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LORENZINI APPARELS LIMITED

(An ISO 9001:2015 Certified Company)

NOTICE

Notice is hereby given that the 10th Annual General Meeting of the Members of Lorenzini Apparels Limited (Formerly Known as Lorenzini Apparels Private Limited) will be held on Tuesday, 19th September, 2017 at 11:00 A.M. at the registered office of the Company situated at TA 168 & 187 Ground Floor, Gali No. 2, Tuglakabad Extn New Delhi-110019, to transact the following business:

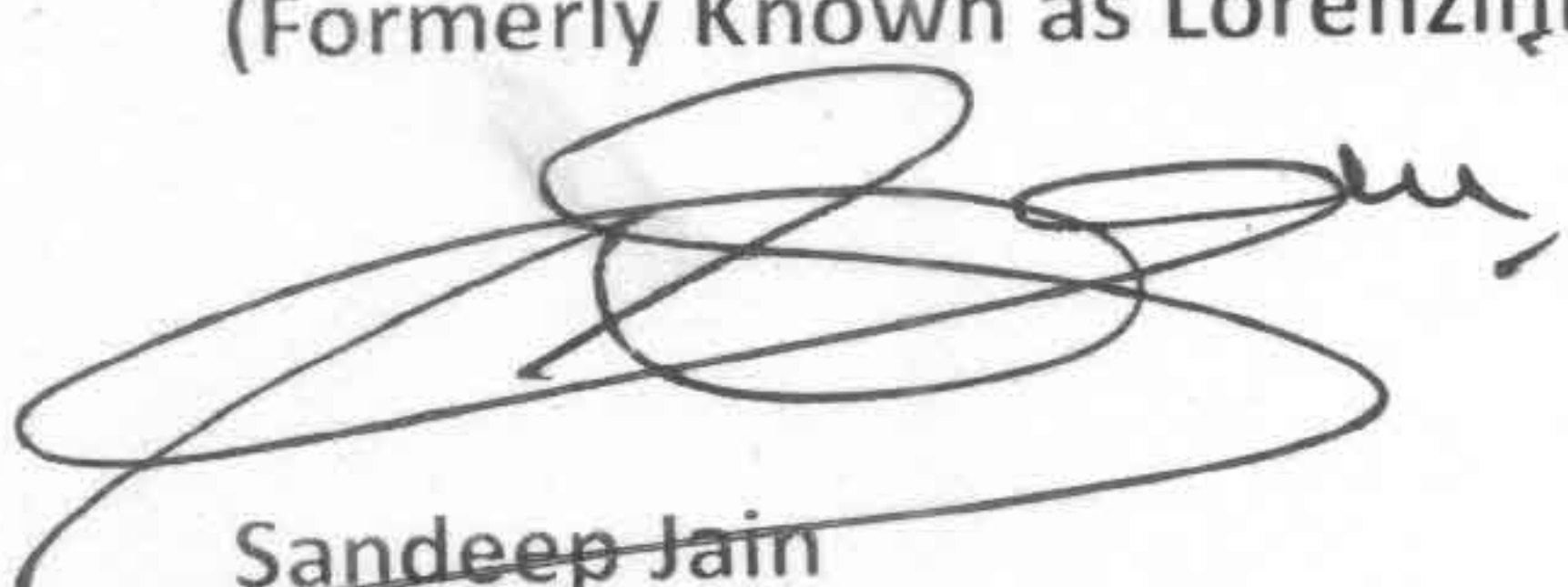
Ordinary Business:

1. To receive, consider and adopt the Audited Financial Statements for the financial year ended 31st March, 2017 together with the Reports of Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mrs. Deepika Jain (DIN: 02365797), who retire by rotation and being eligible, offers herself for re-appointment.
3. To Appoint the Statutory Auditor and fix their remuneration.

To consider and, if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 139 and all other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, as amended from time to time, the Company hereby appoint M/s. S C Verma & Associates (Registration No. 004180N) Chartered Accountants, as the auditors of the Company to hold office from the conclusion of this Annual General Meeting (AGM) till the conclusion of the 15th AGM to be held in the year 2022 at such remuneration as may be mutually agreed between the Board of Directors of the Company and the Auditors."

For and on behalf of the Board
Lorenzini Apparels Limited
(Formerly Known as Lorenzini Apparels Private Limited)


Sandeep Jain
Director

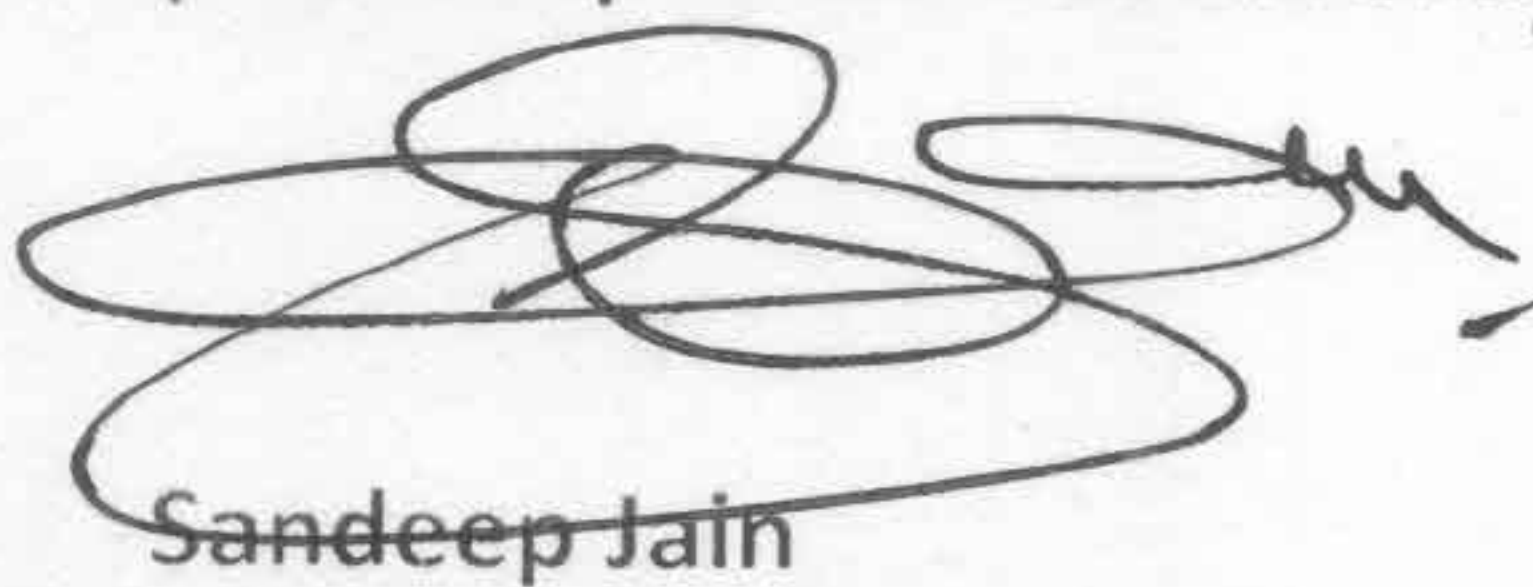
NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.** THE INSTRUMENT OF PROXY IN ORDER TO BE EFFECTIVE SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN 48 HOURS BEFORE THE MEETING. BLANK PROXY FORM IS GIVEN IN THE ANNUAL REPORT.

A PERSON CAN ACT AS A PROXY ON BEHALF OF MEMBERS NOT EXCEEDING 50 (FIFTY) AND HOLDING IN THE AGGREGATE NOT MORE THAN 10% OF THE TOTAL SHARE CAPITAL OF THE COMPANY. A MEMBER HOLDING MORE THAN 10% OF THE TOTAL SHARE CAPITAL OF THE COMPANY MAY APPOINT A SINGLE PERSON AS PROXY AND SUCH PERSON SHALL NOT ACT AS A PROXY FOR ANY OTHER PERSON OR SHAREHOLDER.

2. Corporate Members intending to send their authorized representative(s) to attend the meeting are requested to send a certified copy of Board Resolution authorizing their representative(s) to attend and vote on their behalf at the meeting.
3. The Route Map, landmark and Attendance Slip are annexed herewith.
4. Statutory Registers and documents referred to in the accompanying Notice and Explanatory Statement thereto, are open for inspection by members, at the Registered Office of the Company on all working days (Monday to Saturday) between 11:00 a.m. to 02:00 p.m. upto the date of the Annual General Meeting and will also be available for inspection at the Meeting.

For and on behalf of the Board
Lorenzini Apparels Limited
(Formerly Known as Lorenzini Apparels Private Limited)



Sandeep Jain
Director
DIN: 02365790

Place: New Delhi
Date: 25/08/2017

Details of Director Seeking Re-appointment at the Annual General Meeting

Name of the Director	Ms. Deepika Jain
Director Identification Number (DIN)	02365797
Date of Birth	29/08/1981
Nationality	Indian
Date of first appointment on Board	09/05/2007
Qualification	M.com
Shareholding in Lorenzini Apparels Limited	609505
List of Directorships held in other Companies (excluding foreign, private and Section 8 Companies)	None
Memberships of Audit and Stakeholders' Relationship Committees across Public Companies	None
Experience	10 years experience in dealing with the areas related to accounting, retailing and quality check division of the Company. She is promoter –director of the Company.
Remuneration paid or sought to be paid	Not exceeding Rs. 6,00,000/- per year
Relationship with other Directors/KMP	Wife of Mr. Sandeep Jain- Managing Director.
No. of meetings attended during the current F.Y.	9 (Nine)
Terms and conditions for appointment	Liable to retire by rotation

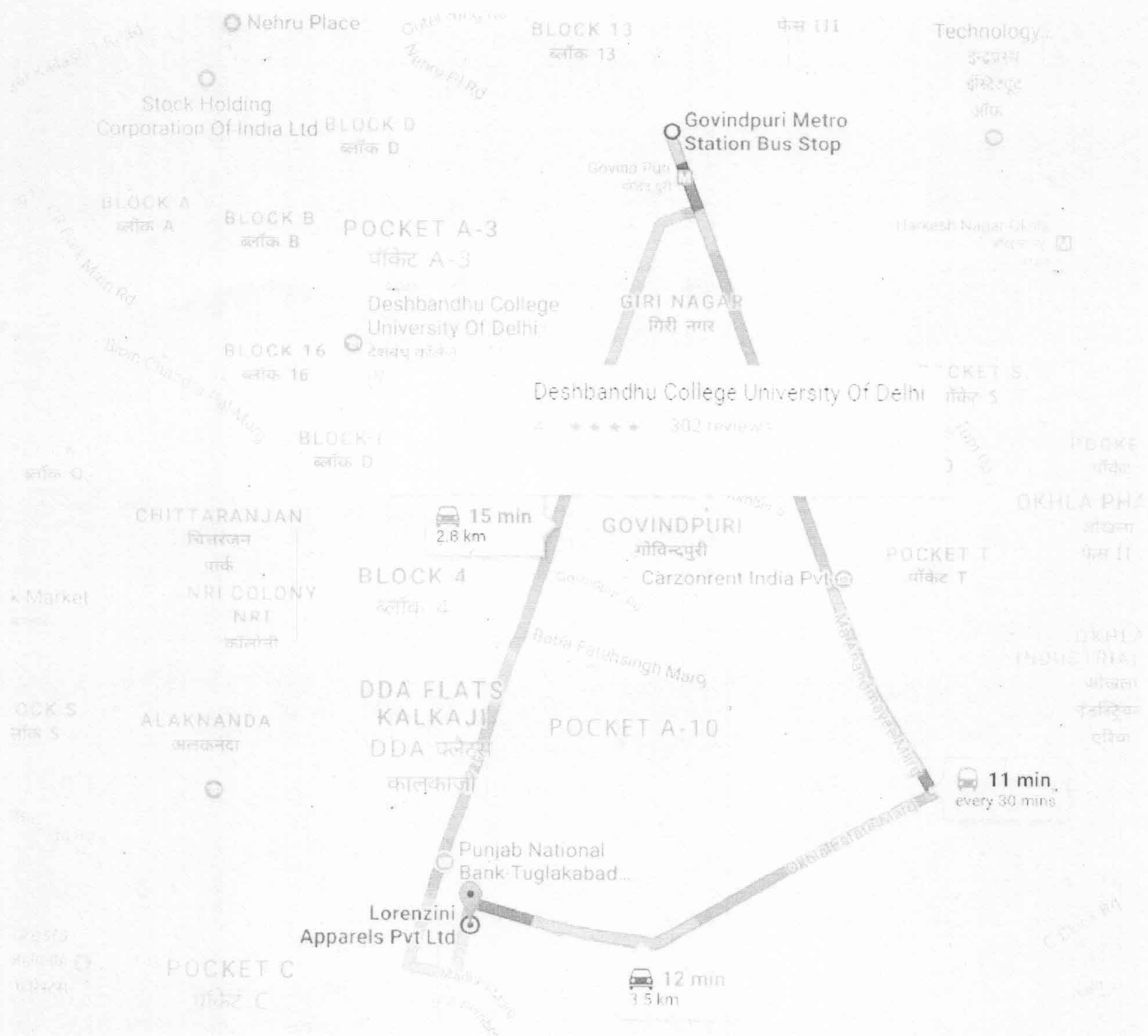
Ms. Deepika Jain has been appointed as Whole time director and CFO of the Company w.e.f. 1st July, 2017.

ROUTE MAP TO THE ANNUAL GENERAL MEETING OF LORENZINI APPARELS LIMITED

Name of the company: *Lorenzini Apparels Limited*

Date of AGM: 19th September, 2017

Place of AGM: TA 168 & 187 Ground Floor, Gali No. 2, Tuglakabad Extn New Delhi-110019,



Distance from Govindpuri Metro Station: 3.3 Kilometers (Approximately)

DIRECTORS' REPORT

The Members,

Your Directors have pleasure in submitting their 10th Annual Report of the Company together with the Audited Statements of Accounts for the year ended March 31, 2017. Further, in compliance with the Companies Act, 2013 the company has made all requisite disclosures in the Board Report with the objective of accountability and transparency in its operations and to make you aware about its performance and future perspective.

FINANCIAL PERFORMANCE

The Company's financial performances for the year under review along with previous year's figures are given hereunder:

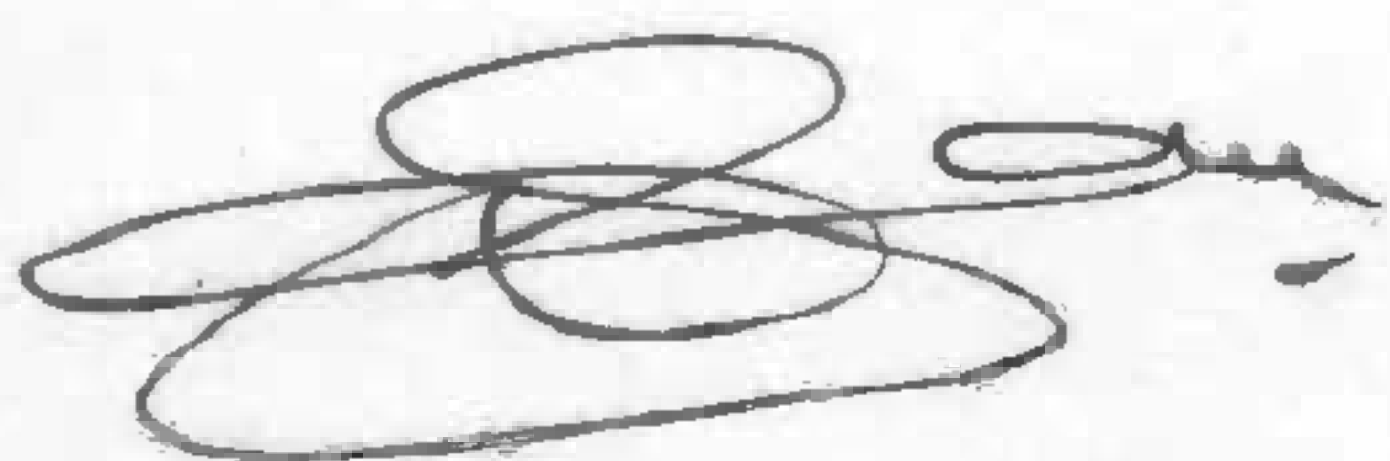
Particulars	(Amount in Rs.)	
	2016-2017	2015-2016
Total Revenue	164,363,715	120,819,689
Total Expenses	155,814,059	115,787,062
Profit or Loss before Exceptional and Extraordinary items and Tax	3,294,364	346,453
Less: Exceptional/ Extraordinary items	0.00	0.00
Profit or Loss before Tax	3,294,364	346,453
Less: Current Tax for current year	1,223,056	1,76,000
Current tax expense relating to prior years	60,350	NIL
Deferred Tax	(-)103,839	(-)62,613
Profit or Loss after Tax	2,114,797	2,33,065.61
Earnings per share	4.65	23.31

RESULTS OF OPERATIONS & STATE OF COMPANY'S AFFAIRS:

Your Company has performed modestly in the past year despite challenging economic conditions. Despite the impact of demonetization in the second half of the year, the market has shown a marginal growth in demand raising hopes of a gradual turnaround. The company intends to intensify its marketing thrust to expand its geographical footprints in India and in process to increase its showrooms for more customer reach. And accordingly, your Directors are optimistic about the future and expect the business to perform well for the forthcoming year. Your Directors are relentlessly striving for the betterment of the Business. The management of your company is actively exploring business opportunities as part of diversification plan.

DIVIDEND & RESERVE

The Company has not declared any dividend for year under review and the company has not transferred any amount to General Reserve considering the fund requirements for future business



expansion.

DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013, the Board of Directors of the Company confirms that-

- a) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) The directors had selected such accounting policies and applied them consistently and have made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of your company at the end of the financial year on March 31, 2017 and of the loss of your company for the period ended on March 31, 2017;
- c) The directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The directors had prepared the annual accounts for the year ended on March 31, 2017 on a going concern basis;
- e) The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively;
- f) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

MEETINGS OF THE BOARD OF DIRECTORS

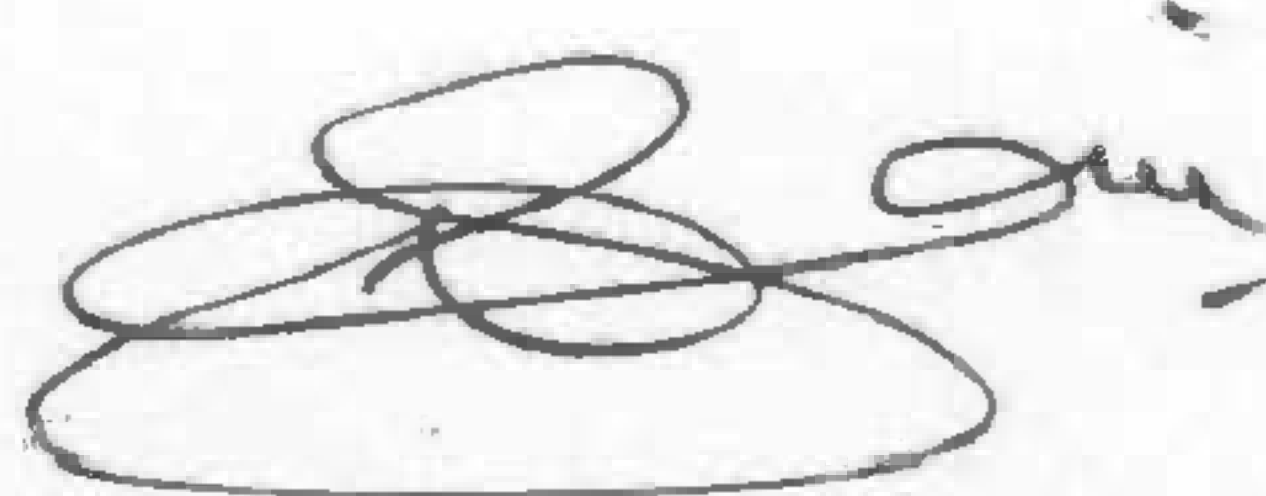
During the financial year ended 31st March, 2017, 9 (Nine) Meetings of the Board of Directors of the Company were held as on 9/05/2016, 29/08/2016, 22/11/2016, 23/01/2017, 22/02/2017, 14/03/2017, 15/03/2017, 25/03/2017 & 31/03/2017.

The number of meetings attended by the Directors during the FY 2016 -17 is as follows:

S. No	Name of the Director	No of board Meetings held during the year	No. of Meetings attended during the year
1	Sandeep jain	9	9
2	Deepika Jain	9	9
3	Pardeep Singh*	3	3
4	Mohinder Rustagi*	3	3

*Appointed as Additional Director on March 14, 2017 and confirmed as Director (Independent director) in EGM held on 30th June, 2017..

Mr. Rajit Sehgal was appointed as Additional director on 26th June, 2017 and was regularized as



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director in the category on Non-executive director in the EGM held on 30th June, 2017.

MEETINGS OF SHAREHOLDERS

During the Financial year ended 31st March, 2017, 5(five) Meetings of Shareholders of the company were held as on 30/09/2016, 22/02/2017, 15/03/2017, 17/03/2017 and 31/03/2017.

DETAILS OF DIRECTOR(S)

The Board of Directors of the company by the approval of Board approved the appointment of Mr. Mohinder Rustagi and Mr. Pardeep Singh as the Additional Director of the Company with effect from 14th March 2017.

Further, on 1st July, 2017 Mr. Sandeep Jain was appointed as Managing Director of the company for a period of 5(five) years and he shall not liable to retire by rotation as per his terms of appointment. Whereas Mrs. Deepika Jain was appointed as CFO/ WTD of the company w.e.f 1st July, 2017 and she shall be liable to retire by rotation, at a remuneration of Rs. 6,00,000/- p.a. each to both the directors.

With effect from 30th June, 2017, Mr. Mohinder Rustagi and Mr. Pardeep Singh have been appointed as Independent Directors of the company for a period of 5 years.

On 26th June, 2017, Mr. Rajit Sehgal was appointed as Additional Director of the company and was later regularized on 30th June, 2017 as director of the Company in the category of Non-executive Director.

DETAILS OF DIRECTOR OR KEY MANAGERIAL PERSONNEL APPOINTED/ REAPPOINTED OR RESIGNED

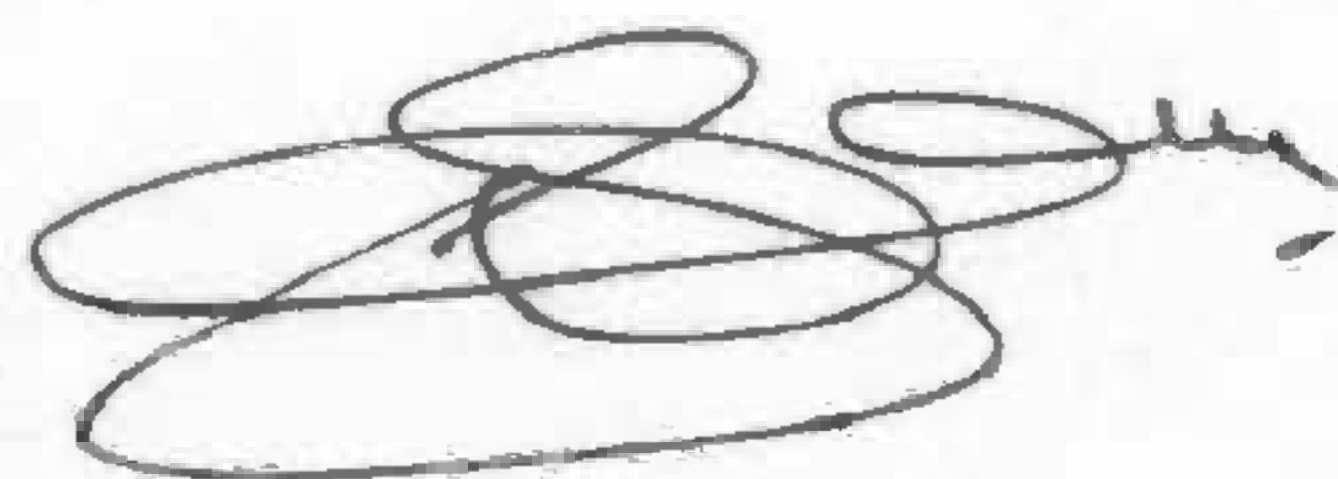
The constitution of the Board of Directors of the company is duly constituted.

Sr. No.	Name of Director	Designation	Date of Appointment	Date of Cessation
1	Sandeep Jain	Managing Director	09/05/2007	---
2	Deepika Jain	Wholetime Director/ CFO	09/05/2007	---
3	Pardeep Singh	Director	14/03/2017	---
4	Mohinder Rustagi	Director	14/03/2017	---

EXTRACT OF ANNUAL RETURN

The information required under Section 134 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 with respect to extract of annual return is appended hereto and forms a part of this Report as Annexure- I.

DEPOSITS



Your Company has not accepted any deposit falling within purview of Section 73 of the Companies Act, 2013.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENT

The company has not made any loan, given any guarantee or made any investment during the F.Y. 2016-17.

Sr. No.	Particulars	As at 31st March, 2017	As at 31st March, 2016
1	Loans And Advances (Unsecured)	Nil	NIL
2	Investments	Nil	Nil
3	Guarantee (Body Corporate)	Nil	Nil

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SUB-SECTION (1) OF SECTION 188 IN AOC-2

The information required under Section 134 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 with respect to particulars of contracts or arrangements with related parties is appended hereto and forms a part of this Report as Annexure- II.

SHARE CAPITAL

Authorised Share Capital:

- During the financial year, the Company has increased the Authorized Share Capital of the Company from Rs. 20,00,000 (Rupees Twenty lakhs) divided into 2,00,000 (Two Lakh) Equity Shares of Rs.10/- (Rupees Ten) each to Rs. 3,20,00,000 (Rupees Three Crores Twenty lakhs) divided into 32,00,000 (Thirty two Lakh) Equity Shares of Rs.10/- (Rupees Ten) each, with due consent and approval of the shareholders in their meeting held on 22nd February, 2017.
- Subsequently, Company again increased its Authorized Share Capital from Rs. 3,20,00,000 (Rupees Three crores and twenty lakhs) divided into 32,00,000 (Thirty Two Lakh) Equity Shares of Rs.10/- (Rupees Ten) each to Rs. 10,00,00,100 (Rupees Ten crores and one hundred) divided into 1,00,00,010 (One Crore and ten) Equity Shares of Rs. 10/- (Rupees Ten) each at the shareholders meeting held on 16th June, 2017.

Paid up capital:

- During the year, company has made Preferential allotment of 18,32,850 (Eighteen lacs thirty two thousand eight hundred fifty) Equity Shares at Rs. 13.50/- (Rupees Thirteen and fifty paisa)(including premium amount of Rs. 3.50/-) of Face value of Rs. 10/- (Rupees ten) on 31st March, 2017. Out of 18, 32, 850 equity shares, 63,850 equity shares was allotted to Ms. Deepika Jain and 17,69,000 equity shares to Mr. Sandeep Jain pursuant to preferential issue and conversion of loan into equity, respectively.
- Further, on 30th June, 2017, the company has issued 27,01,211 (Twenty seven lacs one thousand two hundred and eleven) Equity Shares of Rs. 10.60/- (Rupees Ten and sixty paisa)



(including premium of 60 paisa) of Face value of Rs. 10/- (Rupees ten). Out of 27,01,211 equity shares, 905660 was allotted to Mr. Sandeep Jain pursuant to preferential issue and 17,95,551 equity shares pursuant to conversion of loan into equity on 1st July, 2017.

- On 17th march, 2017, the company has passed a resolution for conversion of unsecured loan for an amount not exceeding Rs.4,50,00,000/- (Rupees Four crores and fifty lacs) into equity share capital of the Company as per agreement executed between the parties.

Bonus issue of shares

- The company made a bonus allotment of 4,40,000 new equity shares to existing equity shareholders of the company in the ratio of 44:1 (i.e. 44(Forty four) Bonus equity Shares of Rs. 10/- for every 1 (one) fully paid up equity share of Rs. 10/- each held) by capitalisation of Reserves, to the members vide resolution passed on February 22, 2017.
- Further, on June 16, 2017, company made another bonus allotment of 6,84,855 (Six lacs eighty four thousand eight hundred and fifty five) new equity shares to existing equity shareholders of the company in the ratio of 10:3 (i.e. 3 (three) bonus equity shares of Rs. 10/- for every 10 fully paid up equity share of Rs. 10/- each held) by capitalisation of Reserves.

INDEPENDENT DIRECTOR'S DECLARATION

The Company has received necessary declaration from each independent director under Section 149(7) of the Companies Act, 2013, that he / she meet the criteria of independence laid down in Section 149(6) of the Companies Act, 2013.

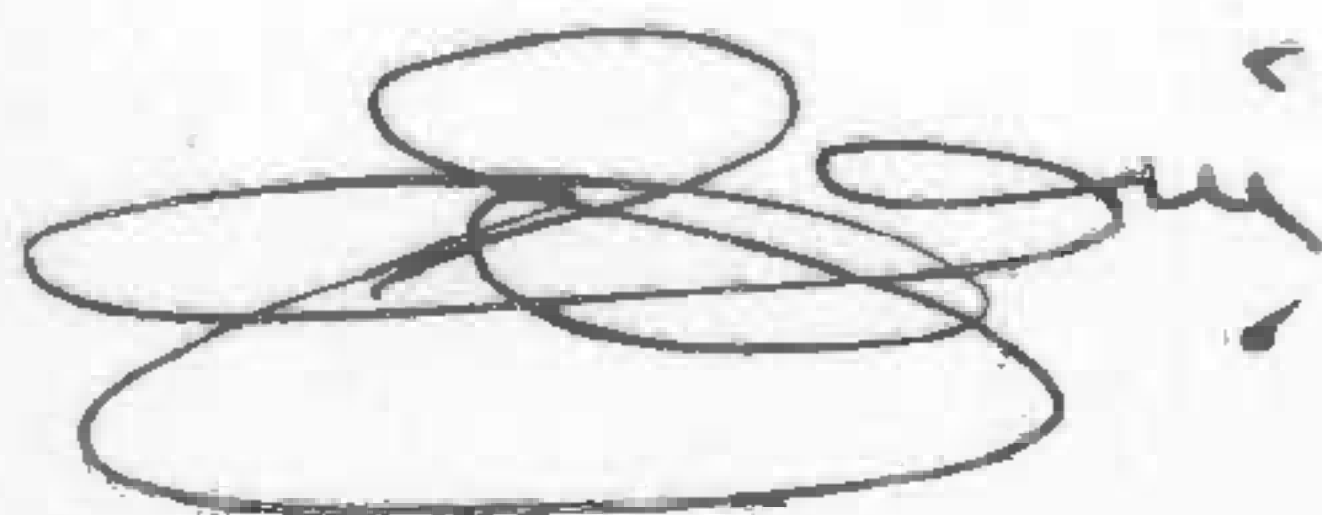
CORPORATE SOCIAL RESPONSIBILITY:

The company has not developed and implemented any Corporate Social Responsibility Initiatives as per the provisions of section 135(1) of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014 as the aforesaid provisions are not applicable to the Company.

RISK AND INTERNAL ADEQUACY

Risk Management is the process of identification, assessment and prioritization of risks followed by coordinated efforts to minimize, monitor and mitigate/control the probability and/or impact of unfortunate events or to maximize the realization of opportunities. The Company has laid down a comprehensive Risk Assessment and Minimization Procedure which is reviewed by the Board from time to time. These procedures are reviewed to ensure that executive management controls risk through means of a properly defined framework. The major risks have been identified by the Company and its mitigation process/measures have been formulated in the areas such as business, project execution, event, financial, human, environment and statutory compliance.

The Company has in place adequate internal financial controls with reference to financial statements. During the year under review, such controls were tested and no reportable material weakness in the design or operation was observed.



MATERIAL CHANGES AND COMMITMENTS

A resolution for conversion of private company to public limited was passed by the board on March 14, 2017 which was approved by the members on March 15, 2017. The status of the company was changed from 'Private Limited' into 'Public Limited' Company on March 30, 2017 by way of issue of new certificate of incorporation by Registrar of Companies, NCT of Delhi.

Pursuant to the aforesaid conversion, the article and memorandum of association of the Company were modified accordingly.

On March 24, 2017, the registered office of the company was shifted from 'F-39, First Floor, V3S Shopping Mall, New Delhi-110092' to 'TA 168 & 187 Ground Floor, Gali No. 2, Tuglakabad Extn, New Delhi-110019.'

SUBSIDIARY/ ASSOCIATE COMPANY/ JOINT VENTURE

Your company does not have any subsidiary, joint venture and Associate Company hence particulars regarding said entities are not required to be furnished.

AUDITORS & AUDITOR'S REPORT

Pursuant to the provisions of Section 139 of the Act and the rules framed thereunder M/s. S C Verma & Associates, Chartered Accountants, were appointed as statutory auditors of the Company to fill the casual vacancy caused by the resignation of J Mehta & Company, Chartered Accountants, New Delhi.

M/s. S C Verma & Associates, Chartered Accountants, New Delhi appointed as Statutory Auditors of the Company on 30th May, 2017 and will hold the office of statutory auditor of the company from the conclusion of Extraordinary General Meeting held on 30th May, 2017 of the company until the conclusion of the ensuing Annual General Meeting and that they shall conduct the Statutory Audit for the year ended on 31st March, 2017 on such remuneration as may be fixed by the Board of Directors in consultation with them.

It is also proposed to appoint M/s. S C Verma & Associates, Chartered Accountants (FRN:04180N) as statutory auditor of the Company from conclusion of this Annual General Meeting till conclusion of 15th Annual General Meeting to be held in the year 2022. The Company has received their consent and a certificate that they satisfy the criteria provided under section 141 of the Act and that the Appointment, if made shall be in accordance with the applicable provisions of the Act and rules framed thereunder.

The notes on accounts referred to in the auditors' report are self-explanatory and therefore don't call for any further comments by the Board of directors.

There are no qualifications or adverse remarks in the Auditors' Report which require any clarification or explanation.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

During the period under review, no material orders have been passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.



CONSERVATIONS OF ENERGY & TECHNOLOGY ABSORPTION

The information required under Section 134 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 with respect to conservation of energy and technology absorption is appended hereto and forms a part of this Report as **Annexure- III**.

FOREIGN EXCHANGE EARNING AND OUTGO

Particulars	Current Year (2016-2017)	Previous Year (2015-2016)
Total foreign exchange earned	Nil	Nil
Total foreign exchange used	Nil	Nil

INFORMATION REQUIRED UNDER SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013.

Your Company has a framework for employees to report sexual harassment cases at workplace and the process ensures complete anonymity and confidentiality of information. No complaints of sexual harassment were raised in the financial year 2016-17.

OTHER DISCLOSURES

The following resolutions were passed by the members of the Company on 31st March, 2017:-

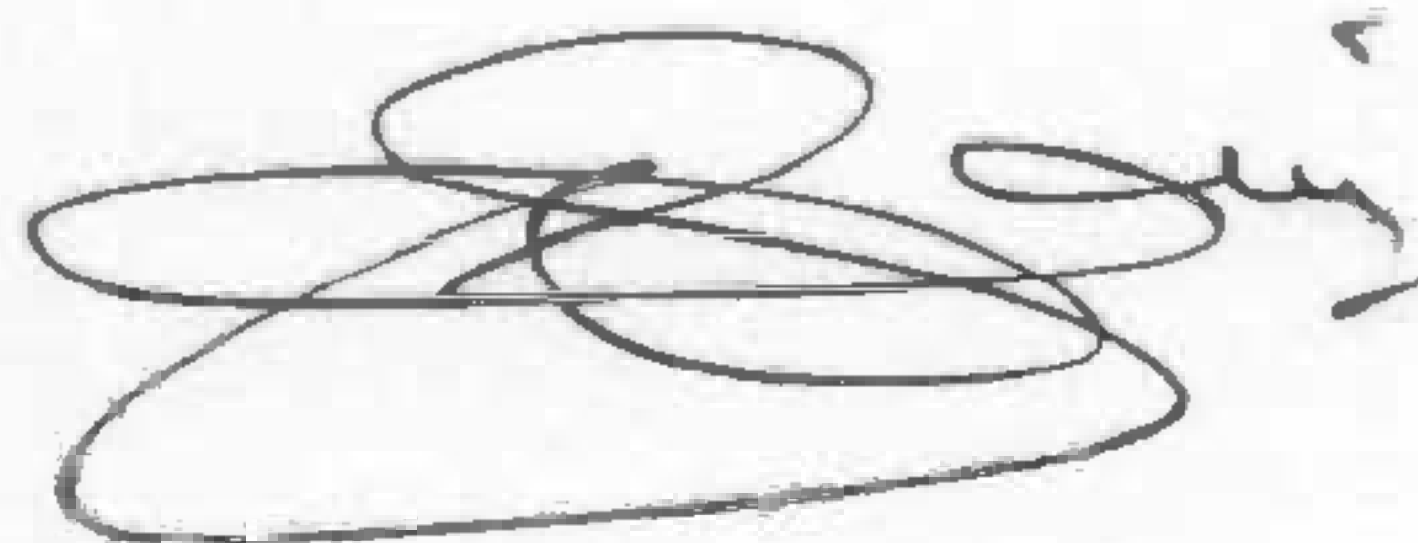
- Approval of borrowing limit under Section 180(1)(c) of Companies Act, 2013 for an amount not exceeding Rs. 100 crores.
- Approval of mortgage/creation of charge on assets of company to secure its borrowing under section 180(1)(a) of Companies Act, 2013 for an amount not exceeding Rs. 100 crores.
- Approval for loan/investment/guarantee under section 186 of the Companies Act, 2013 for an amount not exceeding Rs. 100 crores.

The following resolutions were passed by the members of the Company on 30th June, 2017:-

- Approval for Initial Public Offer to public for an amount not exceeding Rs. 4.50 crores on BSE SME.
- Alteration of articles of association of the company as applicable to a listed entity.

To finance the growth plans of the Company, it was proposed to make an Initial Public Offer of the equity shares to the public at large. The Company proposes to raise additional capital not exceeding a sum of Rs. 4.50 crores. The proposed public issue of capital is subject to regulatory and other approvals, including applicable SEBI regulations and any other government /regulatory approvals as may be required in this regard.

The Board of Directors of your Company in its meeting held on June 26, 2017 had resolved to raise the aforesaid amount by way of an Initial Public Offer ("**IPO**") on such terms, in such manner, at such



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time and at such price as may be discovered in accordance with applicable laws. For this purpose, the articles of association of the Company was altered as per the provisions applicable to a listed company.


APPRECIATION

Your Directors place on record their deep appreciation to employees at all levels for their hard work, dedication and commitment. The enthusiasm and unstinting efforts of the employees have enabled the Company to remain as industry leaders.

The Board places on record its appreciation for the support and co-operation your Company has been receiving from its business partners and others associated with the Company. It will be the Company's endeavour to build and nurture strong links with the trade based on mutuality of benefits, respect for and co-operation with each other, consistent with consumer interests. The Directors also take this opportunity to thank all Investors, Clients, Vendors, Banks, Government and Regulatory Authorities for their continued support.

For and on behalf of the Board
Lorenzini Apparels Limited

Date: 25th August, 2017
Place: New Delhi



Sandeep Jain
Managing Director
DIN: 02365790



Deepika Jain
Whole time Director & CFO
DIN: 02365797

**FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN**

as on financial year ended on March, 31, 2017

[Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014]

I. REGISTRATION & OTHER DETAILS:

CIN : U17120DL2007PLC163192

- i) Registration Date: 9th May, 2007
- ii) Name of the Company: Lorenzini Apparels Limited
- iii) Category/ Sub-category of the Company: Company Limited By Shares/ Indian Non-Government Company
- iv) Address of the Registered office & contact details
TA 168 & 187 Ground Floor, Gali No. 2, Tuglakabad Extn New Delhi New Delhi -110019
E-mail: info@monteil.co.in
- v) Whether listed company : Unlisted
- vi) Name, Address & contact details of the Registrar & Transfer Agent, if any. NA

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated.

Sl. No.	Name & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
01	Trading Activities	14101	100%

III. PARTICULARS OF HOLDING , SUBSIDIARY & ASSOCIATE COMPANIES

Sl. No	Name & Address of the Company	CIN/GLN	Holding/Subsidiary/ Associate	% of Shares Held	Applicable Section
	N.A				

SHAREHOLDING PATTERN (Equity Share capital Break up as % to total Equity)

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
(1) Indian	-	-	-	-	-	-	-	-	-
a) Individual/HUF	-	10,000	10,000	100.00%	-	22,82,350	22,82,350	99.97%	0.03% decrease
b) Central Govt.or State Govt.	-	-	-	-	-	-	-	-	-
c) Bodies Corporates	-	-	-	-	-	-	-	-	-
d) Bank/FI	-	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
SUB TOTAL:(A) (1)		10,000	10,000	100.00%		22,82,350	22,82,350	99.97%	0.03% decrease
(2) Foreign									
a) NRI- Individuals	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks/FI	-	-	-	-	-	-	-	-	-
e) Any other...	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
SUB TOTAL (A) (2)	-	-	-	-	-	NIL	NIL	NIL	NIL
Total Shareholding of Promoter (A)= (A)(1)+(A)(2)		10,000	10,000	100.00%		22,82,350	22,82,350	99.97%	0.03%

B. PUBLIC SHAREHOLDING									
(1) Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks/FI	-	-	-	-	-	-	-	-	-
c) Central govt	-	-	-	-	-	-	-	-	-
d) State Govt.	-	-	-	-	-	-	-	-	-
e) Venture Capital Fund	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIS	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-								
	-	-	-	-	-	-	-	-	-
SUB TOTAL (B)(1):	-	0	0	0.00%	-	0	0	0.00%	0
(2) Non Institutions									
a) Bodies corporates									
i) Indian	0	0	0	0.00%	0	0	0	0.00%	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs	0	0	0.00%	-		500	500	0.03%	0.03% increase
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs	-	-	-	-		-			
c) Others (specify)									-
Hindu Undivided Family	-	-	-	-		-			
SUB TOTAL (B)(2):	-	0	0	0.00%		NIL	NIL	NIL	-
Total Public Shareholding (B)= (B)(1)+(B)(2)		0	0	0.00%		500	500	0.03%	0.03% increase
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)		10,000	10000	100.00%		22,82,850	22,82,850	100.00%	-

(ii) SHARE HOLDING OF PROMOTERS

Sl No.	Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		NO of shares	% of total shares of the company	% of shares pledged encumbered to total shares	NO of shares	% of total shares of the company	% of shares pledged encumbered to total	
1	Sandeep Jain	1,000	0.10%	0	18,13,500	79.44%	0	79.44%
2	Deepika Jain	9,000	0.90%	0	4,68,850	20.54%	0	20.53

(iii) CHANGE IN PROMOTERS' SHAREHOLDING (SPECIFY IF THERE IS NO CHANGE)

Sl. No.		Share holding at the beginning of the Year		Cumulative Share holding during the year	
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year	10000	100%	2282350	99.97%
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)			500 shares transferred on 14/march/ 2017, Bonus Issue of shares to promoters on 22/Feb/2017- 440000 equity shares, Conversion of loan into equity- 17,69,000 and preferential issue- 63850 equity shares.	
	At the end of the year			2282350	99.97

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters & Holders of GDRs & ADRs)

Sl. No	Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding end of the year	
		No.of shares	% of total shares of the company	No of shares	% of total shares of the company
1	Sandeep Jain	1000	10%	18,13,500	79.44%
2	Deepika Jain	9000	90%	4,68,850	20.54%
3	Mohan Chauhan	-	-	100	Negligible
4	Mohinder Rustagi	-	-	100	Negligible
5	Pooja Jain	-	-	100	Negligible
6	Vijay Jain	-	-	100	Negligible
7	Parveen Jain	-	-	100	Negligible
		10,000	100.00%	Total	100.00%

(v) Shareholding of Directors & KMP

Sl. No		Shareholding at the end of the year		Cumulative Shareholding during the year	
		No.of shares	% of total shares of the company	No of shares	% of total shares of the company
	For Each of the Directors & KMP				
	At the beginning of the year	10,000	100.00%	2282350	99.97%
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	Nil	Nil	2272350 fresh issue of shares.	Nil
	At the end of the year			22,82,350	99.97%

V INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment					
	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness	
Indebtness at the beginning of the financial year					
i) Principal Amount	11858747			11858747	
ii) Interest due but not paid					
iii) Interest accrued but not due					
Total (i+ii+iii)	11858747			11858747	
Change in Indebtedness during the financial year					
Additions					
Reduction	1775958			1775958	
Net Change					
Indebtedness at the end of the financial year					
i) Principal Amount					
ii) Interest due but not paid					
iii) Interest accrued but not due					
Total (i+ii+iii)	10082789			10082789	

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole time director and/or Manager:

Sl.No	Particulars of Remuneration	Name of the MD/WTD/Manager		Total Amount			
1	Gross salary		Deepika Jain	Sandeep Jain			
	(a) Salary as per provisions contained in section 17(1) of the Income Tax. 1961.		10 lacs	15 lacs			25 lacs
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961						
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961						
2	Stock option						
3	Sweat Equity						
4	Commission						
	as % of profit						
	others (specify)						
5	Others, please specify						
	Total (A)						
	Ceiling as per the Act						

B. Remuneration to other directors:

Sl.No	Particulars of Remuneration	Name of the Directors			Total Amount	
1	Independent Directors					
	(a) Fee for attending board committee meetings		NIL			
	(b) Commission					
	(c) Others, please specify					
	Total (1)		NIL			
2	Other Non Executive Directors					
	(a) Fee for attending board committee meetings					
	(b) Commission					
	(c) Others, please specify.					
	Total (2)					
	Total (B)=(1+2)		NIL			
	Total Managerial Remuneration					
	Overall Cieling as per the Act.					

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl. No.	Particulars of Remuneration	Key Managerial Personnel				Total
1	Gross Salary	CEO	Company Secretary	CFO	Total	
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.	NIL	NIL	NIL		
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961					
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961					
2	Stock Option					
3	Sweat Equity					
4	Commission					
	as % of profit					
	others, specify					
5	Others, please specify					
	Total	NIL	NIL	NIL		

VII **PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES**

Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment/Compounding fees imposed	Authority (RD/NCLT/Court)	Appeal made if any (give details)
A. COMPANY					
Penalty			NIL		
Punishment					
Compounding					
B. DIRECTORS					
Penalty			NIL		
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty			NIL		
Punishment					
Compounding					

For & on behalf of the Board
Lorenzini Apparels Limited



Sandeep Jain
DIRECTOR
Din: 02365790



Deepika Jain
WHOLE TIME DIRECTOR
Din: 02365797

DATE: 25th August, 2017
PLACE: New Delhi

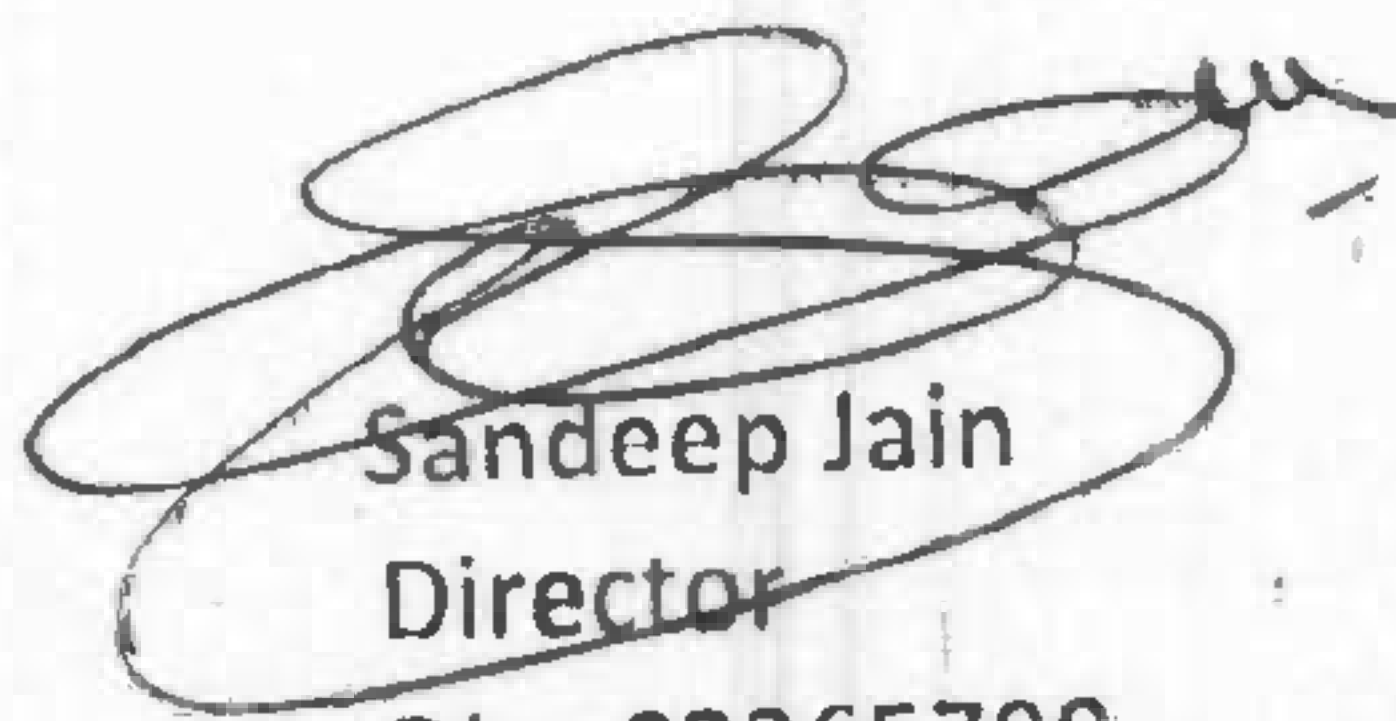
FORM NO. AOC- 2

(Pursuant to Clause (h) of Sub-Section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014

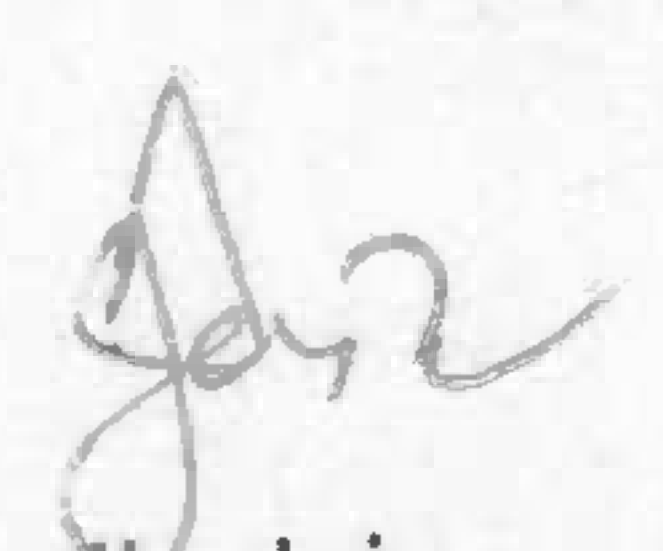
Form for disclosure of particulars of contracts / arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto:

1. **Details of contracts or arrangements or transactions not at arm's length basis:** The Company has not entered into any contract or arrangement or transaction with its related parties which is not at arm's length during financial year 2016-17.
2. **Details of material contracts or arrangement or transactions at arm's length basis:** The Company has not entered into any contract or arrangement or transaction with its related parties which is at arm's length during financial year 2016-17.

Date: 25/08/2017
Place: New Delhi


Sandeep Jain
Director
Din: 02365790

For & on behalf of
Lorenzini Apparels Limited


Deepika Jain
Whole Time Director
Din: 02365797

CONSERVATION OF ENERGY & TECHNOLOGY ABSORPTION

The particulars as per the Companies (Accounts) Rules, 2014 regarding conservation of energy, technology absorption are as under:

(A) CONSERVATION OF ENERGY

Steps taken or impact on conservation of energy	N.A.
The steps taken by the company for utilizing alternate sources of energy	
The capital investment on energy conservation equipment's	

(B) TECHNOLOGY ABSORPTION

1. Efforts made towards technology absorption: N.A.
2. Benefits derived like product improvement, cost reduction, product development or import substitution: N.A.
3. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-

Detail of technology imported	N.A.
Year of Import	
Has technology been fully absorbed	
If not fully absorbed, areas, where this has not taken place, reasons there for and future plans of action.	

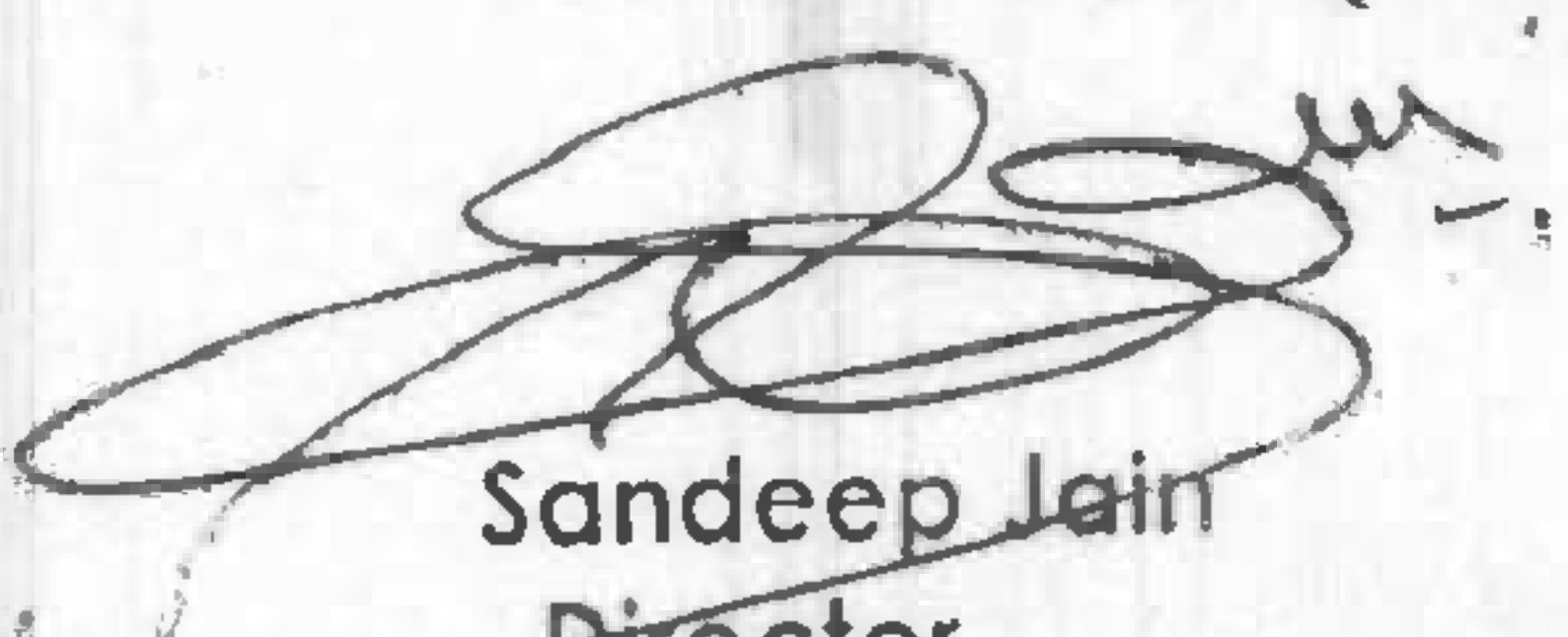
4. **Expenses incurred on Research and Development**

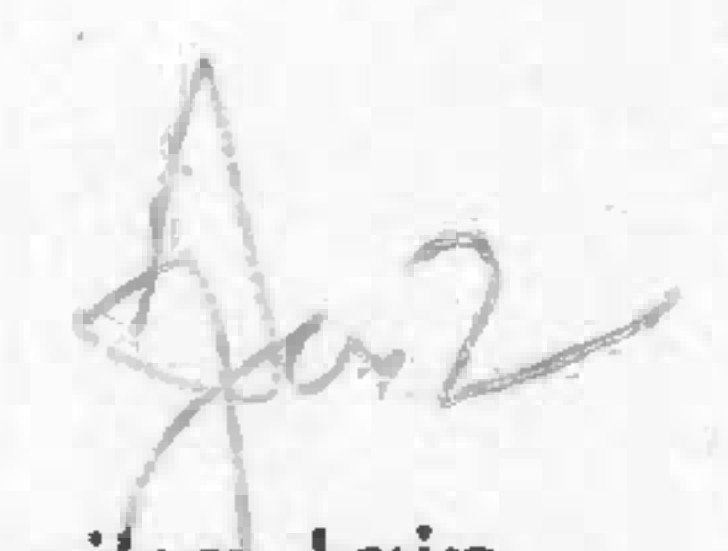
During the period under review particulars regarding expenditures on research and development are as under:

Particulars	N.A.
Capital Expenditures	
Recurring Expenditures	
Total	
Total Research and development expenses as % of turnover	

For and on behalf of the Board
Lorenzini Apparels Limited

Date: 25th August 2017
Place: New Delhi


Sandeep Jain
Director
Din: 02365790


Deepika Jain
Director
Din: 02365797

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF
Lorenzini Apparels Limited

Report on the Standalone Financial Statements

We have audited the accompanying financial statements of Lorenzini Apparels Limited (the Company), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

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

Auditor's Responsibility

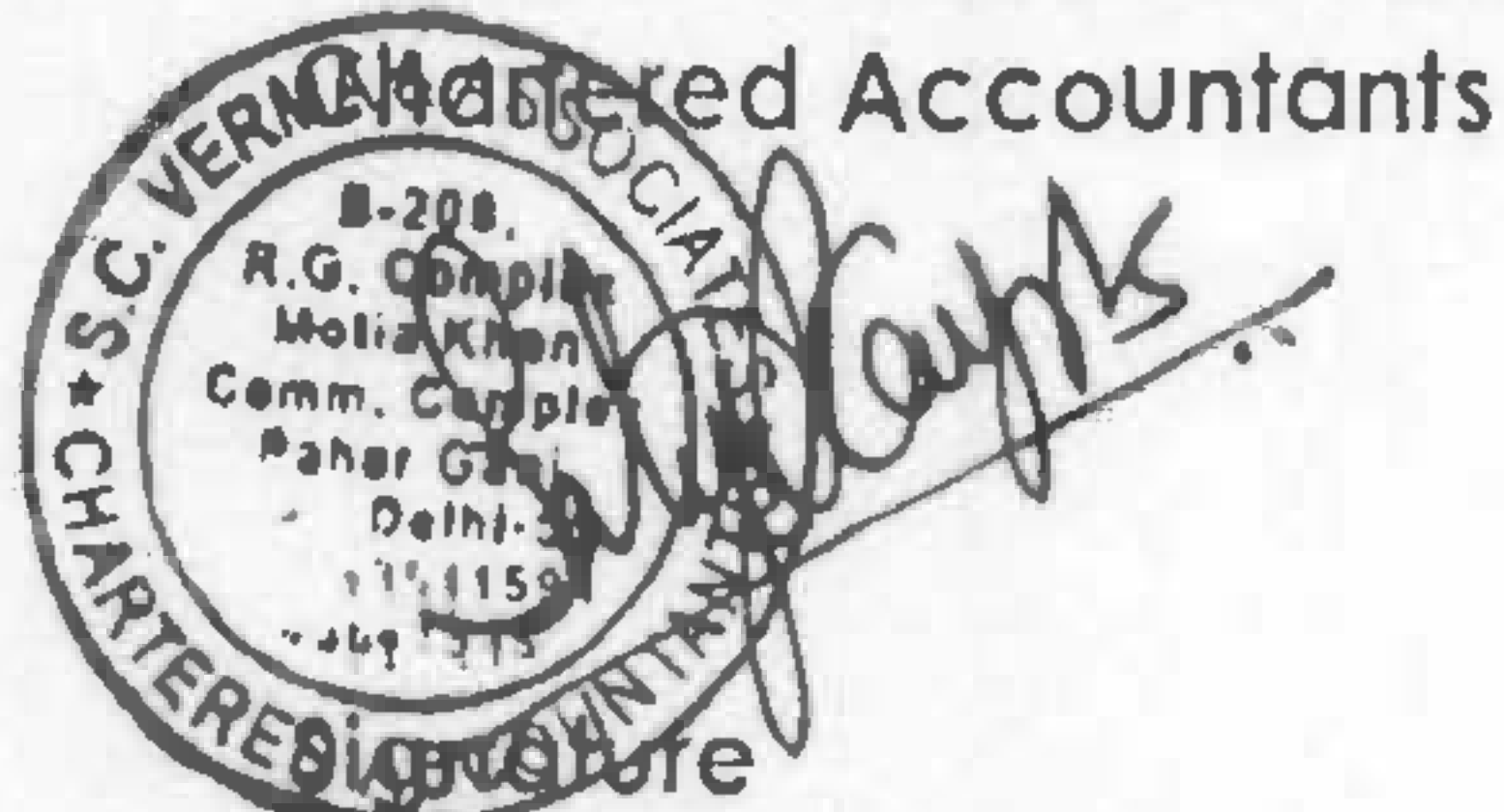
Our responsibility is to express an opinion on these financial statements based on our audit. While conducting the audit, we have considered the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

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

- i. There were no pending litigations (Income tax appeal) which would impact the standalone financial position of the Company positively or adversely.
- ii. The Company did not have any material foreseeable losses on long-term contracts including derivative contracts.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company in India.
- iv. The company has provided requisite disclosure in its financial statements as to holding and as well as dealing in SBN during the period from 08/11/2016 to 30/12/2016 and SBN are in accordance with the books of a/cs.(see note 30a of balance sheet).

For S C Verma & Associates (FRN.04180N)



S P Gupta, Partner

(M. No. 085568)

Place of Signature: New Delhi

Date: 06/06/2017

Annexure to the Independent Auditor's Report

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2017, we report that:

- (i) (a) The Company has maintained proper records showing full including quantitative details and situation of fixed assets.
- (b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner on reasonable intervals. In accordance with this programme, certain fixed assets were verified during the year
- (c) The files of assets are in name of company and assets are duly accounted for in books of accounts. No discrepancy is noticed during verification.
- (ii) The Company is a trading and manufacturing company and deals in garments accordingly, it holds physical inventories. As per paragraph 3(ii) of the Order the company is maintaining proper records of inventory and verified on reasonable intervals and any discrepancies noticed by the management are properly dealt with in books of accounts of company.
- (iii) The Company has not granted loans to Director covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act'). Hence Para 3(iii) of the order do not apply.
- (iv) The Company has not granted any loans or provided any guarantees or security to the parties covered under section 185. Therefore, the provisions of clause 3(iv) of the said Order is not applicable to the Company.
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for business activities of the Company.
- (vii) (a) According to the information and explanations given to us and based on our examination of the records of the Company, the company have pending TDS dispute of compounding with Income tax department in which company liability of Rs.15.00 lacs may be assessed. No provision in books of account is made. Except this there is no undisputed statutory dues including provident fund, income-tax, sales tax, value added tax, duty of customs and service tax. Statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise.
According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31 March 2017 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no material dues of duty of customs which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) The Company has taken loans or borrowings from financial institution, banks during the year. The company has maintained full records and due payments are made in time as per Para 3(viii) of the Order.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.

accounting estimates made by the Company's Board of Directors, as well as evaluating the overall presentation of the standalone financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in sub-paragraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.

Interest

Our firm and engagement partner do not have any interest in the company for which disclosure is required under the act. Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to the company, is based on company internal control system.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2017 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, based on the comments in the auditors' reports of the company, and jointly controlled companies incorporated in India, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report, to the extent applicable, 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 of the aforesaid standalone financial statements.
 - (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid standalone financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
 - (c) The financial statements, Cash Flow Statement dealt with by this Report agree with the relevant books of account maintained for the purpose of preparation of the standalone financial statements.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors of Company as on 31st March, 2017 taken on record by the Board of Directors of the Company and the reports of the statutory auditors, none of the directors of the companies, is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2017, in our opinion and to the best of our information and according to the explanations given to us:

(x) 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 our audit.

(xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid managerial remuneration. However, approvals mandated by the provisions of section 197 read with Schedule V to the Act is not applicable to company.

(xii) 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.

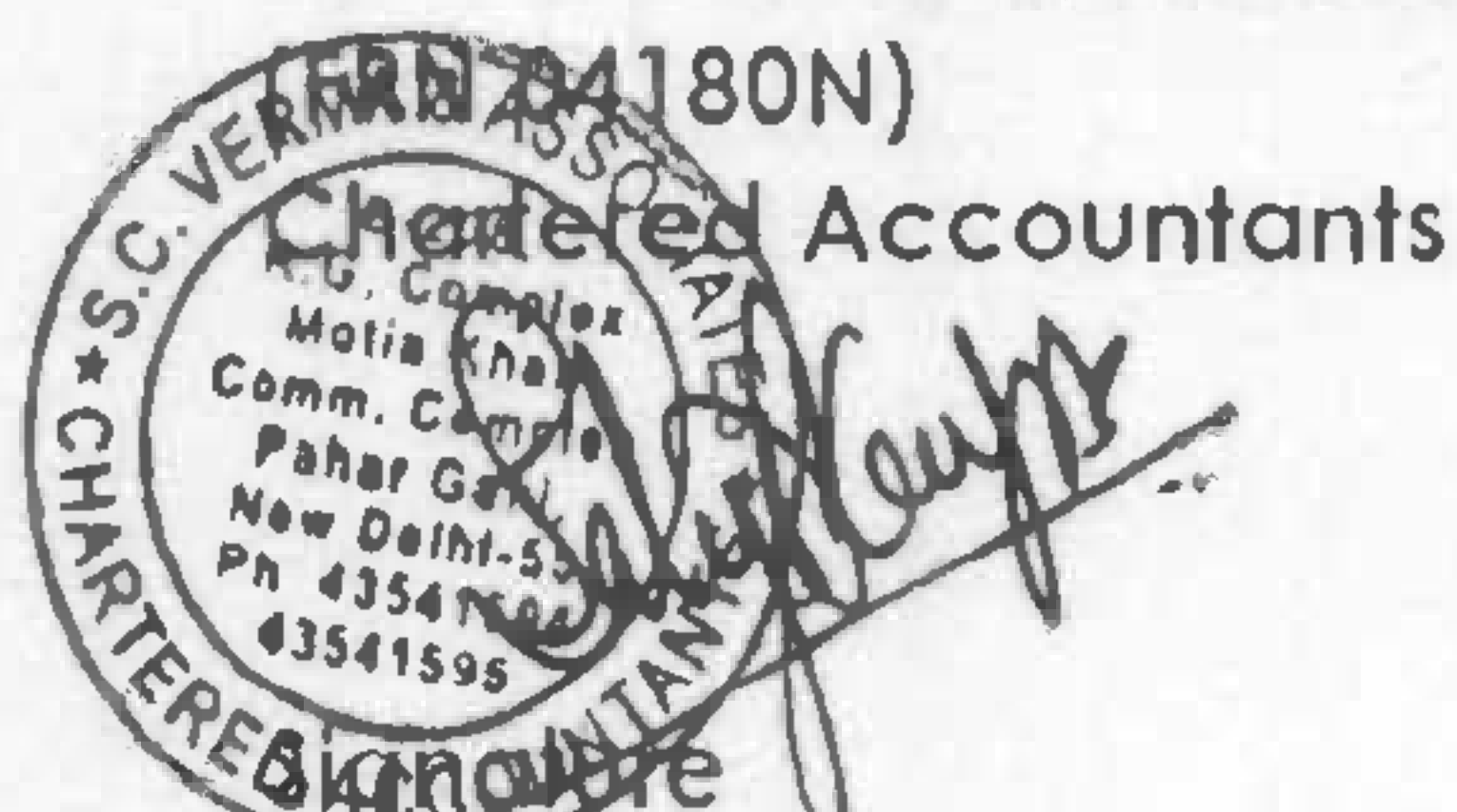
(xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are not applicable to company as specified u/s 188 and 177 of companies act, 2013.

(xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has made any preferential allotment or private placement of shares to the related parties on right basis.

(xv) 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 non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

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

For S C Verma & Associates



S P Gupta, Partner

(M. No. 085568)

Place of Signature: New Delhi

Date: 06/06/2017

LORENZINI APPARELS LIMITED

TA 168 & 187, Ground Floor, Gali No.2, Tuglakabad Extn, New Delhi-110019

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Director Compliance Certificate

WE, Sandeep Jain and Deepika Jain Director(s) certify that:

a) We have reviewed the financial statements including the cash flow statement for the year ended 31st March 2017 and to the best of our knowledge and belief:

1. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
2. These statements together present a true and fair view of the Company's affairs and are in compliance with Indian Accounting Standards, applicable laws and regulations.

b) To the best of our knowledge and belief, no transactions entered by the company during the year ended 31st March 2017 are fraudulent, illegal or violative of the company's code of conduct.

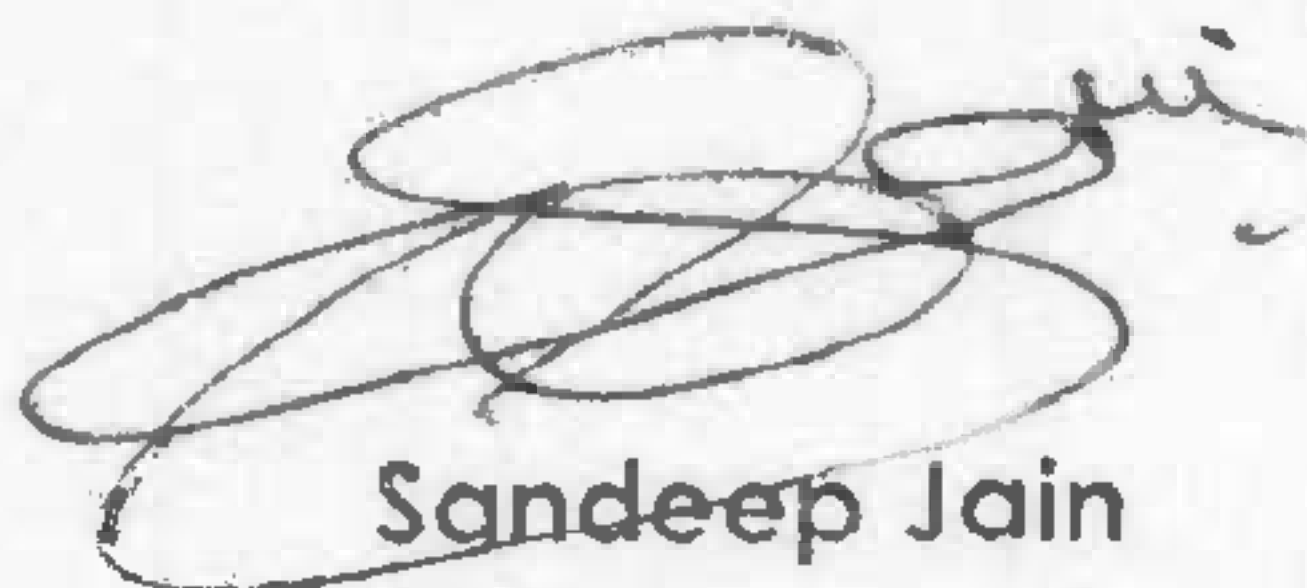
c) We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting. Deficiencies in the design or operation of such internal controls, if any, of which we are aware have been disclosed to the auditors and the audit committee and steps have been taken to rectify these deficiencies.

d) 1) There has not been any significant change in internal control over financial reporting during the year under reference;

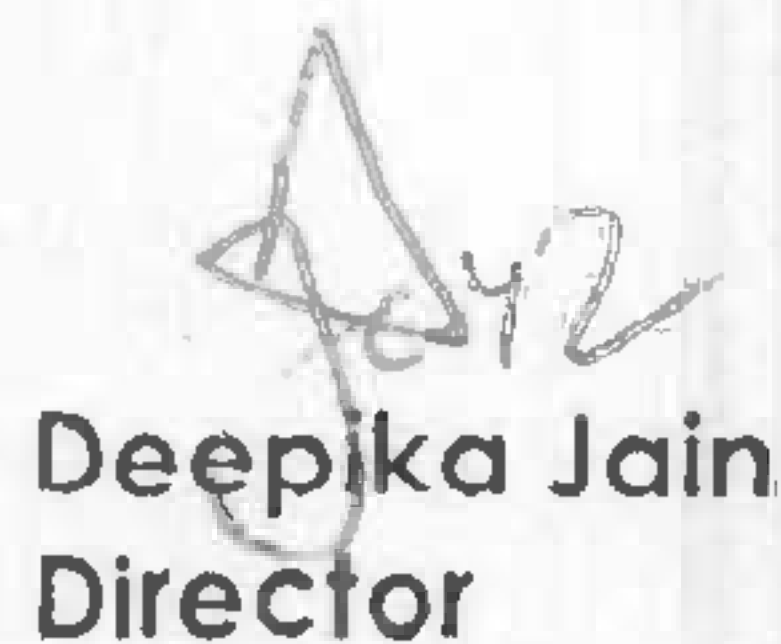
2) the changes in the Significant Accounting Policies arising from the adoption of the Indian Accounting Standards have been discussed with the auditors and have been approved by the Audit Committee; and

3. We are not aware of any instance during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's internal control system over financial reporting.

For Lorenzini Apparels Limited



Sandeep Jain
Director

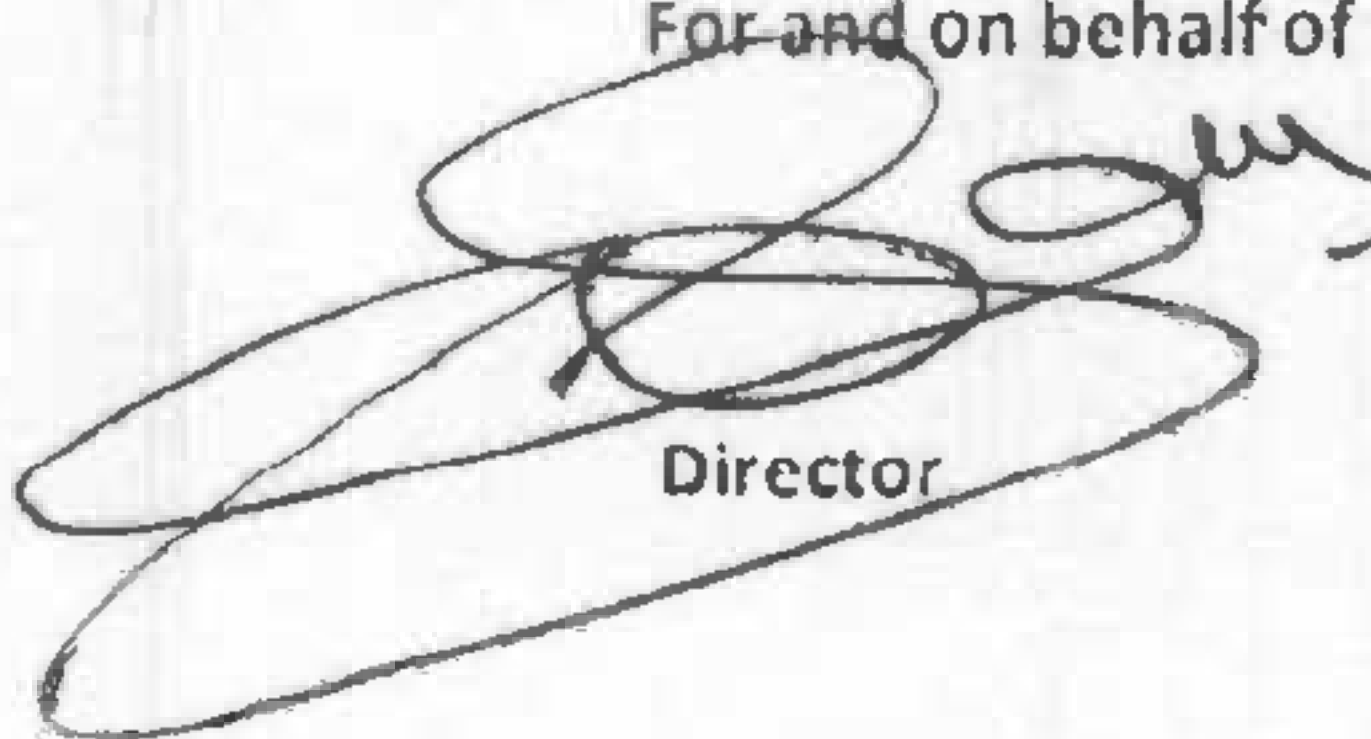

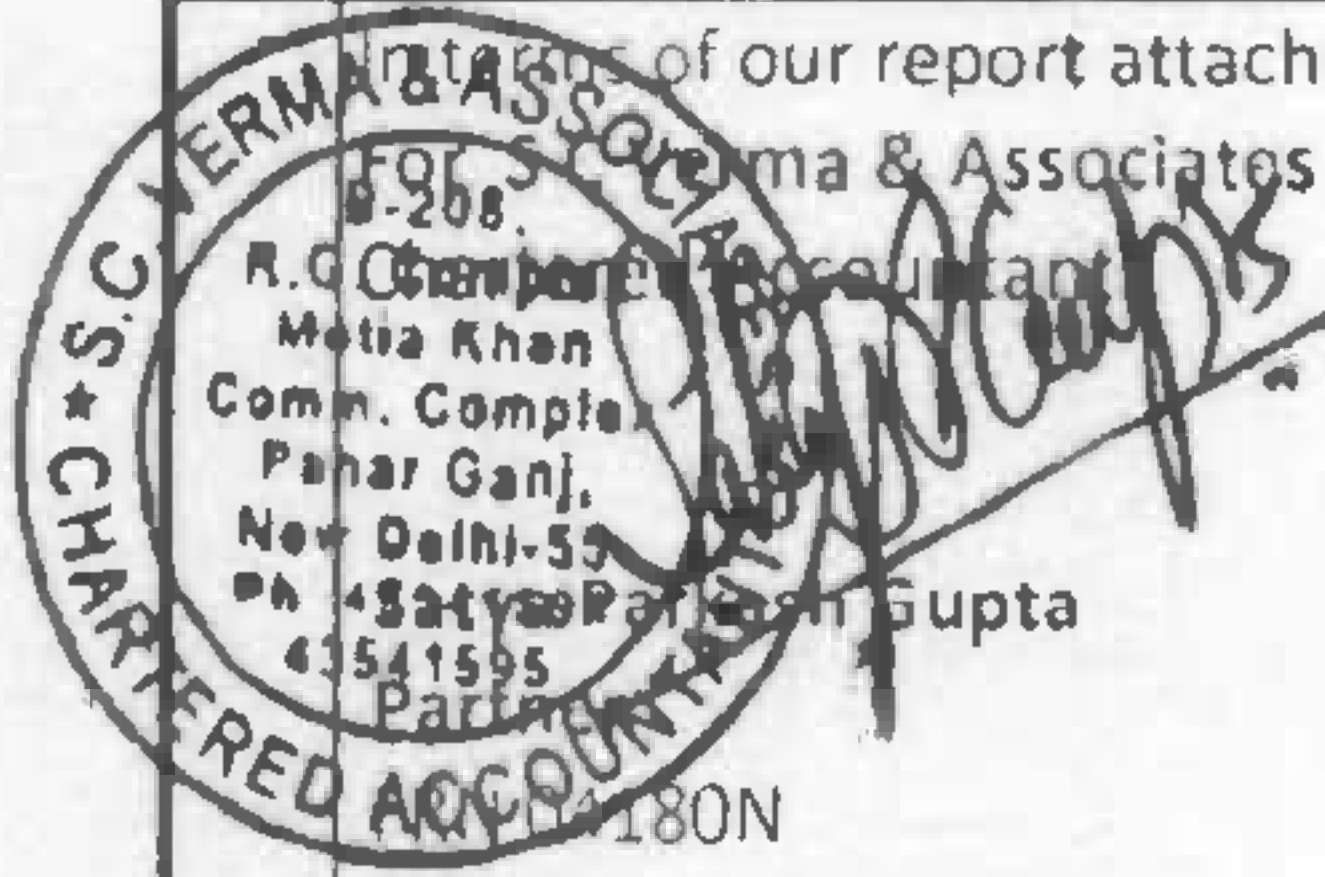


Deepika Jain
Director

LORENZINI APPARELS LIMITED

TA 168 & 187, Ground Floor, Gali No.2, Tuglakabad Extn, New Delhi-110019

Balance Sheet as at 31/03/2017

Particulars		Note No.	As at 31 March, 2017	As at 31 March, 2016
			₹	₹
A	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	(a) Share capital	3	2,28,28,500	1,00,000
	(b) Reserves and surplus	4	85,75,910	44,46,137
	(c) Money received against share warrants	29.1		
			3,14,04,410	45,46,137
2	Share application money pending allotment	29.2		
3	Non-current liabilities			
	(a) Long-term borrowings	5	2,06,82,789	1,80,58,746
	(b) Deferred tax liabilities (net)	30.1		
	(c) Other long-term liabilities	6		
	(d) Long-term provisions	7		
			2,06,82,789	1,80,58,746
4	Current liabilities			
	(a) Short-term borrowings	8	1,21,92,417	77,50,228
	(b) Trade payables	9	3,42,42,523	1,94,96,007
	(c) Other current liabilities	10	13,19,486	4,36,655
	(d) Short-term provisions	11	17,23,776	15,81,489
			4,94,78,202	2,92,64,378
	TOTAL		10,15,65,400	5,18,69,261
B	ASSETS			
1	Non-current assets			
	(a) Fixed assets			
	(i) Tangible assets	12.A	1,88,08,689	1,89,98,562
	(ii) Intangible assets	12.B	3,095	8,492
	(iii) Capital work-in-progress			
	(iv) Intangible assets under development			
	(v) Fixed assets held for sale	29.9		
			1,88,11,784	1,90,07,054
	(b) Non-current investments	13		
	(c) Deferred tax assets (net)	30.10	11,42,258	10,38,419
	(d) Long-term loans and advances	14	25,42,604	68,14,110
	(e) Other non-current assets	15		
			36,84,862	78,52,529
2	Current assets			
	(a) Current investments	16		
	(b) Inventories	17	4,93,51,876	1,56,55,800
	(c) Trade receivables	18	2,75,61,656	34,61,034
	(d) Cash and cash equivalents	19	12,28,405	52,89,815
	(e) Short-term loans and advances	20	6,26,718	4,51,405
	(f) Other current assets	21	3,00,100	1,51,624
			7,90,68,755	2,50,09,678
	TOTAL		10,15,65,400	5,18,69,261
	See accompanying notes forming part of the financial statements			
	in terms of our report attached.			
	For and on behalf of the Board of Directors			
		Director		Director
				
	M.No.085568			
	Place : New Delhi		Place : New Delhi	
	Date : 06/06/2017		Date : 06/06/2017	

LORENZINI APPARELS LIMITED

Page Number 2

TA 168 & 187, Ground Floor, Gali No.2, Tuglakabad Extn, New Delhi-110019

Statement of Profit and Loss for the year ended on 31/03/2017

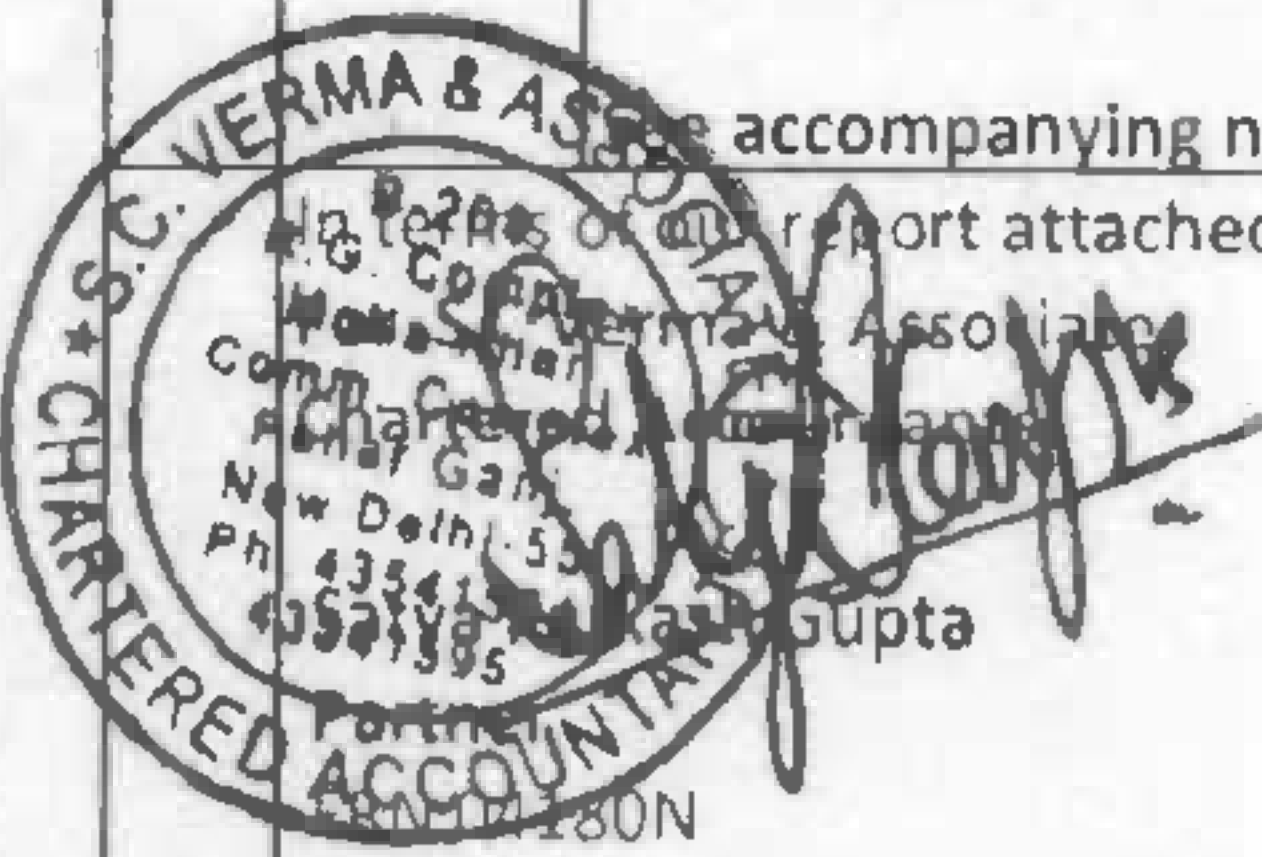
Particulars		Note No.	For the period ended 31/03/2017	For the year ended 31 March, 2016
			₹	₹
A	CONTINUING OPERATIONS			
1	Revenue from operations (gross)	22		
	Less: Excise duty	22	16,43,63,715	12,08,19,689
	Revenue from operations (net)		16,43,63,715	12,08,19,689
2	Expenses			
	(a) Cost of materials consumed	24.a		
	(b) Purchases of stock-in-trade	24.b	13,25,68,844	6,86,70,687
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	24.c	-3,36,96,076	-42,31,348
	(d) Employee benefits expense	25	1,17,99,464	1,38,90,641
	(e) Other expenses	27	4,51,41,827	3,74,57,082
	Total expenses		15,58,14,059	11,57,87,062
3	Earning before exceptional items,extraordinarily items,interest,tax depreciation and amortisation (EBITDA)(1-2)		85,49,656	50,32,627
4	Finance Costs	26	39,11,719	35,65,739
5	Depreciation and amortisation expenses	12.C	14,68,671	14,97,264
6	Other Income	23	1,25,098	3,76,828
7	Profit / (Loss) before exceptional,extraordinary items and tax (3-4-5+6)		32,94,364	3,46,453
8	Exceptional items	28.a		
9	Profit / (Loss) before extraordinarily items and tax (7 + 8)		32,94,364	3,46,453
10	Extraordinarily items	28.b		
11	Profit & Loss before tax (9+10)		32,94,364	3,46,453
12	Tax expense:			
	(a) Current tax expense for current year		12,23,056	1,76,000
	(b) (Less): MAT credit (where applicable)		60,350	
	(c) Current tax expense relating to prior years		-1,03,839	-62,613
	(e) Deferred tax Liabilities/Assets		11,79,567	1,13,387
13	Profit / (Loss) from continuing operations (11-12)		21,14,797	2,33,066
B	DISCONTINUING OPERATIONS			
14.i	Profit / (Loss) from discontinuing operations (before tax)	30.11		
14.ii	Gain / (Loss) on disposal of assets / settlement of liabilities attributable to the discontinuing operations	30.11		
14.iii	Add / (Less): Tax expense of discontinuing operations	30.11		
	(a) on ordinary activities attributable to the discontinuing operations			
	(b) on gain / (loss) on disposal of assets / settlement of liabilities			
15	Profit / (Loss) from discontinuing operations (14.i + 14.ii + 14.iii)	30.11		
C	TOTAL OPERATIONS			
16	Profit / (Loss) for the year (13 + 14)		21,14,797	2,33,066
17.i	Earnings per share (of ₹ 10/- each):			
	(a) Basic			
	(i) Continuing operations	30.9.a	4.65	23.31
	(ii) Total operations	30.9.b		
	(b) Diluted			
	(i) Continuing operations	30.9.e	4.65	23.31
	(ii) Total operations	30.9.f		
17.ii	Earnings per share (excluding extraordinary items) (of ₹ 10/- each):			
	(a) Basic			
	(i) Continuing operations	30.9.c	4.65	23.31
	(ii) Total operations	30.9.d		
	(b) Diluted			
	(i) Continuing operations	30.9.g	4.65	23.31

(ii) Total operations

30.9.h

accompanying notes forming part of the financial statements

Report attached.



M.No.085568

Place : New Delhi

Date : 06/06/2017

For and on behalf of the Board of Directors

Director

Director

Place : New Delhi

Date : 06/06/2017

CASH FLOW STATEMENT FOR COMPANIES OTHER THAN FINANCE COMPANIES				
LORENZINI APPARELS LIMITED				
Cash Flow Statement for the year 31/03/2017			Page Number 3	
Particulars	For the year ended 31 /03/2017		For the year ended 31 March, 2016	
	₹	₹	₹	₹
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		32,94,364		3,46,452.61
<u>Adjustments for:</u>				
Depreciation and amortisation	14,68,671		14,97,264.00	
Provision for impairment of fixed assets and Intangibles				
Amortisation of share issue expenses and discount on shares				
(Profit) / loss on sale / write off of assets				
Expense on employee stock option scheme				
Finance costs	39,11,719		35,65,739	
Interest income				
Net (gain) / loss -other income				
Provision for estimated losses on onerous contracts			-89,060	
Net unrealised exchange (gain) / loss				
	53,80,390	53,80,390	49,73,943	49,73,942.83
Operating profit / (loss) before working capital changes		86,74,754		53,20,395.44
<u>Changes in working capital:</u>				
<u>Adjustments for (increase) / decrease in operating assets:</u>				
Inventories	-3,36,96,076		-42,31,348	
Trade receivables	-2,41,00,622		34,73,522	
Short-term loans and advances	-1,75,313		99,58,592	
Long-term loans and advances	42,71,506			
Other current assets	-2,52,315		-68,403	
Other non-current assets				
<u>Adjustments for increase / (decrease) in operating liabilities:</u>				
Trade payables	1,47,46,516		-23,35,980	
Other current liabilities	8,82,832		-8,42,730	
Short-term liabilities				
Short-term provisions	1,42,287			
Long-term liabilities & Provisions	26,24,043			
	-3,55,57,142	-3,55,57,142	59,53,653	59,53,653
Cash flow from extraordinary items				
Cash generated from operations		-2,68,82,388		1,12,74,049
Net income tax (paid) / refunds	-11,79,567.00	-11,79,567.00		
Net cash flow from / (used in) operating activities (A)		-2,80,61,955		1,12,74,049

CASH FLOW STATEMENT FOR COMPANIES OTHER THAN FINANCE COMPANIES					
LORENZINI APPARELS LIMITED					
Cash Flow Statement for the year ended 31/03/2017 (Contd.)				Page Number-4	
Particulars	For the year ended 31/03/2017		For the year ended 31 March, 2016		
	₹	₹	₹	₹	
B. Cash flow from investing activities					
Capital expenditure on fixed assets, including capital advances	-12,73,450		-15,40,863		
Proceeds from sale/purchase of fixed assets			58,131		
Inter-corporate deposits (net)					
Bank balances not considered as Cash and cash equivalents					
Current investments not considered as Cash and cash equivalents			20,00,000		
Purchase of long-term investments					
Proceeds from sale of long-term investments					
Loans given			-50,00,000		
Loans realised			1,74,281		
Interest received					
- Subsidiaries					
Dividend received					
- Subsidiaries					
- Associates					
- Joint ventures					
Rental income from investment properties					
Amounts received from LLPs					
	-12,73,450		-43,08,451		
Cash flow from extraordinary items					
		-12,73,450			-43,08,451
		-12,73,450			-43,08,451
Net income tax (paid) / refunds					
Net cash flow from / (used in) investing activities (B)		-12,73,450		-43,08,451	

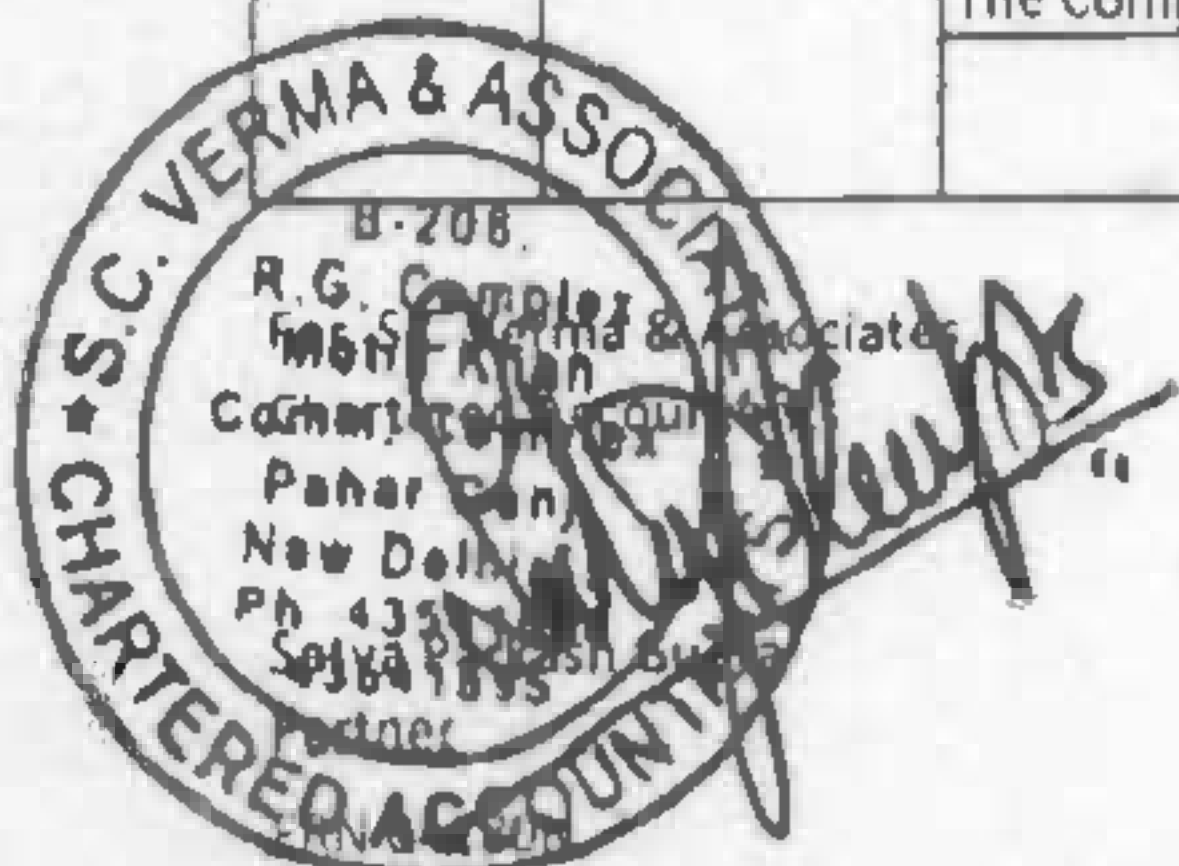
CASH FLOW STATEMENT FOR COMPANIES OTHER THAN FINANCE COMPANIES					
LORENZINI APPARELS LIMITED					
Cash Flow Statement for the year ended 31/03/2017 (Contd.)				Page Number 5	
Particulars	For the year ended 31 /03/2017		For the year ended 31 March, 2016		
	₹	₹	₹	₹	
C. Cash flow from financing activities					
Proceeds from issue of equity shares	2,47,43,475				
Utilisation of Reserve					
Repayment of long-term borrowings			8,01,160		
Net increase / (decrease) in working capital borrowings					
Proceeds from other short-term borrowings	44,42,189		37,85,724		
Repayment of other short-term borrowings					
Finance cost	-39,11,719		-35,65,739		
Dividends paid					
Tax on dividend					
	2,52,73,945		-65,50,303		
Cash flow from extraordinary items		2,52,73,945			-65,50,303
Net cash flow from / (used in) financing activities (C)		2,52,73,945			-65,50,303
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		-40,61,410			4,15,295
Cash and cash equivalents at the beginning of the year		52,89,815			48,74,520
Effect of exchange differences on restatement of foreign currency					
Cash and cash equivalents					
Cash and cash equivalents at the end of the year		12,28,405			52,89,815
Reconciliation of Cash and cash equivalents with the Balance Sheet:					
Cash and cash equivalents as per Balance Sheet (Refer Note 19)		12,28,405			52,89,815
Less: Bank balances not considered as Cash and cash equivalents as defined in AS 3 Cash Flow Statements (give details)					
Net Cash and cash equivalents (as defined in AS 3 Cash Flow Statements) included in Note 19		12,28,405			52,89,815
Add: Current investments considered as part of Cash and cash equivalents (as defined in AS 3 Cash Flow Statements) (Refer Note (ii) to Note 16 Current investments)					
Cash and cash equivalents at the end of the year *		12,28,405			52,89,815
* Comprises:					
(a) Cash on hand		5,99,510			51,79,488.00
(b) Cheques, drafts on hand		6,28,894			1,10,326.81
(c) Balances with banks					
(i) In current accounts					
(ii) In EEFC accounts					
(iii) In deposit accounts with original maturity of less than 3					
(iv) In earmarked accounts (give details) (Refer Note (ii) below)					
(d) Others (specify nature)					
(e) Current investments considered as part of Cash and cash equivalents (Refer Note (ii) to Note 16 Current investments)					
<p>Notes:</p> <p>The Cash Flow Statement reflects the combined cash flows pertaining to continuing operations.</p> <p>See accompanying notes forming part of the financial statements</p>					
<p>For and on behalf of the Board of Directors</p> <p>Director</p> <p>Director</p> <p>Place : New Delhi</p> <p>Date : 06/06/2017</p>					
<p>FRN 04180N</p> <p>M.No.085568</p> <p>Place : New Delhi</p> <p>Date : 06/06/2017</p>					

Notes forming part of the financial statements

Note	Particulars
	1 Corporate Information
	Lorenzini Apparels Limited is a public limited Company. The Company's Registered office situated at TA-168,187 Tuglakabad Extension, Ground Floor, Gali No.2, New Delhi-110019. The Company is engaged in the business of Manufacturing and Trading of Garments.
	2 Significant accounting policies "The Company is a Small and Medium Sized Company as defined in the General Instructions in respect of Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended). Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company." and should also modify the accounting policies suitably.
	2.1 Basis of accounting and preparation of financial statements The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.
	2.2 Use of estimates: No Estimate of Income or expenses is provided in books. The preparation of financial statements in conformity with Indian GAAP requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.
	2.3 Inventories The Company have inventory of Trading material valued on cost.
	2.4 Cash and cash equivalents (for purposes of Cash Flow Statement) Cash and Cash Equivalents for the purpose of cash flow statement comprise cash on hand and cash at bank including fixed deposit with original maturity period of three months or less and short term highly liquid investments with an original maturity of three months or less.
	2.5 Cash flow statement Cash flows are reported using the Indirect Method, whereby profit before tax is adjusted for the effects of transactions of non-cash nature, any deferrals or accruals of past or future cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.
	2.6 Depreciation and amortisation The Company have tangible assets on which depreciation is provided under the companies act, 2013. The depreciation is adjusted and c/f to the remaining life of assets. During the year company has adjusted excess/short depreciation against the reserve.
	2.7 Revenue recognition Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and can be reliably measured Sale of goods Domestic Sale is recognized on dispatch to customers and is net of returns. "Sales" includes basic sales value and excise, but excludes other recoveries such as insurance, sales tax etc.
	2.8 Other income Other income is recognised and accounted for on accrual basis unless otherwise stated.
	2.10 Intangible assets Intangible assets are recognized when it is probable that the future economic benefit attributable to the assets will flow to the Company and its cost can be reliably measured. Intangible Assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any. Intangible assets are amortized on a straight line basis over their estimated useful lives. Expenditure incurred on acquisition/development of intangible assets which are not put/ready to use at the reporting date is disclosed under intangible assets under development.
	2.11 Foreign currency transactions and translations The company has not imported any material and entered into foreign transactions.
	2.12 Employee benefits Retirement benefits to employees comprise of provident fund contributions and leave encashment entitlements. Contribution to Provident Fund is made in accordance with the statute and provided on accrual basis.
	2.13 Borrowing costs Borrowing Costs attributable to acquisition and construction of qualifying assets are capitalized as a part of the cost of such asset up to the date when such assets are ready for its intended use. Other borrowing costs are charged to the Statement of Profit and Loss Account in the period in which they are incurred.
	2.17 Segment reporting The company primary segment is of trading and manufacturing of Garments thus having one segment of reporting. Revenue, expenses, assets and liabilities which relate to the Company as a whole

- 2.18 Leases**
Leases, where significant portion of risk and reward of ownership are retained by the Lessor, are classified as Operating Leases and lease rentals thereon are charged to the Statement of Profit and Loss on a straight-line basis over the lease term.
- 2.19 Earnings per share**
Basic earnings per share are calculated by dividing the net profit for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereon for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources.
For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.
- 2.20 Taxes on income**
Tax expense comprises of current and deferred tax.
Provision for current tax is made on the basis of estimated taxable income for the relevant accounting year in accordance with the Income Tax Act, 1961. Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis. The deferred tax for timing differences between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted as of the Balance Sheet date. Deferred tax assets arising from timing differences are recognized to the extent there is reasonable certainty that these would be realized in future.
In case of unabsorbed losses and unabsorbed depreciation, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profit. At each Balance Sheet date the Company reassesses the unrecognized deferred tax assets.
Minimum Alternative Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in Guidance Note issued by the ICAI, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT Credit Entitlement.
The Company reviews the same at each Balance Sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal income tax during the specified period.
The Company has the policy of reviewing and passing proper adjustment entries for Income Tax paid, Provision for Income Tax made and excess/short tax provision for the year after filing Income Tax returns. The Company also makes a fair estimate of the Income Tax liability for the said year and gives effects to it in the Books of Accounts.

	Note	Particulars
	2.23 Provisions and contingencies The company estimates the probability of any loss that might be incurred on outcome of contingencies on the basis of information available. A provision is recognized 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 a reliable estimate can be made. Provisions are determined based on management's estimate required to settle the obligation at the balance sheet date, supplemented by experience of similar transactions. These are reviewed at each balance sheet date and adjusted to reflect the management's current estimates. In cases where the available information indicates that the loss on the contingency is reasonably possible but the amount of loss cannot be reasonably estimated, a disclosure is made in the financial statements. In case of remote possibility neither provision nor disclosure is made in the financials.	
	2.25 Provision for warranty No Provision for warranties are made.	
	2.26 Hedge accounting During the year company has not entered into any hedging contract.	
Ref No.	Note	Particulars
	2.27 Derivative contracts The Company has not entered into derivative contracts in the nature of foreign currency swaps, currency options, forward contracts with an intention to hedge its existing assets and liabilities, firm commitments and highly probable transactions.	
	2.30 Service tax input credit The Company is not liable to pay service tax.	



M.No.085568
Place New Delhi
Date 06/06/2017

Particulars	As at 31/03/2017		As at 31/03/2016	
	Number of shares	₹	Number of shares	₹
(a) Authorised Equity shares of ₹ 10/- each with voting rights	3,200,000	32,000,000.00	200,000	2,000,000.00
(b) Issued Equity shares of ₹ 10/- each with voting rights	2,282,850	22,828,500.00	10,000	100,000.00
(c) Subscribed and fully paid up Equity shares of ₹ 10/- each with voting rights	2,282,850	22,828,500.00	10,000	100,000.00
(d) Subscribed but not fully paid up Equity shares of ₹ 10/- each with voting rights	-	-	-	-
* includes preference shares	-	-	-	-
Total	2,282,850.00	22,828,500.00	10,000.00	100,000.00

Particulars	Opening Balance	Fresh issue- Preferential Shares	Bonus	ESOP	Buy back	Closing Balance
Equity shares with voting rights						
Year ended 31 March, 20X7						
- Number of shares	10,000	1,832,850.00	440,000.00			2,282,850
- Amount (₹)	100,000.00	18,328,500.00	4,400,000.00			22,828,500
Year ended 31 March, 20X6						
- Number of shares	10,000	-				10,000
- Amount (₹)	100,000.00	-				100,000.00

Details of shares held by the holding company, the ultimate holding company, their subsidiaries and associates:

Particulars	Equity shares with voting rights	Equity shares with differential voting rights	Compulsorily convertible preference shares	Optionally convertible preference shares	Redeemable preference shares
As at 31 March 20X7					
As at 31 March 20X6					

Details of shares held by each shareholder holding more than 5% shares:

Name of Stakeholders	As at 31/03/2017		As at 31/03/2016	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Sandeep Jain	1,812,850.00	79.43	1,000.00	10.00
Deepika Jain	468,850.00	20.54	9,000.00	90.00
Others	650.00	0.03		
	2,282,350.00	100.00	10,000.00	100.00

Details of Shares issued for consideration other than cash

	31/03/2017		31/03/2017	
	NO. of Shares		NO. of Shares	
Deepika Jain	63850		0	
Sandeep Jain	1769000		0	
Total	1832850		0	

The said shares has been allotted to Ms. Deepika Jain in lieu of her salary and 1769000 shares allotted to Mr. Sandep Jain for conversion of loan in to equity shares

Equity Shares	Agreements	As at 31/03/2017		As at 31/03/2016	
		Calls unpaid	Forfieted	calls unpaid	forfieted
Shares with voting rights					
Aggregate of Number of shares					
By Directors					
Sandeep Jain		NIL	NIL	NIL	NIL
Deepika Jain					

Note 4 Reserves and surplus

Particulars	INR	
	As at 31/03/2017	As at 31 March, 2016
	₹	₹
(a) Statutory reserve		
Opening balance	-	-
Add: Additions during the year -see below	-	-
Less: Utilised / transferred during the year (give details)	-	-
Closing balance	-	-
(b) Securities premium account		
Opening balance	-	-
Add : Premium on shares issued during the year	-	-
Less : Utilised during the year for:	6,414,975	-
Issuing bonus shares	-	-
Writing off preliminary expenses	-	-
Unpaid Premium	-	-
Closing balance	6,414,975	-
(g) General reserve		
Opening balance	-	-
Add: Transferred from surplus in Statement of Profit and Loss	-	-
Less: Utilised / transferred during the year for:	-	-
Issuing bonus shares	-	-
Others (give details)	-	-
Closing balance	-	-
(h) Profit & Loss a/c		
Opening balance	-	-
Add: Profit / (Loss) for the year	4,446,137	4,302,132
Less: Interim dividend	2,114,797	233,066
General reserve	-	-
Utilised for Issue of Bonus Shares	-	-
Excess/Short Provision of Income Tax	4,400,000	-
Closing balance	-	89,060
Total	2,160,935	4,446,137
	8,575,910	4,446,137

Note 5 -Long-term borrowings

(a) Term loans		
ICICI Bank (Car Loan) Secured	2,064,396	2,443,338
NBFC-Secured Loans	8,018,393	9,415,409
(On Hypothecation of Vehicles from Bajaj Finance Ltd.)		
(b) Deposits		
Security Deposit recd from Franchisees	-	-
Unsecured	10,600,000	6,200,000
(c) Loans and advances from related parties		
Secured	-	-
Unsecured	-	-
TOTAL	20,682,789	18,058,746

Note 6, 7-Long-term Other Liabilities & Provisions

Other long term Liabilities		
(a) Gratuity	-	-
(b) Employees benefit schem	-	-
TOTAL	-	-
Provisions		
Provision for Contingencies	-	-
TOTAL	-	-

Note 8 Short-term borrowings

Particulars	As at 31/03/2017	As at 31 March, 2016
	₹	₹
(a) Loans repayable on demand		
From banks		
Secured-IDBI Bank (OD A/c No.109651100000143)	2,656,216	3,042,271
Secured-ICICI Bank (OD A/c No.003105001197)	349,590	379,944
Secured-NBFC Loans	9,186,611	4,328,013
Axis bank-OD a/c	-	-
(b) Loans and advances from related parties	12,192,417	7,750,228
Secured	-	-
Unsecured	-	-
(c) Other loans and advances	-	-
Secured	-	-
Unsecured	-	-
Total	12,192,417	7,750,228

Note 9 Trade payables

Particulars	As at 31/03/2017	As at 31 March, 2016
	₹	₹
Trade payables:		
Acceptances	-	-
Other than Acceptances	16,097,863	19,145,741
Director's a/c Payable	18,144,660	350,266
Total	34,242,523	19,496,007

Note 10 Other current liabilities

Particulars	As at 31/03/2017	As at 31 March, 2016
	₹	₹
Current maturities of long-term debt (Refer Note (i) below)	-	-
Interest accrued and due on borrowings	-	-
Application money received for allotment of securities and due for refund and interest accrued thereon	-	-
(i) Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, Excise Duty, VAT, Service Tax, etc.)	1,319,486	433,869
(ii) Trade / security deposits received	-	-
(iii) Advances from customers	-	2,786
Total	1,319,486	436,655

Note 11 Short-term provisions

Particulars	As at 31/03/2017	As at 31 March, 2016
	₹	₹
(a) Provision for employee benefits:		
(i) Provision for bonus	-	-
(vi) Provision for other employee benefits	-	-
(b) Provision - Others:		
(i) Provision for tax	1,223,056.00	176,000
(ii) Provision for premium payable on redemption of bonds (Refer Note 5 Long-term borrowings)	-	-
(iii) Provision for estimated loss on derivatives	-	-
(iv) Provision for other contingencies	-	-
(ix) Provision for Expenses	500,720	1,405,489
(x) Provision - others	-	-
Total	1,723,776	1,581,489

Note 12A Fixed assets
Tangible Assets

B	tangible assets	Gross block									
		Balance as at 1 April, 2016	Additions	Disposals	Acquisitions through business combinations	Reclassified as held for sale	Effect of foreign currency exchange differences	Borrowing cost capitalised	Other adjustments	Balance as at 31/03/2017	
	(a) Land										
	(b) Building-Shop 104, Plot 2, Sector 25, Block I, Noida	15,530,677.00								15,530,677.00	
	(c) Furniture & Fixtures	3,699,225.00	893,609.00							4,592,834.00	
	(d) Vehicles	2,828,953.00								2,828,953.00	
	(e) office Equipment/plant	2,647,218.00	309,391.00						-49.50	2,956,559.50	
	(f) Computers	3,091,839.00	70,450.00							3,162,289.00	
	Total	27,797,912.00	1,273,450.00							29,071,312.50	
	Previous year	14,661,365.00	1,540,863.00	388,174.00						15,814,054.00	
B	tangible assets	Accumulated depreciation and impairment									
		Balance as at 1 April, 2016	Depreciation / amortisation expense for the year upto 31/03/2017	Eliminated on disposal of assets	Eliminated on reclassification as held for sale	Impairment losses recognised / (reversed) in Statement of Profit and Loss	Other adjustments	Balance as at 31/03/2017	Balance as at 31/03/2017	Balance as at 31 March, 20X6	
	(a) land										
	(b) Building-Shop 104, Plot 2, Sector 25, Block I, Noida	-	304,707.40					15,530,677.00	15,530,677.00	688,967.00	
	(c) Furniture & Fixtures	3,010,258.00	751,985.01					1,502,018.01	1,326,934.99	2,078,920.00	
	(d) Vehicles	750,033.00	337,670.25					2,516,709.25	439,850.25	468,179.00	
	(e) office Equipment/Plant	2,179,039.00	68,911.01					2,928,931.01	233,357.99	231,819.00	
	(f) Computers	2,860,020.00	1,463,273.67					10,262,623.67	18,808,688.83	18,998,562.00	
	Total	8,799,350.00	1,491,867.00	330,043.00				12,346,169.00	3,467,885.00	3,477,020.00	
	Previous year	11,184,345.00									

C. Depreciation and amortisation relating to continuing operations:			
Particulars	For the year ended		As at 31 March, 2016
	As at 31/03/2017	As at 31 March, 2016	
Depreciation and amortisation for the year on tangible assets as per Note 12 A	1,463,274	1,491,867	
Depreciation and amortisation for the year on intangible assets as per Note 12 B		8,492	
Less: Utilised from revaluation reserve			
Depreciation and amortisation relating to discontinuing operations (Refer Note 30.11)			
Depreciation and amortisation relating to continuing operations	1,463,274	1,500,359	

Note 12B Intangible Assets

	As on 31/03/2016	Additions	Amortisation	As at 31/03/2017	
Trade Mark	8,492		5,397	3,095	
Previous Year	13,889	-	5,397	8,492	

not the part of intangible assets

Notes forming part of the financial statements

Note 13 Non-current investments

Particulars	As at 31/03/2017			As at 31 March, 2016		
	Quoted #	Unquoted #	Total	Quoted	Unquoted	Total
Investments (At cost):						
A. Trade						
(a) separately for fully / partly paid up (i) of subsidiaries						
(b) separately for fully / partly paid up shares (i) of controlled special purpose entities (ii) of other entities (give details)						
(c) details separately for fully / partly paid up (i) of subsidiaries (ii) of controlled special purpose entities						
(d) Other Non Current Investments						
Total - Trade (A)						

Note 15 Long term Advances

Particulars	As at 31/03/2017	As at 31 March, 2016
	₹	₹
(a) Capital advances *		
Secured, considered good		
Unsecured, considered good		
Doubtful		
Less: Provision for doubtful advances		
(b) Security deposits		
Secured, considered good		
Unsecured, considered good	2,425,294	6,814,110
Doubtful		
Less: Provision for doubtful deposits	2,425,294	6,814,110
(c) Loans and advances to related parties	2,425,294	6,814,110
Secured, considered good		
Unsecured, considered good		
Doubtful		
Less: Provision for doubtful loans and advances		
(d) Loans and advances to employees		
Secured, considered good		
Unsecured, considered good	117,310	
Doubtful		
Less: Provision for doubtful loans and advances	117,310	
	117,310	
Total	2,542,604	6,814,110

Note 15 Other non-current assets

Particulars	As at 31/03/2017	As at 31 March, 2016
	₹	₹
(d) Others		
(i) Insurance claims		
(iv) Others (unamortized expenses)		
Total		

Note 16 Current investments

	As at 31/03/2017	As at 31 March, 2016
	₹	₹
Fixed deposit		
Total		

Note 17 Inventories

	As at 31/03/2017	As at 31 March, 2016
	₹	₹
Stock in Trade	49,351,876	15,655,800
Goods in transit		
	49,351,876	15,655,800

Note 18 Trade receivables

Particulars	As at 31/03/2017	As at 31 March, 2016
	₹	₹
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Secured, considered good	-	-
Unsecured, considered good	27,561,656	614,135
Doubtful	-	-
Less: Provision for doubtful trade receivables	27,561,656	614,135
	-	-
Other Trade receivables	27,561,656	614,135
Secured, considered good	-	-
Unsecured, considered good	-	-
Doubtful	-	2,846,899
Less: Provision for doubtful trade receivables	-	2,846,899
	-	-
	-	2,846,899
Total	27,561,656	3,461,034

Note 19 Cash and cash equivalents

(a) Cash on hand	599,510	5,179,488
(b) Cheques, drafts on hand		
(c) Balances with banks		
(i) In current accounts	628,894	110,327
(ii) In deposit accounts (Refer Note (i) below)		
(d) Others (specify nature)	-	-
Total	1,228,405	5,289,815

Note 20 Short-term loans and advances

(a) Loans and advances to related parties		
Unsecured, considered good	-	-
(b) Security deposits		
Secured, considered good-Bond	-	-
Unsecured, considered good	-	-
(c) Loans and advances to employees		
Secured, considered good	-	47,600
Unsecured, considered good	-	-
(d) Prepaid expenses - Unsecured, considered good (For e.g. Insurance premium, Annual maintenance contracts, etc.)	-	47,600
(e) Balances with government authorities		
Unsecured, considered good		
(i) Advance against Vat Appeal	23,919	-
(ii) TDS Receivables	160,399	-
(iii) Prepaid Expenses	42,400	-
(iv) Income tax Advance	400,000	99,706
(f) Inter-corporate deposits		
Secured, considered good	-	-
Unsecured, considered good	-	-
(g) Others (specify nature)	626,718	99,706
Unsecured Advance given to suppliers	-	280,180
Advance Against VAT Appeal (2015-16)	-	23,919
	-	304,099
Total	626,718	451,405

Note 21 Other current assets

Particulars	As at 31/03/2017	As at 31 March, 2016
	₹	₹
(a) Unbilled revenue		
(b) Others		
(i) TDS Recoverables from Party	-	136,324
(ii) Stock of Packing Materials	15,300	15,300
(iii) Miscellaneous Expenditure	284,800	-
(iv) Others-LIVAT Additional	-	-
Total	300,100	151,624

Note 22 Revenue from operations

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		Particulars	For the year ended 31/03/2017	For the year ended 31 March, 20X6
			₹	₹
	(a)	Sale of products(see Note below)	164,363,715	120,819,689
	(b)	Sale of services	-	-
	(c)	Other operating revenues	-	-
	(d)	Excise duty	-	-
		Total	164,363,715	120,819,689

Note 23 Other income

		Particulars	For the year ended 31/03/2017	For the year ended 31 March, 20X6
			₹	₹
	(a)	Profit on Sale of Assets	-	116,869
	(b)	Rebate and Discounts	66,646	259,959
	(c)	Miscellaneous Income(Short & Excess)	58,452	-
		Total	125,098	376,828

	NOTE	Particulars	For the year ended 31/03/2017	For the year ended 31 March, 20X6
			₹	₹
	(a)	Breakup of Sales		
		Sales	164,363,715	137,758,472
		Less: Discount on sales	-	-16,938,783
		Total	164,363,715	120,819,689

LORENZINI APPARELS LIMITED

Notes forming part of the financial statements

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Note 24.a Cost of materials consumed

Particulars	For the year ended 31/03/2017	For the year ended 31 March, 20X6
	₹	₹
Total	-	-

Note 24.b Purchase

Particulars	For the year ended 31/03/2017	For the year ended 31 March, 20X6
	₹	₹
Purchases (Including Consumables Stores)	132,568,844	68,670,687
Total	132,568,844	68,670,687

Note 24.b Changes in inventories of finished goods, work-in-progress and stock-in-trade

Particulars	For the year ended 31/03/2017	For the year ended 31 March, 20X6
	₹	₹
<u>Inventories at the end of the year:</u>		
Work-in-progress & Raw Material		
Stock-in-trade	49,351,876	15,655,800
	49,351,876	15,655,800
<u>Inventories at the beginning of the year:</u>		
Work-in-progress & Raw Material		
Stock-in-trade	15,655,800	11,424,452
	15,655,800	11,424,452
Net (increase) / decrease	(33,696,076)	(4,231,348)

Note 25 Employee benefits expense

Particulars	For the year ended 31/03/2017	For the year ended 31 March, 20X6
	₹	₹
Salaries and wages (Director's Remuneration 25,00,000/-)	11,257,691	13,576,609
Contributions to provident and other funds	339,141	-
Staff welfare expenses	202,632	314,032
Total	11,799,464	13,890,641

Note 26 Finance costs

Particulars	For the year ended 31/03/2017	For the year ended 31 March, 20X6
	₹	₹
(a) Interest expense on:		
(i) Borrowings	2,109,590	3,038,170
(ii) Bank Charges	266,234	377,444
(iii) Others	1,535,895	150,125
(b) Other borrowing costs	-	-
(c) Net loss on foreign currency transactions and translation (considered as finance cost)	-	-
Total	3,911,719	3,565,739

Note 27 Other expenses

Particulars	For the year ended 31/03/2017	For the year ended 31 March, 20X6
	₹	₹
Fabrication/Job Charges	16,960,312	14,669,886
Alteration/Measurement Charges	145,569	201,823
Printing & Stationery	152,287	31,468
Postage & Courier	375,343	8,602
Show Room Expenses	213,890	112,733
Commission	12,206,191	-
Business Promotion	112,625	157,904
Conveyance Expenses	139,093	312,310
Telephone Expenses	153,156	174,662
Power & Fuel	1,021,096	1,209,584
Travelling Expenses	233,198	520,869
Commission paid to other selling agents	-	6,525,723
Diwali Expenses	-	162,500
Vehicle Running Expenses	7,620	276,545
Rent	9,043,973	8,682,974
Generator Running & Maintenance	283,000	245,787
Repair & Maintenance	610,721	53,303
Advertising Expenses	589,983	179,776
Cartage Outward	155,630	134,550
Computer/Software Repair & Maintenance Charge	-	78,090
Packing Material	66,263	367,906
Modelling & Photoshoot Expenses	239,662	317,044
Sampling Expenses	493,500	605,592
Filling Fees	-	2,518
Additional Sales Tax	-	11,806
Stam Duty W/off	-	31,744
Sundry Party W/off	-	643,115
Insurance Charges	257,080	153,967
General Expenses	52,782	20,644
Mall Maintenance Charges	880,886	850,454
Professional Expenses	676,769	713,000
Short & Excess	-	203
Preliminary Expenses w/o	71,200	-
Total	45,141,827	37,457,082

Note 28. Exceptional & extra Ordinary items

Particulars	For the year ended 31/03/2017	For the year ended 31 March, 20X6
	₹	₹
SALE OF Assets	-	-
Total	-	-

Note	Particulars		
29.1	Monies received against share warrants The Company has not received any money against warrant during the year.		
29.2	Share application money pending allotment As at 31 March 20X7, the Company does not have application money pending for allotment.		
29.3	Contingent liabilities and commitments (to the extent not provided for)	As at 31/03/2017	As at 31 March, 2016
(i)	Contingent liabilities	₹	₹
	(a) Claims against the Company not acknowledged as debt (give details)	NIL	NIL
	(b) Guarantees @ (give details)		
	(c) Other money for which the Company is contingently liable as per notes on Corporate information		
29.4	Details of unutilised amounts out of issue of securities made for specific purpose The company does not have any unutilised amount out of securities issued during the year.	As at 31/03/2017	As at 31 March, 2016
29.5	Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006		
	Particulars	As at 31/03/2017	As at 31 March, 2016
	(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	₹	₹
		NIL	NIL
29.6	Value of imports calculated on CIF basis	As at 31/03/2017	As at 31 March, 2016
		₹	₹
	Raw materials/trading material		
	Total Components and spare parts		
29.11	Expenditure in foreign currency #:	As at 31/03/2017	As at 31 March, 2016
	Royalty	₹	₹
	Travelling Expenses		
29.12	Details of consumption of imported and indigenous items		
		INR	%
	Imported Raw materials/ trading Material		
	Indigenous Raw materials/ trading Material		
	Total	132,568,844	100%
		132,568,844	100%
29.13	Earnings in foreign exchange	As at 31/03/2017	As at 31 March, 2016
	Export of goods calculated on FOB basis	₹	₹
	Royalty, know-how, professional and consultation fees		
	Interest and dividend		
	Other income, indicating the nature thereof.		
29.14	Amounts remitted in foreign currency during the year on account of dividend	As at 31/03/2017	As at 31 March, 2016
	Amount of dividend remitted in foreign currency	₹	₹
	Total number of non-resident shareholders (to whom the dividends were remitted in foreign currency)		
	Total number of shares held by them on which dividend was due		
	Year to which the dividend relates		

Note 30 Disclosures under Accounting Standards

Note	Particulars	As at 31/03/2017	As at 31 March, 2016
		₹	₹
30.1	Details of contract revenue and costs	Nil	Nil
30.2	Details of Govt. Grant	NIL	NIL
30.3	Amalgamation	NIL	NIL
30.4	Employees benefit Plans	NIL	NIL
30.5	Details of borrowing costs capitalised	NIL	NIL
30.6	Details of leasing arrangements	The company have executed lease agreemnts for its showroom.	The company have executed lease agreemnts for its showroom.

Notes forming part of the financial statements

Note 30 Disclosures under Accounting Standards (contd.)

Note	Particulars	For the year period ended 31/03/2017			
		Business segments		Eliminations	Total
		A	B		
		Rs	₹	₹	₹
30.7	Segment information The company has identified business segments of Garment manufacturing as its primary segment. The Company's operation spread predominantly relate to trading and manufacturing of garments (Geographically in India). Accordingly revenue constituted primary basis of segmental information set out above. Assets and liabilities in the company's business are identified to this segment. Accordingly disclosures relating to the total assets and liabilities are made. The previous year figures have been represented or regrouped wherever necessary.	164,363,714.87	-	-	164,363,714.87
	Inter-segment revenue	120,819,689.10	-	-	120,819,689.10
	Segment result	-	-	-	-
	Unallocable expenses (net)	-	-	-	-
	Operating income	164,363,714.87	-	-	164,363,714.87
	Other income (net)	-	-	-	-
	Profit before taxes	3,294,364.38	-	-	3,294,364.38
	Tax expense	346,452.61	-	-	346,452.61
	Net profit for the year	1,119,217.00	-	-	1,119,217.00
		113,387.00	-	-	113,387.00
		2,114,797.38	-	-	2,114,797.38
		233,065.61	-	-	233,065.61

Note 30 Disclosures under Accounting Standards (contd.)

	Particulars	For the year period ended 31/03/2017		
		Business segments		Total
		A	B	
		₹	₹	₹
Segment assets		101,565,400	-	101,565,400
Unallocable assets		51,869,261	-	51,869,261
Total assets		101,565,400	-	101,565,400
		51,869,261	-	51,869,261
Segment liabilities		70,160,991	-	70,160,991
Unallocable liabilities		47,323,124	-	47,323,124
Total liabilities		70,160,991	-	70,160,991
		47,323,124	-	47,323,124
Other information		-	-	-
Capital expenditure (allocable)		-	-	-
Capital expenditure (unallocable)		-	-	-
Depreciation and amortisation (allocable)		1,468,671	-	1,468,671
Depreciation and amortisation (unallocable)		1,497,264	-	1,497,264
Other significant non-cash expenses (allocable) (Depreciation)		1,468,671	-	1,468,671
Other significant non-cash expenses (unallocable)		1,491,867	-	1,491,867

Notes forming part of the financial statements

Note 30 Disclosures under Accounting Standards (contd.)				
Note	Particulars			
	The geographic segments individually contributing 10 percent or more of the Company's revenues and segment assets are shown separately:			
	Geographic Segment	Revenues For the period ended 31/03/2017	Segment assets As at 31/03/2017	Capital expenditure incurred during the year ended 31/03/2017
		₹	₹	₹
	Americas			
	Europe			
	India	164,363,715		

Note 30 Disclosures under Accounting Standards (contd.)

Note	Particulars								
30.8	Related party transactions								
30.8.a	Details of related parties:								
	Description of relationship		Names of related parties						
	Key Management Personnel (KMP)- Directors Relatives of KMP		Sandeep Jain, Deepika Jain						
	Company in which KMP / Relatives of KMP can exercise significant influence								
	Details of related party transactions during the period ended 31/03/2017 and balances outstanding as at 31/03/2017								
		Ultimate Holding Company	Holding Company	Subsidiaries	Fellow Subsidiaries	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP have significant influence	Total
	Opening Balance-Unsecured Loan/Payables						350,265		350,265
	Transactions during the year								
	Addition								
	Finance adjusted for issue of share						42,537,870		
							24,743,475		18,144,660
	Balances outstanding at the end of the year								
	Finance (including loans and equity contributions in cash or in kind) see note below								18,492,925

Details of Specified Bank Notes (SBN) held and transacted during the period from 8th November 2016 to 30th December 2016 as provided in the Table below: -

(INR in Lacs)

30a. Additional Notes to the Financial Statements

Particulars	SBNs	Other denomination	Total
Opening cash in hand as on 08.11.2016	4.88	6.12	10.99
(+) Permitted receipts	-	12.09	12.09
(-) Permitted payments	-	9.38	9.38
(-) Amount deposited in banks	4.88	6.64	11.52
Closing cash in hand as on 30.12.2016	-	2.19	2.19

Note 30 Disclosures under Accounting Standards (contd.)

Note	Particulars	For the period ended 31/03/2017	For the year ended 31 March, 2016
		₹	₹
30.9	Earnings per share-Diluted	4.65	23.31
30.9.a	Basic/Basic (excluding extra Ordinarily items)/ Diluted Continuing operations/ Total Operations		
	Net profit / (loss) for the year from continuing operations	2,114,797	233,066
	Less: Preference dividend and tax thereon	-	-
	Net profit / (loss) for the year from continuing operations attributable to the equity shareholders	2,114,797	233,066
	Weighted average number of equity shares	455,022	10,000
	Par value per share	10.00	10.00
	Earnings per share from continuing operations - Basic	4.65	23.31
	Basic earning per share is calculated by adjusting bonus shares and right shares during the year.		
	Calculation of Weighted Average No. of Shares		
1	Opening Balance	10000	10000
2	Bonus Issue	440000	440000
3	Preferential Issue of Shares	1832850	5022
	Total		455022
	The company do not have any potential equity shares to be converted in future, therefore diluted earning per share is same.		

Note	Particulars	As at 31/03/2017	As at 31 March, 2016
		₹	₹
30.9.b	Deferred tax (liability) / asset		
	Tax effect of items constituting deferred tax liability		
	On difference between book balance and tax balance of fixed assets		
	On expenditure deferred in the books but allowable for tax purposes		
	On items included in Reserves and surplus pending amortisation into the Statement of Profit and Loss		
	Others		
	Tax effect of items constituting deferred tax liability		
	Tax effect of items constituting deferred tax assets		
	Opening Balance	1,038,419	975,806
	Provision for compensated absences, gratuity and other employee benefits		
	Adjusted with PL appropriation a/c		
	On difference between book balance and tax balance of fixed assets	103,839	62,613
	Tax effect of items constituting deferred tax assets	1,142,258	1,038,419
	Net deferred tax (liability) / asset	1,142,258	1,038,419

Calculation of Weighted Average No. of Shares

Note 30 Disclosures under Accounting Standards (contd.)

	Note	Particulars		
AS 24	30.11	Discontinuing operations During the year, pursuant to approval of shareholders & other authorities as required the company has transferred the business on slump sale basis w.e.f.....		
			As at 31/03/2017	As at 31 March, 2016
			₹	₹
		Total Revenue	NIL	NIL
		Total Expenditure		
		Tax expenses		
AS 26	30.12	Details of research and development expenditure recognised as an expense	NIL	NIL
AS 27	30.13	Interest in Joint Ventures	NIL	NIL
		Name of Corporation		
		% Holding		
		Assets		
		liabilities		
		Revenue		
		Expenditure		
		Capital commitments		
AS 29	30.14	Details of Provisions for Contingencies		
		Provisions for Warranty	NIL	NIL
		Provisions for onerous contracts		
		Provisions for Contingencies		
AS 31	31	Details of ESOP	NIL	NIL