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BHAWANI SHARMA & CO.
CHARTERED ACCOUNTANTS
Head Office: S. S. Road, Lakhtokia, Guwahati-781 001 (Assam)
Branch Office: 6202/2, Block-1, Dev Nagar, Karol Bagh, New Delhi-110 005

Independent Auditor's Report

TO THE MEMBERS OF IDHA ENTERPRISES PRIVATE LIMITED

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of Idha Enterprises Private Limited, which comprise the Balance Sheet as at 31st March 2018, and the Statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance 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 judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial 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 the Rules made there under and the Order under Section 143(11) of the Act.

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 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 Company's Directors, as well as evaluating the overall presentation of the financial statements.

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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,

(i) In the case of Balance Sheet, of the **state of affairs** of the Company as at 31st March, 2018,
(ii) In the case of Statement of Profit and Loss, of its **Loss** for the year ended on that date, and
(iii) In the case of Cash Flow Statement, of the **cash flows** for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. The Companies (Auditors' 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, is not applicable to the Company..

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 purposes of our audit;

   b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

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

   d) in our opinion, the aforesaid financial statements comply with the 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 31 March, 2018, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2018, from being appointed as a director in terms of Section 164(2) of the Act;

   f) With respect to the adequacy of the Internal Financial Controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure 1".

   g) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:

      I. the Company does not have any pending litigations which would impact its financial position.

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II. the Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses under the applicable law or accounting standards.

III. there were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund.

For **Bhawani Sharma & Co.**
Chartered Accountants
Firm Reg. No. 314006E

BHAWANI SHARMA & CO.
New Delhi
CHARTERED ACCOUNTANTS

Neena Sharma
(Partner)
M.No. 060945

Place : New Delhi
Date : 25.08.2018

IDHA ENTERPRISES PRIVATE LIMITED

15, PUSA ROAD, NEW DELHI - 110 005

BALANCE SHEET AS AT 31ST MARCH, 2018

	Notes	As at 31.03.2018	As at 31.03.2017
I EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a)Share Capital	2	6,202,000.00	6,202,000.00
(b) Reserve and surplus	3	(3,041,031.94)	(2,950,082.14)
(2) Non - Current liabilities			
(a) Long term borrowings	4	9,000,000.00	8,500,000.00
(3) Current Liabilities			
(a) Other current liabilities	5	1,786,887.00	1,812,287.00
TOTAL		**13,947,855.06**	**13,564,204.86**
II Assets			
(1) Non - Current assets			
(a) FIXED ASSETS			
(I) Tangible assets	6	10,754,398.60	10,754,398.60
(2) Current assets			
(a) Trade receivable	7	-	352,800.00
(b) Cash and cash equivalents	8	366,275.46	154,229.26
(c) Short term loan and advances	9	2,827,181.00	2,302,777.00
TOTAL		**13,947,855.06**	**13,564,204.86**
Significant Accounting Policies	1	-	
Notes on Accounts	13-21	.	

As per our separate report of even date attached
For BHAWANI SHARMA & CO.
Chartered Accountants
Registration No. 314006E

For & on behalf of the Board of Directors

Neena Sharma
(Partner)
M.No.060945

BHAWANI SHARMA & CO. CHARTERED ACCOUNTANTS New Delhi

VAGISH PATHAK
(Director)
DIN.00053041

SATISH CHANDRA JOSHI
(Director)
DIN.02231841

Place: New Delhi
Date: 25.08.2018

IDHA ENTERPRISES PRIVATE LIMITED

15, PUSA ROAD, NEW DELHI - 110 005

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2018

	Note	Year Ended 31.03.2018	Year Ended 31.03.2017
I INCOME			
Revenue From Operation		-	-
Other Income	10	123,104.00	265,000.00
TOTAL Revenue (I+II)		**123,104.00**	**265,000.00**
EXPENSES			
Employee Benfit Expenses	11	-	54,000.00
Administrative & Other Expenses	12	214,053.80	197,735.92
Depreciation And Amortization Expenses		-	-
TOTAL EXPENSES		**214,053.80**	**251,735.92**
Profit/(Loss) Before Tax		(90,949.80)	13,264.08
Less : Tax Expenses			2,527.00
Less : MAT Credit Entitlement		-	(2,527.00)
Profit/(Loss) For the Year After Tax		(90,949.80)	13,264.08
Earning Per Share			
Basic/Diluted Earning Per Share		**(0.15)**	**0.02**
Significant Accounting Policies	1		
Notes on Financial Statement	13-21		

As per our separate report of even date attached

For BHAWANI SHARMA & CO.
Chartered Accountants
Registration No. 314006E

For & on behalf of the Board of Directors

BHAWANI SHARMA & CO. CHARTERED ACCOUNTANTS New Delhi

Neena Sharma
(Partner)
M.No.060945

VAGISH PATHAK
(Director)
DIN.00053041

SATISH CHANDRA JOSHI
(Director)
DIN.02231841

Place: New Delhi
Date: 25.08.2018

IDHA ENTERPRISES PRIVATE LIMITED

15,PUSA ROAD, NEW DELHI-110005

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

Partculars	Amount (Rs.) Year Ended 31.03.2018	Amount (Rs.) Year Ended 31.03.2017
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax as per Statement of Profit and Loss	(90,949.80)	13,264.08
Adjustments for		
Depreciation and Amortisation Expense	-	-
Finance Cost	-	-
Loss on Sale of Fixed Assets	-	-
Profit on Sale of Fixed Assets	-	-
Miscellaneous Balances Written Off		
Operating profit before working capital changes	(90,949.80)	13,264.08
Adjustments for changes in working capital		
(Increase)/Decrease in Trade receivables	-	(176,400.00)
(Increase)/Decrease in Short-term loans and advances	(524,404.00)	(6,666.00)
(Increase)/Decrease in Inventories	-	-
Increase/(Decrease) in Trade Receivable	352,800.00	-
Increase/(Decrease) in Trade payables	-	-
Increase/(Decrease) in Other current liabilities	(25,400.00)	129,569.00
Increase/(Decrease) in Short Term Provisions	-	-
Cash Generated from Operations	(287,953.80)	(40,232.92)
Less: Provision for Tax	-	-
Net Cash from Operating Activities	(287,953.80)	(40,232.92)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	-	-
Sale of Fixed Assets	-	-
Changes in Long Term Loans & Advance	-	-
Changes in Investments	-	-
Dividend Received	-	-
Net Cash from Investing Activities	-	-
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long Term Borrowings	4,500,000.00	-
Repayment of Long Term Borrowings	(4,000,000.00)	-
Interest Paid	-	-
Net Cash from Financing Activities	500,000.00	-
Increase/(Decrease) in Cash and Cash Equivalents	212,046.20	(40,232.92)
Cash and Cash Equivalents at beginning of the year	154,229.26	194,462.18
Cash and Cash Equivalents at end of the year	366,275.46	154,229.26

As per our Report of even date
For BHAWANI SHARMA & CO.
Chartered Accountants

For & on behalf of the Board of Directors

BHAWANI SHARMA & CO. CHARTERED ACCOUNTANTS New Delhi

NEENA SHARMA
(Partner)
Membership No. 060945

VAGISH PATHAK
(Director)
DIN.00053041

Place: New Delhi
Date :25.08.2018

SATISH CHANDRA JOSHI
(Director)
DIN.02231841

IDHA ENTERPRISES PRIVATE LIMITED

15, PUSA ROAD, NEW DELHI - 110 005

SIGNIFICANT ACCOUNTING POLICIES

1. Basis of preparation of Financial Statement

   a) Method of Accounting

   The financial statements have been prepared in compliance with the accounting standards as specified under Section 133 of the Companies Act, 2013 read with Rue 7 of the Companies (Accounts) Rules, 2014 (as amended). The financial statements have been prepared on going concern basis under the historical cost convention on accrual basis in accordance with the generally accepted accounting principles in India. All assets and liabilities have been classified as current or non-current, wherever applicable as per the operating cycle of the Company as per the guidance as set out in the Schedule III to the Companies Act, 2013.

   b) Accounting Policies

   Accounting policies except those specifically mentioned in the notes are consistent with those applied in the previous year.

2. Revenue Recognition

   Revenue is recognized only when it can be reliably measured and it is recoverable to the extent of ultimate collection as recommended by AS-9 on Revenue Recognition issued by The Institute of Chartered Accountants of India.

3. Fixed Assets

   Fixed Assets are stated at cost less accumulated depreciation. The cost of an asset comprises of purchase price and directly attributable cost of bringing the assets to its present condition for intended use.

4. Depreciation / Amortization

   Depreciation on assets is charged as per Schedule II of Companies Act,2013 for the relevant financial year as per the circular issued by MCA.

5. Investments

   The Company Does Not Have any Investments.

6. Deferred Tax Assets/Liability

   As per Accounting standard 22 issued by The Institute of Chartered Accountants of India, Deferred tax liability/assets is recognized subject to prudence, on timing differences, being difference between Taxable and Accounting Income/ Expenditure that originate in one period and capable of being reversal in one or more subsequent period.

   Deferred tax assets are recognized only to the extent when there is reasonable certainty that the assets can be realized in future. However, where there is unabsorbed depreciation or carried forward of losses, deferred tax assets are recognized only if there is a virtual certainty of realization of such assets.

7. Earnings per share

   The earning considered in ascertaining the Company's E P S comprises the net profit after tax as per "Accounting Standard 20 – Earning per Share" issued by The Institute of Chartered Accountants of India. The number of shares used in computing basic and diluted EPS is the weighted average number of shares outstanding during the period.

8. Provisions, Contingent Liabilities and Contingent Assets

   Provisions are measured using substantial degree of estimation and are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

   Contingent Liabilities are not recognized but are disclosed in the notes wherever required.

   Contingent Assets are neither recognized nor disclosed in the financial statements.

BHAWANI SHARMA & CO. ★ CHARTERED ACCOUNTANTS ★ New Delhi

9 Employees Benefits

a) Short term employee benefit

The undiscounted amount of short term employee benefits expected to be paid in exchange of service rendered by the employee is recognized in the year when the employee actually render service.

b) Post employment benefits

No post employment benefits are payable to any employee as per terms of employment or pursuant to statutory provisions to the extent applicable to the Company.

10 Impairment of Assets

An asset is treated as impaired when the carrying cost of the same exceeds the recoverable amount. Impairment is charged to the Statement of Profit & Loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting year reversed if there has been a change in the estimate of the recoverable amount.

11 Cash and Cash Equivalents

Cash and cash equivalents comprise cash in hand and cash on deposits with banks and corporations.

IDHA ENTERPRISES PRIVATE LIMITED
15, PUSA ROAD, NEW DELHI - 110 005

NOTES ATTACHED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2018

	As at 31.03.2018 Amount (Rs.)	As at 31.03.2017 Amount (Rs.)
NOTE - ' 2'		
SHARE CAPITAL		
Authorised Share Capital		
10,00,000 Equity Shares of Rs. 10/- each	10,000,000.00	10,000,000.00
Issued, Subscribed & Paid-Up Share Capital		
6,20,200 Equity Shares of Rs. 10/- each fully paid-up	6,202,000.00	6,202,000.00
TOTAL	**6,202,000.00**	**6,202,000.00**

The details of Shareholders holding more than 5% shares :

Name of the Shareholder	No. of Shares	% held	No. of Shares	% held
Vagish Pathak	125100	20.17	125100	20.17
Sonali Pathak	75100	12.11	75100	12.11
Pt. Banshidhar Pathak(HUF)	45000	7.26	45000	7.26
Rama Pathak	60000	9.67	60000	9.67
Suchi Pathak	50000	8.06	50000	8.06
Idha Pathak	50000	8.06	50000	8.06

		As at 31.03.2018 Amount (Rs.)	As at 31.03.2017 Amount (Rs.)
NOTE - ' 3'			
RESERVE AND SURPLUS			
Opening Balance As Per Last Balance Sheet		(2,950,082.14)	(2,963,346.22)
Add: Profit/(Loss) from Operations		(90,949.80)	13,264.08
TOTAL		**(3,041,031.94)**	**(2,950,082.14)**
NOTE - ' 4'			
LONG TERM BORROWINGS			
Unsecured Loan		9,000,000.00	8,500,000.00
TOTAL		**9,000,000.00**	**8,500,000.00**
NOTE - ' 5'			
OTHER CURRENT LIABILITIES			
Other Current Liabilities		1,786,887.00	1,812,287.00
Provisions	2527		
Less: TDS Adjusted	2527	-	
TOTAL		**1,786,887.00**	**1,812,287.00**
NOTE - ' 7'			
TRADE RECEIVABLE			
Others		-	352,800.00
TOTAL		**-**	**352,800.00**
NOTE - ' 8'			
CASH & BANK BALANCES			
Cash in hand (As certified by the Management)		105,443.00	2,230.00
Balance with scheduled Banks in Current Account		260,832.46	151,999.26
A/C No. 2529, New Rajendra Nagar			
TOTAL		**366,275.46**	**154,229.26**
NOTE - ' 9'			
SHORT TERM LOAN AND ADVANCE			
Unsecured, Considered good)		2,827,181.00	2,302,777.00
TOTAL		2,827,181.00	2,302,777.00

BHAWANI SHARMA & CO. CHARTERED ACCOUNTANTS New Delhi

IDHA ENTERPRISES PRIVATE LIMITED

15, PUSA ROAD, NEW DELHI - 110 005

NOTE - ' 6'
FIXED ASSETS

Description of Assets	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As on 01.4.2017	Addition during the year	Deduction during the year	As at 31.03.2018	Upto 31.03.2017	For the year	Deduction	Upto 31.03.2018	As at 31.03.2018	As at 31.03.2017
Land & Building (Factory)	10,723,220.00		-	10,723,220.00	-	-	-	-	10,723,220.00	10,723,220.00
Swaraj Mazda (Truck)	584,113.00	-	-	584,113.00	554,907.00		-	554,907.00	29,206.00	29,206.00
Office Furniture	28,750.00	-	-	28,750.00	27,113.00	-	-	27,113.00	1,637.00	1,637.00
Computer & Accessories	25,000.00	-	-	25,000.00	24,972.40	-	-	24,972.40	27.60	27.60
Electrical Dispenser	6,160.00	-	-	6,160.00	5,852.00		-	5,852.00	308.00	308.00
Total	**11,367,243.00**	-	-	**11,367,243.00**	**612,844.40**	-	-	**612,844.40**	**10,754,398.60**	**10,754,398.60**

BHAWANI SHARMA & CO. ★ CHARTERED ACCOUNTANTS ★ New Delhi

IDHA ENTERPRISES PRIVATE LIMITED
15, PUSA ROAD, NEW DELHI - 110 005

NOTES ATTACHED TO AND FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2018

	As at 31.03.2018	As at 31.03.2017
NOTE - ' 10'		
OTHER INCOME		
Interest on F.D. on Miner Dept.	3,104.00	-
Misc Income	-	85,000.00
Truck Lease Income	120,000.00	180,000.00
TOTAL	**123,104.00**	**265,000.00**
NOTE - ' 11'		
Employee Benefit Expenses		
Salaries	-	54,000.00
TOTAL	**-**	**54,000.00**
NOTE - ' 12'		
ADMINISTRATIVE & OTHER EXPENSES		
Accounting Charges	24,000.00	24,000.00
Auditor's Remuneration	30,000.00	28,500.00
Bank Charges & Commission	306.80	102.92
Company Secretary's Remuneration	2,000.00	8,000.00
ElectricityExp.	56,160.00	-
Interest on Income Tax	-	4,413.00
Mining Expenses	-	24,600.00
Mining Fees	30,400.00	29,200.00
Miscellaneous Expenses	8,560.00	12,364.00
Printing & Stationery	2,627.00	2,356.00
ROC Filing Fee	-	4,200.00
Tanker Rent	60,000.00	60,000.00
TOTAL	**214,053.80**	**197,735.92**

BHAWANI SHARMA & CO. CHARTERED ACCOUNTANTS New Delhi

NOTES ON FINANCIAL STATEMENTS AS ON 31ST MARCH, 2018

13 Compliance of Accounting Standard

Financial Statements have been prepared in compliance with the Accounting Standards issued by The Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013.

14 Current Assets

In the opinion of the Board, and to the best of their knowledge and belief the value on realization of the current Assets, Loans & Advances shown in the Balance Sheet in the ordinary course of business will be at least equal to the amount at which they are stated in the Balance Sheet and adequate provision for all known and determined liabilities has been made.

15 Micro, Small & Medium Enterprises

Based on information so far available with the Company, there are no Micro, Small and Medium Enterprises, to whom the Company owes dues which are outstanding for more than 45 days at the Balance Sheet date.

Relationships

A.1 Key Management Personnel	: Mr. Vagish Pathak
	: Mr Gourav Dubey
	: Mr. Shardendu Pathak
	: Mr. Satish Chandra Joshi
A.2 Relatives of Key Management Personnel	: NIL
A.3 Enterprises owned or significantly influenced by key management personnel Or their relatives.	: ABV Alcohols Pvt Ltd
	: Idha Enterprises
	: Imperial tobacco Company limited

B. The following transactions were carried out with related parties in the ordinary course of business :-

Description	**Transactions with Key Management Personnel or Their Relatives (Rs.)**		**Enterprises owned or significantly influenced by key management personnel or their relatives (Rs.)**	
	Y.E. 31.3.18	Y.E. 31.3.17	**Y.E. 31.3.18**	Y.E. 31.3.17
Remuneration to Directors	Nil	Nil	Nil	Nil
Loan Taken				
ABV Alcohols Pvt Ltd	Nil	Nil	4500000	Nil
Vagish Pathak Properties Pvt Ltd	Nil	Nil	Nil	Nil
Loan Repaid				
ABV Alcohols Pvt Ltd	Nil	Nil	Nil	Nil
Vagish Pathak Properties Pvt Ltd	Nil	Nil	4000000	Nil
Balances outstanding at the year end- (Credit)				
Mr. Vagish Pathak	Nil	Nil	Nil	Nil
ABV Alcohols Pvt Ltd(credit)	Nil	Nil	9000000	4500000
Vagish Pathak Properties Pvt Ltd (Credit)	Nil	Nil	Nil	4000000

BHAWANI SHARMA & CO. ★ New Delhi ★ CHARTERED ACCOUNTANTS

16 Taxation

a) Provision for Income Tax for the year has been made as per section 115JB of the Income Tax Act, 1961.

b) The Company follows Accounting Standard (AS-22) "Accounting for taxes on Income" issued by The Institute of Chartered Accountants of India. The accumulated losses and unabsorbed depreciation suggest accounting for deferred tax asset. In absence of virtual certainty of realization, the same has not been created.

17 Auditors' Remuneration includes the following

Audit Fees	30000.00
Certification Fees	0.00
Other Fees	0.00
Goods & Service Tax	0.00
Total	**30000.00**

18 Earnings per Share

The nominal value of the share of the Company is Rs. 10/- each fully paid up and basic and diluted earning per share comes to Rs. (0.15).

The amount used as the numerator in calculating basic and diluted earning per share is Rs (90949.80) being the Loss for the year.

The weighted average number of equity shares used as the denominator in calculating basic and diluted earnings per share is 620200

19. Dues to SSI

As per the information available with the Company no amount is due to Small Industrial Undertakings.

a. During the year there is no case of impairment of assets.

21 Notes 1 to 21 form an integral part of the Balance Sheet and the Statement of Profit & Loss.

As per our separate report of even date attached
For Bhawani Sharma & Co.
Chartered Accountants
Registration No. 314006E

Neena Sharma
(Partner)
M. No. 060945

BHAWANI SHARMA & CO. ★ CHARTERED ACCOUNTANTS ★ New Delhi

Place: New Delhi
Date: 25/08/2018

For & on behalf of the Board of Directors

Vagish Pathak
(Director)

Satish Chandra Joshi
(Director)