000
(b) Interest accrued but not due on borrowings	0	0
(c) Other payables		
(i) Payables on purchase of fixed assets	198,828	672,603
(ii) Contractually reimbursable expenses	38,500	7,500
Outstanding Expenses		
<b>TOTAL</b>	<b>1,403,328</b>	<b>1,846,103</b>

**Note 9 : Fixed Assets**

(Amount in `)

(A) Tangible assets Owned by the Company	Gross block				Accumulated depreciation and impairment			Net Block	
	Balance as at 1 April, 2013	Additions during the year	Less Subsidy received	Balance as at 31 March, 2014	Balance as at 1 April, 2013	Depreciation / amortisation expense for the year	Balance as at 31 March, 2014	Balance as at 31 March, 2014	Balance as at 31 March, 2013
(a) Buildings (Agri. Building & fencing, Tubewell, etc.)	914,705	134,465	171,507	877,663	0	14,149	14,149	863,514	914,705
(b) Agricultural Plant & Machinery	5,643,050	829,547	1,058,071	5,414,526	0	254,371	254,371	5,160,155	5,643,050
(c) Agricultural Land	21,963,500	0		21,963,500	0	0	0	21,963,500	21,963,500
(d) Agricultural Land Development	517,984	141,145	97,122	562,007	0	0	0	562,007	517,984
<b>Total</b>	<b>29,039,239</b>	<b>1,105,157</b>	<b>1,326,700</b>	<b>28,817,696</b>	<b>0</b>	<b>268,520</b>	<b>268,520</b>	<b>28,549,176</b>	<b>29,039,239</b>
<b>Previous Year</b>	<b>28,399,061</b>	<b>640,178</b>		<b>29,039,239</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>29,039,239</b>	

Note : The additions to fixed assets represent apportionment of pre-operative expenses upon commencement of the project.



(Amount in `)

Particulars	For the year ended March, 2014	For the year ended March, 2013
<b>Note 10 :</b>		
<b>Long-term loans and advances</b>		
(a) Security deposit		
Unsecured, considered good		
Deposit With MPEB	1,200	1,200
<b>TOTAL</b>	<b>1,200</b>	<b>1,200</b>
<b>Note 11 :</b>		
<b>Other Non- Current Assets</b>		
(a) Unamortised expenses		
(i) Preliminary Expenses	25,080	31,350
(ii) Preoperative Expenses	0	1,105,157
<b>TOTAL</b>	<b>25,080</b>	<b>1,136,507</b>
<b>Note 12 :</b>		
<b>Cash and cash equivalents</b>		
(a) Cash in hand	89,944	171,584
(b) Balances with banks		
(i) In current accounts	401,600	19,911
(ii) in Deposit a/c with BOB (Interest Free FDR for subsidy) 1326700.00		
Less : Term Loan with BOB (against subsidy received) 1326700.00	0	0
<b>TOTAL</b>	<b>491,544</b>	<b>191,495</b>
<b>Note 13 :</b>		
<b>Sundry Debtors</b>		
Trade Receivables outstanding for a period exceeding 6 Months	0	210,000
Other Trade Receivables	0	218,000
(Both Unsecured & considered good)		
<b>TOTAL</b>	<b>0</b>	<b>428,000</b>
<b>Note 14 :</b>		
<b>Short-term loans and advances</b>		
(a) Prepaid expenses - Unsecured, considered good		
Prepaid Expenses	0	0
(b) Unsecured, considered good		
Temporary Advance	0	212
<b>TOTAL</b>	<b>0</b>	<b>212</b>
<b>Note 15 :</b>		
<b>Agricultural Expenses</b>		
Rent of Land	15,000	15,000
<b>Cultivation Expenses</b>		
Cocopeat	0	132,000
Labour Pot Filling	0	99,065
Plant Protection Expenses	0	-23,648
Pots for Growing	0	35,701
Rope and Plant Support material	0	-23,857
Plant Testing Expenses	0	7,000
<b>Man Power</b>		
Skilled/Unskilled labour	0	5,750
<b>Utility Bills</b>		
Electric Bill	9,452	25,252
Fuel	0	10,600
Transportation	0	11,550
<b>TOTAL</b>	<b>24,452</b>	<b>294,413</b>



(Amount in `)

Particulars	For the year ended 31st March, 2014	For the year ended 31st March, 2013
<b>Note 16 :</b>		
<b>Employee benefits expense</b>		
Salaries and wages	0	7,113
<b>TOTAL</b>	<b>0</b>	<b>7,113</b>
<b>Note 17 :</b>		
<b>Other Expenses</b>		
Filing fees to Registrar of Companies	600	600
Payments to Auditors (Refer Note (i) below)	10,000	10,000
Bank Charges	5,225	1,270
Interest paid to Bank	587,706	0
Legal & Professional Charges	6,292	6,292
Preliminary Expenses written off	6,270	0
Miscellaneous Exp.	0	12,698
<b>TOTAL</b>	<b>616,093</b>	<b>30,860</b>
Notes (I)		
(i) Payments to the auditors comprises (net of service tax input credit, where applicable):		
As Auditors - Statutory Audit	7,500	7,500
For taxation matters	2,500	2,500
<b>TOTAL</b>	<b>10,000</b>	<b>10,000</b>
<b>Note 18 :</b>		
<b>Related Party disclosures:</b>		
<b>1. Mahaveer Krishi Kendra Pvt. Ltd.</b>		
Rent of Land	15,000	15,000
Outstanding Balance	15000 (Cr.)	123775 (Cr.)
<b>2. ITL Industries Ltd. (Holding Co. having 80% Stake)</b>		
Loan Received	24,284,357	24,999,357
<b>3. Shri Mahendra Singh Jain(Director)</b>		
Loan Received ( Preliminary Expenses )	15,350	15,350
<b>4. Shri Rajendra Singh Jain(Director)</b>		
Loan Received ( Preliminary Expenses )	15,350	15,350
<b>5. Fresh Line Agro LLP</b>		
Rent received for use of Land (Cr)	0	60,000
Advance for Purchase of Equipments	0	585,000
Outstanding Balance	175000 (Cr.)	525000 (Cr.)

**Note 19 :****Contingent Liabilities : --- NONE----****Note 20 :****Earning Per Share(Basic/Diluted)**

Net Profit for the year	209,535	20,454
No. of shares	50,000	50,000
Earning Per Share	4.19	0.41

**Note 21 :****Particulars of Amount payable to Small Scale Industries:**

There are no amount payable to Small Scale Industries.

**Note 22 :**

The Company has entered in the field of agriculture, horticulture, etc. as its main activity in terms of special resolution passed in extra ordinary General meeting held on 17th Nov 2011. All the basic structure was developed and plants were sown on trial basis in previous year 2012-13. After successful trial, the said project has been commercialised and project cost has been capitalised in the current year.



**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014  
(PURSUANT TO CLAUSE 32 OF THE LISTING AGREEMENT)**

Amount in `

		Year Ended 31st March, 2014	Year Ended 31st March, 2013
<b>(A) CASH FLOW FROM OPERATING ACTIVITIES :</b>			
Net Profit before Tax and Extra Ordinary Adjustments:		209535	20454
Depreciation for the year		268520	0
Interest Paid		587706	0
Operating Profit before working capital changes		<b>1065761</b>	<b>20454</b>
<b>ADJUSTMENT :</b>			
Trade and other receivables		428000	-428,000
Inventories		775000	464,160
Current Liabilities & Provision		-442775	235,708
Other Non-Current Assets (Unamortised Expenses)		6270	-791,347
Other Current Assets		212	50531
Cash Generated from operation		<b>1832468</b>	<b>-448494</b>
Interest paid		587706	0
Direct Tax paid (Net)		0	0
Cash Flow before extra ordinary adjustments		<b>1244762</b>	<b>448494</b>
Extra Ordinary Items :			
Loss / Profit on Sale of Fixed Assets		0	0
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>Total (A) :</b>	<b>1244762</b>	<b>448494</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES:</b>			
Purchase of Fixed Assets (Net)		0	-640178
Investment made during the year		0	0
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>Total (B) :</b>	<b>0</b>	<b>-640178</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES :</b>			
Proceeds from long Term Borrowings (Net)		-229713	-21439
Proceeds from Short Term Borrowings		-715000	1173080
Dividend / Corporate Dividend Tax paid		0	0
<b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>	<b>Total (C) :</b>	<b>-944713</b>	<b>1151641</b>
<b>NET INCREASE (DECREASE) IN CASH AND EQUIVALENT</b>	<b>Total (A+B+C)</b>	<b>300049</b>	<b>62969</b>
CASH AND CASH EQUIVALENT AS AT 01.04.2013 (Opening Balance)		191495	128526
CASH AND CASH EQUIVALENT AS AT 31.03.2014 (Closing Balance)		491544	191495

For Mahaveer M.Jain &amp; Co.

For and On behalf of the Board

PLACE : INDORE  
DATED : 30.05.2014

(Mahaveer K.Jain)  
Proprietor

(Rajendra Singh Jain )  
Managing Director

(Mahendra Singh Jain)  
Director



## DIRECTOR'S REPORT

To,  
The Members of,  
**M.M. Metals Pvt. Ltd.**  
INDORE (M.P.)

Your Directors presents 2nd Annual Report and the Audited Statement of account after the recall of liquidation and change in the management for the period ended on 31st March, 2014. The Company could not commence its operation during the year, therefore no Profit/Loss Account is prepared.

### DIVIDEND

Company has not declared any dividend.

### THE PARTICULARS OF EMPLOYEES

The Company has not employed any person during the period therefore the provisions of section 217 (2A) of the Companies Act, 1956 does not apply to the Company.

### PUBLIC DEPOSITS

The Company has neither accepted nor invited any deposits in contravention of the provisions of section 58-A of Companies Act, 1956 and the rules made there under.

### DIRECTORS

During the year there has been no change in the constitution of Board of Directors.

### AUDITOR'S REPORT

The Auditor's report to the shareholders does not contain any Reservations Qualifications or adverse remarks.

### DIRECTOR'S RESPONSIBILITY STATEMENT

The Statement as required under Section 217 (2AA) of the Companies Act, 1956 is given in Annexure "A" forming a part of this report.

### AUDITORS

M/s. Mahendra Badjatya & Company, Chartered Accountants, 208, Morya Center, 16, Race Course Road, Indore, Retire at ensuring General Meeting and being eligible, offered themselves for reappointment.

**By Order of the Board**  
**For: M.M. Metals Pvt. Ltd.**

PLACE: INDORE

DIRECTOR

DIRECTOR

DATE : 30/05/2014

## ANNEXURE "A" TO DIRECTOR'S REPORT

Pursuant to the requirement under section 217(2AA) of the Companies Act, 1956 with respect to Directors Responsibility Statement, it is hereby confirmed that:

- (i) In the preparation of the annual accounts for the year ended on 31st March 2014, the applicable accounting standards read with requirements set out under Schedule VI to the Companies Act, 1956 have been followed along with proper explanations relating to material departures;
- (ii) The directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of the affairs of the Company at the end of the financial year;
- (iii) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- (iv) The directors have prepared the annual accounts on a 'going concern' basis.

**By Order of the Board**  
**For: M.M. Metals Pvt. Ltd.**

PLACE: INDORE

DIRECTOR

DIRECTOR

DATE : 30/05/2014



## INDEPENDENT AUDITOR'S REPORT

To  
The Members of  
M.M. Metals Pvt. Ltd.

### REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of M.M. Metals Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2014, and the Cash Flow 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 Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance & cash Flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### 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 31st, 2014; and
- b) In the case of 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, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, We give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
2. As required by section 227(3) of the Act, we report that:
  - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b) In our opinion proper books of account as required by law have been kept by the Company on computer so far as appears from our examination of those books.
  - c) The Balance Sheet and the cash flow statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the Balance Sheet and the Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013.
  - e) On the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

**Statutory Auditors**  
**For: Mahendra Badjatya & Company**  
**Chartered Accountants**  
**FRN- 001457C**

**CA. M.K. Badjatya**  
**Partner**  
**M.NO. 070578**

Date: 30/05/2014  
Place : INDORE



## ANNEXURE TO INDEPENDENT AUDITORS REPORT

### REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING OF 'REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS' OF OUR REPORT OF EVEN DATE:

**1. In Respect of its fixed assets:**

- a) The maintenance of fixed asset register is in progress.
- b) The Company has verified its Fixed Assets at the end of the year, which in our opinion is reasonable having regard to the size of the Company and nature of Assets. We have informed that no material discrepancies were noticed on such verification as compared to book records.
- c) The Company has disposed off certain obsolete, old Plant & Machineries during the year which has no impact on the working of the company.
2. There was no inventory during the year, hence clause (2) is not applicable.
3. a) According to the information and explanation given to us by the management, the Company has taken interest free unsecured loan of ` 1.47 Crores from 1 party (Holding Company) covered under section 301 of the Companies Act, 1956, the maximum outstanding amount of which during the year was ` 1.56 Crores and the year end balance was ` 1.47 crores. The Company has not granted loan to any party covered under section 301 of the Companies Act, 1956.
- b) In our opinion the terms & Conditions of loan taken by the Company is not prima facie prejudicial to the interest of the Company.
4. In our opinion and according to the information and explanations given to us, the Company has adequate internal control procedure commensurate with its size of the Company and the nature of its business for purchase of Inventory and fixed assets and for the sale of goods & services, if any. During the course of audit, no major weakness has been noticed in the internal controls.
5. According to the information and explanation given to us by the management, the Company has not entered into any such transactions.
6. The Company has neither invited nor accepted any deposits from the public during the year. Therefore, the provisions of clause (VI) of paragraph 4 of the order are not applicable to the company.
7. The Company has no internal audit system looking to the size of operations of the Company.
8. There was no business operation during the year, hence no cost records are required to be maintained by the Company u/s 209 (1) (d) of the Companies Act, 1956.
9. According to the records of the Company and according to the information and explanations given to us by the management, the company was not under any obligation to pay any statutory dues during the year.
10. There are no accumulated losses as at 31st March 2014. The Company has not incurred any cash losses during the financial year covered by our audit and immediately preceding financial year.
11. The Company has not taken any loan from financial institution/banks, hence this clause is not applicable.
12. According to the information & explanations given to us and based on the documents and records produced to us, the Company has not granted loans & advances on the basis of security by way of pledge of shares, debentures and other securities.
13. We are informed that the provisions of any special statute applicable to a chit fund or a nidhi or mutual benefit fund / society do not applicable to the Company. Therefore, the provisions of clause (XIII) of paragraph 4 of the order are not applicable to the company.
14. There are no investments held by the Company.
15. According to the information & explanations given to us the Company has not given guarantee against the loan taken by any other party.
16. According to the records of the Company and according to the information and explanations given to us the Company has not raised any term loan during the year.
17. According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for the purpose of long term investments and no long term funds have been used to finance short term assets.
18. According to the information and explanations given to us, the Company has not made any preferential allotment of share to a party covered in the register maintained under section 301 of the Act.
19. According to the information given to us, during the period covered by our audit report, the Company has not issued any debentures.
20. The Company has not raised any money through a public issue during the year.
21. Based upon the audit procedures performed and the information and explanations given to us by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

**Statutory Auditors**  
**For: Mahendra Badjatya & Company**  
**Chartered Accountants**  
**FRN- 001457C**

**CA. M.K. Badjatya**  
**Partner**  
**M.NO. 070578**

**Date: 30/05/2014**  
**Place : INDORE**





**M.M. METALS PRIVATE LIMITED**  
**Balance Sheet as at 31<sup>st</sup> March, 2014**

(Amount in `)

Particulars	Note No.	Amount As At 31.03.2014	Amount As At 31.03.2013
<b>I. EQUITY AND LIABILITIES</b>			
(1) Shareholder's Funds			
Share Capital	1	2400000	2400000
(2) Non Current Liabilities	2	14712184	15608189
(3) Current Liabilities	3	10000	5000
<b>TOTAL</b>		<u>17122184</u>	<u>18013189</u>
<b>II. ASSETS</b>			
(1) Non-Current Assets			
Fixed Assets	4	17100000	18000000
Pre-operative expenditures	5	22184	13189
<b>TOTAL</b>		<u>17122184</u>	<u>18013189</u>

**SIGNIFICANT ACCOUNTING  
POLICIES AND OTHER NOTES ON ACCOUNTS**

6 &amp; 7

As Per our report of even date attached  
Statutory Auditors  
For MAHENDRA BADJATYA & COMPANY  
**CHARTERED ACCOUNTANTS**  
F.R.N. 001457C

FOR AND ON BEHALF OF BOARD

DIRECTOR

DIRECTOR

CA. M.K. Badjatya  
(Partner)  
M.No. 070578

DATED : 30/05/2014

PLACE : INDORE



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31.03.2014**

**NOTE - 1  
SHARE CAPITAL**

(Amount in `)

Particulars	As at 31 March 2014		As at 31 March 2013	
	Number		Number	
<b>Authorised</b>				
Equity Shares of ` 100 each	25000	2500000	25000	2500000
<b>Issued, Subscribed &amp; Paid up</b>				
Equity Shares of ` 100 each fully paid up	24000	2400000	24000	2400000
<b>TOTAL</b>	<b>24000</b>	<b>2400000</b>	<b>24000</b>	<b>2400000</b>

**Note:**

- (i) The Company has only one class of Equity Shares, each equity share is entitled for one vote.  
(ii) Out of the above, 21500 equity shares of ` 100 each are held by ITL Industries Limited, being holding company.

**(II) Reconciliation**

(Amount in `)

Particulars	As at 31 March 2014		As at 31 March 2013	
	Number		Number	
Shares outstanding at the beginning of the year	24000	2400000	24000	2400000
Shares Issued during the year	0	0	0	0
Shares bought back during the year	0	0	0	0
Shares outstanding at the end of the year	24000	2400000	24000	2400000

**(III) Equity Shareholder holding more than 5%**

(Amount in `)

Particulars	As at 31 March 2014		As at 31 March 2013	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
ITL Industries Limited (Holding Company)	21500	89.58	21500	89.58
Smt. Meena Jain	1250	5.21	1250	5.21
Shri Manish Jain	1250	5.21	1250	5.21
<b>TOTAL</b>	<b>21500</b>	<b>100.00</b>	<b>21500</b>	<b>100.00</b>

**NOTE-2****NON CURRENT LIABILITIES**

Loan from ITL Industries Limited (Holding Company)	14712184	15608189
<b>TOTAL</b>	<b>14712184</b>	<b>15608189</b>

**NOTE-3****CURRENT LIABILITIES**

Provision for Audit Fees	10000	5000
<b>TOTAL</b>	<b>10000</b>	<b>5000</b>

**NOTE-4****FIXED ASSETS**

(Amount in `)

Fixed Assets	GROSS BLOCK			ACCUMULATED DEPRECIATION & IMPAIRMENT				NET BLOCK		
	Balance as at 1st April 2013	Additions	Deductions	Balance as at 31st March 2014	Balance as at 1st April 2013	Depreciation Charge for the year	Adjustment due to disposal	Balance as at 31st March 2014	Balance as at 31st March 2014	Balance as at 31st March 2013
<b>TANGIBLE ASSETS</b>										
<b>Land</b>										
Leasehold Industrial Land & Site Development	3900000	0	0	3900000	0	0	0	0	3900000	3900000
<b>Building</b>										
Factory Building & Shed	3000000	0	0	3000000	0	0	0	0	3000000	3000000
<b>Plant &amp; Machinery</b>										
Plant, Machinery & Electrical Installation	3000000	0	900000	2100000	0	0	0	0	2100000	3000000
<b>INTANGIBLE ASSETS</b>										
Goodwill	8100000	0	0	8100000	0	0	0	0	8100000	8100000
<b>TOTAL (CURR. YR.)</b>	<b>18000000</b>	<b>0</b>	<b>900000</b>	<b>17100000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>17100000</b>	<b>18000000</b>
<b>TOTAL (PREV. YR.)</b>	<b>0</b>	<b>18000000</b>	<b>0</b>	<b>18000000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>18000000</b>	<b>0</b>



**NOTE-5**  
**PRE-OPERATIVE EXPENSES**

(Amount in `)

	As at 31 March 2014	As at 31 March 2013
Office Expenses	1995	0
Legal & Professional Expenses	2000	0
Audit Fees	10000	5000
Security Expenses	8189	8189
<b>TOTAL</b>	<u><b>22184</b></u>	<u><b>13189</b></u>

**NOTE-6**  
**SIGNIFICANT ACCOUNTING POLICIES**

**General:**

- (i) The Company adopts the accrual method and historical cost concept in the preparation of accounts.
- (ii) In terms of Company (Accounting Standards) rules, 2006 the relevant accounting standards are standards are intended to apply only to items which are material.

**Fixed Assets:**

Fixed Assets are stated at acquisition cost less depreciation.

**Depreciation:**

No depreciation has been provided on Fixed Assets in the current year as there is no operation during the year however in future it will be provided on the basis of Straight Line Method as per the rates prescribed in Schedule XIV to the Companies Act, 1956, according to period of use.

**NOTE-7**  
**OTHER NOTES**

- (1) In the absence of any stipulation towards the payment of interest, no provision of interest on the dues of ITL Industries Ltd. has been made.
- (2) As per the requirement of AS-18, related party disclosures are given as under :-

Name of Party	Relationship	Nature of Transaction	Amount (`)
ITL Industries Ltd.	Holding Company	Loan taken	14712184

- (3) Since the company could not commence any business, therefore no Profit & Loss statement has been prepared.
- (4) Additional information pursuant to clause (viii) of part II of Schedule VI - Nil
- (5) Figures are rounded off to the nearest multiple of a rupee.

**FOR AND ON BEHALF OF BOARD**

**As Per our report of even date attached**  
**Statutory Auditors**  
**For MAHENDRA BADJATYA & COMPANY**  
**CHARTERED ACCOUNTANTS**  
**F.R.N. 001457C**

**DIRECTOR****DIRECTOR**

**CA. M.K. Badjatya**  
**(Partner)**  
**M.No. 070578**

DATED : 30/05/2014

PLACE : INDORE



**M.M. METALS PRIVATE LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st MARCH, 2014**

PARTICULARS	Amount in Rs.	
	Year ended 31.3.2014	
<b>A) CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before Tax and Extraordinary Items		0
Adjustment for :		
Depreciation	0	
Dividend Received	0	
Interest Received	0	
Operating profit before working capital changes		0
Adjustment :		
Increase in Current Liabilities	5000	
Increase in Current Assets	(8995)	(3995)
Cash generated from Operations before Extraordinary Items		0
Adjustment for :		
Excess Provision of Income Tax written off		0
Net Cash in flow from operating activities	(A)	<b>(3995)</b>
<b>B) CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed assets	0	
Sale of Fixed Assets	900000	900000
Net Cash flow from Investing activities	(B)	<b>900000</b>
<b>C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
Issue of Share Capital	0	
Loan taken from Holding Company	3995	
Repayment of loan to Holding Company	(900000)	(896005)
	(C)	<b>(896005)</b>
<b>Net increase / decrease in cash &amp; cash equivalents (A+B+C)</b>		<b>0</b>
Opening Balance - Cash & cash equivalents		0
Closing Balance - Cash & cash equivalents		0

As Per our report of even date attached  
Statutory Auditors  
For MAHENDRA BADJATYA & COMPANY  
CHARTERED ACCOUNTANTS  
F.R.N. 001457C

FOR AND ON BEHALF OF BOARD

DIRECTOR

DIRECTOR

CA. M.K. Badjatya  
(Partner)  
M.No. 070578

DATED : 30/05/2014  
PLACE : INDORE