

**VERA SYNTHETIC  
PRIVATE LIMITED**

*Annual Account*  
*2014-2015*

**AUDITORS:-**  
**M/s. S.VORA & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**  
**204, KRUSHNA DARSHAN COMPLEX,**  
**PARIMAL CHOWK, BHAVNAGAR \***  
Cell: e-mail :



# INDEPENDENT AUDITOR'S REPORT

TO,

**THE MEMBERS OF VERA SYNTHETIC PVT.LTD.**

## **Report on the Financial Statements**

We have audited the accompanying financial statements of **VERA SYNTHETIC PVT.LTD.** ("the Company"), which comprise the Balance Sheet as at **31/03/2015**, the Statement of Profit and Loss, for the year then ended, and a summary of the significant accounting policies and other explanatory information.

## **Management's Responsibility for the Financial Statements**

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

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and



perform the audit to obtain reasonable assurance about whether the 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.

### **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 **31/03/2015**, and its **Profit** for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

This report doesn't include a statement on the matters specified in paragraph 3 and 4 of the Companies (Auditor's Report) Order, 2015, issued by the department of company affairs, in terms of sub section 11 of section 143 of the companies Act, 2013 since in Our opinion and according to the information and explanation given to us, the said order is not applicable to the company.

As required by Section 143 (3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, and 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 31/03/2015 taken on record by the Board of Directors, none of the directors is disqualified as 31/03/2015 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
  - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

Date : 30/09/2015  
Place : BHAVNAGAR

For S. Vora & Associates  
(Chartered Accountants)



M.No. : 144990  
Firm Registration No. 133585W

## Annexure to the Independent Auditors' Report

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

### (1) In Respect of Fixed Assets

- (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) Fixed assets have been physically verified by the management at reasonable intervals; No material discrepancies were noticed on such verification.

### (2) In Respect of Inventory

- (a) Inventory has been physically verified by the management at reasonable intervals during the year.
- (b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) Company is maintaining proper records of inventory. No material discrepancies were noticed on physical verification.

### Loans and advances to parties covered under section 189

The company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 189 of the companies act

- (a) The company has not granted any loan, Therefore the question of the rate of interest and other terms and conditions on which loans have been granted does not arise
- (b) There is no overdue amount of any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act

### (4) Internal Control in reference to Purchase of Inventory and Fixed Assets and whether there is continue failure of internal control

In our opinion and according to the information and explanations given to us there are adequate internal control system commensurate with the size of the company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of audit We have not observed continuing failure to correct major weaknesses in internal control system.

### Rules followed while accepting Deposits

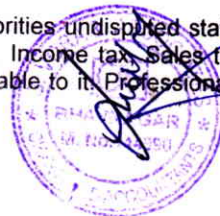
In respect of deposits accepted, in our opinion and according to the information and explanations give to us, directives issued by the Reserve Bank of India and the provisions of Section 73 to 76 or an other relevant provisions of the Companies Act, 2013 and the rules framed there under, to the extent applicable, have been complied with. We are informed by the management that no order has been passed by the company law Board, National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal.

### (6) Maintenance of cost records

The Company is not required to maintain cost records pursuant to the Rules made by the Central Government for the maintenance of cost records under sub-section (l) of section 148 of the Companies Act.

### (7) According to the information and explanations given to us in respect of statutory dues

- (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including Provident fund, Investor education protection fund, Employees' state insurance, Income tax, Sales tax, Wealth tax, Service tax, Custom duty, Excise duty, Cess and other material statutory dues applicable to it. Professional tax of Rs. 1,78,090 is out standing since 01-04-2010



(b) According to the records of the Company, there are no dues of provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax or cess and any other statutory dues with the appropriate authorities that have been not been deposited on amount of any dispute.

(c) No such amount required to be transferred to investor education and protection fund in accordance with the relevant provision of the act.

**(8) Company which has been registered for a period less than five years and accumulated losses are more than 50% of Net worth, Reporting of cash Losses**

The company does not have any accumulated losses at the end of the financial year and has not incurred cash losses in the financial year and in the immediately preceding financial year.

**(9) Default in Repayment of Loans taken from Bank or Financial Institutions**

Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institution or bank.

**(10) Terms for Loans and Advances from Banks or Financial Institutions prejudicial to the interest of the company**

On the basis of records examined by us and information provided by the management, we are of the opinion that the company has not given guarantees for loans taken by other from banks or financial institutions.

**(11) Application versus purpose for which Loan Granted**

In our opinion, the term loans raised by the company during the year has been applied for the purpose for which it was raised.

**(12) Reporting of Fraud During the Year Nature and Amount**

According to the information and explanation given to us, no fraud on or by the company has been noticed or reported during the year.

Date : 30/09/2015

Place : BHAVNAGAR

For S. Vora & Associates  
(Chartered Accountants)



M.No. : 144990  
Firm Registration No. 133585W

VERA SYNTHETIC PRIVATE LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2015.

Particulars		Notes	AS AT 31.03.2015	AS AT 31.03.2014
			Amount	Amount
<b>I. EQUITY AND LIABILITIES</b>				
<b>1 Shareholders' funds</b>				
(a)	Share capital	2	1,80,00,000	1,80,00,000
(b)	Reserves and surplus	3	1,53,61,434	1,38,36,985
(c)	Money received against share warrants		0	0
	<b>Sub-total (1)</b>		<b>3,33,61,434</b>	<b>3,18,36,985</b>
<b>2 Share application money pending allotment</b>				
<b>3 Non-current liabilities</b>				
(a)	Long-term borrowings	4	0	1,05,33,863
(b)	Deferred tax liabilities (Net)		0	0
(c)	Other Long term liabilities		0	0
(d)	Long-term provisions		0	0
	<b>Sub-total (2)</b>		<b>0</b>	<b>1,05,33,863</b>
<b>4 Current liabilities</b>				
(a)	Short-term borrowings	5	1,26,24,209	2,26,36,776
(b)	Trade payables	6	60,48,946	53,94,350
(c)	Other current liabilities	7	68,56,564	92,24,109
(d)	Short-term provisions	8	16,14,223	13,57,336
	<b>Sub-total (3)</b>		<b>2,71,43,942</b>	<b>3,86,12,571</b>
	<b>TOTAL</b>		<b>6,05,05,376</b>	<b>8,09,83,419</b>
<b>II. ASSETS</b>				
<b>Non-current assets</b>				
<b>1 (a) Fixed assets</b>				
(i)	Tangible assets	9	1,14,08,316	1,38,00,092
(ii)	Intangible assets		0	0
(ii)	Capital work-in-progress		36,80,952	36,80,952
(iv)	Intangible assets under development		0	0
			1,50,89,268	1,74,81,044
(b)	Non-current investments		0	0
(c)	Deferred tax assets (net)	10	9,80,421	7,62,396
(d)	Long-term loans and advances	11	13,53,851	24,67,151
(e)	Trade receivables		0	0
(f)	Other non-current assets		0	0
	<b>Sub-total (1)</b>		<b>1,74,23,540</b>	<b>2,07,10,591</b>
<b>2 Current assets</b>				
(a)	Current investments		0	0
(b)	Inventories	12	76,08,265	2,36,78,888
(c)	Trade receivables	13	3,11,84,042	2,94,27,914
(d)	Cash and cash equivalents	14	3,77,519	6,22,672
(e)	Short-term loans and advances	15	20,98,165	49,30,354
(f)	Other current assets	16	18,13,846	16,13,000
	<b>Sub-total (2)</b>		<b>4,30,81,837</b>	<b>6,02,72,828</b>
	<b>TOTAL</b>		<b>6,05,05,377</b>	<b>8,09,83,419</b>
Significant Accounting Policies				
Notes forming part of the financial statements		1-23		

As per our report of even dated.

For, S. VORA & ASSOCIATES  
Chartered Accountants

(SHRIPAL V. VORA)  
Proprietor  
M.No.144990

Dated : 30/09/2015

Place : Bhavnagar.

For, VERA SYNTHETIC PRIVATE LIMITED

Director.

શ્રી રાજેશ્વરજી સુરેશ્વરજી

Director.

VERA SYNTHETIC PRIVATE LIMITED

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED  
31ST MARCH, 2014.

Particulars	Notes	2014-2015	2013-2014
		Amount`	Amount`
I. Revenue from operations	17	24,78,58,229	20,07,23,808
II. Other income	18	3,45,399	3,54,523
<b>III. Total Revenue (I + II)</b>		<b>24,82,03,628</b>	<b>20,10,78,331</b>
<b>IV. Expenses:</b>			
Cost of materials consumed	19	18,55,10,055	14,94,94,096
Purchases of Stock-in-Trade	20	1,47,060	0
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	21	-10,65,676	-32,34,794
Employee benefits expense	22	1,33,05,236	1,36,62,105
Finance costs	23	35,06,663	33,32,652
Depreciation and amortization expense	24	28,41,874	30,36,468
Other expenses	25	3,91,18,604	2,98,61,655
<b>Total expenses (IV)</b>		<b>24,33,63,817</b>	<b>19,61,52,182</b>
<b>V. Profit before exceptional and extraordinary items and tax (III-IV)</b>		<b>48,39,811</b>	<b>49,26,149</b>
VI. Exceptional items		0	0
<b>VII. Profit before extraordinary items and tax (V - VI)</b>		<b>48,39,811</b>	<b>49,26,149</b>
VIII. Extraordinary Items		0	0
<b>IX. Profit before tax (VII- VIII)</b>		<b>48,39,811</b>	<b>49,26,149</b>
X Tax expense:			
(1) Current tax		17,79,228	0
(2) Deferred tax		-2,18,025	-1,87,767
<b>XI Profit (Loss) for the period from continuing operations (VII-VIII)</b>		<b>32,78,608</b>	<b>51,13,916</b>
XII Profit/(loss) from discontinuing operations			
XIII Tax expense of discontinuing operations			
<b>XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)</b>			
<b>XV Profit (Loss) for the period (XI + XIV)</b>		<b>32,78,608</b>	<b>51,13,916</b>
XVI Earnings per equity share:	26		
(1) Basic & Diluted.		1.82	2.84
Significant Accounting Policies			
Notes forming part of the financial statements	1-26		

As per our report of even dated.

For, S. VORA & ASSOCIATES  
Chartered Accountants

(SHRIPAL V. VORA)  
Proprietor  
M.No.144990

Dated : 30/09/2015  
Place : Bhavnagar.

For, VERA SYNTHETIC PRIVATE LIMITED

Director.

Director.



**VERA SYNTHETIC PRIVATE LIMITED**

**NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2015**

**NOTE NO.1 SIGNIFICANT ACCOUNTING POLICIES**

**a) General:**

i) Basis of Accounting:

The Financial Statements are prepared as per historical cost convention and in accordance with the Generally Accepted Accounting Principles (GAAP) in India, the provisions of the Companies Act 1956, and the applicable Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006. All Income and Expenditures having material bearing on the Financial Statements are recognized on accrual basis.

ii) Use of Estimates:

The presentation of the Financial Statements in conformity with the Generally Accepted Accounting policies requires, the management to make estimates and assumptions that affect the reported amount of Assets and Liabilities, Revenues and Expenses and disclosure of contingent liabilities. Such estimation and assumptions are based on management's evaluation of relevant facts and circumstances as on date of Financial Statements. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

iii) Basis of preparation

These financial statements have been prepared in accordance with the generally accepted accounting principles in India, under the historical cost convention and on accrual basis. These financial statements comply in all material respects with the applicable Accounting Standards notified under the Companies Act, 1956 ('the Act').read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013.

**b) Fixed Assets & Depreciation:**

- i. Tangible Fixed Assets acquired by the Company are reported at acquisition value, with deductions for accumulated depreciation and impairment losses, if any. The acquisition value includes the purchase price (excluding refundable taxes) and expenses directly attributable to assets to bring it to the factory and in the working condition for its intended use. Where the construction or development of any such asset requiring a substantial period of time to set up for its intended use, is funded by borrowings if any, the corresponding borrowing cost are capitalized up to the date when the asset is ready for its intended use.
- ii. Intangible Assets are reported at acquisition value with deductions for accumulated amortization and any impairment losses.
- iii. Capital work in progress includes cost of assets at sites, construction expenditure and advances made for acquisition of capital assets.



- iv. Depreciation has been provided as per Written Down Value basis in accordance with the provisions of section 205(2)(a) of the Companies Act, 1956 at the rates specified in schedule XIV of the said act as amended by the Companies (amendment) Act 1988.
- v. Depreciation on fixed assets added/disposed off during the year, is provided on prorata basis with reference to the date of addition/disposal or ready to put to use.
- vi. Assets scrapped/discarded from use and held for disposal are stated at lower of book value or their estimated net realizable value.

**c) Impairment of Assets:**

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the Statement of Profit & Loss in the year which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

**d) Investments:**

Long term investments are stated at cost. Fall in value, other than temporary, has been charged to profit and loss account. Current investments are stated at lower of cost and net realizable value.

**e) Inventories :**

- a) Trading Goods : Valued Stock or Market Price Whichever is Lower
- b) Stores & Spares : Valued at Weighted Average Cost.

**f) Retirement Benefits:**

i. Defined Contribution Plan:

The company's contribution paid/payable for the year to Provident Fund is recognized in the statement of Profit & Loss. The company has no obligation other than the contribution payable to the Government.

- ii. The company has defined benefits plan for Gratuity. The liability for which is determined on the basis of actuarial valuation at the end of the year an incremental liability is provided in the books of account.
- iii. The company has system of providing accumulating compensating absences non-vesting and hence no provision is made in the books of accounts for the leaves.

**g) Revenue Recognition:**

- i. Revenue/income and Cost / Expenditure are generally accounted on accrual basis as they are earned or incurred, except those with significant uncertainties.
- ii. Sales are recognized at the point of dispatch of goods to the customers. Sales are net of discounts, sales tax, excise and returns.
- iii. Interest income is recognized on time proportion basis.



- iv. Insurance claim receivable is recognized in the year of the loss to the extent ascertainable.
- v. The CENVAT Credit available on purchase of raw materials / capital items and other eligible inputs are adjusted against Excise Duty payable on clearance of finished goods.

**h) Foreign Currency Transaction :**

- i. Monetary assets and liabilities related to foreign currency transactions remaining unsettled at the end of the year are translated at year end rates.
- ii. The difference in translation of monetary assets and liabilities and realized gains and losses on foreign transactions are recognized in the Profit and Loss Account.
- iii. The premium or discount on forward exchange contracts is recognized in the profit and loss account over the period of the contract.

**i) Accounting For Government Grants/Refunds:**

Government grants/subsidies and refunds due from Government Authorities are accounted when there is reasonable certainty of their realization.

**j) Taxes on Income:**

Provision for current income tax is made on the basis of taxable income for the current accounting year in accordance with the provisions of Income Tax Act, 1961. Deferred tax assets/Liability is calculated at the current income tax rate and is recognized on timing difference, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets, subject to the consideration of prudence, are recognized and carried forward only to the extent that there is reasonable certainty that sufficient future income will be available against which such deferred tax assets can be realized.

**k) Borrowing Cost:**

Borrowing Costs relating to the acquisition/construction of qualifying assets are capitalized until the time all substantial activities necessary to prepare the qualifying assets for their intended use are complete. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charge to revenue.

**l) Earning Per Share:**

Basic earning per share is calculated by dividing the net profit after tax for the year attributable to Equity Shareholders of the Company by the weighted average number of Equity Shares outstanding at the end of the year. Diluted earning per Share is calculated by dividing net profit attributable to equity Shareholders (after adjustment for diluted earnings) by average number of weighted equity shares outstanding at the end of the year.

**m) Provisions, Contingent Liabilities & Contingent Assets:**

The company recognizes as provisions, the liability being present obligations arising from past events, the settlement of which is expected to result in outflow of re-



sources and which can be measured only by using a substantial degree of estimation.

Contingent liabilities are disclosed by way of a note to the financial statement after careful evaluation by the management of the facts and legal aspect of the matters involved.

Contingent assets are being neither recognized nor disclosed.



**VERA SYNTHETIC PRIVATE LIMITED**

**NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2015**

**NOTES No.2. SHARE CAPITAL :**

	AS AT 31.03.2015 Amount `	AS AT 31.03.2014 Amount `
<b>1 Authorised Shares:authorized;</b>		
18,00,000 (Prev.Yr 18,00,000) Equity Shares of Rs.10/- each.	1,80,00,000	1,80,00,000
	<u>1,80,00,000</u>	<u>1,80,00,000</u>
<b>2 Issued, subscribed and fully paid Shares</b>		
18,00,000 (Prev.Yr 18,00,000) Equity Shares of Rs.10/- each.	1,80,00,000	1,80,00,000
	<u>1,80,00,000</u>	<u>1,80,00,000</u>

**3 Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period;**

Equity Shares	No. of Shares	No. of Shares
At the beginning of the period	18,00,000	18,00,000
Issued during the period	0	0
Outstanding at the end of the period	<u>18,00,000</u>	<u>18,00,000</u>

**4 Terms & Right attached to Equity Shares & Preference shares**

Equity Shares: The company has one class of equity shares having a par value of Rs.10/- each. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Director is subject to approval of the shareholders in the ensuing Annual General Meeting except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportionate to their shareholding.

**5 Shares in the company held by each shareholder holding more than 5 percent shares specifying the number of shares held**

	AS AT 31.03.2015 No. & ( % ) of Shares Held	AS AT 31.03.2014 No. & ( % ) of Shares Held
a) Equity Shares, fully paid up:		
Narottambhai Gordhanbhai Sarvaiya	400000 (22.22%)	400000 (22.22%)
Shivuben Maganbhai Chawda	246982 (13.72%)	246982 (13.72%)
Yogeshbhai Devjibhai Makwana	150000 (8.33%)	150000 (8.33%)
Smt.Sheebaben Yogeshbhai Makwana	150000 (8.33%)	150000 (8.33%)
Naginbhai Devjibhai Makwana	150000 (8.33%)	150000 (8.33%)
Trambak D. Makwana	103000 (5.72%)	103000 (5.72%)
Bharat Dilipbhai Makwana	100000 (5.56%)	100000 (5.56%)
Bhartiben Naginbhai Makwana	100000 (5.56%)	100000 (5.56%)
Devjibhai Premjibhai Makwana - Huf	100000 (5.56%)	100000 (5.56%)
Sunil Devjibhai Makwana	100000 (5.56%)	100000 (5.56%)
Devjibhai Premjibhai Makwana	100000 (5.56%)	100000 (5.56%)
Champaben Devjibhai Makwana	100000 (5.56%)	100000 (5.56%)

**NOTES No.3. RESERVES AND SURPLUS :**

	AS AT 31.03.2015 Amount `	AS AT 31.03.2014 Amount `
<b>a) Reserves and Surplus :</b>		
1 Capital Redemption Reserve:		
Opening Balance as per last financial statement	10,00,000	10,00,000
Add: During the year	0	0
Closing Balance	<u>10,00,000</u>	<u>10,00,000</u>
<b>b) Surplus/(Deficit) in the statement of Profit &amp; Loss</b>		



**VERA SYNTHETIC PRIVATE LIMITED**

**NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2015**

Opening Balance as per last financial statement	1,28,36,985	77,23,069
Less: Income tax for fy 14/15	-17,54,159	
Add: Profit/(Loss) for the year	32,78,608	51,13,916
<b>Closing Balance</b>	<b>1,43,61,434</b>	<b>1,28,36,985</b>
<b>TOTAL: RESERVES AND SURPLUS</b>	<b>1,53,61,434</b>	<b>1,38,36,985</b>

**NOTES No.4. LONG-TERM BORROWINGS :**

	AS AT 31.03.2015 Amount `	AS AT 31.03.2014 Amount `
1 Loans and advances from related parties. (Unsecured)	0	1,05,33,863
<b>TOTAL: LONG-TERM BORROWINGS</b>	<b>0</b>	<b>1,05,33,863</b>

**NOTES No.5. SHORT-TERM BORROWINGS :**

	AS AT 31.03.2015 Amount `	AS AT 31.03.2014 Amount `
1 Loans repayable on demand:		
Cash Credit From Bank (Secured)		
SBI.C.C.A/C.No. 31695777938	1,26,24,209	2,26,36,776
	1,26,24,209	2,26,36,776
<b>TOTAL: SHORT-TERM BORROWINGS</b>	<b>1,26,24,209</b>	<b>2,26,36,776</b>

**NOTES No.6. TRADE PAYABLES :**

	AS AT 31.03.2015 Amount `	AS AT 31.03.2014 Amount `
1 Trade Payables	60,48,946	53,94,350
<b>TOTAL: TRADE PAYABLES</b>	<b>60,48,946</b>	<b>53,94,350</b>

**NOTES No.7. OTHER CURRENT LIABILITIES :**

	AS AT 31.03.2015 Amount `	AS AT 31.03.2014 Amount `
1 Income received in advance/Advances from Customers	36,32,887	76,27,240
2 Other Payables:		
Statutory Liabilities	32,23,677	15,94,879
Other Liabilities	0	1,990
	32,23,677	15,96,869
<b>TOTAL: OTHER CURRENT LIABILITIES</b>	<b>68,56,564</b>	<b>92,24,109</b>

**NOTES No.8. SHORT-TERM PROVISIONS :**

	AS AT 31.03.2015 Amount `	AS AT 31.03.2014 Amount `
1 Provision for employee benefits		
Salary Payable	16,14,223	13,57,336
<b>TOTAL: SHORT-TERM PROVISIONS</b>	<b>16,14,223</b>	<b>13,57,336</b>



VERA SYNTHETIC PRIVATE LIMITED

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2015  
NOTES No.9. (I) TANGIBLE ASSETS :

Description	G R O S S				DEPRECIATION/AMORTIZATION				NET CARRYING BALANCE	
	As at 01-04-2014	Addition.	Disposed	AS AT 31.03.2015	As at 01-04-2014	For the Year	Disposed	AS AT 31.03.2015	AS AT 31.03.2015	AS AT 31.03.2014
1 Land at Mamsa Plot No.3	4,37,278	0	0	4,37,278	0	0	0	0	4,37,278	4,37,278
2 Land at Vartej Plot No.19	3,74,186	0	0	3,74,186	0	0	0	0	3,74,186	3,74,186
3 Factory Building Plot No.3	79,26,250	0	0	79,26,250	32,50,429	5,48,690	0	37,99,119	41,27,131	46,75,821
4 Office Building.	25,17,500	0	0	25,17,500	7,61,123	94,784	0	8,55,907	16,61,593	17,56,377
5 Plant & Machinery	2,89,28,808	3,35,000	0	2,92,63,808	2,31,25,122	16,46,884	0	2,47,72,006	44,91,802	58,03,686
6 Electric Installation	7,99,296	0	0	7,99,296	5,83,342	1,13,836	0	6,97,178	1,02,118	2,15,954
7 Air Conditioner	50,300	0	0	50,300	20,891	15,502	0	36,393	13,907	29,409
8 Furniture and Fixtures	28,200	0	0	28,200	9,719	9,742	0	19,461	8,739	18,481
9 Office Equipment	1,45,300	0	0	1,45,300	62,663	78,505	0	1,41,168	4,132	82,637
10 Computer & Printer	4,42,215	1,15,100	0	5,57,315	2,01,818	2,46,500	0	4,48,318	1,08,997	2,40,397
11 Maruti Alto Lxi-Ar4csf	3,32,195	0	0	3,32,195	2,26,136	55,907	0	2,82,043	50,152	1,06,059
12 Mobile	61,599	0	0	61,599	15,306	24,402	0	39,708	21,891	46,293
13 Lcd Tv 32" Vad32-Hg (Videocon)	17,000	0	0	17,000	3,488	7,123	0	10,611	6,389	13,512
<b>TOTAL</b>	<b>4,20,60,127</b>	<b>4,50,100</b>	<b>0</b>	<b>4,25,10,227</b>	<b>2,82,60,037</b>	<b>28,41,874</b>	<b>0</b>	<b>3,11,01,911</b>	<b>1,14,08,316</b>	<b>1,38,00,090</b>
Previous Year Total	0									

NOTES No.. (II) INTANGIBLE ASSETS :

NOTES No.. (II) CAPITAL WORK-IN-PROGRESS :

Description	G R O S S				DE PRECIATION/AMORTIZATION				NET CARRYING BALANCE	
	As at 01-04-2014	Addition.	Disposed	AS AT 31.03.2015	As at 01-04-2014	For the Year	Disposed	AS AT 31.03.2015	AS AT 31.03.2015	AS AT 31.03.2014
2 Plant & Machinery -WIP	36,80,952	0	0	36,80,952	0	0	0	0	36,80,952	
<b>TOTAL</b>	<b>36,80,952</b>	<b>0</b>	<b>0</b>	<b>36,80,952</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>36,80,952</b>	<b>0</b>
Previous Year Total	0									

**VERA SYNTHETIC PRIVATE LIMITED**

**NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2015**

**NOTES No.10. DEFERRED TAX ASSETS (NET) :**

	AS AT 31.03.2015 Amount `	AS AT 31.03.2014 Amount `
<b>Deferred Tax Liabilities</b>		
1 Fixed Assets: Impact of difference between Book and Tax Depreciation		7,62,396
<b>Gross Deferred Tax Liabilities</b>	<b>7,62,396</b>	<b>7,62,396</b>
<b>Deferred Tax Assets</b>	2,18,025	0
<b>TOTAL: DEFERRED TAX ASSETS (NET)</b>	<b>9,80,421</b>	<b>7,62,396</b>

In accordance with accounting standard 22, Accounting for taxes on Income, issued by the Institute of Chartered Accountants India, the Deferred Tax Assets (net of Liabilities) is provided in the books of account as at the end of the year.

**NOTES No.11. LONG-TERM LOANS AND ADVANCES :**

	AS AT 31.03.2015 Amount `	AS AT 31.03.2014 Amount `
<b>1 Security Deposits:</b>		
a Unsecured, considered good;	13,53,851	24,67,151
	<b>13,53,851</b>	<b>24,67,151</b>
<b>TOTAL: LONG-TERM LOANS AND ADVANCES</b>	<b>13,53,851</b>	<b>24,67,151</b>

**NOTES No.12. INVENTORIES :**

	AS AT 31.03.2015 Amount `	AS AT 31.03.2014 Amount `
- Raw materials.	16,93,862	1,79,50,724
- Finished goods.	44,61,870	20,06,975
- Semi-Finished goods.	14,52,533	28,41,751
- Trading goods.	0	4,23,006
- Stock of Colour		2,10,706
- Stock of Stores & Spares.	0	2,45,726
<b>TOTAL: INVENTORIES</b>	<b>76,08,265</b>	<b>2,36,78,888</b>

Raw Material,Packing Material,Trading Goods,Colour,Stores & Spares are Valued at Cost on FIFO method. Finished Goods and Semi-finished Goods are valued at lower of Cost or Net Realizable Value. The quantity and value of the stock as taken & certified by the management of the company.

**NOTES No.13. TRADE RECEIVABLES :**

	AS AT 31.03.2015 Amount `	AS AT 31.03.2014 Amount `
<b>Trade Receivables</b>		
Unsecured, considered good unless stated otherwise		
O/s for period exceeding 6 months from the date of due:	44,63,324	60,54,479
Other Receivables:	2,67,20,719	2,33,73,435
<b>TOTAL: TRADE RECEIVABLES</b>	<b>3,11,84,042</b>	<b>2,94,27,914</b>





**VERA SYNTHETIC PRIVATE LIMITED**

**NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2015**

**NOTES No.14. CASH AND CASH EQUIVALENTS :**

	AS AT 31.03.2015 Amount `	AS AT 31.03.2014 Amount `
<b>1 Cash and cash equivalents:</b>		
Balances with Banks:		
On Current Accounts	1,000	9,931
Cash on hand	75,493	2,10,913
	<b>76,493</b>	<b>2,20,844</b>
2 Deposits with Banks maturity more than 3 months but less than 12 months	3,01,026	4,01,828
<b>TOTAL: CASH AND CASH EQUIVALENTS</b>	<b>3,77,519</b>	<b>6,22,672</b>

**NOTES No.15. SHORT-TERM LOANS AND ADVANCES :**

	AS AT 31.03.2015 Amount `	AS AT 31.03.2014 Amount `
<b>1 Other loans and advances:</b>		
a Advances to suppliers of goods & services	20,98,165	32,05,354
a advances and loans to a company in which some	0	17,25,000
<b>TOTAL: SHORT-TERM LOANS AND ADVANCES</b>	<b>20,98,165</b>	<b>49,30,354</b>

**NOTES No.16. OTHER CURRENT ASSETS :**

	AS AT 31.03.2015 Amount `	AS AT 31.03.2014 Amount `
<b>Other Assets:</b>		
a Advance payment of Income Tax (Net of Provisions)	17,14,613	15,15,169
b Pre-paid Expenses	38,267	36,865
c Interest Receivables	60,966	60,966
<b>TOTAL: OTHER CURRENT ASSETS</b>	<b>18,13,846</b>	<b>16,13,000</b>



**VERA SYNTHETIC PRIVATE LIMITED**

**NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2015**  
**NOTES No.17. REVENUE FROM OPERATIONS :**

	2014-2015 Amount`	2013-2014 Amount`
<b>Sales of Products</b>		
<b>Sales (Manufactured goods)</b>	24,31,52,956	19,57,89,463
	<b>24,31,52,956</b>	<b>19,57,89,463</b>
<b>Other Operating Revenue</b>		
<b>Others</b>		
- Trade Discounts	32,64,328	33,87,534
- Sales of Waste	14,40,946	14,47,633
- CST on CN		99,178
	<b>47,05,274</b>	<b>49,34,345</b>
<b>TOTAL: REVENUE FROM OPERATIONS</b>	<b>24,78,58,229</b>	<b>20,07,23,808</b>
<b>Details of Sales of Products:</b>		
<b>Sales (Manufactured goods)</b>		
<b>Yarn, Niwar &amp; Waste</b>	24,31,52,956	19,57,89,463

**NOTES No.18. OTHER INCOME :**

	2014-2015 Amount`	2013-2014 Amount`
<b>Interest Income</b>	1,67,471	1,62,207
<b>Cst Refund</b>	1,77,928	
<b>Other non-operating income:</b>		
<b>Subsidy Income</b>	0	1,88,568
<b>Claim Received</b>	0	3,748
	<b>0</b>	<b>1,92,316</b>
<b>TOTAL: OTHER INCOME</b>	<b>3,45,399</b>	<b>3,54,523</b>

**NOTES No.19. COST OF MATERIALS CONSUMED :**

	2014-2015 Amount`	2013-2014 Amount`
<b>Raw Materials Consumed</b>		
<b>Inventory at the beginning of the year</b>	1,88,30,161	2,03,08,861
<b>Add: Purchases</b>	16,83,73,756	14,71,35,959
	<b>18,72,03,917</b>	<b>16,74,44,820</b>
<b>Less: Inventory at the end of the year</b>	-16,93,862	-1,79,50,724
<b>TOTAL:</b>	<b>18,55,10,055</b>	<b>14,94,94,096</b>
<b>Particulars of Cost of Raw Materials Consumed:</b>		
<b>PP Granuals Niwar.</b>	18,55,10,055	14,94,94,096
<b>Value of Cost of Raw Materials Consumed:</b>		
<b>Imported in Amount</b>	0	0
<b>Indigenous in Amount</b>	18,55,10,055	14,94,94,096



**VERA SYNTHETIC PRIVATE LIMITED**

**NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2015**

Imported in %	0.00%	0.00%
Indigenous in %	100.00%	100.00%

**NOTES No.20. PURCHASES OF STOCK-IN-TRADE :**

	2014-2015 Amount `	2013-2014 Amount `
<b>Purchases</b>		
Trading Goods (Purchase)	1,47,060	0
<b>TOTAL: PURCHASES OF STOCK-IN-TRADE</b>	<b>1,47,060</b>	<b>0</b>

**NOTES No.21. CHANGES IN INVENTORIES OF FINISHED GOODS WORK-IN-PROGRESS AND STOCK-IN-TRADE :**

	2014-2015 Amount `	2013-2014 Amount `
<b>Inventories at the end of the year</b>		
Closing Finished Goods	44,61,869	20,06,975
Semi-Finished goods.	14,52,533	28,41,751
Closing Trading Goods	0	4,23,006
	<b>59,14,402</b>	<b>52,71,732</b>
<b>Inventories at the beginning of the year</b>		
Opening Finished Goods	20,06,975	2,14,449
Semi-Finished goods.	28,41,751	2,00,989
Opening Stock in Process	0	0
Opening Trading Goods	0	16,21,500
	<b>48,48,726</b>	<b>20,36,938</b>
<b>TOTAL CHANGE (Net)</b>	<b>-10,65,676</b>	<b>-32,34,794</b>

**NOTES No.22. EMPLOYEE BENEFITS EXPENSE :**

	2014-2015 Amount `	2013-2014 Amount `
Salaries,Wages & Bonus	1,31,70,308	1,35,99,044
Contribution to Provident Fund	1,34,928	63,061
<b>TOTAL: EMPLOYEE BENEFITS EXPENSE</b>	<b>1,33,05,236</b>	<b>1,36,62,105</b>

Salaries, Wages & bonus includes:

Remuneration to the Directors. 48,00,000 36,00,000

As per Accounting standard 15 "Employee benefits", the disclosure defined in the accounting Defined Contribution Plan: Contribution paid to the plan recognized as expense for the year as under

	2014-2015 Amount `	2013-2014 Amount `
Employer's Contribution to Provident Fund	1,34,928	63,061



**VERA SYNTHETIC PRIVATE LIMITED**

**NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2015**  
**NOTES No.23. FINANCE COSTS :**

	2014-2015 Amount`	2013-2014 Amount`
<b>Interest Expense On :</b>		
Borrowing - Banks	27,19,072	26,74,997
Borrowing - Others	4,40,006	5,11,924
Delayed/Deffered Payment of Govt.Authority	28,576	17,553
Car Finance	0	232
	<b>31,87,654</b>	<b>32,04,706</b>
<b>Other Borrowing Costs :</b>		
Bank Charges & Commission	3,19,009	1,27,946
	<b>3,19,009</b>	<b>1,27,946</b>
<b>TOTAL: FINANCE COSTS</b>	<b>35,06,663</b>	<b>33,32,652</b>

**NOTES No.24. DEPRECIATION AND AMORTIZATION EXPENSE :**

	2014-2015 Amount`	2013-2014 Amount`
Depreciation of tangible assets	28,41,874	30,36,468
<b>Total Depreciation And Amortization Expense</b>	<b>28,41,874</b>	<b>30,36,468</b>

**NOTES No.25. OTHER EXPENSES :**

	2014-2015 Amount`	2013-2014 Amount`
<b>Manufacturing Expenses</b>		
Factory Expenses (Incl.Stores & Spares)	25,68,630	50,20,424
Color	0	10,59,971
Packing Materials	1,57,627	5,86,199
Power & Fuel	95,42,602	93,83,772
Freight,Loanding & Unloanding	57,44,999	27,14,294
Job Work Expense(Net)	66,91,265	89,45,275
Repairs & Maintanance	4,07,815	1,89,632
Discount & Kasar	40,24,929	27,538
Oil	0	5,277
<b>Administrative expenses.</b>		
Printing & Stationary	0	1,46,266
Agency Charges	8,427	0
Advertisement Expenses	3,071	0
Legal & Professional Fees	1,50,802	1,33,140
Audit Fees	35,000	24,579
Computer Expenses	0	2,150
Service Tax Paid	1,05,886	0
Income-tax adjustment of earlier year.	0	20,167
Electricity Expenses	0	68,215
Insurance Expenses	1,72,696	1,44,771
Late Delivery Charges	0	8,668



**VERA SYNTHETIC PRIVATE LIMITED**

**NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2015**

Office Expenses	0	55,778
Post & Telephone Expenses	4,517	34,251
Sales Tax	35,01,443	11,99,960
Travelling & Conveyance Expense	9,000	5,280
Bad Debts	4,91,420	0
Custom Duty	74,133	0
Misc Exp	13,312	0
Rate Diff.	1,54,159	0
Stationary Exp	14,686	0
Telephone Exp A/c	20,704	0
<b>Sales &amp; Distribution Expenses</b>		
Business Promotion	4,48,078	31,288
Quantity Discount	47,73,403	54,760
<b>TOTAL: OTHER EXPENSES</b>	<b>3,91,18,604</b>	<b>2,98,61,655</b>

**NOTES No.26. EARNINGS PER EQUITY SHARE: :**

	2014-2015 Amount	2013-2014 Amount
Total operations for the year		
Profit/(loss) after tax	32,78,608	51,13,916
Net profit/(loss) available for equity shareholders	32,78,608	51,13,916
Weighted average number of equity shares in calculating basic EPS	50,00,000	18,00,000
Weighted average number of equity shares in calculating diluted EPS	18,00,000	50,00,000
Earning Per Share:		
(1) Basic & Diluted.	1.82	2.84

**NOTES No.27. CONTINGENT LIABILITIES :**

27.10 Bill discounted with Bank at the end of the year: Rs.Nil. (Prev.year Rs.Nil.).

27.20 Estimated amount of contracts remaining to be executed on capital account amount to Rs.Nil- (Prev.year Rs.Nil.)

**NOTES No. 28**

28.1 In the opinion of the Board of Directors, the current assets, loans and advances are approximately of the same value if realised in the ordinary courses of business and the provision for all known liabilities is adequately made and not in excess of the amount reasonably consider necessary.

28.2 The figures and groupings of the previous year are re-grouped & reclassified so as to make them comparable with the current year.

30.3 Paises have been rounded off to the nearest rupee amount.

