



18/10/17

JLS & Company
Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

The Members,
Satyen Polymers Private Limited,
Mumbai.

Report on Financial Statements

We have audited the accompanying financial statements of **M/s SATYEN POLYMERS PRIVATE LIMITED** which comprise the Balance sheet as at 31st March 2016 and also the statement of profit and loss account for the year ended 31st March 2016, 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 and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. 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

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 March 31, 2016, and its Profit/Loss and Its Cash Flow for the year ended on that date.

Report on Other Legal and Regulatory Requirements

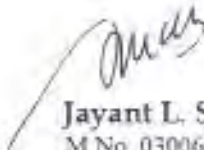
1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
 - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;



JLS & Company
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- 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 written representations received from the directors as on March 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **"Annexure B"**.
- (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 has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For JLS & Company
FRN: 133185W
Chartered Accountants


Jayant L. Shah
M.No. 030066
(Proprietor)



Place: Mumbai
Date: 02.09.2016



M/S. SATYEN POLYMERS PRIVATE LIMITED
ANNEXURE A TO INDEPENDENT AUDITORS REPORT

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2016:

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;

(b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.

(c) The title deeds of immovable properties are held in the name of the company.
- 2) (a) The management has conducted the physical verification of inventory at reasonable intervals.

(b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.



JLS & Company Chartered Accountants

- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2016 for a period of more than six months from the date on when they become payable.
- b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.

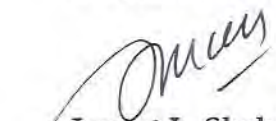


JLS & Company
Chartered Accountants

- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For JLS & Company
FRN: 133185W
Chartered Accountants

Place: Mumbai
Date: 02.09.2016


Jayant L. Shah
M.No. 030066
(Proprietor)





"Annexure B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of M/S. SATYEN POLYMERS PRIVATE LIMITED

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 M/s. Satyen Polymers Private Limited as of March 31, 2016 in conjunction with our audit of the standalone 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". 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, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' 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 Standards 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 the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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



Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

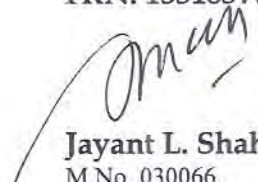
Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial 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 March 31, 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 JLS & Company
Chartered Accountants
FRN: 133185W


Jayant L. Shah
M.No. 030066
(Proprietor)



Place: Mumbai
Date: 02.09.2016

SATYEN POLYMERS PVT LTD

BALANCE SHEET AS AT 31.03.2016

EQUITY AND LIABILITIES

Shareholders' Funds

Share Capital

Reserves and Surplus

Non Current Liabilities

Long Term Borrowings

Current Liabilities

Short Term Borrowings

Trade Payables

Other Current Liabilities

Short Term Provisions

Total

ASSETS

Non Current Assets

Fixed Assets

Tangible Assets

Non Current Investments

Long Term Loans and Advances

Other Non Current Assets

Current Assets

Inventories

Trade Receivables

Cash and Cash Equivalents

Short Term Loans and Advances

Total

NOTES

		31.03.2016		31.03.2015	
		Rs.	Rs.	Rs.	Rs.
2	40,000,000			40,000,000	
3	95,621,711			83,093,874	
			135,621,711		123,093,874
4			1,002,603		1,520,853
5	111,970,266			149,096,766	
6	108,001,252			156,599,456	
7	22,855,821			19,587,766	
8	12,844,473			6,797,061	
			255,671,812		332,081,049
			392,296,126		456,695,776
9	30,150,456			34,694,261	
10	3,852,875			3,852,875	
	-			-	
	-			802,979	
			34,003,331		39,350,115
11	62,908,028			74,813,494	
12	206,517,068			295,206,266	
13	23,700,093			9,650,373	
14	65,167,606			37,675,528	
			358,292,795		417,345,661
			392,296,126		456,695,776

As per our report of even date attached
Correctly extracted from the Books of Account

For J L S & CO

(Chartered Accountants)

JAYANT L SHAH
(Proprietor)

Date : 02.09.2016

Place: Mumbai



For SATYEN POLYMERS PVT LTD

DIRECTOR
Satyen J Vora
DIN 00441785

DIRECTOR
Devayani J Vora
DIN 01998904

SATYEN POLYMERS PVT LTD

MANUFACTURING, TRADING AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2016

PARTICULARS	Notes	31.03.2016		31.03.2015	
		Rs.	Rs.	Rs.	Rs.
REVENUE					
Sales(Gross)		899,384,152		1,215,711,907	
		899,384,152		1,215,711,907	
Less:Excise Duty		100,481,006		133,373,573	
			798,903,146		1,082,338,334
Variation in stock			8,032,241		(11,676,676)
Other Income	15		66,670		969
			807,002,057		1,070,662,627
EXPENSES					
Cost of Materials Consumed/Purchases		652,218,346		958,397,632	
Employee Benefits Expenses	16	61,728,406		34,728,423	
Finance Costs(net)	17	12,752,966		17,573,256	
Depreciation		7,127,674		9,921,544	
Other Expenses	18	54,723,288		44,576,218	
			788,550,680		1,065,197,073
Profit Before Tax			18,451,377		5,465,554
Income Tax paid			342,127		-
Provision for deferred tax			(1,745,587)		-
Provision for Income Tax			7,327,000		4,043,000
Profit for the year			12,527,837		1,422,554

As per our report of even date attached

Correctly extracted from the Books of Account

For J L S & CO
(Chartered Accountants)

MAH
JAYANT L SHAH
(Proprietor)

Date : 02.09.2016

Place: Mumbai



For SATYEN POLYMERS PVT LTD

SJV
DIRECTOR
Satyen J Vora
DIN 00441785

D J. Vora
DIRECTOR
Devyani J Vora
DIN 01998904

SATYEN POLYMERS PVT LTD
ACCOUNTING YEAR ENDED 31.03.2016

As at

Note - 2 - Share Capital

Authorised

Equity Shares of Rs. 10 each

9% Non cumulative Pref Shares of Rs. 10 each

Issued, subscribed and fully paid up

Equity Shares of Rs. 10 each

Details of shares held by each share holder more than 5% of shares
 Equity shares with voting rights

Jitendra J Vora

Devyani J Vora

Satyen J Vpra

Note - 3 -Reserves and Surplus

Surplus in statement of Profit and Loss

Balance as per last account

Add : Profit for the year

Note - 4 Long Term Borrowings

Secured (Secured by Tempo)

Car Loan from Kotak Mahindra Prime Ltd

Tempo Loan from HDFC Bank

Note - 5 Short Term Borrowings

Loans payable on demand

Secured (Secured by hypothecation of stocks and book debts)

Cash Credits from Banks

Buyers Credit from Banks

Unsecured

From related parties

Debits

Note - 6: Trade Payables

Suppliers Credit

31.03.2016		31.03.2015	
No of shares	Rs.	No of shares	Rs.
4000000	40,000,000	4000000	40,000,000
1000000	10,000,000	1000000	10,000,000
5000000	50,000,000	5000000	50,000,000
4000000	40,000,000	4000000	40,000,000
4000000	40,000,000	4000000	40,000,000
No of shares	%	No of shares	%
0	0	3999800	99.99
2000100	50.0025		
1999800	49.9950		
31.03.2015		31.03.2014	
Rs.		Rs.	
83,093,874		81,671,320	
12,527,837		1,422,554	
95,621,711		83,093,874	
1,002,603		1,456,527	
-		64,326	
1,002,603		1,520,853	
60,190,980		69,262,896	
-		10,591,766	
51,729,286		69,192,104	
50,000		50,000	
111,970,266		149,096,766	

108,001,252

108,001,252

156,599,456

156,599,456

SATYEN POLYMERS PVT LTD
ACCOUNTING YEAR ENDED 31.03.2016

Note - 7: Other Current Liabilities

Advances received from customers
Statutory dues payable

7,909,654

10,351,370

14,946,167

9,236,396

22,855,821

19,587,766

Note - 8: Short Term Provisions

Provision for Income tax
Other provisions

7,327,000

4,043,000

5,517,473

2,754,061

12,844,473

6,797,061

SATYEN POLYMERS PVT LTD
ACCOUNTING YEAR ENDED 31.03.2016

Note - 9: Fixed Assets

Tangible Assets	
SR. NO	PARTICULARS
1	Land(free hold)
2	Land-Sarigam(free hold)
3	Factory Building
4	Shop/Flat at Silvassa
5	Electric Fittings
6	Furniture & Fixtures
7	Tempo
8	Lab Equipments
9	Plant & Machinery
10	Computers
11	Office Equipments
12	Refrigerator
13	Bycycle
14	Motor Vehicle
15	Scooter
16	Air Conditioner

GROSS BLOCK			DEPRECIATION			NET BLOCK		
AS ON 01.04.15	ADDITION	DEDUC- TION	AS ON 31.03.16	UP TO 01.04.15	ADDIT- ION	DEDUC- TION	AS ON 31.03.16	AS ON 31.03.15
1022074	0	0	1022074	0	0	0	1022074	1022074
5884649	0	0	5884649	0	0	0	5884649	5884649
12175200	0	0	12175200	6411800	1285166	0	7696966	57634000
1952500	0	0	1952500	410556	75143	0	485699	1541944
1097188	11550	0	1108738	996276	52074	0	1048350	100912
719089	63000	0	782089	466025	107729	0	573754	253064
4212265	0	595211	3617054	2344819	911574	595211	2661182	1867446
439666	2346	0	442012	346330	48308	0	394638	93336
30774081	685239	0	31459320	18031055	2122520	0	20153575	12743026
9068389	595153	0	9663542	7949292	991850	0	8941142	1119097
473716	46321	0	520037	451811	19371	0	471182	21905
224190	0	0	224190	144407	33633	0	178040	79783
6430	0	0	6430	6397	33	0	6430	33
7055719	1180260	0	8235979	3320730	1301870	0	4622600	3734989
395665	0	0	395665	311984	33158	0	345142	83681
826348	0	0	826348	441426	145245	0	586671	384922
76327169	2583869	595211	78315827	41632908	7127674	595211	48165371	34694261

Note: Depreciation is provided on written down value method

SATYEN POLYMERS PVT LTD
ACCOUNTING YEAR ENDED 31ST MARCH, 2016

Note - 10: Non-Current Investments

	31.03.2016	31.03.2015
	<u>Rs.</u>	<u>Rs.</u>
Investments(At cost)		
Paintings	1,302,875	1,302,875
Shares of Satyen Scott Bader Pvt Ltd	2,550,000	2,550,000
	<u>3,852,875</u>	<u>3,852,875</u>

Note - 11: Inventories

Raw Materials(including packing materials)	48,417,807	68,355,514
Finished Goods	14,490,221	6,457,980
	<u>62,908,028</u>	<u>74,813,494</u>

Note - 12: Trade Receivables

Unsecured, considered good

Over six months old	13,341,358	19,060,899
Others	193,175,710	276,145,368
	<u>206,517,068</u>	<u>295,206,267</u>

Note - 13: Cash and Cash Equivalents

Cash on hand	239,897	240,405
Petty Cash balance-Silvassa	652,549	542,794
Petty Cash balance-Karnataka	0	0
Petty Cash balance-Head Office	34,388	59,203
<u>Balances with Banks</u>	0	0
Dena Bank Silvassa	112,633	159,269
H D F C Bank-02408640000089	0	313,309
H D F C Bank-5890	22,140,833	7,520,024
Bank of India-Worli Branch	365,157	777,054
Federal Bank-12850200021008	154,637	38,316
	<u>23,700,094</u>	<u>9,650,374</u>

Note - 14: Short-Term Loans and Advances

Deposits with Government, public bodies and others	26,997,018	3,160,793
Advance payment of taxes	6,542,922	4,014,459
Advances recoverable in cash/kind	26,340,172	26,340,172
Advances to suppliers	1,320,744	610,047
Advances to employees	1,274,524	1,471,504
Other advances	2,692,226	2,078,082
	<u>65,167,606</u>	<u>37,675,060</u>

Note - 15: Other Income

Profit on sale of Assets	66,670	-
Other Income	-	969
	<u>66,670</u>	<u>969</u>

SATYEN POLYMERS PVT LTD
ACCOUNTING YEAR ENDED 31.03.2016

Notes - 16: Employee Benefits Expenses

Employee Remuneration - Factory	10,493,589	10,158,522
Employee Remuneration - Head Office	49,792,038	23,301,600
Contributions to Provident and other funds	1,442,779	1,268,301
	<u>61,728,406</u>	<u>34,728,423</u>

Notes - 17: Finance Cost

Interest paid to Banks	1,163,196	5,796,864
Interest paid to Others(net)	10,084,174	9,578,619
Bank Charges and Commission	1,505,596	2,154,742
Bill discounting Charges	-	43,031
	<u>12,752,966</u>	<u>17,573,256</u>

Notes - 18: Other Expenses

Telephone Charges	907,082	841,119
Electricity Charges-Factory	1,689,076	2,209,421
Insurance Charges	1,420,296	1,711,118
Advertisement Expenses	256,795	134,550
Audit Fees	180,315	29,890
Electricity Charges-Head Office	1,322,298	1,132,836
Bad Debts	10,027,271	1,422,858
Commission & Brokerage	1,114,874	5,081,859
Courtesy Expenses	1,043,534	948,939
Leakages & Damages	24,570	1,244,987
Discount & Rate Difference	6,448,008	5,449,849
Interest on Vehicle Loan	122,395	32,221
Legal, Professional and other Charges	4,977,231	3,338,513
Miscellaneous Expenses	2,044,305	2,225,016
Postage & Courier	171,065	249,162
Printing & Stationery	368,586	474,455
Rent Paid	9,109,320	4,523,320
Repairs & Maintenance	3,273,338	3,035,458
Sales Promotion	1,798,917	2,265,255
Security Charges	363,200	436,323
Staff & Labour Welfare	1,925,351	1,692,934
Vehicle Expenses	1,796,674	2,820,501
Filing Fees	16,282	26,601
Profession Tax	2,500	5,000
Sales Tax Paid	1,366,355	41,653
Travelling Expenses	2,590,905	1,914,165
Service Tax Paid	342,291	1,020,936
Water Charges	20,454	14,029
Loss on Sale of Assets	-	253,250
	<u>54,723,288</u>	<u>44,576,218</u>

SATYEN POLYMERS PRIVATE LIMITED
PREVIOUS YEAR ENDED 31ST MARCH, 2016

NOTES FORMING PART OF BALANCE SHEET AND PROFIT & LOSS ACCOUNT

SIGNIFICANT ACCOUNTING POLICIES:-

- 1) SALES:- Sales included sale of goods and services but is net of trade discount, sale tax collected and excise duty.
- 2) ACCOUNTING SYSTEM:- Company follows accrual system of accounting in the preparation of accounts.
- 3) FIXED ASSETS:- Fixed Assets are stated at cost of acquisition less accumulated depreciation.
- 4) DEPRECIATION:- Depreciation on all fixed assets is provided under the straight line value method at the rates and in the manner prescribed by the Schedule II to the Companies Act, 2013. (Except Leasehold Land which is amortized over the period of lease.)
- 5) INVENTORIES:- Finished and Semi-finished products produced by the Company is valued at lower of cost or market price.
- 6) DEFERRED TAX :- No provision for deferred tax liability is made in the books of the Company.
- 7) MISCELLANEOUS EXPENDITURE:- Miscellaneous Expenditure, Preliminary Expenses are written off over a period of 5 years beginning from the year of commercial activities.
- 8) CONTINGENT LIABILITIES:- No provision is made for liabilities which are contingent in nature but if material, the same are disclosed by way of notes to accounts. L C opened with Citi Bank N A but not paid amounting to Rs. 73,35,557/- and with Standard Chartered Bank Rs. 68,62,303/- (out of which material worth Rs.1,24,65,870/- received) as on 31st March, 2016 is of contingent in nature and not accounted in books of account.
- 9) JOINT VENTURE: 50% shares of M/s Satyen Scott Bader Pvt Ltd under joint venture agreement.

Total revenue of joint venture entity	Rs. 6,11,82,268/-
Total expenses of joint venture entity	Rs. 5,62,32,923/-
Total assets of joint venture entity	Rs. 2,84,77,003/-
Total liabilities of joint venture entity	Rs. 2,84,77,003/-
Total net profit (after tax) of joint venture entity	Rs. 33,31,273/-

NOTES ON ACCOUNTS:-

1) Related Party Disclosures

i) Related Parties and Relationship

Marketing International	India	Associated Company
Krishna Adhesives & Coatings Pvt Ltd	India	Associated Company

Satyen Chemical Industries	India	Associated Company
Satyen Scott Bader Pvt Ltd	India	Associated Company
Tevo Performance Coatings Pvt Ltd	India	Associated Company
Rhino Linings India Pvt Ltd	India	Associated Company

ii) Related party transactions

	Associate Company	Relative of Director	Promoter/ Director	Total
Purchase of Goods(Markeing International-Sil)	11377795	0	0	11377795
Purchase of Goods(Satyen Scott Bader Pvt Ltd)	74880	0	0	74880
Discount allowed to (Satyen Scott Bader Pvt Ltd)	6215525	0	0	6215525
Sale of Goods(Satyen Scott Bader Pvt Ltd)	72030497	0	0	72030497
Commission paid to(Tevo Performance Coatings Pvt Ltr	952169	0	0	952169
Interest Paid(Satyen Chemical Industries)	840000	0	0	840000
Interest Paid	0	3227642	4560371	7788013
Interest Paid(Markeing International-Sil)	2661070	0	0	2661070
Remuneration Paid	0	3650000	35024616	38674616
Loans taken during the year(net & excluding interest)	0	29992040	2641491	32633531
Loans repaid during the year(net excluding interest)	0	901951	49194398	50096349

2 Turnover, Closing and Opening Balance

	Turnover		Closing Balance		Opening Balance	
	Qty(kgs)	Rs.	Qty(kgs)	Rs.	Qty(kgs)	Rs.
Polyester Resin	7591445 (8990088)	777995003 (1053176933)	183455 (59361)	14221725 (6071080)	59361 (162266)	6071080 (18007506)
Adhesives in Ltrs	144486 (164040)	20908143 (19934994)	3440 (4690)	268496 (386900)	4690 (1576)	386900 (139902)

3 Licenced and Installed Capacities and Production

	Licenced Capacity+	Installed Capacity*	Production
Polyester Resin	N A (Nil)	N A (Nil)	7715539 (8887183)
Adhesive (in Ltr per annum)	N A (Nil)	N A (Nil)	143236 (167154)

* Not verified by Auditors

+ This being a SSI unit, Licence is not required.

4 Value of direct imports(CIF Value)

Nil

Nil

5 Percentage of imported and indigenous raw material

	Year Ended 31.3.2016		Year Ended 31.3.2015	
	Rs.	%	Rs.	%
Imported(At landed cost)	92789081	14.23%	105923230	11.31%
Indigenous	559429265	85.77%	830912411	88.69%
	652218346	100.00%	936835641	100.00%

6 Expenditure in foreign currency: 93761331 106255663

7 Earnings in foreign foreign currency Nil Nil

8 Managerial remuneration paid to Director:-
Remuneration 35024616 12420592

9 Payment to Auditors
Audit Fees 180315 29890
Taxation 0 0
Other Matters 0 0
180315 29890

10 Additional information pursuant to paragraph 4A,4C & 4D, of part II of revised Schedule VI to the Companies Act, 2013, are not applicable to the Company for the period under audit.

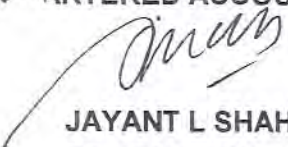
11 Previous years figures have been regrouped & reclassified wherever necessary.

Note:- Figures in the bracket represent last year's figures.

Signature to all Schedules and Notes on Accounts.

As per our report of even date attached

For J L S & CO
CHARTERED ACCOUNTANT


JAYANT L SHAH
PROPRIETOR



PLACE : Mumbai

DATE : 02.09.2016

FOR AND BEHALF OF THE BOARD
FOR SATYEN POLYMERS PRIVATE LIMITED


DIRECTOR
Satyen J Vora
DIN 00441785


DIRECTOR
Devyani J Vora
DIN 01998904

SATYEN POLYMERS PVT LTD

ACCOUNTING YEAR ENDED 31ST MARCH, 2016

<u>CASH FLOW STATEMENT</u>	31.03.2016 (Rs)	(Rs in '000) 31.03.2015 (Rs)
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before Tax & Extraordinary items	18451.38	5465.56
Adjusted for:		
Depreciation	7127.67	9921.54
Finance Charges-Bank	2668.79	7994.64
Finance Charges-Others	10084.17	9578.62
Loss/(Profit) on sale of assets	-66.67	253.25
Operating profit before working capital changes	38265.35	33213.61
Adjustments for:		
Changes in inventories	11905.47	6833.45
Changes in receivables, advances and other assets	62000.10	14526.74
Changes in payables, liabilities and provisions	-81990.65	-23757.89
Net Cash generated from operating activities	30180.26	30815.90
Income tax refund/(payment)	-342.12	0.00
Net Cash generated from operating activities (A)	29838.14	30815.90
B CASH FLOW FROM INVESTING ACTIVITIES		
Addition to Fixed Assets	-2583.87	-5936.97
Sale of Fixed Assets	66.67	200.00
Net Cash (used in)/from investing activities (B)	-2517.20	-5736.97
C CASH FLOW FROM FINANCING ACTIVITIES		
Finance Charges-Bank	-2668.79	-7994.64
Finance Charges-Others	-10084.17	-9578.62
Changes in Short/Long Term Borrowings-Bank	-518.25	1096.34
Changes in Short Term Borrowings-Others	0.00	0.00
Net Cash (used in)/from Financing activities (C)	-13271.22	-16476.91
net increase/(decrease) in cash and cash equivalents(A+B+C)	14049.73	8602.01
Cash and Cash equivalents at the beginning of the year	9650.37	1048.36
Cash and Cash equivalents at the end of the year	23700.09	9650.37
net increase/(decrease) in cash and cash equivalents	14049.72	8602.01

As per our report of even date attached
Correctly extracted from the Books of Account

For J L S & CO
(Chartered Accountants)

JAYANT L SHAH
(Proprietor)

Date : 02 09 2016



For SATYEN POLYMERS PVT LTD

SJV *[Signature]*
DIRECTOR
Satyen J Vora
DIN 00441785

DJV *[Signature]*
DIRECTOR
Devyani J Vora
DIN 01998904