

ANNUAL REPORT 2017-18**Board of Directors**

1. Mr. Ramniranjan Bhutra
2. Mrs. Jyotsna Agarwal

Auditors

M/s. A Bhutra & Associates;
Chartered Accountant [ICAI Registration No. 020770C]

Registered Office

39/5, Mauje Waliv Vasai (East) Thane Thane MH 401208

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NOTICE

Notice is hereby given that the 8th Annual General Meeting of the Members of **Electro Force (India) Private Limited** will be held on Saturday, the 29th day of September, 2018 at 05.30 P.M. at the Registered Office of the Company at 39/5, Mauje Waliv Vasai (East) Thane 401208 to transact the following business:

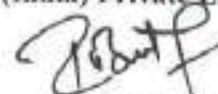
ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2018 together with the Board's Reports and Auditors' Report thereon.
2. To Ratify the appointment of M/s. A Bhutra & Associates., Chartered Accountant [ICAI Registration No. 020770C] as a Statutory Auditors of the Company to hold the office from the conclusion of 7th Annual General Meeting up to the conclusion of 12th Annual General Meeting and to fix their remuneration.

To consider and if thought fit, to pass the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 139, 142 of the Companies Act, 2013 and Companies (Audit and Auditors) Rules, 2014, and the resolution passed by the Members at the 7th Annual General Meeting (AGM) held on 30th September, 2017, for appointment of M/s. A Bhutra & Associates., Chartered Accountant [ICAI Registration No. 020770C] as a Statutory Auditors of the Company to hold office from the conclusion of the 7th Annual General Meeting upto the conclusion of 12th Annual General Meeting of the Company to be held for the financial year ending 31st March, 2022 (subject to ratification by the members at every AGM) and to audit financial accounts of the Company for the financial years from 2016-17 to 2021-22 and the Board of Directors of the Company be and is hereby authorized to fix the Auditor's remuneration in their consultation as may be agreed upon between the auditors and the Board of Directors of the Company for the year 31st March, 2022."

By Order of the Board of Directors
 Electro Force (India) Private Limited



Ramniranjan Bhutra
 Director
 DIN: 01459092

Place: Mumbai
 Date: 04/09/2018



NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ABOVE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER. PROXIES, IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. Members are requested to:
 - Intimate changes, if any, in their addresses at an early date, about consolidation of folios, if shareholdings are under multiple folios.
 - Quote Ledger Folio Number in all their correspondence.
3. The Register of Directors and Key Managerial Personnel and their Shareholdings maintained under Section 170 and Register of Contract or Arrangements in which Directors are interested maintained under Section 189 of the Companies Act, 2013 will be open for inspection by the members during the Annual General Meeting.
4. A route map of the venue of the proposed AGM of the Company is appearing at the end of the Annual Report

BOARD'S REPORT 2017-18

To
 The Members of
 Electro Force (India) Private Limited

Dear Members,

Your Directors have pleasure in presenting the Annual Report of the Company, together with the audited Financial Statements for the financial year ended 31st March, 2018.

1. RESULT OF OPERATIONS

The summarised financial highlights of the Company, for the year ended 31st March, 2018 are as follows:

PARTICULARS	(In Rs.)	
	F.Y. 2017-2018	F.Y. 2016-2017
Sales and Other Income	12,06,27,976	11,79,94,049
Less: Expenses	9,99,00,118	10,55,49,230
Operating Profit (PBIDT)	2,07,27,858	1,24,44,819
Less: Interest Cost	12,57,666	5,555
Profit before Depreciation (PBDT)	1,94,70,192	1,24,39,264
Less: Depreciation	88,82,840	99,03,709
Profit before Tax	1,05,87,352	25,35,555
Less: Current Taxes, Deferred Taxes and Short provision of tax	Nil	(1,41,630)
Profit after Tax	1,05,87,352	26,77,185

2. Operation and State of Company's Affair

The total revenue of the company for the current financial year 2017-18 has increased to Rs. 11,90,69,598/- as compared to previous year total revenue of Rs. 11,58,73,332/-, Profit after tax of the company stood at Rs. 1,05,87,352/- as compared to previous year Profit of Rs. 26,77,185/-.



3. Reserves

During the financial year 2017-18, The Company has transferred Rs. 1,05,87,352 to reserves.

4. Dividend

The directors do not recommend any dividend for the year under consideration.

5. Transfer of Unclaimed Dividend to Investor Education and Protection Fund

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year.

6. Share Capital

The paid up Equity Share Capital as on 31st March, 2018 was Rs.5,00,00,000/- divided into 50,00,000 equity shares of Rs.10/- each which is same as share capital as at the previous year end.

7. Shares

During the year under review, the company has undertaken following transactions:

Increase in Share Capital	Buy Back of Securities	Sweat Equity	Bonus Shares	Employees Stock Option Plan
Nil	Nil	Nil	Nil	Nil

8. Directors

During the year under review the constitution of board during the year is as follows:-

S. No.	Name	Designation	Date of appointment	Date of cessation	Mode of Cessation
1.	Mr. Alok Kumar Vijendra Agrawal	Director	14/06/2010	01/01/2018	Cessation
2.	Mr. Sudhirkumar Brijendrakumar Agarwal	Director	23/08/2010	01/01/2018	Cessation
3.	Mr. Ram Niranjan Bhutra	Director	01/01/2018	-	-
4.	Mrs. Jyotsna Agarwal	Director	09/02/2015	-	-

9. Directors' Responsibility Statement:

Pursuant to provisions of Section 134(3)(c) of the Companies Act, 2013, the Board of Directors state and confirm that:

- a. in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b. they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company for that period;
- c. they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. they have prepared the annual accounts on a going concern basis;
- e. they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

10. Declaration Of Independent Directors:

The provisions of Section 149 for appointment of Independent Directors do not apply to the company.

11. Company's policy relating to Directors appointment, payment of remuneration and discharge of their duties:

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company.

12. Disclosure of composition of Audit Committee and providing Vigil Mechanism:

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

13. Secretarial Standards:

The Institute of Company Secretaries of India (ICSI) had revised the Secretarial Standards on Meetings of the Board of Directors (SS-1) and Secretarial Standards on General Meetings (SS-2) with effect from October 1, 2017. The Company has devised proper systems to ensure compliance with its provisions and is in compliance with the same.

14. Auditors

M/s. A Bhutra & Associates, Chartered Accountant [ICAI Registration No. 020770C], had been appointed at the Annual General Meeting held on 30th September, 2017 for a term of five consecutive years i.e. upto the conclusion of Annual General Meeting for the financial year 2021-22, subject to the ratification by members at every Annual General Meeting under the provisions of the Companies Act, 2013 and they satisfy the criteria as provided under section 141 of the said Act.

There is no fraud in the Company during the financial year ended 31st March, 2018. This is also being evident by the report of the auditors of the Company as no fraud has been reported in their audit report for the financial year ended 31st March, 2018.

The Board of Directors recommends their continuation on the basis of satisfactory performance by them during the year under review.

15. Explanation Or Comments On Qualifications, Reservations Or Adverse Remarks Or Disclaimers Made By The Auditors In Their Report:

The Auditors' Report to the members on the Accounts of the Company for the financial year ended 31st March, 2018 does not contain any qualification. Your Directors ensure continued support to the Company and ensure that the Company's accounts have been prepared on going concern basis.

There is no fraud in the Company during the financial year ended 31st March, 2018. This is also being evident by the report of the auditors of the Company as no fraud has been reported in their audit report for the financial year ended 31st March, 2018.

16. Adequacy of Internal Financial Controls with reference to Financial Statements:

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

17. Disclosure On Maintenance Of Cost Records:

The Company is not required to maintain cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 as the same is not applicable to the Company.

18. Public Deposits:

The Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

19. Particulars of Loans, Guarantees or Investments

During the year under review the Company did not grant any loans, provide any guarantee or made any investment your Company under Section 186 of the Companies Act, 2013.

20. Particulars of contracts or arrangements with related parties

During the year under review the Company did not enter into any transactions with related parties as per the provisions of Section 188 of the Companies Act, 2013. The Company did not enter into any material related party transactions with related parties. Accordingly, the disclosure of Related Party Transactions as required under Section 134(3) of the Companies Act, 2013 in Form AOC-2 is not applicable.

21. Particulars of Employees

During the year under review, no employee of the Company was drawing remuneration exceeding the limits prescribed under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

22. Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

a) Conservation of energy:

The Company tries to conserve energy by using energy efficient products like LED lights. The Company tries to utilize alternate source of energy. From the above, it has been able to bring down the cost of production.

b) Research & Development:

Your Company believes that research & development is a continuous process for sustained corporate excellence. Our research & development activities help us in product and service improvement, effective time management and are focused to provide unique benefits to our customers.

c) Technology Absorption:

The Technology available and utilized is continuously being upgraded to improve overall performance and productivity.

Foreign Exchange Earning: Nil

Foreign Exchange Outgo: Rs12,42,821/-

23. Number of Meetings of the Board

The Board meets at regular intervals to discuss and decide on Company / business policy and strategy apart from other Board business. The notice of Board meeting is given well in advance to all the Directors. The Agenda of the Meeting is circulated at least a week prior to the date of the meeting. The Board met Four (4) times in financial year 2017- 18 viz., on 1st June,2017, 5th September,2017, 9th November,2017 and 01st Janaury,2018 . The maximum interval between any two meetings did not exceed 120 days.

24. Extract of Annual Return

The details forming part of the extract of Annual Return in Form MGT-9 is annexed herewith as Annexure A.

25. Material changes and commitments occurring between 31st March, 2018 and date of the Report

There are no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

26. Disclosure under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. A Committee has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy. There are no complaints received during the year.

27. Details of Subsidiary/Joint Ventures/Associate Companies

The Company does not have any Subsidiary/ Joint Venture or Associate Companies.

28. Significant and Material Orders passed by the Regulators or Courts

There are no significant material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.

29. Risk Management

The Company has designed Risk management policy to plan, monitor and control the measures needed to prevent exposure to risk. The Company has identified hazards, assessed the extent of the risk and provided measures to control the risk and manage any residual risks.

30. Details of policy developed and implemented by the Company on its Corporate Social Responsibility initiatives:

The provisions relating to Corporate Social Responsibility under Section 135 of the Companies Act, 2013 and rules made there under are not applicable to the Company_

31. Company's policy relating to Directors appointment, payment of remuneration and discharge of their duties:

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company

32. Acknowledgement

Your Directors place on record their sincere appreciation for the wholehearted and continued support extended by all the investors, customers, suppliers, banks, financial institutions, and other Government Authorities during the year under report.

Your Directors also take this opportunity to express their deep sense of gratitude to the commitment, dedication and hard work of all employees who have been a major driving force for the Company's progress.

**For and on behalf of the Board of Directors
Electro Force (India) Private Limited**



Name: Ramniranjan Bhutra

DIRECTOR

DIN: 01459092

**Address: G 401, Evershine Millenium
Paradise Moon-73, Thakur Village
Evershine Dream Park, Kandivali East
Mumbai 400101.**



Name: Jyotsna Agarwal

DIRECTOR

DIN: 02664797

**Address: 1105, Tower A, Raheja
Sherwood, Western Express Highway B/H
Hub Mall, Goregaon East, Mumbai
400063.**

Place: Mumbai

Dated: 04/09/2018

**ANNEXURE A
TO THE DIRECTORS' REPORT**

**Form No. MGT-9
EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31st March, 2018**

[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.	CIN	U51909MH2010PTC204214
ii.	Registration Date	14/06/2010
iii.	Name of the Company	Electro Force (India) Private Limited
iv.	Category / Sub-category of the Company	Company limited by shares Non Government Company
v.	Address of the Registered office and contact details	39/5, Mauje Waliv, Vasai (East), Thane-401208
vi.	Whether listed company	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	N.A

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:

Sr. No.	Name and Description of main products / services	NIC Code of the product / service	% to total turnover of the company
1.	Parts of Electricals Fitting	22207	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name and Address of the Company	CIN / GLN	Holding / Subsidiary / Associate	% of shares held	Applicable Section
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None

(specify)										
Foreign National	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Clearing Members	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Non-Resident Indians	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Independent Directors and their Relatives	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
OCB	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Employees Welfare Trust	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Sub-Total (B)(2)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Total Public Shareholding (B) = (B)(1)+(B)(2)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
C. Shares held by Custodian for GDRs & ADRs	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Grand Total (A+B+C)	Nil	50,00,000	50,00,000	100	Nil	50,00,000	50,00,000	100	Nil	Nil

ii. Shareholding of promoters

Sr. No.	Shareholder's name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. Of Shares	% of total shares of the Company	% of Shares pledged / encumbered to total shares	No. Of Shares	% of total shares of the Company	% of Shares pledged / encumbered to total shares	
1.	Mr. Pravinkumar Brijendrakumar Agarwal	54,000	1.08	Nil	54,000	1.08	Nil	Nil
2.	M/s. Ayesspea Holdings	17,05,000	34.10	Nil	17,05,000	34.10	Nil	Nil

	& Investments Private Limited							
3	M/s. P.K. Hospitality Services Private Limited	22,50,000	45.00	Nil	22,50,000	45.00	Nil	Nil
4	M/s. Garuda Television Private Limited	9,90,000	19.80	Nil	9,90,000	19.80	Nil	Nil
5	Mrs. Jyotsna Agarwal	1,000	0.02	Nil	1,000	0.02	Nil	Nil
	Total	50,00,000	100	Nil	50,00,000	100	Nil	Nil

iii. Change in promoters' shareholding (please specify, if there is no change)

Sr. 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	50,00,000	100	50,00,000	100
	Date wise increase / decrease in promoters share holding during the year specifying the reasons for increase / decrease (e.g. Allotment / transfer / bonus / sweat equity etc)	Nil	Nil	Nil	Nil
	At the End of the year	50,00,000	100	50,00,000	100

iv. Shareholding Pattern of top ten shareholders (other than Directors, Promoters and holders of GDRs and ADRs)

None

Sr. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year Shareholding at the end of the year	
		No. Of shares	% of total shares of the Company	No. Of shares	% of total shares of the Company

v. Shareholding of Directors and Key Managerial Personnel

Sr. No.	For Each of the Directors and Key Managerial Personnel	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.	MrRamnirjan Bhutra-Director				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise increase / decrease in promoters share holding during the year specifying the reasons for increase / decrease (e.g. Allotment / transfer / bonus / swear equity etc)	Nil	Nil	Nil	Nil
	At the End of the year	Nil	Nil	Nil	Nil
2.	Mrs Jyotsna Pravin Agarwal-Director				
	At the beginning of the year	1,000	0.02	1,000	0.02
	Date wise increase / decrease in promoters share holding during the year specifying the reasons for increase / decrease (e.g. Allotment / transfer / bonus / swear equity etc)	Nil	Nil	Nil	Nil
	At the End of the year	1,000	0.02	1,000	0.02

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	1,45,83,789	7,10,59,900	Nil	8,56,43,689
ii. Interest due but not paid	Nil	Nil	Nil	Nil
iii. Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i + ii + iii)	1,45,83,789	7,10,59,900	Nil	8,56,43,689
Change in indebtedness during the financial year				
● Addition	Nil	Nil	Nil	Nil
● Reduction	(78,19,889)	(21,40,000)	Nil	(99,59,889)
Net change	(78,19,889)	(21,40,000)	Nil	(99,59,889)
Indebtedness at the end of the financial year				
i. Principal Amount	67,63,900	6,89,19,900	Nil	7,56,83,800
ii. Interest due but not paid	Nil	Nil	Nil	Nil
iii. Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i + ii + iii)	67,63,900	6,89,19,900	Nil	7,56,83,800

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

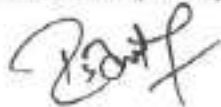
Sr. No.	Particulars of Remuneration	Name of MD / WTD / Manager			Total Amount
		MD	WTD	Manager	
			Executive Director		
			Mrs. Jyotsna Agarwal		
	<u>Gross Salary</u>				
1.	a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	Nil	Nil	Nil	Nil
	b) Value of perquisites u/s. 17(2) of Income-tax Act, 1961	Nil	Nil	Nil	Nil
	c) Profits in lieu of salary u/s. 17(3) of Income-tax Act, 1961	Nil	Nil	Nil	Nil
2.	Stock Option	Nil	Nil	Nil	Nil
3.	Sweat Equity	Nil	Nil	Nil	Nil
	<u>Commission</u>	Nil	Nil	Nil	Nil
4.	- as % of profit	Nil	Nil	Nil	Nil
	- others, specify	Nil	Nil	Nil	Nil
5.	Others, please specify	Nil	5,00,000	Nil	5,00,000
	Total (A)	Nil	Nil	Nil	Nil
	Ceiling as per the Act	Nil	Nil	Nil	Nil

B. Remuneration to other Directors

There is no remuneration paid to any Directors.

COMPANY	
Penalty	None
Punishment	
Compounding	
DIRECTORS	
Penalty	None
Punishment	
Compounding	
OTHER OFFICERS IN DEFAULT	
Penalty	None
Punishment	
Compounding	

For and on behalf of the Board of Directors
Electro Force (India) Private Limited



Name: Ramniranjan Bhutra

DIRECTOR

DIN: 01459092

Address: G 401, Evershine Millenium
Paradise Moon-73, Thakur Village
Evershine Dream Park, Kandivali East
Mumbai 400101.



Name: Jyotsna Agarwal

DIRECTOR

DIN: 02664797

Address: 1105, Tower A, Raheja
Sherwood, Western Express Highway B/H
Hub Mall, Goregaon East, Mumbai
400063.

Place: Mumbai

Dated: 04/09/2018

A BHUTRA & ASSOCIATES

Chartered Accountants



Independent Auditor's Report

To the Members of
Electro Force (India) Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Electro Force (India) Private Limited** ("**the Company**") which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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



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, 2018, and its Profit 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 (1) 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;
 - 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, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 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 17 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.

For and on behalf of

A Bhutra & Associates

Chartered Accountants

Firm Registration Number: 020770C

Alokiram Bhutra

Alokiram Bhutra

Proprietor

Membership number: 142786

Place: Mumbai

Date: 04.09.2018



"Annexure A" to the Independent Auditor's Report

The Annexure referred to in our report to the members of **Electro Force (India) Private Limited** for the year ended March 31, 2018, we report that:

- 1)
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
 - b) As explained to us, all Fixed Assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such physical verification.
 - c) The company does not own any immovable property; therefore this clause is not applicable.
- 2) As explained to us, the inventories were physically verified during the year by the management at reasonable intervals and no material discrepancies were noticed on physical verification.
- 3) The Company has granted interest free unsecured loans and advances to parties covered by clause (76) of Section 2 of the Companies Act, 2013:
 - a) The terms and conditions of the grant of such loans are not prejudicial to the company's interest.
 - b) The receipt of the principal amount and interest are regular.
 - c) There are no overdue amounts at end of the year in respect of both interest and principal.
- 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 securities granted by the company.
- 5) The Company has not accepted any deposits from the public and does not have any unclaimed deposit as at March 31, 2018 and therefore, the provisions of clause 3(v) of the Order are not applicable to the company.
- 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.
- 7)
 - a) According to information and explanations given to us and on the basis of our examination of the books of accounts, and records of the Company, undisputed statutory dues including Provident Fund, Income Tax, Sales tax, Value added Tax, Service Tax, Professional Tax, Custom Duty, Excise Duty and any other statutory dues have been generally regularly deposited with the appropriate authorities. According to the



information and explanations given to us, no undisputed amounts payable were outstanding as at March 31, 2018 in respect of the aforesaid dues for a period of more than six months from the date of becoming 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) The company does not have any loans or borrowings from bank financial institutions or government and has not issued any debentures and therefore, the provisions of clause 3 (viii) are not applicable.
- 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.
- 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) The company is a private company, therefore clause (xi) of paragraph 3 is not applicable to the company.
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (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.
- 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.



- T6) 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.

For and on behalf of

A Bhutra & Associates

Chartered Accountants

Firm Registration Number: 020770C

Alokraj Bhutra

Alokraj Bhutra

Proprietor

Membership number: 142786



Place: Mumbai

Date: 04.09.2018

"Annexure B" to the Independent Auditor's Report of even date on the Financial Statements of Electro Force (India) 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 **Electro Force (India) Private Limited** ("the Company") as of March 31, 2018 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the 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.

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, 2018, 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 and on behalf of

A Bhutra & Associates

Chartered Accountants

Firm Registration Number: 020770C

Alokram Bhutra

Alokram Bhutra

Proprietor

Membership number: 142786



Place: Mumbai

Date: 04.09.2018

ELECTRO FORCE (INDIA) PRIVATE LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2018

Particulars	Note	Current Year 31.03.2018 Rs.	Previous Year 31.03.2017 Rs.
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	1	5,00,00,000	5,00,00,000
Reserves & Surplus	2	(1,54,61,229)	(2,60,48,587)
		<u>3,45,38,771</u>	<u>2,39,51,419</u>
Share Application Money Pending Allotment		-	-
Non Current Liabilities			
Long Term Borrowings	3	6,89,19,900	7,10,59,900
Current Liabilities			
Short Term Borrowings	4	67,63,900	1,45,83,789
Trade Payables	5	1,07,58,283	7,01,70,677
Other Current Liabilities	6	1,66,98,871	1,92,04,730
Short Term Provisions	7	15,52,795	10,51,704
Total		<u>13,92,32,520</u>	<u>14,06,22,219</u>
ASSETS			
Non-Current Assets			
Fixed Assets			
Tangible Assets	8	4,40,99,763	4,25,84,242
Intangible Assets	8	5,05,000	6,04,655
Capital Work-in-Progress	8	-	93,53,017
Long Term Loans and Advances	9	14,80,899	14,05,961
Current Assets			
Inventories	10	3,78,12,863	2,74,71,010
Trade Receivables	11	3,89,93,230	4,60,06,943
Cash and Cash Equivalents	12	49,92,602	46,30,855
Short Term Loans and Advances	13	1,13,48,163	85,65,536
Total		<u>13,92,32,520</u>	<u>14,06,22,219</u>

Notes on Financial Statements
Significant Accounting Policies

1 to 24

As per our report of even date attached

For: A BHUTRA & ASSOCIATES
Chartered Accountants
Firm Registration No. 020770C

Alokram Bhutra
Proprietor
Membership No. 142786



Place: Mumbai
Date: 04/04/2018

For and on behalf of the Board
ELECTRO FORCE (INDIA) PRIVATE LIMITED

Ram Miranjan Bhutra
Director
DIN - 01459092

Syotana Agarwal
Director
DIN - 02664797

S. N. Acharya
Company Secretary



ELECTRO FORCE (INDIA) PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2018

Particulars	Note	Current Year 31.03.2018 Rs.	Previous Year 31.03.2017 Rs.
Income			
Revenue from Operations	14	11,90,69,598	11,58,73,332
Other Income	15	15,58,378	21,20,717
Total Revenue		12,06,27,976	11,79,94,049
Expenditure			
Cost of Material Consumed	16	7,44,66,138	7,68,00,971
Changes in Inventories of Finished Goods, Stock-in-Process and Scrap	17	(73,41,649)	(57,64,583)
Employee Benefits Expense	18	96,24,511	1,15,00,818
Finance Cost	19	12,57,666	5,555
Depreciation & Amortisation	20	88,82,840	99,03,709
Other Expenses	21	2,31,51,117	2,30,03,024
Total Expenses		11,00,40,624	11,54,58,494
Profit before tax		1,05,87,352	25,35,555
Tax Expenses			
Current year		-	-
Deferred Tax		-	-
Earlier Year (s)		-	(1,41,630)
Profit for the year		1,05,87,352	26,77,185

Earnings per Equity share of face value of Rs. 10 each

Basic and Diluted	22	2.12	0.54
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Notes on Financial Statements
 Significant Accounting Policies

1 to 24

As per our report of even date attached

For A BHUTRA & ASSOCIATES

Chartered Accountants

Firm Registration No. 020770C

Alokiram Bhutra

Proprietor

Membership No. 142786



Place Mumbai

Date: 04/09/2018

For and on behalf of the Board

ELECTRO FORCE (INDIA) PRIVATE LIMITED

Ram Niranjana Bhutra

Director

DIN - 01459092

Sureta Acharya

Company Secretary

Jyotsna Agarwal

Director

DIN - 02664797



ELECTRO FORCE (INDIA) PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR 2017-18

Particulars	Current Year 31.03.2018 Rs.	Previous Year 31.03.2017 Rs.
A: Cash Flow from Operating Activities:		
Net Profit before tax as per Statement of Profit and Loss	1,05,87,352	25,35,555
Adjusted for:		
Depreciation and Amortisation Expense	88,82,840	99,03,700
Interest Income	(4,98,207)	(4,01,195)
Finance Costs	12,57,666	5,555
	<u>96,42,299</u>	<u>94,28,069</u>
Operating Profit before Working Capital Changes	2,02,29,652	1,49,63,624
Adjusted for:		
Trade and Other Receivables	70,13,719	(1,56,24,921)
Inventories	(1,03,41,853)	(92,89,819)
Short Term Loans and Advances	(27,82,627)	(7,72,845)
Trade and Other Payables	(12,395)	11,63,344
Other Current Liabilities	(25,05,859)	(1,11,314)
Short Term Provisions	5,01,092	25,02,476
Short Term Borrowings	(78,19,889)	1,30,66,113
	<u>(1,59,47,819)</u>	<u>(62,76,974)</u>
Cash Generated from Operations	42,81,832	36,85,550
Taxes Paid (net)	-	1,41,630
Net Cash Flow from / (used in) Operating Activities	<u>42,81,832</u>	<u>30,26,280</u>
B: Cash Flow From Investing Activities:		
Purchase of Fixed Assets	(9,45,690)	(1,00,00,103)
Interest Income	4,98,207	4,81,195
Advance for Purchase of Shares	-	-
Long Term Loans and Advances	(74,936)	(5,84,758)
Net Cash Flow from / (used in) Investing Activities	<u>(5,22,419)</u>	<u>(1,01,03,666)</u>
C: Cash Flow From Financing Activities:		
Long Term Borrowings (net)	(21,40,000)	64,70,405
Other Non-Current Liabilities	-	(2,00,000)
Finance Costs	(12,57,666)	(5,555)
Net Cash Generated from / (used in) Financing Activities	<u>(33,97,666)</u>	<u>62,64,851</u>
Net (Decrease) / Increase in Cash and Cash Equivalents	3,61,747	9,464
Opening Balance of Cash and Cash Equivalents	46,30,855	46,21,391
Closing Balance of Cash and Cash Equivalents	<u>49,92,602</u>	<u>46,30,855</u>

As per our report of even date attached

For **A BHUTRA & ASSOCIATES**
Chartered Accountants
Firm Registration No. 0207700

Alokaram Bhutra
Alokaram Bhutra
Proprietor
Membership No. 140786



Place: Mumbai
Date: 04/09/2018

For and on behalf of the Board
ELECTRO FORCE (INDIA) PRIVATE LIMITED

Rajn Niranjani Bhutra
Rajn Niranjani Bhutra
Director
DIN - 01459392

Sweta Acharya
Sweta Acharya
Company Secretary

Jyotsna Agarwal
Jyotsna Agarwal
Director
DIN - 02664197



ELECTRO FORCE (INDIA) PRIVATE LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

Current Year	Previous Year
31.03.2018	31.03.2017
Rs.	Rs.

1. Share Capital

Authorised Share Capital:

50,00,000 (Previous Year: 50,00,000) Equity Shares of Rs. 10/- each	<u>5,00,00,000</u>	<u>5,00,00,000</u>
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Issued, Subscribed and Fully Paid Up:

50,00,000 (Previous Year: 50,00,000) Equity Shares of Rs. 10/- each	<u>5,00,00,000</u>	<u>5,00,00,000</u>
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Total	<u>5,00,00,000</u>	<u>5,00,00,000</u>
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1.1 The reconciliation of the number of shares outstanding is set out below.

Particulars	31.03.2018	31.03.2017
	No. of Shares	No. of Shares
Equity Shares at the beginning of the year	50,00,000	50,00,000
Add: Shares issued during the year	-	-
Equity shares at the end of the year	50,00,000	50,00,000

1.2 Rights, Preferences and restrictions attached to Equity shares:

The Company has a single class of equity shares. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders. 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 proportion to their shareholding.

1.3 The details of Shareholders holding more than 5% shares:

Name of the Shareholder	31.03.2018	31.03.2017
	No. of Shares % held	No. of Shares % held
AYESSPEA Holdings and Investments Limited	17,05,000 34.10%	17,05,000 34.10%
PK Hospitality Services Private Limited	22,50,000 45.00%	22,50,000 45.00%
Garuda Television Private Limited	9,90,000 19.80%	9,90,000 19.80%

2. Reserve & Surplus

Surplus / (Deficit) in the Statement of Profit and Loss

As per last Balance Sheet	(2,60,48,581)	(2,67,25,76€)
Add: Profit / (Loss) for the year	1,05,87,352	36,77,185
Total	<u>(1,54,61,229)</u>	<u>(2,60,48,581)</u>



ELECTRO FORCE (INDIA) PRIVATE LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

	Current Year 31.03.2018 Rs.	Previous Year 31.03.2017 Rs.
3. Long Term Borrowings		
Secured	-	-
Unsecured		
From Directors	-	-
From Related Parties	6,89,19,900	7,10,59,900
From Others	-	-
Total	<u>6,89,19,900</u>	<u>7,10,59,900</u>
4. Short Term Borrowings		
Secured		
Current Account Over Drawn	67,63,900	1,45,63,789
Unsecured	-	-
Total	<u>67,63,900</u>	<u>1,45,63,789</u>
4.1 Loans Repayable on Demand referred to above are secured by hypothecation of present and future stock of raw materials, stock in process, finished goods, stores and spares, bank debts, etc		
5. Trade Payables (Unsecured and Considered good)		
Micro, Small and Medium Enterprises	-	-
Others	1,07,58,283	1,07,70,677
Total	<u>1,07,58,283</u>	<u>1,07,70,677</u>
6. Other Current Liabilities		
GST Payable	52,829	-
VAT & CST Payable	-	30,21,467
TDS & TCS Payable	4,37,787	1,04,632
Advances from Customers	1,62,08,254	1,59,96,691
Total	<u>1,66,98,871</u>	<u>1,92,04,730</u>
7. Short Term Provisions		
Employee Benefits Payable	7,32,795	6,81,704
Audit Fees Payable	1,00,000	1,80,000
Expenses Payable	7,20,000	7,70,000
Total	<u>15,52,795</u>	<u>15,31,704</u>



ELECTRO FORCE (INDIA) PRIVATE LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

	Current Year 31.03.2018 Rs.	Previous Year 31.03.2017 Rs.
9. Long Term Loans and Advances (Unsecured and Considered good)		
Loan and Advance to Related Parties	-	-
Security Deposits	14,80,899	14,05,961
Total	14,80,899	14,05,961
10. Inventories		
Raw Materials	1,09,34,330	77,59,746
Stock-in-Process	74,48,176	26,43,647
Finished Goods	1,63,73,840	1,30,55,128
Stores and Spares	6,70,617	8,44,997
Scrap	23,85,900	31,65,492
Total	3,78,12,863	2,74,71,010
10.1 Valuation of Inventories are as Valued and Certified by the Management		
11. Trade Receivables (Unsecured and Considered good)		
Debts outstanding for a period exceeding 6 months	31,54,456	11,23,185
Other debts	3,58,38,774	4,48,83,758
Total	3,89,93,230	4,60,06,943
12. Cash & Cash equivalents		
Cash on Hand	13,772	25,873
Balances with Banks In Current Accounts	-	-
As Fixed Deposits	49,78,830	46,04,982
Total	49,92,602	46,30,855
13. Short Term Loans & Advances (Unsecured and Considered good)		
Balance with Central Excise Authorities (Net) / IGST Receivable (Sent)	1,12,290	89,732
Advance Income Tax (Net of Provision)	88,591	55,244
MAT Credit	6,25,747	1,42,597
Business Advances	61,48,815	53,13,935
Loans to Employees	71,000	15,080
Prepaid Expenses	93,368	1,32,736
Advances to Suppliers	42,08,352	18,51,291
Total	1,13,48,163	85,69,586



ELECTRO FORCE (INDIA) PRIVATE LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

	Current Year 31.03.2018 Rs.	Previous Year 31.03.2017 Rs.
14. Revenue From Operations		
Sale of Products	11,90,69,598	11,58,73,332
Total	<u>11,90,69,598</u>	<u>11,58,73,332</u>
15. Other Income		
Interest Income	4,98,207	4,81,195
Discount Received	35,900	17,645
Balances no longer payable written back	4,54,114	5,79,036
Trial Amortization	4,04,556	70,70,602
Exchange Rate Difference	1,65,602	35,239
Total	<u>15,58,378</u>	<u>21,20,717</u>
16. Cost of Materials Consumed		
Purchases	7,76,40,722	8,04,60,953
	<u>7,76,40,722</u>	<u>8,04,60,953</u>
Add: Opening Stock of Raw Materials	77,59,746	47,08,764
Less: Closing Stock of Raw Materials	1,09,34,330	77,59,746
Total	<u>7,44,66,138</u>	<u>7,68,09,971</u>
17. Changes in Inventories of Finished Goods, Stock-in-Process and Scrap		
Inventories (at close)		
Finished Goods	1,63,73,840	1,30,53,128
Stock-in-Process	74,48,176	26,43,647
Scrap	23,85,900	31,69,492
	<u>2,62,07,916</u>	<u>1,88,66,267</u>
Inventories (at commencement)		
Finished Goods	1,30,53,128	1,05,87,532
Stock-in-Process	26,43,647	15,02,140
Scrap	31,69,492	10,12,072
	<u>1,88,66,267</u>	<u>1,31,01,684</u>
Total	<u>(73,41,649)</u>	<u>(57,64,593)</u>
18. Employee Benefits Expense		
Salaries and Wages	74,83,396	93,50,676
Director's Remuneration	5,00,000	3,00,000
Contribution to Provident and Other Funds	3,26,561	3,99,021
Staff Welfare Expenses	13,14,554	14,51,119
Total	<u>96,24,511</u>	<u>1,15,00,816</u>



ELECTRO FORCE (INDIA) PRIVATE LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

	Current Year	Previous Year
	31.03.2018	31.03.2017
19. Finance Cost		
EG Commission	12,57,666	
Processing Fee and Charges	-	5,555
Total	12,57,666	5,555
20. Depreciation and Amortization Expense		
Depreciation and Amortisation	88,82,840	99,03,709
Preliminary and Pre-operating expenses written-off	-	-
Total	88,82,840	99,03,709
21. Other Expenses		
Manufacturing Expenses		
Consumption of Stores and Spares	4,59,061	5,54,019
Electric, Power, Fuel and Water	12,41,721	54,23,972
Labour Processing and Machinery Hire Charges	1,61,29,843	1,32,56,453
Repairs to Machinery	5,02,582	7,44,120
	1,83,33,208	1,79,98,564
Selling and Distribution Expenses		
Freight and Forwarding Expenses	14,79,556	10,40,316
Discounts given	-	-
	14,79,556	10,40,316
Establishment Expenses		
Professional Fees	11,33,105	2,74,105
General Expenses	17,14,002	23,79,032
Insurance Expenses	1,32,680	71,264
EPCG License Expenses	21,222	2,81,220
ROC Fees	30,000	5,400
Rates and Taxes	1,57,344	7,53,151
Payment to Auditors	1,00,000	2,00,000
	33,38,353	39,14,147
Total	2,31,51,117	2,30,03,024
21.1 Payment to Auditor as:		
Statutory Audit Fees	75,000	75,000
Tax Audit Fees	25,000	25,000
Sales Tax Matters & Others	-	1,00,000
	1,00,000	2,00,000



ELECTRO FORCE (INDIA) PRIVATE LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2018

	Current Year	Previous Year
	31.03.2018	31.03.2017
22. Earning Per Share (EPS)		
i) Net Profit after tax as per Statement of Profit and Loss attributable to Equity Share holders (Rs.)	1,05,87,352	26,77,185
ii) Weighted Average number of Equity Shares used as denominator for calculating EPS	50,00,000	50,00,000
iii) Basic and Diluted Earnings per share (Rs.)	2.12	0.54
iv) Face Value per Equity Share (Rs.)	10.00	10.00
23. Contingent Liabilities and Commitments		
(I) Contingent Liabilities (to the extent not provided for)		
a Bank Guarantees opened with banks	1,39,74,074	1,39,74,074
b Custom Duty payable against Export Obligation	1,39,74,074	1,39,74,074
(II) Commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	-	-

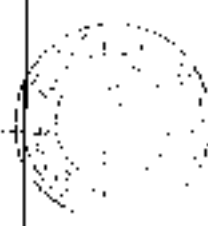


ELECTRO FORCE (INDIA) PRIVATE LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018

8. Fixed Assets

Particulars	Gross Block			Depreciation / Amortisation			Net Block			
	As on 01.04.2017	Additions	Deductions / Adjustments	As on 31.03.2018	Upto 01.04.2017	For the Year	Deductions / Adjustments	Upto 31.03.2018	As on 31.03.2018	As on 31.03.2017
Tangible Assets:										
Plant and Machinery	9,86,94,366	98,95,829	-	10,85,70,197	58,79,941	86,19,400	-	6,62,04,341	4,23,05,856	4,04,99,427
Factory Equipment	28,34,441	3,65,066	-	31,99,507	25,47,332	1,63,029	-	27,10,361	4,69,146	2,67,709
Office Equipment	20,26,399	7,812	-	20,94,211	17,04,080	1,51,278	-	18,55,358	2,38,853	3,82,319
Motor Vehicles	2,56,025	-	-	2,56,025	2,08,556	13,263	-	2,27,819	34,206	47,469
Furniture & Fixture	57,93,983	-	-	57,93,983	44,63,293	4,13,308	-	48,76,620	9,19,383	13,32,590
Computers and Printers	11,93,354	40,000	-	12,33,354	11,58,726	27,909	-	11,81,035	52,319	35,228
Sub-Total	11,08,50,570	1,02,98,707	-	12,11,49,277	6,82,66,328	87,83,186	-	7,70,49,514	4,40,99,763	4,25,84,242
Intangible Assets:										
Trade Mark	1,01,00,000	-	-	1,01,00,000	94,95,345	89,654	-	95,95,000	5,05,000	5,04,655
Sub-Total	1,01,00,000	-	-	1,01,00,000	94,95,345	99,654	-	95,95,000	5,05,000	6,04,655
Total	12,09,50,570	1,02,98,707	-	13,12,49,277	7,77,61,673	88,82,840	-	8,66,44,513	4,46,04,764	4,31,88,897
Previous Year Capital Work-in-Progress	11,09,50,407	1,00,00,103	-	12,09,50,570	6,76,57,904	59,03,709	-	7,77,61,673	4,31,88,897	4,30,02,503
										93,52,017



ELECTRO FORCE (INDIA) PRIVATE LIMITED

Notes on Financial Statements for the year ended 31st March, 2018

24. Related Party Disclosures

As per Accounting Standard 18, the disclosures of transactions with the related parties are given below:

- i) List of related parties where control exists and related parties with whom transactions have taken place and relationships:

Sr. No.	Name of the Related Party	Relationship
1	Mrs. Jyotsna Agarwal	Key Managerial Personnel
2	Mr. Ram Niranjan Bhutra	
3	Ms. Sweta Acharya	
4	Mrs. Khushbu Bhutra	Relative of KMP
5	Ayesspec Holdings and Investments Limited	Associate Companies / Enterprises over which Key Managerial Personnel (KMP) are able to exercise influential control
6	P.K.Hospitality Services Private Limited	
7	Garuda Aviation Services Private Limited	
8	Makindran Foods Private Limited	
9	Yash Vikram Infrastructure Private Limited	
10	Garuda Television Private Limited	
11	Electroplast (India) Private Limited	
12	Gallic Electro Technologies Private Limited	
13	Artemis Electricals Limited	
14	Artemis Opto Electronic Technologies Pvt. Ltd.	

- ii) Transactions during the year with related parties.

Sr. No.	Nature of Transactions	Key Managerial Personnel and their Relative	Associate Companies / Group Co.	Total
1	Sale of Items and Services (Net of Returns)	-	54,71,248	54,71,248
2	Purchase of Items and Services (Net of Returns)	-	14,85,917	14,85,917
3	Net Loans and Advances taken / (repaid)	-	(21,40,000)	(21,40,000)
4	Remuneration and Professional Fee Paid	8,00,000	-	8,00,000
Balance as at 31st March, 2018				
5	Trade Receivables	-	45,09,061	45,09,061
6	Trade and other Payables	-	71,301	71,301
7	Long-Term Unsecured Loans	-	6,89,19,900	6,89,19,900
8	Business Advances	-	1,03,70,012	1,03,70,012

Note: Figures in italic represents Previous Year's amounts.

As per our report of even date attached

for **A BHUTRA & ASSOCIATES**

Chartered Accountants

Firm Registration No. 020770C

Alokiram

Alokiram Bhutra

Proprietor

Membership No. 142/56



Place: Mumbai

Date: 04/03/2018

For and on behalf of the Board

ELECTRO FORCE (INDIA) PRIVATE LIMITED

Ram Niranjan Bhutra
Ram Niranjan Bhutra
 Director
 DIN - 01459092

Jyotsna Agarwal
Jyotsna Agarwal
 Director
 DIN - 02664797

Sweta Acharya
Sweta Acharya
 Company Secretary



ELECTRO FORCE (INDIA) PRIVATE LIMITED

Depreciation as per IT Act

Sr. No.	Particulars	Rate	WDV as on 01/04/17	Additions		Deductions	Net Cost as on 31/03/18	At Normal Rates	Depreciation		WDV as on 31/03/18
				More than 180 days	Less than 180 days				Additional	Total	
1	Plant & Machinery	15%	3,81,68,397	4,37,932	94,03,897	-	4,80,54,226	95,02,842	-	65,07,942	4,15,51,384
2	Factory Equipment	15%	13,62,314	14,790	3,50,366	-	17,27,380	2,32,031	-	2,32,030	4,94,350
3	Furniture & Fixture	10%	31,00,369	-	-	-	31,00,909	3,10,097	-	3,10,097	27,90,812
4	Trade Mark	25%	17,57,583	-	-	-	17,57,583	4,40,395	-	4,40,395	13,17,188
5	Office Equipments	15%	10,54,681	-	7,812	-	10,62,493	1,58,788	-	1,58,788	9,03,705
6	Computers	42%	23,820	-	40,000	-	63,826	7,530	-	7,530	46,296
7	Motor Vehicles	15%	96,559	-	-	-	96,559	4,484	-	4,484	92,075
Total			4,56,04,329	4,96,632	98,02,075	-	5,59,03,036	76,85,967	-	76,85,967	4,82,17,069



ELECTRO FORCE (INDIA) PRIVATE LIMITED

Significant Accounting Policies forming part of the Financial Statements

for the year ended March 31, 2018

A. Basis of accounting and preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the mandatory Accounting Standards as prescribed under section 133 of the Companies Act, 2013 (Act) read with Rule 7 of the Companies (accounts) Rules, 2014, and the relevant provisions of the Companies Act 2013. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent.

B. Use of estimates

The preparation of the financial statements is in conformity with Indian GAAP which requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

C. Inventories

Inventories are valued at cost.

D. Depreciation Of Fixed Assets

Depreciation has been provided on written down value method as per Companies Act, 2013. The Management estimates the useful lives for the fixed assets as prescribed in Schedule II to the Companies Act, 2013.

E. Revenue recognition

All Income and Expenditure are accounted for on accrual basis except following expenditure : a) Leave Salary, b) Other Retirement Benefits such as gratuity, pension, etc. and all material known liabilities are provided for on the basis of available informations / estimates.

F. Other income

Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.

G. Tangible fixed assets

Fixed assets, are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant assets. Subsequent expenditure relating to fixed assets is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

H. Borrowing costs

Borrowing costs include interest, amortisation of ancillary costs incurred. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalisation of such asset is added to the cost of the assets. Capitalisation of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.

I. Earnings per share

Basic earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares outstanding during the year.



ELECTRO FORCE (INDIA) PRIVATE LIMITED

Significant Accounting Policies forming part of the Financial Statements for the year ended March 31, 2018

J. Foreign Currency Translation

Foreign Currency Transactions are recorded at the Spot rates on the date of the respective transactions. Exchange Differences arising on foreign exchange transactions settled during the period are recognized in the P&L A/c of the period.

Monetary assets & liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date; the resultant exchange differences are recognized in the P&L A/c.

K. Taxes on income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax has not been recognised in this year, as no major timing difference observed.

L. Provisions and contingencies

Provision is recognised in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Contingent liabilities are disclosed unless the possibility of outflow of resources is remote.

Contingent assets are neither recognised nor disclosed in the financial statements.

M. Events Occuring After Balance Sheet Date

No Significant events which could affect the financial position as on 31st March 2018, to a material extent have been reported by the assessee, after the balance sheet date till the signing of the report.

N. Segment information pursuant to Accounting Standard (AS-17) "Segment Reporting"

The Company operates in only one segment and therefore, there are no segments that can be reported. Hence, no separate disclosure is made.

