

- **BOARD OF DIRECTORS :**

**Mr. Chanakya Prakash Mangal
Mrs. Rashmi Mangal (Upto 01/07/2017)
Mr. Chandragupt Prakash Mangal**

- **AUDITORS :**

**M/s KEDIA & KEDIA ASSOCIATES,
CHARTERED ACCOUNTANTS
AHMEDABAD.**

- **REGISTERED OFFICE :**

**OFFICE NO 205, 2ND FLOOR,
BUNGALOW NO 1, BHARTI SOCIETY,
NEAR NAGRI HOSPITAL,
MITHAKHALI,
AHMEDABAD – 380 006**

- **CIN : U24224GJ2010PTC062434**

MANGALAM GLOBAL ENTERPRISE PRIVATE LIMITED

DIRECTORS' REPORT

To,
THE MEMBERS

Your Directors are present herewith the 7th **ANNUAL REPORT** together with the Audited Financial Statements and Auditors' report thereon for the year ended 31st March, 2017.

FINANCIAL RESULTS/ STATE OF COMPANY AFFAIRS:

The Financial Results of the Company for the year ended on 31st March, 2017 are as follows:-

Particulars	(Amt. in Lacs)(Rs.)	
	Year 2016-2017	Year 2015-2016
Gross Income	268.51	65.93
Profit / (loss) Before Depreciation, Amortization and Taxation	16.67	2.18
Depreciation and Amortization	3.55	0.64
Profit / (Loss) before Taxation	13.12	1.54
Extra Ordinary Item	NIL	NIL
Provision for taxation - For Current Tax	2.50	0.29
Provision for taxation - For Deferred Tax	NIL	NIL
MAT credit Entitlement	NIL	NIL
Profit / (Loss) after Taxation	10.62	1.25
Appropriations:		
Proposed Dividend	NIL	NIL

DIVIDEND AND TRANSFER TO RESERVES:

In order to conserve the resources, your directors do not recommend any payment of dividend for the year under review. Further the Company has not transferred any amount to reserves during the year.

As per the Balance sheet the Profit and Loss statement of the Company is projecting the profits.

DIRECTORS

After the Closure of the Financial year, Mrs. Rashmi Mangal (DIN: 02541884) resigned as a Director with effect from 1st July, 2017. The Board places appreciation for the services rendered by her during her tenure with the Company.

MATERIAL CHANGES AFFECTING FINANCIAL POSITION OF THE COMPANY:

No material changes or commitments, affecting the financial position of the Company have occurred between the end of the financial year of the company under review and the date of the Board's Report.



DIRECTORS' RESPONSIBILITY STATEMENT:

It is hereby stated that:

- (a) In the preparation of annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- (b) The Directors 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 profit of the Company for that period.
- (c) The Directors 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) The Directors have prepared the annual accounts on going concern basis.
- (e) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

NUMBER OF BOARD MEETINGS OF THE BOARD:

During the year under review, the Board of Directors duly met 5 times and the details of attendance of directors / members are as follows:

Name of Director	Date of Board Meeting						Total No. of Meetings attended
	01/04/16	25/05/16	02/09/16	07/09/16	12/12/16	22/02/17	
Mr. Chanakya Prakash Mangal	√	√	√	√	√	√	6/6
Mrs. Rashmi V Mangal	√	√	√	√	√	√	6/6
Mr. Chandragupt Prakash Mangal	√	√	√	√	√	√	6/6

DEPOSITS:

The Company has not accepted any deposit within the meaning of Section 73 of the Companies Act, 2013 during the period under review.

LOANS FROM DIRECTOR/RELATIVE OF DIRECTOR:

The balances of monies accepted by the Company from Directors / relatives of Directors at the beginning of the year were Rs. 2,83,85,187/-and at the close of year was Rs. 5,70,65187/-



LOANS, GUARANTEES & INVESTMENTS U/S 186:

The particulars of loan given, investment made and guarantee and security given by the Company during the financial year under review and governed by the provisions of Section 186 of the Companies Act, 2013 have been furnished in **Annexure- I**, which forms part of this report.

CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

Details of contracts or arrangements with related parties referred to in 188 (1) are as per **Annexure - II**.

EXTRACTS OF ANNUAL RETURN:

Extract of the Annual Return for the financial year ended under review in the prescribed form MGT - 9, pursuant to provisions of Section 92(3) of the Companies Act, 2013 is annexed to this report as **Annexure III**.

STATUTORY AUDITORS AND THEIR OBSERVATION:

M/s. Kedia & Kedia Associates, Chartered Accountants (Firm Registration No. 104954W) were appointed as Statutory Auditors, for a term of five years to hold office till the conclusion of the Annual general Meeting to be held for the financial year ending on 31st March, 2019, subject to the ratification by the members at every Annual general Meeting. Accordingly, the appointment of said Statutory Auditors of the Company, is placed for ratification by the members.

The Auditors' Report to the members for the year under review does not contain any qualification.

INTERNAL FINANCIAL CONTROL SYSTEM:

The Company has an Internal Financial Control System, commensurate with the size, scale and complexity of its operations. The scope and authority of the Internal Financial Control function is well defined.

PARTICULARS OF EMPLOYEES:

During the year under review, there are no employees drawing remuneration which is in excess of the limit as prescribed under Section 197 of the Companies Act, 2013 read with rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

RISK MANAGEMENT POLICY:

The Management regularly reviews the risk and took appropriate steps to mitigate the risk. The company has in place the Risk Management policy. The Company has a robust Business Risk Management (BRM) frame work to identify, evaluate, business risks, Financial risk,



Competition risk, Human resource risk. In the opinion of the Board, no risk has been identified that may threaten the existence of the Company.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING AND OUTGO:

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo as stipulated hereunder:-

Conservation of Energy:

1. The steps taken or impact on conservation of energy:-

The Company has taken measures and applied strict control system to monitor day to day power consumption, to endeavor to ensure the optimal use of energy with minimum extent possible wastage as far as possible. The day to day consumption is monitored and various ways and means are adopted to reduce the power consumption in an effort to save energy.

2. The steps taken by the company for utilizing alternate sources of energy.

Company has not taken any step for utilizing alternate sources of energy.

3. The capital investment on energy conservation equipments.

Company has not made any capital investment on energy conservation equipments.

Technology Absorption

Company has not imported any technology and hence there is nothing to be reported here.

Foreign Exchange Earning and Outgo:

The details of Foreign exchange Earnings and outgo during the year are as follows:

Particulars	2016-2017	2015-2016
Foreign Exchange Earnings (Rs.)	NIL	NIL
Foreign Exchange Outgo(Rs.)	NIL	NIL

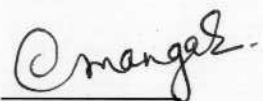
ACKNOWLEDGMENT:

Your Directors are thankful to regulatory and Government authorities, bankers and clients of the Company.

For and on Behalf of Board
For Mangalam Global Enterprise Private Limited



(Signature)
Chanakya Prakash Mangal
Director
DIN: 06714256



(Signature)
Chandragupt Prakash Mangal
Director
DIN: 07408422

Date: 14/08/2017
Place: Ahmedabad



Annexure-I

Sr. No	Name of the party	Nature of transactions (Loan/Investment/Guarantee /Security)	Purpose of utilization by the recipient	Amount in Lacs
1	Hindprakash Tradelink Private Limited	Loan Given	Business Purpose	95.00



Annexure – II

FORM NO. AOC -2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

All contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 are at arms' length basis.

2. Details of material contracts or arrangements or transactions at Arm's length basis.

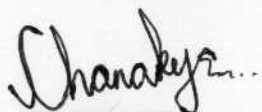
Name (s) of the related party	Nature of relationship	Nature of contracts/ arrangements/ transaction	Duration of the contracts/ arrangements/ transaction	Salient terms of the contracts or arrangements or transaction including the value, if any*	Date of approval by the Board	Amount paid as advances, if any
Chanakya Prakash Mangal	Director	Lease Rent paid	01/04/2016 to 31/03/2017	Rs. 1,80,000/-	As per note below	As per note below
Rashmi V Mangal	Director	Royalty	01/04/2016 to 31/03/2017	Rs. 60,000/-	As per note below	w

* At prevailing prices on arms length basis and on Industry practice terms.

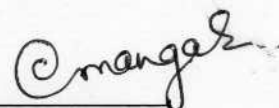
Note:

Appropriate approvals have been taken for related party transactions wherever necessary. No amount was paid as advance.

**For and on Behalf of Board
For Mangalam Global Enterprise Private Limited**



**(Signature)
Chanakya Prakash Mangal
Director
DIN: 06714256**



**(Signature)
Chandragupt Prakash Mangal
Director
DIN: 07408422**

**Date: 14/08/2017
Place: Ahmedabad**



Annexure - III
FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
as on financial year ended on 31.03.2017

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I REGISTRATION & OTHER DETAILS:

i	CIN	U24224GJ2010PTC062434
ii	Registration Date	27-Sep-10
iii	Name of the Company	Mangalam Global Enterprise Pvt Ltd
iv	Category/Sub-category of the Company	Company limited by shares / Indian Non-Government
v	Address of the Registered office & contact details	Office No. 205, 2nd Floor, Bungalow No. 1, Bharti Society, Nr. Nagri Hospital, Mithakhali, Ahmedabad-380 006.
vi	Whether listed company	No
vii	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Not Applicable

II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

SL No	Name & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1	Retail sale of Textile and Textile Merchandise	52321	100.00%

III PARTICULARS OF HOLDING, SUBSIDIARY & ASSOCIATE COMPANIES

SI No	Name & Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares Held	Applicable Section
1	Not Applicable				



Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year	
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares		
A. Promoters										
(1) Indian										
a) Individual / HUF	-	45,020	45,020	100.00%	-	45,020	45,020	100.00%	-	0.00%
b) Central Government or State Government	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
c) Bodies Corporates	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
d) Bank / FI	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
e) Any other (TRUST)	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
SUB TOTAL: (A) (1)	-	45,020	45,020	100.00%	-	45,020	45,020	100.00%	-	
(2) Foreign										
a) NRI- Individuals	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
b) Other Individuals	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
c) Bodies Corp.	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
d) Bank / FI	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
e) Any other...	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
SUB TOTAL (A) (2)	-	-	-	0.00%	-	-	-	0.00%	-	
Total Shareholding of Promoter (A)= (A)(1)+(A)(2)	-	45,020	45,020	100.00%	-	45,020	45,020	100.00%	-	
B. PUBLIC SHAREHOLDING										
(1) Institutions										
a) Mutual Funds	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
d) Bank / FI	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
C) Central Government	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
d) State Government	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
e) Venture Capital Fund	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
f) Insurance Companies	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
g) FIIS	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
h) Foreign Venture Capital Funds	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
i) Others (specify)	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
SUB TOTAL (B)(1):	-	-	-	0.00%	-	-	-	0.00%	-	
(2) Non Institutions										
a) Bodies corporates	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
i) Indian	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
ii) Overseas	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
b) Individuals	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
c) Others (specify)	-	-	-	0.00%	-	-	-	0.00%	-	0.00%
SUB TOTAL (B)(2):	-	-	-	0.00%	-	-	-	0.00%	-	
Total Public Shareholding (B)= (B)(1)+(B)(2)	-	-	-	0.00%	-	-	-	0.00%	-	
C. Shares held by Custodian for GDRs & ADRs	-	-	-							
Grand Total (A+B+C)	-	45,020	45,020	100.00%	-	45,020	45,020	100.00%	-	



(ii) SHARE HOLDING OF PROMOTERS

Sl No.	Shareholders 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	Hemlata O Mangal	4,420	9.82%	0.00%	4,420	9.82%	0.00%	0.00%
2	Vipinprakash O Mangal	8,800	19.55%	0.00%	8,800	19.55%	0.00%	0.00%
3	Rashmi V Mangal	8,800	19.55%	0.00%	8,800	19.55%	0.00%	0.00%
4	Chankayaprakash V Mangal	8,800	19.55%	0.00%	8,800	19.55%	0.00%	0.00%
5	Chandraguptprakash V Mangal	8,800	19.55%	0.00%	8,800	19.55%	0.00%	0.00%
6	Vipinprakash HUF	4,200	9.33%	0.00%	4,200	9.33%	0.00%	0.00%
7	Omprakash Vipinprakash HUF	1,200	2.67%	0.00%	1,200	2.67%	0.00%	0.00%
	Total	45,020	100.00%		45,020	100.00%		

(iii) CHANGE IN PROMOTERS' SHAREHOLDING (SPECIFY IF THERE IS NO CHANGE)

Sl. No.		Share holding at the beginning of the Year		Cumulative Share holding during the year	
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
1	Hemlata O Mangal				
	At the beginning of the year	4,420	9.8200%	4,420	9.8200%
	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)	No Change		No Change	
	At the end of the year	4,420	9.8200%	4,420	9.8200%
2	Vipinprakash O Mangal				
	At the beginning of the year	8,800	19.5500%	8,800	19.5500%
	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)	No Change		No Change	
	At the end of the year	8,800	19.5500%	8,800	19.5500%
3	Rashmi V Mangal				
	At the beginning of the year	8,800	19.5500%	8,800	19.5500%
	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)	No Change		No Change	
	At the end of the year	8,800	19.5500%	8,800	19.5500%
4	Chankayaprakash V Mangal				
	At the beginning of the year	8,800	19.5500%	8,800	19.5500%
	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)	No Change		No Change	
	At the end of the year	8,800	19.5500%	8,800	19.5500%
5	Chandraguptprakash V Mangal				
	At the beginning of the year	8,800	19.5500%	8,800	19.5500%
	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)	No Change		No Change	
	At the end of the year	8,800	19.5500%	8,800	19.5500%
6	Vipinprakash HUF				
	At the beginning of the year	4,200	9.3300%	4,200	9.3300%
	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)	No Change		No Change	
	At the end of the year	4,200	9.3300%	4,200	9.3300%
7	Omprakash Vipinprakash HUF				
	At the beginning of the year	1,200	2.6700%	1,200	2.6700%
	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)	No Change		No Change	
	At the end of the year	1,200	2.6700%	1,200	2.6700%



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

(v) **Shareholding of Directors & KMP**

Sl. No		Shareholding at the end 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	Rashmi V Mangal*				
	At the beginning of the year	8,800	19.5500%	8,800	19.5500%
	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)	No Change		No Change	
	At the end of the year	8,800	19.5500%	8,800	19.5500%

Sl. No		Shareholding at the end 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
2	Chankayaprakash V Mangal				
	At the beginning of the year	8,800	19.5500%	8,800	19.5500%
	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)	No Change		No Change	
	At the end of the year	8,800	19.5500%	8,800	19.5500%

Sl. No		Shareholding at the end 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
3	Chandraguptprakash V Mangal				
	At the beginning of the year	8,800	19.5500%	8,800	19.5500%
	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)	No Change		No Change	
	At the end of the year	8,800	19.5500%	8,800	19.5500%

* Resigned as a Director of the Company w.e.f. 1st July, 2017.



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	-	28,365,187	-	28,365,187
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	28,365,187	-	28,365,187
Change in Indebtedness during the financial year				
Additions (Net)	-	36,800,000	-	36,800,000
Reduction	-	(3,200,000)	-	(3,200,000)
Net Change	-	33,600,000	-	33,600,000
Indebtedness at the end of the financial year				
i) Principal Amount	-	61,965,187	-	61,965,187
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	61,965,187	-	61,965,187

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

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



B. Remuneration to other directors:

Sl.No	Particulars of Remuneration	Name of the Directors	Total Amount
1	Independent Directors	N. A.	N.A.
	(a) Fee for attending board committee meetings		
	(b) Commission		
	(c) Others, please specify		
	Total (1)		
2	Other Non Executive Directors		
	(a) Fee for attending board committee meetings		
	(b) Commission		
	(c) Others, please specify.		
	Total (2)		
	Total (B)=(1+2)		
	Total Managerial Remuneration		
	Overall Cieling as per the Act.		

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

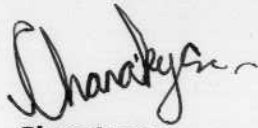
Sl. No.	Particulars of Remuneration	Key Managerial Personnel			Total
1	Gross Salary	CEO	Company Secretary	CFO	
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.	NIL			NIL
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961				
	(c) Profits in lieu of salary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



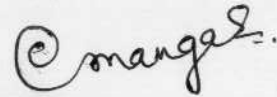
VII PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment/Compounding fees imposed	Authority (RD/NCLT /Court)	Appeal made if any (give details)
A. COMPANY					
Penalty					
Punishment					
Compounding					
B. DIRECTORS					
Penalty	NONE				
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty	NONE				
Punishment					
Compounding					

**FOR AND ON BEHALF OF THE BOARD
For MANGALAM GLOBAL ENTERPRISE PRIVATE LIMITED**



**Signature
Chanakya Prakash Mangal
Director
DIN:06714256**



**Signature
Chandragupt Prakash Mangal
Director
DIN:07408422**

**Date: 14/08/2017
Place: Ahmedabad**





**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
MANGALAM GLOBAL ENTERPRISE PRIVATE LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of **MANGALAM GLOBAL ENTERPRISE PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2017 and the Statement of Profit and Loss for the year then ended and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including Accounting Standards prescribed under Section 133 of the Act.

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 the 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Board of Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence obtained by us 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, 2017, and its profit for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

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

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 and the Statement of Profit & 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 Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of the written representations received from the directors as on March 31, 2017 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. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. The Company has provided requisite disclosures in its financial statements as regards its holdings and dealings in Specified Bank Notes as defined in the Notification S.O. 3407(E) dated the 8 November, 2016 of the Ministry of Finance, during the period from 8 November, 2016 to 30 December, 2016. Based on audit procedures performed and the representations provided to us by the management, we report that the disclosure are in accordance with the books of account maintained by the Company and as produced to us by the management.

2. In our opinion and as per information and explanations given to us the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, is not applicable to the Company, hence no statement is given on the matters specified in paragraphs 3 and 4 of the said Order.


SUBODH KEDIA

(M. No.: 043381), Partner

for and on behalf of

KEDIA & KEDIA ASSOCIATES

Chartered Accountants

FRN: 104954W

AHMEDABAD; August 14, 2017



**MANGALAM GLOBAL ENTERPRISE
PRIVATE LIMITED**

7th Annual Report 2016-17

Balance Sheet as at 31st March 2017

Particulars		Note No.	2016-17 Rupees	2015-16 Rupees
1		2	3	4
I. EQUITY AND LIABILITIES				
1 Shareholders' Funds				
(a) Share Capital		1	450,200	450,200
(b) Reserves and Surplus		2	645,659	(416,294)
2 Share Application Money Pending Allotment			-	-
3 Non-current Liabilities				
(a) Long-term Borrowings		3	57,065,187	-
(b) Deferred Tax Liabilities (Net)		4	-	-
(c) Other Long-term Liabilities		5	1,420,000	620,000
4 Current Liabilities				
(a) Short-term Borrowings		6	4,900,000	28,365,187
(b) Trade Payables		7	266,371	116,996
(c) Other Current Liabilities		8	4,623,000	41,041
(d) Short-term Provisions		9	-	-
TOTAL			69,370,417	29,177,130
II. ASSETS				
1 Non-current Assets				
(a) Fixed Assets				
(i) Tangible Assets		10	309,872	323,816
(ii) Intangible Assets		10	1,760	5,219
(b) Non-current Investments		11	54,934,013	23,649,000
(c) Long Term Loans and Advances		12	1,753,730	448,142
(d) Other Non-Current Assets			-	-
2 Current Assets				
(a) Inventories		13	210,549	3,800,464
(b) Trade Receivables		13A	1,533,465	-
(c) Cash and Bank Balances		14	1,069,210	841,753
(d) Short-term Loans and Advances		15	9,557,818	108,736
(e) Other Current Assets		16	-	-
TOTAL			69,370,417	29,177,130
Accounting Policies and Notes forming part of the financial statements		1 - 24		

This is the Balance Sheet referred to in our report of even date.

(SUBODH KEDIA)

Partner (M.No.:043381)

For and on behalf of

KEDIA & KEDIA ASSOCIATES
CHARTERED ACCOUNTANTS
(FRN 104954W)

DATE : 14/08/2017

PLACE : AHMEDABAD



For and on behalf of the Board

Chanakya
Chanakya

Prakash Mangal
(DIRECTOR)
DIN:06714256

Chandragupt
Chandragupt

Prakash Mangal
(DIRECTOR)
DIN:07408422

DATE : 14/08/2017

PLACE : AHMEDABAD

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

Particulars	Note No.	2016-17 Rupees	2015-16 Rupees
I. Revenue from Operations	17	26,851,083	6,592,893
II. Other Income	18	18,114	-
III. Total Revenue (I + II)		26,869,197	6,592,893
IV. Expenses:			
Purchases of Stock-in-Trade	19	18,217,390	3,025,582
Changes in Inventories of Stock-in-Trade	20	3,589,915	(112,948)
Employee Benefits Expense	21	422,068	747,812
Finance Costs	22	662	326,648
Depreciation on Tangible Assets		68,303	64,085
Depreciation on Investment Property		286,788	-
Other Expenses	23	2,972,118	2,387,546
Total Expenses		25,557,244	6,438,725
V. Profit before tax (III- IV)		1,311,953	154,168
VI Tax Expense:			
(1) Current Income Tax		(250,000)	(29,400)
(2) Income Tax (Prior Period)		-	-
(3) Deferred Tax		-	-
VII Profit (Loss) for the period (V - VI)		1,061,953	124,768
VIII Earnings per Equity Share:			
(1) Basic		23.59	2.77
(2) Diluted		23.59	2.77
Accounting Policies and Notes forming part of the financial statements	1 - 24		

This is the Statement of Profit and Loss referred to in our report of even date.

For and on behalf of the Board

(SUBODH KEDIA)

Partner (M.No.:043381)

For and on behalf of

KEDIA & KEDIA ASSOCIATES

CHARTERED ACCOUNTANT

(FRN 104954W)

DATE : 14/08/2017

PLACE : AHMEDABAD



Chanakya C Mangal

Chanakya Chandragupt
Prakash Mangal Prakash Mangal
(DIRECTOR) (DIRECTOR)
DIN:06714256 DIN:07408422



DATE : 14/08/2017
PLACE : AHMEDABAD

Note 1

Share Capital

<u>Share Capital</u>	2016-17	2015-16
	Rupees	Rupees
Authorised		
50,000 (50,000) Equity Shares of Rs. 10/- each	500,000	500,000
	500,000	500,000
Issued		
45,020 (45,020) Equity Shares of Rs. 10/- each	450,200	450,200
Subscribed & Paid up		
45,020 (45,020) Equity Shares of Rs. 10/- each fully paid	450,200	450,200
Per Balance Sheet	450,200	450,200

1.1 Rights, preferences and restrictions attached to shares:

Equity Shares:

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

1.2 Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

Particulars	2016-17	2015-16
	Number	Number
Equity Shares of Rs. 10/- each:		
Shares outstanding at the beginning of the year	45,020	45,020
Add: Shares Issued during the year	-	-
Less: Shares bought back during the year	-	-
Shares outstanding at the end of the year	45,020	45,020

1.3 Shares in the company held by each shareholder holding more than 5 percent shares

Name of Shareholder	2016-17	
	No. of Shares held	% of Holding
Equity Shares of Rs. 10/- each:		
Chandraguptprakash V Mangal	8,800	19.55%
Chankayaprakash V Mangal	8,800	19.55%
Hemlata O Mangal	4,420	9.82%
Rashmi V Mangal	8,800	19.55%
Vipinprakash HUF	4,200	9.33%
Vipinprakash O Mangal	8,800	19.55%

Name of Shareholder	2015-16	
	No. of Shares held	% of Holding
Equity Shares of Rs. 10/- each:		
Chandraguptprakash V Mangal	8,800	19.55%
Chankayaprakash V Mangal	8,800	19.55%
Hemlata O Mangal	4,420	9.82%
Rashmi V Mangal	8,800	19.55%
Vipinprakash HUF	4,200	9.33%
Vipinprakash O Mangal	8,800	19.55%



Note 2

Reserves and Surplus

<u>Particulars</u>	2016-17	2015-16
Surplus		
Opening balance	(416,294)	(541,062)
Add: Net Profit/(Net Loss) For the current year	1,061,953	124,768
Closing Balance	645,659	(416,294)
Per Balance Sheet	645,659	(416,294)

Note 3

Long Term Borrowings

<u>Particulars</u>	2016-17	2015-16
Unsecured		
Loans		
from Directors	54,437,987	-
from Directors' Relative	2,627,200	-
Per Balance Sheet	57,065,187	-

Note 4

Deferred Tax Liabilities (Net)

<u>Particular of Timing Difference</u>	Liabilities		Assets	
	Current Year	Previous Year	Current Year	Previous Year
Difference between book and tax depreciation	(2,322)	4,591	-	-
Carried Forward Business Loss / Depreciation etc..	-	-	(2,322)	4,591
Total Deferred Tax Liabilities	(2,322)	4,591		
Total Deferred Tax Assets			(2,322)	4,591
Net Deferred Tax Assets / Liabilities	-	-		

Note 5

Other Long-term Liabilities

<u>Particulars</u>	2016-17	2015-16
Advance Rent / Rent Deposit	1,420,000	620,000
Per Balance Sheet	1,420,000	620,000

Note 6

Short Term Borrowings

<u>Particulars</u>	2016-17	2015-16
Unsecured		
(a) Loans repayable on demand		
from Directors and Relative	-	28,365,187
Inter Corporate Deposit	4,900,000	-
Per Balance Sheet	4,900,000	28,365,187



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Note 7

Trade Payable

Particulars	2016-17	2015-16
Due to Micro & Small Enterprise	-	-
Due to Others	210,549	21,200
Current Liability for Expenses	55,822	95,796
Per Balance Sheet	266,371	116,996

7.1 The amount payable to Micro, Small & Medium units disclosed is based on the status of the parties as available with the Company.

7.2 None of the supplier of goods and services has confirmed their status as micro, small & medium enterprises under Micro, Small & Medium Enterprise Development (MSMED) Act, 2006. Hence company has no details to disclose under section 22 of the MSMED Act.

Note 8

Other Current Liabilities

Particulars	2016-17	2015-16
(a) Advance from Customers	4,600,000	-
(b) Other Statutory Liability	23,000	41,041
Per Balance Sheet	4,623,000	41,041

Note 9

Short Term Provisions

	2016-17	2015-16
(a) Others		
Income Tax [Net of Prepaid Tax]	-	-
Per Balance Sheet	-	-



MANGALAM GLOBAL ENTERPRISE PRIVATE LIMITED

Note 10

FIXED ASSETS

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	Gross Block				Accumulated Depreciation			Net Block	
Fixed Assets	Balance as at 1 April 2016	Additions	(Disposals) / Adjustments	Balance as at 31 March 2017	Balance as at 1 April 2016	Depreciation charge for the year	(Disposals) / Adjustments	Balance as at 31 March 2017	Balance as at 31 March 2016
a Tangible Assets									
Computer	32,242	-	-	32,242	16,944	10,138	-	27,082	15,298
Furniture & Fixture	249,562	-	(13,000)	236,562	36,212	22,520	-	58,732	213,350
Office Equipments	134,337	50,900	13,000	198,237	39,169	32,186	-	71,355	95,168
Total	416,141	50,900	-	467,041	92,325	64,844	-	157,169	323,816
Previous Year	398,491	17,650	-	416,141	31,699	60,626	-	92,325	366,792
b Intangible Assets									
Computer Software	11,000	-	-	11,000	5,781	3,459	-	9,240	5,219
Total	11,000	-	-	11,000	5,781	3,459	-	9,240	5,219
Previous Year	11,000	-	-	11,000	2,322	3,459	-	5,781	8,678
Total	427,141	50,900	-	478,041	98,106	68,303	-	166,409	329,035
Previous Year	409,491	17,650	-	427,141	34,021	64,085	-	98,106	375,470



Note 11

Non-current Investments (Long Term Investment)

(Valued at cost less diminution (other than temporary) in value, if any)

	2016-17	2015-16
Non Trade Investment at Cost (Unquoted)		
Investment Property (Valued at cost less accumulated depreciation)		
Cost of Land and Building given on Operating Lease	23,649,000	23,649,000
Add: Addition during the year	31,571,801	-
Sub total (A)	55,220,801	23,649,000
Deprecation as at 01/04/2016	-	-
Add: Depreciation for the year	286,788	-
Sub total (B)	286,788	-
Net Block (A-B)	54,934,013	23,649,000
Per Balance Sheet	54,934,013	23,649,000

	2016-17	2015-16
Aggregate value of Investment Property	54,934,013	23,649,000
Aggregate Value of Quoted Investment	-	-
Aggregate Amount of Unquoted Investment	-	-
Market Value of Quoted Investment	-	-

Note 12

Long-term Loans and Advances

<u>Particulars</u>	2016-17	2015-16
Prepaid Income Tax / TDS (Net of Provisions, if any)	109,078	166,083
Deposit	143,140	143,140
Advance for Capital Goods / Investment Property	1,100,000	-
Prepaid Expenses	4,371	9,243
Other Receivable	397,141	129,676
Per Balance Sheet	1,753,730	448,142

<u>Particulars</u>	2016-17	2015-16
Long Term Loans and Advances include due from:		
Director	-	-
Other Officers of the Company	-	-
Firm in which any director is partner	-	-
Private Company in which director is director or member	-	-
Total	-	-

Note 13

Inventories (As taken, verified, valued and certified by the Management)

<u>Particulars</u>	2016-17	2015-16
Stock-in-trade (Valued at or Below Cost)	210,549	3,800,464
Per Balance Sheet	210,549	3,800,464



MANGALAM GLOBAL ENTERPRISE PRIVATE LIMITED

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Note 13 A

Trade Receivables (Unsecured and Considered good)

Particulars	2016-17	2015-16
Over Six Months	-	-
Others	1,533,465	-
Per Balance Sheet	1,533,465	-

Particulars	2016-17	2015-16
Trade Receivable include due from:		
Director	-	-
Other Officers of the Company	-	-
Firm in which any director is partner	-	-
Private Company in which director is director or member	-	-
Total	-	-

Note 14

Cash and Bank Balances

Particulars	2016-17	2015-16
A. Cash and Cash Equivalents		
(a) Cash on Hand	172,069	474,465
(b) Balances with Bank	897,141	367,288
Total Cash and Cash Equivalents	1,069,210	841,753
B. Other Bank Balances		
(a) Other Bank Deposits (Original Maturity more than 3 months)	-	-
Total Other Bank Balances	-	-
Per Balance Sheet	1,069,210	841,753

Note 15

Short-term Loans and Advances

Particulars	2016-17	2015-16
Loans Given	9,500,000	-
Prepaid Expenses	4,872	8,688
Advance to Suppliers	22,946	41,205
Other Receivable	30,000	58,843
Per Balance Sheet	9,557,818	108,736

Particulars	2016-17	2015-16
Short Term Loans and Advances include due from:		
Director	-	-
Other Officers of the Company	-	-
Firm in which any director is partner	-	-
Private Company in which director is director or member	-	-
- Hindprakash Tradelink Pvt Ltd	9,500,000	-
Total	9,500,000	-

Note 16

Other Current Assets

Particulars	2016-17	2015-16
Other Receivable	-	-
Per Balance Sheet	-	-



Note 17

Revenue from Operations

Particulars	2016-17	2015-16
Sale of products	23,007,843	4,267,094
Sale of services	75,775	274,972
Rental income from Long Term Investment Property	3,767,465	2,050,827
Per Statement of Profit and Loss Account	26,851,083	6,592,893

Particulars	2016-17	2015-16
(i) Sale of Products Comprise - Trading goods		
- Textile and Textile Merchandise	3,246,204	4,267,094
- Cloth	19,761,639	-
Total	23,007,843	4,267,094

Note 18

Other Income

Particulars	2016-17	2015-16
Interest on Income Tax Refund	7,341	-
Interest on Income Others	10,773	-
Per Statement of Profit and Loss Account	18,114	-

Note 19

Purchases of Stock-in-Trade

Particulars	2016-17	2015-16
Purchases (Net of returns, claims & Discount)	18,217,390	3,025,582
Per Statement of Profit and Loss Account	18,217,390	3,025,582

Particulars	2016-17	2015-16
- Textile and Textile Merchandise	18,217,390	3,025,582
Total	18,217,390	3,025,582

Note 20

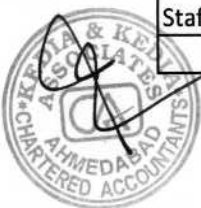
Changes in inventories of Stock-in-Trade

Particulars	2016-17	2015-16
Opening Stock :		
Traded Items	3,800,464	3,687,516
Closing Stock :		
Traded Items	(210,549)	(3,800,464)
Per Statement of Profit and Loss Account	3,589,915	(112,948)

Note 21

Employee Benefits Expense

Particulars	2016-17	2015-16
Salaries and Incentives	410,834	730,201
Staff Welfare Expenses	11,234	17,611
Per Statement of Profit and Loss Account	422,068	747,812



Note 22

Finance Costs

Particulars	2016-17	2015-16
Interest expense:		
- On Borrowings	-	325,574
- On Others	-	949
- On TDS	662	125
- On Income Tax	-	-
Per Statement of Profit and Loss Account	662	326,648

Note 23

Other Expenses

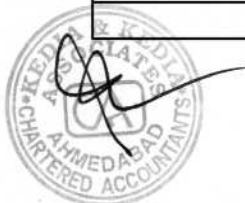
Particulars	2016-17	2015-16
Advertisement Expenses	311,500	551,802
Bank Charges etc.	25,184	27,404
Business Promotion Expenses	181,824	602,431
Conveyance Expenses	290,015	140,487
Electricity Expenses	129,947	78,326
Insurance -Others	-	-
Legal and Consultancy Expenses	738,819	79,645
Office Expenses	228,721	61,733
Other Expenses	26,629	24,989
Payments to the Auditor	25,000	28,750
Postage and Angadia	2,970	7,594
Printing and Stationary Expenses	4,535	9,888
Prior Period Item (Net)	-	-
Rates & Taxes	196,639	235,566
Royalty Expenses	60,000	-
Rent	180,000	120,000
Repairs and Maintenance	120,201	230,441
Tele Communication Expenses	62,534	52,886
Travelling Expenses	387,600	135,604
Per Statement of Profit and Loss Account	2,972,118	2,387,546

Details of Prior Period Item

Particulars	2016-17	2015-16
Prior Period Expenses	-	-
Prior Period Income	-	-
Total	-	-

Details of Payment to Auditors

Particulars	2016-17	2015-16
For Audit Fees	20,000	23,000
For Taxation Matters (including Tax Audit Fees)	5,000	5,750
Total	25,000	28,750



NOTE: 24

ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

A) SIGNIFICANT ACCOUNTING POLICIES:

1) (a) BASIS OF ACCOUNTING:

The financial statements have been prepared to comply with the Generally Accepted Accounting Principles in India (Indian GAAP), including the Accounting Standards notified under the relevant provisions of the Companies Act, 2013.

The financial statements are prepared on accrual basis under the historical cost convention. The financial statements are presented in Indian rupees.

(b) USE OF ESTIMATES:

The presentation of financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that may affect the reported amount of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Actual result could differ from those estimated.

2) FIXED ASSETS:

Fixed Assets are stated at cost less accumulated depreciation. The cost is inclusive of directly attributable incidental expenditure.

3) DEPRECIATION:

Depreciation on fixed assets (Including Assets under Investment Property) is charged in the accounts on straight-line method. Depreciation is provided based on useful life of the assets as prescribed in schedule II of The Companies Act, 2013. Computer software is amortised over a period of 3 years.

Depreciation on assets added / disposed off during the year is charged on pro-rata basis with reference to the month of addition / disposal.

4) INVESTMENT:

Long Term Investments are stated at cost. However, when there is a diminution, other than temporary, in the value of long term investments, the carrying cost is reduced to recognize the diminution.

Investment property:

An Investment in Land or Building, which is not intended to be occupied substantially for use by, or in operations of, the company, is classified as Investment Property. Investment Properties are stated as cost, Net of accumulated depreciation and accumulated impairment loss if any.

The cost comprise purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing investment property to its working condition for the intended use.



On disposal of investment, the difference between its carrying amount and net disposal proceeds is charged / credited to the statement of profit and loss.

5) INVENTORIES:

Traded goods are valued at or below cost. The cost is assigned on the basis of specific identification method/FIFO method, as the case may be.

6) REVENUE RECOGNITION (SALE OF GOODS):

Revenue from sale of goods is recognised when significant risks and rewards in respect of ownership of the goods are transferred to the customers, as per the terms of the respective sales order. Sales are recorded exclusive of Sales Tax (VAT), recoveries in the nature of octroi, freight etc.

7) PURCHASES:

Purchases are inclusive of expenses on purchase, import duty etc and are net of taxes (for which credit is available), claims/discount.

8) PROVISIONS AND CONTINGENT LIABILITIES:

- a) Provisions in respect of present obligations arising out of past events are made in the accounts when reliable estimates can be made of the amount of the obligation.
- b) Contingent liabilities are disclosed by way of a note to the Financial Statement, after careful evaluation by the management of the facts and legal aspects of the matter involved.

9) OPERATING LEASE:

Assets taken / given on lease under which all significant risks and rewards of ownership are effectively retained by the lessor are classified as operating leases. Lease payments made / received under Operating Leases are recognised on straight line basis as expenditure / income in accordance with respective Lease Agreements.

10) INCOME TAX:

The Provision for income tax is made on the basis of estimated taxable income for the current accounting year in accordance with the Income Tax Act, 1961. The deferred tax for the timing differences capable of reversal in subsequent period between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted as of the balance sheet date. Deferred tax assets arising from timing differences are recognised subject to consideration of prudence.

11) RELATED PARTY TRANSACTION:

Disclosure of transactions with Related Parties, as required by "Accounting Standard 18- Related Party Disclosure" has been set out in the Notes on Accounts. Related Parties have been identified on the basis of representations made by key managerial personnel and information available with the company.



B) NOTES FORMING PART OF ACCOUNTS :

1. The Company is a small and medium sized company (SMC) as defined in the general instructions in respect of Accounting Standards as notified under the Companies Act, 1956. Accordingly, the Company has complied with the Accounting Standards as applicable to a small and medium sized company.
2. In the opinion of the Board, 'Trade Receivable', 'Loans and Advances' and 'Other current Assets' are approximately of the value stated if realised in the ordinary course of business.
3. In the opinion of the Board, provision for all known liabilities is adequate and not in excess of the amount reasonably necessary.
4. The company has entered into operating lease agreement wef 01/05/2015 for investment property being part of office premises at 201, 2nd Floor, Setu Complex. The lease is non-cancelable for a total period of 72 months (Initially for 36 months and renewable at every 36 months).

Further the company has entered into operating lease agreement wef 01/02/2017 for investment property being property at 31, Samsta Bramkshtriya Coop Housing Society Ltd. The lease is non-cancelable for a total period of 108 months (Initially for 36 months and renewable at every 36 months).

Name of Assets	2016 - 17	2015 - 16
Gross Carrying Value	55,220,801	3,649,000
Depreciation recognised on the leased assets	(286,788)	Nil
Impairment losses recognised on the leased assets	Nil	Nil
Impairment losses reversed on the leased assets	Nil	Nil
Net Carrying Value	54,934,013	23,649,000
Future minimum lease payments		
Not letter than 1 year	6,660,000	1,860,000
Later than 1 year and not later than 5 years	27,177,000	6,417,000
Later than 5 years	23,644,000	-
Rent Income Recognised in Profit and Loss Account	3,767,465	1,834,676
(On Straight Line Basis)		
Contingent Rent recognised during the year	Nil	Nil

Note: Hitherto company has not provided depreciation on depreciable assets being Investment Property. The company has started providing the depreciation on such assets wef FY 2016-17. The current year depreciation includes depreciation for previous financial years upto 2015-16 of Rs. 1,19,336/-.

5. Disclosure of related parties related party transactions:

Name of Related Parties and description of relation :

a) Holding Companies

Nil



b) Fellow Subsidiaries	Nil
c) Associate Companies	Nil
d) Joint Ventures	Nil
e) Key Management Personnel, Director Director Director	Mrs. Rashmi Mangal (Upto 01/07/2017) Mr. Chanakya Prakash Mangal Mr. Chandragupt Prakash Mangal
f) Enterprise over which Key Management Personnel exercise significant influence	Nil
g) Relative of the Key Management Personel	Mr. Om Prakash Mangal Mr. Hemlata Mangal Mr. Vipin Prakash Mangal

(Related party relationship is as identified by the company)

Related Party Transactions (2016 – 17) :-

Particulars	Enterprise over which KMP exercise Significant Influence	Key Management Personnel & Relatives	Total Amount in Rupees
Lease Rent Paid	-	180,000	180,000
Royalty Paid		60,000	60,000
Outstanding As at Closing			
Loan Taken	-	57,065,187	57,065,187

Material Related Party Transactions (2016 – 17):-

Particulars	Current Year
Lease Rent Paid	
Chanakya Prakash Mangal	180,000
Royalty Paid	
Rashmi Mangal	60,000
Outstanding As at Closing	
Loan Taken	
Rashmi Mangal	17,462,000
Chanakya Prakash Mangal	22,175,987
Chandragupt Prakash Mangal	14,800,000
Vipin Prakash Mangal	2,627,200



Related Party Transactions (2015 – 16) :-

Particulars	Enterprise over which KMP exercise Significant Influence	Key Management Personnel & Relatives	Total Amount in Rupees
Lease Rent Paid	-	120,000	120,000
Outstanding As at Closing			
Loan Taken	-	28,365,187	28,365,187

Material Related Party Transactions (2015 – 16):-

Particulars	Current Year
Lease Rent Paid	
Chanakya Prakash Mangal	120,000
Outstanding As at Closing	
Loan Taken	
Rashmi Mangal	9,462,000
Chanakya Prakash Mangal	12,375,987
Vipin Prakash Mangal	1,527,200
Chandragupt Prakash Mangal	5,000,000

6. Earning per Equity Share:

	CURRENT YEAR Rupees	PREVIOUS YEAR Rupees
a) Profit / (Loss) available for equity share holders	1061953	124768
b) Weighted average number of equity shares outstanding	45020	45020
c) Basic and Diluted Earning per Share in rupees (Face value of Rs 10/-each)	23.59	2.77

7. Figures have been rounded off to the nearest rupees.

8. The previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary. Accordingly, amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amount and other disclosures relating to the current year.



9. Specified Bank notes held and transacted during the period 08/11/2016 to 30/12/2016:

Particulars	Amount INR		
	SBNs	Other Denomination Notes	Total
Closing Cash in Hand as on 08/11/2016	1,33,000	6,01,213	7,34,213
Add: Permitted Receipts	-	3,47,956	3,47,956
Less: Permitted Payments	-	3,71,420	3,71,420
Less: Deposited in Banks	1,33,000	2,73,007	4,06,007
Closing Cash in Hand as on 30/12/2016	Nil	3,04,742	3,04,742

For and On behalf of the Board

DATE : 14/08/2017
PLACE : AHMEDABAD


(Chanakya Prakash Mangal)
DIRECTOR
DIN: 06714256


(Chandragupt Prakash Mangal)
DIRECTOR
DIN: 07408422

