

SHREE SHALEEN TEXTILES LTD

Regd. Off. : C-108, Room B, "E" Wing, Crystal Plaza Co Op Soc, New Link Road, Andheri (W), Mumbai- 400 053
Bangalore Unit: 284/8/9, Garve Bhavi Palya, opp Sss Garmentss , Hosur Main Road, Bangalore- 560068
E-mail ID: shreeshaleentex@gmail.com CIN No. L67120MH1980PLC023162

BSE / SSTL

30th September, 2016

To,

Department of Corporate Services,
Bombay Stock Exchange Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400 001

Scrip Code: 505513 Shree Shaleen Textiles Limited

Sub. : Submission of Annual Report for the financial year ended 2015-16.

Dear Sir/Madam,

With reference to above and in pursuant to Regulation 34 (1) of the SEBI (Listing obligations and disclosures requirements) Regulation, 2015, Please find enclosed herewith Form B and Annual Report Of the Company for the Financial Year ended 2015-16 duly approved by the members at the 36th annual general Meeting of the Company held on 30th September, 2016.

The above is for your kind information and record.

You are requested to acknowledge the receipt.

Thanking you,

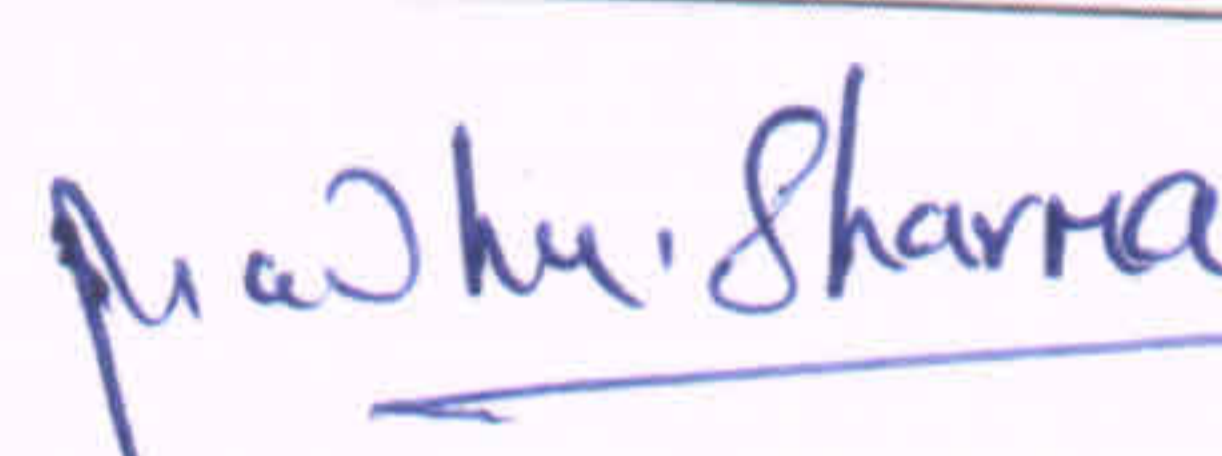

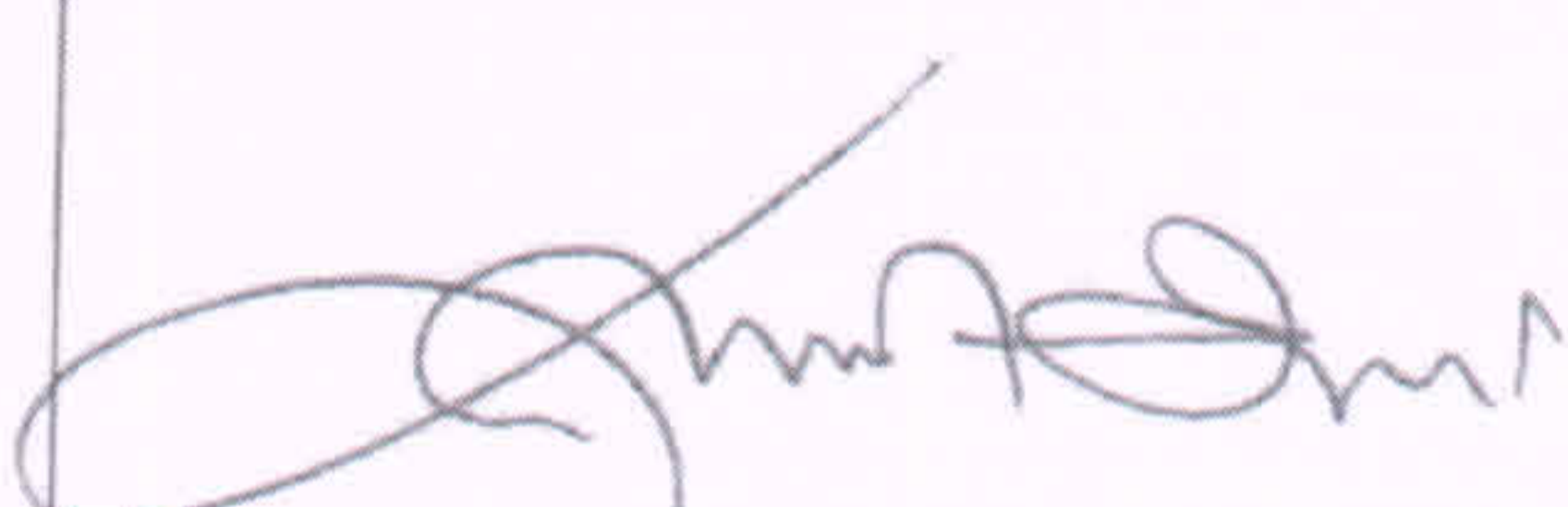
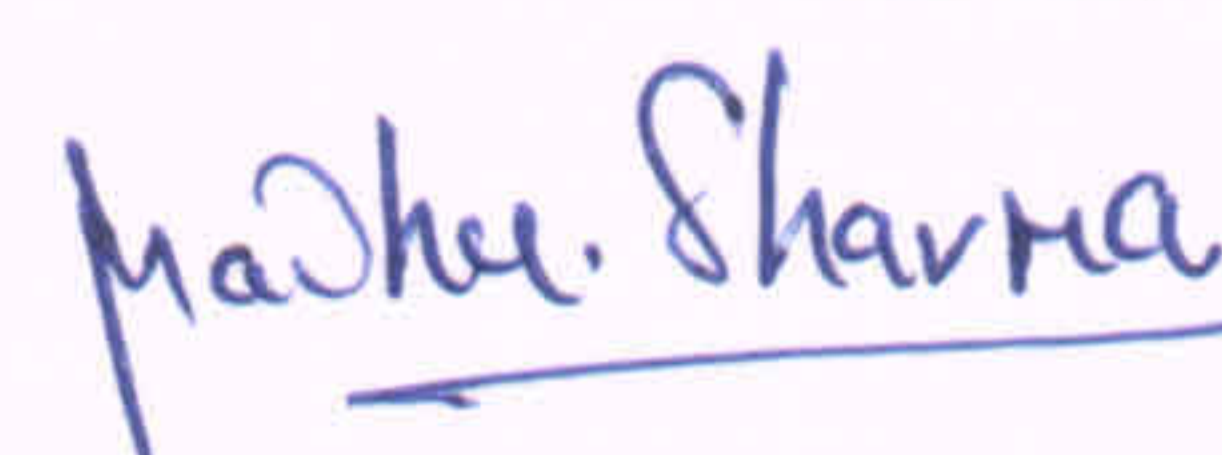

Yours faithfully,

For Shree Shaleen Textiles Limited

Madhu Sharma
Madhu Sharma
Director
DIN: 01833305



FORM B

1.	Name of Company	SHREE SHALEEN TEXTILES LIMITED
2.	Annual financial statements for the year ended	31 st March 2016
3.	Type Of Audit Qualification	Qualified Statutory dues not been paid regularly
4.	Frequency of Qualification	Since Last Financial year
5.	Draw attention to relevant notes in the annual financial statements and management response to the qualification in the Director's Report	There was a plan of change in the management of the Company which got failed and due to that the statutory dues could not paid.
6.	Additional comment from the Board/Audit Committee chair	No Comments
7.	Signed By	
	CEO / Managing Director	  (Madhu Sharma)
	CFO	The Company does not have CFO
	Auditors of the Company	 Satish Soni, Proprietor For Satish Soni & Co. FRN-109333W 
	Audit Committee Chairman	  (Madhu Sharma)




SHREE

SHALEEN

TEXTILES

LIMITED

ANNUAL REPORT

2015 - 2016

**SHREE SHALEEN TEXTILES LTD.
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BOARD OF DIRECTORS

Mr. Madhu Sharma
Mr. Amad Riyaz Bhati
Mr. Zeeshan Hanif Shaikh
Mrs. Ruksana Sheikh

REGISTERED OFFICE

C-108, Room B,
Crystal Plaza Chs Ltd.,
New Link Road, Near Infinity Mall,
Andheri (W),
Mumbai-400053.

STATUTORY AUDITORS

Satish Soni & Company
Mumbai, Maharashtra

SHARE TRANSFER AGENT

Purva Shregistry India Pvt. Ltd.
9, Shiv Shakti Industrial Estate, J R Boricha Marg,
Lower Parel (E), Mumbai 400011, Maharashtra

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NOTICE

NOTICE IS HEREBY GIVEN THAT ANNUAL GENERAL MEETING OF THE SHAREHOLDERS OF SHREE SHALEEN TEXTILES LIMITED WILL BE HELD ON FRIDAY, 30TH SEPTEMBER, 2016 AT 11.30 AM AT THE REGISTERED OFFICE AT C-108, ROOM B, "E" WING, CRYSTAL PLAZA CO-OP SOCIETY, NEW LINK ROAD, ANDHERI (W) MUMBAI- 400 053 (MAHARASHTRA) TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March 2016, the Profit and Loss Account for the year ended as on that date together with the reports of the Board of Directors and the Auditors thereon.
2. To appoint a Director in place of Mr. Zeeshan Hanif Shaikh who retires by rotation and being eligible, offers himself for reappointment.
3. To re-appoint Statutory Auditors and to fix their remuneration and in this regard 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, 152 and other applicable provisions, if any, of the Companies Act, 2013 and their corresponding Rules and pursuant to the resolution passed by the members at the AGM, the appointment of M/s. Satish Soni & Co., Chartered Accountants, having ICAI Registration No. 109333W, who have confirmed their eligibility in terms of provisions of Section 151 of the Companies Act, 2013 and Rule 4 of the Companies (Audit and Auditors) Rules, 2015, as Statutory Auditors to hold office up to the conclusion of the AGM relating to the year 2020--2021, subject to be and is hereby ratification in every general meeting at remuneration as may be decided by the Board of Directors of the Company."

SPECIAL BUSINESS:

1. To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution for regularisation of Additional Director Mrs. Ruksana Sheikh:

"RESOLVED THAT Mrs. Ruksana Sheikh who was appointed as an Additional Director with effect from 5th October, 2015 on the Board of the Company in terms of Section 161 of the Companies Act, 2013 and article 92 of Article of Association of the Company and who holds office up to the date of this Annual General Meeting. be and is hereby appointed as a director of the company."

By order of the Board
for **Shree Shaleen Textiles Limited**

Place: Mumbai
Date: 06.09.2016

-Sd-
Madhu Sharma
Director
DIN: 01833305

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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 a proxy need not be a member of the Company.*
2. *Proxies in order to be effective should be duly completed and signed in the enclosed form and must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.*
3. *Corporate members intending to send their authorised representatives to attend the Meeting are requested to send a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.*
4. *The Register of Members and Share Transfer Books of the Company will remain closed from Saturday 24th September to Thursday 29th September, 2016. (both days inclusive).*

By order of the Board
for **Shree Shaleen Textiles Limited**

Place: Mumbai
Date: 06.09.2016

-Sd-
Madhu Sharma
Director
DIN: 01833305

THE DIRECTORS' REPORT

To,
The Members
Shree Shaleen Textiles Limited
C-108, Room B,
Crystal Plaza CHS Ltd.,
New Link Road, Near Infinity Mall,
Andheri (W), Mumbai-400053.

Your Directors are pleased to present their Directors' Report together with the Audited Financial Statements for the year ended March 31, 2016

1. EXTRACT OF ANNUAL RETURN: {Section 92 (3)}

In Form MGT-9 enclosed as Annexure I.

2. NUMBER OF BOARD MEETINGS: (Section 134)

The Board of Directors duly met 5 times on 14th May 2015, 14th August, 2015, 4th September, 2015, 14th November, 2015, 13th February, 2016.

3. DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to the requirement of Section 134(5) of the Companies Act, 2013, the Directors hereby confirm that:

- i) In the preparation of the Annual Accounts, the applicable Accounting Standards have been followed along with proper explanations relating to material departures;
- ii) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and Loss of the Company for the that period;
- iii) 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;
- iv) The Directors have prepared the annual accounts on a going concern basis.
- v) The directors in case of listed company have laid down internal financial controls to be followed by the company and such controls are adequate and are operating effectively.
- vi) The Directors have devised proper system to ensure compliance with the provisions of all applicable laws and such systems are adequate and are operating effectively.

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4. AUDITORS, SECRETARIAL AUDITORS AND REPLY TO THEIR RESPECTIVE QUALIFICATIONS:

Auditors:

Satish Soni & Co., Chartered Accountants, who are the statutory auditors of the Company, hold office, in accordance with the provisions of the Act up to this Annual General Meeting and from whom necessary consent has been obtained under section 151 of the Companies Act, 2013 are eligible for re-appointment as required under the provisions of Section 139 of the Companies Act, 2013 from the conclusion of this Annual General Meeting till the conclusion of Annual General Meeting of the Company relating to the financial ended 2020-2021 be and are appointed subject to ratification of the Members at every Annual General Meeting and at a remuneration as may be decided by the Board. The Company has received the necessary eligibility certificate from the Auditors and the Directors recommend the resolution at item no. 3 of the notice for the approval of the members.

Reply to Auditors' Qualification:

There was a plan of change in the management of the Company which got failed and due to same the statutory dues could not paid.

5. FINANCIAL RESULTS:

Particulars	Amount in Rupees	
	Current year 2016	Previous Year 2015
Income Earned During the year	13,79,22,077	7,1547,,033
Profit/ (Loss) before Interest, Depreciation & Tax	22,59,142	21,73,490
Less:		
a. Interest	32,856	36,246
b. Depreciation	3,26,465	9,935
Add prior period income	0	0
Profit before Taxes	18,99,821	21,27,309
Less Current Tax	4,00,000	5,00,000
Add Deferred Tax	7,985	8,864
Profit for the period	14,91,836	16,18,445
Profits carried forward from previous year	1,19,10,445	1,02,92,000
Less proposed Dividend	0	0
Less Dividend Distribution Tax	0	0
Profits c/f to Balance Sheet	1,34,02,280	1,19,10,445

6. RESERVES:

The Company proposes to carry Rs. 14, 91,836/- being profit for the year 2016 to the Profit & Loss Surplus account. All the Requirements as laid down in Companies Act, 2013 and Rules made there under are complied with.

7. DIVIDEND:

The Board of Directors have not recommended dividend for the year under review.

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8. MATERIAL CHANGES AND COMMITMENTS BETWEEN THE DATE OF THE BALANCE SHEET AND THE DATE OF REPORT:

There are no material changes between the date of balance sheet and the date of this report that would affect the financial position of the company as both are approved and signed on the same day.

9. CONSERVATION OF ENERGY, TECHNOLOGICAL ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

(A) Conservation of energy:

Considering the nature of the business of your company, there are no particulars which are required to be furnished in this report relating to conservation of energy/

(B) Technology absorption:

As the Company is not engaged in Software Development activity, provisions of section 134(2) (m) of the Companies Act, 2013 relating to Conservation of technology absorption is not applicable

(C) Foreign exchange earnings and Outgo:

Foreign Exchange earned in terms of actual inflows during the year	Nil
Foreign Exchange outgo during the year in terms of actual outflows	Nil

10. DIRECTORS:

A) Changes in Directors and Key Managerial Personnel

The Board of Director is duly constituted. Mrs. Ruksana Sheikh was appointed as Director of the Company with effect from 05/10/2015

B) Declaration by an Independent Director(s)

The Company has received declarations from all the Independent Directors of the Company confirming that they meet the criteria of independence as prescribed both under the Act and Clause 49 of the Listing Agreement with the Stock Exchanges.

C) Annual Evaluation of the Board Members

The Company has devised a Policy for performance evaluation of Independent Directors, Board, Committees and other individual Directors which include criteria for performance evaluation of the non-executive directors and executive directors.

11. AUDIT COMMITTEE {Section 177 (8)}

The Audit Committee was formed during the year and met once. Mr. Madhu Sharma is the Chairman of the Audit committee. The Composition of the Audit Committee is as under;

Mr. Madhu Sharma
Mr. Amad Riyaz Bhati
Mrs. Ruksana Sheikh

The broad terms and reference of Audit Committee are to review the financial statements before submission to Board, to review reports of the Auditors and Internal Audit department and to review the weaknesses in internal controls, if any, reported by Internal and Statutory Auditors etc. In addition, the powers and role of the Audit Committee are as laid down under Clause 49 II C & D of the Listing Agreement entered with the Stock Exchanges and Section 177 of Companies act, 2013.

The Audit Committee invites such of the executives, as it considers appropriate (and particularly the head of the finance function) to be present at its meetings. The Statutory Auditors are also invited to the meetings.

12. NOMINATION AND REMUNERATION COMMITTEE AND COMPANY'S POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION :{ Section 178 (3) and 178 (4)}

The Remuneration Committee was constituted during the year. Mr. Amad Riyaz Bhati is the Chairman of Remuneration Committee. The Constitution of the Committee is as given below:

Mr. Madhu Sharma
Mr. Amad Riyaz Bhati
Mr. Zeeshan Hanif Shaikh

The terms of reference of the 'Remuneration Committee' are as follows:

- 1) To determine on behalf of the Board and on behalf of the Shareholders the Company's policy on specific remuneration packages for Executive Directors including pension rights and any compensation payment.
- 2) Such other matters as may from time to time be required by any statutory, contractual or other regulatory requirements to be attended to by such committee.

The details of the remuneration paid to executive director are disclosed in the related party transactions in the notes to accounts section of the report.

13. RISK MANAGEMENT POLICY:

The Management has put in place adequate and effective system and man power for the purposes of risk management. In the opinion of the Board, following there are no risks which would threaten the existence of the Company.

14. CORPORATE SOCIAL RESPONSIBILITY (CSR):

Since the Company's net worth does not exceed Rs. 500 crores or Company's turnover does not exceed Rs. 1000 crores or the Company's net profit does not exceed Rs. 5 crore for any financial year, the provisions of section 135 of the Companies Act, 2013 are not applicable.

15. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186:

Particulars of Loan given, Investments made, guarantees given and securities provided along with the purpose for which the loan or guarantee or security is proposed to be utilized by the recipient are provided in standalone financial statement.

16. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

The Company has not entered into any contracts or arrangements with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under the proviso thereto.

17. REVISION OF FINANCIAL STATEMENTS OR BOARD'S REPORT {Section 131 (1)}

The company has not made any modification or alteration in its Financial Statement / Board Report in respect of last three financial years.

18. DISCLOSURES PURSUANT TO SECTION 197 (12) OF THE COMPANIES ACT, 2013 AND THE RULES MADE THEREUNDER:

The Company is not paying any remuneration to its directors except for the sitting as prescribed by the Articles of Association of the Company; no disclosures are to be made in this regard.

19. DISCLOSURES PURSUANT TO SECTION 197 (15) OF THE COMPANIES ACT, 2013:

The Company is not paying any remuneration to its directors except for the sitting as prescribed by the Articles of Association of the Company; no disclosures are to be made in this regard.

20. PERFORMANCE AND FINANCIAL POSITION OF EACH OF THE SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES: (Not Applicable)

21. CORPORATE GOVERNANCE AND MANAGEMENT DISCUSSION & ANALYSIS REPORTS:

The Corporate Governance and Management Discussion & Analysis Report, which forms a part of this Report, are set out separately together with the Certificate from the Auditors of the Company regarding compliance with the requirements of Corporate Governance as stipulated in Clause 49 of the Listing Agreement.

22. 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:

There were no orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

23. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

During the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

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24. ACKNOWLEDGEMENTS:

An acknowledgement with thanks is hereby conveyed to all with whose help, cooperation and hard work the Company was able to achieve the results.

**For and on Behalf of the Board
Shree Shaleen Textiles Limited**

Sd/-
Madhu Sharma
(Director, DIN: 01833305)

Sd/-
Amad Riyaz Bhati
(Director, DIN: 06834976)

Place: Mumbai
Date: 30/05/2016

ANNEXURE INDEX

Annexure number	Details of annexure	Applicability
I	Annual Return Extracts in MGT 9	Applicable
II	AOC 2 – Related Party Transactions disclosure	Applicable but there are no contracts or arrangements.
III	Annual Report on Corporate Social Responsibility	Not Applicable
IV	Ratio of Remuneration	Not Applicable

Annexure I

FORM NO. MGT 9

EXTRACT OF ANNUAL RETURN

as on financial year ended on 31.03.2016

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:**

1.	CIN	L67120MH1980PLC023162
2.	Registration Date	22/09/1980
3.	Name of the Company	SHREE SHALEEN TEXTILES LIMITED
4.	Category/Sub-category of the Company	Company Limited by Shares Indian Non Government Company
5.	Address of the Registered office & contact details	C-108, Room B, "E" Wing, Crystal Plaza Co-Op Society, New Link Road, Andheri (W) Mumbai- 400 053
6.	Whether listed company Yes/No	Yes
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Purva Sharegistry (India) Pvt. Ltd. 9, Shiv Shakti Industrial Estate, J R Boricha Marg, Lower Parel (E), Mumbai 400011, Maharashtra

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)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Garment Manufacturing	2650	95.40%
2			

III. **PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES – NO SUCH COMPANIES**

Sl. No.	Name and Description address of the Company	CIN/GLN	Holding/Subsidiary/ Associate	% of shares held	Applicable section
-	-	-	-	-	-

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IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year[As on 31-March-2015]				No. of Shares held at the end of the year[As on 31-March-2016]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF									
b) Central Govt									
c) State Govt(s)									
d) Bodies Corp.	0	6740000	6740000	8.10%	0	6740000	6740000	8.10%	0%
e) Banks / FI									
f) Any other									
Sub-total(A)(1):-	0	6740000	6740000	8.10%	0	6740000	6740000	8.10%	0%
(2) Foreign									
a) NRIs-Individuals									
b) Other-Individuals									
c) Bodies Corp.									
d) Banks/FI									
e) Any other									
Sub-total(A)(2):-									
Total shareholding of Promoter (A)=(A)(1)+(A)(2)	0	6740000	6740000	8.10%	0	6740000	6740000	8.10%	0%
B. Public Shareholding									
1. Institutions									
a) Mutual Funds									
b) Banks / FI									
c) Central Govt									
d) State Govt(s)									
e) Venture Capital Funds									
f) Insurance Companies									
g) FIs									
h) Foreign Venture Capital Funds									
i) Others (specify)									
Sub-total (B)(1):-									
2. Non-Institutions									
a) Bodies Corp.	47739459	0	47739459	57.40%	47598140	0	47598140	57.22%	
i) Indian									
ii) Overseas									

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b) Individuals								
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	1664248	10250	1674498	2.01%				
ii) Individual shareholders holding nominal share capital upto Rs. 2 lakh					3391258	10250	3401508	4.09%
iii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	19515253		19515253	23.46%				
iv) Individual shareholders holding nominal share capital in excess of Rs 2 lakh					20327387	0	20327387	24.44%
e) HUF	7501490		7501490	9.02%	5102665	0	5102665	6.14%
d) Non Resident	2300		2300		2300	0	2300	
e) Clearing Members	3000		3000		3000	0	3000	
Sub-total (B)(2):-	76424750	10250	76435000	91.90%	76424750	10250	76435000	91.90%
	76424750	10250	76435000	91.90%	76424750	10250	76435000	91.90%
Total Public Shareholding (B)=(B)(1)+ (B)(2)								
C. Shares held by Custodian for GDRs & ADRs								
Grand Total (A+B+C)	76424750	6750250	83175000	100%	76424750	6750250	83175000	100%

B) Shareholding of Promoter-

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
	M/s. Sarvodaya Impex Pvt. Ltd.	6740000	8.10%	-	6740000	8.10%	-	0%

C) Change in Promoters' Shareholding (No Change)

SN	Particulars	Shareholding at the beginning 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
	At the beginning of the year				

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Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):				
At the end of the year				

D) Shareholding Pattern of top ten Shareholders:

(Other than Directors, Promoters and Holders of GDRs and ADRs):

SN	For Each of the Top 10 Shareholders	Shareholding at the beginning 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
1.	AAKRITI DEALERS PRIVATE LIMITED				
	At the beginning of the year	3239451	3.89%	3239451	3.89%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				
	At the end of the year (or on the date of separation, if separated during the year)	3239451	3.89%	3239451	3.89%
2.	SEGMENT AGENCIES PRIVATE LIMITED				
	At the beginning of the year	3070115	3.69%	3070115	3.69%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				
	At the end of the year (or on the date of separation, if separated during the year)	2810115	3.37%	2810115	3.37%
3.	GANGOUR RESIDENCY				
	At the beginning of the year	2303960	2.77%	2303960	2.77%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying				

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	the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				
	At the end of the year (or on the date of separation, if separated during the year)	2303960	2.77%	2303960	2.77%
SN 4.	For Each of the Top 10 Shareholders GOLDENLEAP DEALCOMM PVT LIMITED	Shareholding at the beginning 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
	At the beginning of the year	2235295	2.69%	2235295	2.69%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				
	At the end of the year (or on the date of separation, if separated during the year)	2235295	2.69%	2235295	2.69%
SN 5.	For Each of the Top 10 Shareholders GANGOUR DISTRIBUTORS PVT LIMITED	Shareholding at the beginning 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
	At the beginning of the year	2034318	2.45%	2034318	2.45%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				
	At the end of the year (or on the date of separation, if separated during the year)	2034318	2.45%	2034318	2.45%
SN 6.	For Each of the Top 10 Shareholders ANKUR PAWAN BHINDA	Shareholding at the beginning 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
	At the beginning of the year	0	0	0	0
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g.				

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	allotment / transfer / bonus/ sweat equity etc):				
	At the end of the year (or on the date of separation, if separated during the year)	1915025	2.30%	1915025	2.30%
SN 7.	For Each of the Top 10 Shareholders SSJ FINANCE & SECURITIES PVT. LTD.	Shareholding at the beginning 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
	At the beginning of the year	1813053	2.18%	1813053	2.18%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				
	At the end of the year (or on the date of separation, if separated during the year)	1813053	2.18%	1813053	2.18%
SN 8.	For Each of the Top 10 Shareholders FANTASTIC HIRISE PRIVATE LIMITED	Shareholding at the beginning 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
	At the beginning of the year	1562600	1.88%	1562600	1.88%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				
	At the end of the year (or on the date of separation, if separated during the year)	1562600	1.88%	1562600	1.88%
SN 9.	For Each of the Top 10 Shareholders MUMTAZ MOHSIN KHAN	Shareholding at the beginning 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
	At the beginning of the year	1500000	1.80%	1500000	1.80%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				

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	At the end of the year (or on the date of separation, if separated during the year)	1500000	1.80%	1500000	1.80%
SN 10.	For Each of the Top 10 Shareholders MANISH SONI	Shareholding at the beginning 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
	At the beginning of the year	1479522	1.77%	1479522	1.77%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				
	At the end of the year (or on the date of separation, if separated during the year)	1479522	1.77%	1479522	1.77%

E) Shareholding of Directors and Key Managerial Personnel:

SN 1	<i>Shareholding of each Directors and each Key Managerial Personnel</i> Zeeshan Hanif Shaikh	Shareholding at the beginning 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
	At the beginning of the year				
	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):				
	At the end of the year	5,72,000	0.68	5,72,000	0.68

(V) INDEBTEDNESS

Indebtedness of the Company including interest outstanding / accrued but not due for payment.

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	10,855,118	-	10,855,118
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	10,855,118	-	10,855,118
Change in Indebtedness during the financial year				
* Addition	-	3,512,900	-	3,512,900
* Reduction	-	8,095,052	-	8,095,052
Net Change	-	-4,582,152	-	-4,582,152
Indebtedness at the end of the financial year				
i) Principal Amount	-	6,272,966	-	6,272,966
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

There is no Remuneration given to Managing Director, Whole-time Directors and/or Manager

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES

There were no Penalties / Punishment / Compounding of offences during the year ended March 31st, 2016

MANAGEMENT DISCUSSION AND ANALYSIS

INDUSTRY STRUCTURE AND DEVELOPMENTS

Indian Textile Industry has an overwhelming presence in the economic life of the country. The Indian textile industry is extremely diverse encompassing hand-spun and hand woven sector at one end of the spectrum, and capital intensive, sophisticated mill sector at the other. Decentralized power looms / hosiery and knitting sector form the largest section of the sector. The close linkage of the Industry to agriculture and the ancient culture, and traditions of the country make the Indian textiles sector unique in comparison with the textiles industry of other countries. This also provides the industry with the capacity to produce a variety of products suitable to the different market segments, both within and outside the country.

During the year 2015-16, the industry witnessed a significant slowdown in textiles production due to a combination of factors such as slowdown in demand, high raw material prices, piling up of stocks, etc. However, the company has been able to survive the situation.

BUSINESS OVERVIEW

The Company has adequate internal control systems and is in process of further strengthening the existing internal control systems. The financial statements are reviewed periodically by the management. The Company has set up an Internal Audit trail whereby deviations, if any, can be brought to the notice of the management quickly and remedial actions are initiated immediately.

OPPORTUNITIES AND THREATS

The Company's ability to foresee and manage business risks is crucial in achieving favorable results. While management is positive about Company's long term outlook, we are subject to few risks and uncertainties as given below.

Pricing Pressure due to competition / competitive bidding

Business opportunities also bring competition. The Company is operating in a highly competitive environment. During the previous year, the Company has observed that; (1) relatively smaller companies have been dominating the bidding (2) competition has increased significantly in comparison to earlier rounds of bidding.

Raw material

The Prices of Raw Material increased during the year thereby causing increase in cost of production.

Manpower

The timely availability of skilled and technical personnel is one of the key challenges. The Company maintains healthy and motivating work environment through various measures.

FINANCIAL AND OPERATING PERFORMANCE:

The total income of the Company for the year 2015-16 was at Rs. 1379.22 lacs compared to Rs.716.47 lacs during the previous year. The Company has incurred profit of Rs. 15.20 lacs during the year as against Net Profit of Rs.16.18 lacs for the previous year. The Company expects to earn increased revenues in the near future.

RISKS, INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has adequate internal control procedure commensurate with its size and nature of the business. The Company continuously upgrades these systems in line with best accounting practices.

ABILITY TO HIRE, TRAIN AND RETAIN PEOPLE

Our Ability to hire, train and retain people will determine the ability of our company to achieve desired objectives.

CAUTIONARY STATEMENT

Statements in the Management Discussion and Analysis describing the Company's objectives, projections, estimates, expectations may be "forward looking statements" within the meaning of applicable securities, laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could influence the Company's operations include economic developments within the country, demand and supply conditions in the industry, input prices, changes in Government regulations, tax laws and other factors such as litigation and industrial relations.

For and on Behalf of the Board
Shree Shaleen Textiles Limited

Sd/-
Madhu Sharma
(Director, DIN: 01833305)

Sd/-
Amad Riyaz Bhati
(Director, DIN: 06834976)

Place: Mumbai
Date: 30/05/2016

AUDITORS' CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE:

We have examined the compliance of the conditions of Corporate Governance by Shree Shaleen Textiles Limited for the year ended 31st March, 2016, as stipulated in Clause 49 of the Listing Agreement of the said Company with the Bombay Stock Exchanges Limited.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has majorly complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For M/s Satish Soni & Co.
(Chartered Accountants)
FR. No. 109333W**

Place: Mumbai
Date: 30.05.2016

**Sd/-
Satish Soni
(Proprietor)
M. No. 44391**

REPORT ON CORPORATE GOVERNANCE FOR THE F.Y. 2015 – 16

1. COMPANY'S PHILOSOPHY:

Good corporate governance is a synonym for sound management, transparency and disclosure, encompassing good corporate practices, procedures, standards and implicit rules which propel a Company to take sound decisions, thus maximizing long-term stakeholder value without compromising on integrity, social obligations and regulatory compliances. The Company believes that profitability must go hand in hand with a sense of responsibility towards all stakeholders.

The Company's philosophy on Corporate Governance finds its roots in the rich legacy of ethical governance practices. This philosophy has been sought to be strengthened through the Code of Conduct, the Whistle Blower Policy and the Code for Prevention of Insider Trading which have been adopted. The Company will continue to focus its energies and resources in creating and safeguarding of shareholders' wealth and, at the same time, protect the interests of all its stakeholders.

The Company confirms the compliance of Corporate Governance as contained in Clause 49 of the Listing Agreement, the details of which are given below.

2. BOARD OF DIRECTORS:

2.1 Composition:

The Board of Directors comprises of four Directors, who brings in a wide range of skills and experience to the Board. The Chairman is Non-Executive and the number of Independent Directors is three. The composition of the Board is in conformity with Clause 49 of the Listing Agreement.

None of the Directors of the Company are related to each other.

During the year 5 Board Meetings were held and the gap between two meetings did not exceed four months. The dates were: 8th August, 2015; 18th August, 2015, 3rd September, 2015, 15th November, 2015, 26th December, 2015 and 13th February, 2016.

None of the Directors on the Board is a Member on more than 10 Committees and Chairman of more than 5 Committees (as specified in Clause 49), across all the companies in which he is a Director. The necessary disclosures regarding Committee positions have been made by the Directors.

The information as required under Annexure IA to Clause 49 is being made available to the Board.

2.2 Composition of Board and attendance record:

Name of Director	Category of Directorship	Attendance at		No. of other Directorships and other Committee Memberships / Chairmanship		
		Board Meetings	Last AGM	Other Directorships #	Committee Memberships ##	Committee Chairmanships
Mr. Madhu Sharma		4	Y			
Mr. Amad Riyaz Bhati	Non-Executive, Independent	4	Y	-	-	-
Mr. Zeeshan Hanif Shaikh	Non-Executive, Independent	4	Y			
Mrs. Ruksana Sheikh	Non-Executive, Independent	2	Y			

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Alternate Directorships and directorships in private companies, foreign companies and Section 25 Companies are excluded.
Represents Memberships / Chairmanships of Audit Committee and Shareholders' / Investors' Grievance Committee

3. AUDIT COMMITTEE:

The Audit Committee was formed during the year and met once. The Composition of the Audit Committee is as under;

Mr. Madhu Sharma
Mr. Amad Riyaz Bhati
Mrs. Ruksana Sheikh

The Members possess adequate knowledge of Accounts, Audit and Finance etc. Mr. Madhu Sharma is the Chairman of the Audit Committee.

The broad terms and reference of Audit Committee are to review the financial statements before submission to Board, to review reports of the Auditors and Internal Audit department and to review the weaknesses in internal controls, if any, reported by Internal and Statutory Auditors etc. In addition, the powers and role of the Audit Committee are as laid down under Clause 49 II C & D of the Listing Agreement entered with the Stock Exchanges and Section 292A of the Companies Act, 1956.

The Audit Committee invites such of the executives, as it considers appropriate (and particularly the head of the finance function) to be present at its meetings. The Statutory Auditors are also invited to the meetings.

4. REMUNERATION COMMITTEE:

The Remuneration Committee was constituted during the year. Mr. Amad Riyaz Bhati is the Chairman of Remuneration Committee. The Constitution of the Committee is as given below:

Mr. Madhu Sharma
Mr. Amad Riyaz Bhati
Mr. Zeeshan Hanif Shaikh

The terms of reference of the 'Remuneration Committee' are as follows:

- 3) To determine on behalf of the Board and on behalf of the Shareholders the Company's policy on specific remuneration packages for Executive Directors including pension rights and any compensation payment.
- 4) Such other matters as may from time to time be required by any statutory, contractual or other regulatory requirements to be attended to by such committee.

The details of the remuneration paid to executive director are disclosed in the related party transactions in the notes to accounts section of the report.

DETAILS OF SHARES HELD:

The shares held by the Directors of the Company as on 31st March 2016 is given below: N.A

5. SHAREHOLDERS / INVESTORS GRIEVANCE COMMITTEE:

The Shareholders / Investors Grievance Committee was constituted during the year and is comprises of following Directors.

Mr. Madhu Sharma
Mr. Amad Riyaz Bhati
Mr. Zeeshan Hanif Shaikh

The terms of reference of the committee are *interalia* as follows:

- (a). Review the reports submitted by the Registrars and Share Transfer Agents of the Company at half yearly intervals.
- (b). Investor relations and redressal of shareholders grievances including relating to non-receipt of dividend, Annual Report, non – receipt of shares etc.
- (c). Oversee the performance of the Registrars and Share Transfer Agents of the Company.

Mr. Ankur Bhinda is the Compliance Officer. His address and contact details are as given below:

Address:
2nd Floor, Satwant Villa, Aarey Road,
Goregaon (West), Mumbai – 400062
Phone: 022 – 4290 6770; Fax: 022 – 4290 6774;
Email: shreeshaleentex@gmail.com

6. ANNUAL GENERAL MEETINGS:

The details of date, time and location of Annual General Meetings (AGM) held in previous three years are as under:

AGM / EGM	Date	Time	Venue
AGM	30/09/2015	03.00 pm	C-108, Room B, Crystal Plaza Chs Ltd., New Link Road, Near Infinity Mall, Andheri (W), Mumbai-400053.
AGM	30/09/2014	11.00 am	001, Bldg. No. 7, Avalon Co-Op.Hsc Ltd., Oshiwara Mhada, Andheri (W) Mumbai- 400 102 (Maharashtra)
EGM	28/03/2014	11.30 am	311, Kuber Complex, Veer Desai Industrial Estate, Andheri (West), Mumbai – 400102, Maharashtra
AGM	30/09/2013	11.30 am	2 nd Floor, Satwant Villa, Aarey Road, Goregaon (West), Mumbai – 400062, Maharashtra
EGM	22/02/2013	11.00 am	2 nd Floor, Satwant Villa, Aarey Road, Goregaon (West), Mumbai – 400062, Maharashtra

No Court-convened Meetings were held during the last three years.

7. DISCLOSURES:

- 1.1 There were no materially significant related party transactions i.e. transaction of the Company of material nature with its Promoters, Directors or the Management or their relatives etc. that would conflict with the interests of the Company except as reported in the Annual Report.
- 1.2 No penalties or strictures have been imposed on the Company by the Stock Exchanges or SEBI or any statutory authority on any matter related to capital markets during the last three years.
- 1.3 All mandatory requirements as per Clause 49 of the Listing Agreement have been complied with by the Company.
- 1.4 The Company follows Accounting Standards issued by The Institute of Chartered Accountants of India and there are no statutory audit qualifications in this regard.

8. MEANS OF COMMUNICATION:

- a). The quarterly un-audited financial results are published in leading English and Vernacular newspapers. The half yearly report is not sent separately to the Shareholders. Annual Reports are sent to the shareholders at their registered address with the company.
- b). The Management Discussion and Analysis Report, in compliance with the requirements of Clause 49 of the Listing Agreement is annexed to the Directors' Report and forms part of this Annual Report being sent to all the members of the Company. All matters pertaining to industry structure and developments, opportunities and threats, segment / product wise performance, outlook, risks and concerns, internal control and systems, etc. are discussed in the said report.

9. GENERAL SHAREHOLDERS INFORMATION:

A. Annual General Meeting

Date and Time	: 30 th September, 2016 at 0.3.00 PM
Venue	: C-108, Room B, "E" Wing, Crystal Plaza Co-Op Society, New Link Road, Andheri (W) Mumbai- 400 053 (Maharashtra)
Dates of Book Closure	: 24/09/2016 to 29/09/2016

Financial Calendar 2016-16 (Tentative):

First quarterly results	: August, 2016
Second quarterly results	: November, 2016
Third quarterly results	: February, 2016
Annual results for the year ending on 31.03.2016	: May, 2016
Annual General Meeting for the year 2016	: September, 2016

a. **Listing on Stock Exchanges:**

The Company's Equity Shares are listed on the BSE Limited (BSE), Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001

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The Company's trading suspended on BSE from 6th January, 2015, reason is Surveillance Measure

The Company has paid Annual Listing Fees as applicable, to the BSE for the financial year

2015-16. Script Code Equity : 505513 ISIN:- EQUITY : INE703L01026

b. Market Price Data:

The monthly high / low market price of the shares during the year 2015-16 at the BSE Limited is as under:

Month	BSE Limited (BSE)	
	High (in Rs. per share)	Low (in Rs. per share)
April 2015	6.06	6.06
May 2015	6.06	6.06
June 2015	6.06	6.06
July 2015	6.06	6.06
August 2015	6.06	6.06
September 2015	6.06	6.06
October 2015	6.06	6.06
November 2015	6.06	6.06
December 2015	6.06	6.06
January 2016	6.06	6.06
February 2016	6.06	6.06
March 2016	6.06	6.06

c. Registrar & Share Transfer Agents:

Purva Sharegistry (India) Pvt. Ltd.
 Unit no. 9, Shiv Shakti Ind. Estate,
 J .R. Boricha marg, Opp. Kasturba Hospital Lane,
 Lower Parel (E), Mumbai 400 011

Tel: 91-22-2301 6761 / 8261 ; Fax : 91-22-2301 2517
 E-mail: busicmp@vsnl.com; Website: www.purvashare.com

d. Distribution of Shareholding:

The distribution of shareholding as on 31st March, 2016 is given below:

Sr. No	No of Equity Shares	No. of Shareholders	No. of Shares	% of Total shares
1.	1 - 5,000	316	285223	0.45
2.	5,001 - 10,000	24	179383	0.22
3.	10,001 - 20,000	32	504259	0.70
4.	20,001 - 30,000	25	621598	0.75
5.	30,001 - 40,000	15	555762	0.76
6.	40,001 - 50,000	22	1069455	1.38
7.	50,001 - 1,00,000	55	3934386	4.73
8.	1,00,001 & Above	125	76024934	91.01
	TOTAL	614	83175000	100

e. Dematerialisation of Shares and Liquidity:

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The Company's shares are compulsorily traded in dematerialised form and are available for trading on both the Depositories in India – National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL).

Particulars of Shares	Equity Shares of Rs.10 each	
	Number	% of total
Dematerialised form		
NSDL	40868774	49.13
CDSL	35555976	42.75
Sub Total		91.88
Physical form	6750250	8.12
Total		100.00

Registered Office: C-108, Room B, "E" Wing, Crystal Plaza Co-Op Society, New Link Road, Andheri (W), Mumbai- 400 053 (Maharashtra)
Designated exclusive e-mail id for Investor servicing: shreeshaleentex@gmail.com

10. CORPORATE ETHICS

The Company adheres to the highest standards of business ethics, compliance with statutory and legal requirements and commitment to transparency in business dealings. A Code of Conduct for Board Members and a Code of Conduct for Prevention of Insider Trading as detailed below has been adopted pursuant to clause 49 (D) of the Listing Agreement & the Securities & Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 (as amended), respectively:

a. Code of Conduct for Board Members and Senior Management:

The Board of Directors of the Company adopted the Code of Conduct for its members and Senior Management. The Code highlights Corporate Governance as the cornerstone for sustained management performance, for serving all the stakeholders and for instilling pride of association.

b. Declaration affirming compliance of Code of Conduct:

The Company has received confirmations from the Directors as well as Senior Management Executives regarding compliance of the Code of Conduct during the year under review.

A declaration by Managing Director affirming compliance of Board members and senior management personnel to the Code is also annexed herewith.

c. Code of Conduct for Prevention of Insider Trading:

The Company has adopted the Code of Conduct for Prevention of Insider Trading for its Management and Directors. The Code lays down guidelines and procedures to be followed and disclosures to be made by directors, top level executives and staff whilst dealing in shares. The Managing Director has been appointed as the Compliance Officer and is responsible for adherence to the Code.

d. Compliance Certificate by Auditors:

The Company has obtained a certificate from the Statutory Auditors regarding compliance of conditions of corporate governance as stipulated in clause 49, which is annexed herewith.

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AS PROVIDED UNDER CLAUSE 49 OF THE LISTING AGREEMENT, THE BOARD MEMBERS HAVE AFFIRMED COMPLIANCE WITH THE CODE OF CONDUCT FOR THE YEAR ENDED 31.03.2016.

By order of the Board
for **Shree Shaleen Textiles Limited**

Place: Mumbai

Date: 30.05.2016

Sd/-
Madhu Sharma

Director
DIN: 01833305

INDEPENDENT AUDITOR'S REPORT

To,
The Members,
SHREE SHALEEN TEXTILES LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of SHREE SHALEEN TEXTILES LIMITED ("the Company") which comprise the Balance Sheet as at 31st March 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments; the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

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Opinion

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

Report on Other Legal and Regulatory Requirements

- 1) As required by the Companies (Auditors' Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the order to the extent applicable.
- 2) As required by section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of the audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on 31st March 2016 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2016 from being appointed as a director in terms of sub section (2) of Section 164 of the Companies Act, 2013.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company does not have any pending litigations which would impact its financial position.
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

For Satish Soni & Co.
Chartered Accountants



Satish Soni
Proprietor
FRN: 109333w
M. No. 044391

Place : MUMBAI
Date : 30/05/2016

Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2016, we report that:

- i. In respect of its fixed assets :
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) As explained to us, fixed assets have been physically verified by the management at regular intervals; as informed to us no material discrepancies were noticed on such verification;
 - c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, at present no immovable property is owned by the Company. Accordingly, clause (c) of paragraph 3 (i) of the Order is not applicable.
- ii. As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals and no material discrepancies were noticed on physical verification.
- iii. According to the information and explanations given to us, the Company has granted an unsecured loan to a related parties covered in the register maintained under section 189 of the Companies Act, 2013. The said loan (which is not prejudicial to the interest of the company) are repayable on demand and is not overdue.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities, as applicable..
- v. According to the information and explanations given to us, the Company has not accepted any deposits during the year from public within the meaning of provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013.
- vi. The Central Government has not prescribed maintenance of cost records under Section 148 (1) of the Companies Act, 2013 in respect of business activities of the Company.
- vii. (a) Based on the records produced before us, the Company has been generally regular in depositing with appropriate authorities undisputed statutory dues such as provident fund, employees state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues applicable to it. According to the information and explanations given to us, no undisputed amount payable in respect of outstanding statutory dues were in arrears as at March 31, 2016 for a period of more than six months from the date they became payable, except the followings;

Sl. No.	Name of Statute	Assessment Year	Amount-Rs.
1.	Income Tax	2004-05	147,500/-
2.	Income Tax	2004-05	8,448/-
3.	Income Tax	2008-09	87,648/-
4.	Income Tax	2011-12	80,14,076/-
5.	Income Tax	2013-14	149,62,200/-
6.	Income Tax	2015-16	32,600/-

- (b) The details of disputed statutory dues, which have not been deposited by the Company, are NIL.
- viii. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to banks, financial institutions, government and dues to debenture holders.

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- ix. In our opinion and according to the information and explanations given to us, the term loans have been applied by the Company during the year for the purposes for which they were raised other than temporary deployment pending application of proceeds. The Company has not raised money by way of initial public offer/ further public offer.
- 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 have been noticed or reported during the course of our audit.
- xi. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- 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 on the basis of our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-I of the Reserve Bank of India Act, 1934.

For Satish Soni & Co.
Chartered Accountants



Satish Soni
Proprietor
FRN: 109333w
M. No. 044391

Place : MUMBAI
Date : 30/05/2016

Annexure-B to the Auditor's Report

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

We have audited the internal financial controls over financial reporting of SHREE SHALEEN TEXTILES LIMITED ("the Company") as of 31 March, 2016 in the conjunction with our audit of financial statements of the company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standard on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control system over financial reporting includes those policies and procedures that:

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of the financial statements in accordance with generally accepted accounting principles, and that the receipts and expenditures of the company are being made only in accordance with authorizations of the management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Satish Soni & Co.
Chartered Accountants



Satish Soni
Proprietor
FRN: 109333w
M. No. 044391

Place : MUMBAI
Date : 30/05/2016

SHREE SHALEEN TEXTILES LIMITED
Balance Sheet as at 31 March, 2016

CIN: L67120MH1980PLC023162

PARTICULARS	Note No.	31 March, 2016	31 March, 2015
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	166,350,000	166,350,000
Reserves and surplus	3	18,104,780	16,612,944
		184,454,780	182,962,944
Non-current liabilities			
Long Term Borrowings		987,944	-
Deferred tax liabilities (net)		16,849	8,864
		1,004,793	8,864
Current liabilities			
Short-term borrowings	4	6,272,966	10,855,118
Trade payables	5	109,706,644	65,177,237
Other current liabilities	6	3,353,360	1,848,022
Short-term provisions	7	9,441,000	9,041,000
		128,773,970	86,921,377
		314,233,543	269,893,185
ASSETS			
Non-current assets			
Fixed assets			
Tangible assets	8	3,051,959	350,482
Non-current investments	9	3,700,000	3,700,000
Long-term loans and advances	10	158,516,569	169,123,282
Other non-current assets	11	-	361,092
		165,268,528	173,534,856
Current assets			
Current investments		7,600,000	-
Inventories	12	26,043,001	16,860,109
Trade receivables	13	61,424,746	38,823,130
Cash and cash equivalents	14	333,598	149,977
Short-term loans and advances	15	53,202,578	40,164,019
Other current assets	16	361,092	361,094
		148,965,015	96,358,329
		314,233,543	269,893,185
Significant accounting policies and notes are an integral part of the financial statements			

In terms of our report attached.

For SATISH SONI & CO.

Chartered Accountants

FR No. 109333W

Satish Soni
(Proprietor)

M. No. 044391

Place : Mumbai

Date : 30 May 2016



For and on behalf of the Board of Directors

Madhu Sharma
(Madhu Sharma)
Director

(DIN: 01833305)

Place : Mumbai

Date : 30 May 2016

Amad Bhati
(Amad Bhati)
Director

(DIN: 06834976)

SHREE SHALEEN TEXTILES LIMITED

CIN: L67120MH1980PLC023162

Statement of Profit and Loss for the year ended 31 March, 2016

	Note No.	Year ended 31 March, 2016	Year ended 31 March, 2015
Income			
Revenue from operations (gross)	17	124,535,105	48,125,372
Other income	18	4,204,080	6,786,920
Changes in inventories of stock-in-trade	19	9,182,892	16,634,741
Total revenue		137,922,077	71,547,033
Expenses			
Purchases of stock-in-trade	20	106,767,000	53,745,099
Employee benefits expense	21	4,060,924	1,291,412
Depreciation and amortisation expense	8	326,465	9,935
Finance Costs	22	32,856	36,246
Other expenses	23	24,835,011	14,337,032
Total expenses		136,022,256	69,419,724
Profit before tax		1,899,821	2,127,309
Tax expense:			
Current tax expense for current year		400,000	500,000
Deferred tax		7,985	8,864
		407,985	508,864
Profit for the year		1,491,836	1,618,445
Earnings per share			
Basic & Diluted Earnings per share (Rs)		0.02	0.02
Face value per share (Rs)		2.00	2.00
Significant accounting policies and notes are an integral part of the financial statements			

In terms of our report attached.

For SATISH SONI & CO.

(Chartered Accountants)

FR No. 109333W

Satish Soni

(Proprietor)

M. No. 044391

Place : Mumbai

Date : 30 May 2016



For and on behalf of the Board of Directors

(Madhu Sharma)

Director

(DIN: 01833305)

Place : Mumbai

Date : 30 May 2016

(Amad Bhati)

Director

(DIN: 06834976)

SHREE SHALEEN TEXTILES LIMITED

Cash Flow Statement for the year ended 31 March, 2016

Particulars	As at 31 March, 2016	As at 31 March, 2015
	(Rupees)	(Rupees)
A) Cash flow from operating activities		
Net Profit before tax	1899821	2127309
Adjustments for:		
Depreciation and amortisation	326465	9935
Interest (income)	(3484760)	(3220160)
Dividend (income)	(4250)	(4250)
Operating profit / (loss) before working capital changes	(1262724)	(1087166)
Changes in working capital:		
Inventories	(9182892)	(16634741)
Trade receivables	(22601616)	(7220773)
Other non-current assets	361092	361094
Other current assets	0	0
Trade payables	44529407	21250615
Other current liabilities	1505338	1531069
Short-term provisions	400000	500000
Cash generated from operations	13748605	(1299903)
Net income tax (paid) / refunds	(400000)	(500000)
Net cash flow from / (used in) operating activities (A)	13348605	(1799903)
B) Cash flow from financing activities		
Long-term loans and advances	10606713	(2436634)
Short-term loans and advances	(13038559)	(2812748)
Long-term Borrowings	987944	0
Short-term Borrowings	(4582152)	2775426
Net cash flow from / (used in) financing activities (B)	(6026054)	(2473956)
C) Cash flow from investing activities		
Proceeds from sale of long-term investments	0	0
Interest (income)	3484760	3220160
Dividend (income)	4250	4250
Purchase of Fixed Assets	(3027942)	(360417)
Purchase of current investments	(7600000)	0
Net cash flow from / (used in) investing activities (C)	(7138932)	2863993
D) Net Increase/Decrease) in Cash & Cash Equivalents (A+B+C)	183620	(1409865)
E) Cash & Cash Equivalents as at 31/03/2015	149978	1559843
F) Cash & Cash Equivalents as at 31/03/2016	333598	149978
Net Increase/Decrease) in Cash & Cash Equivalents (A+B+C)	183620	(1409865)
Components of Cash & Cash Equivalents (As per Note : 14)		
Cash on Hand	52390	1848
Balance with Banks		
- In Current Accounts		
Total Cash & Cash Equivalents	281208	148130
	333598	149978

The above statement has been prepared under the "Indirect Method" as set out in Accounting Standard 3- Cash Flow Statements in terms of our report attached.

For SATISH SONI & CO.

Chartered Accountants

FR No. 109333W

Satish Soni

Partner

M. No. 044391

Place : Mumbai

Date : 30 May 2016



For and on behalf of the Board of Directors

(Madhu Sharma)

Director

(DIN: 01833305)

(Amad Bhati)

Director

(DIN: 06834976)

SHREE SHALEEN TEXTILES LIMITED
Notes forming part of the financial statements

Particulars	As at 31 March, 2016	As at 31 March, 2015
2: Share capital		
(a) Authorised 100,000,000 (100,000,000) Equity shares of Rs. 2/- each with voting rights	200,000,000	200,000,000
(b) Issued, Subscribed and fully paid up 83,175,000 (83,175,000) Equity shares of Rs. 2/- each with voting rights	166,350,000	166,350,000
Total	166,350,000	166,350,000

The Company has only one class of shares referred to as equity shares having a par value of Rs. 2/-. Each holder of equity shares is entitled to one vote per share.

The reconciliation of the number of shares outstanding and the amount of share capital as at March 31, 2016 and March 31, 2015 is set out below:

Particulars	As at 31 March, 2016		As at 31 March, 2015	
	No. of Shares	Amount-Rs	No. of Shares	Amount-Rs
Number of shares at the beginning	83,175,000	166,350,000	83,175,000	166,350,000
Add: Shares issued during the year as Bonus & Preferential Issue	-	-	-	-
Number of shares at the end	83,175,000	166,350,000	83,175,000	166,350,000

Number of shares as on 31.03.2013 after split to Rs 2/-

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

Name of Shareholders	As at 31 March, 2016		As at 31 March, 2015	
	No. of Shares	% held	No. of Shares	% held
Sarvodaya Impex P Ltd	6,740,000	8.10%	6,740,000	8.10%
Number of shares at the end	6,740,000	8.10%	6,740,000	8.10%

Particulars	As at 31 March, 2016	As at 31 March, 2015
3 : Reserves and surplus		
(a) Securities premium account		
Opening balance	4,702,500	4,702,500
Add : Premium on issue of equity shares by the company	0	0
Closing balance	4,702,500	4,702,500
(b) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	11,910,444	10,292,000
Add: Profit / (Loss) for the year	1,491,836	1,618,445
Closing balance	13,402,280	11,910,444
Total	18,104,780	16,612,944



Madhu Sharma

Anand Gharti



SHREE SHALEEN TEXTILES LIMITED
Notes forming part of the financial statements

Particulars	As at 31 March, 2016	As at 31 March, 2015
4 : Long-term borrowings		
Loans from Bank- Secured		
Car Loan	987,944	-
	987,944	-
4 : Short-term borrowings		
Loans repayable on demand- Unsecured		
From Others	5,150,790	9,092,942
From related Parties	1,122,176	1,762,176
Unsecured	6,272,966	10,855,118
5 : Trade payables		
Others	109,706,644	65,177,237
	109,706,644	65,177,237
6 : Other current liabilities		
Outstanding Expenses	2,186,763	248,485
Statutory dues payable		
Sales Tax	156,306	948,634
Service Tax	409,622	409,622
Profession tax	16,775	5,575
Tax deducted at source	583,895	235,706
	3,353,360	1,848,022
7 : Short Term Provisions		
Provision for current tax	9,441,000	9,041,000
	9,441,000	9,041,000
9 : Non-current investments		
Trade Investments (Valued at Cost unless otherwise stated)- Quoted		
56900 (56900) Equity Shares of Acids and Chemicals Ltd (Fully paid-up)	-	-
100000 Equity Shares of Ardelis Financial Services P Ltd (Partly paid-up)	2,000,000	2,000,000
42500 Equity Shares of Ardelis Trading P Ltd (Partly paid-up)	1,700,000	1,700,000
Total Non-current investments	3,700,000	3,700,000
Less: Provision for diminution in value of Investments	0	0
	3,700,000	3,700,000
10 : Long Term Loans & Advances		
(Unsecured, Considered Good)		
Loans, Advances and Deposits to Related Parties	-	-
Inter Corporate Loans, Advances & Deposits	22,105,900	7,696,900
Others	136,410,669	161,426,382
	158,516,569	169,123,282

Amjad Ghosh



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Manoj Sharma



SHREE SHALEEN TEXTILES LIMITED
Notes forming part of the financial statements

Note	Particulars
	<p>Significant accounting policies</p>
a	<p>Basis of accounting and preparation of financial statements The Financial Statements are consistently prepared and presented under historical cost convention on an accrual basis in accordance with the generally accepted accounting principles in India (Indian GAAP). The Company has prepared the financial statements to comply in all material aspects with the accounting standards notified under section 133 of the Companies Act, 2013 (the Act), read together with rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Act. In accordance with first proviso to section 129(1) of the Act and clause 6 of the General instructions given in Schedule III to the Act, the terms used in these financial statements are in accordance with the Accounting Standards as referred to herein.</p> <p>All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Act. Based on the nature of operations, the Company has ascertained its operating cycle as 12 months for the purpose of current - non-current classification of assets and liabilities.</p> <p>The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year</p> <p>b Use of estimates The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.</p> <p>c Tangible fixed assets Fixed assets are carried at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. The land has been revalued for increase in its market value.</p> <p>d Intangible fixed assets Intangible assets are carried at cost less accumulated amortisation and impairment losses, if any. The cost of an intangible asset comprises its purchase price, including any import duties and other taxes (other than those subsequently recoverable from the taxing authorities), and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates</p> <p>e Depreciation and amortisation Depreciation on tangible fixed assets has been provided on the written down method as per the useful life prescribed in Schedule II to the Companies Act, 2013.</p>

Amadkhat



Naresh Sharma



SHREE SHALEEN TEXTILES LIMITED
Notes forming part of the financial statements

Note	Particulars
f	<p>Inventories Inventories are valued at the lower of cost and the net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges.</p>
g	<p>Segment reporting The Company considers business segments as its primary segment. The Company's operations are predominantly relate to garments manufacturing and accordingly, this is the only primary reportable segment. The Company considers geographical segments as its secondary segment. The Company's operations are predominantly within India and accordingly, this is the only secondary reportable segment.</p>
h	<p>Cash and cash equivalents (for purposes of Cash Flow Statement) Cash and cash equivalents for the cash flow statement comprises cash at bank and in hand and short-term investments with an original maturity of three months or less.</p>
i	<p>Investments Investments, which are readily realizable and intended to be held for not more than one year from the balance sheet date are classified as current investments. All other investments are classified as non-</p>
j	<p>Revenue recognition <u>Sale of goods</u> Revenue from sale of goods is recognised when the significant risks and rewards of ownership pf the goods are transferred to the customers. <u>Income from services</u> Income from services are recognized as and when the services are rendered. <u>Other Income</u> Interest & Rent Income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.</p>
k	<p>Earnings per share Basic earnings per share are computed by dividing the profit / (loss) attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the profit / (loss) for the period attributable to equity shareholders and the weighted average number of equity shares outstanding during the period are adjusted for the effects of all diluted potential equity shares.</p>
	<p>Taxes on income Current tax is determined as the amount of tax payable in respect of taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.</p>

Amad Shastri



Shashi Sharma



SHREE SHALEEN TEXTILES LIMITED
Notes forming part of the financial statements

Note	Particulars
	<p>Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company</p> <p>Deferred tax is recognised on timing difference, being the difference between the taxable income and accounting income that originates in one period and are capable of reversal in one or more subsequent years. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.</p>
m	<p>Foreign currency transactions and translations</p> <p><u>Initial recognition</u></p> <p>Transactions in foreign currencies entered into by the Company and its integral foreign operations are accounted at the exchange rates prevailing on the date of the transaction or at rates that closely approximate the rate at the date of the transaction.</p> <p><u>Measurement of foreign currency monetary items at the Balance Sheet date</u></p> <p>Foreign currency monetary items (other than derivative contracts) of the Company and its net investment in non integral foreign operations outstanding at the Balance Sheet date are restated at the year-end rates.</p> <p>In the case of integral operations, assets and liabilities (other than non-monetary items), are translated at the exchange rate prevailing on the Balance Sheet date. Non-monetary items are carried at historical cost. Revenue and expenses are translated at the average exchange rates prevailing during the year. Exchange differences arising out of these translations are charged to the Statement of Profit and Loss.</p> <p><u>Treatment of exchange differences</u></p> <p>Exchange differences arising on settlement / restatement of short-term foreign currency monetary assets and liabilities of the Company and its integral foreign operations are recognised as income or expense in the Statement of Profit and Loss. The exchange differences on restatement / settlement of loans to non-integral foreign operations that are considered as net investment in such operations are accumulated in a "Foreign currency translation reserve" until disposal / recovery of the net investment.</p>

Amjad Bhatti



Naresh Sharma



SHREE SHALEEN TEXTILES LIMITED
Notes forming part of the financial statements

Note	Particulars
n	<p>The exchange differences arising on restatement / settlement of long-term foreign currency monetary items are capitalised as part of the depreciable fixed assets to which the monetary item relates and depreciated over the remaining useful life of such assets or amortised on settlement / over the maturity period of such items if such items do not relate to acquisition of depreciable fixed assets. The unamortised balance is carried in the Balance Sheet as "Foreign currency monetary item translation difference account" net of the tax effect thereon.</p> <p>Provisions and contingencies A provision is recognised when the Company has a present obligation as a result of past events 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 (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes.</p>

Amardeep Ghosh



Manish Sharma



Notes forming part of the financial statements

Particulars	As at 31 March, 2016	As at 31 March, 2015
11 : Other Non-Current Assets		
Unamortised Expenses	-	361,092
Share issue expenses	-	361,092
12 : Current Investments		
Advance for property	7,600,000	-
	7,600,000	-
12 : Inventories		
(as taken, valued & certified by the Management)		
Finished Goods (at lower of cost or net realizable value)	26,043,001	16,860,109
	26,043,001	16,860,109
13 : Trade receivables		
(Unsecured, considered good unless otherwise stated)		
Outstanding for a period exceeding six months	27,259,074	34,501,357
Others	34,165,672	4,321,773
	61,424,746	38,823,130
14 : Cash and cash equivalents		
Cash in hand	52,390	1,847
Balances with banks	281,208	148,130
In current accounts	333,598	149,977
15 : Short-term loans and advances		
Income tax payments & TDS	4,253,460	3,917,649
Deposits	340,000	300,000
Loans, Advances and Deposits to Related Parties	30,000	6,342,444
Inter Corporate Loans, Advances & Deposits	14,942,444	14,450,000
Loans & Advances to suppliers & Others	10,088,878	129,830
Other Advances & Balances	23,547,796	15,024,096
<u>Unsecured, considered good</u>	53,202,578	40,164,019
16 : Other Current Assets		
Unamortised Expenses	361,092	361,094
Share issue expenses	361,092	361,094



Madhu Sharma

Amead Ghadi




SHREE SHALEEN TEXTILES LIMITED

Notes forming part of the financial statements

Note 9 Fixed assets

Particulars	Gross block			Accumulated depreciation and impairment			Net Block	
	Balance as at 1 April, 2015	Additions/ Deduction	Balance as at 31 March, 2016	Balance as at 1 April, 2015	Depreciation/ amortisation expense for the year	Balance as at 31 March, 2016	Balance as at 31 March, 2016	Balance as at 31 March, 2015
Tangible Assets- Owned								
(a) Land	-	-	-	-	-	-	-	-
(b) Buildings	-	-	-	-	-	-	-	-
(c) Plant and Equipment	216,683	1,559,256	1,775,939	3,017	116,881	119,898	1,656,041	213,666
(c) Generator		323,000	323,000	-	21,884	21,884	301,116	-
(d) Furniture and Fixtures	36,946	-	36,946	5,278	8,199	13,477	23,469	31,668
(e) Electrical Installation		137,482	137,482	-	15,591	15,591	121,891	-
(f) Air Conditioner	70,000	32,593	102,593	2,401	20,960	23,361	79,232	67,599
(g) Motor Car		942,361	942,361	-	115,790	115,790	826,571	-
(h) Computer	58,389	33,250	91,639	20,839	27,160	47,999	43,640	37,550
Total	382,018	3,027,942	3,409,960	31,536	326,465	358,001	3,051,959	350,482
Previous year	21,601	360,417	382,018	21,601	9,935	31,536	350,482	-

Madhu Sharma




Anand Bhatta

SHREE SHALEEN TEXTILES LIMITED
Notes forming part of the financial statements

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
17 : Revenue from operations		
Sale of Products (Indigenous Sales)		
Manufactured Goods		
Products & Commodities- Readymade Garments	118,804,321	44,474,172
Products & Commodities- Cloth	5,530,784	-
Traded Goods		
Products & Commodities- Cloth	200,000	3,651,200
	124,535,105	48,125,372
18 : Other Income		
Brokerage & Discount	1,960	20,843
Dividend Income	4,250	4,250
Interest Received	3,484,760	3,220,160
Other Income	28,336	-
Contract receipts	684,774	3,541,667
	4,204,080	6,786,920
19 : Changes in Inventories of Stock-in-trade		
Inventories at the end of the year		
Traded Goods	26,043,001	16,860,109
Inventories at the beginning of the year		
Traded Goods	16,860,109	225,368
Stock Increased /(Decreased)	9,182,892	16,634,741
20 : Purchases of Stock in trade		
Products & Commodities- Fabric & Accessories	101,969,483	53,745,099
Products & Commodities- Yarn	4,797,517	0
Total	106,767,000	53,745,099
21 : Employee benefits expense		
Salaries and wages	3,793,661	1,242,742
Staff Welfare	267,263	48,670
Total	4,060,924	1,291,412
22 : Finance Costs		
Interest Paid	32,856	36,246
	32,856	36,246

Amjad Ghazi

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Manish Sharma



Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
23 : Other expenses		
Advertisement & Publicity	40,511	0
Freight and forwarding	457,815	167,190
Jobwork charges	20,546,987	9,806,180
Consumption of Stores & Spares	71,816	0
Testing & Sampling	19,071	0
Amortisation of share issue expenses	361,094	361,094
Bank Charges	24,856	11,770
Insurance Charges	27,967	0
Commission	1,238,017	0
Telephone & Internet Charges	77,554	59,514
Travelling and conveyance	408,072	431,347
Office & General Expenses	145,226	83,866
Rent	262,500	96,815
Rates and taxes	63,211	0
Repairs & Maintenance	52,343	7,530
Depository & Share Transfer Charges	144,180	134,657
Auditors Remuneration		
Statutory Audit Fees	85,875	50,000
Printing and stationery	30,571	52,220
Postage & Courier Expenses	40,257	0
Power & Fuel	130,939	0
Listing Fees	229,000	100,000
Business promotion	0	2,785,000
Donations and contributions	2,500	0
Legal and professional	133,300	121,690
Miscellaneous expenses	241,350	68,159
Total	24,835,011	14,337,032
24 : Contingent liabilities	Nil	Nil
25 : Dues to Micro, Small and Medium Enterprises		
Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.		
26 : Deferred Tax Liability (Net)		
Deferred Tax Liability on account of difference in depreciation as per tax books and financial books	Nil	Nil
Total	Nil	Nil
27 : Expenditure in foreign currency	Nil	Nil
28 : Earnings in foreign exchange	Nil	Nil
29 : Related party transactions		
Details of related parties:		
Description of relationship	Names of related parties	
Key Management Personnel (KMP) and their relatives	Mr. Amad Riyaz Bhati - Director	
	Mr. Madhu Sharma - Director	
	Mr. Zeeshan Hanif Shaikh - Director	
* Relatives of KMP	Mrs. Sarita Sharma	
# Companies in which KMP & their relatives are Directors	Ever Comfort Travels I Ltd	

Note: Related parties have been identified by the Management.

Amad Riyaz Bhati



Madhu Sharma



Details of related party transactions during the year ended 31 March, 2016 and balances outstanding as at 31 March, 2016:		
Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
Outstanding at the year end : Loans & Advances		
Loans & Advances		
Lawson Trading Co. P Ltd *	-	6,342,444
Sarita Sharma	30,000	-
Outstanding at the year end : Unsecured Loans		
Ancient Leasing Finance & Investment Co. Ltd *	-	100,000
Sarita Sharma	-	540,000
Ever Comfort Travels I Ltd	1,122,176	1,122,176

* The parties are not related during the year.

30 : Disclosure as per Clause 32 of the Listing Agreements with the Stock Exchanges		
Loans and advances in the nature of loans given to subsidiaries, associates and others and investment in shares of the Company by such parties:		
Name of the party	Amount outstanding as at 31 March, 2016	Maximum balance outstanding during the year
Sarita Sharma	30,000	30,000

31 : Earnings per share		
	For the year ended 31 March, 2016	For the year ended 31 March, 2015
<u>Basic</u>		
<u>Continuing operations</u>		
Net profit / (loss) for the year from continuing operations	1491836	1618445
Less: Preference dividend and tax thereon	0	0
Net profit / (loss) for the year from continuing operations attributable to the equity shareholders	1491836	1618445
Weighted average number of equity shares	83175000	83175000
Par value per share	2	2
Earnings per share from continuing operations - Basic	0.02	0.02

32 : Previous year's figures
Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification / disclosure.

For SATISH SONI & CO.

Chartered Accountants

FR No. 109333W

Satish Soni
(Partner)

M. No. 044391

Place : Mumbai

Date : 30 May 2016



For and on behalf of the Board of Directors

Madhu Sharma
(Madhu Sharma)

Director
(DIN: 01833305)

Place : Mumbai

Date : 30 May 2016

Amad Bhati
(Amad Bhati)

Director
(DIN: 06834976)

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SHREE SHALEEN TEXTILE LIMITED

Regd. Off.: C-108, Room B, "E" Wing, Crystal Plaza Co-Op Society, New
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