

LIBERTY CHEMICALS PRIVATE LIMITED

Balance Sheet as at 31st March 2017

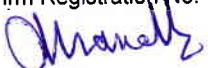
	Note No.	As at March 31, 2017 ₹	As at March 31, 2016 ₹
EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share Capital	1	18,600,000	18,600,000
(b) Reserves and Surplus	2	8,139,763	8,870,954
		26,739,763	27,470,954
Non-Current Liabilities			
(a) Other Long Term Liabilities	3	6,753,400	6,753,400
(b) Deferred Tax Liability - Net	4	11,779	11,779
		6,765,179	6,765,179
Current Liabilities			
(a) Short - Term Borrowings	5	2,968,938	2,260,438
(b) Trade Payables	6	59,680	58,430
(c) Other Current Liabilities	7	5,000	6,000
		3,033,618	2,324,868
TOTAL		36,538,560	36,561,001
ASSETS			
Non-Current Assets			
(a) Fixed Assets	8		
(i) Tangible Assets		17,146,173	17,146,173
(ii) Intangible Assets		-	-
(iii) Capital Work in Progress		12,084,986	12,084,986
		29,231,159	29,231,159
(b) Non - Current Investments			
(c) Long Term Loans & Advances	9	7,250,000	7,250,000
(d) Other Non Current Assets	10	24,182	24,182
		7,274,182	7,274,182
Current Assets			
(a) Inventories		-	-
(b) Trade Receivables		-	-
(c) Cash and Cash Equivalents	11	33,219	55,660
		33,219	55,660
TOTAL		36,538,560	36,561,001

Significant Accounting Policies and Notes to Accounts 14 to 18

The accompanying Notes are an Integral Part of these Financial Statements.

In terms of our report attached

For Dosi & Jain
Chartered Accountants
Firm Registration No. 112435W


Chandresh Gandhi
Partner
Membership No. 43172



Mumbai, May 29, 2017

For and on behalf of Board of Directors


Basant Kabra
Director


Shiva Kabra
Director

LIBERTY CHEMICALS PRIVATE LIMITED

Statement of Profit and Loss for the year ended 31st March 2017

	Note No.	2016-17 ₹	2015-16 ₹
I. Revenue from operations (Gross)		-	-
Less : Excise duty		-	-
Revenue from operations (Net)		-	-
II. Other Income		-	-
III. Total Revenue (I+II)		-	-
IV. Expenditure			
Cost of Materials Consumed			
Purchase of Stock-in-Trade			
Manufacturing & Operating Costs			
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade			
Employee Benefit Expenses			
Finance Costs	12	119	2,210
Depreciation and Amortisation Expense		-	-
Other Expenses	13	731,072	770,798
Total Expenses		731,191	773,008
V. Profit before Exceptional Items & Tax		(731,191)	(773,008)
VI. Exceptional Items			
VII. Profit/Loss Before Taxation (V - VI)		(731,191)	(773,008)
VIII. Tax Expense :			
Current Tax		-	-
Deferred Tax		-	-
IX. Profit After Taxation (VII - VIII)		(731,191)	(773,008)
Earnings per Equity Share of ₹ 10/- each			
(1) Basic		(0.39)	(0.42)
(2) Diluted		(0.39)	(0.42)

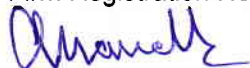
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In terms of our report attached

For Dosi & Jain

Chartered Accountants

Firm Registration No. 112435W



Chandresh Gandhi

Partner

Membership No. 43172



For and on behalf of Board of Directors



Basant Kabra
Director



Shiva Kabra
Director

Mumbai, May 29, 2017

LIBERTY CHEMICALS PRIVATE LIMITED SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Preparation of Financial Statements

The Accounts have been prepared as a going concern under historical cost convention in accordance with the generally accepted accounting principles in India and the provisions of the Companies Act, 1956.

B. Fixed Assets:

All fixed assets are valued at their original cost which includes expenditure incurred in acquisition and construction / installation and other related expenses, including duties and other non refundable taxes or levies, any directly attributable cost of bringing the assets to its working condition. Capital work in progress is carried at cost, comprising of direct cost and related incidental expenses.

C. Depreciation:

Depreciation on fixed assets has been provided on Written Down Rates prescribed in Schedule II of the Companies Act, 2013 Intangible Assets are amortized on straight line basis over the estimated economic useful life.

D. Impairment of Assets:

The Company on an annual basis makes an assessment of any indicator that may lead to "Impairment of Assets". If any such indications exist, the Company estimates the recoverable amount of the assets. If such recoverable amount is less than the carrying amount of the assets, than the carrying amount is reduced to its recoverable amount by treating the difference between them as impairment loss and the same is charged to Profit & Loss Account.

E. Revenue Recognition:

Sales are net of returns and claims. Income and expenditure are recognised on accrual basis. Revenue from contracts priced on a time and material basis are recognized when services are rendered and related costs are incurred. Revenue from maintenance contracts are recognised pro-rata over the period of the contract.

F. Borrowing Costs:

Borrowing Costs that are attributable to the acquisition or construction of qualifying assets are capitalized 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 profit and loss account.

G. Provisions, Contingent Liabilities and Contingent Assets:

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but are disclosed in Notes to Accounts. Contingent assets are neither recognised nor disclosed in financial statements.

H. Taxation:

The Current charge for income taxes is calculated in accordance with the relevant tax regulations, past assessments & legal opinion sought by the Company. Deferred-tax assets and liabilities are recognized for future tax consequences attributable to the timing differences that result between the profit offered for income tax and the profit as per the financial statements. Deferred tax assets and liabilities are measured as per the tax rates/laws that have been enacted or substantively enacted by the Balance Sheet date.

I. Earning per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to the equity shareholders by the weighted average number of equity shares outstanding during the period. Earning considered in ascertaining the company's earnings per share is the net profit for the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to the equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

LIBERTY CHEMICALS PRIVATE LIMITED
Notes to the Financial Statements for year ended 31st March 2017

1 SHARE CAPITAL	As at 31st March 2017 ₹	As at 31st March 2016 ₹
Authorised		
25,00,000 (Previous year: 25,00,000 equity shares of ₹ 10 each)	<u>25,000,000</u>	<u>25,000,000</u>
Issued and Subscribed		
18,60,000 (Previous year: 18,60,000) equity shares of ₹ 10 each fully paid up	<u>18,600,000</u>	<u>18,600,000</u>

Reconciliation of fully paid equity shares

As per last balance sheet
Issued during the year
Balance at the end of year

As at 31st March 2017		As at 31st March 2016	
Number of Shares	Share Capital (Rs.)	Number of Shares	Share Capital (Rs.)
1,860,000	18600000	1,860,000	18,600,000
-	0	-	-
<u>1,860,000</u>	<u>18600000</u>	<u>1,860,000</u>	<u>18,600,000</u>

Terms/Rights attached to equity shares

The company has only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in the proportion to the number of equity shares held by the shareholders.

Details of shareholders holding more than 5% shares in the company

	As at 31st March 2017		As at Mar 31, 2016	
	Number of Shares	%	Number of Shares	%
Control Print Limited	1,860,000	100	1,860,000	100

2 RESERVES AND SURPLUS	As at 31st March 2017 ₹	As at 31st March 2016 ₹
Capital Reserve		
Balance as per Last Account		-
Securities Premium Account		
Balance as per Last Account	18,500,000	18,500,000
General Reserve		
Balance as per Last Account		-
Surplus in the statement of Profit and Loss		
Balance as per Last Account	(9,629,046)	(8,856,038)
Add/(Less): Net Profit /(Net Loss) for the year	(731,191)	(773,008)
Less Appropriations:		
Proposed Dividend (NIL Previous year Rs NIL per share)	-	-
Corporate Tax on Proposed Dividend	-	-
Transfer to General Reserve	-	-
Net Surplus in the Statement of Profit and Loss	<u>(10,360,237)</u>	<u>(9,629,046)</u>
Total Reserves and Surplus	<u>8,139,763</u>	<u>8,870,954</u>

3 OTHER LONG TERM LIABILITIES	As at 31st March 2017 ₹	As at 31st March 2016 ₹
Other Liabilities	<u>6,753,400</u>	<u>6,753,400</u>

LIBERTY CHEMICALS PRIVATE LIMITED
Notes to the Financial Statements for year ended 31st March 2017

	As at 31st March 2017 ₹	As at 31st March 2016 ₹
4 DEFERRED TAX LIABILITY - NET		
Deferred Tax Liability- Related to Fixed Assets	<u>11,779</u>	<u>11,779</u>
5 SHORT-TERM BORROWINGS		
Control Print Limited (Adv)	<u>2,968,938</u>	<u>2,260,438</u>
	<u>2,968,938</u>	<u>2,260,438</u>
6 TRADE PAYABLES		
Legal & Professional Fees Payable	<u>59,680</u>	<u>58,430</u>
	<u>59,680</u>	<u>58,430</u>
7 OTHER CURRENT LIABILITIES		
Statutory Dues	5,000	6,000
Other Payables	-	-
	<u>5,000</u>	<u>6,000</u>
9 LONG-TERM LOANS AND ADVANCES		
Capital Advances	7,250,000	7,250,000
Advance Tax (Net of Provision for Tax)	-	-
	<u>7,250,000</u>	<u>7,250,000</u>
10 OTHER NON CURRENT ASSETS		
Others	<u>24,182</u>	<u>24,182</u>
	<u>24,182</u>	<u>24,182</u>
11 CASH & CASH EQUIVALENTS		
Cash and Cash Equivalents		
(a) Balances with Banks In Current Accounts	31,529	53,970
(b) Cash on Hand	1,690	1,690
	<u>33,219</u>	<u>55,660</u>

LIBERTY CHEMICALS PRIVATE LIMITED

Notes on Financial Statements for year ended 31st March 2017

8. FIXED ASSETS

(Amount in ₹)

Description	Gross Block				Depreciation/Amortisation				Net Block	
	As at	Additions	Deductions	As at	As at	Additions	Deductions	As at	As at	As at
	01/04/2016		Adjustments	31/03/2017	01/04/2016	31/03/2017	Adjustments	31/03/2017	31/03/2017	31/03/2016
TANGIBLE ASSETS (A)										
Land & Building	17,146,173	-	-	17,146,173	-	-	-	-	17,146,173	17,146,173
INTANGIBLE ASSETS (B)										
Total (A+B)	17,146,173	-	-	17,146,173	-	-	-	-	17,146,173	17,146,173
Previous Year	17,146,173	-	-	17,146,173	-	-	-	-	17,146,173	17,146,173
Capital Work-in-Progress	12,084,986	-	-	12,084,986	-	-	-	-	12,084,986	12,084,986

LIBERTY CHEMICALS PRIVATE LIMITED
Notes to the Financial Statements for year ended 31st March 2017

12 OTHER INCOME	2016-17 ₹	2015-16 ₹
a) Interest Received from Others	-	-
<hr/>		
13 FINANCE COSTS	2016-17 ₹	2015-16 ₹
Interest on Others	-	828
Bank Commission & Charges	119	1,382
	<u>119</u>	<u>2,210</u>
<hr/>		
14 OTHER EXPENSES	2016-17 ₹	2015-16 ₹
Rates & Taxes	648,822	688,448
Auditor's Remuneration	57,500	57,250
Legal & Professional Charges	24,750	25,100
	<u>731,072</u>	<u>770,798</u>
<hr/>		
15 Payment to Auditors include:	2016-17 ₹	2015-16 ₹
(i) Audit Fees	23,000	22,900
(ii) Advisory Services	34,500	34,350
	<u>57,500</u>	<u>57,250</u>
<hr/>		
16 EARNINGS PER SHARE:	2016-17 ₹	2015-16 ₹
Profit after taxation (₹)	1,860,000	1,860,000
Weighted average number of shares outstanding	(0.39)	(0.42)
Earnings per Share - Basic (₹)	1,860,000	1,860,000
Weighted average number of shares (including Share Warrants) outstanding	(0.39)	(0.42)
Earnings per Share - Diluted (₹)	10	10
Face value per Equity Share (₹)	10	10

17 RELATED PARTY DISCLOSURES :

Related Party Disclosures required under AS – 18 are given below:

Name of the Related Party	2016-17	2015-16
Control Print Limited	708,500	760,328
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II Transactions during the year with Related Parties:		
Nature of Transaction	Name of Party	Name of Party
Short Term Borrowings	Control Print Limited	Control Print Limited

18 PREVIOUS YEAR FIGURES

Previous year figures have been regrouped whenever necessary.

In terms of our report attached

For Dosi & Jain
Chartered Accountants
Firm Registration No. 112435W


Chandresh Gandhi
Partner

Membership No. 43172

Mumbai, May 29, 2017



For and on behalf of Board of Directors


Basant Kabra
Director


Shiva Kabra
Director

Dosi & Jain

Chartered Accountants

84/A, 8th Floor,
Mittal Tower 'A' Wing,
Nariman Point,
Mumbai - 400 021, India

Tel. : 91-22-2202 1601 / 02
Fax : 91-22-2202 1603
E-mail : cg@dj-ca.com
djca@vsnl.com

INDEPENDENT AUDITOR'S REPORT

To the Members of
Liberty Chemicals Private Limited

Report on the Financial Statements

1. We have audited the accompanying financial statements of Liberty Chemicals Private Limited ("the Company") which comprise the Balance Sheet as at March 31, 2017 the Statement of Profit and Loss for the year ended and a summary of the significant accounting policies and other explanatory Statements.

Management's Responsibility for Financial Statements

2. The Management and Board of Directors of the Company are 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 Companies (Accounts) Rules, 2014. This responsibility 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; design, implementation and maintenance of adequate internal financial controls, that are 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

3. 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 and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. 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.

4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements, that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of Directors, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion

Opinion

6. 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:
 - a) In the case of Balance Sheet of the state of affairs of the Company as at 31st March 2017,
 - b) In the case of the Profit and Loss Account ,of the profit for the year ended on that date

Report on Other Legal and Regulatory Requirements

7. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us. We give in the Annexure a statement on the matters Specified in paragraphs 3 and 4 of the Order.
8. As required by section 143(3) of the Act, we further 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 appears from our examination of those books;

- c) The Balance Sheet and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid financial statements comply with the applicable 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, 2017, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017, from being appointed as a director in terms of Section 164(2) of the Act.
- f) As informed to us, the Company has initiated the Internal Financial Control Process which will be integrated and strengthened further with the implementation of SAP in the next financial year. Hence we are not in a position to issue a separate report on the adequacy of internal financial control over internal financial reporting and the operative effectiveness of such controls.
- g) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014::
- The Company has no pending litigations which would impact its financial position
 - The Company has not made provision as on 31st March 2017 as required under the applicable law or accounting standard for material foreseeable losses as the Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise.
 - The Company being the private limited company, the transfer of any sum to the Investor Education and Protection Fund does not arise.

For Dosi and Jain
Chartered Accountants
Firm Registration No 112435W



Chandresh Gandhi
Partner
M. No 43172



Place: Mumbai
Dated: 29th May, 2017

ANNEXURE TO INDEPENDENT AUDITORS' REPORT

Annexure referred to in paragraph 7 of Our Report of even date to the members of Liberty Chemicals Private Limited on the accounts of the company for the year ended 31st March, 2017.

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that:

- i) In respect of Fixed Assets
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets ;
 - b) As explained to us, fixed assets have been physically verified by the management at the year end on a rotational basis at the plants ; Further, discrepancies noticed on such verification have been properly dealt in the books of accounts.
 - c) The title deeds of immovable properties as disclosed in the Fixed Assets Schedule to the Financial Statement are held in the name of the Company.
- ii) In respect of Inventories

The company does not have any inventories during the year and the question of physical verification, procedures thereof and maintenance of records does not arise.
- iii) The company has not granted any loans, secured or unsecured to/from companies, firms,LLPs or other parties covered in the register maintained under section 189 of the Act during the year.
- iv) In our opinion and according to the information and explanations given to us, the Company has not granted any loan nor made any investments nor given any guarantees and security and hence the question of applicability of provisions of Section 185 and 186 of the Companies Act,2013 does not arise.
- v) The Company has not accepted any deposits from the public covered under Section 73 to 76 of the Companies Act, 2013
- vi) As informed to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act.

- vii) In respect of Statutory dues
- (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is generally regular in depositing the undisputed statutory dues, including Provident Fund, , Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and other material statutory dues, as applicable, with the appropriate authorities in India .According to the information and explanations given to us ,there are no undisputed amounts outstanding as on 31st March,2017 for a period of more than six months from the date they become payable by the company .
- (b) According to the information and explanations given to us and based on the records of the company examined by us, there are no disputed demands payable by the Company.
- (c) The Company being Private Limited Company, the question of transfer to the Investor Education and Protection Fund does not arise.
- viii) According to the records of the Company examined by us and the information and explanation given to us, the Company has not taken any loan or borrowings from any financial institution or bank or Government nor any dues taken from debenture holders as on the Balance Sheet date and hence the question of default in repayment does not arise.
- ix) In our opinion, and according to the information and explanations given to us, the company has not raised any term loans during the year. Further, the company being a private limited company ,the question of initial public offer or further public offer does not arise.
- x) During the course of our examination of the books and records of the company, carried in accordance with the auditing standards generally accepted in India, we have neither come across any instance of fraud on or by the Company noticed or reported during the course of our audit nor have we been informed of any such instance by the Management.
- xi) The Company has not paid/provided for managerial remuneration during the year.
- xii) As the Company is not a Nidhi Company and the Nidhi Rules,2014 are not applicable to it,the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii) The Company has entered into transactions with related parties by way of loan of Rs. 6 lakhs from Holding Company during the year in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standard (AS)18 ,Related Party Disclosures

Chartered Accountants

specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

- xiv) The Company has not made any preferential allotment during the year and hence the question of compliance with Section 42 of the Companies Act, 2013 applied for the intended purposes does not arise. Further, no private placement of shares or fully or partly convertible debentures have been issued during the year under review.
- xv) The Company has not entered into non cash transactions with its directors or persons connected with them. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xvi) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For Dosi and Jain

Chartered Accountants

Firm Registration No 112435W



Chandresh Gandhi

Partner

Place: Mumbai

Dated: 29th May, 2017