

## Independent Auditors' Report

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To the Members of,  
**Brinda Exports Ltd.**

### 1. Report on the IND-AS Financial Statements

We have audited the accompanying IND-AS financial statements of **Brinda Exports Ltd** which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and the Statement of Changes in Equity for the year ended and a summary of significant accounting policies and other explanatory information.

### 2. Management's Responsibility for the IND-AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in the section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these IND-AS 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 Indian Accounting Standards Rules, 2015. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the preparation and presentation of the IND-AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### 3. Auditor's Responsibility

Our responsibility is to express an opinion on these IND-AS financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the IND-AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the IND-AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the IND-AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the IND-AS financial statements that give true and fair view in order to design audit procedure that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial control system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentations of the IND-AS financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the IND-AS financial statements.

#### 4. Opinion

In our opinion and to the best of our information and according to the explanations given to us, the IND-AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India; of the state of the affairs of the company as at 31<sup>st</sup> March 2018, and its losses and cash flows for the year ended on that date.

#### 5. Report on Other Legal and Regulatory Requirements

- i. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of section (11) of section 143 of the Companies Act, 2013 we give in the "**Annexure-A**" a statement on the matters specified in the paragraphs 3 and 4 of the Order, to the extent applicable.
- ii. As required by section 143(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 so far as appears from our examination of those books.
  - c. The Balance Sheet, Statement of Profit and Loss, Cash Flow Statement and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
  - d. In our opinion, the aforesaid IND-AS financial statements comply with the Accounting Standards specified under section 133 of the Act, read with the Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. On the basis of written representations received from the directors as on March 31, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of section 164(2) of the Act.
  - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "**Annexure B**"; and
  - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and accordance to the explanation given to us:
    - I. The company does not have any pending litigations as on the balance sheet date;
    - II. The company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
    - III. The company is not required to transfer any amount to the Investor Education and Protection Fund by the Company.

For, **S. D. Mehta & Co.**  
Chartered Accountants  
(Registration No. 137193W)

**Shaishav Mehta**  
Partner  
Membership No.: 032891  
Ahmedabad  
Date: 30/05/2018

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**Annexure-A to Independent Auditors' Report**

Referred to in Paragraph 5(i) under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date.

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**1. In respect of Property, Plant & Equipments:**

- a. The Company has maintained proper records showing full particulars including quantitative details and situation of its Property, Plant & Equipments.
- b. All the Property, Plant & Equipments of the Company have been physically verified by the management at reasonable period during the year and no material discrepancies have been noticed on such verification.
- c. The company does not own any immovable properties, hence the para of title deeds of immovable properties is not applicable to the company.

**2. In respect of Inventories:**

- a. As explained to us, Inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- b. As per information given to us, the procedures of physical verification of stocks followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- c. In our opinion and according to the information and explanations given to us by the management, the Company has generally maintained & verified all records of its inventories and no material discrepancies were noticed on physical verification.

3. The Company has not granted any 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. The company has not given guarantees or provided security requiring compliance under section 185 or 186 of the act.

5. During the year, the company has not accepted any deposits from public.

6. We have broadly reviewed the cost records maintained by the company pursuant to section 148 (1) of the Companies Act, 2013. We have broadly reviewed the books of accounts maintained by the company and are of the opinion that prima facie the prescribed accounts and records have been made and maintained. We have however not, made a detailed examination of the records with a view to determine whether they are accurate or complete.

**7. In respect of Statutory Dues:**

- a. According to the information and explanations given to us and the records examined by us, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Duty of Customs, Duty of Excise, Value added tax, GST, cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, there are no undisputed dues, payable in respect of above as at 31st March, 2018 for a period of more than six months from the date on which they became payable.
- b. According to the information and explanations given to us and on the basis of our examination of books of account and record, the details of aforesaid statutory dues as at March 31, 2018 which have not been deposited with the appropriate authorities on account of any dispute.

8. As the company has not availed any term loan, the question of purpose and application does not arise.
9. There were no monies raised by initial public offer by the company and no term loans were obtained during the year under report.
10. To the best of our knowledge and according to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the year.
11. No managerial remuneration has been paid or provided. As such, approval requirement are not applicable to the company for the period under report.
12. The company is not a Nidhi company. As such The Nidhi rules, 2014 are not applicable.
13. All transactions with the related parties are in compliance with the sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the IND-AS financial statements as required by applicable accounting standards.
14. The company has not made any preferential allotment or Private placement of shares of fully or partly convertible debentures during the year under review.
15. The company has not entered into any non cash transactions with directors or persons connected with it.
16. The company is not required to be registered u/s. 45-IA of the Reserve Bank of India Act, 1934.

For, **S. D. Mehta & Co.**  
Chartered Accountants  
(Registration No. 137193W)

**Shaishav D. Mehta**  
**Partner**  
Membership No.: 032891  
Ahmedabad  
Date: 30/05/2018

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**Annexure-B to Independent Auditors' Report**

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

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We have audited the internal financial controls over financial reporting of Brinda Exports Ltd ("the Company") as of 31<sup>st</sup> March, 2018 in conjunction with our audit of the IND-AS financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

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

**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 of the risks of material misstatement of the IND-AS 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 IND-AS 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 IND-AS 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 IND-AS financial statements.

## **Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For, **S. D. Mehta & Co.**

Chartered Accountants

Firm's Registration Number: 137193W

**Shaishav Mehta**

**Partner**

Membership Number: 032891

Ahmedabad

Date: 30/05/2018

## BRINDA EXPORTS LTD.

Balance Sheet as at 31st March, 2018

(Rs. in lakhs)

Particulars	Note no.	As At 31 March 2018		As At 31 March 2017		As At 1 April 2016	
<b>I. ASSETS</b>							
<b>A. Non-current assets</b>							
(a) Property, Plant & Equipment	1	1.21		-		-	
(b) Financial Assets:							
(i) Investments	2	0.50		0.50		0.50	
(ii) Other Financial assets	3	0.95		0.50		165.66	
			<b>2.66</b>		<b>1.00</b>		<b>166.16</b>
<b>B. Current assets</b>							
Inventories	4	-			<b>247.79</b>		<b>191.11</b>
Financial Assets :							
(i) Trade receivables	5	62.67		950.97		48.29	
(ii) Cash and cash equivalents	6	12.32	<b>74.99</b>	778.71	<b>1,729.68</b>	625.22	<b>673.51</b>
Other Current Assets	7	0.67	<b>0.67</b>	3.31	<b>3.31</b>	841.33	<b>841.33</b>
<b>Total Assets</b>			<b>78.32</b>		<b>1,981.78</b>		<b>1,872.12</b>
<b>II. EQUITY AND LIABILITIES</b>							
<b>A. EQUITY</b>							
(i) Equity Share capital	8	6.64		6.64		6.64	
(ii) Other Equity	9	13.33		11.13		4.78	
<b>Sub-Total Equity</b>			<b>19.97</b>		<b>17.77</b>		<b>11.42</b>
<b>B. LIABILITIES</b>							
<b>Current Liabilities</b>							
(a) Financial Liabilities :							
Trade payables	10	52.18		1955.56		1854.39	
(b) Other current liabilities	11	4.09		5.55		4.58	
(c) Provisions	12	2.08		2.91		1.73	
<b>Sub-Total Current Liabilities</b>			<b>58.35</b>		<b>1964.02</b>		<b>1860.70</b>
<b>Total Equity and Liabilities</b>			<b>78.32</b>		<b>1,981.78</b>		<b>1,872.12</b>
Significant Accounting Policies Notes to Financial Statements	1 to 27						

As per our report of even date attached herewith.

For, S. D. Mehta & Co.  
Chartered Accountants  
FRN: 137193W

Shaishav D. Mehta  
Partner  
M.No. 032891

Place: Ahmedabad  
Date: 30th May, 2018

For and on behalf of the board of  
Brinda Exports Limited

Jayesh Patel  
Director  
DIN: 00027767

Place: Ahmedabad  
Date: 30th May, 2018

Mukesh Patel  
Director  
DIN: 00498451

## BRINDA EXPORTS LTD.

Statement of Profit and Loss for the year ended on 31st March, 2018

(Rs. in lakhs)

Particulars	Note no.	2017-18	2016-17
(I) Revenue from operations	13	16,568.69	54,998.51
(II) Other Income	14	2.02	8.94
(III) <b>Total Income (I+II)</b>		<b>16,570.71</b>	<b>55,007.45</b>
<b>(IV) EXPENSES</b>			
Cost of Materials Consumed		0.00	0.00
Purchase of Stock -in-Trade		16,178.77	54,879.10
Changes in Inventories of Finished goods, Work-in-Progress and by products	15	247.79	(56.68)
Employee Benefits Expense	16	8.28	11.74
Finance Costs	17	0.48	0.73
Depreciation and Amortization Expense	1	0.32	0.00
Other Expenses	18	131.57	163.14
<b>Total Expenses (IV)</b>		<b>16,567.21</b>	<b>54,998.03</b>
(V) Profit Before Tax (III-IV)		<b>3.50</b>	<b>9.42</b>
(VI) Tax Expenses :			
(1) Current tax		1.08	2.91
(2) Deferred tax		0.00	0.00
(VII) Profit for the year (V-VI)		<b>2.42</b>	<b>6.51</b>
<b>Earning per equity share of face value of Rs. 10 each</b> Basic & Diluted (In Rs.)	19	3.64	9.80
Significant Accounting Policies Notes to Financial Statements	1 to 27		

As per our report of even date attached herewith.

For, S. D. Mehta & Co.  
Chartered Accountants  
FRN: 137193W

Shaishav D. Mehta  
Partner  
M.No. 032891

For and on behalf of the board of  
Brinda Exports Limited

Jayesh Patel  
Director  
DIN: 00027767

Mukesh Patel  
Director  
DIN: 00498451

Place: Ahmedabad  
Date: 30th May, 2018

Place: Ahmedabad  
Date: 30th May, 2018

## BRINDA EXPORTS LTD.

## Cash Flow Statement for the year 2017-18

(Rs.in lakhs)

PARTICULARS	2017-18	2016-17
<b>A CASH FLOW FROM OPERATING ACTIVITIES :</b>		
<b>Net Profit before Taxes &amp; Extra-Ordinary Items</b>	<b>3.50</b>	<b>9.42</b>
Adjustments for :		
Depreciation	0.32	0.00
Interest & Other Financial Charges	0.48	0.73
Short/ Excess Provision of I. Tax	(0.21)	(0.16)
Prior period Items	0.00	0.00
Dividend Received	(0.08)	(0.08)
	0.51	0.49
<b>Operating Profit before Working Capital Changes</b>	<b>4.01</b>	<b>9.91</b>
(Increase) / Decrease in Inventory	247.79	(56.68)
(Increase) / Decrease in Trade Receivables	888.30	(902.68)
(Increase) / Decrease in Short term loans & advances	2.64	165.16
(Increase) / Decrease in Long term loans & advances	(0.45)	838.02
Increase / (Decrease) in Trade Payables	(1903.38)	101.17
Increase / (Decrease) in Other Current Liabilities	(1.46)	0.97
Increase / (Decrease) in Short Term Provisions	(0.83)	1.18
	(767.39)	147.14
<b>Cash Generated from Operation</b>	<b>(763.38)</b>	<b>157.05</b>
Direct Taxes Paid	1.08	2.91
<b>Net Cash from Operating Activities</b>	<b>(764.46)</b>	<b>154.14</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Purchase / Sale of fixed Assets	(1.53)	0.00
Dividend Received	0.08	0.08
<b>Net Cash (used in) / from Investing Activities</b>	<b>(1.45)</b>	<b>0.08</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Interest Paid (Net)	(0.48)	(0.73)
<b>Net Cash (used in) / from Financing Activities</b>	<b>(0.48)</b>	<b>(0.73)</b>
<b>Net Increase/(decrease) in Cash and Cash Equivalents</b>	<b>(766.39)</b>	<b>153.49</b>
<b>Opening Balance of Cash &amp; Cash Equivalents</b>	<b>778.71</b>	<b>625.22</b>
<b>Closing Balance of Cash &amp; Cash Equivalents</b>	<b>12.32</b>	<b>778.71</b>
<b>Cash &amp; Cash Equivalents comprises of: (Referring note 14)</b>		
Cash on hand	6.87	14.33
Balance with banks	5.45	764.38
<b>Total</b>	<b>12.32</b>	<b>778.71</b>

As per our report of even date attached herewith.

For, S. D. Mehta & Co.  
Chartered Accountants  
FRN: 137193W

Shaishav D. Mehta  
Partner  
M.No. 032891

For and on behalf of the board of  
Brinda Exports Limited

Jayesh C. Patel  
Director  
DIN: 00027767

Mukesh Patel  
Director  
DIN: 00498451

Place: Ahmedabad  
Date: 30th May, 2018

**BRINDA EXPORTS LTD.****Statement of changes in equity for the year ended 31 March 2018****(a) Equity Share Capital**

Particulars	Number of shares	Amount (Rs. Lakhs)
<b>Balance as at 1st April, 2016</b>	66,400	<b>6.64</b>
Changes in Equity share capital during the year	-	-
<b>Balance as at 1st April, 2017</b>	<b>66,400</b>	<b>6.64</b>
Changes in Equity share capital during the year	-	-
<b>Balance as at 1st April, 2018</b>	<b>66,400</b>	<b>6.64</b>

**(b) Other equity****(Rs. Lakhs)**

Particulars	Reserve and Surplus			Total Other Equity
	Retained Earnings (Surplus in profit and loss account)	Securities Premium	General Reserve	
<b>Balance as at 1 April 2016</b>	<b>4.78</b>	<b>0.00</b>	<b>0.00</b>	<b>4.78</b>
Profit for the period	6.51	0.00	0.00	6.51
Other comprehensive income (net of tax)	(0.16)	0.00	0.00	(0.16)
<b>Balance as at 31 March 2017</b>	<b>11.13</b>	<b>0.00</b>	<b>0.00</b>	<b>11.13</b>
<b>Balance as at 1 April 2017</b>	11.13	0.00	0.00	11.13
Profit for the period	2.42	0.00	0.00	2.42
Other comprehensive income (net of tax)	(0.21)			(0.21)
<b>Balance as at 31 March 2018</b>	<b>13.33</b>	<b>0.00</b>	<b>0.00</b>	<b>13.33</b>

As per our report of even date.

For, S. D. Mehta & Co.  
Chartered Accountants  
FRN: 137193W

Shaishav D. Mehta  
Partner  
M.No. 032891

Place: Ahmedabad  
Date: 30th May, 2018

For and on behalf of the board of  
Brinda Exports Limited

Jayesh Patel  
Director  
DIN: 00027767

Mukesh Patel  
Director  
DIN: 00498451

Place: Ahmedabad  
Date: 30th May, 2018

**BRINDA EXPORTS LTD**

**Notes to Financial Statements**

**Note - 1 : Property, Plant & Equipments**

( Rs. in Lakhs )

Particulars	Gross Block				Depreciation				Net Block	
	As at 31.03.2017	Additions	Sales/ Transfers	As at 31.3.2018	As at 31.3.2017	For the Year	Adjustment Sales/Trans	As at 31.3.2018	As at 31.3.2018	As at 31.3.2017
Computer & Printer	-	1.53	-	1.53	-	0.32	-	0.32	1.21	-
<b>TOTAL</b>	-	<b>1.53</b>	-	<b>1.53</b>	-	<b>0.32</b>	-	<b>0.32</b>	<b>1.21</b>	-

**BRINDA EXPORTS LTD.**

Notes on Financial Statements for the year ended 31st March 2018

(Rs. in lakhs)

<b>NOTE :2 NON-CURRENT INVESTMENTS</b>	<b>As at 31/03/2018</b>	<b>As at 31/03/2017</b>	<b>As at 1/04/2016</b>
<b>Investment in Shares (Unquoted)</b>			
Shares of Mehsana Urban Co-op. Bank Limited	0.50	0.50	0.50
<b>TOTAL</b>	<b><u>0.50</u></b>	<b><u>0.50</u></b>	<b><u>0.50</u></b>
 <b>NOTE :3 OTHER FINANCIAL ASSETS</b>	 <b>As at 31/03/2018</b>	 <b>As at 31/03/2017</b>	 <b>As at 1/04/2016</b>
(Unsecured and Considered good)			
Deposits	0.95	0.50	165.5
Balance with Revenue Authorities	0.00	0.00	0.16
<b>TOTAL</b>	<b><u>0.95</u></b>	<b><u>0.50</u></b>	<b><u>165.66</u></b>
 <b>NOTE : 4 INVENTORIES</b>	 <b>As at 31/03/2018</b>	 <b>As at 31/03/2017</b>	 <b>As at 1/04/2016</b>
Finished Goods	0.00	247.79	191.11
<b>TOTAL</b>	<b><u>0.00</u></b>	<b><u>247.79</u></b>	<b><u>191.11</u></b>
 <b>NOTE : 5 TRADE RECEIVABLES</b>	 <b>As at 31/03/2018</b>	 <b>As at 31/03/2017</b>	 <b>As at 1/04/2016</b>
(Unsecured and considered good)			
Trade Receivables	62.67	950.97	48.29
<b>TOTAL</b>	<b><u>62.67</u></b>	<b><u>950.97</u></b>	<b><u>48.29</u></b>
 <b>NOTE: 6 CASH &amp; CASH EQUIVALENTS</b>	 <b>As at 31/03/2018</b>	 <b>As at 31/03/2017</b>	 <b>As at 1/04/2016</b>
Cash on hand	6.87	14.33	15.91
Bank Balance in current accounts	5.45	764.38	609.31
<b>TOTAL</b>	<b><u>12.32</u></b>	<b><u>778.71</u></b>	<b><u>625.22</u></b>
 <b>NOTE : 7 OTHER CURRENT ASSETS</b>	 <b>As at 31/03/2018</b>	 <b>As at 31/03/2017</b>	 <b>As at 1/04/2016</b>
<b>Unsecured Advances</b>			
Balance with Custom, Central Excise & Income tax authorities	0.67	2.25	5.79
Advances to suppliers	0.00	1.05	832.91
Others*	0.00	0.00	2.63
<b>TOTAL</b>	<b><u>0.67</u></b>	<b><u>3.31</u></b>	<b><u>841.33</u></b>

\*Includes, prepaid expenses, Interest/ other income receivable, advances to staffs and others

**NOTE : 8 SHARE CAPITAL**

	As at 31/03/2018	As at 31/03/2017	As at 1/04/2016
<b>AUTHORISED SHARE CAPITAL :</b>			
20,00,000 Equity Shares of Rs. 10/- each	200.00	200.00	200.00
	<u>200.00</u>	<u>200.00</u>	<u>200.00</u>
<b>ISSUED ,SUBSCRIBED &amp; PAID UP CAPITAL :</b>			
66,400 Equity Shares of Rs. 10 each fully paid up	6.64	6.64	6.64
<b>TOTAL</b>	<u>6.64</u>	<u>6.64</u>	<u>6.64</u>

**8.1 The details of shareholders holding more than 5% of Equity shares**

Sr No.	Name of Shareholder	As at 31/03/2018		As at 31/03/2017		As at 1/04/2016	
		No. of Share	% Held	No. of Share	% Held	No. of Share	% Held
	VIMAL OIL & FOODS LTD.	66400	100%	66400	100%	66400	100%

**8.2 The reconciliation of the number of shares outstanding is set out below.**

Particulars	As at 31/03/2018 No. of Shares	As at 31/03/2017 No. of Shares	As at 1/04/2016 No. of Shares
Equity shares at the beginning of the year	66400	66400	66400
Add: Shares issued during the year	0	0	0
<b>Equity shares Outstanding at the end of the year</b>	<b>66400</b>	<b>66400</b>	<b>66400</b>

**8.3 Terms /rights attached to equity shares**

**(i) Equity :** The company has equity shares having par value of Rs. 10 per share. Each holder of equity shares is entitled to have one vote per share.

In the event of liquidation of the company, the holders of the equity shares will be entitled to receive the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of shares held by the shareholders.

**8.4 Shares held by holding company in aggregate :**

Particulars	As at 31/03/2018	As at 31/03/2017	As at 1/04/2016
<b>Equity Shares of Rs. 10 :</b>			
66,400 [March 31, 2017: 66400] shares are held by the holding company "Vimal Oil & Foods Ltd."	6.64	6.64	6.64

**NOTE : 9 OTHER EQUITY**

	As at 31/03/2018	As at 31/03/2017	As at 1/04/2016
<b>Profit &amp; Loss Account</b>			
As per last Balance Sheet	11.13	4.78	0.91
<b>Less:</b>			
Short / Excess Provision for I. Tax	0.21	0.16	0.00
<b>Add: Profit during the year</b>	2.42	6.51	3.87
<b>TOTAL</b>	<u>13.33</u>	<u>11.13</u>	<u>4.78</u>

**NOTE :10 TRADE PAYABLES**

	As at 31/03/2018	As at 31/03/2017	As at 1/04/2016
Trade payables			
-For Goods	46.69	1907.98	1821.37
-For Expenses	5.49	47.58	33.02
<b>TOTAL</b>	<u>52.18</u>	<u>1,955.56</u>	<u>1,854.39</u>

**NOTE : 11 OTHER CURRENT LIABILITIES**

	As at 31/03/2018	As at 31/03/2017	As at 1/04/2016
Other payables *	4.09	5.55	4.58
<b>TOTAL</b>	<u>4.09</u>	<u>5.55</u>	<u>4.58</u>

\* Includes Statutory Dues

**NOTE : 12 PROVISIONS**

	As at 31/03/2018	As at 31/03/2017	As at 1/04/2016
For Tax	1.08	2.91	1.73
For Audit fees	1.00	0.00	
<b>TOTAL</b>	<u>2.08</u>	<u>2.91</u>	<u>1.73</u>

**NOTE : 13 REVENUE FROM OPERATIONS**

	As at 31/03/2018	As at 31/03/2017
Sale of Products	16555.36	54970.26
Other Operating Revenues	<u>13.33</u>	<u>28.25</u>
<b>TOTAL</b>	<b><u>16,568.69</u></b>	<b><u>54,998.51</u></b>

**NOTE:14 OTHER INCOME:**

	As at 31/03/2018	As at 31/03/2017
Interest on FDr	0.00	7.55
Interest on Income Tax Refund	0.00	0.18
Dividend received	0.08	0.08
Kasar Vataw & Round Off	<u>1.95</u>	<u>1.13</u>
<b>TOTAL</b>	<b><u>2.02</u></b>	<b><u>8.94</u></b>

**NOTE:15 CHANGE IN INVENTORIES OF FINISHED GOODS,STOCK IN PROCESS AND BY PRODUCTS**

	As at 31/03/2018	As at 31/03/2017
<b>Inventories (at close)</b>		
Finished Goods	0.00	247.79
<b>Inventories (at commencement)</b>		
Finished Goods	247.79	191.11
<b>TOTAL</b>	<b><u>247.79</u></b>	<b><u>(56.68)</u></b>

**NOTE:16 EMPLOYEE BENEFITS EXPENSE**

	As at 31/03/2018	As at 31/03/2017
Salaries & Bonus	5.04	5.39
Wages & labour Expense	3.25	6.34
<b>TOTAL</b>	<b><u>8.28</u></b>	<b><u>11.74</u></b>

**NOTE: 17 FINANCE COST**

	As at 31/03/2018	As at 31/03/2017
Bank and other Financial Charges	0.48	0.73
<b>TOTAL</b>	<b><u>0.48</u></b>	<b><u>0.73</u></b>

**NOTE: 18 OTHER EXPENSES**

	As at 31/03/2018	As at 31/03/2017
Power & Fuel	0.47	0.94
<b><u>Administrative Expenses</u></b>		
Payment to Auditor		
As Auditor :		
Statutory Audit Fees	2.00	0.50
Donation	8.50	0.00
Legal , Professional & Consultancy Exp.	9.82	0.98
Office & Godown Rents	16.32	18.26
Computer expense	0.01	0.05
Conveyance expense	1.07	1.74
Membership & Subscription Exp.	0.00	5.18
Municipal Tax	1.23	0.00
Insurance Exp.	28.44	0.00
Kasar & Vatav expense	0.00	0.08
Petrol & Diesel	0.74	1.17
Postage and Courier expense	0.03	0.07
Printing and Stationery expense	0.86	1.54
Telephone expense	1.47	1.30
Trademark Registration Fees	0.00	0.21
Other Administrative Expenses	0.03	5.96
<b><u>Selling &amp; Distribution Expenses</u></b>		
Brokerage and Dalali	11.40	84.53
Rate Difference (Sales)	0.00	0.11
Freight & Octroi expenses	42.02	24.89
Sales Promotion Exp.	1.10	11.39
Travelling Exp.	0.21	0.00
Office Misc Exp. (Depot)	5.84	4.22
<b>TOTAL</b>	<b><u>131.57</u></b>	<b><u>163.14</u></b>

**NOTE: 19 EARNING PER SHARE**

	As at 31/03/2018	As at 31/03/2017
i) Net profit after tax as per statement of profit and loss attributable to Equity Shareholders (Rs. in Lakhs)	2.42	6.51
ii) Weighted Average number of equity shares used as denominator for calculating EPS	66400	66400
iii) Basic & Diluted Earning per share (Rs.)	3.64	9.80
iv) Face value per equity share (Rs.)	10.00	10.00

## 20. Basis of preparation of financial statements

### (i) Statement of compliance and basis of preparation

These financial statements are prepared in accordance with Indian Accounting Standards (Ind AS), the provisions of the Companies Act, 2013 ("the Companies Act"), as the company is a wholly owned subsidiary of a listed entity. The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016. Up to the year ended March 31, 2017, the Company prepared its financial statements in accordance with the requirements of the Indian GAAP ("Previous GAAP"), which included Standards notified under the Companies (Accounting Standards) Rules, 2006. The date of transition to Ind AS is April 1, 2016. Accounting policies have been applied consistently to all periods presented in these financial statements. The financial statements correspond to the classification provisions contained in Ind AS 1, "Presentation of Financial Statements". For clarity, various items are aggregated in the statements of profit and loss and balance sheet. These items are disaggregated separately in the notes to the financial statements, where applicable. All amounts included in the financial statements are reported in Indian rupees (in lacs) except share and per share data, unless otherwise stated. Due to rounding off, the numbers presented throughout the document may not add up precisely to the totals and percentages may not precisely reflect the absolute figures.

### (ii) Basis of measurement

These financial statements have been prepared on a historical cost convention and on an accrual basis.

### (iii) Use of estimates and judgment

The preparation of the financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. In particular, information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are included in the following notes:

- (a) **Revenue recognition:** Revenue from sale of goods to domestic customers are recognised on dispatch of goods from the company. Revenue from sale of goods to overseas customers are recognised on the goods being shipped on board.

**Other income is recognised on accrual basis except when realization of such income is uncertain.**

- (b) **Impairment testing:** Investments in financial assets are tested for impairment at least annually and when events occur or changes in circumstances indicate that the recoverable amount of the asset or cash generating units to which these pertain is less than its carrying value.

- (c) **Income taxes:** Significant judgments are involved in determining the provision for income taxes including judgment on whether tax positions are probable of being sustained in tax assessments. A tax assessment can involve complex issues, which can only be resolved over extended time periods.

## 21. Significant accounting policies

### (i) Functional and presentation currency

These financial statements are presented in Indian rupees, the national currency of India, which is the functional currency of the Company.

### (ii) Financial instruments

#### (a) Non-derivative financial instruments:

Non derivative financial instruments consist of:

- Financial assets, which include cash and cash equivalents, trade receivables and eligible current and non-current assets;
- Financial liabilities, which include trade payables and eligible current and non-current liabilities.

Non derivative financial instruments are recognized initially at fair value. Financial assets are derecognized when substantial risks and rewards of ownership of the financial asset have been transferred. In cases where substantial risks and rewards of ownership of the financial assets are neither transferred nor retained, financial assets are derecognized only when the Company has not retained control over the financial asset. Subsequent to initial recognition, non-derivative financial instruments are measured as described below:

#### A. Cash and cash equivalents

The Company's cash and cash equivalents consist of cash on hand and in banks, which can be withdrawn at any time, without prior notice or penalty on the principal.

For the purposes of the cash flow statement, cash and cash equivalents include cash on hand, and are considered part of the Company's cash management system.

#### B. Investments

Financial instruments are measured at historical cost, which only consist of shares of a co-operative bank in which the company holds a bank account.

#### C. Other financial assets:

Other financial assets are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets. These comprise trade receivables, unbilled revenues, cash and cash equivalents and other assets.

#### D. Trade and other payables

Trade and other payables are initially recognized at fair value. For these financial instruments, the carrying amounts approximate fair value due to the short term maturity of these instruments.

(b) Derecognition of financial instruments

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expires or it transfers the financial asset. If the Company retains substantially all the risks and rewards of a transferred financial asset, the Company continues to recognise the financial asset and also recognizes a borrowing for the proceeds received. A financial liability (or a part of a financial liability) is derecognized from the Company's balance sheet when the obligation specified in the contract is discharged or cancelled or expires.

**(iii) Equity**

(a) Share capital and share premium

The authorized share capital of the Company as of March 31, 2018, March 31, 2017 and April 1, 2016 is Rs. 200 lacs divided into 20,00,000 equity shares of Rs. 10 each. Par value of the equity shares is recorded as share capital and the amount received in excess of par value is classified as share premium. Every holder of the equity shares, as reflected in the records of the Company as of the date of the shareholder meeting shall have one vote in respect of each share held for all matters submitted to vote in the shareholder meeting.

(b) Retained earnings

Retained earnings comprises of the Company's undistributed earnings after taxes. This includes earlier years' retained profits and / or losses.

**(iv) Property, plant and equipment**

(a) Recognition and measurement

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any. Cost includes expenditures directly attributable to the acquisition of the asset. General and specific borrowing costs directly attributable to the construction of a qualifying asset are capitalized as part of the cost.

(b) Depreciation

The Company depreciates property, plant and equipment over the estimated useful life on a straight-line basis from the date the assets are available for use. Assets acquired under finance lease and leasehold improvements are amortized over the shorter of estimated useful life of the asset or the related lease term. Term licenses are amortized over their respective contract term. Freehold land is not depreciated. The estimated useful life of assets are reviewed and where appropriate are adjusted, annually. The estimated useful lives of assets are as follows:

Category	Useful life
Computer equipment and software	2 to 7 years

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment. Subsequent expenditure relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably. The cost of property, plant and equipment not available for use as at each reporting date is disclosed under capital work- in-progress.

## **(v) Impairment**

### **(A) Financial assets**

The Company applies the expected credit loss model for recognizing impairment loss on financial assets measured at amortised cost, debt instruments at FVTOCI, lease receivables, trade receivables and other financial assets. Expected credit loss is the difference between the contractual cash flows and the cash flows that the entity expects to receive discounted using effective interest rate.

Loss allowances for trade receivables and lease receivables are measured at an amount equal to lifetime expected credit losses. Lifetime expected credit losses are the expected credit losses that result from all possible default events over the expected life of a financial instrument. Lifetime expected credit loss is computed based on a provision matrix which takes in to the account historical credit loss experience adjusted for forward looking information. For other financial assets, expected credit loss is measured at the amount equal to twelve months expected credit loss unless there has been a significant increase in credit risk from initial recognition, in which case those are measured at lifetime expected credit loss.

## **(vi) Provisions**

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset, if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

## **Revenue**

The Company derives revenue primarily from wholesale trading of edible oil of different kinds.

### **(a) Products**

Revenue from products are recognized when the significant risks and rewards of ownership have been transferred to the buyer, continuing managerial involvement usually associated with ownership and effective control have ceased, the amount of revenue can be measured

reliably, it is probable that economic benefits associated with the transaction will flow to the Company and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

**(vii) Other income**

Other income comprises interest income on time deposits held through banks and dividend income. Interest income is recognized on accrual basis. Dividend income is recognized when the right to receive payment is established.

**(viii) Income tax**

Income tax comprises current tax. Income tax expense is recognized in the statement of profit and loss except to the extent it relates to a business combination, or items directly recognized in equity or in other comprehensive income.

Current income tax

Current income tax for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities based on the taxable income for the period. The tax rates and tax laws used to compute the current tax amount are those that are enacted or substantively enacted as at the reporting date and applicable for the period.

**(ix) Earnings per share**

Basic earnings per share is computed using the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed using the weighted-average number of equity and dilutive equivalent shares outstanding during the period.

**22. Accounting standards not yet adopted:**

Certain amendments to accounting standards are not yet effective for annual periods beginning after 1 April 2016, and have not been applied in preparing these financial statements. The amendments to standards that could have potential impact on the financial statements of the Company are:

- i) Ind AS 115 Revenue from Contracts with Customers: Ind AS 115 replaces the existing revenue standards- Ind AS 18 Revenue and Ind AS 11 Construction Contracts and the related appendices. Ind AS 115 seeks to remove inconsistencies in previous revenue requirements, provide a more robust framework and improve comparability of revenue recognition practices across entities. It includes extensive disclosure requirements.
- ii) Appendix B Foreign Currency Transactions and Advance Considerations to Ind AS 21 The Effects of Changes in Foreign Exchange Rates: The new Appendix clarifies the accounting for transactions that include the receipt or payment of advance consideration in a foreign currency.
- iii) Minor clarificatory changes to Ind AS 12 Income Taxes, Ind AS 40 Investment Property and Ind AS 112 Disclosure of Interests in Other Entities.
- iv) These amendments are effective from accounting periods beginning 1 April, 2018. The Company is in the process of assessing the impact of these changes.

### 23. Notes on Transition to Ind AS

These financial statements are prepared in accordance with Ind AS. For years up to and including the year ended March 31, 2017, the Company prepared its financial statements in accordance with Indian GAAP (i.e. Previous GAAP).

Being a wholly owned subsidiary company of "Vimal Oil & Foods Ltd.", the company has adopted IND-AS in its financial statements as the parent company is listed on stock exchange.

Accordingly, the Company has prepared financial statements which comply with Ind AS for periods ending on March 31, 2018, together with the comparative period data as at and for the year ended March 31, 2017. In preparing these financial statements, the Company's opening balance sheet was prepared as at April 1, 2016, the Company's date of transition to Ind AS.

### 24. Other Information to the Financial Statements

The Previous year's figures have been regrouped/ reclassified wherever necessary to correspond with the current year classification/ disclosures.

In the opinion of the Board and to the best of their knowledge and belief, the value on realization of the current assets, loans and advances in the ordinary course of the business shall not be less than the amount stated in the Balance Sheet. The balance of trade receivable and trade payables are subject to confirmation, reconciliation and consequential adjustments, if any

The balances of various sales depots of the company are subject to confirmation and/ or reconciliation.

### 25. Micro and Small Scale Business Enterprises:

The Company has not received information from the Suppliers regarding their status under The Micro, Small & Medium Enterprises Development Act, 2006. Hence, disclosures, if any, relating to amounts unpaid as at the balance sheet date together with interest paid or payable as per the requirement under the said Act, have not been made.

### 26. Related Party Disclosures As Per Ind AS 24

Names of related parties and description of relationship from/ to which following transactions were entered during the year:

Sr. No.	Name	Relationship
1	Jayesh Patel	Director
2	Vimal Oil & Foods Ltd.	Holding Company

**Transactions with related parties & Balance Outstanding as at the year end**

Sr. No.	Nature of Transaction	2017-18 (Rs. in Lakhs)	2016-17 (Rs. in Lakhs)
	<b>In Relation to (A) above</b>		
1.	<b>Consultancy Fees to Related Parties</b> Jayesh Patel	9.00	-

	<b>In Relation to (B) above</b>	<b>For the year 2017-18</b>	<b>For the year 2016-17</b>
1	Purchase of Goods	10960.88	54274.89
2	Sale of goods	726.41	515.98
	<b>Outstanding Balance</b>	<b>As at 31.03.2017 (Rs. In lakhs)</b>	<b>As at 31.03.2016 (Rs. In lakhs)</b>
3	Debtors	25.12	-
4	Creditors	-	1304.82
5	Investment	7.64	7.64

**27. Segment Information as per Accounting Standard- 17 on Segment Reporting**

The Company has identified only one business segment i.e. wholesale trading in Edible Oil. Hence segment wise reporting is not considered necessary.

**For, S. D. Mehta & Co.**  
Chartered Accountants  
(Registration No. 137193W)

For and on behalf of the board  
**Brinda Exports Limited**

**Shaishav D. Mehta**  
Partner  
Membership No.: 032891  
Ahmedabad

**Jayesh Patel**  
Director  
DIN: 00027767

**Mukesh Patel**  
Director  
DIN: 00498451

Place: Ahmedabad  
Date: 30<sup>th</sup> May, 2018

Place: Ahmedabad  
Date: 30<sup>th</sup> May, 2018