

## INDEPENDENT AUDITORS' REPORT

To  
The Members,  
**PARAS PETROFILS LTD.**  
Surat.

### Report on the Financial Statements

We have audited the accompanying financial statements of PARAS PETROFILS LTD. ("The Company"), which comprise the Balance Sheet as at March 31, 2015, 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's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash 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 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 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.

### Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation and fair presentation of the financial statements 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 the accounting policies used and the reasonableness of the accounting estimates made by the 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 31, 2015;
- (b) In the case of the Statement of Profit and Loss, of the Loss for the year ended on that date;
- (c) In the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date;

## Report on Other Legal and Regulatory Requirements

- (1) As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Companies Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order; to the extent applicable.
- (2) **As required by Section 143(3) of the Act, we report that:**
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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, the Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account and returns;
  - (d) in our opinion, the aforesaid 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 the written representations received from the directors and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on March 31, 2015, from being appointed as a director in terms of sub-section (2) of Section 164 of the Companies Act.
  - (f) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - (i) As informed to us, the company does not have any pending litigations which would have impact on its financial position.
    - (ii) As informed to us, the company has not entered into any long term contracts including derivative contracts and thereby there is no requirement for an provision to be made for material foreseeable losses under any law or accounting standards in this regard.
    - (iii) As informed to us, there was no amounts which are required to be transferred, to the Investor Education and Protection Fund by the company during the year.

**FOR R K G & CO.**  
**Chartered Accountants,**

  
( CA. RAMESH GOYAL )

Partner

M.No. 37747

FRN - 103366W

PLACE:- SURAT

DATE:- 11 AUG 2015





**ANNEXURE TO AUDITOR'S REPORT**  
( Referred to in Para - 1 of our report of even date )

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.
- (b) According to information and explanation given to us, the fixed assets of the company have been physically verified by the management at reasonable intervals. No material discrepancy were notice on such verification as compared to book recrods.
- (ii) (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) The procedure of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) The company is maintaining proper records of inventory. As per information given to us by the management, no material discrepancy was observed on such verification, and the same has been proerly dealt with in the books of account.
- (iii) The company has not granted any loan to the companies, firms or other parties covered in the Register maintained under section 189 of the Companies Act.
- (iv) In our opinion and according to the information and explanations given to us, there are 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 with regard to sale of goods and service. During the course of audit, we have not observed any continuing failure to correct major weaknesses in internal control system.
- (v) In our opinion and according to the information and explanations given to us, the company has not accepted the deposit from the public to which the provisions of section 73 to 76 or any other relevant provision of the Companies Act and the rule framed thereunder are applicable and therefore Paragraph 3(v) of the Order is not applicable.
- (vi) In our opinion and according to the information and explanations given to us, the Central Government has not prescribed for the maintenance of cost records under section 148(1) of the Companies Act.
- (vii) (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education and 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 information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, custom duty, service tax, excise duty and cess were in arrears, as at 31.03.2015 for a period of more than six months from the date they become payable.
- (c) As on 31.03.2015, according to the record of the company, the following disputed dues have not been deposited with the appropriate authorities.

Name of the Statute	Nature of Due	Amount (in lacs)	Form, where dispute is pending	Year
Gujarat Sales Tax Act	Sales Tax	83.11	Joint Sales Tax Commissioner-	Acc. Year 2002-2003
Gujarat Sales Tax Act	Sales Tax	19.86	Joint Sales Tax Commissioner-	Acc. Year 2001-2002
Gujarat Sales Tax Act	Sales Tax	1.73	Joint Sales Tax Commissioner-	Acc. Year 2000-2001
Central Excise and Custom Act	Excise Duty	1.98	Commissioner-Surat	Acc. Year 2005-2006



- (viii) In our opinion, the accumulated losses of the company are not more than 50% of its net worth. The company has incurred cash loss during the financial year under review and however there is no cash loss in the immediate preceding financial year.
- (ix) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to a financial institutions, bank or debenture holders.
- (x) In our opinion and according to the information and explanations given to us, the company has not given guarantees for loans taken by others from banks or financial institutions and therefore paragraphs 3(x) of the said Order is not applicable to the company.
- (xi) In our opinion and according to the information and explanations given to us, the term loans have not been accepted during the year, therefore Paragraph 3(xi) of the said Order is not applicable to the company.
- (xii) Based upon the audit procedure performed and as per the information and explanations given to us by the management, we report that no fraud on or by the company has been noticed during the year.

**FOR R K G & CO.**  
**Chartered Accountants,**

*R K G*

( CA. RAMESH GOYAL )

Partner

M.No. 37747

FRN - 103366W

PLACE:- SURAT

DATE :- 11 AUG 2015





**PARAS PETROFILS LTD**  
**Block No 529, N H No 8, Palsana, Surat**  
**Balance Sheet as at 31st March, 2015**

Particulars	Note No	Figures as at the end of current reporting period ended on	Figures as at the end of current reporting period ended on
		31/03/2015	31/03/2014
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	3	367,843,000.00	367,843,000.00
(b) Reserves and Surplus	4	(98,685,625.17)	(66,456,266.17)
<b>(2) Share application money pending allotment</b>			
<b>(3) Non-Current Liabilities</b>			
(a) Long-term borrowings	5	-	7,330,760.00
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long Term Liabilities		-	-
(d) Long Term Provisions	6	420,301.00	3,399,848.00
<b>(4) Current Liabilities</b>			
(a) Short Term Provisions		-	-
(b) Trade payables	7	3,027,262.00	65,023,881.12
(b) Other current liabilities	8	9,197,948.00	84,312.00
(c) Short-term provisions	9	145,590.00	30,580.00
<b>Total</b>		<b>281,948,475.83</b>	<b>377,256,114.95</b>
<b>II. Assets</b>			
<b>(1) Non-current assets</b>			
(a) Fixed assets	10	227,018,478.00	347,413,455.00
(i) Tangible assets		-	-
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments	11	4,093,091.08	4,093,091.08
(c) Deferred tax Assets (Net)	12	23,285,622.00	8,771,676.00
(d) Long term loans and advances	13	74,646.00	74,646.00
(e) Other non-current assets	14	-	432,804.00
<b>(2) Current assets</b>			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables	15	-	13,331,218.00
(d) Cash and cash equivalents	16	5,095,902.75	893,523.87
(e) Short-term loans and advances	17	22,380,736.00	2,245,701.00
(f) Other Current Assets		-	-
<b>Total</b>		<b>281,948,475.83</b>	<b>377,256,114.95</b>
<b>The Notes 1 to 35 form an integral part of this financial statement</b>			

As per our report of even date

**For R K G & Co.**  
**Chartered Accountants**

CA. Ramesh Goyal  
Partner  
M. No. 37747  
FRN - 103366W  
Place : Surat  
Date : 14 AUG 2015



For and on behalf of the Board

*[Signature]*  
Director  
*[Signature]*  
Director



**PARAS PETROFILS LTD**  
**Block No 529, N H No 8, Palsana, Surat**  
**Statement of Profit and Loss for the year ended on 31st March, 2015**

Particulars	Note No	Figures as at the end of current reporting period ended on	Figures as at the end of current reporting period ended on
		31/03/2015	31/03/2014
I. Revenue from operations	18	51,141,795.00	95,286,025.99
II. Other Income	19	734,810.00	318,614.00
<b>III. Total Revenue (I + II)</b>		<b>51,876,605.00</b>	<b>95,604,639.99</b>
<i>IV. Expenses:</i>			
Cost of materials consumed		-	-
Purchase of Stock-in-Trade	20	45,810,066.00	79,361,962.00
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade		-	-
Employee benefit expense	21	1,797,442.00	540,411.00
Financial costs		-	-
Depreciation and amortization expense	10	965,115.00	711,296.00
Other expenses	22	5,489,380.00	8,929,239.71
<b>Total Expenses</b>		<b>54,062,003.00</b>	<b>89,542,908.71</b>
V. Profit before exceptional and extraordinary items and tax	(III-IV)	(2,185,398.00)	6,061,731.28
VI. Exceptional Items		(44,110,908.00)	5,646,195.00
VII. Profit before extraordinary items and tax	(V+VI)	(46,296,306.00)	11,707,926.28
VIII. Extraordinary Items		-	65,000,000.00
IX. Profit before tax (VII + VIII)		(46,296,306.00)	76,707,926.28
X. Tax expense:			
(1) Current tax (MAT)		-	-
(2) Deferred tax Assets/(Liability)		14,513,946.00	(23,699,120.00)
(3) Previous Year Tax		-	-
(4) MAT Credit Entitlement		-	17,462,627.00
XI. Profit(Loss) from the period from continuing operations	(VII-VIII)	(31,782,360.00)	35,546,179.28
XII. Profit/(Loss) from discontinuing operations		-	-
XIII. Tax expense of discounting operations		-	-
XIV. Profit/(Loss) from Discontinuing operations (XII - XIII)		-	-
XV. Profit/(Loss) for the period (XI + XIV)		(31,782,360.00)	35,546,179.28
XVI. Earning per equity share:	23		
(1) Basic		(0.10)	0.11
(2) Diluted		(0.10)	0.11
<b>The Notes 1 to 35 form an integral part of this financial statement</b>			

As per our report of even date

**For R K G & Co.**  
**Chartered Accountants**

For and on behalf of the Board

CA. Ramesh Goyal  
Partner

M. No. 37747  
FRN - 103366W  
Place : Surat



Director

Director



CASH FLOW STATEMENT ANNEXED TO THE BALANCE SHEET  
FOR THE PERIOD APRIL 2014 TO MARCH 2015

Particulars	For the year ended 31.03.2015		For the year ended 31.03.2014	
	Rs.	Rs.	Rs.	Rs.
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
<b>Net profit before Taxation and Extra- Ordinary items</b>		(46,296,306.00)		76,707,927.00
ADJUSTMENT FOR :				
1. Depreciation	965,115.00		711,296.00	
2. Interest Expenses	-		-	
3. Interest on Investment	(731,610.00)		(206,351.00)	
4. Loss / (Profit) on Sale of Assets/Right	46,731,788.00	46,965,293.00	(67,350,570.00)	(66,845,625.00)
<b>Operating profit before Working Capital Change</b>		668,987.00		9,862,302.00
Adjustment For:				
1. Trade and other Receivables	7,484,506.00		66,652,663.00	
2. Inventories	-		-	
3. Trade Payables	(55,747,520.00)		(148,550,573.00)	
4. Income Tax	-		-	
Cash generated from operations		(48,263,014.00)		(81,897,910.00)
<b>Cash flow before extra ordinary Items</b>		(47,594,027.00)		(72,035,608.00)
1. Extra Ordinary items		-		-
<b>Net cash flow from Operating activities</b>		(47,594,027.00)		(72,035,608.00)
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
1. Sale of Fixed Assets	72,251,075.00		6,881,600.00	
2. Profit on extinguishment of Right	-		66,000,000.00	
2. Purchase of Investment	(22,700,000.00)		(1,000,000.00)	
3. Sale of Investment	9,576,091.00		8,605,045.00	
<b>Net cash used for investing activities</b>		59,127,166.00		80,486,645.00
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
1. Increase/Decrease in long term borrowing	(7,330,760.00)		(9,299,873.00)	
2. Interest Paid	-		-	
<b>Net cash used for Financing activities</b>		(7,330,760.00)		(9,299,873.00)
<b>Net increase in Cash &amp; Cash equivalents</b>		4,202,379.00		(848,836.00)
<b>Cash &amp; Cash equivalents (Opening)</b>		893,524.00		1,742,360.00
<b>Cash &amp; Cash equivalents (Closing)</b>		5,095,903.00		893,524.00

Notes

- The Cash Flow Statements has been prepared under the "Indirect Method" as set out in the Accounting Standard - 3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India
- Previous years figures have been regrouped wherever necessary.

**FOR R K G & CO.**  
Chartered Accountants

CA. Ramesh Goyal  
Partner  
M. No. 37747  
FRN - 103366W



For and on behalf of the Board

Director  
Director



# **PARAS PETROFILS LTD.**

## **Notes forming part of the Financial Statements**

### **NOTE - 1 CORPORATE INFORMATION**

Paras Petrofils Ltd. is a company registered under Companies Act, 1956, listed on National Stock Exchange and Bombay Stock Exchange. Paras Petrofils Ltd. is carrying on the business of manufacturing of Nylon and Polyester Yarn, Trading of Fabric and Commission Activity. During the year company have suspended its manufacturing activity due to adverse market condition and huge loss incurred during the year 2012-13 from the manufacturing activity.

### **NOTE - 2 SIGNIFICANT ACCOUNTING POLICIES**

#### **1 SYSTEM OF ACCOUNTING**

- (i) The financial statements are prepared on a historical cost convention and as a going concern concept .
- (ii) Accounting policies not specifically referred to otherwise are consistent with generally accepted accounting principles.
- (iii) The Company follows the mercantile System of accounting and recognizes Income and expenditure on accrual basis except otherwise referred.

#### **2 FIXED ASSETS AND DEPRECIATION**

- (i) Expenditure which are of Capital nature are capitalized at a cost net of CENVAT and VAT which comprises purchase price (net of rebates and discount), levies and any directly attributable cost of bringing the assets to working condition for its intended use.
- (ii) Depreciation on Fixed Assets is provided on written down value method. Depreciation is provided based on useful life of assets as prescribed in Schedule II of the Companies Act, 2013 on pro rata basis except on Land & Building and Plant & Machinery due to retire from active use and held for disposal.

#### **3 INVENTORY**

- (i) Stock of fabrics have been valued at cost or net realizable value whichever is lower.

#### **4 INVESTMENT**

Investments have been valued at cost. Provision for diminution in the value of long term investment is made only when such a decline is other then temporary in the opinion of the management.

#### **5 BORROWING COST**

- (i) Borrowing cost that are directly attributable to the acquisition, construction or production of a qualifying asset have been capitalized as part of the cost of that asset.
- (ii) All other borrowing costs are charged to revenue.

#### **6 IMPAIRMENT OF ASSETS**

An assets is treated as impaired when the carrying cost of the asset exceeds its recoverable amount. An impairment loss is charged to the Profit and Loss Account in the year in which an assets is identified as impaired.



# **PARAS PETROFILS LTD.**

## **Notes forming part of the Financial Statements**

### **7 TAXATION**

The current charge for income taxes is calculated in accordance with the relevant tax regulations applicable to the company. Deferred tax assets and liabilities are recognized for further tax consequences attributable to the timing differences that result between the profit offered for income tax and the profit as per the financial statements, subject to consideration of prudence. Deferred tax assets and liabilities are measured as per the tax rates/laws that have been enacted or substantively enacted by the Balance Sheet date.

### **8 INCOME FROM OPERATIONS**

Revenue from Operations includes Sale of fabrics but is net of discounts, claims and returns.

### **9 PROVISION, CONTINGENCIES**

A provision is recognised where there is present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Contingent liability are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed.





## PARAS PETROFILS LTD.

PARTICULARS	AS ON 31/03/2015	AS ON 31/03/2014
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### NOTE - 3 SHARE CAPITAL

#### **AUTHORISED CAPITAL**

33,63,78,000 (33,63,78,000) Equity Shares of Rs.1 each	336,378,000.00	336,378,000.00
33,62,200 (33,62,200) 11% Non cumulative Preference Shares of Rs.10 each	33,622,000.00	33,622,000.00
	<u>370,000,000.00</u>	<u>370,000,000.00</u>

#### **ISSUED, SUBSCRIBED & PAID UP CAPITAL**

33,42,21,000 (33,42,21,000) Equity Share of Rs. 1/-each, fully paid up issued for cash at par	334,221,000.00	334,221,000.00
33,62,200 (33,62,200) 11% Non cumulative Preference Shares of Rs.10 each	33,622,000.00	33,622,000.00
Total=	<u>367,843,000.00</u>	<u>367,843,000.00</u>

- (1) The company has only one class of equity shares having a per value of Rs. 1/- per share & one class of Preference shares having a per value of Rs.10/- per share. Each shareholder is eligible for one vote per share.
- (2) There are no shareholders holding 5% or more shares in the company
- (3) Reconciliation of number of shares outstanding at the beginning and end of the year

#### Equity Shares

Outstanding at the beginning of the year	334,221,000.00	334,221,000.00
Issued during the year	0.00	0.00
	<u>334,221,000.00</u>	<u>334,221,000.00</u>

#### Preference Shares

Outstanding at the beginning of the year	33,622,000.00	33,622,000.00
Issued during the year	0.00	0.00
	<u>33,622,000.00</u>	<u>33,622,000.00</u>

### NOTE - 4 RESERVES & SURPLUS

#### Profit & Loss Account

As Per Last Balance Sheet	(66,456,266.17)	(102,002,445.45)
Add: Profit/(Loss) for the year	(31,782,360.00)	35,546,179.28
Less: Depreciation W/off	446,999.00	-
Total=	<u>(98,685,625.17)</u>	<u>(66,456,266.17)</u>





**PARAS PETROFILS LTD.**

PARTICULARS	AS ON 31/03/2015	AS ON 31/03/2014
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**NOTE - 5 LONG TERM BORROWINGS**

Unsecured Loans & Advances from Related Parties	-	7,130,760.00
Dealer Deposits	-	200,000.00
Total=	-	<u>7,330,760.00</u>

**NOTE - 6 LONG TERM PROVISIONS**

Provisions for Employees Benefits	420,301.00	3,399,848.00
Total=	<u>420,301.00</u>	<u>3,399,848.00</u>

**NOTE - 7 TRADE PAYABLE**

For Goods	-	55,327,411.00
For Expenses	3,027,262.00	9,696,470.12
<b>Refer Note No . 26</b>		
Total=	<u>3,027,262.00</u>	<u>65,023,881.12</u>

**NOTE - 8 OTHER CURRENT LIABILITIES**

Statutory Liabilities	97,948.00	84,312.00
Advance from Customers	9,100,000.00	
Total=	<u>9,197,948.00</u>	<u>84,312.00</u>

**NOTE - 9 SHORT TERM PROVISIONS**

Provisions for Employees Benefits	145,590.00	30,580.00
Total=	<u>145,590.00</u>	<u>30,580.00</u>









## PARAS PETROFILS LTD.

PARTICULARS		AS ON 31/03/2015	AS ON 31/03/2014
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### NOTE - 11 NON CURRENT INVESTMENTS

#### INVESTMENT IN EQUITY INSTRUMENTS

Quoted (At Cost) Non-Trade			
71504 (71504) shares of Jaipan Industries Ltd	2,944,230.84		2,944,230.84
Aggregate Market Value 7,22,190 (5,00,528)			
3000 (3000) shares of Housing Dev & Infra. Ltd	755,838.61		755,838.61
Aggregate Market Value 3,05,100 (1,72,800)			
4000 (4000) shares of South Indian Bank Ltd	92,543.68		92,543.68
Aggregate Market Value 1,01,000 (89,000)			
20000 (20000) shares of Zee Media Corp. Ltd	300,477.95		300,477.95
Total=	4,093,091.08		4,093,091.08

### NOTE - 12 DEFERRED TAX LIABILITY

#### **Deferred Tax Assets**

Provision for Retirement benefit	129,873.00		1,050,553.00
Disallowance U/s 43B	5,191.00		-
Unabsorbed carry forward losses	71,151,045.00		70,514,166.00

#### **Deferred Tax Liability**

Related to Fixed Assets	48,000,487.00		62,793,043.00
Total=	23,285,622.00		8,771,676.00

### NOTE - 13 LONG TERM LOANS & ADVANCES

Security Deposits	74,646.00		74,646.00
Total=	74,646.00		74,646.00

### NOTE - 14 OTHER NON CURRENT ASSETS

#### **Long Term Trade Receivables**

Unsecured Considered Good			432,804.00
Total=	-		432,804.00





**PARAS PETROFILS LTD.**

PARTICULARS	AS ON 31/03/2015	AS ON 31/03/2014
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**NOTE - 15 TRADE RECEIVABLES**

(Debts unsecured, considered good by the management)

Debts Outstanding over 6 Months	-	-
Other Debts	-	13,331,218.00
Total=	-	13,331,218.00

**NOTE - 16 CASH & CASH EQUIVALENTS**

Cash in Hand	1,522,682.00	753,537.00
Balance with Bank In Current Account	3,573,220.75	139,986.87
Total=	5,095,902.75	893,523.87

**NOTE - 17 SHORT TERM LOAN & ADVANCES**

Unsecured, Considered Good		
Balance with Central Excise & Other Govt Dept	2,154,926.00	2,229,361.00
Others Advances	20,225,810.00	16,340.00
Total=	22,380,736.00	2,245,701.00

**NOTE- 18 INCOME FROM OPERATIONS**

Sale of Fabrics	51,141,795.00	95,286,025.99
Total=	51,141,795.00	95,286,025.99

**NOTE- 19 OTHER INCOME****INTEREST INCOME**

Interest on Income Tax Refund	-	106,705.00
Interest (Gross) on Fixed Deposit	5,918.00	206,351.00
Interest (Gross) - Other	725,692.00	2,758.00

**DIVIDEND INCOME**

From Long Term Investment	3,200.00	2,800.00
Total=	734,810.00	318,614.00





## PARAS PETROFILS LTD.

PARTICULARS	AS ON 31/03/2015	AS ON 31/03/2014
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### NOTE- 20 PURCHASE OF STOCK-IN-TRADE

Purchases of Fabrics	45,810,066.00	79,361,962.00
Total=	45,810,066.00	79,361,962.00

### NOTE- 21 EMPLOYEE BENEFIT EXPENSES

Salary & Bonus	1,763,880.00	540,390.00
Contributions to Provident Fund & ESIC	33,562.00	21.00
Total=	1,797,442.00	540,411.00

### NOTE - 22 OTHER EXPENSES MANUFACTURING EXPENSES

Excise Duty Expenses	2,853,373.00	2,754,122.00
Power & Fuel Expenses	-	3,115,695.18
VAT Expenses	-	5,780.00
Total= A	2,853,373.00	5,875,597.18

### ADMINISTRATIVE & SELLING EXPENSES

Advertisement Expenses	23,038.00	20,736.00
Auditors Remuneration	34,200.00	33,708.00
Bank Charges	25,000.00	10,981.00
Bad Debts	-	692,310.00
Factory General Expenses	-	49,112.00
Insurance Expenses	15,231.00	280,735.00
Interest on Late payment T.D.S.	3,455.00	1,031.00
Legal & Professional Charges	217,572.00	150,849.00
Listing Fees & Share Transfer	683,726.00	478,776.00
Office Expenses	664,732.00	232,842.00
Printing & Stationery	73,223.00	-
Rates & Taxes	19,225.00	118,700.00
Security Charges	604,295.00	760,620.00
Service Tax Expenses	-	22,091.00
Telephone & Postage Charges	212,119.00	123,502.53
Vehicle Expenses	60,191.00	77,649.00
Total= B	2,636,007.00	3,053,642.53
Total= A+B	5,489,380.00	8,929,239.71

### NOTE- 23 EARNING PER EQUITY SHARE (EPS)

Particulars	As on 31.03.2015	As on 31.03.2014
Basic Weighted average number of Equity Shares outstanding during the year	334,221,000.00	334,221,000.00
Profit / (Loss) for the year	(31,782,360.00)	35,546,179.28
Normal value of Equity Share	100.00	100.00
Basic & Diluted EPS	(0.10)	0.11





## PARAS PETROFILS LTD.

### Notes forming part of the Financial Statements

NOTE - 24 Figures of the previous year have been regrouped/ recast wherever necessary to make them comparable with the figure of the current year and are rounded off to the nearest rupees.

NOTE - 25 Balances of Sundry Creditors and Loans and Advances are subject to confirmation and reconciliation if any.

NOTE - 26 In the opinion of Board of Directors, Current Assets, Loans & Advances are approximately of the value stated, if realised in the ordinary course of business, unless stated otherwise. Adequate provision have been made for all known liabilities except stated otherwise.

NOTE - 27 In The absence of necessary information with the Company relating to the status of the suppliers under Micro, Small and Medium Enterprises Act.2006, the Information Could not be Complied and disclosed.

NOTE - 28 The company has permanently discontinued its manufacturing activity relating to yarn manufacturing and during the year, shareholders of the company have accorded their consent to dispose off the assets of the company related to its yarn manufacturing activity in response to the postal ballot notice dt. 04.08.2014. Result of the same is already disclosed on 15.09.2014.

NOTE - 29 Exceptional items for the current year loss of Rs. 441.11 includes loss of Rs. 467.32 lacs on sale of certain Plant & Machinery of the company pursuant to consent accorded by shareholders of the company and Gain of Rs. 26.21 lacs for Sundry balance written off.

NOTE - 30 CONTINGENT LIABILITIES (not provided for) in respect of

		(Rs. in Lacs)	
		<u>As on</u> <u>31.03.2015</u>	<u>As on</u> <u>31.03.2014</u>
(c)	Export obligation against EPCG	413.32	413.32
(d)	Sales Tax Liabilities	110.42	110.42
(e)	NCCD Duty claim dispute with Excise Department	1.98	1.98
(f)	Listing Fee to Regional Stock Exchange	6.53	6.53

NOTE - 31 The break up of Auditor's remuneration is as under:-

For Audit Fees (including service tax)	28500	73034
For Taxation	5700	39326
	34200	112360

NOTE - 32 Related Party Disclosures

A) Key Management Personnel:

Sr. No.	Name	Designation	Resignation
1	Shri Jivabhai Patel	Chairman	20.05.2014
2	Shri Ashok R Jain	Managing Director	
3	Shri Siddharth C Patel	Director	20.05.2014
4	Shri Kailashchand Jain	Director	20.05.2014
		Director	





## PARAS PETROFILS LTD.

### Notes forming part of the Financial Statements

7	Shri Pravindrai D Jariwala	Director	20.05.2014
8	Shri Anil Bansal	Director	
9	Shri Murli Manohar Modani	Director	20.05.2014
10	Shri Harikishan Pinpaliya	Director	
11	Smt. Usha Devi Jain	Director w.e.f. 31.03.2015	
12	Shri Rajendra Parakh	Company Secretary	

B) List of other Related Parties with whom transactions have taken place during the Year

Sr. No.	Name
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1	Priyanka Developers Pvt Ltd
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C) Relatives of key management personnel with whom transactions have taken place during the year:

Sr. No.	Name
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1	Siddharth C Patel HUF
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NOTE - 33 **Details of transactions with key management personal and related parties of the key management personal are as follows.**

Nature of Transaction	Key	Other	(Rs. in Lacs)	
			Relatives of key Parties	Total Personnel
<b>1 Unsecured Loan</b>				
Balance as at 31.03.2015	-	-	-	-
	-	(41.31)	30.00	(71.31)
<b>2 Expenditure</b>				
Interest Paid	-	-	-	-
	-	-	-	-
Purchase of goods and Payment for expenses	-	-	-	-
Payment to employees	1.86	-	-	1.86
	(1.86)	-	-	(1.86)
<b>3 Sale of Assets</b>				
Sale of Plant & Machinery	-	96.98	-	96.98
	-	-	-	-





**PARAS PETROFILS LTD.**

**Notes forming part of the Financial Statements**

**NOTE - 34 SEGMENT REPORTING**

The company has only one business and geographic segment, therefore Segment Reporting is not applicable.

	<b>(Rs. in lacs)</b>		<b>(Rs. in lacs)</b>	
	Year ended QTY	31.03.2015 Value	Year ended QTY	31.03.2014 Value
<b>(A) TURNOVER</b>				
Finish Fabric (In '000 Mtrs)	1,139	511.41	1,410	952.86
<b>(B) PURCHASE</b>				
Finish Fabric (In '000 Mtrs)	1,139	458.10	1,410	793.62

**NOTE - 35 DETAILS OF LOANS & ADVANCES COVERED U/S 186(4) OF THE COMPANIES ACT, 2013**

<b>Names of Party</b>	<b>(Rs. in lacs)</b>			
	<b>Opening Balance</b>	<b>Addition during the year</b>	<b>Deduction during the year</b>	<b>Closing Balance</b>
K. M. Choksi Pvt. Ltd.	0.00	50.00	0.00	50.00
Jai Jinendra Prints Pvt. Ltd.	0.00	42.00	25.72	16.28
Suresh Silk Mills Pvt. Ltd.	0.00	70.00	0.00	70.00
	0.00	162.00	25.72	136.28

All the above Loans are utilised by the respective companies for their business activities.

As per our report of even date

**FOR R K G & CO.**  
**Chartered Accountants**

CA. Ramesh Goyal  
Partner  
M. No. 37747  
FRN - 103366W



Place : Surat

Date : 11 AUG 2015

For and on behalf of the Board

Director

Director