

M/S. GUJARAT HYSPIN PRIVATE LIMITED
GONDAL

STATUTORY/TAX AUDIT REPORT

FINANCIAL YEAR 2015-16

ASSESSMENT YEAR 2016-17

: AUDITORS:

PABARI ASSOCIATES
CHARTERED ACCOUNTANTS
303, RACE COURSE PLAZA,
RACE COURSE RING ROAD
RAJKOT - 360001

PH. 247 63 08, CELL: 98250 33970



**PABARI
ASSOCIATES**

Chartered Accountants

303, Race Course Plaza,
Race Course Ring Road,
Rajkot - 360 001

5. Report on Other Legal and Regulatory Requirements

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 enclose in the annexure a statement on matters specified in paragraph 3 & 4 of the said order.

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 the Cash Flow Statement dealt with by this Report are in agreement with the books of account
- d) In our opinion, the aforesaid standalone 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) The going concern matter described in sub-paragraph (b) under the Emphasis of Matters paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.
- f) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
- g) 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".
- h) 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. The Company has disclosed the impact of pending litigations on its financial position in its financial statements, however as per information and explanation made to us the company has no pending litigation.
 - 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 including derivative contracts.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company


Place : Rajkot

Date : May 21, 2016

For,

PABARI ASSOCIATES
Chartered Accountants




[B.M.PABARI]
Proprietor
M No 108524



**PABARI
ASSOCIATES**

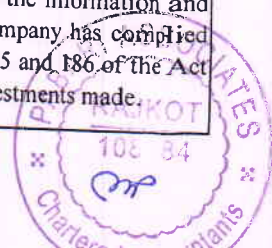
Chartered Accountants

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ANNEXURE TO THE AUDITORS' REPORT

The Annexure referred to in our report to the members of M/S. GUJARAT HYPSPIN PRIVATE LIMITED (the Company') for the year Ended on 31st March. 2016. We report that:

Sl. No.	Particulars	Auditors Remark
1.	(a) Whether the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;	The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets
	(b) Whether these fixed assets have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account;	All fixed assets have been physically verified by the management during the year. As informed, no material discrepancies were noticed on such verification
	(c) whether the title deeds of immovable properties are held in the name of the company. If not, provide the details thereof	According to the information and explanation given to us and on the basis of our examination of the records of the company, the title deeds of the immovable properties are held in the name of the company.
2.	whether physical verification of inventory has been conducted at reasonable intervals by the management and whether any material discrepancies were noticed and if so, whether they have been properly dealt with in the books of account.	As explained to us, the management has conducted physical verification of inventory at reasonable intervals during the year and as per explanation and records available with the company no discrepancies were noticed.
3.	Whether the company has granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act. If so,	As informed to us and as per records available with the company, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.
	(a) whether the terms and conditions of the grant of such loans are not prejudicial to the company's interest;	Not Applicable
	(b) whether the schedule of repayment of principal and payment of interest has been stipulated and whether therepayments or receipts are regular;	Not Applicable
	(b) if the amount is overdue, state the total amount overdue for more than ninety days, and whether reasonable steps have been taken by the company for recovery of the principal and interest.	Not Applicable
4.	in respect of loans, investments, guarantees, and security whether provisions of section 185 and 186 of the Companies Act, 2013 have been complied with. If not, provide the details thereof.	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 with respect to the loans and investments made.





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5. In case the company has accepted deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under, where applicable, have been complied with? If not, the nature of contraventions should be stated; If an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not?

The company has not obtained deposits from public. The company has not accepted deposits violating the directives issued by the Reserve Bank of India and Provisions of the Sections 73 and 76 or any other relevant provisions of the Companies Act and Rules framed there under.

6. Where maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, whether such accounts and records have been made and maintained:

As per information and explanation made available to us, the Cost records specified by the Central Government under sub-section (1) of section 148 of the Companies Act have been maintained

7. (a) Is the company regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable, shall be indicated by the auditor.

According to the records of the company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Service Tax, Custom Duty, Excise Duty, cess to the extent applicable and any other statutory dues have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on 31st of March, 2016 for a period of more than six months from the date they became payable.

(b) In case dues of income tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or cess have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned. (A mere representation to the concerned Department shall not constitute a dispute)

According to the information and explanations given to us, there is no amounts payable in respect of income tax, wealth tax, service tax, sales tax, customs duty and excise duty which have not been deposited on account of any disputes

8. Whether the company has defaulted in repayment of dues to a financial institution or bank or debenture holders? If yes, the period and amount of default to be reported;

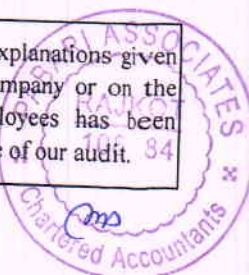
Based on our audit procedures and as per the information and explanations given by the management, the Company did not have defaulted in repayment of dues to Financial Institutions of Bank or Debenture Holders.

9. whether moneys raised by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purposes for which those are raised. If not, the details together with delays or default and subsequent rectification, if any, as may be applicable, be reported:

According to the information and explanations given to us, the Company has not raised capital through public offer and the term loan obtained from the banks are utilized for the purpose for which the same is obtained.

10. Whether any fraud on or by the company has been noticed or reported during the year; If yes, the nature and the amount involved is to be indicated.

According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit. 84





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11. whether 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? If not, state the amount involved and steps taken by the company for securing refund of the same;

According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

12. whether the Nidhi Company has complied with the Net Owned Funds to Deposits in the ratio of 1: 20 to meet out the liability and whether the Nidhi Company is maintaining ten per cent unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability;

In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the order is not applicable.

13. whether all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards;

According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards

14. whether the company has made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and if so, as to whether the requirement of section 42 of the Companies Act, 2013 have been complied with and the amount raised have been used for the purposes for which the funds were raised. If not, provide the details in respect of the amount involved and nature of non-compliance;

According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

15. whether the company has entered into any non-cash transactions with directors or persons connected with him and if so, whether the provisions of section 192 of Companies Act, 2013 have been complied with;

According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

16. whether the company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and if so, whether the registration has been obtained.

The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934

Place : Rajkot
Date : May 21, 2016

For, **PABARI ASSOCIATES**
Chartered Accountants



B.M. Pabari
[B.M.PABARI]
M. No. 108584
Proprietor
Firm Reg. No. 120498W



PABARI
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FORM NO. 3 CA
[See rule 6G (1) (a)]

Audit report under section 44AB of the Income-Tax Act, 1961, in a case where the accounts of the business or profession of a person have been audited under any other law.

1 We report that the statutory audit of M/s. Gujarat Hyspin Pvt. Ltd. – Gondal (PAN: AAECG 1087 C) was conducted by us, M/s. PABARI ASSOCIATES in pursuance of the provisions of the Companies Act, and we annex hereto a copy of our audited report dated 21.05.2016 along with a copy each of ;

(a) The audited profit and loss account for the period beginning from 01.04.2015 to ending on 31.03.2016

(b) The audited balance sheet as at 31.03.2016 and

(c) Documents declared by the said Act to be part of, or annexed to, the profit and loss account and balance sheet.

2 The statement of particulars required to be furnished under section 44 AB is annexed herewith in Form No. 3CD.

3 In our opinion and to the best of our information and according to explanations of books of account including other relevant documents and explanation given to us, the particulars given in the said Form No. 3CD are true and correct subject to the following observations/Qualifications, if any:

(a) Please refer Notes to the Account attached herewith.

(b) -

(c) -

Date: 21st May, 2016

Place: Rajkot



For, Pabari Associates,
Chartered Accountants

[B. M. Pabari]

Proprietor

M. No. 108584

Firm Reg. No. 120498W

FORM NO. 3CD

[See Rule 6G (2)]

Statement of particulars required to be furnished under section 44AB of the Income Tax Act, 1961.

PART - A

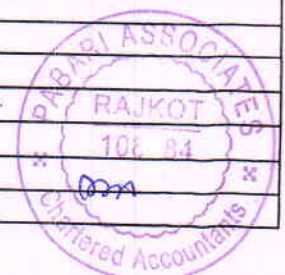
1	Name of the Assessee	GUJARAT HYSPIN PRIVATE LIMITED	
2	Address	P.O. BOX NO. 22, GUNDALA ROAD, GONDAL, DIST: RAJKOT	
3	Permanent Account No.	AAECG 1087 C	
4	Registration Number :		
	I) Excise and Custom Reg. No.	NOT REGISTERED	NOT REGISTERED
	II) VAT Reg. No. / CST Reg. No.	24092703460	24592 703460
	III) Service Tax Reg. No.	AAECG1087CSD001	
5	Status	PRIVATE LIMITED COMPANY	
6	Previous Year	FROM 01.04.2015 TO 31.03.2016	
7	Assessment Year	2016-2017	
8	Indicate the Relevant Clause of Section 44AB under which the audit had been conducted	SECTION 44AB SUB CLAUSE (a)	

PART - B

9(a)	If Firm or Association of person, indicate names of Partners / Members and their profit sharing ratios	NOT APPLICABLE									
(b)	If there is any change in the partners or members or in their profit sharing ratio since the last date of the preceding year, the particulars of such change	NOT APPLICABLE									
10(a)	Nature of business or profession (if more than one business or profession is carried on during the previous year, nature of every business or profession)	MANUFACTURING OF COMBED COTTON YARN / OTHER YARNS AND DEALING IN THE COTTON AND OTHER RELATED ITEMS.									
(b)	If there is any change in the nature of business or profession, the particulars of such change	NO THERE IS NO CHANGE IN THE NATURE OF BUSINESS DURING THE YEAR.									
11(a)	Whether books of accounts are prescribed under section 44AA, if yes, list of books so prescribed	NOT APPLICABLE									
(b)	List of books of Accounts maintained and the address at which the books of accounts are kept	SALES/PURCHASE REGISTER, LEDGER, CASH AND BANK BOOK ETC ARE MAINTAINED AT ABOVE MENTIONED ADDRESS AND ARE COMPUTERIZED									
(c)	List of Books of Accounts and nature of relevant documents examined	SALES/PURCHASE REGISTER, LEDGER, CASH AND BANK BOOK ETC									
12	Whether the profit & loss account include any profit and gains assessable on a presumptive basis, if yes, indicate the amt. and the relevant sec. (44AD,44AE,44AF, 44B,44BB,44BBA,44BBB or any other relevant sec.	NO SUCH PROFIT IS INCLUDED									
13(a)	Method of accounting employed in the previous year	MERCANTILE SYSTEM OF ACCOUNTING									
(b)	Whether there has been any change in the method of accounting employed vis-à-vis the method employed in the immediately preceeding previous year.	NO SUCH CHANGE DURING THE YEAR UNDER AUDIT									
(c)	If answer to (b) is in the affirmative, give details of such change and effects thereof on the profit or loss.	NOT APPLICABLE									
	<table border="1"> <tr> <th>Sr.No.</th> <th>Particulars</th> <th>Increase in profit (Rs.)</th> <th>Decrease in profit</th> </tr> <tr> <td colspan="4">NIL</td> </tr> </table>	Sr.No.	Particulars	Increase in profit (Rs.)	Decrease in profit	NIL					
Sr.No.	Particulars	Increase in profit (Rs.)	Decrease in profit								
NIL											
(d)	Details of deviation, if any, in the method of accounting employed in the previous year from the accounting standard prescribed U/s. 145 and effect thereof on the profit or loss.	NOT APPLICABLE									
14(a)	Method of valuation of closing stock employed in the previous year	AT COST OR MARKET PRICE WHICHEVER IS LOWER AS VALUED TAKEN AND CERTIFIED BY THE MANAGEMENT.									
(b)	In case of deviation from the method of valuation prescribed under section 145A, and the effect there of on the profit or loss please furnish:	NOT APPLICABLE									
	<table border="1"> <tr> <th>Sr.No.</th> <th>Particulars</th> <th>Increase in profit (Rs.)</th> <th>Decrease in profit</th> </tr> <tr> <td colspan="4">NIL</td> </tr> </table>	Sr.No.	Particulars	Increase in profit (Rs.)	Decrease in profit	NIL					
Sr.No.	Particulars	Increase in profit (Rs.)	Decrease in profit								
NIL											
15	Give the following particulars of the capital asset converted into stock-in-trade: - (a) Description of capital asset, (b) Date of acquisition; (c) Cost of acquisition; (d) Amount at which the asset is converted into stock-in-trade	NO CAPITAL ASSET CONVERTED IN TO STOCK IN TRADE AS PER DETAILS FURNISHED TO US FOR VERIFICATION									



16	Amount not credited to the profit and loss account, being		
(a)	the items falling within the scope of section 28		NIL
(b)	the proforma credits, drawbacks, refunds of duty of customs or excise or service tax, or refunds of sales tax or value added tax, where such credits, drawbacks or refunds are admitted as due by the authorities concerned;		ON VERIFICATION OF BOOKS OF ACCOUNT AND AS PER INFORMATION AND EXPLANATION GIVEN BY THE ASSESSEE NO SUCH CREDIT IS PENDING TO BE BOOKED IN BOOKS OF ACCOUNT
(c)	escalation claims accepted during the previous year		ON VERIFICATION OF BOOKS OF ACCOUNT AND AS PER INFORMATION AND EXPLANATION GIVEN BY THE ASSESSEE NO ESCALATION CLAIMS ACCEPTED DURING THE YEAR.
(d)	any other item of income		ON VERIFICATION OF BOOKS OF ACCOUNT AND AS PER INFORMATION AND EXPLANATION GIVEN BY THE ASSESSEE NO SUCH OTHER INCOME.
(e)	capital receipts, if any		ON VERIFICATION OF BOOKS OF ACCOUNT PRODUCED BEFORE US NO SUCH RECEIPT
17	Where any land or building or both is transferred during the previous year for a consideration less than value adopted or assessed or assessable by any authority of a State Government referred to in section 43CA or 50C, please furnish:		NO SUCH ASSETS TRANSFERRED RECEIVING LOWER CONSIDERATION THAN THE VALUE ADOPTED/ASSESSED BY THE STATE GOVT. AUTHORITY
	Details of property	Consideration received or accrued	Value adopted or assessed or assessable
		NIL	
18	Particulars of depreciation allowable as per the Income Tax Act, 1961 in respect of case asset or block of assets, as the case may be, in the following form :-		PLEASE REFER ANNEXURE - 1
(a)	Description of asset/ block of assets		
(b)	Rate of depreciation		
(c)	Actual cost or written down value, as the case may be		
(d)	Additions/deductions during the with date, in the case of any addition of an asset, date put to use including adjustments on account of :- I. Central Value Added Tax credits claimed and allowed under the Central Excise Rules, 1944, in respect of assets acquired on or after 1st March, 1994, II. Change in the rate of exchange of currency, and III. Subsidy or grant or reimbursement, by whatever name called.		
(e)	Depreciation available		
(f)	Written down value at end of the year.		
19	Amounts admissible under sections:		
	Section	Amount debited to profit and loss account	Amounts admissible as per the provisions of the Income Tax Act, 1961 and also fulfils the conditions, if any specified under the the conditions, if any specified under the relevant 14provisions of Income Tax Act, 1961 or Income Tax Rules, 1962 or any other guidelines, circular, etc., issued in this behalf.
	32AC	-	-
	33AB	-	-
	33ABA	-	-
	35(1)(i)	-	-
	35(1)(ii)	-	-
	35(1)(ia)	-	-
	35(1)(iii)	-	-
	35(1)(iv)	-	-
	35(2AA)	-	-
	35(2AB)	-	-
	35ABB	-	-
	35AC	-	-
	35AD	-	-
	35CCA	-	-
	35CCB	-	-
	35CCC	-	-
	35CCD	-	-
	35D	Rs. 297,616	Rs. 297,616
	35DD	-	-
	35DDA	-	-
	35E	-	-



20(a)	Any sum paid to an employee as bonus or commission for services rendered, where such sum was otherwise payable to him as profit or dividend[section 36(1)(ii)]				NIL	
(b)	Details of contributions received from employees for various funds as referred to in section 36(1)(va):				PLEASE REFER ANNEXURE - 2	
	Serial Number	Nature of Fund	Sum Received from	Due date for Payment	The Actual Amount Paid	The Actual date of payment to the concerned Authorities
21(a)	Please furnish the details of Amount debited to the profit and loss account; being in the nature of capital, personal, advertisement expenditure etc				ON VERIFICATION OF BOOKS OF ACCOUNT, WE ARE NOT COME ACROSS THROUGH SUCH EXPENDITURES DEBITED TO PROFIT AND LOSS ACCOUNT EXCEPT FOLLOWING	
	Nature	Sr. No.	Particulars		Amount in Rs.	
	PERSONAL, NON BUSINESS	1	DONATION		25000/-	
	Expenditure incurred at clubs being cost for club services and facilities used.					
	Expenditure by way of penalty or fine for violation of any law for the time being force					
	Expenditure by way of any other penalty or fine not covered above					
	Expenditure incurred for any purpose which is an offence or which is prohibited by law					
(b)	Amounts inadmissible under section 40(a):-				INCOME TAX RS. 69840/-	
(i)	as payment to non-resident referred to in sub-clause (i)				NIL	
	(A) Details of payment on which tax is not deducted: (I) date of payment (II) amount of payment (III) nature of payment (IV) name and address of the payee				NIL	
	(B) Details of payment on which tax has been deducted but has not been paid during the previous year or in the subsequent year before the expiry of time prescribed under section 200(1) (I) date of payment (II) amount of payment (III) nature of payment (IV) name and address of the payee (V) amount of tax deducted				NIL	
(ii)	as payment referred to in sub-clause (ia) (A) Details of payment on which tax is not deducted: (I) date of payment (II) amount of payment (III) nature of payment (IV) name and address of the payee				NIL	
	(B) Details of payment on which tax has been deducted but has not been paid on or before the due date specified in sub- section (1) of section 139. (I) date of payment (II) amount of payment (III) nature of payment (IV) name and address of the payer (V) amount of tax deducted (VI) amount out of (V) deposited, if any				NIL	
(iii)	Under sub-clause (ic) [Wherever applicable]				NIL	
(iv)	Under sub-clause (iia)				NIL	
(v)	Under sub-clause (iib)				NIL	
(vi)	Under sub-clause (iii) (A) Date of payment (B) Amount of payment (C) Name and address of the payee				NIL	
(vii)	Under sub-clause (iv)				NIL	
(viii)	Under sub-clause (v)				NIL	



(c)	Amounts debited to profit and loss account being, interest, salary, bonus, commission or remuneration inadmissible under section 40(b)/40(ba) and computation thereof;				NOT APPLICABLE
(d)	Disallowance/deemed income under section 40A(3):				
	(A) On the basis of the examination of books of account and other relevant documents/evidence, whether the expenditure covered under section 40A(3) read with rule 6DD were made by account payee cheque drawn on a bank or account payee bank draft. If not, please furnish the details:				It is not possible for us to verify whether payments in excess of Rs.35000/- in case of plying, hiring or leasing goods carriage and Rs. 20000/- in case of other payments made otherwise than by an A/c. payee bank draft or A/c. Payee cheque, as necessary evidences are not in possession of the assessee. However, we have not come across through such payments exceeding the limit in cash.
	Serial number	Date of payment	Nature of payment	Amount	Name and Permanent Account Number of the payee, if available
					NIL
	(B) On the basis of the examination of books of account and other relevant documents/evidence, whether the payment referred to in section 40A(3A) read with rule 6DD were made by account payee cheque drawn on a bank or account payee bank draft If not, please furnish the details of amount deemed to be the profits and gains of business or profession under section 40A(3A);				It is not possible for us to verify whether payments in excess of Rs.35000/- in case of plying, hiring or leasing goods carriage and Rs. 20000/- in case of other payments made otherwise than by an A/c. payee bank draft or A/c. Payee cheque, as necessary evidences are not in possession of the assessee. However, we have not come across through such payments for which liabilities incurred in previous year and payment made in cash during the year.
	Serial number	Date of payment	Nature of payment	Amount	Name and Permanent Account Number of the payee, if available
					NIL
(e)	Provision for payment of gratuity not allowable under section 40A(7);				NIL
(f)	any sum paid by the assessee as an employer not allowable under section 40A(9);				NIL
(g)	Particulars of any liability of a contingent nature;				NIL AS REPORTED BY THE DIRECTORS OF THE COMPANY
(h)	Amount of deduction inadmissible in terms of section 14A in respect of the expenditure incurred in relation to income which does not form part of the total income;				NO EXEMPT INCOME EARNED DURING THE YEAR AND HENCE NIL
	(i) amount inadmissible under the proviso to section 36(1)(iii).				NIL AS PER BOOKS OF ACCOUNTS PRODUCED BEFORE US
22	Amount of interest inadmissible under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006				AS PER INFORMATION AVAILABLE AND EXPLANATION BY THE MANAGEMENT NO SUCH INTEREST IS ACCRUED OR PAYABLE ON SUCH OUTSTANDING DUES.
23	Particulars of payments made to persons specified under section 40A(2)(b).				PLEASE REFER ANNEXURE - 3
24	Amounts deemed to be profits and gains under section 32AC or 33AB or 33ABA or				NIL
25	Any amount of profit chargeable to tax under section 41 and computation thereof.				AS PER INFORMATION AVAILABLE AND EXPLANATION BY THE MANAGEMENT NO SUCH PROFIT ACCRUED OR AIRISED DURING THE YEAR
26	In respect of any sum referred to in clause (a),(b), (c), (d), (e) or (f) of section 43B, the liability for which:-				
(A)	pre-existed on the first day of the previous year but was not allowed in the assessment of any preceding previous year and was; (a) Paid during the previous year (b) Not paid during the previous year				NIL
(B)	was incurred in the previous year and was (a) paid on or before the due date for furnishing the return of income of the previous year (b) not paid on or before the aforesaid date.				VAT PAYABLE RS. 12807223/, OUT OF WHICH AMOUNT OF RS.4242678/- PAID ON 12/05/2016 RS. 2165406/- PAID ON 18.05.2016 AND REMAINING AMOUNT OF RS. 6399139/- IS NOT PAID TILL THE DATE OF AUDIT, EMPLOYEES PROVIDENT FUND PAYABLE RS. 99443/- PAID ON 07/04/2016, SERVICE TAX PAYABLE RS. 436 PAID ON 14.04.2016



*	State whether sales tax, customs duty, excise duty or any other indirect tax, levy, cess, impost, etc., is passed through the profit and loss account.	SERVICE TAX RS. 20171/- AND VAT INTEREST OF RS. 991260/- PASSED THROUGH PROFIT AND LOSS ACCOUNT.				
27(a)	Amount of Central Value Added Tax credits availed of or utilised during the previous year and its treatment in the profit and loss account and treatment of outstanding Central Value Added Tax credits in the accounts.	THE ASSESSEE IS NOT DEALING WITH EXCISABLE ITEMS AND HENCE NOT APPLICABLE.				
(b)	Particulars of income or expenditure of prior period credited or debited to the profit and loss account.	AS PER INFORMATION AVAILABLE AND EXPLANATION BY THE MANAGEMENT NO SUCH INCOME OR EXPENDITURE CREDITED OR DEBITED TO THE PROFIT AND LOSS ACCOUNT.				
28	Whether during the previous year the assessee has received any property, being share of a company not being a company in which the public are substantially interested, without consideration or for inadequate consideration as referred to in section 56(2)(vii), if yes, please furnish the details of the same.	NO SUCH SHARES ACQUIRED BY THE ASSESSEE WITHOUT CONSIDERATION OR FOR INADEQUATE CONSIDERATION.				
29	Whether during the previous year the assessee received any consideration for issue of shares which exceeds the fair market value of the shares as referred to in section 56(2)(vii), if yes, please furnish the details of the same.	NO SUCH CONSIDERATION FOR ISSUE OF SHARES WHICH EXCEEDS THE FMV HAVE BEEN RECEIVED.				
30	Details of any amount borrowed on hundi or any amount due thereon (including interest on the amount borrowed) repaid, otherwise than through an account payee cheque. [Section 69D]	NO SUCH BORROWING MADE BY THE ASSESSEE				
31(a)	Particulars of each loan or deposit in an amount exceeding the limit specified in section 269SS taken or accepted during the previous year:-	NIL				
	(i) name, address and permanent account number (if available with the assessee) of the lender or depositor;					
	(ii) amount of loan or deposit taken or accepted;					
	(iii) whether the loan or deposit was squared up during the previous year.					
	(iv) maximum amount outstanding in the account at any time during the previous year					
	(v) whether the loan or deposit was taken or accepted otherwise than by an account payee cheque or an account payee bank draft.					
	(These particulars need not be given in the case of a Govt. Company, Banking Company or a Corporation established by a Central State or Provincial Act.)					
(b)	Particulars of each repayment of loan or deposit in an amount exceeding the limit specified in section 269T made during the previous	NIL				
	(i) name, address and permanent account number (if available with the assessee) of the Payee;					
	(ii) amount of repayment;					
	(iii) maximum amount outstanding in the account at any time during the previous year					
	(iv) whether the repayment was made otherwise than by an a/c. payee cheque or an a/c payee bank draft.					
(c)	Whether the taking or accepting loan or deposit, or repayment of the same were made by account payee cheque drawn on a bank or account payee bank draft based on the examination of books of account and other relevant documents (The particulars (i) to (iv) at (b) and the Certificate at (c) above need not be given in the case of a repayment of any loan or deposit taken or accepted from Govt, Govt company, banking company or a corpo. established by a Central, State or Provincial Act)	It is not possible for us to verify whether payments made otherwise than by an A/c. payee bank draft or A/c. Payee cheque, as necessary evidences are not in possession of the assessee. However, we have not come across through such payments. CERTIFICATE FORM THE MANAGEMENT TO THAT EFFECT IS OBTAINED				
32(a)	Details of b/f forward loss or depreciation allowance, in the following manner, to the extent available :					
	Sr.No.	Assessment Year	Nature of loss/allowance (In Rs.)	Amount as returned (In Rs.)	Amount as assessed (give reference to the relevant record)	Remarks
	1	2015-16	UNABSORBED DEP.	32582367	N.A.	AS PER ITR
	2	2015-16	BUSINESS LOSS	1890500	N.A.	AS PER ITR

(b)	Whether change in share holding of the company has taken place in the previous year due to which the losses incurred prior to the previous year can not be allowed to be carried forward in terms of section 79.	NO SUCH CHANGE IN SHARE HOLDING PATTERN DURING THE YEAR WHICH RESULTED IN THE DISALLOWANCE OF THE CARRIED FORWARD LOSSES.																											
(c)	Whether the assessee has incurred any speculation loss referred to in section 73 during the previous year, If yes, please furnish the details of the same.	NO SUCH LOSS DURING THE YEAR.																											
(d)	Whether the assessee has incurred any loss referred to in section 73A in respect of any specified business during the previous year, if yes, please furnish details of the same.	NO SUCH LOSS DURING THE YEAR.																											
(e)	In case of a company, please state that whether the company is deemed to be carrying on a speculation business as referred in explanation to section 73, if yes, please furnish the details of speculation loss if any incurred during the previous year.	NO SUCH BUSINESS CARRIED OVER BY THE COMPANY DURING THE YEAR.																											
33	Section-wise details of deductions, if any, admissible under Chapter VIA or Chapter III (Section 10A, Section 10AA).																												
	<table border="1" style="width:100%; border-collapse: collapse;"> <tr> <th style="width:20%;">Section under which deduction is claimed</th> <th style="width:80%;">Amounts admissible as per the provision of the Income Tax Act, 1961 and fulfils the conditions, if any, specified under the relevant provisions of Income Tax Act, 1961 or Income Tax Rules, 1962 or any other guidelines, circular, etc, issued in this behalf.</th> </tr> <tr> <td style="text-align: center;">80JJA</td> <td style="text-align: center;">NIL</td> </tr> <tr><td> </td><td> </td></tr> <tr><td> </td><td> </td></tr> <tr><td> </td><td> </td></tr> </table>	Section under which deduction is claimed	Amounts admissible as per the provision of the Income Tax Act, 1961 and fulfils the conditions, if any, specified under the relevant provisions of Income Tax Act, 1961 or Income Tax Rules, 1962 or any other guidelines, circular, etc, issued in this behalf.	80JJA	NIL																								
Section under which deduction is claimed	Amounts admissible as per the provision of the Income Tax Act, 1961 and fulfils the conditions, if any, specified under the relevant provisions of Income Tax Act, 1961 or Income Tax Rules, 1962 or any other guidelines, circular, etc, issued in this behalf.																												
80JJA	NIL																												
34(a)	Whether the assessee is required to deduct or collect tax as per the provisions of Chapter XVII-B or Chapter XVII-BB, if yes please furnish:	YES PLEASE REFER ANNEXURE - 4																											
Tax deduction and collection Account Number (TAN)	<table border="1" style="width:100%; border-collapse: collapse;"> <tr> <th style="width:10%;">Section</th> <th style="width:15%;">Nature of payment</th> <th style="width:15%;">Total amount of payment or receipt of the nature specified in column (3)</th> <th style="width:15%;">Total amount on which tax was required to be deducted or collected out of (4)</th> <th style="width:15%;">Total amount on which tax was deducted or collected at specified rate out of (5)</th> <th style="width:10%;">Amount of tax deducted or collected out of (6)</th> <th style="width:10%;">Total amount on which tax was deducted or collected at less than specified rate out of (7)</th> <th style="width:10%;">Amount of tax deducted or collected on (8)</th> <th style="width:10%;">Amount of tax deducted or collected not deposited to the credit of the Central Government out of (6) and (8)</th> </tr> <tr> <td style="text-align: center;">-1</td> <td style="text-align: center;">-2</td> <td style="text-align: center;">-3</td> <td style="text-align: center;">-4</td> <td style="text-align: center;">-5</td> <td style="text-align: center;">-6</td> <td style="text-align: center;">-7</td> <td style="text-align: center;">-8</td> <td style="text-align: center;">-9</td> </tr> <tr> <td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td style="text-align: center;">-10</td> </tr> </table>	Section	Nature of payment	Total amount of payment or receipt of the nature specified in column (3)	Total amount on which tax was required to be deducted or collected out of (4)	Total amount on which tax was deducted or collected at specified rate out of (5)	Amount of tax deducted or collected out of (6)	Total amount on which tax was deducted or collected at less than specified rate out of (7)	Amount of tax deducted or collected on (8)	Amount of tax deducted or collected not deposited to the credit of the Central Government out of (6) and (8)	-1	-2	-3	-4	-5	-6	-7	-8	-9									-10	
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								-10																					
(b)	Whether the assessee has furnished the statement of tax deducted or tax collected within the prescribed time. If not, please furnish the	PLEASE REFER ANNEXURE - 5																											
	<table border="1" style="width:100%; border-collapse: collapse;"> <tr> <th style="width:20%;">Tax deduction and collection Account Number (TAN)</th> <th style="width:10%;">Type of Form</th> <th style="width:15%;">Due date for furnishing</th> <th style="width:15%;">Date of furnishing, if furnished</th> <th style="width:40%;">Whether the statement of tax deducted or collected contains information about all transactions which are required to be reported</th> </tr> <tr><td> </td><td> </td><td> </td><td> </td><td> </td></tr> </table>	Tax deduction and collection Account Number (TAN)	Type of Form	Due date for furnishing	Date of furnishing, if furnished	Whether the statement of tax deducted or collected contains information about all transactions which are required to be reported																							
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(c)	Whether the assessee is liable to pay interest under section 201(1A) or section 206C(7). If yes, please furnish:	PLEASE REFER ANNEXURE - 6																											
	<table border="1" style="width:100%; border-collapse: collapse;"> <tr> <th style="width:20%;">Tax deduction and collection Account Number (TAN)</th> <th style="width:40%;">Amount of interest under section 201(1A)/206C(7) is payable</th> <th style="width:40%;">Amount paid out of column (2) along with date of payment.</th> </tr> <tr><td> </td><td> </td><td> </td></tr> </table>	Tax deduction and collection Account Number (TAN)	Amount of interest under section 201(1A)/206C(7) is payable	Amount paid out of column (2) along with date of payment.																									
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35(a)	In the case of trading concern, give quantitative details of principal items of goods traded :																												
	<table border="1" style="width:100%; border-collapse: collapse;"> <tr> <td style="width:50%;">(i) Opening Stock</td> <td style="width:50%;">NOT APPLICABLE</td> </tr> <tr> <td>(ii) Purchases during the previous year</td> <td> </td> </tr> <tr> <td>(iii) Sales during the previous year</td> <td> </td> </tr> <tr> <td>(iv) Closing stock</td> <td> </td> </tr> <tr> <td>(v) Shortage / excess, if any</td> <td> </td> </tr> </table>		(i) Opening Stock	NOT APPLICABLE	(ii) Purchases during the previous year		(iii) Sales during the previous year		(iv) Closing stock		(v) Shortage / excess, if any																		
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(ii) Purchases during the previous year																													
(iii) Sales during the previous year																													
(iv) Closing stock																													
(v) Shortage / excess, if any																													



In the case of manufacturing concern, give quantitative details of the principal items of raw materials, finished products and by-			
(A) Raw Materials :		PLEASE REFER ANNEXURE - 7	
(i) Opening stock			
(ii) Purchases during the previous year			
(iii) Consumption during the previous year			
(iv) Sales during the previous year			
(v) Closing stock			
(vi) Yield of finished products			
(vii) Percentage of yield			
(viii) Shortage/excess, if any			
(B) Finished Products / By - Products :		PLEASE REFER ANNEXURE - 7	
(i) Opening stock			
(ii) Purchases during the previous year			
(iii) Quantity manufactured during the previous year			
(iv) Sales during the previous year			
(v) Closing Stock			
(vi) Shortage/excess, if any			
(Information may be given to the extent available)			
36	In the case of a domestic company, details of tax on distributed profits under section 115-O in the following form :-		
	(a) total amount of distributed profits;	NIL	
	(b) amount of reduction as referred to in section 115-O(1A)(i);	NIL	
	(c) amount of reduction as referred to in section 115-O(1A)(ii);	NIL	
	(d) total tax paid thereon;	NIL	
	(e) dates of payment with amounts.	N.A.	
37	Whether any cost audit was carried out, if yes, give the details, if any, of disqualification or disagreement on any matter/item/value/quantity as may be reported/identified by the cost auditor.		AS PER EXPLANATION MADE BY THE MANAGEMENT, NO SUCH AUDIT IS CARRIED OUT DURING THE YEAR.
38	Whether any audit was conducted under the Central Excise Act, 1944, if yes, give the details, if any, of disqualification or disagreement on any matter/item/value/quantity as may be reported/identified by the auditor.		AS PER EXPLANATION MADE BY THE MANAGEMENT, NO SUCH AUDIT IS CARRIED OUT DURING THE YEAR.
39	Whether any audit was conducted under section 72A of the Finance Act, 1994 in relation to valuation of taxable services, Finance Act, 1994 in relation to valuation of taxable services, if yes, give the details, if any, of disqualification or disagreement on any matter/item/value/quantity as may be reported/identified by the auditor.		AS PER EXPLANATION MADE BY THE MANAGEMENT, NO SUCH AUDIT IS CARRIED OUT DURING THE YEAR.
40	Details regarding turnover, gross profit, etc., for the previous year and preceding Previous year		
	Sr.No.	Particulars	Previous Year
	1	Total turnover of the assessee	PLEASE REFER ANNEXURE - 8
	2	Gross profit/turnover	
	3	Net profit/turnover	
	4	Stock-in-trade/turnover	
	5	Material consumed/finished goods Produced	
(The details required to be furnished for principal items of goods traded or manufactured or services rendered)			
41	Please furnish the details of demand raised or refund issued during the previous year under any tax laws other than Income Tax Act, 1961 and Wealth tax Act, 1957 alongwith details of relevant proceedings.		AS PER DETAILS AVAILABLE AND EXPLANATION MADE BY THE MANAGEMENT, NO SUCH DEMAND RAISED OR REFUND ISSUED DURING THE YEAR.

Date: 21.05.2016

Place : Rajkot

For, Pabari Associates
Chartered Accountants



Rajabhai
M.No. 108584

Firm Reg. No. 120498W

M/S. GUJARAT HY SPIN PRIVATE LIMITED - GONDAL

ASST. YEAR 2016-17

ACCT. YEAR 31.03.2016

ANNEXURES FORMING PART OF 3CD REPORT

Annexure - 1 for clause 18

Allowable Depreciation U/s. 32 of the Income Tax Act, 1961

Sr. No.	Particulars	Rate	Opening WDV	Addition		Deduction Subsidy	Deprecia- tion	Closing WDV
				Put to use Befo. 01-Oct	Put to use Aft. 30-Sep			
BLOCK - A								
1	Air Conditioner	10%	360238	95000	0.00	0.00	45524	409714
2	Factory Building	10%	74764973	202055	399480	0.00	7516677	67849831
3	Furniture & Fittings	10%	1181444	65871	21093	0.00	125786	1142622
4	Electric Installation	10%	7421151	0.00	622351	0.00	773233	7270269
5	Refrigerator	10%	0.00	25000	0.00	0.00	2500	22500
TOTAL OF BLOCK - A			83727806	387926	1042924	0.00	8463719	76694937
BLOCK - B								
1	Car	15%	2559822	0.00	0.00	0.00	383973	2175849
2	Lab Equipment	15%	6820671	0.00	0.00	0.00	1023101	5797570
3	Mobile Handset	15%	121948	0.00	73799	0.00	23827	171920
4	Plant & Machineries	15%	253123829	17608020	277357	16131102	38210914	216667190
5	Weigh Bridge	15%	412279	0.00	0.00	0.00	61842	350437
6	R O System	15%	569950	0.00	0.00	0.00	85493	484458
TOTAL OF BLOCK - B			263608499	17608020	351156	16131102	39789149	225647424
BLOCK - C								
1	Computer & Printer	60%	136664	104779	0.00	0.00	144866	96577
TOTAL OF BLOCK - C			136664	104779	0.00	0.00	144866	96577
TOTAL RS.			347472969	18100725	1394080	16131102	48397734	302438938

Annexure - 2 for clause 20(b)

Month	Due Date of Pmt.	Amt. Incurred during year	Amount Paid	Actual Date Of Payment
Apr-15	15/05/2015	96603	96603	06/05/2015
May-15	15/06/2015	92738	92738	05/06/2015
Jun-15	15/07/2015	90634	90634	06/07/2015
Jul-15	15/08/2015	101752	101752	10/08/2015
Aug-15	15/09/2015	101756	101756	14/09/2015
Sep-15	15/10/2015	101801	101801	09/10/2015
Oct-15	15/11/2015	105117	105117	09/11/2015
Nov-15	15/12/2015	102642	102642	11/12/2015
Dec-15	15/01/2016	105132	105132	08/01/2016
Jan-16	15/02/2016	103505	103505	09/02/2016
Feb-16	15/03/2016	97730	97730	14/03/2016
Mar-16	15/04/2016	99443	99443	07/04/2016

Annexure - 3 for clause 23 U/s. 40A(2)(b)

Sr. No.	Name of the Person	Nature of Payment	Amount Rs.
1	Paras Cotton	Brokerage	1697930
2	Jash Corporation	Brokerage	288931
3	Gujarat Ginning And Oil Industries	Jobwork	504450
4	Gujarat Ginning And Oil Industries	Purchase	297215473
5	Gujarat Ginning And Oil Industries	Land Rent	24000

Annexure - 4 for clause 34(a)

Tax deduction and collection Account Number (TAN)	Section	Nature of payment	Total amount of payment or receipt of the nature specified in column (3)	Total amount on which tax was required to be deducted or collected out of (4)	Total amount on which tax was deducted or collected at specified rate out of (5)	Amount of tax deducted or collected out of (6)	Total amount on which tax was deducted or collected at less than specified rate out of (7)	Amount of tax deducted or collected on (8)	Amount of tax deducted or collected not deposited to the credit of the Central Government out of (6) and (8)
-1	-2	-3	-4	-5	-6	-7	-8	-9	-10
RKTG02246G	92B	SALARY	585150	585150	585150	5340	0	0	0
	94C	CONTRACT 2%	1429365	1429365	1429365	28588	0	0	0
	94H	COMMISSION & BROKERAGE	3579909	3579909	3579909	357993	0	0	0
	94J	PROFESSIONAL FEES	1239483	1239483	1239483	123940	0	0	0

Annexure - 5 for clause 34(b)

Tax deduction and collection Account Number (TAN)	Type of Form	Due date for furnishing	Date of furnishing, if furnished	Whether the statement of tax deducted or collected contains information about all transactions which are required to be reported
RKTG02246G	24Q - Q1	15.07.2015	15.07.2015	-
	26Q - Q1	15.07.2015	15.07.2015	-
	26Q - Q2	15.10.2015	08.10.2015	-
	24Q - Q2	15.10.2015	08.10.2015	-
	26Q - Q3	15.01.2016	13.01.2016	-
	24Q - Q3	15.01.2016	13.01.2016	-
	26Q - Q4	15.05.2016	05.05.2016	-
	24Q - Q4	15.05.2016	05.05.2016	-

Annexure - 6 for clause 34(c)

Tax deduction and collection Account Number (TAN)	Amount of interest under section 201(1A)/206C(7) is	Amount paid out of column (2) along with date of
RKTG02246G	Details not available	Details not available



Annexure - 7 for clause 35(b) : Quantitative Details

Quantitative Details for Manufacturing Concern as certified by the Directors

1	2	3	4	5	6
Sr.No.	Particulars	FP Bales	Cotton Yarn In Process	Cotton Yarn	Cotton Waste
1	Opening Stock	212784.000	162891.000	35133.680	162363.500
2	Purchase (Net) / Input	3695765.000	0.000	0.000	0.000
3	Production	0.000	2946836.000	2922137.000	584171.000
	Sub Total	3908549.000	3109727.000	2957270.680	746534.500
4	Issued For Production	3603533.000	2922137.000	0.000	0.000
5	Sales / Consumption	0.000	0.000	2899961.000	344662.000
6	Closing Stock	305016.000	187590.000	57309.680	401872.500
7	Total Production	3531007.000			
8	Shortage / Excess	72526.000	0.000	0.000	0.000
9	Percentage of Yield	97.99%	81.78%	0.000	0.000
11	Shortage	2.01%			16.21%

Annexure - 8 for clause 40 : Ratios

	Current Year	Previous Year
1 Gross Profit	148840449	152743381
2 Net Profit	296663	(8436622)
3 Turnover	517306189	519183158
4 Average Stock	87060503	90803951
	<u>Opening Stock + Closing Stock</u>	
5 Raw Material Consumed		
- Opening Stock	22374865	52341982
- Add : Purchase	369528712	322384656
Sub Total	391903577	374726638
- Less : Closing Stock (RM)	32307378	22374865
Raw Material Consumed	359596199	352351773
6 Finished Goods Produced		
- Sales of Finished Goods Produced	517306189	519183158
-Less : Gross Profit on FG Produced	148840449	152743381
Sub Total RS.	368465740	366439777
Add : Closing Stock of F.G. and WIP	68231403	51207359
Less : Opening Stock of F.G. and WIP	20258012	15569220
Finished Goods Produced	416439131	402077916

Sr. No.	Particulars	Current Year	Previous Year
1	Gross Profit Ratio	28.77%	29.42%
2	Net Profit Ratio	0.06%	-
3	Stock Turnover Ratio	0.168	0.175
4	RM Consumed/F.G. Produced	86.35%	87.63%



M/S. GUJARAT HY SPIN PRIVATE LIMITED - GONDAL
BALANCE SHEET AS AT 31ST MARCH, 2016

Sr. No.	Particulars	Notes	Current Year	Previous Year
I	<u>EQUITY AND LIABILITIES</u>			
(1)	<u>Share Holder's Fund</u>			
a.	Share Capital	1	167500000	167500000
b.	Reserve & Surplus	2	10249482	(6178283)
c.	Money Received Against Share Warrants		-	-
(2)	<u>Share Application Money Pending Allotment</u>		-	-
(3)	<u>Non Current Liabilities</u>			
a.	Long Term Borrowings	3	308981911	339147821
b.	Differed Tax Liability (Net)		-	519493
c.	Other Long Term Liabilities		-	-
d.	Long Term Provisions		-	-
(4)	<u>Current Liabilities</u>			
a.	Short Term Borrowing	4	100012912	51899556
b.	Trade Payables	5	17115848	2550136
c.	Other Current Liabilities	6	13007975	9926616
d.	Short Term Provisions	7	298325	35000
	TOTAL RS.		617166453	565400339
II	<u>ASSETS</u>			
(1)	<u>Non Current Assets</u>			
	<u>Fixed Assets</u>			
(i)	Tangible Assets	8	330883948	376834866
(ii)	Intangible Assets		-	-
(iii)	Capital Work In Progress		-	-
(iv)	Intangible Assets under development		-	-
b.	Non Current Investment	9	19200291	16438241
c.	Differed Tax Assets (Net)		-	-
d.	Long Term Loans and Advances		-	-
e.	Other Non Current Assets	10	685184	1122382
(2)	<u>Current Assets</u>			
a.	Current Investments		-	-
b.	Inventories	11	100538781	73582224
c.	Trade Receivables	12	133938337	79478443
d.	Cash and Cash Equivalents	13	2101500	634791
e.	Short Term Loans and Advances	14	29818412	17309392
f.	Other Current Assets		-	-
	TOTAL RS.		617166453	565400339
	Notes to the Accounts	21		

This is the Balance Sheet referred to in our report of even date

For, PABARI ASSOCIATES
CHARTERED ACCOUNTANTS

[B.M.PABARI]

Proprietor

M.No. 108584

Firm Reg. No. 120498W

Date : 21.05.2016

Place : Rajkot

The Notes referred to the above form an integral part of the Balance Sheet

For, GUJARAT HY SPIN PVT.LTD.

DIRECTOR
[M. S. PARVADIA]

DIRECTOR
[C. S. PARVADIA]



M/S. GUJARAT HY SPIN PRIVATE LIMITED - GONDAL
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2016

Sr. No.	Particulars	Notes	Current Year	Previous Year
I	Revenues from Operations			
	Sales of Products	15	517306189	519183158
	Other Operating Revenues		0.00	0.00
II	Other Income	16	1634657	2035874
III	Total Revenue (I+II)		518940846	521219032
IV	EXPENSES			
a.	Cost of Material Consumed	17	359596199	352351773
b.	Purchase of Stock in Trade (Net)	15	0.00	0.00
c.	Changes in Inventories of Finished Goods Work-in-progress and Stock in Trade		(17024044)	4476336
d.	Employee Benefit Expenses	18	9344353	10887709
e.	Finance Cost.	19	26087538	23003720
f.	Depreciation and Amortization Expenses	8	65445723	76667302
	- Preliminary Expenses		297616	297616
g.	Other Expenses	20	75346451	61397666
	Total Expenses		519093836	529082122
V	Profit before exceptional and Extra Ordinary Items and Tax (III-IV)		(152990)	(7863090)
VI	Exceptional Item		0.00	0.00
VII	Profit before Extra Ordinary Item and Tax (V-VI)		(152990)	(7863090)
VIII	Extra Ordinary Items		0.00	0.00
IX	Profit Before Tax		(152990)	(7863090)
X	Tax Expenses			
	(1) Current Tax		69840	54039
	(2) Differed Tax		(519493)	519493
XI	Profit/(Loss) from the Continuing Operations (IX-X)		296663	(8436622)
XII	Profit/(Loss) From Discontinuing Operations		0.00	0.00
XIII	Tax Expenses of Discontinuing Operations		0.00	0.00
XIV	Profit/(Loss) from Discontinuing Operations after Tax (XII-XIII)		0.00	0.00
XV	Profit/(Loss) for the Period (XI+XIV)		296663	(8436622)
XVI	Earning Per Equity Shares			
	(1) Basic		0.02	(0.53)
	(2) Diluted		0.02	(0.53)
	Notes to the Accounts	21		

This is the Profit and Loss Account referred to in
our report of even date

For, PABARI ASSOCIATES
CHARTERED ACCOUNTANTS

[B.M.PABARI]

Proprietor

M.No. 108584

Firm Reg. No. 120498W

Date : 21.05.2016

Place : Rajkot

The Notes referred to the above form
an integral part of the Balance Sheet

For, GUJARAT HY SPIN PVT.LTD.

DIRECTOR

[M. S. PARVADIA]

DIRECTOR

[C. S. PARVADIA]



M/S. GUJARAT HY SPIN PVT. LTD. - GONDAL

Cash flow Statement as required to annexed as per Accounting Standards - 3 as per Indirect method for the year ended on 31st March, 2016 as follows :

Cash flow from operating activities		
Net Profit before tax and extra ordinary items	(152,990)	
Adjustment for :		
Depreciation	65,445,723	
Interest Income	(1,454,817)	
Interest Expense	24,462,411	
Priliminary and Pre-operative Expenses Writtern Off	297,616	
Operating Profit before working capital Change	88,597,943	
Increase in Sundry Debtor	(54,459,894)	
Decrease in Inventories	(26,956,557)	
Decrease in Sundry Creditor	17,910,396	
Decrease in Loans & Advance and Deposit	(12,509,020)	
Decrease in Other Non Current Assets	139,582	
Cash Generated from operations	12,722,450	
Less: Income Tax Paid	(69,840)	
Cash Flow before extraordinary item		12,652,610
Extraordinary items		-
Net cash from operating activities		12,652,610
Cash flow from Investing activities		
Purchase of Fixed Assets	(19,494,805)	
Proceeds from sale of Fixed Assets	-	
Purchase/Increase Of Investment	(2,762,050)	
Interest received	1,454,817	
Dividand received	-	
Net cash flow from investing activities		(20,802,038)
Cash flow from financing activities		
Proceeds from issuance of share capital	-	
Proceeds from Long-term borrowings (net during the yr)	(30,165,910)	
Increase of unsecured loan	-	
Borrowing from bank (Bank o/d)	48,113,356	
Interest Paid	(24,462,411)	
Subsidy Receipt	16,131,102	
Net cash available from financing activities		9,616,137
Net increase in cash and cash equivalents		1,466,709
Cash and Cash equivalents at the beginning of Period		634,791
Cash and Cash Equivalents at the end of period		2,101,500

This is the Cash Flow Statement referred to in our report of even date

For, PABARI ASSOCIATES
CHARTERED ACCOUNTANTS

[B.M.PABARI]
Proprietor
M.No. 108584
Firm Reg. No. 120498W

Date : 21.05.2016
Place : Rajkot



The Notes referred to the above form an integral part of the Balance Sheet

For, GUJARAT HY SPIN PVT.LTD.

DIRECTOR [M. S. PARVADIA] DIRECTOR [C. S. PARVADIA]

M/S. GUJARAT HY SPIN PRIVATE LIMITED - GONDAL
NOTES FORMING PART OF THE FINANCIAL STATEMENT

NOTE : 1 : SHARE CAPITAL

Sr. No.	Particulars	31.03.2016 Amount Rs.	31.03.2015 Amount Rs.
1	AUTHORISED SHARE CAPITAL 16750000 Equity shares of Rs.10 each.	167500000	167500000
2	SUBSCRIBED AND FULLY PAID UP SHARE CAPITAL 16750000 Equity shares of Rs.10 each.	167500000	167500000
	Total Rs.	167500000	167500000

Details of Holding more than 5%

Sr No.	Name of the Share Holder	Equity Shares			
		As at 31.03.2016		As at 31.03.2015	
		No. of Shares	% of Holding	No. of Shares	% of Holding
1	Maganlal S. Paravadiya	5762190	34.40	5762190	34.40
2	Chandulal S. Paravadiya	3468470	20.70	3468470	20.70
3	Ketanbhai M. Paravadiya	1225185	7.31	1225185	7.31
4	Yogesh M. Paravadiya	1079190	6.44	1079190	6.44
5	Paras M. Paravadiya	885620	5.29	885620	5.29
6	Kamleshbhai B. Bokarvadia	800000	4.78	800000	4.78

NOTE : 2 : RESERVE & SURPLUS

Sr. No.	Particulars	31.03.2016 Amount Rs.	31.03.2015 Amount Rs.
	SURPLUS		
1	Profit Brought Forwarded from Previous Year	(6178283)	2258339
2	Profit of the Current year from Profit and Loss Account	296663	(8436622)
	CAPITAL RESERVE		
1	Capital Subsidy	16131102	0.00
	Total Rs.	10249482	(6178283)

NOTE : 3 : LONG TERM BORROWINGS

Sr. No.	Particulars	31.03.2016 Amount Rs.	31.03.2015 Amount Rs.
A	TERM LOANS FROM BANK		
1	State Bank Of India Term Loan (Against Hypo. Of Building)	47843891	55170775
2	State Bank Of India (Against Hypo. Of Plant and Machineries)	217053011	254880696
3	State Bank Of India (Against Hypo. Of Plant and Machineries)	14988659	0.00
	Loan Guaranteed by: Maganlal Shambhubhai Paravadiya Chandulal Shambhubhai Paravadiya Corporate Guarantee of M/s. Gujarat Ginning and Oil Industries		
	Repayment Period: Loan is payable in 90 monthly installments commencing from July 2014 with interest		
	Period of Default	-	-
	Amount of Default	-	-
B	LOAN FROM RELATED PARTIES		
1	Babubhai G. Makadiya	401350	401350
2	Bindiya K. Parvadia	970000	970000
3	Chandubhai S. Parvadia	75000	75000
4	Chandubhai S. Parvadia (HUF)	4000000	4000000
5	Divyesh C. Parvadia	70000	70000
6	Hansaben C. Parvadia	2000000	2000000
7	Ketanbhai M. Parvadia	5500000	5500000
8	Maganbhai S. Parvadia	6600000	6600000
9	Maganbhai S. Parvadia (HUF)	4500000	4500000
10	Nidhiben P. Parvadia	2000000	2000000
11	Vajiben S. Parvadia	2950000	2950000
12	Yogesh M. Parvadia	30000	30000
	Total Rs.	308981911	339147821



NOTE : 4 : SHORT TERM BORROWINGS

Sr. No.	Particulars	31.03.2016 Amount Rs.	31.03.2015 Amount Rs.
1	SECURED LOAN FROM BANK State Bank Of India Cash Credit (Against Hypothecation of Inventories & Book Debts)	100012912	51899556
	Total Rs.	100012912	51899556

NOTE : 5 : TRADE PAYABLES

Sr. No.	Particulars	31.03.2016 Amount Rs.	31.03.2015 Amount Rs.
1	Sundry Creditors - Goods	15008929	1306197
2	Sundry Creditors - Capital Goods	1631110	1102643
3	Sundry Creditors for Expenses	303842	141296
4	Advance from Customer	171967	0.00
	Total Rs.	17115848	2550136

NOTE : 6 : OTHER CURRENT LIABILITIES

Sr. No.	Particulars	31.03.2016 Amount Rs.	31.03.2015 Amount Rs.
1	Professional Tax Payable	0.00	0.00
2	Employee Provident Fund Payable	99443	0.00
3	Service Tax Payable	436	0.00
4	TDS Payable	31033	184106
5	Provision for Income Tax/MAT	69840	0.00
6	VAT Payable	12807223	9742510
	Total Rs.	13007975	9926616

NOTE : 7 : SHORT TERM PROVISIONS

Sr. No.	Particulars	31.03.2016 Amount Rs.	31.03.2015 Amount Rs.
A	PROVISIONS FOR EMPLOYEE BENEFITS		
1	Salary Payables	263325	0.00
B	OTHER PROVISIONS		
2	Provision For Statutory & Tax Audit Fees Payable	35000	35000
	Total Rs.	298325	35000



NOTE : 8 : TANGIBLE ASSETS

Sr. No.	Particulars	Rate of Depn.	Gross Block				Depreciation		Net Block	
			Opening Balance	Addition	Deduction	Total Balance	Opening Balance	For the Year	As at 31.03.16	As at 31.03.15
1	Building	9.50%	87371225	601535	0.00	87972760	10570608	7322505	70079647	76800617
2	Factory Building	25.89%	8679708	622351	0.00	9302059	2541172	1617516	5143371	6138536
3	Electrical Fitting	45.07%	724896	0.00	0.00	724896	345848	170837	208211	379048
4	Office Equipment	45.07%	405360	95000	0.00	500360	149419	158112	307531	255941
5	R.O System	45.07%	0.00	25000	0.00	25000	0.00	10867	14133	0.00
6	Air Conditioner	25.89%	1253608	86964	0.00	1340572	110736	310906	918930	1142872
7	Refrigerator	18.10%	360531508	17885377	0.00	378416885	77503114	53283421	247630350	283028394
8	Furniture and Fixtures	18.10%	485034	0.00	0.00	485034	55091	77820	352123	429943
9	Plant & Machinery	25.89%	8674939	0.00	0.00	8674939	2552790	1585024	4537125	6122149
10	Weigh Bridge	31.23%	649645	0.00	0.00	649645	241105	127587	280953	408540
11	Motor Vehical	31.23%	1675742	0.00	0.00	1675742	256899	443105	975738	1418843
12	Volkswagen Polo	31.23%	642583	0.00	0.00	642583	212649	134268	295666	429934
13	Volkswagen Jetta	63.16%	394136	104779	0.00	498915	230396	144853	123666	163740
14	Mahindra Genio DC	39.30%	20476	0.00	0.00	20476	8581	4675	7220	11895
15	Computer and Data Processing Unit	39.30%	156719	73799	0.00	230518	52305	54227	123986	104414
	Computer									
	Barcode Printer									
	Mobile Handset									
	Total Rs.		471665579	19494805	0.00	491160384	94830713	65445723	330883948	376834866

Note: 1. No Assets Revalued During the year un 2. No Impairment of assets during the year ur 3. No Assets acquired through business combinations during the year under audit
4. Appropriations to the assets have been made on weighted average as shown in notes to the accounts

NOTE : 9 : NON CURRENT INVESTMENT

Sr. No.	Particulars	31.03.2016 Amount Rs.	31.03.2015 Amount Rs.
1	SBI FD (BANK GUARANTEE)	767745	0.00
2	SBI FD A/C.33058703988	1452831	1343414
3	SBI FD A/C.33146579961	598199	553137
4	SBI FD A/C.33193076701	3000832	2787375
5	SBI FD A/C.33266337153	290526	268640
6	SBI FD A/C.33305750487	409838	378977
7	SBI FD A/C.33459545846	423448	390633
8	SBI FD A/C.34061001965	64992	60225
9	SBI FD A/C.34537192564	9986700	9283697
10	SBI FD A/C.35039731288	1740554	1358138
11	SBI FD A/C.35106515999	450621	0.00
12	National Savings Certificate	14005	14005
	Total Rs.	19200291	16438241

Note: Deposits are made for Margin towards PGVCL Bank Guarantee and LC issued for Capital Goods and DSRA with Bank

NOTE : 10 : OTHER NON CURRENT ASSETS

Sr. No.	Particulars	31.03.2016 Amount Rs.	31.03.2015 Amount Rs.
1	PGVCL Deposit	9702	9702
2	Preliminary and Pre-operative Expenses	675482	973098
3	Forex Rate Difference on account of Capital Goods Adv	0.00	139582
	Total Rs.	685184	1122382



NOTE : 11 : INVENTORIES

Sr. No.	Particulars	31.03.2016 Amount Rs.	31.03.2015 Amount Rs.
A	RAW MATERIAL AND CONSUMABLES		
1	Machinery Sparsparts		
2	F.P.Bales	1515788	1133503
B	STOCK IN PROCESS	30791590	21241362
1	Stock In Process		
C	FINISHED GOODS	32828250	30949347
1	Cotton West		
2	Cotton Yarn	24514253	12177300
	Total Rs.	10888900	8080712
		100538781	73582224

NOTE : 12 : TRADE RECEIVABLES

Sr. No.	Particulars	31.03.2016 Amount Rs.	31.03.2015 Amount Rs.
1	Debt Outstanding for a period exceeding six months	0.00	0.00
2	Other Debtors	133789439	77809116
3	Advance To Suppliers	148898	1669327
	Total Rs.	133938337	79478443

Note No provision made for Bad and Doubtfull Debt

NOTE : 13 : CASH & EQUIVALENTS

Sr. No.	Particulars	31.03.2016 Amount Rs.	31.03.2015 Amount Rs.
A	BALANCE WITH BANKS		
1	State Bank of India A/c.No.3956		
2	Central Bank of India	55970	13254
B	Cash On Hand	6053	6053
	Total Rs.	2039477	615484
		2101500	634791

NOTE : 14 : SHORT TERM DEPOSITS, LOANS & ADVANCES
(Advance recoverable in cash or in kind or for value to be received)

Sr. No.	Particulars	31.03.2016 Amount Rs.	31.03.2015 Amount Rs.
1	Advance Income Tax	200000	1100000
2	Exice Duty on Plant and Machinerics Receivable under EPCG	1197247	0.00
3	Interest Subsidy Receivable	3824670	0.00
4	Power Subsidy Receivable	2938560	0.00
5	Tuff Interest Subsidy Receivable	1092763	0.00
6	Fire Claim Receivable	0.00	802000
7	Prepaid Insurance	312663	369175
8	VAT Receivable	11128284	14968635
9	TDS Receivable	144417	69582
10	Income Tax Refund Receivable	1169582	0.00
11	VAT Refund Receivable	7810226	0.00
	Total.....(A+B)	29818412	17309392



NOTE : 15 : FINISHED GOODS - OPENING STOCK, PURCHASE, SALES AND CLOSING STOCK

Sr. No.	Particulars	Opening Stock	Purchases	Sales Domestic	Closing Stock
1	Cotton West	12177300	0.00	14791905	24514253
2	Cotton Yarn	8080712	0.00	502514284	10888900
	Total Rs.	20258012	0.00	517306189	35403153

NOTE : 16 : OTHER INCOME

Sr. No.	Particulars	31.03.2016 Amount Rs.	31.03.2015 Amount Rs.
1	Quality Allowance	0.00	106816
2	Fire Claim Income	36700	802000
3	F.D. Interest Income	1442051	695784
4	Insurance Income	29540	290424
5	Kasar Income	59474	84856
6	Rate Difference Income	12766	4005
7	Sample Allowance	7422	7022
8	Trade Discount	45700	38000
9	Weight Shortage	1004	6967
	Total Rs.	1634657	2035874

NOTE : 17 : RAW MATERIAL CONSUMPTION

Sr. No.	Particulars	Opening Stock	Purchases	Closing Stock	Consumption
1	FP Cotton	21241362	355991086	30791590	346440858
2	Machinery Sparparts and Material	1133503	13537626	1515788	13155341
	Total Rs.	22374865	369528712	32307378	359596199

NOTE : 18 : EMPLOYEE BENEFIT EXPENSES

Sr. No.	Particulars	31.03.2016 Amount Rs.	31.03.2015 Amount Rs.
1	Salary & Bonus Expenses	7716208	9477304
2	Provident Fund Expenses	631584	439866
3	Staff Lodging Expenses	995992	969759
4	Welfare Fund Expenses	569	780
	Total Rs.	9344353	10887709

NOTE : 19 : FINANCIAL CHARGES

Sr. No.	Particulars	31.03.2016 Amount Rs.	31.03.2015 Amount Rs.
1	Bank Charges Expenses	145753	558304
2	Bank Interest Expenses	11591696	9077569
3	Loan Processing Fees Expenses	488114	84000
4	Term Loan Interest Expenses	12870715	13283847
5	VAT Interest	991260	0.00
	Total Rs.	26087538	23003720

NOTE : 20 : OTHER EXPENSES

Sr. No.	Particulars	31.03.2016 Amount Rs.	31.03.2015 Amount Rs.
A	Direct Expenses		
1	Electric Expenses	64161036	51541502
2	Job Work Expenses	994314	1253447
3	Transportation Expenses	182160	1416320
4	Machinery Repairing Exp.	314736	125341
5	Water Expenses	2049500	50750
6	Laboratory Expenses	54845	20294
	Total.....A	67756591	54407654
B	Administrative Expenses		
1	Audit Fees & Tax Audit Fees Expenses	35000	132023
2	Association Fees Expenses	27320	0.00
3	Advertisement Expenses	0.00	5000
4	Commission & Brokerage Expenses	3584024	3442218
5	Cash Discount Expenses	278718	852853
6	Car Diesel Expenses	235862	209156
7	Charity Expenses	25000	0.00
8	Computer Expenses	48781	72351
9	Courier Expenses	26655	71194
10	Credit Analysis And Research Expenses	34350	33708
11	Education Expenses	0.00	7000
12	Factory Expenses	602642	251875
13	Fire Brigade Expenses	0.00	29580
14	Gift On Marriage	0.00	2503
15	Insurance Expenses	511369	611562
16	License Fees Expenses	36080	11810
17	Legal Adviser Fees	1262403	238163
18	Mobile & Telephone Expenses	155183	130755
19	Medical Expenses	97924	92021
20	Office Expenses	69650	130091
21	Printing & Stationaries Expenses	47581	186278
22	Petrol Expenses	25600	21880
23	Quality Allowance	10166	0.00
24	R.O.C. Fees	2000	600
25	Rate Difference Expenses	0.00	1350
26	Stock Audit Fees	0.00	12000
27	Stamp Paper Expenses	0.00	267900
28	Service Tax Expenses	20171	42363
29	Rent Expenses	24000	24000
30	TDS Interest And Penalty	0.00	2490
31	Travelling Expenses	348476	510
32	Profession Tax	0.00	70
33	Vehicle Running/Repairing Expenses	72330	102708
34	Website Development Expenses	5200	4000
35	Weight Scale Renewal Expenses	3375	0.00
	Total.....B	7589860	6990012
	Total Rs.	75346451	61397666



NOTES - 21: NOTES ON ACCOUNTS

I SIGNIFICANT ACCOUNTING POLICY

1. **Basis of Preparation of Financial Statement**
 - a. The Accounts are prepared under the historical cost convention method adopting Mercantile System of Accounting and materially comply with the mandatory accounting standards issued by the Institute of Chartered Accountants of India and referred to in Section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Account) Rules 2014. The significant accounting policies followed by the concern are as stated below.
 - b. The company follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis including govt. benefits/subsidy except capital subsidy.
2. **Fixed Assets and Depreciation**
 - a. Fixed Assets are capitalized at acquisition cost including directly attributable cost of bringing to the assets to their working condition or intended use and allocation of indirect cost including borrowing cost less accumulated depreciation and impairment until the asset is ready to use.
 - b. Exchange Loss/Gain in case of Imported of Plant and Machineries are capitalized to respective Assets Account and for the advance made against capital goods the same are shown under other assets.
 - c. The company has provided depreciation on the Fixed Assets on the basis of the Written down Value Method over the useful lives of the assets as prescribed in Part C of Schedule II of the Companies Act, 2013.
3. **Inventories**
 - a. Raw Material, Stores and Spares and WIP are stated at Cost.
 - b. Finished Products are Valued at Cost or NRV whichever is lower. Net Realizable Value is the estimated Selling Price in the ordinary course of the business.
 - c. Inventories are valued taken and certified by the directors of the company.
4. **Preliminary and Pre- Operative Expenditures**
 - a. Capital Expenditures towards Payment of Fees for Incorporation of the company and Fees Paid for Enhancement of Share Capital to the Registrar of Companies is amortized at 20% each year following Straight Line Method.
5. **Foreign Currency Transaction**
 - a. Balances in Form of Current Assets and Current Liabilities including Other Long Term Liabilities in foreign currency outstanding at the close of the year are converted in Indian Currency at the appropriate rate of exchange prevailing on the date of the Balance sheet.
 - b. All other Income and Expenditure in foreign currency are recorded at the rates of exchange prevailing on the transaction date. The difference between the rate prevailing on the date of transaction and the date of settlement is recognized as income or expense as the case may be.
6. **Taxation**
 - a. **Current Tax**

No provision for Income tax or MAT has been made on account of loss and negative book profit during the year.
 - b. **Differed Tax**

In accordance with Accounting Standard 22 – Accounting for Taxes on Income, issued by the Institute of Chartered Accountants of India, the deferred tax for timing difference between the book and tax profits for the year is accounted for using the tax rates and laws that have been enacted or substantially enacted as of the balance sheet date.



Particulars	Deferred Tax Asset/(Liability) as at 01.04.2015	Current year Timing Dep. Difference (credit)	Deferred Tax Asset/(Liability) as at 31.03.2016
Unabsorbed Depreciation	(519493)	5267828	4748334
Total	(519493)	5267827	4748334

In the conservative opinion of the board of directors, it has been decided to squared the differed tax liability and for the remaining differed tax asset it is decided that not to pass the entry in the books of accounts due to uncertainty of the realization of the Differed Tax Assets. However the position shall be reviewed every year.

II SECURED LOAN

- Term Loan from the Banks/Financial Institutions are secured by the Hypothecation of the Plant and Machineries and all the movable assets of the company. Further the same are collaterally secured by the various fixed assets and personal guarantee as mentioned in respective note.
- Cash credit from the bank is secured by Hypothecation of the whole of the current assets of the company including Inventory, Book Debt, Consumables and Stores and Spares, bills receivables and all other movables, both present and future where so ever situated.

III Balances of Sundry Debtors, Sundry Creditors, Loans and Advances, and Deposits are subject to confirmation and reconciliation. In the opinion of the Board, the Current Assets, Loans and Advances are of the value stated as realizable in the ordinary course of the business. The provisions for depreciation and all the known liabilities are not in excess of the amount reasonably necessary.

IV Information on related party transactions as required by Accounting Standard - 18 for the year ended 31.03.2016

Following are the financial Transaction with the related Parties

Sr. No.	Name of the Related Party	Relation	Opening Balance	Amount Taken	Amount Repaid	Closing Balance
1	Babubhai G. Makadiya	Relative	401350	-	-	401350
2	Bindiabhen K. Parvadia	Share Holder	970000	-	-	970000
3	Chandubhai S. Parvadia (HUF)	Karta is Share Holder	4000000	-	-	4000000
4	Chandubhai S. Parvadia	Director/Share Holder	75000	-	-	75000
5	Divyesh C. Parvadia	Share Holder	70000	-	-	70000
6	Hansaben C. Parvadia	Relative	2000000	-	-	2000000
7	Ketanbhai M. Parvadia	Share Holder	5500000	-	-	5500000
8	Maganbhai S. Parvadia	Director/Share Holder	6600000	-	-	6600000
9	Maganbhai S. Parvadia (HUF)	Karta is Share Holder	4500000	-	-	4500000
10	Nidhiben P. Parvadia	Share Holder	2000000	-	-	2000000
11	Vajiben S. Parvadia	Share Holder	2950000	-	-	2950000
12	Yogesh M. Parvadia	Share Holder	30000	-	-	30000

Business Transactions with related Party

Sr. No.	Name of the Related Party	Relation	Nature of Transaction	Amount Involved
1	Paras Cotton	Partner is Share Holder	Brokerage	1697930
2	Gujarat Ginning and Oil Industries	Partner is Director of Company	Job work	504450
3	Gujarat Ginning and Oil Industries	Partner is Director of Company	Purchase	297233473
4	Gujarat Ginning and Oil Industries	Partner is Director of Company	Land Rent	24000
5	Jash Corporation	Commission	Brokerage	288931



V Other Disclosures

1. Contingent Liabilities
Bank Guarantee issued by the company in favor of PGVCL and Central Govt. for duty receivable under EPCG and Letter of Credit Issued to Machinery Supplier.
2. As informed to us by the directors of the company there is no amount of outstanding due to small scale undertaking.
3. Excise Receivable Rs. 1197247/- on account of Duty Refund under EPCG.
4. Power Duty/Power Tariff Benefit of Rs. 11458740/- credited to Electric Power Consumption and treated as revenue receipt.
5. Interest Subsidy Received of Rs. 24052871/- during the year under the TUFF Central Govt. Scheme and State Govt. Scheme and the same is credit to Term Loan Interest Exp. and treated as revenue receipt.
6. Auditors Remuneration is Rs. 35000/-
7. Remuneration paid to directors is Nil.
8. As informed to us by the directors of the company that the cost compliance shall be done in due course, as prescribed under Companies Act, 2013.
9. We have relied on the internal evidences where, external evidences are not made available for verification.
10. Balance of Unsecured Loans, Sundry Creditors, Deposits, Loans & Advances and Sundry Debtors are subject to confirmation.
11. Cash flows are reported using indirect method.
12. Previous year's figures have been regrouped / restated / reclassified / rearranged wherever necessary to make them comparable with those of the current year.

Date: 21.05.2016

Place: Rajkot

Signature to Notes 1 to 21

**For, Pabari Associates
Chartered Accountants**



Raj Pabari

Proprietor

M.No. 108584

Firm Reg. No. 120498W