



**CA ASHOK MODI**  
B.COM., FCA

# **A MODI & CO.**

**CHARTERED ACCOUNTANTS**

4, SHIVKRIPA, MAHAVEER COLONY, BEDLA ROAD, UDAIPUR- 313 011  
TEL : 0294 2450152, 94142 39096, E-MAIL : caashokmodi@gmail.com

## **AUDITORS' REPORT**

### **Independent Auditors' Report To the Members of Italica Furniture Private Limited**

#### **Report on the Financial Statements**

We have audited the accompanying financial statements of **Italica Furniture Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2016, and the Statement of Profit and Loss, the 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**

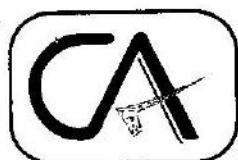
The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of the financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance 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 the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of internal control, 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 Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.





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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 true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of 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:

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

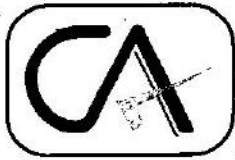
### **Report on other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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 appears from our examination of those books;





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c) the Balance Sheet, the Statement of Profit and Loss , and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) On the basis of written representations received from the directors as on March 31, 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of Section 164 (2) of the Act.

f) With respect to the 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 explanation given to us :

- i. there is no pending litigation having impact on its financial financial position;
- ii. there is no long term contract including derivative contracts requiring provisions under the relevant law or accounting standards;
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

**for A Modi & Co.**  
**Chartered Accountants**  
**Firm Regn no. 005753C**

**Ashok Modi**  
**Proprietor**  
**M.No. 074488**



**Place : Udaipur**  
**Date: April 28, 2016**



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## **ANNEXURE- "A"**

### **ITALICA FURNITURE PRIVATE LIMITED**

Referred to in our report of even date,

(i) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) All these fixed assets have been physically verified by the management during the year. No material discrepancies were noticed on such verification.

(c) Title deeds of immovable properties are held in the name of the Company.

(ii) The Company is not having any inventory during the year, therefore, the provisions of the clause 3(ii) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.

(iii) The Company has granted unsecured loans to companies, firms, Limited Liability Partnership or other parties covered in the register maintained under section 189 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 schedule of repayment of the principal and payment of interest has been stipulated and the repayments or receipts are regular;

(c) There is no overdue amount,

(iv) In our opinion and according to the information and explanations given to us the Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013, in respect of loans, investments, guarantees, and security wherever applicable.

(v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits to which the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder .

(vi) The Central Government has not specified the maintenance of cost accounts and records under sub-section (1) of section 148 of the Companies Act, 2013.

(vii) (a) The Company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, , service tax,





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duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales-tax, , service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues were in arrears, as at 31.03.2016 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no dues of sales tax or service tax or duty of customs or duty of excise or value added tax except income tax dues as mentioned hereinbelow which have not been deposited on account of the dispute.

S.No.	Particulars	Assessment year	Amount (Rs.)	Forum where pending
01	Income tax	2012-2013	26810	CIT (Appeal)

(viii) The Company has not taken loans or borrowing from financial institution, bank, government or debenture holders. Accordingly, the provisions of clause 3(viii) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.

(ix) The Company has raised no moneys by way of initial public offer or further public offer (including debt instruments) and term loans during the year under audit. Accordingly, the provisions of clause 3(ix) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.

(x) According to the information and explanation given to us no fraud by the Company or any fraud on the Company by its officers or employees has been noticed or reported during the year.

(xi) According to the information and explanation given to us the Company has paid or provided no managerial remuneration during the year under audit. Accordingly, the provisions of clause 3(xi) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.

(xii) The Company is not a Nidhi Company. Accordingly, the provisions of clause 3(xii) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.

(xiii) In our opinion and according to information and explanations given to us all transactions with the related parties are in compliance with Section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc as required by the applicable accounting standards..





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(xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.

(xv) According to the information and explanation given to us the Company has not entered into any non-cash transactions with directors or persons connected with him requiring compliances with the provisions of Section 192 of Companies Act, 2013.

(xvi) In our opinion and according to the Information and explanation given to us the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**for A Modi & Co.**  
**Chartered Accountants**  
**Firm Regn no. 005753C**

**Ashok Modi**  
**Proprietor**  
**M.No. 074488**



**Place : Udaipur**  
**Date: April 28, 2016**



**ITALICA FURNITURE PRIVATE LIMITED**  
**BALANCE SHEET AS AT 31.03.2016**

Particulars	Note	As at 31.03.2016		As at 31.03.2015	
<b>I. EQUITY AND LIABILITIES</b>					
(1) Shareholders' funds					
(a) Share capital	3	20,821,180.00		20,821,180.00	
(b) Reserves and surplus	4	58,902,380.84		57,390,980.84	
(c) Money received against share warrants		-	79,723,560.84	-	78,212,160.84
(2) Share application money pending allotment			-		-
(3) Non-current liabilities					
(a) Long-term borrowings	5	3,909,058.10		843,465.00	
(b) Deferred tax liabilities (Net)	6	4,121,207.00		2,949,674.00	
(c) Other Long term liabilities	7	-		-	
(d) Long term provisions		-	8,030,265.10	-	3,793,139.00
(4) Current liabilities					
(a) Short-term borrowings	8	8,465,000.00		18,732,267.00	
(b) Trade payables		-		-	
(c) Other current liabilities	9	2,914,151.40		3,565,043.00	
(d) Short term provisions	10	-	11,379,151.40	102,268.00	22,399,578.00
<b>Total</b>			<b>99,132,977.34</b>		<b>104,404,877.84</b>
<b>II. ASSETS</b>					
<b>Non-current assets</b>					
(1) (a) Fixed assets	11				
(i) Tangible assets		48,455,585.34		44,862,211.35	
(ii) Intangible assets		-		-	
(iii) Capital work-in-progress		-		-	
(iv) Intangible assets under development		-		-	
		48,455,585.34		44,862,211.35	
(b) Non-current investments	12	9,765,643.00		26,399,200.00	
(c) Deferred tax assets(net)		-		-	
(d) Long-term loans and advances	13	39,348,911.00		30,674,911.00	
(e) Other non-current assets		-	97,570,139.34	-	101,936,322.35
(2) Current assets					
(a) Current investments		-		-	
(b) Inventories		-		-	
(c) Trade receivables	14	-		1,419,797.00	
(d) Cash and cash equivalents	15	1,229,994.44		206,893.49	
(e) Short-term loans and advances	16	118,911.56		795,214.00	
(f) Other current assets	17	213,932.00	1,562,838.00	46,651.00	2,468,555.49
<b>Total</b>			<b>99,132,977.34</b>		<b>104,404,877.84</b>
Notes to financial instalments	1 to 33		-		-

The Notes referred to above form an integral part of the financial statements.  
As per our Report Attached

Signatures to the Financial Statements and Notes

for and on behalf of  
A MODI & CO.,  
Chartered Accountants  
FRN : 005753C

ASHOK MODI  
Proprietor  
M.No. 074488



for and on behalf of the Board

HAKIM S TIDIWALA  
Director  
DIN :- 00119156

ASAD DAUD  
Director  
DIN:-02491539

Udaipur, April 28,2016

**ITALICA FURNITURE PRIVATE LIMITED**  
**PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31.03.2016**

Particulars	Note no.	As at 31.03.2016		As at 31.03.2015	
I. Revenue from operations	18		10,317,000.00		11,941,326.00
II. Other income	19		2,215,953.97		1,896,514.05
III. Total Revenue (I+II)			12,532,953.97		13,837,840.05
IV. Expenses :					
Cost of Materials consumed			-		-
Purchases of Stock-in-Trade			-		-
Changes in inventories of finished goods			-		-
work-in-progress and Stock -in-Trade			-		-
Employee benefits expense	20		660,000.00		600,000.00
Finance costs	21		2,225,053.50		1,566,133.00
Depreciation and amortization expense	11		2,752,414.98		2,340,567.89
Other expenses	22		2,840,999.49		4,245,037.32
Total expenses			8,478,467.97		8,751,738.21
V. Profit before exceptional and extraordinary items and tax (III-IV)			4,054,486.00		5,086,101.84
VI. Exceptional items					
Loss on sale of investment			738,310.00		-
VII. Profit before extraordinary items and tax(V-VI)			3,316,176.00		5,086,101.84
VIII. Extraordinary Items			-		-
IX. Profit before tax(VII-VIII)			3,316,176.00		5,086,101.84
X. Tax expense:					
(1) Current tax		633,799.00		973,421.00	
(2) Prior period income tax		(556.00)		35,179.00	
(3) Deferred tax		1,171,533.00	1,804,776.00	1,093,076.00	2,101,676.00
XI. Profit/(Loss) for the period from continuing operations (IX-X)			1,511,400.00		2,984,425.84
XII. Profit/(loss)from discontinuing operations			-		-
XIII. Tax expense of discontinuing operations			-		-
XIV. Profit/(loss)from discontinuing operations(after tax)(XII-XIII)			-		-
XV. Profit/(Loss) for the period (XI+XIV)			1,511,400.00		2,984,425.84
XVI. Earnings per equity share:					
Basic and Diluted			0.73		1.43
Notes to financial statements	1 to 33				

The Notes referred to above form an integral part of the financial statements.

As per our Report Attached

Signatures to the Financial Statements and Notes

for and on behalf of  
A MODI & CO.,  
Chartered Accountants  
FRN : 005753C

ASHOK MODI  
Proprietor  
M.No. 074488



for and on behalf of the Board

HAKIM S TIDIWALA  
Director  
DIN :- 00119156

ASAD DAUD  
Director  
DIN:-02491539

Udaipur, April 28, 2016



**ITALICA FURNITURE PRIVATE LIMITED**

	March 31,2016	March 31,2015
<b>"A"</b>		
<b>Cash flows from operating activities</b>		
Net profit before taxation, and extraordinary item	3316176.00	5086101.84
Adjustments for :		
Depreciation	2752414.98	2340567.89
Loss on sale of assets	0.00	532151.12
Loss on sale of Investment	738310.00	0.00
Profit on sale of assets	105990.97	0.00
Interest income	2109963.00	1895944.05
Interest expenses	2225053.50	1566133.00
<b>Operating profit before working capital changes</b>	<b>6816000.51</b>	<b>7629009.80</b>
Decrease /(Increase) in sundry debtors	1419797.00	1419797.00
Decrease/(Increase) in inventories	0.00	0.00
Increase in sundry creditors	-650891.60	-3056709.00
Decrease/(Increase) in short term advances	676302.44	-795772.00
Increase in other current assets	-167281.00	0.00
Increase in others advances	0.00	15102651.00
<b>Cash generated from operations</b>	<b>8093927.35</b>	<b>-11154375.20</b>
Income taxes paid	735511.00	993062.00
<b>Cash flow before extraordinary item</b>	<b>7358416.35</b>	<b>-12147437.20</b>
Extra Ordinary Items - Interest on income tax	9980.00	19468.00
<b>Net cash from operating activities</b>	<b>7348436.35</b>	<b>-12166905.20</b>
<b>"B"</b>		
<b>Cash flows from investing activities</b>		
Purchase of fixed assets	-6876798.00	-18355524.00
Sale of fixed assets	637000.00	9358184.00
Purchase of investments	-9765643.00	-100000.00
Sale of investment	25660890.00	0.00
Interest received	2109963.00	1895944.05
<b>Net cash from investing activities</b>	<b>11765412.00</b>	<b>-7201395.95</b>
<b>"C"</b>		
<b>Cash flows from financing activities</b>		
Proceeds from long term borrowings	3065593.10	-420654.00
Proceeds from short term Borrowing	-10267267.00	16732267.00
Proceeds from long term loans and advances	-8674000.00	0.00
Repayment of long term liabilities	0.00	-724909.00
Interest paid	-2215073.50	-1546665.00
<b>Net cash used in financing activities</b>	<b>-18090747.40</b>	<b>14040039.00</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>1023100.95</b>	<b>-5328262.15</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>206893.49</b>	<b>5535155.64</b>
<b>Cash and cash equivalents at end of period</b>	<b>1229994.44</b>	<b>206893.49</b>

Note : Cash Flow has been prepared on indirect method.  
As per our Report Attached

Signatures to the Financial Statements and Notes

for and on behalf of  
A MODI & CO.,  
Chartered Accountants  
FRN : 005753C

ASHOK MODI  
Proprietor  
M.No. 074488



for and on behalf of the Board

HAKIM S TIDIWALA  
Director  
DIN :- 00119156

ASAD DAUD  
Director  
DIN:-02491539

Udaipur. April 28,2016

**ITALICA FURNITURE PRIVATE LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31.03.2016**

**Note 1**

**Company Information**

Italica Furniture Private Limited (IFPL) is a private limited Company domiciled in India and is incorporated under the provisions of the Companies Act, 1956. IFPL is engaged in the business of plastic goods and providing machines on hiring.

**Note 2**

**Significant accounting policies**

**Note 2.1**

**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 Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) 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 with those followed in the previous year.

**Note 2.2**

**Use of estimates**

The preparation of the financial statements in conformity with Indian GAAP 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.

**Note 2.3**

**Cash and cash equivalents**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**Note 2.4**

**Depreciation and amortization**

Depreciation has been provided on the straight-line method as per the rates prescribed in Schedule II to the Companies Act, 2013. No write off is made in respect of lease hold land.

**Note 2.5**

**Revenue recognition**

**Income from services**

Revenues from services are recognised when services are rendered and related costs are incurred.

**Note 2.6**

**Other income**

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

**Note 2.7**

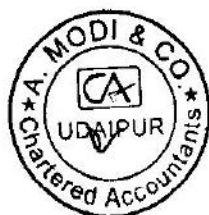
**Tangible fixed assets**

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.

**Note 2.8**

**Investment**

Long-term investments are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. The cost of investments includes acquisition charges such as brokerage, fees and duties.



For ITALICA FURNITURE PRIVATE LIMITED

  
DIRECTOR

**Note 2.9****Borrowing costs**

Borrowing costs include interest. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. 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 up to 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.

**Note 2.10****Earnings per share**

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

**Note 2.11****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. Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company. Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability. Assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.

**Note 2.12****Impairment of assets**

The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, except in case of revalued assets.

**Note 2.13****Provisions and contingencies**

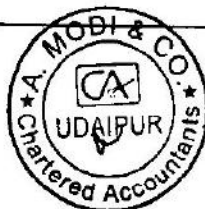
A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes.

**Note 2.14****Insurance claims**

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that there is no uncertainty in receiving the claims.

**Note 2.15****Service tax input credit**

Service tax input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is no uncertainty in availing / utilising the credits.



For ITALICA FURNITURE PRIVATE LIMITED

  
**DIRECTOR**

**Note 3**

Share Capital :	As at 31.03.2016	As at 31.03.2015
Authorised :		
50,00,000 (pr.yr. 50,00,000) Equity Shares of Rs.10/- each	50,000,000.00	50,000,000.00
	50,000,000.00	50,000,000.00
Issued		
33,34,168(33,34,168) Equity Shares of Rs.10/- each	33,341,680.00	33,341,680.00
	33,341,680.00	33,341,680.00
Subscribed and fully paid up		
20,82,118(pr.yr. 2082118) Equity Shares of Rs.10/- each	20,821,180.00	20,821,180.00
	20,821,180.00	20,821,180.00

Reconciliation of number of shares :	As at 31.03.2016	As at 31.03.2015
Number of Equity Shares outstanding at the beginning of the period	2,082,118	2,082,118
Add: No. of Equity Shares issued during the period	-	-
	2,082,118	2,082,118
Less : Deduction during the year	-	-
Number of Equity Shares outstanding at the end of the reporting period	2,082,118	2,082,118

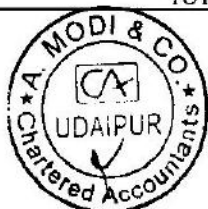
Name of the shareholders holding more than 5% shares in the company					
Name of shareholder	Class	As at 31.03.2016		As at 31.03.2015	
		No. of shares	% of holding	No. of shares	% of holding
Dawood Investment Private Limited	Equity	-	-	506666	24.33
Mr. Daud Ali	Equity	-	-	322808	15.50
Sah Polymers Limited	Equity	-	-	597000	31.23
Park Continental Private Limited	Equity	-	-	393143	18.88
Sat Industries Limited and nominees	Equity	2082118	100	0	0
Sat Invest Private Limited	Equity	-	-	176025	8.45

Shares held by holding Company	As at 31.03.2016	As at 31.03.2015
Name of holding Company	No. of shares	No. of shares
	% Holding	% Holding
Sat Industries Limited and nominees	2082118	0
	100	0

The Company has only one class of shares referred to as the equity shares having face value of Rs. 10/- each . Each holder of equity share is entitled to one vote per share. The holders of equity shares are entitled to dividends, if any, proposed by the Board of Directors and approved by the Shareholders at the Annual General Meeting.

**Note 4**

Reserves and Surplus :	As at 31.03.2016	As at 31.03.2015
(a) Securities Premium Reserve :		
As per the last balance sheet	42,013,290.00	42,013,290.00
Add :- Addition during the year	-	-
	42,013,290.00	42,013,290.00
(b) Surplus in statement of Profit and Loss :		
As per the last balance sheet	15,377,690.84	12,393,265.00
Add: Profit for the year as per the profit and loss statement	1,511,400.00	2,984,425.84
	16,889,090.84	15,377,690.84
Less : Deduction during the year	-	-
	16,889,090.84	15,377,690.84
TOTAL (a+b)	58,902,380.84	57,390,980.84



For ITALICA FURNITURE PRIVATE LIMITED  
  
**DIRECTOR**

**Note 5**

LONG TERM BORROWINGS:	As at 31.03.2016		As at 31.03.2015	
	Current	Non-current	Current	Non-current
<b>SECURED :</b>				
(a) Term Loans:				
from banks :				
(a) Kotak Mahindra Prime Limited	464,133.00	379,332.00	420,654.00	843,465.00
(b) ICICI Bank Limited	470,662.40	3,529,726.10	-	-
	934,795.40	3,909,058.10	420,654.00	843,465.00

(a) Term loan from Kotak Mahindra Prime Limited is secured against hypothecation of Car no. MH-01-BG-1556. The loan is repayable in 59 equal monthly instalments of Rs.43,900.00 each commencing from 30th January,2013 and the last instalment is repayable on 10th December,2017. There is no continuing default in the repayment of instalment and interest thereon. The rate of interest as on 31.03.2016 is 9.876% p.a. with monthly rests.

(b) Term loan from ICICI Bank Limited is secured against hypothecation of Car no. MH-01-CD-0522. The loan is repayable in 84 equal monthly instalments of Rs.70,800.00 each commencing from 10th October,2015 and the last instalment is repayable on 10th August,2022. There is no continuing default in the repayment of instalment and interest thereon. The rate of interest as on 31.03.2016 is 10.00% p.a. with monthly rests.

**Note 6**

DEFERRED TAX LIABILITIES (NET)	31.03.2016	current year charge/(credit)	31.03.2015	current year charge/(credit)
Particulars				
Deferred tax liability				
Depreciation	2,949,674.00	1,171,533.00	1,856,598.00	1,093,076.00
Net amount charged to statement of Profit and Loss	2,949,674.00	1,171,533.00	1,856,598.00	1,093,076.00
Deferred tax liabilities(net)	2,949,674.00	4,121,207.00	1,856,598.00	2,949,674.00

**Note 7**

OTHER LONG TERM LIABILITIES :	As at 31.03.2016		As at 31.03.2015	
	Current	Non-current	Current	Non-current
<b>SECURED :</b>				
Deferred Payment Liability				
RIICO Limited	-	-	724,909.00	-
	-	-	724,909.00	-

RIICO Limited granted a lease in respect of plot no. E-474, Bhamashah Industrial Area, Kaladwas, Udaipur for a period of 99 years commencing from 01.07.2011. Development charges in respect of the said lease are payable in 19 quarterly instalments of Rs. 181229/- each commencing from 30.09.2011 and the last instalment is payable on 31.03.2016. The rate of interest as on 31.03.2016 is 12 % p.a. with quarterly rests. The outstanding instalments are secured against the said plot.

**Note 8**

SHORT TERM BORROWINGS:	As at 31.03.2016		As at 31.03.2015	
	Current	Non-current	Current	Non-current
<b>UNSECURED :</b>				
Inter Corporate Deposits*				
From Holding Company	6,965,000.00	-	9,850,000.00	-
Others	1,500,000.00	-	8,882,267.00	-
	8,465,000.00	-	18,732,267.00	-

\*for related parties refer note 31

**Note 9**

OTHER CURRENT LIABILITIES :	As at 31.03.2016	As at 31.03.2015
(a) Current maturities of long-term debt *	934,795.40	420,654.00
(b) Creditors against expenses	1,979,356.00	2,226,398.00
(c) Deferred payment liability	-	724,909.00
(d) Statutory liabilities - VAT etc.	-	193,082.00
	2,914,151.40	3,565,043.00

\* For security and other terms refer to note 5



For ITALICA FURNITURE PRIVATE LIMITED

**DIRECTOR**



ITALICA FURNITURE PRIVATE LIMITED

NOTE NO.11 TANGIBLE ASSETS				YEAR 2015-2016					
NAME OF ASSETS	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	AS AT 01/04/2015	ADDITION DURING THE YEAR	SALES DURING THE YEAR	AS AT 31/03/2016	AS AT 01/04/2015	ADDITION DURING THE YEAR	DED. DURING THE YEAR	AS AT 31/03/2016	AS AT 31/03/2016
Land : Leasehold	5904136.00	1,164,078.00	-	7068214.00	-	-	-	-	5904136.00
Mould : Under operating Lease	18055938.00	715,920.00	-	18771858.00	6299903.89	522,210.04	0.00	6822113.93	11949744.07
Machinery :									
Under operating lease	23746087.00	-	-	23746087.00	932,927.11	948,399.11	0.00	1881326.22	21864760.78
Vehicle	6500364.00	4,996,800.00	855,000.00	10642164.00	2493447.33	1,213,012.46	323991.97	3382467.82	7259696.18
Scrooy	42862.00	-	42,862.00	0.00	37806.56	5,054.44	42861.00	0.00	5055.44
Furniture	347045.00	-	-	347045.00	64809.66	36,582.35	0.00	101392.01	245652.99
EPABX System	24150.00	-	-	24150.00	7750.77	6,040.08	0.00	13790.85	10359.15
Office Equipment	100949.00	-	-	100949.00	22,674.33	21,116.50	0.00	43790.83	57158.17
Total	54721531.00	6,876,798.00	897,862.00	60700467.00	9859319.65	2,752,414.98	366852.97	12244881.66	48455585.34
Previous Year	48546570.00	18355524.00	12180563.00	54721531.00	9808979.64	2340567.89	2290227.88	9859319.65	44862211.35

Note : No write off has been made in respect of leasehold land.

For ITALICA FURNITURE PRIVATE LIMITED

DIRECTOR



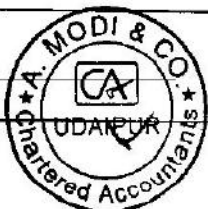


**Note 10**

<b>SHORT TERM PROVISIONS :</b>	<b>As at 31.03.2016</b>	<b>As at 31.03.2015</b>
Provision for income tax F.Y.14-15(net of advance tax )	-	102,268.00
	-	102,268.00

**Note 12**

<b>NON-CURRENT INVESTMENTS</b>	<b>As at 31.03.2016</b>	<b>As at 31.03.2015</b>
<b>AT COST</b>		
Non -Trade		
<b>UnQuoted :</b>		
Investment in Equity Instrument		
<b>In Subsidiary :</b>		
<b>Aeroflex International Limited</b>	-	8,000,000.00
(formerly Known as Italica Lifestyle Limited)		
800000 (Pr.yr. 800000) Equity Shares of Rs. 10/- each fully paid up		
<b>In Others :</b>		
<b>Genext Students Limited</b>	-	6,599,800.00
59,980(Pr.yr.6,59,980) Equity Shares of Rs. 10/- each		
<b>Dawood Investment Private Limited</b>	-	11,049,400.00
10940(Pr.yr.10940) Equity Shares of Rs. 10/- each		
<b>Supply Chain Exchange Limited</b>	-	750,000.00
75000(Pr.yr.75000 ) Equity Shares of Rs. 10/- each		
<b>RNT Wellness Pvt Ltd</b>	328,898.00	-
79(Pr.yr.0.00 ) Equity Shares of Rs. 10/- each fully paid up		
<b>Ketto Online Ventures Private Limited</b>	-	-
10(Pr.yr.0.00 ) Equity Shares of Rs. 10/- each fully paid up	70,500.00	
<b>NM Fix Maintenance Services Private Limited</b>	909,973.00	-
333(Pr.yr.0.00 ) Equity Shares of Rs. 10/- each fully paid up		
<b>Confirm Ticket Online Solution Pvt Ltd</b>	132,813.00	-
221(Pr.yr.0.00 ) Equity Shares of Rs. 10/- each fully paid up		
<b>SIFTR Labs Private Limited</b>	510,000.00	-
79(Pr.yr.0.00 ) Equity Shares of Rs. 10/- each fully paid up		
<b>Proximit India Pvt Ltd</b>	500,000.00	-
84(Pr.yr.0.00 ) Equity Shares of Rs. 10/- each fully paid up		
<b>Vphrase Analytics Solution Pvt Ltd</b>	500,640.00	-
56(Pr.yr.0.00 ) Equity Shares of Rs. 10/- each fully paid up		
<b>GetUp For Change Services Private Limited</b>	56,053.80	-
5(Pr.yr.0.00 ) Equity Shares of Rs. 10/- each fully paid up		
<b>Ideope Media Pvt Ltd</b>	10,102.00	-
1(Pr.yr.0.00 ) Equity Shares of Rs. 10/- each fully paid up		
<b>INVESTMENT IN CONVERTIBLE PREFERENCE SHARES:</b>		
<b>Ketto Online Ventures Private Limited</b>		
60(Pr.yr.0.00 )Non-Cumulative Convertible Preference shares of Rs. 10/- each fully paid up	423,000.00	-
<b>Duronto Technologies Private Limited</b>	1,000,128.36	-
1122(Pr.yr.0.00 )Convertible Preference Shares of Rs.45/- each fully paid up		
<b>GetUp For Change Services Private Limited</b>		-
84(Pr.yr.0.00 )Convertible Preference shares of Rs. 300/- each fully paid up	941,703.84	
<b>Lithasa Technologies Pvt Ltd</b>	386,814.00	-
18(Pr.yr.0.00 ) Cumulative Convertible Preference shares of Rs. 100/- each fully paid up		
<b>Ideope Media Pvt Ltd</b>		-
49(Pr.yr.0.00 )Convertible Preference shares of Rs. 10/- each fully paid up	495,017.00	
<b>DEBENTURES:</b>		
Switchme Technologies and Services Pvt Ltd		
500 Convertible Debenture of Rs.1000 each fully paid up	500,000.00	-
<b>OTHERS</b>		
Venture Capital Fund		
India Quotient Fund II- Venture Capital Fund	3,000,000.00	-
30(pr.yr.0) Class A units of Rs. 1,00,000/- each		
	9,765,643.00	26,399,200.00
*Pledged with commercial taxes department		
(a) Aggregate of unquoted investments.	9,765,643.00	26,399,200.00
(b) Aggregate of quoted investments	-	-
(c) Market value of quoted investment	-	-



For ITALICA FURNITURE PRIVATE LIMITED

  
 DIRECTOR

**Note 13**

<b>LONG TERM LOANS AND ADVANCES :</b>	<b>As at 31.03.2016</b>	<b>As at 31.03.2015</b>
Unsecured considered good unless otherwise stated		
(a) Capital advances	100,000.00	200,000.00
(b) Security Deposits	48,911.00	548,911.00
(c) Loans and advances to related parties *	39,200,000.00	29,926,000.00
	39,348,911.00	30,674,911.00

\*Refer to note no. 31

**Note 14**

<b>TRADE RECEIVABLE</b>	<b>As at 31.03.2016</b>	<b>As at 31.03.2015</b>
Trade receivables outstanding for a period exceeding six months from the date they were due for payment	-	-
Other Trade Receivables	-	1,419,797.00
	-	1,419,797.00

**Note 15**

<b>CASH AND CASH EQUIVALENTS</b>	<b>As at 31.03.2016</b>	<b>As at 31.03.2015</b>
(a) Balances with banks		
On Current Account	1,152,994.44	122,342.49
(b) Cash on hand	77,000.00	84,551.00
	1,229,994.44	206,893.49

**Note 16**

<b>SHORT TERM LOANS AND ADVANCES</b>	<b>As at 31.03.2016</b>	<b>As at 31.03.2015</b>
Unsecured considered good unless otherwise stated		
(a) Others :		
(i) Deposits with governments		
a) Excise Duty and Cess Advance	20,514.00	643,875.00
b) Service tax and Cess	4,473.00	767.00
(ii) Prepaid insurance	69,779.56	150,572.00
(iii) Advance tax net of provisions	24,145.00	-
	118,911.56	795,214.00

**Note 17**

<b>OTHER CURRENT ASSETS</b>	<b>As at 31.03.2016</b>	<b>As at 31.03.2015</b>
Dues against Sale of investment	-	46,651.00
Dues against others	213,932.00	-
	213,932.00	46,651.00

**Note 18**

<b>REVENUE FROM OPERATIONS</b>	<b>As on 31.03.2016</b>	<b>As on 31.03.2015</b>
Equipment usage charges	10,317,000.00	11,941,326.00
	10,317,000.00	11,941,326.00

**Note 19**

<b>OTHER INCOME</b>	<b>As on 31.03.2016</b>	<b>As on 31.03.2015</b>
(a) Interest income	2,109,963.00	1,895,944.05
(b) Profit on sale of assets	105,990.97	-
(b) Interest on Income Tax Refund	-	570.00
	2,215,953.97	1,896,514.05

**Note 20**

<b>EMPLOYEE BENEFITS</b>	<b>As on 31.03.2016</b>	<b>As on 31.03.2015</b>
Salaries, wages and Bonus	660,000.00	600,000.00
	660,000.00	600,000.00

**Note 21**

<b>FINANCE COSTS</b>	<b>As on 31.03.2016</b>	<b>As on 31.03.2015</b>
(a) Interest expense		
(i) On borrowings	2,215,073.50	1,546,665.00
(ii) On delayed payment of income tax	9,980.00	19,468.00
	2,225,053.50	1,566,133.00



For ITALICA FURNITURE PRIVATE LIMITED

DIRECTOR

**Note 22**

<b>OTHER EXPENSES</b>	<b>As on 31.03.2016</b>	<b>As on 31.03.2015</b>
Wealth Tax	-	2,909.00
Domain name Registration	82,327.81	2,772.00
Repairs to machinery	167,001.00	14,449.00
Insurance	182,227.00	163,953.00
Miscellaneous expenses	1,028.00	19,339.00
Legal and Professional Expenses	24,790.00	48,990.00
Facilitation Charges	7,736.00	-
Loss on sale of Assets	-	532,151.12
Payment to Auditors :		
As statutory auditors	7,500.00	7,500.00
For taxation matters	2,500.00	2,500.00
Bank Commission	2,396.24	117.62
Printing & Stationery	1,050.00	170.00
Freight Expenses	-	5,000.00
Postage & Telegram Expenses	-	50.00
Office Rent	808,000.00	1,200,000.00
Management consultancy charges	26,842.65	75,000.00
Vehicle Expenses	383,878.00	609,044.71
Consultancy charges of moulds etc.	960,000.00	960,000.00
Foreign exchange fluctuation	-	743.00
Training Fee	84,977.79	-
Tea & Refreshment Expenses	980.00	-
Telephone & Trunk Exp.	607.00	3,619.00
Travelling & Tours Expenses	41,158.00	596,729.87
Donation	56,000.00	-
	<b>2,840,999.49</b>	<b>4,245,037.32</b>

**Note 23**

<b>Additional Information</b>	<b>As on 31.03.2016</b>	<b>As on 31.03.2015</b>
(a) Depreciation and amortization expenses	2,752,414.98	2,340,567.89
	<b>2,752,414.98</b>	<b>2,340,567.89</b>

**Note 24**

There are not contingent liabilities and capital commitments.

**Note 25**

<b>EARNING PER SHARE (EPS)</b>		
Particulars	2015-16	2014-15
Net profit after taxation for the year	1,511,400.00	2,984,425.84
Number of Equity shares for Basic /Diluted EPS	2,082,118.00	2,082,118.00
Nominal Value of Equity Shares (in Rupee)	10.00	10.00
Basic /Diluted earnings per Equity Share ( in Rupee)	0.73	1.43

**Note 26**

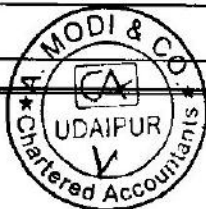
Previous year's figures have been grouped / reclassified wherever necessary to correspond with the current year's classification/disclosure.

**Note 27**

There are no Micro , Small and Medium Enterprises , to whom the Company owes, which are outstanding for more than 45 days as at 31st March, 2016 and no interest payment made during the year to any Micro, Small and Medium Enterprises. This information as required to be disclosed under the Micro, Small and Medium enterprises Development Act,2006., has been determined to the extent such parties have been identified on the basis of information available to the Company.

**Note 28**

<b>Expenditure In Foreign Currency</b>	<b>As on 31.03.2016</b>	<b>As on 31.03.2015</b>
(a) Travelling Expenses	41,158.00	583,628.87
	<b>41,158.00</b>	<b>583,628.87</b>



For ITALICA FURNITURE PRIVATE LIMITED

*[Signature]*  
DIRECTOR

**Note 29**

In the opinion of the Board of Directors of the Company the assets other than fixed assets and non-current investments have value on realization in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet.

**Note 30**

Balances of loans and advances, banks, current liabilities as on 31.03.2016 are subject to confirmation and reconciliation.

**Note 31**

Disclosures in respect of related parties pursuant to Accounting Standard-18

**(i) Holding Company**

01) Sat Industries Limited

**(ii) Subsidiary :**

01) Acroflex International Limited (ceased to be subsidiary w.e.f. 01.12.2015)

**(iii) Fellow Subsidiary :**

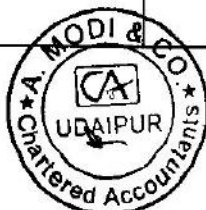
Sah Polymers Limited

**(iv) Associates**

01) Genext Students Limited (ceased to be associate w.e.f. 01.12.2015)

During the year following transactions were carried out with the related parties in the ordinary course of business at arm's length price

Name of related party	Nature of relation	2015-2016	2014-2015	Nature of transaction
Park Continental Private Limited	An enterprise over which the director's father has control	34,245,000	19,689,304	Loan Taken
		37,095,000	15,339,304	Loan Repayment
Dawood Investment Private Limited	A company promoted by the director's father	13,480,000	100,000	Loan Receive Back
		0	9,900,000	Loan Given
Sat Industries Limited	Holding Company	26,765,000	16,570,000	Loan Taken
		29,650,000	6,720,000	Loan repayment
		1,381,107	852,176	Interest Paid
		8,599,790	0	Sale of Investment
Supply Chain Exchange Limited	An enterprise over which the director of the Company has control	0	100,000	Equity contribution
Sah Polymers Limited	Fellow subsidiary	0	7,633,000	Loan Taken
		8,000	0	Office Rent paid
		512,208	550,877	Interest Paid
		4,532,267	3,100,733	Loan repayment
		15,475,000	0	Loan Given
		2,500,000	0	Loan Receive Back
Genext Students Limited	An enterprise over which the director of the Company has control	0	800,000	Loan Given
		800,000		Loan Receive Back
Lion Houseware Private Limited	An enterprise over which the director of the Company has control	665,000	0	Loan Receive Back
Mr. Daud Ali	Director's Father	960,000	960,000	Consultancy Charges
		200,000	0	Loan Taken
		200,000	0	Loan repayment
		11,060,340	0	Sale of Investment
Mr. Asad Daud	Director	750	0	Sale of investment
Space Age Polymers Pvt Ltd	An enterprise over which the director's father has control	9,181,000		Loan Receive Back
		0	2,519,000	Loan Taken
		0	2,519,000	Loan repayment
		0	9,181,000	Loan Given
PIL Italica Lifestyle Ltd	An enterprise over which the director's father has control	39,100,000	14,200,000	Loan Given
		18,950,000	22,150,000	Loan Receive Back
		1,710,285	1,839,679	Interest recd
		12,352,803	14,088,178	Lease rent recd
		0	10,973,411	Mould sales



For ITALICA FURNITURE PRIVATE LIMITED

*[Signature]*  
DIRECTOR

Closing balances			
Name		31.03.2016	31.03.2015
Park Continental Private Limited	Cr	1,500,000	43,50,000 Cr
Dawood Investment Private Limited	Dr	0	1,34,80,000 Dr
Sat Industries Limited	Cr	6,965,000	98,65,645 Cr
Sah Polymers Limited	Dr	12,975,000	45,40,364 Cr
Lion Houseware Private Limited	Dr	0	6,65,000 Dr
Genext Students Limited	Dr	0	8,00,000 Dr
Mr. Daud Ali	Cr	72,000	2,16,000 Cr
PIL Italica Lifestyle Limited	Dr	22,391,829	20,82,289 Dr
Space Age Polymers Private Limited	Dr	0	91,81,000 Dr

Closing balances in the case of other parties is NIL

No amount in respect of the related parties have been written off/back are provided for during the year.  
Related party relationship has been identified by the Management and relied upon by the auditors.

#### Note 32

Disclosures in respect of loan given pursuant to subsection (4) of section 186 of the Company Act.2013

Name of Person/Body Corporate	Amount	Purpose for Loan	Rate of Interest (per annum)	Tenure	Term and Condition
01. Sah Polymers Limited	15,475,000	Business	12%	2 years	Nil
02. PIL Italica Lifestyle Ltd	39,100,000	Business	12%	2years	Nil

#### Note 33

In the opinion of the Management ,there is no impairment of assets in accordance with the Accounting Standrd -29 as on the Balance Sheet date.

The Notes referred to above form an integral part of the Financial Statements.

As per our Report Attached

Signatures to the Financial Statements and Notes

for and on behalf of

A MODI & CO.,  
Chartered Accountants

FRN : 005753C

  
ASHOK MODI


Proprietor

M.No. 074488

Udaipur. April 28,2016



for and on behalf of the Board

  
HAKIM S.TIDIWALA  
Director  
DIN :- 00119156

  
ASAD DAUD  
Director  
DIN:-02491539

# ITALICA FURNITURE PRIVATE LIMITED

	YEAR ENDED 31.03.2016	YEAR ENDED 31.03.2015
<b><u>CAPITAL ADVANCE</u></b>		
Bombay Dies	-	200,000.00
Man Molds Pvt Ltd	100,000.00	-
Total	<b>100,000.00</b>	<b>200,000.00</b>
<b><u>SECURITY DEPOSIT</u></b>		
Security to MTNL	3,000.00	3,000.00
RIICO Ltd	45,911.00	45,911.00
Security to Imran Khan	-	500,000.00
Total	<b>48,911.00</b>	<b>548,911.00</b>
<b><u>DEPOSITS WITH GOVERNMENT</u></b>		
<b>a) EXCISE DUTY AND CESS ADVANCE</b>		
Cess advance	8,936.00	12,505.00
Excise duty advance	7,112.00	625,118.00
Second Hsc Edu Cess	4,466.00	6,252.00
Total	<b>20,514.00</b>	<b>643,875.00</b>
<b>b) EXCISE DUTY AND CESS</b>		
Cess	-	-
Excise duty	-	-
Sec and H sec Edu Cess	-	-
Total	<b>-</b>	<b>-</b>
<b>c) SERVICE TAX AND CESS</b>		
Cess	-	15.00
Service Tax	4,473.00	744.00
Sec and H sec Edu Cess	-	8.00
Total	<b>4,473.00</b>	<b>767.00</b>
G Total	<b>24,987.00</b>	<b>644,642.00</b>
<b><u>LOANS AND ADVANCES LONG TERM</u></b>		
<b><u>OTHERS</u></b>		
PIL Italica Lifestyle Limited	22,200,000.00	2,050,000.00
Dawood Investment Private Limited	-	13,480,000.00
Lion Houseware P Ltd.	-	665,000.00
Genext Students Limited	-	800,000.00
Hussain Kagzi	3,750,000.00	3,750,000.00
Space Age Polymers Private Limited	-	9,181,000.00
Sah Polymers Limited	12,975,000.00	
RNT Wellness Pvt Ltd	250,000.00	
Himanshu Prasad	25,000.00	
Total	<b>39,200,000.00</b>	<b>29,926,000.00</b>
<b><u>PREPAID INSURANCE</u></b>		
	<b>69,779.56</b>	<b>150,572.00</b>
	39,443,677.56	31,470,125.00
<b><u>OTHER CURRENT ASSETS</u></b>		
PIL Italica Lifestyle Limited - Int	205,923.00	32,289.00
Kotak Mahindra Prime Limited	7,571.00	14,362.00
Himanshu Prasad	438.00	-
Total	<b>213,932.00</b>	<b>46,651.00</b>



<b><u>SUNDRY CREDITORS</u></b>				
Outstanding Expenses		55,000.00	57,233.00	
A.Modi & Co.		10,000.00	10,000.00	
R.S.Sodani & Co.		2,000.00	6,800.00	
Imran Khan		-	101,124.00	
Mr. Daud Ali		72,000.00	216,000.00	
Rasa Technology ,Mumbai		1,811,499.00	1,811,499.00	
Bombay Dies		2,000.00	-	
Total (A)		<b>1,952,499.00</b>	<b>2,202,656.00</b>	
<b><u>CURRENT LIABILITIES</u></b>				
Sah Polymers Limited-Int		-	8,097.00	
Sat Industries Limited- Int		-	15,645.00	
Outstanding Interest		26,857.00	-	
Total(B)		<b>26,857.00</b>	<b>23,742.00</b>	
Total (A+B)		<b>1,979,356.00</b>	<b>2,226,398.00</b>	
<b><u>STATUTORY LIABILITIES</u></b>				
Income Tax Deduction (TDS)		-	32,126.00	
Service Tax		-	767.00	
Vat Output		-	160,189.00	
Total		<b>-</b>	<b>193,082.00</b>	
<b><u>UNSECURED LOAN</u></b>				
<b><u>Inter Corporate Deposit :- Holding</u></b>				
Sat Industries Limited		6,965,000.00	9,850,000.00	
Total (A)		<b>6,965,000.00</b>	<b>9,850,000.00</b>	
<b><u>Inter Corporate Deposit :- Others</u></b>				
Sah Polymers Limited		-	4,532,267.00	
Park Continental Private Limited		1,500,000.00	4,350,000.00	
Total (B)		<b>1,500,000.00</b>	<b>8,882,267.00</b>	
Total (A+B)		<b>8,465,000.00</b>	<b>18,732,267.00</b>	
<b><u>CASH IN HAND</u></b>				
Cash		2,742.00	10,293.00	
Foreign Exchange		74,258.00	74,258.00	
Total		<b>77,000.00</b>	<b>84,551.00</b>	
<b><u>CASH AT BANK</u></b>				
HDFC Bank, Udaipur		80,032.61	58,531.38	
Kotak Mahindra Bank, Mumbai		1,056,707.43	38,018.24	
Kotak Mahindra Bank ,Udaipur		-	11,494.47	
Bank of Baroda ,Udaipur		16,254.40	14,298.40	
Total		<b>1,152,994.44</b>	<b>122,342.49</b>	
<b><u>SUNDRY DEBTORS</u></b>				
Peacock Industries Limited		-	1,419,797.00	
Total		<b>-</b>	<b>1,419,797.00</b>	
<b><u>INCOME TAX PAYABLE</u></b>				
Income Tax Payable		633,799.00	973,421.00	
Less :-				
TDS		457,944.00	471,153.00	
Income Tax Advance		200,000.00	400,000.00	
Net Payable		<b>(24,145.00)</b>	<b>102,268.00</b>	
<b><u>EQUITY SHARE CAPITAL</u></b>				
MR.ASAD DAUD	0.000	-	100,000.00	0.48
DAWOOD INVESTMENT PRIVATE LIMITED	0.000	-	5,066,660.00	24.33
MR. DAUD ALI	0.000	-	3,228,080.00	15.50
PARK CONTINENTAL PRIVATE LIMITED	0.000	-	3,931,430.00	18.88
SPACE AGE POLYMERS PRIVATE LIMITED	0.000	-	231,430.00	1.11
SAH POLYMERS LIMITED	0.000	-	6,503,330.00	31.23
SAT INDUSTRIES LIMITED	100.000	20,821,180.00	-	-
SAT INVEST PRIVATE LIMITED	0.000	-	1,760,250.00	8.45
	100.00	<b>20,821,180.00</b>	<b>20,821,180.00</b>	100.00

**ITALICA FURNITURE PRIVATE LIMITED**  
**E-260-261 Mewar Industrial Area, Madri**  
**Udaipur (Raj.)**

Assessment Year :- 2016-17  
Previous year :- 2015-16

PAN :- AAJCS0883P  
Status:- Company

**Statement Showing Recognition of deferred Tax**

<b><u>Particular</u></b>	<b><u>Amount (Rs.)</u></b>
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**Recognition of Opening deferred tax balance of Fixed Assets**

Depreciation as per Books	2752414.98
Less:- Depreciation as per Income Tax	6543784.00
Net Timing Difference	3791369.02
Rounded off	3791369.00
Deferred Tax Liability @ 30.90% of Net Timing Difference	1171533.00
Rounded off	1171533.00

**ITALICA FURNITURE PRIVATE LIMITED**

E-260-261, Mewar Industrial Area, Madri

Udaipur (Raj.)

Assessment Year :- 2016-17

Previous year :- 2015-16

DOC 24/04/2003

PAN :-

AAJCS0883P

Status:-

Company

**COMPUTATION OF NET TAXABLE INCOME**

	Amount (Rs.)	Amount (Rs.)
<b><u>Income from Business</u></b>		
Net profit as per P & L A/c	3,316,176.00	
ADD: - Item Inadmissible		
Income Tax & Interest	9,980.00	
Loss on sale of investment	738,310.00	
Depreciation provided in the books as per Companies Act, 1956 to be considered separately	2,752,414.98	
Less:-		
Depreciation as per Income Tax Act, 1961	6,543,784.00	
Profit on sale of assets	105,990.97	
Interest to be Considered Separately	2,215,953.97	8,865,728.94
		(2,048,847.96)

**Income from Capital gain**

**Short Term Capital Gain**

	Cost of Acq.	Cost of Sale	Profit/(Loss)
Supply Chain Exchange Limited	750000	750.00	(749,250.00)
Dawood Investment Private Limited	11049400	11,060,340.00	10,940.00
			(738,310.00)

**Long term :**

	DIPL	Supply
a Date of acquisition	31.03.2013	
b Date of sale	30.11.2015	
c Cost of purchase (10940*1010)	11049400	750,000.00
d sales price (10940*1011)	11060340	750.00
h Profit /Gain )(f-g)	10940	-749250
		(738,310.00)

TO Be Carried forward

**Income from Other Sources**

Interest from private parties	2,215,953.97
<b>Gross Total Income</b>	<b>167,106.01</b>

**Less : Deduction under section 80G**

Being 50% of Rs. 56,000

	28,000.00
<b>Total Income</b>	<b>139,106.01</b>
<b>Total Income(Rounded off)</b>	<b>139,106.01</b>
Tax on Total Income	30% 41,732.00
Education Cess 3% on IT & SC	3% 1,252.00
<b>Net Tax Payable</b>	<b>42,984.00</b>
Tds	457,944.00
	(414,960.00)
Advance	0 -
	0 -
<b>Tax Due</b>	<b>(414,960.00)</b>

**Tax Payable as per provisions of Section 115 JB of I T Act**

Net profit as per P&L A/c	3316176.00
Add : Interest on income tax	9980.00
	3326156.00
18.5% Tax Payable	615339.00
3% Add: Education Cess @ 3.00%	18460.00
<b>Tax Payable</b>	<b>633799.00</b>
Less:- TDS	457,944.00
<b>Tax Due</b>	<b>175,855.00</b>
Tax Deposit 12.09.2015	100,000.00
14.12.2015	100,000.00
<b>Add: Interest w/s 234C</b>	<b>200,000.00</b>
<b>Tax and interest payable</b>	<b>(24,145.00)</b>
Less:- Advance tax paid	-
<b>REFUNDABLE</b>	<b>0.00</b>

**ITALICA FURNITURE PRIVATE LIMITED**

**Annexure 'A' forming Part of the Form No.3CD dated**

Depreciation chart as per Income tax

Asst. Year 2016-17

Fixed Assets

Assets	Rate of Dep. %	W.D.V. 01.04.2015	Addition		Deduction	Total Amount as on 31.3.2016	Depreciation	W.D.V. 31.03.2016
			Before 30.09.2015	After 30.09.2015				
Vehicle	15%	3922522.46	4,996,800.00	-	637,000.00	8282322.46	1242348.00	7039974.46
Plant & Machinery (Mould)	30%	8666814.60	-	715,920.00	-	9382734.60	2707432.00	6675302.60
Plant & Machinery	15%	17019816.17	-	-	-	17019816.17	2552972.00	14466844.17
Furniture	10%	267,052.00	-	-	-	267052.00	26705.00	240347.00
EPABX System	15%	16,140.00	-	-	-	16140.00	2421.00	13719.00
Office Equipment	15%	79,371.00	-	-	-	79371.00	11906.00	67465.00
<b>Total</b>		<b>29971716.23</b>	<b>4996800.00</b>	<b>715,920.00</b>	<b>637000.00</b>	<b>35047436.23</b>	<b>6543784.00</b>	<b>28503652.23</b>