

FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31ST MARCH 2017

MEGASTAR FOODS PRIVATE LIMITED

AUDITORS

AVNISH SHARMA & ASSOCIATES
CHARTERED ACCOUNTANTS
PANCHKULA, CHANDIGARH, LUDHIANA

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CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF
MEGASTAR FOODS PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of M/S MEGASTAR FOODS PRIVATE LIMITED ('the Company'), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the 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, as applicable. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements 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 these financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder and the Order under Section 143(11) of the Act.

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 auditors' 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 the internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the 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.

HEAD OFFICE : PANCHKULA BRANCH : LUDHIANA

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 true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2017, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- 1 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 accounts as required by law relating to preparation of the financial statements 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 the Cash Flow Statement dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of these financial statements.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, as applicable.
 - (e) On the basis of the written representations received from Directors as on March 31, 2017, taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 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 A'. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - (g) With respect to the other matters to be included in the Independent 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. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund.
 - iv. The Company has provided requisite disclosures in Note 29 to the financial statements as to holding as well as dealings in Specified Bank Notes during the period from November 8, 2016 to December 30, 2016. Based on audit procedures and relying on the management representation, we report that the disclosures are in accordance with books of account maintained by the company and as produced by to us by the Management.
- 2 As required by the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government in terms of Section 143(11) of the Act, we give in 'Annexure B' a statement on the matters specified in paragraphs 3 and 4 of the Order.

for Avnish Sharma & Associates
Chartered Accountants
FRN - 009398N

Place : Chandigarh
Dated : 28.06.2017

Dinesh Manchanda (M.No. 097591)
Partner

ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting 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 MEGASTAR FOODS PRIVATE LIMITED ('the Company') as of March 31, 2017 in conjunction with our audit of the financial statements of the Company for the year ended and as 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 (the 'Guidance Note'). These responsibilities includes the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and effective 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 Act.

Auditor's 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 Standards on Auditing prescribed under section 143(10) of the Act and the Guidance Note, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with the 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.

An 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 auditors' 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 controls 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

for Avnish Sharma & Associates
Chartered Accountants
FRN - 009398N

Sd/-

Place : Chandigarh
Dated : 28.06.2017

Dinesh Manchanda (M.No. 097591)
Partner

ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Reports on Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government in terms of Section 143 (11) of the Companies Act, 2013 ('the Act') of Megastar Foods Private Limited ('the Company')

- 1 In respect to the Company's fixed assets:
 - (a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of available information.
 - (b) The fixed assets were physically verified during the year by the Management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) The title deeds of immovable properties are held in the name of the company.
- 2
 - (a) The management has conducted the physical verification of inventory at reasonable intervals.
 - (b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.
- 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 Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4 In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities.
- 5 The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2017 and therefore, the provisions of the clause 3(v) of the Order are not applicable to the Company.
- 6 Reporting under clause 3(vi) of the Order is not applicable as the Company's business activities are not covered by the Companies (Cost Records and Audit) Rules, 2014.
- 7 According to the information and explanations given to us, in respect of statutory dues:
 - (a) The Company has generally been regular in depositing undisputed statutory dues, including Income Tax, Sales Tax, Service Tax, Value Added Tax, duty of Customs, duty of Excise, Cess and other material statutory dues applicable to it with the appropriate authorities.
 - (b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Value Added Tax, duty of Customs, duty of Excise, Cess and other material statutory dues in arrears as at March 31, 2017 for a period of more than six months from the date they became payable.
- 8 In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to banks and financial institutions. The Company does not have any loans or borrowings from government and has not issued any debentures.
- 9 The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under reporting under clause 3(ix) of the Order is not applicable.

- 10 To the best of our knowledge and according to the information and explanations given to us, no fraud by the company and no fraud on the Company by its officer or employees has been noticed or reported during the year.
- 11 Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- 12 The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.
- 13 In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Act, where applicable, for all transactions with related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- 14 During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause 3(xiv) of the Order is not applicable to the Company.
- 15 In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected to its Directors and hence provisions of Section 192 of the Act are not applicable.
- 16 The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

for Avnish Sharma & Associates
Chartered Accountants
FRN - 009398N

Sd/-

Place : Chandigarh
Dated : 28.06.2017

Dinesh Manchanda (M.No. 097591)
Partner

MEGASTAR FOODS PRIVATE LIMITED
Significant Accounting Policies and Notes forming part of the Financial Statements
Year Ending: 31-Mar-2017

1 COMPANY OVERVIEW

Megastar Foods Private Limited is engaged in the business of Roller Flour Mills manufacturing Wheat Products. The company was incorporated on 28th November 2011 under the Companies Act, 1956. The company has its Registered Office and Head Office at 807, Industrial Area, Phase II, Chandigarh and Plant In Ropar District.

2 SIGNIFICANT ACCOUNTING POLICIES

a) Method of Accounting

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, as applicable. The financial statements have been prepared under the historical cost convention on accrual basis.

b) Use of estimates

The preparation of financial statements requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expense during the year. Examples of such estimates include provisions for doubtful receivables, employee benefits, provision for income taxes, accounting for contract costs expected to be incurred, the useful lives of depreciable fixed assets and provisions for impairment. Future results could differ due to changes in these estimates and the difference between the actual result and the estimates are recognised in the period in which the results are known/materialise.

c) Fixed Assets

Fixed Assets are stated at cost of acquisition inclusive of inward freight, duties, taxes and incidental expenses related to acquisition but net of duty credit availed. All pre-operative expenditure including interest on borrowings, specifically for the acquisition/project or interest on general borrowings to the extent utilized for such project, for the period up to the completion of erection is capitalized as part of the asset cost. Indirect expenditure related to acquisition & erection of machineries for the period up to the completion of such erection is treated as pre-operative expenditure and allocated on pro-rata basis.

d) Depreciation

In respect of fixed assets acquired during the year, depreciation/ amortisation is charged on a straight line basis so as to write off the cost of the assets over the useful lives and for the assets acquired prior to April 1, 2014, the carrying amount as on April 1, 2014 is depreciated over the remaining useful life based on an evaluation.

Type of Asset	Period
Building	60 years
Plant & Machinery	15 years
Lab Equipments	10 years
Furniture & Fixtures	10 years
Motorcycle	10 years
Car	8 years
Truck	8 years
Office Equipments	5 years
Computer	3 years

MEGASTAR FOODS PRIVATE LIMITED

e) Impairment

At each balance sheet date, the management reviews the carrying amounts of its assets to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset. Reversal of impairment loss is recognised as income in the statement of profit and loss.

f) Revenue Recognition

Revenues from the sale of Wheat Flour are recognised upon delivery, which is when title passes to the customer.

g) Taxation:-

Provision for income tax is made in accordance with provisions of the Income Tax Act, 1961. Deferred tax liabilities and assets are recognized at substantively enacted tax rates. Subject to the consideration of prudence, on timing difference, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance taxes paid.

h) Inventories

Raw Material, Stores, Consumables & Packing Material: At Cost

Finished Goods: At Cost or market value whichever is lower

Scrap: At Net Realisable Value

i) Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised when the Company has a 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 reliable estimate can be made. Provisions (excluding retirement benefits and compensated absences) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the financial statements. A contingent asset is neither recognised nor disclosed in the financial statements.

MEGASTAR FOODS PRIVATE LIMITED				AMOUNT IN `	
BALANCE SHEET AS AT 31ST MARCH, 2017					
PARTICULARS		Note No.	AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016	
I. EQUITY AND LIABILITIES					
1 Shareholders' Funds					
(a)	Share Capital	3	5,97,00,000	5,97,00,000	
(b)	Reserves And Surplus	4	1,37,92,850	33,42,641	
(c)	Money received against share warrants		-	-	
2 Share application money pending allotment					
3 Non-Current Liabilities					
(a)	Long-Term Borrowings	5	8,04,68,329	5,82,51,897	
(b)	Deferred Tax Liabilities (Net)		95,06,923	71,20,341	
(c)	Other Long term liabilities		-	-	
(d)	Long term provisions	6	3,77,158	1,82,490	
4 Current Liabilities					
(a)	Short Term borrowings	7	13,13,39,812	16,44,81,114	
(b)	Trade Payables	8	59,96,135	31,04,607	
(c)	Other Current Liabilities	9	1,47,99,912	1,20,02,603	
(d)	Short Term Provisions		-	-	
TOTAL			31,59,81,120	30,81,85,692	
II. ASSETS					
Non-Current Assets					
(a)	Fixed Assets				
(a)	Tangible Assets	10	11,18,60,997	10,68,46,072	
(b)	Intangible Assets		-	-	
(b)	Non -Current Investment		-	-	
(c)	Deferred Tax Assets (Net)		-	-	
(d)	Long term loans & advances	11	15,69,381	16,50,996	
(e)	Other Non-Current Assets		-	-	
2 Current assets					
(a)	Current Investment		-	-	
(b)	Inventories	12	6,58,83,576	5,91,36,148	
(c)	Trade Receivables	13	12,59,06,635	10,77,22,666	
(d)	Cash And Cash Equivalents	14	11,34,331	1,81,39,876	
(e)	Short Term Loans And Advances	15	92,92,545	1,43,75,097	
(f)	Other Current Assets	16	3,33,655	3,14,837	
TOTAL			31,59,81,120	30,81,85,692	
Significant Accounting Policies		1-2			
Notes on Financial Statements		26			
As per our report of even date attached for Avnish Sharma & Associates Chartered Accountants FRN - 009398N			For & on behalf of the Board MEGASTAR FOODS PRIVATE LIMITED		
Sd/-		Sd/-	Sd/-		
Dinesh Manchanda (M.No. 097591) Partner Place : Chandigarh Dated : 28.06.2017		VIKAS GOEL MG. DIRECTOR DIN: 05122585	VIKAS GUPTA DIRECTOR DIN: 05123386		

MEGASTAR FOODS PRIVATE LIMITED

3 SHARE CAPITAL

Particulars		AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016
3.1	Authorised Share Capital		
	a) 60,00,000 (Previous year 60,00,000) Equity Shares of ` 10/- Each	6,00,00,000	6,00,00,000
		6,00,00,000	6,00,00,000
	Issued, Subscribed & Paid up :		
	a) 59,70,000 (Previous year 59,70,000) Equity Shares of ` 10/- Each fully paid	5,97,00,000	5,97,00,000
	Total	5,97,00,000	5,97,00,000

3.2 The details of Shareholders holding more than 5% shares.

Name of the Share holders	AS AT 31ST MARCH, 2017		AS AT 31ST MARCH, 2016	
	No. of shares	% held	No. of shares	% held
Vikas Gupta	19,10,000	31.99%	19,10,000	31.99%
Vikas Goel	22,10,050	37.02%	15,83,350	26.52%
Pankaj Goyal	11,83,350	19.82%	11,83,350	19.82%
Total	53,03,400	88.83%	46,76,700	78.34%

3.3 The Reconciliation of the number of share outstanding is set out below:

Particulars	AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016
	No. of shares	No. of shares
Numbers of Shares at the beginning of the year	59,70,000	59,70,000
Add: Numbers of shares issued during the year	-	-
Equity Shares at the end of the year Total	59,70,000	59,70,000

4 RESERVES & SURPLUS

Particulars	AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016
(a) Surplus (Deficit)		
As Per last Balance Sheet	33,40,541	(30,75,659)
Add: Profit/(Loss) for the year	1,04,50,209	64,16,200
	1,37,90,750	33,40,541
(b) Other Reserve Sh Ganesh Ji	2,100	2,100
Total	1,37,92,850	33,42,641

5 LONG TERM BORROWINGS

Particulars	AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016
Secured		
- # UBI Term Loan A/c 171	1,68,00,000	2,20,00,000
Less: Current Maturities	52,00,000	52,00,000
	1,16,00,000	1,68,00,000
- # UBI Term Loan A/c 174	6,82,000	8,68,000
Less: Current Maturities	1,86,000	1,86,000
	4,96,000	6,82,000
- # UBI Term Loan A/c 175	14,15,333	18,01,333
Less: Current Maturities	3,86,000	3,86,000
	10,29,333	14,15,333
- # UBI Term Loan A/c 177	35,11,550	50,61,550
Less: Current Maturities	15,50,000	15,50,000
	19,61,550	35,11,550
From Others		
From TATA Capital Finance Services		
- Loan A/c No. 7000200423	2,63,985	7,50,747
Less: Current Maturities	2,63,985	4,86,761
	-	2,63,986
- Loan A/c No. 7000200425	2,63,985	7,50,747
Less: Current Maturities	2,63,985	4,86,761
	-	2,63,986
- Loan A/c No. 7000200427	1,41,716	4,03,027
Less: Current Maturities	1,41,716	2,61,311
	-	1,41,716
- Loan A/c No. 7000200430	1,14,897	3,26,763
Less: Current Maturities	1,14,897	2,11,866
	-	1,14,897
## <u>HDFC BANK LTD</u>		
Loan A/c	1,48,429	4,23,636
Less: Current Maturities	1,48,429	2,75,207
	-	1,48,429
## <u>HDFC BANK LTD (7424)</u>		
Loan A/c	19,98,160	-
Less: Current Maturities	6,45,570	-
	13,52,590	-
## <u>Toyota Financial Services India Ltd (1259)</u>		
Loan A/c	25,00,000	-
Less: Current Maturities	7,70,458	-
	17,29,542	-
## <u>Toyota Financial Services India Ltd (3344)</u>		
Loan A/c	15,70,825	-
Less: Current Maturities	5,28,800	-
	10,42,025	-
	1,92,11,041	2,33,41,897
Unsecured		
(b) Loans and advances from related parties:		
From Directors & relatives		
- Aniket Verma	-	40,00,000
- Vikas Gupta	2,13,36,790	1,44,00,000
- Vikas Goel	27,83,851	-
- Abhishek Verma	-	15,00,000
- Avinash Goyal	51,83,983	25,00,000
- Smt. Mohani Devi	-	20,00,000
- Sandeep Verma	-	18,30,000
- Sanjay Verma	-	51,80,000
- Shivani Gupta	50,000	-
- Satpal Gupta	20,00,000	20,00,000
	3,13,54,624	3,34,10,000
(c) Loan and advances from others		
- Mr. Karan Parkash	15,00,000	15,00,000
	15,00,000	15,00,000
(d) Loan From Capital First Ltd.	2,95,55,633	-
Less: Current Maturities	11,52,968	-
	2,84,02,665	-
Total	8,04,68,329	5,82,51,897

Notes:

- # Union Bank of India Term Loan is secured against Fixed Assets of the company as guaranteed by directors of the company
- ## i) The Vehicle Term Loan from Tata Capital is for 4 years @10.96% p.a., secured against Hypothecation of Truck Instalment of ` 45424/- including interest
- ii) The Vehicle Term Loan from Tata Capital is for 4 years @10.96% p.a., secured against Hypothecation of Truck Instalment of ` 45424/- including interest
- iii) The Vehicle Term Loan from Tata Capital is for 4 years @10.96% p.a., secured against Hypothecation of Truck Instalment of ` 24385/- including interest
- iv) The Vehicle Term Loan from Tata Capital is for 4 years @10.96% p.a., secured against Hypothecation of Truck Instalment of ` 19770/- including interest
- ### i) The Vehicle Term Loan from HDFC Bank Ltd is for 3 years @10.18% p.a., secured against Hypothecation of Truck Instalment of ` 25478/- including interest

6 LONG TERM PROVISIONS

Particulars	AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016
(a) Gratuity	3,77,158	1,82,490
Total	3,77,158	1,82,490

7 SHORT TERM BORROWINGS

Particulars	AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016
Secured		
(a) Loans repayable on demand		
From Banks		
- UBI Cash credit A/c	10,85,83,512	13,96,21,348
- UBI PCFC (Pre shipment) A/c	1,45,66,248	1,07,85,494
- UBI PCFC (Post shipment) A/c	81,90,052	1,40,74,272
Total	13,13,39,812	16,44,81,114

Notes:

- i. Working Capital facilities are secured by Hyp. of Stock, debtors & Other current assets of company and second charge on block fixed assets as guaranteed by the directors of company.

8 TRADE PAYABLES

Particulars	AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016
(a) Trade Creditors- Raw Material	39,94,231	8,10,728
(b) Services & others	20,01,904	22,93,879
Total	59,96,135	31,04,607

9 OTHER CURRENT LIABILITIES

Particulars	AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016
(a) Current maturities of long-term debt		
From Banks		
- UBI Term Loan A/c 171	52,00,000	52,00,000
- UBI Term Loan A/c 174	1,86,000	1,86,000
- UBI Term Loan A/c 175	3,86,000	3,86,000
- UBI Term Loan A/c 177	15,50,000	15,50,000
From Others		
Tata Capital		
- Loan A/c No. 7000200423	2,63,985	4,86,761
- Loan A/c No. 7000200425	2,63,985	4,86,761
- Loan A/c No. 7000200427	1,41,716	2,61,311
- Loan A/c No. 7000200430	1,14,897	2,11,866
HDFC BANK LTD		
- Loan A/c	1,48,429	2,75,207
- Capital First Ltd.	11,52,968	-
- HDFC Bank Ltd. (7424)	6,45,570	-
- Toyota Financial Services India Ltd	7,70,458	-
- Toyota Financial Services India Ltd (3344)	5,28,800	-
(b) Other payables	34,47,104	29,58,697
Total	1,47,99,912	1,20,02,603

11 LONG TERM LOANS & ADVANCES

Particulars	AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016
Unsecured (Considered Good)		
(a) Security deposits		
- Electricity Security	15,38,381	16,44,996
- Telephone Security	3,000	3,000
- GS1 India Security	3,000	3,000
- Security EMD Milkfed Sangrur	25,000	-
Total	15,69,381	16,50,996

12 INVENTORIES

Particulars	AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016
(a) Raw materials	5,36,39,494	4,43,94,913
(b) Finished goods	58,89,570	67,09,698
(c) Consumable Stores	9,46,300	11,36,400
(d) Others		
- Packing Material	54,08,211	68,95,137
Total	6,58,83,576	5,91,36,148

Note:- Mode of Valuation

- Finished Goods are valued at Lower of cost and net realisable value.
- Raw material is valued at cost or market value whichever is lower and are on FIFO basis
- Packing materials and consumables are valued at cost.

13 TRADE RECEIVABLES

Particulars	AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016
(a) Considered Good, less than six months Unsecured	12,59,06,635	10,77,22,666
Total	12,59,06,635	10,77,22,666

14 CASH AND CASH EQUIVALENT

Particulars	AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016
(a) Balances with banks		
(i) In Current Accounts		
- Union Bank of India (PCFC INR)	-	1,01,00,543
- Union Bank of India	78,845	19,197
- PNB	5,67,230	1,47,613
- Axis Bank	1,553	-
(ii) In Deposit Account		
- PNB FDR (13717)	-	25,50,236
- PNB FDR (14956)	-	6,36,586
- UBI FDR (66166)	40,094	12,56,704
(b) Cash at imprest	4,46,610	34,28,997
Total	11,34,331	1,81,39,876

15 SHORT TERM LOANS & ADVANCES

Particulars	AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016
Unsecured (Considered Good)		
(a) Advances recoverable in cash or in kind	46,81,326	1,23,81,152
(b) Balances with Revenue authorities	46,11,219	19,93,945
Total	92,92,545	1,43,75,097

16 OTHER CURRENT ASSETS

Particulars	AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016
Unsecured (Considered Good)		
(a) Prepaid Expenses	3,33,655	3,14,837
Total	3,33,655	3,14,837

MEGASTAR FOODS PRIVATE LIMITED

Amount in `

Particulars	AS AT 31ST MARCH, 2017	AS AT 31ST MARCH, 2016
Other Payables:		
(i) Statutory remittances		
- TDS Payable	5,19,423	1,90,819
(ii) Advance From Customers (As per list)	70,114	-
(iii) Payables on Purchase of Fixed Assets (As per list)	1,45,302	2,29,549
(iv) Expenses Payable (As per List)	25,03,625	23,43,247
(v) Provision for Income Tax	2,08,640	1,95,082
	34,47,104	29,58,697
Short Term Loans & Advances:		
Advances recoverable in cash or in kind		
Other Advance (As per list)	40,40,777	1,10,82,515
Electricity Duty Recoverable	2,91,579	2,91,579
Exchange Rate Difference Recoverable	-	7,00,372
Duty Draw back recoverable	55,352	1,70,397
Toyota Financial Tds Recoverable	3,301	-
TDS Recoverable From Capital First	1,36,693	-
TDS recoverable TATA Capital	1,23,155	1,05,820
Lindstrom Services India (Security Deposit)	30,469	30,469
	46,81,326	1,23,81,152
Balance with Revenue authorities		
MAT Recoverable	8,330	8,330
MAT Recoverable (14-15)	4,57,008	4,57,008
MAT Recoverable (15-16)	15,28,607	15,28,607
MAT Recoverable (16-17)	26,17,274	-
	46,11,219	19,93,945

MEGASTAR FOODS PRIVATE LIMITED
FIXED ASSETS SCHEDULE FOR THE YEAR ENDED 31.03.2017

NOTE NO -10

TANGIBLE ASSETS

PARTICULARS	RATE	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		AS ON	ADDITION	SALE/ ADJUST.	AS ON	UPTO THE END	FOR THE	WRITTEN	TOTAL	AS ON	As on
		01.04.2016			31.03.2017	OF PREVIOUS YR.	YEAR	BACK		31.03.2017	31.03.2016
Land		53,88,150	-	-	53,88,150	-	-	-	-	53,88,150	53,88,150
Building	1.58%	2,84,24,153	-	-	2,84,24,153	11,84,954	4,47,568	-	16,32,522	2,67,91,631	2,72,39,199
Car	11.88%	-	74,62,581	-	74,62,581	-	2,37,947	-	2,37,947	72,24,634	-
Motor Cycle	9.50%	-	48,885	-	48,885	-	4,277	-	4,277	44,608	-
Electrical Installation	9.50%	21,96,288	-	-	21,96,288	2,06,361	2,08,584	-	4,14,945	17,81,343	19,89,927
Plant & Machinery	6.33%	6,94,43,240	16,60,607	-	7,11,03,847	88,15,492	44,62,978	-	1,32,78,470	5,78,25,377	6,06,27,748
Laboratory Equipments	9.50%	6,52,809	1,975	-	6,54,784	1,27,938	63,047	-	1,90,985	4,63,799	5,24,871
Office Equipments	19.00%	2,07,146	9,300	-	2,16,446	57,418	41,272	-	98,691	1,17,755	1,49,728
Computer	31.67%	2,77,650	1,95,270	-	4,72,920	1,57,116	89,124	-	2,46,240	2,26,680	1,20,534
Furniture & Fixture	9.50%	5,14,657	8,190	-	5,22,847	1,05,268	49,432	-	1,54,700	3,68,147	4,09,389
Truck	11.88%	1,25,84,189	28,02,859	-	1,53,87,048	21,87,663	15,70,513	-	37,58,176	1,16,28,872	1,03,96,526
		11,96,88,282	1,21,89,667	-	13,18,77,949	1,28,42,210	71,74,741	-	2,00,16,952	11,18,60,997	10,68,46,072
<i>Previous Year Figures</i>		<i>10,25,82,449</i>	<i>1,74,52,279</i>	<i>3,46,446</i>	<i>11,96,88,282</i>	<i>67,76,001</i>	<i>60,66,209</i>	<i>-</i>	<i>1,28,42,210</i>	<i>10,68,46,072</i>	<i>9,58,06,448</i>

MEGASTAR FOODS PRIVATE LIMITED

AMOUNT IN `

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2017

PARTICULARS		Note No.	For the year ended on 31st March, 2017	For the year ended on 31st March, 2016
Income:				
I	Revenue from operations	17	97,68,59,141	77,81,24,995
II	Other income	18	7,65,672	23,05,924
III.	Total Revenue		97,76,24,812	78,04,30,919
IV. Expenses:				
	Cost of materials consumed	19	85,81,22,572	68,20,45,680
	Changes in inventories	20	8,20,128	21,31,250
	Employee Benefits Expense	21	1,83,27,225	1,09,87,865
	Financial Cost	22	2,33,45,171	1,98,01,868
	Depreciation & Amortization Expense	23	71,74,741	60,66,209
	Other Expenses	24	5,68,91,569	5,13,75,966
	Total Expenses		96,46,81,406	77,24,08,839
	Profit before exceptional and extraordinary items and tax (III-IV)		1,29,43,406	80,22,080
	Prior Period Expenses	25	1,06,615	-
V.	Profit Before tax		1,28,36,791	80,22,080
VI	Tax Expense:			
	Current Tax		26,17,274	15,28,607
	Deferred Tax Expense/(Income)		23,86,582	16,05,880
	MAT Reverse		26,17,274	15,28,607
VII	Profit After Tax		1,04,50,209	64,16,200
VIII	Earnings Per Equity Share:			
	(1) Basic		1.75	1.07
	(2) Diluted		1.75	1.07
	Significant Accounting Policies	1-2		
	Notes on Financial Statements	26		

As per our report of even date attached
for Avnish Sharma & Associates
Chartered Accountants
FRN -009398N

Sd/-

Dinesh Manchanda (M.No. 097591)
Partner
Place : Chandigarh
Dated : 28.06.2017

For & on behalf of the Board
MEGASTAR FOODS PRIVATE LIMITED

Sd/-

Sd/-

VIKAS GOEL
MG. DIRECTOR
DIN: 05122585

VIKAS GUPTA
DIRECTOR
DIN: 05123386

MEGASTAR FOODS PRIVATE LIMITED

17 REVENUE FROM OPERATIONS

Particulars	For the year ended on 31st March, 2017	For the year ended on 31st March, 2016
Domestic Sales	94,74,06,982	72,01,27,883
Export Sales	2,94,52,158	5,79,97,112
Total	97,68,59,141	77,81,24,995

18 OTHER INCOME

Particulars	For the year ended on 31st March, 2017	For the year ended on 31st March, 2016
Interest	3,99,834	3,41,942
Exchange Rate Difference	75,276	13,89,008
Duty Drawback	2,90,562	5,74,974
Total	7,65,672	23,05,924

19 COST OF MATERIAL CONSUMED

Particulars	For the year ended on 31st March, 2017	For the year ended on 31st March, 2016
Opening Stock		
Raw Material of Wheat	4,43,94,913	2,94,35,152
Packing Material	68,95,137	33,06,026
Add : Purchases		
- Wheat	83,35,45,956	67,87,87,058
- Packing Material	1,49,86,282	1,03,06,168
Add: Freight inward	1,51,05,641	96,62,247
Packing Charges	22,42,349	18,39,079
	91,71,70,278	73,33,35,730
Less Closing Stock		
Raw Material of Wheat	5,36,39,494	4,43,94,913
Packing Material	54,08,211	68,95,137
Total	85,81,22,572	68,20,45,680

20 CHANGE IN INVENTORY OF GOODS

Particulars	For the year ended on 31st March, 2017	For the year ended on 31st March, 2016
Opening Balance	67,09,698	88,40,948
Less:- Closing Balance	58,89,570	67,09,698
Net Increase/ Decrease in Goods	8,20,128	21,31,250

21 EMPLOYEE BENEFITS EXPENSES

Particulars	For the year ended on 31st March, 2017	For the year ended on 31st March, 2016
Directors' Remuneration	16,80,000	-
Salaries	15,90,323	17,47,392
Wages	77,53,731	44,75,074
Labour Charges	57,48,780	36,30,249
Staff Welfare Expenses	7,37,179	4,56,858
PF	2,25,334	1,95,580
Placement Consultancy Services	-	11,325
Security Service	3,97,210	3,28,777
Staff Insurance	-	12,975
Gratuity	1,94,668	1,29,635
Total	1,83,27,225	1,09,87,865

22 FINANCIAL COST

Particulars	For the year ended on 31st March, 2017	For the year ended on 31st March, 2016
Bank Charges	14,16,408	18,85,335
Interest on Term Loan	45,23,949	32,21,443
Bank Interest CC	1,38,84,873	1,42,05,668
Interest on Truck Loan	5,20,688	4,89,423
Interest - Others	29,99,254	-
Total	2,33,45,171	1,98,01,868

23 DEPRECIATION & AMORTISATION

Particulars	For the year ended on 31st March, 2017	For the year ended on 31st March, 2016
Depreciation	71,74,741	60,66,209
Total	71,74,741	60,66,209

24 OTHER EXPENSES

Particulars	For the year ended on 31st March, 2017	For the year ended on 31st March, 2016
Manufacturing		
<u>Consumable Stores</u>		
Opening Balance	11,36,400	1,50,000
Purchases	21,54,871	14,04,710
Closing Balance	9,46,300	11,36,400
Consumed	23,44,971	4,18,310
Commission on Wheat Purchase	-	1,23,435
Electricity & Water Charges	1,88,08,197	1,50,98,686
Genset Running & Maintenance	20,103	77,349
Insurance Plant & Mach.	1,59,460	1,24,613
Pest Control	3,05,254	2,14,501
Insurance Stock	77,392	1,20,237
Repair & Maintenance Expenses	10,85,031	7,35,978
Insurance Building	14,011	92,791
Lab Testing Expenses	1,61,699	1,28,515
Repairs Plant & Machinery	6,18,080	4,51,123
Warehouse Rent	44,000	-
	2,12,93,227	1,71,67,227
	2,36,38,198	1,75,85,537
Administrative Expenses		
Audit Fees	69,575	69,000
Donation	1,30,901	46,601
Fire Extinguishers refilling	27,935	-
Garbage Collection Charges	47,800	40,000
Interest on Taxes	39,135	23
Legal & Professional Expenses	6,44,175	2,42,266
Newspaper & Periodicals	4,710	7,792
Office Expenses	7,536	7,100
Office Rent	60,000	60,000
Postage & Courier	21,846	17,332
Printing & Stationery	97,934	96,789
Rate, Fees & Taxes	2,13,595	3,25,920
Telephone Expenses	3,54,579	2,52,464
Travelling & Conveyance		
- Directors	98,112	1,20,414
- Staff & Others	2,47,500	8,89,453
Truck Running & Maintenance	1,03,97,874	86,87,325
Vehicle Running & Maintenance	3,43,712	1,89,544
	1,28,06,919	1,10,52,023
Selling & Distribution Expenses		
Advertisement & Publicity	24,755	25,850
Business Promotion	1,91,286	1,79,455
Commission & Brokerage	23,87,806	15,13,117
Insurance ECGC	3,20,005	5,54,452
Freight Outward	1,12,98,743	1,83,49,451
Rebate & Discount	62,23,344	21,15,607
Round off	513	473
	2,04,46,452	2,27,38,406
Total	5,68,91,569	5,13,75,966

25 PRIOR PERIOD ITEMS

Particulars	For the year ended on 31st March, 2017	For the year ended on 31st March, 2016
Electricity and water expenses	1,06,615	-
	1,06,615	-

a) Related party disclosure

As per AS-18 'Related Party Disclosures' issued by ICAI the disclosures of transactions with related concerns are as follow:-

Particulars	Name
Directors	Mr. Vikas Goel, Mr. Vikas Gupta and Mr. Avinash Goel
Relatives	Mr. Pankaj Goyal, Mr. Avinash Goyal, Ms. Mohani Devi, Ms. Shivani Gupta
Associate Concern	Kuber Roller Flour Mills , Ganesh Flour Mills

Name	Relation	Nature of Transaction	Amount (Rs.)
Vikas Goel	Director	Loan Taken	2900000
		Loan Repaid	300000
		Interest Paid	202236
Vikas Gupta	Director	Loan Taken	9200000
		Loan Repaid	4315000
		Interest Paid	2256969
		Salary Paid	440000
Avinash Goel	Director	Loan Taken	2600000
		Loan Repaid	350000
		Interest Paid	477381
		Salary Paid	456000
Kuber Roller Flour Mills	Associate Concern	Sales	503413
		Purchases	72860876
Director's Travelling	Directors	Travelling Expenses	98112

b) Earning Per Share

As per AS 20 of ICAI the EPS is worked out as under:

	2017	2016
Net Profit available to shareholders as per accounts (Rs.)	10450209	6416200
Weighted average number of shares	5970000	5970000
Earning per share- Basic and diluted (Rs.)	1.75	1.07
Face value per equity share (Rs.)	1.75	1.07

c) Auditor's Remuneration

	2017	2016
	Rs.	Rs.
Audit of financial statements & tax audit including service Tax	75,325	69,000

d) Deferred Tax Calculation

Deferred tax is calculated as per AS-22 issued by ICAI as under:

WDV as per Companies Act (A)	111860997
WDV as per Income Tax Act (B)	82912365
Timing Difference (A-B)	28948633
Timing Difference For Gratuity	194668
Timing Difference	28753965
Closing Deferred Tax Liability	9506923
Opening Deferred Tax Liability	7120341
Deferred Tax Expense	2386582

e) Contingent Liabilities Not Provided for in respect of:

	2017	2016
	Rs.	Rs.
i) Bank Guarantee outstanding.	217140	2580000
ii) Claim against the Company not acknowledged as debts	NIL	NIL
iii) Estimated amount of contracts remaining to be executed on capital account net after advance	NIL	NIL
iv) Unexpired letter of credit	NIL	NIL

b) Information on Transactions in Foreign Exchange

Value of Imports Calculated on C.I.F Basis:	NIL	NIL
Foreign currency expenditure	NIL	61738
Foreign currency income	29155236	36009480

c) **Consumption of Raw Materials and Stores etc.**

Raw Material Consumed:

- Imported	NIL	NIL
- Indigenous	858122572	682045680

Spare Parts and Components Consumed:

- Imported	NIL	NIL
- Indigenous	2344971	418310

e) **Retirement Benefits**

The company has estimated the liability towards gratuity. The actuarial valuer report could not be procured till finalisation of accounts, as prescribed in AS 15

f) **Detail of Lease rent as per-19 'Accounting for Lease' of ICAI**

The Company has taken premises under operating lease arrangements. The lease period varies from 1 to 6 years with the option to extend the same with mutual consent. The total lease rental recognized as expenses aggregate to Rs. 44,000/- (Previous year nil)

Future minimum lease payments under non-cancellable operating lease:-

Particulars	Current Year	Previous Year
Up to 1 year	264000	0
More than 1 Year but up to 5 year	990000	0

j) **Disclosure on Specified Bank Notes (SBNs):**

During the year, the Company had specified bank notes or other denomination note as defined in the MCA notification G.S.R. 308 (E) dated March 31, 2017 on the details of Specified Bank Notes (SBM) held and transacted during the period from November 8, 2016 to December 30, 2016, the denomination wise SBNs and othe notes as per the notification is given below:

Particulars	SBNs*	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	0	2842629	2842629
(+) Permitted receipts	0	1935258	1935258
(-) Permitted payments	0	4255400	4255400
(-) Amount deposited in Banks	0	0	0
Closing cash in hand as on 30.12.2016	0	522487	522487

*For the purpose of this clause, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated the 8th November, 2016".

j) There was no employee during the previous year who was in receipt of remuneration in aggregate to Rs. 1,02,00,000/- or more per annum if employed throughout the period or Rs. 8,50,000/- per month if employed for part of the period.

k) Sales, purchases and stocks are Inclusive of Sales tax and VAT and are net of returns.

l) As per information & explanation given to us, Sundry Creditors do not include any outstanding due to SSI undertaking.

m) About 25% outstanding balances as at 31st March 2017 in respect of Unsecured Loans, Sundry Debtors, Creditors, Loans and Advances, Deposits and Advance from Customers are subject to confirmation and reconciliation.

n) Wherever balance confirmation is not available from the parties, the balances as appearing in the books of account have been confirmed by the management.

o) Max. balance due towards directors at any time during the year is Rs. 3,02,67,834/-Cr. (PY- Rs. 2,36,75,000/-Cr.)

p) The financial statement for the year has been prepared by Rounding off to Rs. in compliance with Schedule III of the Companies Act, 2013.

q) The previous year's figures have been reworked, regrouped, rearranged and reclassified, where-ever deemed necessary, in order to make them comparable with the current year's figures.

r) Note 1 to 25 forms an integral part of Balance Sheet.

for Avnish Sharma & Associates
Chartered Accountants
FRN - 009398N

Sd/-

Dinesh Manchanda (M.No. 097591)
Partner
Place : Chandigarh
Dated : 28.06.2017

For & on behalf of the Board of
MEGASTAR FOODS PRIVATE LIMITED

Sd/-

VIKAS GOEL
MG. DIRECTOR
DIN: 05122585

Sd/-

VIKAS GUPTA
DIRECTOR
DIN: 05123386

MEGASTAR FOODS PRIVATE LIMITED
CASH FLOW STATEMENT

PARTICULARS	31.03.2017	31.03.2016
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax and extra ordinary items	1,28,36,791	80,22,080
Add:-		
Adjustment for depreciation	71,74,741	60,66,209
Misc. expenses written off	-	-
Provision for gratuity	1,94,668	1,29,635
Loss on sale of car	-	-
Interest on Loans taken	2,33,45,171	1,98,01,868
Less:-		
Capital subsidy written off	-	-
Interest Income	3,99,834	3,41,942
Provision Reversed	-	-
	3,03,14,746	2,56,55,770
Operating profit before working capital changes	4,31,51,538	3,36,77,851
Current assets		
(Increase)/decrease in debtors	(1,81,83,970)	(5,95,06,740)
(Increase)/decrease in stock	(67,47,428)	(1,74,04,022)
(Increase)/decrease in advances	50,82,552	(46,63,167)
(Increase)/decrease in other current assets	(18,818)	1,39,683
Current liabilities		
Increase/(decrease) in creditors	28,91,528	20,83,558
Increase/(decrease) in expenses payable	4,88,407	33,79,935
	2,66,63,810	(4,42,22,106)
Cash generated from operations	2,66,63,810	(4,42,22,106)
Tax paid in cash	-	-
Previous year taxes/TDS adjustments	-	-
Interest on working capital loan	1,38,84,873	1,42,05,668
Net cash from operating activities	1,27,78,938	(5,84,27,774)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Investment in shares	-	-
Investment in Advances	81,615	(9,22,011)
Fixed assets purchased	(1,21,89,667)	(1,71,05,833)
Fixed assets Sold	-	-
Pre-operative Expenses capitalised	-	-
Interest received	3,99,834	3,41,942
Net cash from investing activities	(1,17,08,218)	(1,76,85,902)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of share Capital	-	-
Proceeds/(Repayment) of Secured loans	(3,49,63,255)	7,22,04,130
Proceeds/(Repayment) of unsecured loans	2,63,47,289	2,35,00,000
Interest/charges paid on loans	(94,60,299)	(55,96,200)
Net cash from financing activities	(1,80,76,265)	9,01,07,929
Net Change In Cash and Cash equivalent (A+B+C)	(1,70,05,546)	1,39,94,253
CASH & CASH EQUIVALENT		
Opening Balance	1,81,39,876	41,45,623
Cash & cash equivalent	(1,70,05,546)	1,39,94,253
Closing balance	11,34,331	1,81,39,876

Notes :

- The above 'Cash Flow Statement' has been prepared under the indirect method as set out in accounting standard-3 Cash Flow Statements.
- Figures in bracket indicate cash outflow
- Previous year figures have been regrouped and recasted wherever necessary to conform to the current year figures.
- The Cash Flow Statement for the year has been prepared by Rounding off to Rs. in compliance with Schedule III of the Companies Act, 2013.

for Avnish Sharma & Associates
Chartered Accountants
FRN - 009398N

On behalf of the Board
MEGASTAR FOODS PRIVATE LIMITED

Sd/-

Sd/-

Sd/-

Dinesh Manchanda (M.No. 097591)
Partner
Place : Chandigarh
Dated : 28.06.2017

VIKAS GOEL
MG. DIRECTOR
DIN: 05122585

VIKAS GUPTA
DIRECTOR
DIN: 05123386