



B. C. Kundu & Co.

Chartered Accountants

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INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF DARJEELING ORGANIC TEA ESTATES PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of Darjeeling Organic Tea Estates Private Limited ("the Company") which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss, Cash Flow Statement 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, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



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.

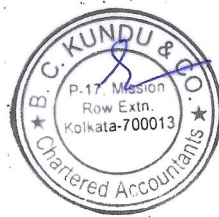
We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the company as at 31st March, 2017, and its Loss and its 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 u/s 143(11) of the Act, we give in the **Annexure A**, a statement on the matters specified in paragraph 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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, 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 the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in **Annexure B**, and
 - (g) 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 has impact on its financial position in its financial statements except as disclosed by management in note no. A16.13(a)
 - (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 amount which was 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 to holding as well as dealings in Specified Bank Notes during the period from 8 November 2016 to 30 December 2016 and these are in accordance with the books of accounts maintained by the Company Refer to Note#16.20 to the financial statements

For B.C. KUNDU & CO.

Chartered Accountants

ICAI Firm Registration No. 301007E

Subhansu Ganguli

Subhansu Ganguli

Partner

Membership No. 054342



Place: Kolkata

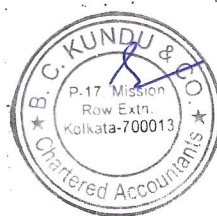
Date: 12-06-2017

ANNEXURE 'A' TO THE INDEPENDENT AUDITORS REPORT

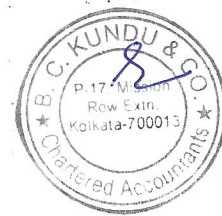
- (i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.
- b) The fixed assets were physically verified during the year by the management in accordance with a regular program of verification, which in our opinion provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company except for the following :-

| Total no. of cases | Type of Asset | Gross Block as at 31.03.2017 | Net Block as at 31.03.2017 | Remarks |
|--------------------|---|------------------------------|----------------------------|---|
| 2 | Tea Estates Land Plantations and Tea Manufacturing Factory | 100,000,000 | 100,000,000 | 6755 Bigha , 433.76 acres one Tea Manufacturing Factory. Registration Pending |

- (ii) As explained to us, the inventories have been physically verified at reasonable intervals during the year by the Management. No material discrepancies were noticed on such verification.
- (iii) As explained to us, the Company has not granted any loan, secured or unsecured, during the year, to any Company, Firm, Limited Liability Partnership or other parties covered in the register maintained under section 189 of the Companies Act. Accordingly the provisions of clauses (iii) (a), (b) & (c) are not applicable to the Company.



- (iv) According to the information and explanations given to us, the Company has not given any loan, investment, guarantee and security, so this clause is not applicable.
- (v) According to the information and explanations given to us, the Company has not accepted any deposits in contravention of Directives issued by Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Act and the rules framed there under, where applicable. No order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal.
- (vi) The Company is not required to maintain cost records pursuant to the Companies (Cost Records and Audit) Rules 2014 as amended and prescribed by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013.
- (vii) a) According to the information and explanations given to us, the company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities and there are no undisputed statutory dues outstanding as on 31st March 2017 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, income tax, custom duty, wealth tax, excise duty and Cess which have not been deposited on account of any dispute.
- (viii) According to the information and explanations given to us, we are of the opinion, the company has not defaulted in repayment of dues to a financial institution, bank, Government or dues to debenture holders.
- (ix) The company has not raised money by way of initial public offer or further public offer (including debt instrument) and term loans.
- (x) Based on audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.
- (xi) In our opinion and according to the information and explanations given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.



- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company so, this clause is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) Based on our audit procedures and as per the information and explanations given to us by the management, the Company has 2% Compulsory Convertible preferential Share allotment during the financial year and the proceeds are utilised for business purposes.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with them.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For B.C. KUNDU & CO.

Chartered Accountants

ICAI Firm Registration No. 301007E

Subhansu Ganguli

Subhansu Ganguli

Partner

Membership No. 054342



Place: Kolkata

Date: 12-06-2017

Annexure - B to the Independent Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Darjeeling Organic Tea Estates Private Limited ("the Company") as of 31 March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

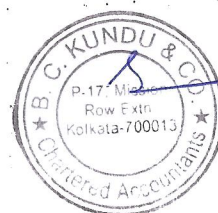
Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal



financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

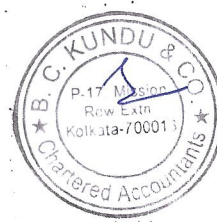
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.



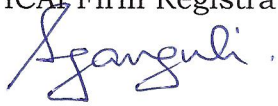
Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For B.C. KUNDU & CO.

Chartered Accountants

ICAI Firm Registration No. 301007E



Subhransu Ganguli

Partner

Membership No. 054342



Place: Kolkata

Date: 12-06-2017

DARJEELING ORGANIC TEA ESTATES PRIVATE LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2017

| PARTICULARS | Note No. | As at 31-03-2017. Rs. | As at 31-03-2016. Rs. |
|---|----------|--------------------------|--------------------------|
| I EQUITY AND LIABILITIES | | | |
| (1) Shareholders' Funds | | | |
| (A) Share Capital | A.01 | 328,458,470 | 225,024,291 |
| (B) Reserves and Surplus | A.02 | 9,311,642,635 | 7,367,196,182 |
| Sub Total | | 9,640,101,105 | 7,592,220,473 |
| (2) Non-Current Liabilities | | | |
| (A) Long Term Borrowings | A.03 | 1,224,451,672 | 1,532,547,643 |
| (B) Long Term Provisions | A.04 | 252,171,584 | 261,680,065 |
| Sub Total | | 1,476,623,256 | 1,794,227,708 |
| (3) Current Liabilities | | | |
| (A) Short Term Borrowings | A.05 | 167,467,697 | 770,726,506 |
| (B) Trade Payables | A.06 | 53,180,354 | 22,148,727 |
| (C) Other Current Liabilities | A.07 | 169,555,436 | 106,190,137 |
| Sub Total | | 390,203,487 | 899,065,370 |
| Grand Total | | 11,506,927,849 | 10,285,513,551 |
| II ASSETS | | | |
| (1) Non-Current Assets | | | |
| (A) Fixed Assets | A.08 | | |
| (i) Tangible Assets | | 10,215,083,376 | 8,878,907,013 |
| (ii) Capital Work-in-Progress | | 241,394,400 | 393,335,739 |
| (B) Long Term Loans and Advances | A.09 | 49,378,847 | 55,076,919 |
| (C) Deferred Tax Assets (Net) | A.10 | 296,580 | 4,001,760 |
| (D) Other Non Current Assets | A.11 | 47,757,066 | 27,710,502 |
| Sub Total | | 10,553,910,269 | 9,359,031,933 |
| (2) Current Assets | | | |
| (A) Inventories | A.12 | 231,605,183 | 171,917,238 |
| (B) Trade Receivables | A.13 | 343,634,820 | 435,013,040 |
| (C) Cash and Bank Balances | A.14 | 9,717,379 | 16,676,340 |
| (D) Short Term Loans and Advances | A.15 | 368,060,198 | 302,875,000 |
| Sub Total | | 953,017,580 | 926,481,618 |
| Grand Total | | 11,506,927,849 | 10,285,513,551 |
| Significant accounting policies and notes to accounts | A.16 | | |
| The accompanying notes A1 to A 16 are an integral part of the financial statements. | | | |

As per our Report of even date
For **B.C.KUNDU & CO.**
Chartered Accountants
ICAI Firm Registration No. 301007E

Subhansu Ganguli
Subhansu Ganguli
Partner
Membership No. 054342
Place : Kolkata
Date : 12-06-2017



For and behalf of the Board of Directors

Sanjay P Bansal
Sanjay P Bansal
(Director)

Reena Bansal
Reena Bansal
(Director)

DARJEELING ORGANIC TEA ESTATES PRIVATE LIMITED

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2017.

| PARTICULARS | Note No. | For The Year Ended | For The Year Ended |
|---|----------|----------------------|----------------------|
| | | 31-03-2017 | 31-03-2016 |
| | | Rs. | Rs. |
| I. Revenue from Operations | B.01 | 1,251,672,753 | 1,156,691,554 |
| II. Other Income | B.02 | 31,666,764 | 5,124,450 |
| III. Total Revenue (I +II) | | <u>1,283,339,517</u> | <u>1,161,816,004</u> |
| IV. Expenses: | | | |
| (1) Purchase | | 430,216,397 | 2,500,492 |
| (2) Changes in Inventories of Finished goods, Work-in-Progress and Stock-in-Trade | B.03 | (59,687,945) | 110,242,717 |
| (3) Employee Benefits Expense | B.04 | 540,369,193 | 490,578,945 |
| (4) Finance Costs | B.05 | 261,618,442 | 154,430,837 |
| (5) Depreciation and Amortization Expense | B.06 | 133,177,302 | 98,840,661 |
| (6) Other Expenses | B.07 | 235,775,559 | 249,542,547 |
| V. Total Expenses | | <u>1,541,468,948</u> | <u>1,106,136,198</u> |
| VI. Profit before Exceptional and Extraordinary Items and Tax (III - V) | | (258,129,431) | 55,679,805 |
| VII. Exceptional Items | | - | - |
| VIII. Profit before Extraordinary Items and Tax (VI - VII) | | (258,129,431) | 55,679,805 |
| IX. Extraordinary Items | | - | - |
| X. Profit Before Tax (VIII - IX) | | (258,129,431) | 55,679,805 |
| XI. Tax Expense: | | | |
| (1) Current Tax | | - | 4,483,862 |
| (3) Earlier Year Tax | | 3,413,000 | (5,876,512) |
| (3) Deferred Tax | B.08 | 3,705,180 | (1,936,579) |
| (4) Minimum Alternate Tax | | - | - |
| XII. Profit/(Loss) for the year from Continuing Operations (X - XI) | | (265,247,611) | 59,009,034 |
| XIII. Profit/(Loss) from Discontinuing operations (after Tax) (XIII - XIV) | | - | - |
| XIV. Profit/(Loss) for the year (XII + XV) | | (265,247,611) | 59,009,034 |
| XV. Earnings per equity share (Face Value of Rs.10 per share) : | | | |
| (1) Basic | | (9.55) | 1.19 |
| (2) Diluted | | (9.55) | 1.19 |

Significant accounting policies and notes to accounts A.16

The accompanying notes B1 to B08 and A16 are an integral part of the financial statements.

As per our Report of even date
For B.C.KUNDU & CO.
Chartered Accountants
ICAI Firm Registration No. 301007E

Subhansu Ganguli

Subhansu Ganguli
Partner
Membership No. 054342
Place : Kolkata
Date : 12-06-2017



For and behalf of the Board of Directors

Sanjay P Bansal
Sanjay P Bansal
(Director)

Reena Bansal
Reena Bansal
(Director)

DARJEELING ORGANIC TEA ESTATES PVT. LTD.

CASH FLOW STATEMENT for the year ended 31st March,2017.

| | 31st March, 2017 | | 31st March, 2016 | |
|---|------------------|------------------------|------------------|------------------------|
| | Rupees: | Rupees: | Rupees: | Rupees: |
| Net Profit after Tax | | (265,247,611) | | 59,009,034 |
| Adjustments for operating activities: | | | | |
| Depreciation | 133,177,302 | | 98,840,661 | |
| Increase(Decrease) in Creditors | 31,031,628 | | (65,299,731) | |
| Increase(decrease) In Other Current Liability | 63,365,299 | | (161,884,389) | |
| Increase in Other Non Current Assets | - | | 17,150,428 | |
| Decrease (Increase) in Debtors | 91,378,220 | | (127,860,814) | |
| Decrease(Increase) in Inventories | (59,687,945) | | 110,242,717 | |
| Decrease (Increase) in Advances and Other Assets | (65,185,198) | | 996,393,187 | |
| Decrease(increase) in Long Term Loan and advances | 5,698,072 | | 2,750,674 | |
| Decrease(increase) in Deferred Tax Assets | 3,705,180 | | (1,936,579) | |
| Increase in Provisions | (9,508,481) | | 103,884,450 | |
| | | <u>193,974,077</u> | | <u>972,280,604</u> |
| | | (71,273,534) | | 1,031,289,638 |
| Adjustments for investing activities: | | | | |
| Decrease(increase) In Preoperative Expenses | (20,046,564) | | (11,651,273) | |
| Decrease(Increase) in Fixed Assets including W.I.P (excluding depreciation) | (1,360,298,466) | | (2,211,561,011) | |
| | | <u>(1,380,345,030)</u> | | <u>(2,223,212,284)</u> |
| | | (1,451,618,564) | | (1,191,922,646) |
| Adjustments for financing activities: | | | | |
| Increase in Share Capital | 103,434,179 | | (1,304,092) | |
| Increase (Decrease)in Reserve and Surplus | 2,252,580,202 | | 994,402,865 | |
| Increase in Secured Loan-TL | (308,095,971) | | - | |
| Decrease in Unsecured Loan | - | | - | |
| Increase in Short Term Borrowing | (603,258,809) | | 213,627,712 | |
| | | <u>1,444,659,603</u> | | <u>1,206,726,485</u> |
| Net Increase/(Decrease) in Cash and Cash Equivalents | | (6,958,961) | | 14,803,839 |
| Add: Opening Cash and Cash Equivalents | | 16,676,340 | | 1,872,501 |
| Closing cash and cash equivalents (Refer note No. A-14) | | 9,717,379 | | 16,676,340 |

Notes:

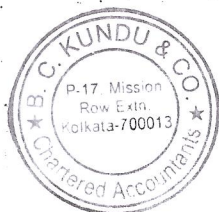
1.The above Cash Flow Statement has been prepared under the Indirect Method as set out in the Accounting Standard 3 [AS-3] Cash Flow statements

2.Cash and cash equivalents comprises of cash on hand, Current Accounts , deposits with banks andshort-term balances [with an original maturity of three months or less from the date of acquisition]

| Cash and Cash Equivalents: | As at 31-03-2017 | As at 31-03-2016 |
|----------------------------------|------------------|-------------------|
| Cash on hand | 1,006,841 | 459,186 |
| Balances with Bank | 6,800,214 | 4,038,523 |
| Fixed Deposit With Schedule Bank | 1,910,324 | 12,178,631 |
| | <u>9,717,379</u> | <u>16,676,340</u> |

As per our Report of even date
For B.C.KUNDU & CO.
Chartered Accountants
ICAI Firm Registration No. 301007E

S. Ganguli
Subhransu Ganguli
Partner
Membership No. 054342
Place : Kolkata
Date : 12-06-2017



For and behalf of the Board of Directors

S. Bansal *Reena Bansal*
Sanjay P Bansal Reena Bansal
(Director) (Director)

DARJEELING ORGANIC TEA ESTATES PVT. LTD.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2017

1. SIGNIFICANT ACCOUNTING POLICIES:

A) BASIS OF PREPARATION OF FINANCIAL STATEMENTS:

These financial statements have been prepared to comply in all material aspects with applicable accounting principles in India, the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified) and other accounting principles generally accepted in India, to the extent applicable.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current/non-current classification of assets and liabilities.

B) FIXED ASSETS (TANGIBLE):

Fixed Assets are stated at acquisition cost/book value less capital subsidy & net off accumulated depreciation and impairment losses, if any. Cost comprises purchase price, non refundable taxes, duties, freight and incidental expenses including amount added on Revaluation related to the acquisition and installation of the assets as well as finance charges wherever applicable relating to borrowed funds attributable to construction/acquisition of fixed assets for the period up to commencement of commercial products/assets put into use. Subsequent expenditures related to an item of tangible asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Project under which assets are not ready for use are disclosed under Capital W.I.P.

C) DEPRECIATION:

Depreciation on the Company's Fixed Assets has been charged on the following basis:

- i) Depreciation on the fixed assets have been charged on the written down value method in respect of assets installed on Installation date. Depreciation is provided based on useful life of the assets as prescribed in Schedule II of the Companies Act, 2013.
- ii) On assets individually costing less than Rs. 5000, depreciation at the rate of 100% is being provided subject to aggregate actual cost of individual item of plant and machinery costing Rs. 5000 or less being less than 10% of total cost of plant and machinery.



D) INVENTORIES:

Finished goods of tea are valued at cost or net realized / realizable value which ever lower. Stocks of traded goods are valued at cost. Stock of stores, spares and nursery are valued at lower of cost of weighted average method and net realizable value.

E) RESEARCH AND DEVELOPMENT:

Research and Development Expenditure of revenue nature is charged to the Profit and Loss Account and capital expenditure is treated as fixed assets.

F) RETIREMENT BENEFITS:

- i. The Company operates defined contribution scheme like Provident Fund and defined contribution Pension Schemes. The company makes regular contribution to provident funds which are fully funded and administered by the Government and are independent of Company's finance Contributions are recognized in Statement of Profit and Loss Account on an accrual basis.
- ii. Provision has been made in respect of liability towards gratuity to employees calculated based on Actuarial Valuation. The estimated liability as on 31st March 2017 is Rs. 1,634.63 Lacs (P.Y. Rs. 1,350.08 Lacs)

G) REVENUE RECOGNITION:

- i) Sales are recognized on passing of property in goods i.e. delivery as per terms of sales or on completion of auction in case of auction sales, in case of consignment sale, sales are accounted for on receiving information from consignee. Sales represent the invoiced value of goods supplied less Sales Tax/Value Added Tax.
- ii) Replanting & Other Subsidies: Replanting and other subsidies/grant of subsidy of revenue nature are recognized as income in the Profit and Loss Account on Cash Basis.
- iii) Interest on Advances and Term Deposits are being recognized on a time proportionate basis taking into account the amount involved and the rate of interest.

H) EXCISE DUTY & CESS

Excise Duty & Cess are accounted as and when the goods are cleared.



I) **GOVERNMENT GRANTS:**

Grants from Government are recognized on the same being received. Capital subsidies and capital compensation on receipts are shown as deduction from the gross value of the specified fixed assets.

J) **PROVISION FOR CURRENT TAX & DEFERRED TAX:**

Provision for current tax is computed after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Deferred Tax is recognized for all the timing different subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. At each Balance Sheet date the Company re-assess on recognized deferred tax asset/liability, if any.

K) **IMPAIRMENT OF ASSETS:**

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is to be charged to the statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss, if recognized in any accounting period, is reversible if there is any change in the estimate of recoverable amount.

L) **PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:**

Provisions including substantial degree of estimation in measurement 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, if any. Contingent assets are neither recognized nor disclosed in the financial statements.

M) **SALES:**

Sales represent the invoiced value of goods supplied less Sales Tax/Value Added Tax.

N) **BORROWING COST:**

Borrowing Cost excluding any processing fees recognized as and when it is due.

O) **PRE-OPERATIVE EXPENSES :**

Accumulated Pre-operative expenses are to be charged off on the year of completion of the project

P) **OTHERS:**

Expenses and other revenue items are recognized on accrual basis except otherwise stated.



Darjeeling Organic Tea Estates Private Limited
Notes To The Financial Statements

1.Shareholder's Fund

A.01 Share Capital

| (a) | Particulars | As at 31-03-2017 | | As at 31-03-2016 | |
|--|---|-------------------|--------------------|-------------------|--------------------|
| | | No. Of Shares | Amount(Rs.) | No. Of Shares | Amount(Rs.) |
| Authorised | | | | | |
| | Ordinary Equity Shares of Rs. 10/- each | 13,000,000 | 130,000,000 | 12,100,000 | 121,000,000 |
| | Class A Equity Shares of Rs. 10/- each | 60,000 | 600,000 | 60,000 | 600,000 |
| | Class B Equity Shares of Rs. 10/- each | 99,999 | 999,990 | 6,999,999 | 69,999,990 |
| | Class C Equity Shares of Rs. 10/- each | 5,400,000 | 54,000,000 | 5,400,000 | 54,000,000 |
| | Investor Equity Shares of Rs. 10/- each | 7,700,000 | 77,000,000 | 7,700,000 | 77,000,000 |
| | Class D Equity Shares of Rs. 10/- each | 2,700,000 | 27,000,000 | 2,700,000 | 27,000,000 |
| | Class E Equity Shares of Rs. 10/- each | 2,500,000 | 25,000,000 | 2,700,000 | 27,000,000 |
| | 2% Compulsory Convertible Preference Shares Of Rs.10 Each (Refer Note No.A16.05) | 6,200,000 | 62,000,000 | - | - |
| | Total | 37,659,999 | 376,599,990 | 37,659,999 | 376,599,990 |
| Issued, Subscribed and Fully Paid up | | | | | |
| | Ordinary Equity Shares of Rs.10 each | 9,198,759 | 91,987,590 | 9,198,759 | 91,987,590 |
| | Investor Equity Share Capital of Rs. 10 each | 7,665,633 | 76,656,330 | 7,665,633 | 76,656,330 |
| | Equity Share Capital Class "B" of Rs.10 each, | 54,887 | 548,870 | 54,887 | 548,870 |
| | Equity Share Capital Class "A" of Rs.10 each | 51,457 | 514,570 | 51,457 | 514,570 |
| | Equity Share Capital Class "C" of Rs.10 each | 4,805,819 | 48,058,190 | 4,805,819 | 48,058,190 |
| | Ordinary Equity Shares of Rs.10 each* | 2,529,659 | 25,296,590 | - | - |
| | Equity Share Capital Class "B" of Rs.10 each,* | 23,842 | 238,420 | - | - |
| | Equity Share Capital Class "E" of Rs.10 each* | 2,352,620 | 23,526,200 | - | - |
| | Equity Share Capital Class "D" of Rs.10 eachZ* | 132,170 | 1,321,700 | - | - |
| | 2% Compulsory Convertible Preference Shares Of Rs.10 Each - Refer To Note No.-A16.05 | 5,808,956 | 58,089,560 | - | - |
| | *Share capital is increased due to partly paid up to fully paid up is for consideration received other than cash amounting to Rs.84.40 Crores | | | | |
| | Total (A) | 32,623,802 | 326,238,020 | 21,776,555 | 217,765,550 |
| Issued, Subscribed and Partly Paid up | | | | | |
| | Ordinary Equity Shares of Rs.10 each, paid up Re. 1 each | - | - | 2,529,659 | 2,529,659 |
| | Equity Share Capital Class "B" of Rs.10 each, paid up Re. 1 each | - | - | 23,842 | 23,842 |
| | Equity Share Capital Class "D" of Rs.10 each, paid up Re. 1 each | 2,220,450 | 2,220,450 | 2,352,620 | 2,352,620 |
| | Equity Share Capital Class "E" of Rs.10 each, paid up Re. 1 each | - | - | 2,352,620 | 2,352,620 |
| | Total (B) | 2,220,450 | 2,220,450 | 7,258,741 | 7,258,741 |
| | Grand Total (A+B) | 34,844,252 | 328,458,470 | 29,035,296 | 225,024,291 |

(b) Reconciliation of Ordinary Shares outstanding

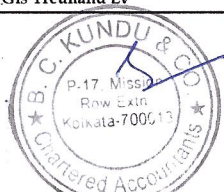
| Particulars | As at 31-03-2017 | | As at 31-03-2016 | |
|---|------------------|-------------|------------------|-------------|
| | No. Of Shares | Amount(Rs.) | No. Of Shares | Amount(Rs.) |
| Shares outstanding at the beginning of the year | 29,035,296 | 225,024,291 | 29,035,296 | 225,024,291 |
| Shares issued during the year (CCPS) | 5,808,956 | 58,089,560 | - | - |
| Shares converted from partly paid to fully paid | - | 45,344,619 | - | - |
| Shares outstanding at the end of the year | 34,844,252 | 328,458,470 | 29,035,296 | 225,024,291 |

(c) Shares of the Company held by each shareholder holding more than 5% shares

| S.no. | Name of Equity Shareholder | As at 31-03-2017 | | As at 31-03-2016 | |
|-------|--|------------------|--------------|------------------|--------------|
| | | No. Of Shares | % Of Holding | No. Of Shares | % Of Holding |
| | 5 Ordinary Shareholders (P.Y. 4 Shareholders) | | | | |
| 1 | Motilal Makhanlal Holdings Pvt. Ltd. | 2,973,009 | 10.24 | 3,973,009 | 13.68 |
| 2 | Sampad Vikas Limited | 3,643,250 | 12.55 | 4,643,250 | 15.99 |
| | Ambootia Tea Exports Private Limited (Erstwhile) | | | | |
| 3 | IDA Organic Pvt. Ltd. Refer to Note No. A16.19) | 1,766,087 | 6.08 | 4,319,588 | 14.88 |
| 4 | Stitchting Pensioenfonds Abp | 10,597,452 | 36.50 | 10,597,452 | 36.50 |
| 5 | Bhumya Tea Company Private Limited | 4,179,480 | 14.39 | - | - |

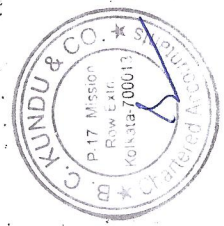
(d) Shares of the Company held by each shareholder holding more than 5% shares

| S.no. | Name of CCPS Shareholder | As at 31-03-2017 | | As at 31-03-2016 | |
|-------|---|------------------|--------------|------------------|--------------|
| | | No. Of CCPS | % Of Holding | No. Of CCPS | % Of Holding |
| | 5 CCPS Shareholders (P.Y. NIL) | | | | |
| | Oikocredit Ecumenical Development Cooperative | | | | |
| 1 | Society U.A. | 1,413,562 | 24.33 | - | - |
| 2 | Concolor Ag | 1,411,199 | 24.29 | - | - |
| 3 | Artava Ag | 1,411,199 | 24.29 | - | - |
| 4 | Auwa Holding GmbH | 563,061 | 9.69 | - | - |
| 5 | Gls Treuhand Ev | 421,705 | 7.26 | - | - |



Darjeeling Organic Tea Estates Private Limited
Notes To The Financial Statements
A.02 Reserves & Surplus

| Particulars | Revaluation Reserve | Capital Redemption | Surplus In Statement of Profit | Securities Premium Reserve | Amount In Rs. Total |
|---|----------------------|--------------------|--------------------------------|----------------------------|----------------------|
| Opening Balance as on 01-04-16 | 3,915,107,407 | 15,900,000 | 643,021,832 | 2,793,166,942 | 7,367,196,182 |
| Add: | | | | | |
| Current Year Transfer(CCPS) | - | - | - | 1,462,404,673 | 1,462,404,673 |
| Current Year Transfer(EQUITY) | - | - | - | 790,960,836 | 790,960,836 |
| Surplus in Statement in Profit & Loss | - | - | (265,247,611) | - | (265,247,611) |
| Sub Total (a) | 3,915,107,407 | 15,900,000 | 377,774,221 | 5,046,532,451 | 9,355,314,081 |
| Proposed Final Dividends | | | | | |
| Ordinary Shares | | | 536,297 | | 536,297 |
| Preference Shares | | | 116,179 | | 116,179 |
| Tax on Dividend | | | 132,831 | | 132,831 |
| Security Premium paid on Buy-back | | | | | |
| Transfer to General Reserve | | | | | |
| Transfer to Capital Redemption Reserve | | | | | |
| Transfer for Bonus Issue | | | | | |
| Over Charged Depreciation in earlier Year | | | | | |
| Transfer To Depreciation On Revaluation | 42,886,139 | | | | 42,886,139 |
| | 42,886,139 | | 785,307 | | 43,671,446 |
| Sub Total (b) | | | 785,307 | | |
| Total (a+b) | 3,872,221,269 | 15,900,000 | 376,988,914 | 5,046,532,451 | 9,311,642,635 |
| Closing Balance as on 31.03.17 | 3,915,107,407 | 15,900,000 | 643,021,832 | 2,793,166,942 | 7,367,196,182 |



Darjeeling Organic Tea Estates Private Limited
Notes To The Financial Statements

| PARTICULARS | As at 31-03-2017 Rs. | As at 31-03-2016 Rs. |
|---|-------------------------|-------------------------|
| 2. Non Current Liabilities | | |
| A.03 Long Term Borrowings | | |
| Secured Term Loans in Indian Rupees | | |
| - From Bank | | |
| UCO Bank Term Loan -I | 17,277,917 | 17,277,917 |
| UCO Bank Term Loan -IV | - | 20,485,000 |
| UCO Bank Term Loan -V | 34,266,324 | 34,266,324 |
| UCO Bank Term Loan -VI | 60,000,000 | 60,000,000 |
| UCO Bank Term Loan -VII | 14,800,000 | 14,800,000 |
| UCO Bank Term Loan -VIII | 69,999,998 | 70,000,000 |
| UCO Bank Term Loan -IX | 14,799,999 | 14,800,000 |
| UCO Bank Term Loan -X | 56,500,000 | 45,000,000 |
| UCO Bank Term Loan -XI | 114,500,000 | 91,100,000 |
| Allhabad Bank Term Loan | 308,042,047 | 308,050,621 |
| Allhabad Bank Term Loan | 374,985,476 | 374,992,997 |
| Andhara Bank Term Loan | - | 204,842,870 |
| State Bank Of Bikaner And Jaipur | - | 149,400,000 |
| State Bank Of Patiala | - | 114,599,568 |
| State Bank Of Hyderabad | 151,080,000 | - |
| HDFC Bank Ltd A/c no. 21180036 (for Vehicles) | 22,957 | 150,599 |
| HDFC Bank Ltd A/c no. 21180066 (for Vehicles) | 22,957 | 150,599 |
| HDFC Bank Ltd A/c no. 33661809 (for Vehicles) | 1,045,067 | 1,296,123 |
| HDFC Bank Ltd A/c no. 24895238(for Vehicles) | - | 155,949 |
| HDFC Bank Ltd A/c no. 25779473 (for Vehicles) | - | 477,696 |
| HDFC Bank Ltd A/c no. 26769164(for Vehicles) | - | 209,304 |
| HDFC Bank Ltd A/c no. 27359640 (for Vehicles) | - | 199,459 |
| HDFC Bank Ltd A/c no. 27359581 (for Vehicles) | - | 199,459 |
| HDFC Bank Ltd A/c no. 27360434 (for Vehicles) | - | 199,459 |
| Toyato Financial Services India Limited (for Vehicle) | 208,814 | 683,860 |
| UBI Car Loan A/C No.0852300008334 (for Vehicle) | 2,678,444 | 4,274,245 |
| Kotak Mahindra Prime Ltd. (For Vehicle) | 432,849 | 535,597 |
| Andhara Bank (for Vehicle) | 3,788,824 | 4,400,000 |
| Total | 1,224,451,672 | 1,532,547,643 |

Primary Security - Secured by Hypothecation of Tea crop, Plant & Machinery, Stores, Book Debts and Mortgage of Tea Estates

All Term Loans

HDFC Bank ,Kotak Mahindra prime Ltd.Andhara bank
Vehicle Loan and Toyata Financial Services India Limited Hypothecated against Motor car



Darjeeling Organic Tea Estates Private Limited
Notes To The Financial Statements

| PARTICULARS | As at 31-03-2017 Rs. | As at 31-03-2016 Rs. |
|-------------------------------------|-------------------------|-------------------------|
| A.04 Long Term Provisions | | |
| (a) Provision for Employee Benefits | | |
| Provision for Gratuity | 162,287,475 | 135,508,921 |
| (b) Provision for taxation | 16,495,494 | 34,486,645 |
| (c) Stamp Duty Payable | 8,778,879 | 12,457,943 |
| (d) Deferred statutory Payment | 64,609,736 | 79,226,556 |
| Total | 252,171,584 | 261,680,065 |



Darjeeling Organic Tea Estates Private Limited
Notes To The Financial Statements

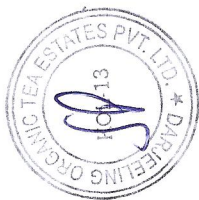
| PARTICULARS | As at 31-03-2017. | As at 31-03-2016. |
|---|--------------------|--------------------|
| | Rs. | Rs. |
| 3. Current Liabilities | | |
| A.05 Short Term Borrowings | | |
| (a) Secured | | |
| (i) Loans Repayble on Demand | | |
| - From Banks | | |
| UCO Bank | - | 558,572,053 |
| UCO Bank -Short Term** | 167,467,697 | - |
| ALLAHABAD Bank Cash Credit | - | 99,668,187 |
| STATE BANK OF PATIALA Cash Credit | - | 29,973,877 |
| ANDHRA BANK Cash Credit | - | 82,512,388 |
| Total (a+b) | 167,467,697 | 770,726,506 |
| | | |
| ** Primary Security - Secured by Hypothecation of Tea crop, Plant & Machinery, Stores, Book Debts and Mortgage of Tea Estates | | |
| A.06 Trade Payables | | |
| - For Goods | 44,482,957 | 21,557,884 |
| - For Services & Others | 8,697,398 | 590,843 |
| Total | 53,180,354 | 22,148,727 |
| | | |
| A.07 Other Current Liabilities | | |
| (a) Interest Payable | 70,591,646 | - |
| (b) Statutory Liabilities | 38,705,655 | 34,996,209 |
| (c) Salary, Wages, Bonus and Others | 59,454,018 | 65,387,164 |
| (d) Provision For taxation | - | 4,483,862 |
| (e) Dividend Payable | 652,476 | 1,083,511 |
| (f) Dividend Distribution Tax Payable | 132,831 | 220,581 |
| (g) Advance From Customers | 18,810 | 18,810 |
| Total | 169,555,436 | 106,190,137 |



Darjeeling Organic Tea Estates Private Limited
2. Non Current Assets

A.08 Fixed Assets

| Sl. No. | Fixed Assets | Gross Block | | | | | | Depreciation | | | | Net Block | |
|---------|------------------------------|-----------------------------|----------------------|----------------|-----------------------------|-----------------------------|-------------------------------|----------------------------------|---|---|-----------------------------|-----------------------------|--|
| | | Balance as at 31 March 2016 | Additions | Disposals | Revaluations/ (Impairments) | Balance as at 31 March 2017 | Balance as at 31st March 2016 | Depreciation charge for the year | Adjustment due to revaluations Current Year | Over Charged Depreciation in Earlier Year | Balance as at 31 March 2017 | Balance as at 31 March 2016 | |
| | | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. | |
| (i) | Tangible Assets | | | | | | | | | | | | |
| 1 | Leasehold Land & Plantations | 6,505,032,947 | 1,204,964,545 | - | - | 7,709,997,492 | - | - | - | - | 7,709,997,495 | 6,505,032,947 | |
| 2 | Factory/Office Buildings | 397,493,074 | 63,815,151 | - | - | 461,308,226 | 65,946,735 | - | - | 89,649,769 | 371,658,456 | 330,734,134 | |
| 3 | Labour Quarter | 1,539,359,343 | 238,206 | - | 45,938,676 | 1,493,658,873 | 52,930,348 | 42,886,139 | - | 66,390,044 | 1,384,382,690 | 1,440,404,639 | |
| 4 | Directors Bungalow | 110,234,563 | - | - | - | 110,234,563 | 14,783,143 | 4,897,527 | - | 19,680,670 | 90,553,893 | 95,067,553 | |
| 5 | Plant and Equipment | 601,063,423 | 233,655,885 | - | - | 834,719,308 | 130,830,434 | 80,561,510 | - | 211,391,944 | 623,327,364 | 472,421,124 | |
| 6 | Furniture and Fixtures | 20,711,663 | 2,480,956 | - | - | 23,192,619 | 10,370,663 | 2,897,518 | - | 13,068,181 | 10,124,438 | 10,779,035 | |
| 7 | Vehicles | 40,257,670 | 7,360,608 | - | - | 47,618,278 | 19,711,840 | 5,858,796 | - | 25,570,270 | 22,048,008 | 20,279,211 | |
| 8 | Computer | 10,914,854 | 1,681,643 | - | - | 12,596,497 | 7,606,244 | 1,999,221 | - | 9,605,465 | 2,991,032 | 4,188,370 | |
| 9 | Livestock | 168,186 | - | - | - | 168,186 | 168,186 | - | - | 168,186 | - | - | |
| | Total | 9,225,235,722 | 1,514,196,994 | - | 45,938,676 | 10,693,494,041 | 302,347,594 | 133,177,302 | 42,886,139 | 435,524,530 | 10,215,083,376 | 8,878,907,013 | |
| | Previous Year | 7,117,256,458 | 2,108,509,597 | 530,333 | - | 9,225,235,722 | 203,507,299 | 98,840,661 | 45,938,676 | 302,347,594 | 8,878,907,013 | 6,913,749,159 | |
| (ii) | Capital Work in Progress | 393,335,739 | 37,350,466 | 189,291,078 | - | 241,395,126 | - | - | - | - | 241,394,400 | 393,335,739 | |



Darjeeling Organic Tea Estates Private Limited

Notes To The Financial Statements

| PARTICULARS | | As at 31-03-2017 Rs | As at 31-03-2016 Rs |
|---------------|---|------------------------|------------------------|
| A.09 | Long Term Loans and Advances | | |
| | Other loans and advances | 49,378,847 | 55,076,919 |
| | Total | 49,378,847 | 55,076,919 |
| A09.01 | Other loans and advances | | |
| | Tds Receivable (2017-18) | 58,594 | 58,594 |
| | Tds Receivable (2015-16) | - | 9,542,789 |
| | Advance Agriculture Income Tax For A/Year 2014-15 | - | 2,000,000 |
| | Advance Agriculture Income Tax For A/Year 2013-14 | - | 2,000,000 |
| | Staff Advance | 19,390,477 | 20,856,399 |
| | Security Deposit | 1,860,080 | 1,153,887 |
| | Other Advances | 28,069,696 | 19,465,250 |
| | Total | 49,378,847 | 55,076,919 |



Darjeeling Organic Tea Estates Private Limited
Notes To The Financial Statements

| PARTICULARS | As at 31-03-2017 Rs. | As at 31-03-2016 Rs. |
|--|-------------------------|-------------------------|
| A.10 Deferred Tax Liabilities (Net) | | |
| Liabilities | | |
| - Depreciation | 8,291,025 | 7,372,059 |
| Less: Assets | | |
| - Depreciation | - | - |
| - Provision for Gratuity | (7,994,445) | (3,370,299) |
| Total | 296,580 | 4,001,760 |
| A.11 Others Non Current Assets | | |
| Pre Operative Expenses | 47,757,066 | 27,710,502 |
| Total | 47,757,066 | 27,710,502 |



Darjeeling Organic Tea Estates Private Limited
Notes To The Financial Statements

| PARTICULARS | As at 31-03-2017 Rs. | As at 31-03-2016 Rs. |
|---|-------------------------|-------------------------|
| 2 Current Assets | | |
| A.12 Inventories | | |
| (Valued at lower of cost or net reliasable value) | | |
| i) Finished Goods (other than trade goods) | 201,246,197 | 138,022,953 |
| ii) Stores & Spares (including Agricultural stores) | 30,358,986 | 33,894,285 |
| Total | 231,605,183 | 171,917,238 |



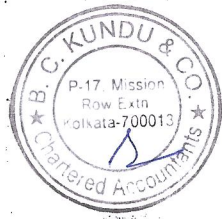
Darjeeling Organic Tea Estates Private Limited
Notes To The Financial Statements

| PARTICULARS | As at 31-03-2017 Rs. | As at 31-03-2016 Rs. |
|---|-------------------------|-------------------------|
| A.13 Trade Receivables | | |
| (Unsecured, unless otherwise stated) | | |
| (i) Debts outstanding for a period exceeding six months | 15,093,642 | 1,688,417 |
| Considered Good | | |
| Considered Doubtful | | |
| Sub total (a) | 15,093,642 | 1,688,417 |
| (ii) Other Debts | | |
| Considered Good | 328,541,178 | 433,324,623 |
| Considered Doubtful | - | - |
| Sub total (b) | 328,541,178 | 433,324,623 |
| Total (a+b) | 343,634,820 | 435,013,040 |



Darjeeling Organic Tea Estates Private Limited
Notes To The Financial Statements

| PARTICULARS | As at 31-03-2017 Rs. | As at 31-03-2016 Rs. |
|--|---------------------------------------|---------------------------------------|
| A.14 Cash and Bank Balances | | |
| Cash and Cash Equivalents | | |
| i) Cash on hand | 1,006,841 | 459,186 |
| ii) Balances with Bank | 6,800,214 | 4,038,523 |
| iii) Fixed Deposit With Schedule Bank | 1,910,324 | 12,178,631 |
| Total | 9,717,379 | 16,676,340 |
| Fixed Deposit having maturity over 12 months amounting to Rs.19,10,324.00 | | |
| Fixed Deposit amounting to Rs.19,10,324.00 held as Margin Money against Bank Guarantee | | |



Darjeeling Organic Tea Estates Private Limited
Notes To The Financial Statements

| PARTICULARS | As at 31-03-2017 Rs | As at 31-03-2016 Rs |
|--|------------------------|------------------------|
| A.15 Short Term Loans and Advances | | |
| (Secured, considered good) | - | - |
| (Unsecured, considered good) | | |
| Security Deposits | - | - |
| Loans and advances to related parties | - | - |
| Other loans and advances | 368,060,198 | 302,875,000 |
| Total | 368,060,198 | 302,875,000 |
| A.1501 Other loans and advances | | |
| Recoverable in cash or in kind or for value to be received | | |
| Staff Advance | - | - |
| Subsidy Receivable | 2,844,190 | 6,971,865 |
| Prepaid Expenses | 2,447,306 | 2,681,511 |
| Cess Duty | 49,685 | 41,404 |
| TDS Receivable (A.Year 2016-17) | - | - |
| TDS Receivable (A.Year 2017-18) | 74,512 | - |
| Mat Credit | 4,483,862 | 4,483,862 |
| Advance Paid To Supplier | 137,462,656 | 59,040,957 |
| Other Advance | 220,697,987 | 229,655,401 |
| Total | 368,060,198 | 302,875,000 |



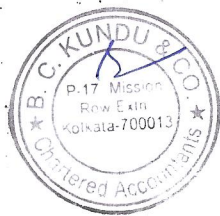
Darjeeling Organic Tea Estates Private Limited
Notes To The Financial Statements

| PARTICULARS | As at 31-03-2017 | As at 31-03-2016 |
|-------------------------------------|------------------|------------------|
| | Rs | Rs |
| B.01 REVENUE FROM OPERATIONS | | |
| (i) Sale of Products | | |
| Finished Goods | | |
| - Tea | 1,246,509,596 | 1,146,699,812 |
| Total A | 1,246,509,596 | 1,146,699,812 |
| (ii) Other Operating revenue | | |
| Tea Board Subsidies | - | 9,991,742 |
| Liabilities written back | 250,750 | - |
| Others | 4,912,407 | - |
| Total B | 5,163,157 | 9,991,742 |
| Total (A+B) | 1,251,672,753 | 1,156,691,554 |
| B.02 OTHER INCOME | | |
| (i) Interest Income | | |
| - Interest on Fixed Deposits | 757,463 | 587,576 |
| - Others | 7,705,637 | - |
| (ii) Compensation Received | 22,980,288 | - |
| (iii) Miscellaneous Income | 223,376 | 53,012 |
| (iv) MAT CREDIT | - | 4,483,862 |
| Total | 31,666,764 | 5,124,450 |

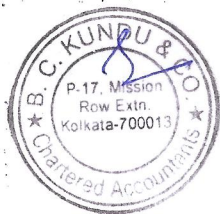


Darjeeling Organic Tea Estates Private Limited
Notes To The Financial Statements

| PARTICULARS | As at 31-03-2017 Rs | As at 31-03-2016 Rs |
|---|------------------------|------------------------|
| B.03 Changes in Inventories of Finished goods, Work- | | |
| a) Finished Goods | | |
| Opening Inventories | 138,022,953 | 269,765,670 |
| Closing Inventories | 201,246,197 | 138,022,953 |
| Net (Increase) / Decrease | (63,223,244) | 131,742,717 |
| b) Stock of Stores | | |
| Opening Inventories | 33,894,285 | 12,394,285 |
| Closing Inventories | 30,358,986 | 33,894,285 |
| Net (Increase) / Decrease | 3,535,299 | (21,500,000) |
| Total | (59,687,945) | 110,242,717 |
| <i>Additional Information</i> | | |
| Manufactured Goods | | |
| Tea | | |
| Closing Inventory | 201,246,197 | 138,022,953 |
| Opening Inventory | 138,022,953 | 269,765,670 |
| B.04 Employee Benefits Expense | | |
| a) Salaries and wages | | |
| - Salary | 118,918,976 | 118,529,645 |
| - Wages | 193,906,766 | 187,396,363 |
| - Bonus | 70,491,944 | 39,679,965 |
| - Exgratia | 38,250 | 23,200 |
| - Gratuity | 28,443,843 | 17,863,371 |
| - Leave Encashment | 8,714,378 | 7,219,506 |
| - Stipend | 1,400,045 | - |
| b) Contribution to provident and other funds | | |
| - Contribution to Gratuity Fund | - | - |
| - Contribution to Provident Fund | 55,018,232 | 52,294,708 |
| c) Staff welfare expenses | 22,300,015 | 30,032,908 |
| d) Other Allowances | 41,136,744 | 37,539,279 |
| Total | 540,369,193 | 490,578,945 |
| B.05 Finance Costs | | |
| Interest expenses | | |
| - Term Loans | 172,598,562 | 60,476,791 |
| - Cash Credit | 89,019,880 | 91,970,817 |
| - Others | - | 1,983,229 |
| Total | 261,618,442 | 154,430,837 |
| B.06 Depreciation and Amortization Expense | | |
| - Depreciation | 133,177,302 | 98,840,661 |
| Total | 133,177,302 | 98,840,661 |
| B.07 Other Expenses | | |
| A. MANUFACTURING & SERVICE EXPENSES | | |
| (i) Power and fuel | 49,215,581 | 39,672,395 |
| (ii) Repairs to Buildings | 6,196,306 | 9,975,727 |
| (iii) Repairs to Machinery | 7,443,213 | 9,064,187 |
| (iv) Repairs to Other Assets | 2,425,973 | 11,825,366 |
| (v) Other Manufacturing & Service Expenses | 59,158,871 | 40,513,338 |
| Sub Total (a) | 124,439,944 | 111,051,013 |
| B. SELLING & DISTRIBUTION EXPENSES | | |
| (i) Cess on Made Tea and Green Leaf | 621,460 | 225,696 |
| (ii) Freight, Shipping, Delivery and Selling | 11,076,236 | 18,211,905 |
| (iii) Brokerage and Discount on Sale | 7,254,788 | 4,889,170 |
| (iv) Sales Promotion Expenses | 6,756,306 | 6,854,004 |
| (v) Other Selling & Distribution Expenses | 4,942,758 | 16,483,385 |
| Sub Total (b) | 30,651,548 | 46,664,160 |



| PARTICULARS | As at 31-03-2017 Rs | As at 31-03-2016 Rs |
|--|------------------------|---|
| C. PAYMENT TO AUDITOR | | |
| (i) Statutory Auditor | 431,250 | 287,500 |
| (ii) For Tax Audit | 86,250 | 57,500 |
| (iii) For Reimbursement of expenses | - | - |
| Sub Total (c) | 517,500 | 345,000 |
| D. OTHERS | | |
| (i) Rent | 3,196,798 | 3,504,332 |
| (ii) Lease Rent # | 1,475,476 | 625,793 |
| (iii) Rates and Taxes, excluding taxes on income | 3,803,873 | 4,707,429 |
| (iv) Insurance | 4,365,302 | 5,050,181 |
| (v) Bank Charges | 5,833,186 | 4,823,211 |
| (vi) Consultation and Advisory Charges | 9,179,939 | 9,734,509 |
| Sub Total (d) | 27,854,574 | 28,445,455 |
| Note : | | |
| # With respect to non-cancellable period of the operating lease the future lease rental payable as below | | |
| Not later than One year | 1,475,476 | 625,793 |
| later than One year but not later than five year | 7,377,380 | 3,128,965 |
| Later than five year | - | Not ascertainable due to long period of lease |
| E. MISCELLANEOUS EXPENSES : | | |
| (i) Motor Vehicle Expense | 8,956,038 | 8,550,949 |
| (ii) Travelling and Conveyance Expenses | 19,867,272 | 32,183,044 |
| (iii) Stamps, Postage and Telegrams | 215,273 | 345,547 |
| (iv) Printing & Stationary | 1,264,985 | 1,714,052 |
| (v) Subscription | 1,924,162 | 2,616,925 |
| (vi) Telephone and Telex | 2,583,062 | 2,089,627 |
| (vii) Other Miscellaneous expenses | 10,816,070 | 5,253,725 |
| (viii) Director Fees | 2,000,000 | 3,000,000 |
| (viii) Chairman Fees | 2,000,000 | 2,000,000 |
| (ix) Sponership Fees | 2,685,131 | 5,283,050 |
| Sub Total (e) | 52,311,993 | 63,036,919 |
| Total (a+b+c+d+e) | 235,775,559 | 249,542,547 |
| B.08 Deferred Tax | 3,705,180 | (1,936,579) |



DARJEELING ORGANIC TEA ESTATES PRIVATE LIMITED

A-16 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2017

FORMING PART OF THE BALANCE SHEET AND STATEMENT OF PROFIT & LOSS

1. COMPANY INFORMATION

DARJEELING ORGANIC TEA ESTATES PVT. LTD (CIN: U01132WB2009PTC131897) having Registered Office at 34A Metcalfe Street 7th floor , Kolkata 700 088, is engaged in the business of Cultivation and Manufacturing of Tea and other agricultural products.

- Disclosure under section 22 of the Micro, Small and Medium Enterprises Development Act 2006 could not be furnished as none of the suppliers of the Company have provided the details of their registration under the said act.
- As a condition precedent to the investment in 2% Compulsorily Convertible Preference Shares by the Investors (as detailed in Point 4 & 5 below), basis the Investment Agreement dated 6th December 2016, the Company has acquired two Tea Estates and one bought leaf factory viz. Hrithik Tea Estate situated in Darjeeling, Jamguri Tea Estate situated in Golaghat, Assam, and Jamguri Bought Leaf Factory, situated in Jamguri Tea Estate situated in Golaghat, Assam during the financial year 2016-17, as detailed below.

| S No | Name of the Tea Estate & Address | Value as per Approved Valuer (Rs. Cr) |
|------|---|---------------------------------------|
| 1 | Jamguri Tea Estate,P.O. Oating, Dist. Golaghat, Assam. | 75.00 |
| 2 | Jamguri Bought Leaf Factory,P.O. Oating, Dist. Golaghat, Assam. | 15.00 |
| 3 | Hrithik Tea Estate,Dist. Darjeeling, West Bengal | 10.00 |
| | Total | 100.00 |

The consideration towards the acquisition of the above mentioned 2 Tea Estates and 1 Bought Leaf Factory was paid in kind through conversion of partly paid up shares to fully paid up shares (including Interest in the case of Class D Shares) of Rs. 84.40 Crores (Rupees Eighty Four Crores and Forty Lakhs) and the balance amount was through liabilities taken over of Rs. 15.60 Crores (Rupees Fifteen Crores and Sixty Lakhs).



4. The following partly paid Shares of the Company held by the Promoters have been made fully paid up during Financial Year 2016-17, pursuant to the contribution in kind by the Promoters of the tea estates as detailed in Point 3 above:

| S. No | Particulars | Number of Shares | Price Per Share (Rs.) | Amount (Rs. Cr) |
|-------|-----------------|------------------|-----------------------|-----------------|
| 1 | Ordinary Shares | 25,29,659 | 116.44 | 29.46 |
| 2 | Class B Shares | 23,842 | 116.44 | 0.28 |
| 3 | Class D Shares | 1,32,170 | 275.10 | 3.64 |
| 4 | Class E Shares | 23,52,620 | 216.91 | 51.03 |
| | Total | 50,38,291 | | 84.40 |

5. During the Financial Year 2016-17, the Company issued 2% Compulsorily Convertible Preference Shares (CCPS) having a face value of Rs. 10 (Rupees Ten) per CCPS, at a premium of Rs. 251.75 (Rupees Two Hundred and Fifty One and Seventy Five Paise) per CCPS. The total value of each CCPS is Rs. 261.75 (Rupees Two Hundred and Sixty One and Seventy Five Paise). This investment was enacted basis the Investment Agreement dated 6th December 2016 and the details of the Investors, Investment Amount and the Number of CCPS issued is as per the table below:

The Subscription CCPS shall carry a preferential right to receive dividend at the rate of 2 % (two per cent) per annum on the face value of such Subscription CCPS. The said right to dividend shall be cumulative and shall accrue from year to year whether or not paid, and accrued dividends shall be paid in full (together with dividends accrued from prior years) prior to and in preference to any dividend or distribution payable upon Shares of any other class or series in the same financial year. In addition to the fixed dividend as mentioned aforesaid, the Subscription CCPS shall also be entitled to dividend at the same rate as is declared by the Board (and approved by the Shareholders of the Company) in respect of the equity shares, on the face value of such Subscription CCPS.

On the Conversion Date, being a date falling 2 (two) years after the Closing Date, the Subscription CCPS shall compulsorily convert into Class C Shares in the ratio of 1:1.

| S. No | Name of the Investors | Number of Investors CCPS | Investors Investment Amount (in Rs. Cr) |
|-------|--|--------------------------|---|
| 1 | Oikocredit Ecumenical Development Cooperative Society U.A. | 14,13,562 | 37.00 |
| 2 | Duxton Agricultural Land Fund | 2,28,722 | 5.99 |
| 3 | Concolor AG | 14,11,199 | 36.94 |
| 4 | Artava AG | 14,11,199 | 36.94 |
| 5 | AUWA Holding GmbH | 5,63,061 | 14.74 |
| 6 | GLS Treuhande.V | 4,21,705 | 11.04 |
| 7 | Stiftung Evidenz | 2,80,349 | 7.34 |
| 8 | Bostaurus Nominees Pty Ltd | 79,159 | 2.07 |
| | Total | 58,08,956 | 152.05 |



The Company has filed the necessary supporting documents and forms to the Registrar of Companies and the relevant authorities to execute and give effect to the issue of CCPS as per the table above.

6. Utilization of Funds raised through issue of 2% Compulsorily Convertible Preference Shares (CCPS):

The Company received a total of Rs. 152.05 Crores (Rupees One Hundred Fifty Two Crores and Five Lakhs) through issue of 5,808,956 (Fifty Eight Lac Eight Thousand Nine Hundred and Fifty Six) CCPS to the investors as per the table in Point 4 above. The proceeds thus received by the Company were utilized to repay the Indian Bank Debts of Rs. 126.08 Crores (Rupees One Hundred and Twenty Six Crores and Eight Lakhs Only). The remaining funds were utilized to pay the accumulated Bank Interest and other operating and capital business purposes.

[Explanation: As per the Rules of The Companies Act, 1956, any material acquisition or disposal of assets by the Company has to be disclosed and reported in the Notes to the Accounts for 8 Financial Years subsequent to the Year of the transaction and hence, the details provided in Point 7, 8, 9, 10,11 and 12 relates to the acquisition of the Tea Estates acquired by the Company since its formation in Financial Year 2009-10]

7. The Company has acquired the movable properties including but not limited to, plant and machinery not constituting immovable property, inventories and other tangible movable assets pertaining to the following tea estates pursuant to separate asset purchase agreements dated 30th December 2009 with the following companies at considerations as furnished below. All costs, charges, expenses including stamp duty and registration charges in relation to execution of this agreement and transfer of the Movable properties shall be borne and paid by the Company.

- a) Sampad Vikas Limited – Rs. 14,689,854
- b) Monteviot Tea Pvt. Ltd. – Rs. 4,51,423
- c) Mullootar Tea Pvt. Ltd. – Rs. 36,46,914
- d) Sivitar Tea Estate Pvt. Ltd. – Rs. 30,92,054
- e) Moondakotee Tea Co. Pvt. Ltd. – Rs. 59,26,140
- f) Nurbong Tea Pvt. Ltd. – Rs. 74,70,287
- g) Prabhuji Plantations Pvt. Ltd. – Rs. 1,88,17,499
- h) Hrithik Investment Pvt. Ltd. – Rs. 1,45,34,117
- i) Sepoydhoorah Tea Co. Pvt. Ltd. – Rs. 35,88,181
- j) IDA Organic Pvt. Ltd. – Rs. 2,11,31,789



8. The Company has entered into separate agreements on 30th December 2009 with the following companies at considerations as given, in relation to the surrender and relinquishment of their rights, interest and possession over the agricultural land and hereditaments pertaining to the respective tea estates to the Government of West Bengal (“GoWB”) so that the Company may obtain a fresh lease in respect of the Agricultural Land and the hereditaments appurtenant thereto from the GoWB. All costs, charges, expense including stamp duty and registration charges in relation to execution of this agreement shall be borne and paid by DOTEPL.

- a) Sampad Vikas Limited – Rs. 40,32,45,028
- b) Monteviot Tea Pvt. Ltd. – Rs. 4,88,78,558
- c) Mullootar Tea Pvt. Ltd. – Rs. 13,38,78,486
- d) Sivitar Tea Estate Pvt. Ltd. – Rs. 8,97,68,834
- e) Moondakotee Tea Co. Pvt. Ltd. – Rs. 18,40,40,463
- f) Nurbong Tea Pvt. Ltd. – Rs. 16,63,33,369
- g) Prabhuji Plantations Pvt. Ltd. – Rs. 19,08,76,271
- h) Hrithik Investment Pvt. Ltd. – Rs. 25,43,56,002
- i) Sepoydhoorah Tea Co. Pvt. Ltd. – Rs. 10,43,80,564
- j) IDA Organic Pvt. Ltd. – Rs. 34,29,93,530

9. Pursuant to the surrender and relinquishment of the right, interest and possession over the agricultural land and hereditaments pertaining to the respective tea estates to GoWB, the Company had entered into 10(ten) separate employee transfer agreements on 30th December 2009, pertaining to the transfer of all employees of the respective tea estates, with the following companies.

- a) Sampad Vikas Limited
- b) Monteviot Tea Pvt. Ltd.
- c) Mullootar Tea Pvt. Ltd.
- d) Sivitar Tea Estate Pvt. Ltd.
- e) Moondakotee Tea Co. Pvt. Ltd.
- f) Nurbong Tea Pvt. Ltd.
- g) Prabhuji Plantations Pvt. Ltd.
- h) Hrithik Investment Pvt. Ltd.
- i) Sepoydhoorah Tea Co. Pvt. Ltd.
- j) IDA Organic Pvt. Ltd.

10. The Company had acquired the movable assets owned and operated by Tea Group Exports, (TGE) (Unit of Ambootia Tea Exports Private Limited) including plant and machinery and furniture and fixtures, on 30th December 2009 at a total consideration of Rs. 1,55,64,528/- In addition to the aforesaid consideration, in the event a lease is executed in favour of the Company by the Kolkata Port Trust, granting the Company leasehold/own interest over the land and warehouse that is currently being used by TGE, the Company shall pay such amount at such date and time as may be mutually agreed between the Parties to TGE.



11. The Company has acquired three new Tea Estates on 20.03.2015, as detailed below, all situated in the District of Darjeeling, West Bengal from West Bengal Tea Development Corporation Ltd. including but not limited to, plant and machinery not constituting immovable property, and other tangible movable assets on Tender Proposal and valued by the approved valuer .

| Sl.No. | Name of the Tea Estate & Address | Value |
|--------|---|------------------|
| a) | Pandam Tea Estate, P.O. Uday Gram, Dist. Darjeeling 734 101 | Rs. 10.76 Crores |
| b) | Rangaroon Tea Estate, P.O. Ghoom, Dist. Darjeeling, 734102 | Rs. 8.17 Crores |
| c) | Rungmook / Cedar Tea Estate, P.O. Sonada, Dist. Darjeeling, 734209 | Rs. 37.88 Crores |

12. The Company has acquired two new Tea Estates during the financial year 2015-16, as detailed below, all situated in the State of Assam The General Fibres Dealers Pvt. Ltd. And Ratanpur Tea Estates Pvt. Ltd. respectively including but not limited to, plant and machinery not constituting immovable property, and other tangible movable assets valued by the approved valuer .

| Sl.No. | Name of the Tea Estate & Address | Value |
|--------|--|------------------|
| a) | Cherideo Purbat Tea Estate, Dist. Sibsagar, Assam. | Rs. 45.00 Crores |
| b) | Ratanpur Tea Estate, Dist. Sibsagar, Assam. | Rs. 20.00 Crores |

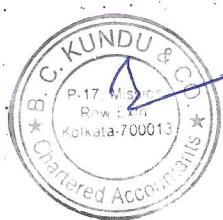
13. CONTINGENT LIABILITY

Besides the above, contingent liabilities are estimated, but not provided for;

- Settlement of Provident Fund dues arising out of PF related litigation (Happy Valley Tea Estate) (Estimated at Rs. 78 Lakhs)
- Bank Guarantee Outstanding as on 31-03-2017 is Rs. 26,36,040 /- (Previous Year Rs. 25,18,310.00)

14. DEFERRED TAX

The Management has recognized Deferred tax asset amounting to Rs. 2,96,580 /- in the Accounts for the Year ended 31st March 2017 as its expects that there is reasonable certainty that there would be sufficient future taxable income in the foreseeable future period to claim the above tax credit.



15. CORPORATE SOCIAL RESPONSIBILITY POLICY

Corporate Social Responsibility (CSR) is a large part of our overall sustainability policy encompassing social, economic and environmental actions. Along with philanthropy, we help build institutions and use technology to safeguard natural resources against climate change risks.

Focus Areas

This is to state that the Company has undertaken various CSR activities as required under the Companies (Corporate Social Responsibility Policy) Rules, 2014

The various projects are as given below here:

Promoting education
Scholarship
School
Vocational training centre
Art and culture
Environmental sustainability
Drinking water project
Computer centre
Income Augmentation Programme
Infant Nutrition Programme

All projects carried out comply with the requirements of the CSR Rules of the Companies Act, 2013.

The financial details as sought by the Companies Act, 2013 for the financial 2016- 2017 are as follows:-

| Particulars | Amount(Rs.) |
|---|-----------------|
| Average net profit(PBT) of the Company for last three financial years | 20,03,24,687.00 |
| Prescribed CSR expenditure (2% of the average net profit as computed above) | 40,06,494.00 |
| Total amount to be spent for the financial year | 40,06,494.00 |
| Amount spent | 46,21,576.00 |

The Company has spent Rs. 46,21,576.00/- (i.e. much above 2 % of the average net profits of last three financial years) on CSR activities which the Company has undertaken.



16. RELATED PARTY DISCLOSURES

Key Management Personnel

Mr. Sanjay Prakash Bansal – Director
 Mrs. Reena Bansal – Director
 Mr. Hrithik Bansal – Director
 Mr. Rahul Chandra Prakash- Director
 Mr. John Desmond Sheehy - Director
 Mr. Michael Joseph Sweeney – Director
 Mr. Anil Bansal – Director
 Mr. Rembert Biemond – Director**

Company Having Common Director

Bhumya Tea Company Private Limited
 Hrithik Investment Private Limited

** Mr. Rembert Biemond has been appointed as a Board of Director of the Company on 12th January, 2017 pursuant to the filing of the necessary forms to the Registrar of Companies.

Figures in Bracket are for FY 15-16 and Figures without brackets are for FY 16-17

| Particulars | Sanjay Prakash Bansal | Reena Bansal | Hrithik Bansal | Rahul Chandra Prakash | Anil Bansal | Desmond Sheehy | Michael Sweeney | Rembert Biemond | Bhumya Tea Co. Pvt. Ltd. | Hrithik Investment Pvt. Ltd. |
|---|------------------------------|--------------------------|--------------------------|-----------------------|----------------|----------------|-----------------|-----------------|--------------------------|------------------------------|
| Rent | 27,60,000 (27,34,440) | 3,60,000 (3,60,000) | - - | - - | - - | - - | - - | - - | - - | - - |
| Salary & Allowance | 1,56,00,000 (1,76,00,000) | 78,00,000 (88,00,000) | - (6,93,252) | - - | 22,75,150 - | - - | - - | - - | - - | - - |
| Other Miscellaneous expenses (Directors Fees) | 10,00,000 (10,00,000) | 10,00,000 (10,00,000) | - - | - (10,00,000) | - - | - - | - - | - - | - - | - - |
| Other Miscellaneous expenses (Chairman Fees) | 20,00,000 (20,00,000) | - - | - - | - - | - - | - - | - - | - - | - - | - - |
| Other Miscellaneous expenses (Sponsorship Fees) | - - | - - | 26,85,131 (52,83,050) | - - | - - | - - | - - | - - | - - | - - |
| Acquisition of Assets-Against equity shares | - - | - - | - - | - - | - - | - - | - - | - - | 90,00,00,000 - | 10,00,00,000 - |
| Pre-Operative Expenses | - - | - - | - - | - - | - - | - - | - - | 98,71,940 - | - - | - - |



17. EXPENDITURE IN FOREIGN CURRENCY

| Particulars | As on 31.03.2017 | As on 31.03.2016 |
|---|-----------------------|-----------------------|
| Account Head | Amount(Rs.) | Amount(Rs.) |
| Certification Fees and Sustainability Report Fees | 15,96,217.00 | 59,87,487.00 |
| Board Meeting Expenses | 1,02,308.00 | 5,98,699.00 |
| Purchased Of Stores | 14,13,960.00 | 0.00 |
| Purchased Of Plant & Machinery(CIF Value) | 0.00 | 2,20,17,935.00 |
| Sponsorship Fees | 26,85,131.00 | 52,83,050.00 |
| Preoperative Expenses-Fund Raising | 1,08,48,793.00 | 0.00 |
| Total | 1,66,46,409.00 | 3,89,87,171.00 |

18. Value of Imports calculated on C.I.F Basis to be disclosed

- Raw material - Nil
- Component & Spare parts - Nil
- Capital Goods - Nil

19. During the year IDA organic private limited has been amalgamated with the Company with the Transfer date being 1st April, 2016. The Hon'ble High Court, Calcutta has approved the Scheme of Amalgamation vide its order dated, 17th January 2017.

20. Disclosure on Specified Bank Notes

During the year, the Company had specified Bank Notes (SBNs) or other denomination notes as defined in the MCA notification, G.S.R. 308(Ee) DATED March 31, 2017. The details of SBNs held and transacted during the period from November 8, 2016 to December 30, 2016. The denomination-wise SBNs and other notes as per the notification are as follows:

| Particulars | SBNs* | Other denomination notes | Total |
|--|--------------|--------------------------|----------------|
| Closing Cash in hand as on November 8, 2016 | 75,63,000.00 | 21,88,624.00 | 97,51,624.00 |
| Add: Permitted receipts | 0.00 | 2,47,97,613.00 | 2,47,97,613.00 |
| Less: Permitted payments | 0.00 | 2,37,72,995.00 | 2,37,72,995.00 |
| Less: Amount deposited in Banks | 75,63,000.00 | 10,20,362.00 | 85,83,362.00 |
| Closing cash in hand as on December 30, 2016 | 0.00 | 21,92,880.00 | 21,92,880.00 |



*For the purpose of this clause, the term "Specified Bank Notes" shall have the same meaning provided in the notification of the Government of India in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E) dated November 8, 2016.

21. Dividend for the current financial year has been provided out of past free reserve in compliance with Companies declaration and payment of dividend rules, 2014 in case of inadequacy of absence of profits.

22. Figures for previous year have been re-arranged and re-grouped wherever necessary.

For B.C. KUNDU & CO.

Chartered Accountants

ICAI Firm Registration No. 301007E

Subhansu Ganguli

Subhansu Ganguli

Partner

Membership No. 054342

Place: Kolkata

Date: 12-06-2017

