

6TH Annual Report

2015 - 2016

SHREE SAMRUDHI

INDUSTRIAL PAPERS PRIVATE LIMITED

Regd. Office : No. 34, 2nd Floor, Sahara Market,
Silvassa Road, Vapi-396 191. Gujarat.

Email: shreeajit@shreeajit.com, Ph. # 098201 42116.

CIN: U21000GJ2010PTC060127

SHREE SAMRUDHI INDUSTRIAL PAPERS PRIVATE LIMITED

NOTICE TO SHARE HOLDERS

*NOTICE is hereby given that the **SIXTH ANNUAL GENERAL MEETING**, of the Members of the Company will be held at the registered office of the Company at Office No.34, 2nd Floor, Sahara Market, Silvassa Road, Vapi on Monday, 25th July, 2016 at 3.30 P.M., to transact the following business:-*

ORDINARY BUSINESS

- 1) *To receive, consider and adopt Audited Balance Sheet as at 31st March, 2016 and the Reports of Directors and Auditors thereon.*
- 2) *To appoint auditors to hold office from the conclusion of the Sixth Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration. M/s. G. B. Laddha & Co. LLP, Chartered Accountants, Vapi, the retiring auditors being eligible, have offered themselves for reappointment.*

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Date : -16th May, 2016
Place : -Vapi

Gautam D.Shah
Director

NOTES:

A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING MAY APPOINT A PROXY TO ATTEND AND, ON POLL, TO VOTE IN HIS STEAD. A PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING THE PROXY IN ORDER TO BE EFFECTIVE, MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING. MEMBERS/PROXIES SHOULD BRING THEIR ATTENDANCE SLIP ATTACHED HEREWITH DULY FILLED AND SIGNED, IN ACCORDANCE WITH SPECIMEN SIGNATURES REGISTERED WITH THE COMPANY TO ATTEND THE MEETING.

SHREE SAMRUDHI INDUSTRIAL PAPERS PRIVATE LIMITED

DIRECTORS' REPORT

To,
The Members of
SHREE SAMRUDHI INDUSTRIAL PAPERS PVT LTD
VAPI

Your Directors have pleasure in presenting their Sixth Annual Report, and the Audited financial statement for the year ended on 31st March, 2016.

Financial Result

The Company has not commenced any business during the year. The profit and loss account reflects Interest income of Rs. 4.57 lacs, Expenses and Current tax of Rs. 1.89 lacs and net profit after tax of Rs. 2.68 lacs and the same is carried to the Balance Sheet.

Current and Future Outlook:

The Board is actively considering various options for undertaking business activity and appropriate decision will be taken at appropriate time.

Dividend:

The Board has not recommended payment of dividend for the year.

Auditors:

The comments made by the Auditors in their report are self explanatory and do not require further explanation.

M/s. G. B. Laddha & Co. LLP, Chartered Accountants, Vapi, the Auditors of the Company, retire at the ensuing Annual General Meeting and being eligible, offer themselves for reappointment. You are requested to appoint them as statutory Auditors of the Company for the year 2016-17 and to fix their remuneration.

Extract of the Annual Return:

An extract of the Annual Return in Form MGT-9 for the year ended on 31st March, 2016 pursuant to sub-section (3) of Section 92 of the Companies Act, 2013 is attached.

No. of Board meetings:

Four (4) Board Meetings were held during the year as against the minimum requirement of Four (4) meetings. The dates on which the meetings were held are as follows:

(1) 18th May, 2015 (2) 25th July, 2015 (3) 27th October, 2015 (4) 03rd February, 2016.

Directors' Responsibility Statement:

- In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- The directors had 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 that period;
- The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- The directors had prepared the annual accounts on a going concern basis; and
- The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Particulars of Contract or arrangement regarding related party u/s. 188:

During the Financial Year 2015-16 the Company has not entered into any contract or arrangement regarding related party transaction under section 188 of the Companies Act, 2013.

Changes in Share Capital:

The Company has not issued further equity shares during the year under report.

Transfer of Amounts to any Reserve:

The Company was not required to transfer any amount to any reserve during the year.

Material changes and commitment affecting the financial position of the Company:

There were no material changes or commitment affecting the financial position of the Company during the year.

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Conservation of energy, technology absorption and foreign exchange earning and outgoes:

The Company is not carrying on any business activity and hence this is not applicable.

CSR Committee and implementation of CSR projects:

The Company is not covered under the criteria laid down under section 135 of the Companies Act, 2013.

Particulars of Loans, Guarantees or Investments under section 186:.

The Company has not given any loan or guarantee or made any investment as per provisions of section 186 of the Companies Act, 2013.

Public Deposit:

The company has not accepted any deposit from the public within the meaning of chapter V of the Companies Act 2013, and rules there under.

Acknowledgement:

Your Directors wish to acknowledge and place on record the Co-operation and support received from holding Company during the year under report.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Date : -16th May, 2016

Place : - Vapi

**Gautam D.Shah
Director**

**Dhansukhlal G. Shah
Director**

SHREE SAMRUDHI INDUSTRIAL PAPERS PRIVATE LIMITED

ANNEXURE TO DIRECTORS' REPORT

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31.03.2016

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

I. REGISTRATION AND OTHER DETAILS:

i	Corporate Identification Number (CIN)	U21000GJ2010PTC060127
ii	Registration Date	02-04-2010
iii	Name of the Company	SHREE SAMRUDHI INDUSTRIAL PAPERS PRIVATE LIMITED
iv	Category / Sub-Category of the Company	Company Limited by Shares
v	Address of the Registered office and contact details	Office No. 34, IIInd Floor, Sahara Market, Silvassa Road, Vapi – 396191.
vi	Whether listed company Yes / No	NO
vii	Name, Address and Contact details of Registrar and Transfer Agent, if any	Not Applicable

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

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

Sl. No.	Name and description of main products / Services	NIC Code of the Product/ service	% to total turnover of the company
	No Business Activity		

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES –

Sl. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares Held	Applicable Section
1.	Shree Ajit Pulp and Paper Limited. Address: Survey No. 239, Near Morai Railway Crossing, Village Salvav, Via-Vapi, Gujarat.	L21010GJ1995PLC025135	Holding	100% shares held by Shree Ajit Pulp and Paper Limited	Section 2(87)

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

i) Category-wise Share Holding:

Category of share holders	No. of share held at the beginning of the year				No. of share held at the end of the year				% of change during the year
	Demat	Physical	Total	% of total share holding	Demat	Physical	Total	% of total share holding	
A. Promoters									
(1) Indian									
a) Individual / HUF	—	20	20	0.004	—	20	20	0.004	—
b) Central Govt.	—	—	—	—	—	—	—	—	—
c) State Govt(s)	—	—	—	—	—	—	—	—	—
d) Bodies Corp.	—	499980	499980	99.996	—	499980	499980	99.996	—
e) Bank / FI	—	—	—	—	—	—	—	—	—
f) Any other	—	—	—	—	—	—	—	—	—
Sub-total(A) (1):	—	500000	500000	100.00	—	500000	500000	100.00	—
(2) Foreign									
a) NRIs-Individual	—	—	—	—	—	—	—	—	—
b) Other-Individual	—	—	—	—	—	—	—	—	—
c) Bodies Corp.	—	—	—	—	—	—	—	—	—
d) Bank / FI	—	—	—	—	—	—	—	—	—
e) Any other...	—	—	—	—	—	—	—	—	—
Sub-total(A) (2):	—	—	—	—	—	—	—	—	—
Total Share Holding of Promoter									
A=(A)(1)+(A) (2)	—	500000	500000	100.00	—	500000	500000	100.00	—

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Category of share holders	No. of share held at the beginning of the year				No. of share held at the end of the year				% of change during the year
	Demat	Physical	Total	% of total share holding	Demat	Physical	Total	% of total share holding	
B. Public Share holding									
1. Institutions									
a) Mutual Funds	—	—	—	—	—	—	—	—	—
b) Bank / FI	—	—	—	—	—	—	—	—	—
c) Central Govt	—	—	—	—	—	—	—	—	—
d) State Govt(s)	—	—	—	—	—	—	—	—	—
e) Venture Capital Funds	—	—	—	—	—	—	—	—	—
f) Insurance Companies	—	—	—	—	—	—	—	—	—
g) FIs	—	—	—	—	—	—	—	—	—
h) Foreign Venture Capital Funds	—	—	—	—	—	—	—	—	—
i) Other (specify)	—	—	—	—	—	—	—	—	—
Sub-total(B) (1):	—	—	—	—	—	—	—	—	—
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	—	—	—	—	—	—	—	—	—
ii) Overseas	—	—	—	—	—	—	—	—	—
b) Individuals									
Individual share holders holding nominal share capital up to of Rs. 1 Lakh	—	—	—	—	—	—	—	—	—
Individual share holders holding nominal share capital in excess of Rs. 1 Lakh	—	—	—	—	—	—	—	—	—
c) Others(specify)	—	—	—	—	—	—	—	—	—
Sub-Total(B) (2):	—	—	—	—	—	—	—	—	—
Total Public share-holding (B)=(B)(1)+(B)(2)	—	—	—	—	—	—	—	—	—
C. Share held by custodian for GDRs & ADRs	—	—	—	—	—	—	—	—	—
Grand Total (A+B+C)	—	500000	500000	100.00	—	500000	500000	100.00	—

II) Shareholding of Promoters

Sl.No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Shree Ajit Pulp and Paper Limited	499980	99.996	—	499980	99.996	—	—
2	Gautam D. Shah*	10	0.002	—	10	0.002	—	—
3	Dhansukhlal G. Shah*	10	0.002	—	10	0.002	—	—
	Total	500000	100.00	—	500000	100.00	—	—

* Nominee of Shree Ajit Pulp and Paper Limited.

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iii) Change in Promoters' Shareholding (please specify, if there is no change)

Sl.No.		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 shares holding during the year specifying the reasons for increase / decrease (i.e. allotment / transfer / bonus / sweat equity etc):	There is no change in shareholding during the year under review.			
	At the end of the year				

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

Sl.No.	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
	At the beginning of the year				
	Date wise increase / Decrease in shares holding during the year specifying the reasons for increase / decrease (i.e. allotment / transfer / bonus / sweat equity etc):	There are no top ten shareholders other than Promoters and Directors.			
	At the end of the year				

(v) Shareholding of Directors and Key Managerial Personnel:

Sl.No.	For Each of the Director and KMP	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.	Gautam D. Shah Nominee of Shree Ajit Pulp and Paper Limited.				
	At the beginning of the year	10	0.002	10	0.002
	At the end of the year			10	0.002
2.	Dhansukhlal G. Shah Nominee of Shree Ajit Pulp and Paper Limited.				
	At the beginning of the year	10	0.002	10	0.002
	At the end of the year			10	0.002

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	—	—	—	—
ii) Interest due but not paid	—	—	—	—
iii) Interest accrued but not due	—	—	—	—
Total (i+ii+iii)	—	—	—	—
Change in Indebtedness during the financial year				
Addition	—	—	—	—
Reduction	—	—	—	—
Net Change	—	—	—	—
Indebtedness at the end of the financial year				
i) Principal Amount	—	—	—	—
ii) Interest due but not paid	—	—	—	—
iii) Interest accrued but not due	—	—	—	—
Total (i+ii+iii)	—	—	—	—

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VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

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

B. Remuneration to other directors:

Sl.No.	Particular of Remuneration	Name of Director		Total Amount
1	Independent Director			
	Fees for attending board / committee meeting	—	—	—
	Commission	—	—	—
	Others, please specify	—	—	—
	Total (1)	—	—	—
2	Other Non Executive Directors			
	Fees for attending board / committee meeting	—	—	—
	Commission	—	—	—
	Others, please specify	—	—	—
	Total (2)	—	—	—
	Total (B) = (1+2)	—	—	—
	Total managerial remuneration	—	—	—
	Overall ceiling as per the act	—	—	—

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD.

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

SHREE SAMRUDHI INDUSTRIAL PAPERS PRIVATE LIMITED

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
A. Company					
Penalty	—	—	—	—	—
Punishment	—	—	—	—	—
Compounding	—	—	—	—	—
B. Directors					
Penalty	—	—	—	—	—
Punishment	—	—	—	—	—
Compounding	—	—	—	—	—
C. Other Officer in default					
Penalty	—	—	—	—	—
Punishment	—	—	—	—	—
Compounding	—	—	—	—	—

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Date: -16th May, 2016
Place: - Vapi

Gautam D.Shah
Director

Dhansukhlal G. Shah
Director

SHREE SAMRUDHI INDUSTRIAL PAPERS PRIVATE LIMITED

INDEPENDENT AUDITOR'S REPORT

**TO THE MEMBERS OF
SHREE SAMRUDHI INDUSTRIAL PAPERS PRIVATE LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of **SHREE SAMRUDHI INDUSTRIES PAPERS PRIVATE LIMITED** ("The Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, the Cash Flow Statement 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, 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.

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

The Company is a Private limited company and falls within the exemption specified under paragraph 2(v) of the Companies (Auditor's Report) Order, 2016, issued by the Central Government of India in terms of sub-section (11) of section 143 of "The Companies Act, 2013, of India (hereinafter referred to the "Order"). Hence the matters specified in paragraphs 3 & 4 of the said Order are not enclosed.

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

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- 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 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.*
- 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 A".*
- 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 were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.*

Place: Vapi
Date: 16th May, 2016

For M/s. G. B. LADDHA & CO. LLP
CHARTERED ACCOUNTANTS
Firm Regn. No. 120352W

GIRIRAJ B LADDHA
Partner
M.NO. 108558

SHREE SAMRUDHI INDUSTRIAL PAPERS PRIVATE LIMITED

ANNEXURE 'A'

REPORT ON INTERNAL FINANCIAL CONTROL OVER FINANCIAL REPORTING

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 SAMRUDHI INDUSTRIES PAPERS PRIVATE LIMITED** ("the Company") as of March 31, 2016 in conjunction with our audit of the 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 judgment, 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 authorizations of 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 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.

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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.

Place: Vapi
Date: 16th May, 2016

For M/s. G. B. LADDHA & CO. LLP
CHARTERED ACCOUNTANTS
Firm Regn. No. 120352W

GIRIRAJ B. LADDHA
Partner
M. NO. 108558

SHREE SAMRUDHI INDUSTRIAL PAPERS PRIVATE LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2016

Particulars	NOTE NO.	31-March-2016 ₹	31-March-2015 ₹
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	50,00,000	50,00,000
(b) Reserves and Surplus	3	6,22,535	3,54,804
(2) Non-Current Liabilities			
(a) Long-Term Borrowings		0	0
(b) Deferred Tax Liabilities (Net)		0	0
(c) Other Long Term Liabilities		0	0
(d) Long Term Provisions		0	0
(3) Current Liabilities			
(a) Short-Term Borrowings		0	0
(b) Trade Payables		0	0
(i) Total outstanding dues of micro enterprises and small enterprise			
(ii) Total outstanding dues of creditors other than micro enterprises small enterprise	4	52,450	1,96,236
(c) Other Current Liabilities		0	0
(d) Short-Term Provisions	5	87,230	77,339
Total Equity & Liabilities		57,62,215	56,28,379
II. ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets		0	0
(ii) Intangible Assets		0	0
(iii) Capital Work in Progress		0	0
(b) Non-current investments		0	0
(c) Deferred tax assets (net)		0	0
(d) Long term loans and advances	6	85,000	85,000
(e) Other non-current assets		0	0
(2) Current Assets			
(a) Current investments		0	0
(b) Inventories		0	0
(c) Trade receivables		0	0
(d) Cash and cash equivalents	7	53,67,904	52,28,237
(e) Short-term loans and advances		0	0
(f) Other current assets	8	3,09,311	3,15,142
Total Assets		57,62,215	56,28,379

See accompanying notes forming part of the financial statement in terms of our report attached
FOR G. B. LADDHA & CO. LLP
CHARTERED ACCOUNTANTS
 Firm Reg. No.: 120352 W

1

FOR AND ON BEHALF OF BOARD OF DIRECTORS

Giriraj B. Laddha
 Partner
 Membership No. : 108558
 Vapi, 16th May, 2016

Gautam D. Shah
 Director

Dhansukhlal G. Shah
 Director

Vapi, 16th May, 2016

SHREE SAMRUDHI INDUSTRIAL PAPERS PRIVATE LIMITED

STATEMENT OF PROFIT & LOSS FOR THE PERIOD ENDED ON 31ST MARCH 2016

Particulars	NOTE NO.	31-March-2016 ₹	31-March-2015 ₹
INCOME			
1 Revenue from Operations		0	0
2 Other Income	9	4,56,916	4,26,409
3 Total Revenue (1+2)		4,56,916	4,26,409
4 Expenses:			
a) Cost of Materials Consumed		0	0
b) Changes in inventories of finished goods, work-in-progress and Stock-in-Trade		0	0
c) Employee Benefit Expense		0	0
d) Financial Costs		0	0
e) Depreciation and Amortization Expense		0	0
f) Other Expenses	10	54,834	58,952
Total Expenses (a+b+c+d+e+f)		54,834	58,952
5 Profit before tax (3 - 4)		4,02,082	3,67,457
6 Tax expense:			
(1) Current tax		1,32,210	1,19,305
(2) Deferred tax		0	0
(3) Short provision of income tax of earlier year		2,141	4,341
7 Profit(Loss) for the year (5-6)		2,67,731	2,43,811
8 Earning per Equity Shares: Earning per Equity Shares of face value of ₹ 10/- each (Basic & Diluted)	11	0.54	0.49

See accompanying notes forming part of the financial statement In terms of our report attached

1

FOR G. B. LADDHA & CO. LLP
CHARTERED ACCOUNTANTS
 Firm Reg. No.: 120352 W

FOR AND ON BEHALF OF BOARD OF DIRECTORS

Giriraj B. Laddha
 Partner
 Membership No. : 108558

Gautam D. Shah
 Director

Dhansukhlal G. Shah
 Director

Vapi, 16th May, 2016

Vapi, 16th May, 2016

SHREE SAMRUDHI INDUSTRIAL PAPERS PRIVATE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2016

Particulars	31 March, 2016 ₹	31 March, 2015 ₹
Cash flow from Operating Activities		
Net profit/(loss) before tax	4,02,082	3,67,457
Add: Depreciation	0	0
Add: Interest Payment	0	0
Less: Interest Received	4,56,916	4,26,409
Less: Dividend Income	0	0
Operating Profit before working Capital Changes	-54,834	-58,952
Add: Decrease in Sundry Debtors	0	0
Add: Increase in Sundry Creditors	-1,43,786	36,000
Add: Increase in Other Current Liabilities	0	0
Add: Decrease in Other Current Assets	5,831	-1,75,380
Add: Decrease in inventory	0	0
Cash generated from Operation	-1,92,789	-1,98,332
Less: Income Tax paid	1,24,460	83,288
Cash flow before extraordinary item	-3,17,249	-2,81,620
Add/Less: Extraordinary item		
Net Cash From Operating Activities (A)	-3,17,249	-2,81,620
Cash Flow from Investing Activities		
Less: Purchase of Fixed Assets	0	0
Less: Investments made during the year	0	0
Add: Sale Of Investment	0	0
Add: Interest Received	4,56,916	4,26,409
Add: Proceeds from sale of Fixed Assets	0	0
Add: Dividend Received	0	0
Net Cash From Investing Activities (B)	4,56,916	4,26,409
Cash Flow from Financing Activities		
Add: Proceeds from Issue of Share Capital	0	0
Add: Proceeds from Long Term Borrowings	0	0
Less: Repayment of Long Term Borrowings	0	0
Less: Interest Paid	0	0
Less: Dividend Paid	0	0
Less: Dividend Tax Paid	0	0
Net Cash From Financing Activities (C)	0	0
Net increase/ Decrease In Cash and Cash Equivalents (A+B+C)	1,39,667	1,44,789
Cash and Cash Equivalents at beginning of the year	52,28,237	50,83,448
Cash and Cash Equivalents at end of the year	53,67,904	52,28,237

As per our attached report of even date

For G. B. LADDHA & Co. LLP
Chartered Accountants
Firm Reg. No.: 120352 W

Giriraj B. Laddha
Partner
Membership No. 108558

Vapi, 16th May, 2016

FOR AND ON BEHALF OF BOARD OF DIRECTORS

Gautam D. Shah **Dhansukhlal G. Shah**
Director Director

Vapi, 16th May, 2016

SHREE SAMRUDHI INDUSTRIAL PAPERS PRIVATE LIMITED

Note 1: SIGNIFICANT ACCOUNTING POLICIES:

SIGNIFICANT ACCOUNTING POLICIES:

(a) Basis of Accounting

The financial statements of the Company have been prepared under the historical cost convention on an accrual basis and in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") / Companies Act, 1956 ("the 1956 Act"), as applicable.

(b) Tangible Fixed Assets

Fixed Assets are stated at cost, net off CENVAT, less accumulated depreciation. All costs, including financing costs till commencement of commercial production are capitalized.

(c) Provision, Contingent Liabilities and Contingent Assets

Provisions are recognized for liabilities that can be measured only by using substantial degree of estimation, if

- a) The company has a present obligation as a result of past event.
- b) The probable outflow of resources is expected to settle the obligation, and
- c) The amount of the obligation can be reliably estimated

Reimbursement expected in respect of expenditure required to settle a provision is recognized only when it is virtually certain that the reimbursement will be received.

Contingent Liability is disclosed in the case of ;

- a) A present obligation arising from a past event, when it is not probable that an outflow of resource will be required to settle the obligation.
- b) A possible obligation, unless the probability of outflow of resource is remote.

Contingent Assets are neither recognized nor disclosed.

Provision, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet date.

(d) Impairment of Tangible and Intangible Assets

Impairment is recognized to the extent that the recoverable amount of an asset is less than its carrying amount and is charged to the Profit and Loss account as prescribed by The Institute of Chartered Accountants of India in Accounting Standard 28 "Impairment of Assets".

(e) Depreciation

Depreciation on Fixed Assets is provided on the Straight Line Method at the rates and in manner prescribed in Schedule II to the Companies Act, 2013. Depreciation on additions to assets during the year is provided on pro-rata basis.

(f) Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investment are made, are classified as current investments. All other investments are classified as long term investments.

Investments are stated at cost. Provision is made to recognize diminution, other than temporary, in carrying amount of long term investments.

(g) Inventories

Finished and Semi-Finished stock is valued at the lower of cost or net realisable value. The cost of finished goods is determined on consistent basis, accepting the average direct and indirect expenses related to the production during the year. Raw materials, goods in transit and stores & spares are valued at landed cost or net realizable value which ever is less. The cost is determined on FIFO basis.

(h) Revenue Recognition

Revenue from sales of goods are recognize upon passage of title to the customer which generally co inside with the delivery. Sales represent the amount receivables for goods sold excluding the value of Excise Duty, Central Sales Tax, Maharashtra value added tax, and Including Transit Insurance Charges wherever applicable.

SHREE SAMRUDHI INDUSTRIAL PAPERS PRIVATE LIMITED

(i) Foreign Currency Transactions

Transactions in Foreign Currency are recorded at the exchange rate prevailing on the date of transaction. At the year-end, monetary items denominated in foreign currency are reported using the rate of exchange prevailing on the last day of year. Exchange difference arising on realization / payment of foreign exchange is accounted to the Profit & Loss Account in the year of realization/ payment.

(j) Amortization of Miscellaneous Expenditure

Preliminary and Share Issue Expenses are being written off in the year in which it is incurred as per the Accounting Standard 26 "Intangible Assets" issued by the Institute of Chartered Accountants of India.

(k) Provision for Gratuity and Leave Encashment

- a) Company has created provision for Gratuity as per the provisions of Payment of Gratuity Act on the basis of number of completed years of service as on Balance Sheet date.
- b) Liability for leave encashment has been determined and accounted for based on the number of days of encashable leave to the credit of each employee as on the balance sheet date, treating it as short term employees' benefit.

(l) Taxation

Provision for current tax is made in the accounts on the basis of estimated tax liability as per the applicable provisions of the Income Tax Act, 1961. Deferred tax for timing difference between tax profits and book profits is accounted for using the tax rates and laws that have been enacted or substantially enacted as of the balance sheet date.

Deferred tax assets are recognized to the extent there is convincing evidence that these assets can be realised in future.

(m) Use of Estimates

The presentation of financial statements requires estimates and assumption to be made that affect the reported amount of assets and liabilities on the date of the financial statement and the reported amount of revenue and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the result are known / materialized.

(n) Borrowing Cost

Borrowing costs include exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to the Profit and Loss Statement in the period in which they are incurred.

SHREE SAMRUDHI INDUSTRIAL PAPERS PRIVATE LIMITED

Notes Forming Part of the Financial Statements for the period ended 31st March, 2016

Note : 2 Share Capital

Particulars	₹	₹
	31 March 2016	31 March 2015
1 AUTHORIZED SHARE CAPITAL 5,00,000 (5,00,000) Equity Shares of ₹ 10/-each. Equity Shares of ₹ 10/- each with voting rights.	50,00,000	50,00,000
2 ISSUED SHARE CAPITAL 5,00,000 (5,00,000) Equity Shares of ₹ 10/- each, with voting rights	50,00,000	50,00,000
3 SUBSCRIBED AND FULLY PAID UP SHARE CAPITAL 5,00,000 (5,00,000) Equity Shares of ₹ 10/-each. Equity Shares of ₹ 10/- each with voting rights.	50,00,000	50,00,000
Total in ₹	50,00,000	50,00,000

2.1 Reconciliation of Number of shares fully paid up outstanding at the beginning and at the end of the Year

Particulars	31-Mar-16		31-Mar-15	
	No. of Shares	Amount	No. of Shares	Amount
No. of Share at the beginning of the year	5,00,000	50,00,000	5,00,000	50,00,000
Add: Shares fully paid up during the year	-	-	-	-
No. of Shares at the end of the year	5,00,000	50,00,000	5,00,000	50,00,000

2.2 Shares held by holding/ ultimate holding company and / or their subsidiaries / associates

	31-Mar-16	% of Holding	31-Mar-15	% of Holding
Shree Ajit Pulp And Paper Limited, the Holding Company	4,99,980	99.99%	4,99,980	99.99%

2.3 Details of Shareholders holding more than 5 % shares in the Co.

	31-Mar-16	% of Holding	31-Mar-15	% of Holding
Shree Ajit Pulp And Paper Limited	4,99,980	99.99%	4,99,980	99.99%

2.4 Terms and Rights attached to Equity Shares:

The company has one class of Equity shares having a par value of Rs. 10 per share. Each Shareholder of equity share is entitled to one vote per share held. In the event of Liquidation of the Company, the Equity Shareholders are entitled to receive the remaining assets of the company after distribution of all preferential amounts. The distribution will be in proportion of number of equity shares held by the shareholders.

SHREE SAMRUDHI INDUSTRIAL PAPERS PRIVATE LIMITED

Notes Forming Part of the Financial Statements for the period ended 31st March, 2016

Note : 3 Reserve & Surplus

Particulars	₹	₹
	31 March 2016	31 March 2015
1 Surplus /(Deficit) in Statement of Profit and Loss		
Opening Balance	3,54,804	1,10,993
Add: Profit / (Loss) for the year	2,67,731	2,43,811
Total in ₹	6,22,535	3,54,804

Note : 4 Trades Payable

Particulars	₹	₹
	31 March 2016	31 March 2015
Trades Payable		
1 Due to Micro, Small and Medium Enterprises	0	0
2 Others	52,450	1,96,236
Total in ₹	52,450	1,96,236

Note : 5 Short Term Provisions

Particulars	₹	₹
	31 March 2016	31 March 2015
1 Provision for Taxation (Net of TDS)	87,230	77,339
Total in ₹	87,230	77,339

Note : 6 Long term loans and advances

Particulars	₹	₹
	31 March 2016	31 March 2015
1 Investment in NSC- Earmarked with Sales Tax Dept.	60,000	60,000
2 Vat Deposit	25,000	25,000
Total in ₹	85,000	85,000

Note : 7 Cash & Cash Equivalent

Particulars	₹	₹
	31 March 2016	31 March 2015
1 Cash-in-Hand	832	3,216
Sub Total (1)	832	3,216
2 Balance with Bank		
a) In Current Accounts		
With Nationalised Bank A/c	58,212	2,25,021
b) Other Bank Balance		
Deposit with originally maturity for more than 3 months but less than 12 months	53,08,860	50,00,000
Sub Total (2)	53,67,072	52,25,021
Total in ₹	53,67,904	52,28,237

SHREE SAMRUDHI INDUSTRIAL PAPERS PRIVATE LIMITED

Notes Forming Part of the Financial Statements for the period ended 31st March, 2016

Note : 8 Other Current Assets

Particulars	₹ 31 March 2016	₹ 31 March 2015
1 Interest on F. D. Receivable	2,74,879	2,87,836
2 Interest Accrued on NSC	34,432	27,306
Total in ₹	3,09,311	3,15,142

Note : 9 Other Income

Particulars	₹ 31 March 2016	₹ 31 March 2015
1 Interest Income	4,56,916	4,26,409
Total in ₹	4,56,916	4,26,409

Note : 10 Other Expenses

Particulars	₹ 31 March 2016	₹ 31 March 2015
1 Bank Charges	0	80
2 Audit Fees	11,450	11,236
3 Professional Charges	5,000	5,000
4 Office Rent	36,000	36,000
5 Filing Fees	2,024	6,636
6 Printing & Stationery Expenses	360	0
Total in ₹	54,834	58,952

10.1 Payment to Auditor

Particulars	₹ 31 March 2016	₹ 31 March 2015
1 Audit Fees	11,450	11,236
Total in ₹	11,450	11,236

Note : 11 Earning Per Share

Particulars	₹ 31 March 2016	₹ 31 March 2015
1 Profit available for appropriation ₹	2,67,731	2,43,811
2 Weighted average number of shares	5,00,000	5,00,000
3 Earning per share (Basic) ₹	0.54	0.49
4 Face value per share ₹	10	10

SHREE SAMRUDHI INDUSTRIAL PAPERS PRIVATE LIMITED

Notes 12: Related Party Disclosure (As Identified by Management)

(i) Related Party Relationships

- (a) Holding Company: Shree Ajit Pulp & Paper Ltd
- (b) Key Management Personnel: Shri Gautam D. Shah, & Shri Dhansukhlal G. Shah
- (c) Relatives of Key Management Personnel: Nil

Note: In respect of above parties, there is no provision for doubtful debts as on 31st March, 2016 and no amount has been written off or written back during the year in respect of debts due from/to them.

(ii) Transactions with related Parties

(Amount in ₹)

Type of Related Party	Description of the nature of the transactions	Volume of transactions during 2015-16	Amount outstanding as on 31.03.2016	
			Receivable	Payable
Holding Company	Nil	Nil	Nil	
Key Management Personnel	Nil	Nil	Nil	Nil
Relative of Key Management Personnel	Nil	Nil	Nil	Nil

Notes 13: The Company has not received any intimation from "Suppliers" regarding their status under the Micro, Small and Medium enterprises Development Act, 2006 and hence disclosure, if any, relating to the amount un-paid as the end of year together with interest paid/ payable as required under the said Act have not been furnished.

Notes 14: Expenditure on employees in receipt of remuneration of not less than Rs. 60,00,000 per annum or at the rate of not less than Rs. 5,00,000 per month is Nil.

Notes 15: The Previous Year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary. Amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

As per report of even date attached

For G. B. LADDHA & Co.LLP
Chartered Accountants
Firm Reg. No. 120352 W

SHREE SAMRUDHI INDUSTRIAL PAPERS PVT.LTD.

Giriraj B. Laddha
Partner
Membership No. 108558
Vapi, 16th May, 2016

Gautam D. Shah
Director

Dhansukhlal G. Shah
Director

Vapi, 16th May, 2016