

SANKARAN & KRISHNAN
CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

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To
The Members of
Thambbi Modern Spinning Mills
Salem.

Report on the Financial Statements

We have audited the accompanying financial statements of **THAMBBI MODERN SPINNING MILLS LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

Continuation Sheet

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

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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at Dec 31, 2016 and its Loss and its cash flows for the year ended on that date.

Emphasis of Matters

In our opinion there are no matters in the Financial Statement of the Company which are required to be mentioned under this clause except the following:

Payments made out of Specified Bank Notes(SBNs) to contract workers and purchase of Building materials which is in violation of Reserve Bank's Ordinance (refer note no.13).

Report on other Legal and Regulatory Requirements:

As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.


Continuation Sheet

As required by section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors as on 31st Mar 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st Mar, 2017, 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 included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, and in our opinion and to our best of our information and according to the explanations given to us:
 - i. The Company has no pending litigations which will have impact on its financial position in its financial statements.
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts to the financial statements;

There were no amounts required to be transferred, to the Investor Education and Protection Fund by the Company

For SANKARAN & KRISHNAN
Chartered Accountants
FRN 003582S


M. BALACHANDRAN
(Partner)
(Membership No. 016271)

Place: Chennai

Date: 25/05/2017

Continuation Sheet

ANNEXURE A TO AUDITOR'S REPORT

CARO 2017 Report on the financial statement of THAMBBI MODERN SPINNING MILLS LIMITED for the year ended 31st Mar 2017.

- I. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
(b) The Company does not have any Fixed Asset excepting buildings and hence this provision regarding verification of Fixed Asset does not apply.
(c) Whether title deeds of immovable property are held in the name of the company.
- II. In respect of its inventories:
Since the company does not have any inventory at the end of the year and hence this clause shall not apply.
- III. The company has not given or granted any loan, Secured or Unsecured to companies, Firms or other parties covered in the register maintained under Section 189 of the Companies Act.
- IV. The Company has not granted loan to its directors and other body corporate, hence this clause is not applicable.
- V. According to the information and explanations given to us, the Company has not accepted any deposit from the public.
- VI. According to the information and explanation given to us, the Central Government has not prescribed the maintenance of cost records under Sub-Section 1 of Section 148 of The Companies Act, 2013.
- VII. (a) According to the records of the Company, 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, Cess and other material statutory dues have been generally regularly deposited with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at Mar 31, 2017 for a period of more than six months from the date of became payable.
(b) According to the information and explanation given to us and as per the records of the company examined by us, the following amount are not paid on account of pending dispute:
 1. Sales Tax dues amounting to Rs.18.57 lakhs pending before Sales Tax Tribunal.
- VIII. The Company has not defaulted in repayment of dues to financial institutions, banks and debenture holders.


Continuation Sheet

- IX. The Company has not raised any funds by way initial public offer or further public offer (including debt instruments) during the year. Further the company has not raised any term loan during the year.
- X. During the course of our examination of books of account and records of the Company carried out in accordance with the generally accepted auditing practices in India, we have not come across any fraud on the company by its officers or by the company, noticed or reported during the year, nor have been informed of such case by the management.
- XI. The Company has paid/ provided for Managerial Remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V of the Act.
- XII. The Company is not a Nidhi company and hence this provision does not apply.
- XIII. As per the information and explanations given to us, all transactions entered into by the Company with the related parties are in compliance with Sections 177 and 188 of Act, where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- XIV. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- XV. The Company has not entered into any non-cash transactions with directors or persons connected with him.
- XVI. According to the information and explanation given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

Place: Chennai

Date: 25/05/2017

For SANKARAN & KRISHNAN
CHARTERED ACCOUNTANTS
(Firm Registration No.035825)


M. BALACHANDRAN
PARTNER
Membership No. 016271

Continuation Sheet

Annexure - B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of **M/s. THAMBBI MODERN SPINNING MILLS LIMITED** ("the Company") as of 31 Mar 2017, in conjunction with our audit of the 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.

Continuation Sheet

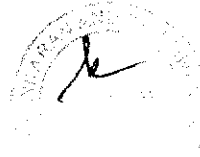
of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

A circular stamp with a handwritten signature in the center. The signature appears to be 'J. K. Smith'. The stamp is faint and partially obscured by the text.

Continuation Sheet

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 Mar 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**FOR SANKARAN & KRISHNAN
CHARTERED ACCOUNTANTS
(Firm Registration No.035825)**



**M.BALACHANDRAN
PARTNER
Membership No. 016271**

Place: Chennai

Date: 25/05/2017

THAMMBI MODERN SPINNING MILLS LIMITED., SALEM
Balance Sheet For the Year Ended 31st March 2017

(Rs. In. Lakhs)

	Particulars	Note No.	31st March 2017	31st March 2016
I.	EQUITY AND LIABILITIES			
(1)	Shareholders' funds	1	576.28	576.28
	(a) Share capital	2	-281.06	734.17
	(b) Reserves and surplus			
			295.22	1310.45
(2)	Non-current liabilities	3	595.95	361.90
	(a) Long-term borrowings	4	112.82	95.83
	(b) Other Long term liabilities			
			708.77	457.73
(3)	Current liabilities	5	6.00	0.00
	(a) Short Term Borrowings	6	37.47	14.43
	(b) Trade Payables	7	66.04	70.81
	(c) Other current liabilities	8	0.00	0.00
	(d) Short-term provisions		109.51	85.24
	TOTAL		1113.50	1853.42
II.	ASSETS			
(1)	Non-current assets			
	(a) Fixed assets	9	607.10	376.02
	(i) Tangible assets	10	102.98	1015.97
	(b) Deferred tax assets (net)			
			710.08	1391.99
(2)	Current assets	11	0.00	0.00
	(a) Inventories	12	242.99	250.37
	(b) Trade receivables	13	22.62	50.04
	(c) Cash and cash equivalents	14	137.81	161.02
	(d) Short-term loans and advances		403.42	461.43
	TOTAL		1113.50	1853.42

See accompanying notes to the financial statements
per our report of even date
For Sankaran & Krishnan,
Chartered Accountants,
Firm Registration No:0035825

Salachandran
Partner

Membership No:16271
Chennai

25/05/2017

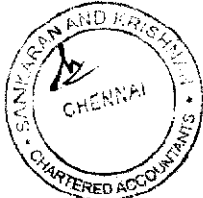
For and on behalf of the Board,

R. Jagadeesan
R. Jagadeesan
Managing Director.
DIN 01153985

Malathi Jagadeesan
Malathi Jagadeesan
Director.
DIN 00153952

THAMMBI MODERN SPINNING MILLS LIMITED.,SALEM			
Statement of Profit and loss for the year ended March 2017			
(Rs. In. Lakhs)			
Particulars	Note No.	31st March 2017	31st March 2016
I. Revenue from operations	15	179.23	201.99
II. Other income	16	9.39	27.22
III. Total Revenue	(A)	188.62	229.21
IV. Expenses:			
Cost of materials consumed	17	0.00	0.00
Changes in inventories of finished goods		0.00	0.00
Employee benefits expenses	18	34.11	33.94
Finance costs	19	62.93	43.05
Depreciation		23.24	29.80
Other expenses	20	117.94	139.24
Total expenses	(B)	238.22	246.03
V. Profit before exceptional and extraordinary items and tax	(A-B)	-49.60	-16.82
VI. Previous Year Adjustments		0.00	4.04
VII. Profit before tax		-49.60	-12.78
VIII Tax expense:			
(1) Deferred Tax		-912.99	---
(2) Income Tax		-52.64	---
IX Profit (Loss) for the period from continuing operations		1015.23	-12.78
X Earnings per equity share:			
(1) Basic	Rs.	-0.93	-0.29
(2) Diluted	Rs.	-0.93	-0.29
See accompanying notes to the financial statements per our report of even date			
For Sankaran & Krishnan, Chartered Accountants, Firm Registration No:0035825		For and on behalf of the Board, R.Jagadeesan Managing Director. DIN 01153985	
M.Balachandran. Partner Membership No:16271 Chennai 25/05/2017		Malathi Jagadeesan Director. DIN 00153952	
SIGNIFICANT ACCOUNTING POLICIES			
a) General			
The accounts have been prepared under historical cost convention and conform to the statutory provisions and prevailing practices.			
b) Fixed Assets			
Expenditure, which results in the creation of new independent assets with an economic life of a sizeable period and considering the nature of the assets is capitalized. Fixed assets are depreciated on Straight Line Method (SLM) by taking useful life of Assets prescribed under Schedule II of the Companies Act 2013			
C) Employee Benefits			
The company does not have any manufacturing /commercial activity. There are no permanent workers/employees at the end of the year. Accordingly ther are no liabilities regarding Bonus, Gratuity and Leave Encashment.			

1 Share Capital		(Rs. In. Lakhs)			
		31.03.2017		31.03.2016	
(a) the number and amount of shares authorized;	No. of Shares	14000000		14000000	
	Rs.	14,00,00,000		14,00,00,000	
(b) the number of shares issued, subscribed and fully paid, and subscribed but not fully paid;	No. of Shares	5762770		5762770	
	Rs.	576.28		576.28	
(c) par value per share;		10		10	
(d) a reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period;		Nil		Nil	
(e) shares in the company held by each shareholder holding more than 5 percent shares specifying the number of shares held;					
	%	No. of Shares	%	No. of Shares	
R. Jagadeesan	54.50	3140995	54.50	3140995	
Malathi Jagadeesan	7.37	424530	7.37	424530	
Salem Ramamurthy Murali Manohar	10.06	580000	10.06	580000	
(f) shares reserved for issue under options and contracts/commitments for the sale of shares/disinvestment, including the terms and amounts;		Nil		Nil	
(g) For the period of five years immediately preceding the date as at which the Balance Sheet is prepared:		Nil		Nil	
Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash.		Nil		Nil	
Aggregate number and class of shares allotted as fully paid up by way of bonus shares.		Nil		Nil	
Aggregate number and class of shares bought back.		Nil		Nil	
(h) Terms of any securities convertible into equity/preference shares issued along with the earliest date of conversion in descending order starting from the farthest such date.		Nil		Nil	
(i) Calls unpaid (showing aggregate value of calls unpaid by directors and officers)		Nil		Nil	
(j) Forfeited shares (amount originally paid up)		Nil		Nil	
2 Reserves and Surplus					
(a) Capital Reserves ;		3495.62		3495.62	
As per Last Balance Sheet		0.00		0.00	
Add/Less: Profit /Loss for the year		3495.62		3495.62	
Balance as at the end of the year		745.79		745.79	
(b) Share Premium Account		587.67		516.28	
(c) General Reserve		0.00		71.39	
Add/Less: Adjustments of Investment Utilisation Reserve		587.67		587.67	
Balance as at the end of the year					
(d) Surplus in Profit and Loss Account		-4094.91		-4082.13	
As per Last Balance Sheet		-1015.23		-12.78	
Add/Less: Profit /Loss for the year		-5110.14		-4094.91	
Balance as at the end of the year		-281.06		734.17	



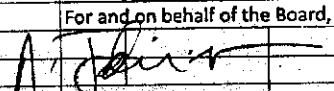

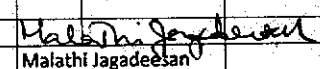
		(Rs. In. Lakhs)	
3 Long-Term Borrowings		31.03.2017	31.03.2016
Secured			
(a)Term loans from ICICI Bank Limited.,Salem			
ICICI HFCL		207.09	361.90
LIC HFCL		388.86	0.00
		595.95	361.90
Term Loans from ICICI are secured by Title Deeds of Land and Building of Unit-I & Lease Rental Agreements repayable in 89 EMIs @ 10.60% P.A.Term Loans from LIC HFL are secured by Simple Mortgage of Land and Building of Unit-I & II & Lease Rental Agreements repayable in 120 EMIs @11.80% P.A interest.			
4 Other Long Term Liabilities			
Unsecured			
From Directors		18.92	0.00
Rental Advances		93.90	95.83
		112.82	95.83
5 Short Term Borrowings			
Others		6.00	0.00
		6.00	0.00
6 Current Liabilities			
(a) Trade payables		37.47	14.43
7 Other current liabilities			
(a)Other current liabilities		18.22	15.59
(b)Term Loan from ICICI HFL & LIC HFCL (Repayable within 1 year)		47.82	55.22
		66.04	70.81
Other Current Liabilities includes Income Tax Demand of Rs.9.97 lacs towards Asst.Year 2014-15			
8 Short-term provisions			
Provision for employee benefits.		0.00	0.00



9. Tangible Assets

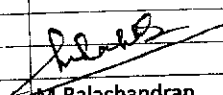
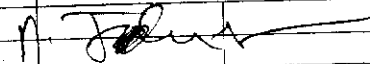
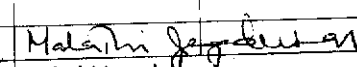
(Rs. In. Lakhs)

DESCRIPTION OF ASSETS	COST			DEPRECIATION			WRITTEN DOWN VALUE	
	AS ON 31.03.2016	ADDITIONS (DEDNS)	AS ON 31.03.2017	AS ON 31.03.2016	ADDITIONS (DEDNS)	AS ON 31.03.2017	AS ON 31.03.2017	AS ON 31.03.2016
Land	28.05	0.00	28.05	0.00	0.00	0.00	28.05	28.05
Buildings	702.37	51.57	753.94	373.00	22.90	395.90	358.04	329.37
Generator Sets	3.02	-3.02	0.00	1.05	-1.05	0.00	0.00	1.97
Vehicles	49.54	-49.54	0.00	33.39	-33.39	0.00	0.00	16.15
Furniture & Fixtures	1.16	0.00	1.16	1.12	0.00	1.12	0.04	0.04
Office Equipments	2.03	0.00	2.03	1.59	0.34	1.93	0.10	0.44
Capital Work in Progress		220.87	220.87				220.87	0.00
Total	786.17	272.44 -52.56	1006.05	410.15	23.24 -34.44	398.95	607.10	376.02
PREVIOUS YEAR	769.42	16.75	786.17	441.76	-31.61	410.15	376.02	327.66

		(Rs. In. Lakhs)	
		31.03.2017	31.03.2016
10 Deferred Tax Asset		102.98	1015.97
10.1. Deferred Tax Asset of Rs.912.99 lakhs has been written off to Profit & Loss Account based on the opinion that the same was recognised on unabsorbed losses more than eight years as the same are not recoverable.			
10.2. Provision for Taxation is not considered necessary both under provisions of Section 115JB and conventional method, in view of the brought forward book depreciation as well as losses under Income Tax Act, 1961 available for set off.			
11 Inventories		0.00	0.00
		0.00	0.00
12 Trade Receivables			
(a) Out Standing for a period exceeding six months from the date they are due for payment Unsecured, Considered Good (A)		242.99	250.37
(b) Other Recivables (Unsecured, Considered Good) (B)		0.00	0
Total (A+B)		242.99	250.37
13 Cash and cash equivalents			
(a) Balances with banks in current a/c		22.12	38.61
(b) Cash on hand		0.50	1.46
(c) Fixed Deposits in Banks		0.00	9.97
		22.62	50.04
(a) Disclosure of Specified Bank Notes (SBN) held and transferred during the period from 8th Nov'2016 to 30th Dec'2016			
	SBNs Other Notes Total		
Closing Cash on Hand on 08.11.2016	338000 64133	402133	
Permitted Receipts	0 818780	818780	
Permitted Payments	338000 295347	633347	
Amount deposited in Banks			
Closing Cash on Hand on 30.12.2016	0 587566	587566	
14 Short-term loans and advances			
(a) Loans and advances to related parties:			
Advances Recoverable in cash or in kind for value to be received		104.36	91.33
Deposits with Government Departments		13.30	17.61
Tax Deducted at Source		20.15	52.08
		137.81	161.02
For Sankaran & Krishnan, Chartered Accountants, Firm Registration No:0035825		For and on behalf of the Board,  R. Jagadeesan Managing Director. DIN 01153985	
 M. Balachandran, Partner Membership No:16271 Chennai 25/05/17		 Malathi Jagadeesan Director. DIN 00153952	

		(Rs. In. Lakhs)	
		31.03.2017	31.03.2016
15	Revenue from Operations	0.00	0.00
	(a) sale of products - Yarn	179.23	201.99
	(b) other operating revenues -Rent Receipts	179.23	201.99
16	Other income	8.51	2.63
	(a) Interest Income	0.88	24.59
	(b) Other non-operating income-Profit on sale of assets	9.39	27.22
		N.A	N.A
17	(ii) (a) Cost of Materials consumed :-		
18	Employee Benefits	32.96	29.46
	(i) salaries and wages,	0.00	2.93
	(ii) contribution to provident and other funds,	1.15	1.55
	(iii) staff welfare expenses	34.11	33.94
		23.24	29.80
	18.1. Depreciation		
		(Rs. In. Lakhs)	
		31.03.2017	31.03.2016
19	Finance Costs	62.93	43.05
	Interest expenses	62.93	43.05
20	Other Expenses	0.00	0.00
	(a) Consumption of stores and spare parts.	2.78	2.87
	(b) Power and fuel.	30.05	84.52
	(c) Repairs to buildings.	0.00	0.00
	(d) Repairs to machinery.	0.32	0.76
	(e) Insurance .	22.31	11.96
	(f) Rent,Rates and taxes, excluding, taxes on income.	25.61	30.40
	(g) Miscellaneous expenses,	0.00	2.87
	(h) Loss on building W.off /Sale of Machinery	28.13	0.00
	(i) Bad Debts W/off	8.74	5.86
	(i) Audit fees & others		
	Payment to Auditors	31.03.2017	31.03.2016
	(a) As Auditor - Statutory Audit	0.42	0.42
	(b) For Taxation Matters	0.09	0.09
	© For Other Services	0.45	0.20
		117.94	139.24



OTHER NOTES			
21 Related Party Disclosures			
I.List of related parties with whom no transactions have taken place;			
M/S.Sunrise Jewellers P Ltd.,Chennai			
II.List of related parties with whom transaction has taken place :			
a) Transaction with key management personel:			
i.Mr.R.Jagadeesan-Managing Director Remuneration Rs.15,00,000/-			
		(Rs. In Lakhs)	
		31.03.2017	31.03.2016
22 CONTINGENT LIABILITES ON ACCOUNT OF			
(a) Estimated amount of contracts remaining to be executed on capital account and not provided for (after adjusting advances made thereof)		0.00	0.00
(b)Claims against the company which are contested/proposed to be contested before various juducial forums are given as under:			
(i)The Cotton Corporation of India Limited.,Coimbatore		62.59	62.59
(ii) Sales Tax		18.57	13.37
(iii)Corporation Tax		14.76	14.76
(iv)Others		6.13	0.00
(c) On account of Bank Guarntee issued by UBI favouring to DGFT		0.00	9.97
23 Previous year figures have been ,re grouped, re-arranged wherever considered necessary.			
24 Quantity Particulars			
Since the company has-no manufacturing activity during the year,quantity particulars information on consumption etc..are not furnished.			
For Sankaran & Krishnan, Chartered Accountants, Firm Registration No:0035825		For and on behalf of the Board,	
			
M.Balachandran. Partner Membership No:16271 Chennai		R.Jagadeesan Managing Director. DIN 01153985	
25/05/2017		 Malathi Jagadeesan Director. DIN 00153952	

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March, 2017

A. CASH FLOW FROM OPERATING ACTIVITIES

Net Profit/Loss before tax and extra-ordinary items
Adjustments for-
Depreciation
Preliminary expenses
Interest and other income
Provision for tax & prior year adjustments

Operating profit before working capital
Adjustments for-
Trade and other receivables
Inventories
Interest on Working capital & Term loan
Trade payable

CASH GENERATED FROM OPERATING ACTIVITIES

Interest on working capital
Loans & Advances

NET CASH FLOW FROM OPERATING ACTIVITIES (A)

B. CASH FLOW FROM INVESTING ACTIVITIES

Proceeds from Fixed Assets
Interest and other income received

NET CASH USED IN INVESTING ACTIVITIES (B)

C. CASH FLOW FROM FINANCING ACTIVITIES

Proceeds from borrowing
Reserves & Surplus
Interest on term borrowing

NET CASH IN FINANCE ACTIVITIES (C)

NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS A+B-C

CASH & CASH EQUIVALENT AS AT 31.03.2015(Opening balance)

CASH & CASH EQUIVALENT AS AT 31.03.2016(Closing balance)

Note:

Net Profit Before Tax
add: Interest on Working Capital

Net (Loss) / Profit Before Tax and Extra-Ordinary Items

31st March 2017 Rs. in lacs (12 months)		31st March 2016 Rs. in lacs (12 months)	
	-49.60		-16.82
23.24		29.80	
0.00		0.00	
9.39		27.22	
0.00		4.04	
	32.63		61.06
	-16.97		44.24
7.38		35.47	
0.00		0.00	
62.93		43.05	
23.04		-11.35	
	93.35		67.17
	76.38		111.41
0.00		0.00	
-23.21		7.84	
	-23.21		7.84
	99.59		103.57
0.00		0.00	
9.39		27.22	
	9.39		27.22
244.57		135.35	
0.00		3.95	
-62.93		-43.05	
	181.64		96.25
	-72.66		34.54
	50.04		15.50
	-22.62		50.04
	-49.60	-16.82	
	0.00	0.00	
	-49.60		-16.82

For Sankaran & Krishnan
CHARTERED ACCOUNTANTS

M. Balachandran
Partner
Membership No:16271
CHENNAI
25/05/2017



For and on behalf of the Board

R. Jagadeesan - Managing Director
DIN 01153985

Malathi Jagadeesan-Director
DIN 00153952

ANNEXURE I

The financial details and capital evolution of the transferee/resulting and transferor/demerged companies for the previous 3 years as per the audited statement of Accounts:

Name of the Company: THAMBBI MODERN SPINNING MILLS LIMITED, SALEM

(Rs. in Lakhs)

	As per last Audited Financial Year	1 year prior to the last Audited Financial Year	2 years prior to the last Audited Financial Year
	2016-17	2015-16	2014-15
Equity Paid up Capital	576.28	576.28	576.28
Reserves and surplus	4829.08	4829.08	4829.08
Carry forward losses	-5110.14	-4094.91	-4082.13
Net Worth	295.22	1310.45	1323.23
Miscellaneous Expenditure	25.61	30.40	17.37
Secured Loans	643.77	417.12	283.25
Unsecured Loans	112.82	95.83	140.93
Fixed Assets	607.10	376.02	327.66
Income from Operations	179.23	201.99	246.26
Total Income	188.62	229.21	248
Total Expenditure	238.22	246.03	350.33
Profit before Tax	-49.60	-16.82	-102.33
Profit after Tax	-49.60	-16.82	-102.33
Cash profit	-26.36	12.98	-62
EPS	-0.93	-0.29	-1.78
Book value	10	10	10

Note: The financials should not be more than 6 months old. In such cases additional column may be added to provide the latest financials.

Please note that for existing Listed Company, provide the last Annual Report and the audited / unaudited financials of the latest quarter (were it is due) accompanied mandatorily by the Limited Review Report of the auditor.