



S+B

**SOOD BRIJ AND ASSOCIATES**

*Chartered Accountants*

C 72, NDSE, 2 New Delhi-110 049

Tel: 011-2625 1986, 011-2625 1604, 011-4611 4949 Fax: 011-2625 2043

Email: sbasanjay@rediffmail.com, aksoodsba@gmail.com

**Independent Auditors' Report**

**To the Members of Security information Systems (India) Limited**

**Report on the Financial Statements**

We have audited the accompanying standalone financial statements of **Security information Systems (India) Limited** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March 2016, the Statement of Profit and Loss of the Company for the year ended on that date, the Cash Flow Statement of the Company for the year ended on that date and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of 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 standalone 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 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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.





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**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 the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March 2016;
- (ii) in the case of the Statement of Profit and Loss, of the Loss for the year ended on that date; and
- (iii) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

**Emphasis of Matters:-**

We draw attention to the following matter in the notes to the financial statements.

Note 4 to the financial statement which indicates that the Company has accumulated losses and its net worth has been completely eroded. The Company has incurred a net Loss / net cash loss during the current year and in previous year(s). These conditions indicate the existence of material uncertainty casting doubt about the Company's ability to continue as a going concern. However the financial statements have been prepared as a going concern basis.

Our opinion is not modified in respect of this matter.

**Report on other Legal and Regulatory Requirements**

- (1) As required by the Companies (Auditors' Report) Order 2016 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 we annexed hereto a statement on the matters specified in para 3 and 4 of the said 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 appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion the aforesaid standalone 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<sup>st</sup> March, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2016, from being appointed as a director in terms of Section 164(2) of the Act.





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- f) With respect to the adequacy of internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to separate report in Annexure 'B' and
- g) with respect to the other matters included in the Auditor's Report and to the best of our information and according to the explanations given to us:-
- (i) The company does not have any pending litigations which would materially impact its financial position.
  - (ii) The company does not have any term contracts including derivative contracts for which there are any material foreseeable losses.
  - (iii) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

**For Sood Brij & Associates  
Chartered Accountants  
Firm Regn. No. 00350N**



**A.K. Sood  
Partner  
M No.014372**

**Place : New Delhi  
Dated : 26<sup>th</sup> May 2016**



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*Chartered Accountants*

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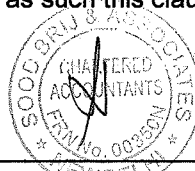
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**Annexure to the Auditors' Report**

The Annexure referred to in our Auditors' Report of even date on the accounts for the year ended 31st March, 2016 of Security information Systems (India) Limited, New Delhi in pursuance to the Companies (Auditor's Report) order, 2016 on the matters specified in paragraphs 3 and 4 of the said order.

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of information available.
- (b) The Company has a practice of physical verification of its fixed assets once in a year, which in our opinion is reasonable, having regard to the size of the Company and the nature of its assets. In accordance with such practice, the management has physically verified fixed assets at the year end and no material discrepancies were noticed on such verification.
- (c) The Company does not have any Immovable properties.
- (ii) The Company does not have any inventory.
- (iii) The Company has not granted any loans, secured or unsecured to the companies, firm or other parties covered in the register maintained under section 189 of the Companies Act.  
Accordingly sub clauses (a), (b) and (c) are not applicable.
- (iv) The Company has complied with provisions of section 185 and 186 of the Companies Act, in respect of loans, investments, guarantees and security.
- (v) The Company has not accepted any deposits from the public and consequently, the directives issued by the Reserve Bank of India, the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under are not applicable.
- (vi) The maintenance of cost record u/s. 148(1) of the Companies Act, 2013 has not been specified by the Central Government.
- (vii) (a) According to the information and explanations given to us, and on the basis of our examination of the books of account, the Company has been regular in depositing with appropriate authorities undisputed statutory dues as on Balance Sheet date.
- (b) According to the information and explanations given to us, there are no disputed amount payable towards Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and other statutory dues as on the date of Balance Sheet.
- (viii) The Company has not taken any loans from Banks, Financial institution or raised loans by issue of Debentures.
- (ix) According to the information and explanation given to us, no money raised by way of initial public offer and Term Loans.
- (x) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.
- (xi) No managerial remuneration has been paid under section 197 read with Schedule V to the Companies Act, 2013.
- (xii) The Company is not the Nidhi Company and as such this clause is not applicable.





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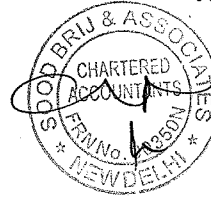
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- (xiii) All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and are disclosed in the financial statements.
- (xiv) The Company during the year has not made any preferential, private placement, of shares or fully or partly convertible debentures during the year.
- (xv) The Company has not entered with any non-cash transaction with Directors or persons connected with them, during the year within the meaning of section 192 of the Companies Act, 2013.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For Sood Brij & Associates  
Chartered Accountants  
Firm Regn. No. 00350N**

**Place : New Delhi  
Dated : 26<sup>th</sup> May 2016**



**A.K. Sood  
Partner  
M No.014372**



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*Chartered Accountants*  
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### **Annexure-B to the 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 **Security information Systems (India) Limited** ("the Company") as of 31<sup>st</sup> March 2016 in conjunction with our audit of the standalone 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.

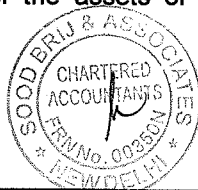
### **Auditors' Responsibility**

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, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, 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;





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(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 authorizations of management and directors of the company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

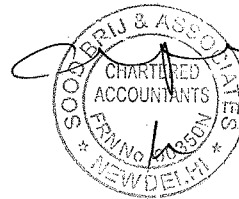
**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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<sup>st</sup> March 2016, 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 Sood Brij & Associates  
Chartered Accountants  
Firm Regn. No. 00350N**



**A.K. Sood  
Partner  
M No.014372**

**Place : New Delhi  
Dated : 26<sup>th</sup> May 2016**

**SECURITY INFORMATION SYSTEMS (INDIA) LIMITED**  
BALANCE SHEET AS AT 31 March, 2016

( Amount in Rs)

Particulars		Notes	As at March 31, 2016	As at March 31, 2015
<b>I. EQUITY AND LIABILITIES</b>				
<b>1 Shareholders' funds</b>				
(a) Share capital		3	6,800,000	6,800,000
(b) Reserves and surplus		4	(19,695,923)	(18,113,876)
			(12,895,923)	(11,313,876)
<b>2 Non-current liabilities</b>				
(a) Long-term borrowings		5	15,340,912	15,340,912
(b) Other Long term liabilities		6	11,012,955	9,319,458
(c) Trade Payables		7	2,982,802	2,982,802
			29,336,669	27,643,172
<b>3 Current liabilities</b>				
(a) Other current liabilities		8	47,382	57,148
			47,382	57,148
<b>TOTAL</b>			<b>16,488,127</b>	<b>16,386,442</b>
<b>II. ASSETS</b>				
<b>1 Non-current assets</b>				
(a) Fixed assets				
(i) Tangible Assets		9	8	8
(ii) Intangible Assets				
(iii) Capital Work in Progress				
(iv) Intangible Assets under Development				
(b) Deferred tax assets (net)		10	4,387,756	4,293,818
(c) Long-term loans and advances		11	25,000	25,000
(d) Other Non-Current Assets ( Trade Receivables)		12	11,789,105	11,789,105
			16,201,869	16,107,931
<b>2 Current assets</b>				
(a) Short-term loans and advances		13	-	103,350
(b) Cash and cash equivalents		14	286,258	175,161
			286,258	278,511
<b>TOTAL</b>			<b>16,488,127</b>	<b>16,386,442</b>

General Information and Significant Accounting Policies


Notes on Accounts

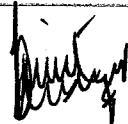
The Notes are an integral part of these financial statements

1 & 2 (A)

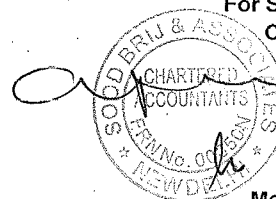
2 (B)

For and on behalf of the Board of Directors

  
Vinod Kashyap  
Director  
(DIN : 00038854)

  
Vineet Kashyap  
Director  
(DIN : 00038897)

In terms of our Audit Report of even date  
For Sood Brij & Associates  
Chartered Accountants  
FRN: 00350N



A.K. Sood  
Partner

Membership No. : 14372

Place: New Delhi  
Date : 26th May 2016



# SECURITY INFORMATION SYSTEMS (INDIA) LIMITED

## STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED March 31, 2016

(Amount in Rs)

Particulars	Notes	For the year ended 31st March 2016	For the year ended 31st March 2015
I. Revenue from operations			
II. Other income	15	44,373	14,265
III. Total Revenue (I + II)		44,373	14,265
IV. Expenses:			
Finance Cost	16	1,705,459	2,008,170
Other Expenses	17	14,899	25,892
Total expenses		1,720,358	2,034,062
V. Profit / (Loss) before exceptional and extraordinary items and tax (III-IV)		(1,675,985)	(2,019,797)
VI. Exceptional items		-	-
VII. Profit / (Loss) before extraordinary items and tax (V - VI)		(1,675,985)	(2,019,797)
VIII. Extraordinary Items		-	-
IX. Profit / (Loss) before tax (VII- VIII)		(1,675,985)	(2,019,797)
X Tax expense:			
(1) Current tax			
(2) Deferred tax		(93,938)	(176,500)
XI Profit (Loss) for the period from continuing operations (VII-VIII)		(1,582,047)	(1,843,297)
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV Profit (Loss) for the period (XI + XIV)		(1,582,047)	(1,843,297)
XVI Earnings per equity share:			
(1) Basic		(2.33)	(2.71)
(2) Diluted		(2.33)	(2.71)

General Information and Significant Accounting Policies

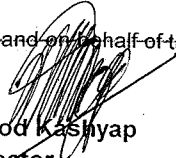
1 & 2 (A)

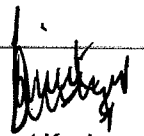
Notes on Accounts

2 (B)

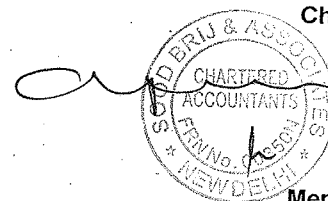
The Notes are an integral part of these financial statements

For and on behalf of the Board of Directors

  
Vinod Kashyap  
Director  
(DIN : 00038854)

  
Vineet Kashyap  
Director  
(DIN : 00038897)

In terms of our Audit Report of even date  
For Sood Brij & Associates  
Chartered Accountants  
FRN: 00350N



  
A.K. Sood  
Partner

Membership No. : 14372

Place: New Delhi

Date : 26th May 2016

**SECURITY INFORMATION SYSTEMS (INDIA) LIMITED**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2016**

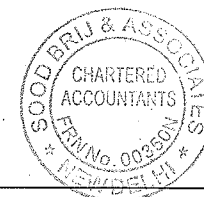
PARTICULARS	2015-16	2014-15
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit/(Loss) before tax & extra-ordinary items	(1,675,985)	(2,019,797)
Adjustment for :		
Interest Expenses	1,705,459	2,008,170
Interest Received	(44,373)	(14,265)
<b>OPERATING PROFIT BEFORE WORKING</b>	<u>1,661,086</u>	<u>1,993,905</u>
<b>CAPITAL CHANGE</b>	<b>(14,899)</b>	<b>(25,892)</b>
Adjustment for :		
Decrease/(Increase) in trade and other receivables	<u>103,350</u>	<u>-</u>
Increase/(Decrease) in trade and other payables	<u>1,683,731</u>	<u>2,031,586</u>
<b>CASH GENERATED FROM OPERATIONS</b>	<b>1,772,182</b>	<b>2,005,694</b>
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<u><b>1,772,182</b></u>	<u><b>2,005,694</b></u>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
- Interest Received	44,373	14,265
- Purchase of Fixed Assets		
<b>NET CASH (USED IN)/FROM INVESTING ACTIVITIES</b>	<u><b>44,373</b></u>	<u><b>14,265</b></u>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
- Share Capital Issued		
- Dividends paid (including tax thereon)		
Share Issue Expenses		
Proceeds From Borrowings		
- Proceeds from Borrowings		
- Interest and Finance Charges Paid	(1,705,169)	2,008,170
<b>NET CASH (USED IN)/ FROM FINANCING ACTIVITIES</b>	<u><b>(1,705,169)</b></u>	<u><b>2,008,170</b></u>
<b>NET INCREASE IN CASH AND EQUIVALENTS</b>	<b>111,096</b>	<b>11,789</b>
<b>CASH AND CASH EQUIVALENTS (OPENING BALANCE)</b>	<b>175,161</b>	<b>163,373</b>
<b>CASH AND CASH EQUIVALENTS (CLOSING BALANCE)</b>	<u><b>286,258</b></u>	<u><b>175,161</b></u>
Cash in Hand	19,959	24,770
Cash at Bank	108,681	5,861
Fixed Deposits (Including Interest)	<u>157,618</u>	<u>144,530</u>
	<u><b>286,258</b></u>	<u><b>175,161</b></u>

For and on behalf of the Board of Directors

VINOD KASHYAP  
DIRECTOR  
DIN-00038854

VINEET KASHYAP  
DIRECTOR  
DIN-00038897

IN TERMS OF OUR AUDIT REPORT OF EVEN DATE  
For Sood Brij & Associates  
Chartered Accountants  
FRN: 00350N



PLACE : NEW DELHI  
DATED : 26th May 2016

A.K. Sood  
Partner  
Membership No. : 14372

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

### 1. GENERAL INFORMATION

Security Information Systems (India) Limited is a public limited company domiciled in India and incorporated under the provisions of the Companies Act, 1956.

### 2(A). SIGNIFICANT ACCOUNTING POLICIES

The Company follows mercantile basis of accounting. The accounts are prepared on historical cost basis, ongoing concern basis and are consistent with generally accepted accounting principles and materially comply with the notified Accounting Standards by Companies ( Accounting Standards ) Rules, 2006 (as amended) and the relevant provisions thereof. The significant accounting policies adopted by the Company are as stated below:

#### i) Revenue & Expenditure Recognition

Revenue from construction is recognized as follows:

Contract revenue represents the cost of work performed on the contract plus proportionate margin using the percentage of completion method. Percentage of completion is determined as a proportion of cost of work performed to date to the total estimated contract costs.

Full provision is made for any loss in the period in which it is foreseen. Project and construction related work in progress is reflected at cost till such time the outcome of the job cannot be ascertained reliably and at realizable value there after. The above policy, is not materially different from the policy hitherto being followed and therefore there is no material variation in revenue booked.

#### ii) Fixed Assets

Fixed Assets are shown at cost less accumulated depreciation. Cost comprises of purchase price, import duties and other non refundable taxes or levies and any other directly attributable costs.

#### iii) Depreciation

- (a) The Company follows the written Straight Line method in computing Depreciation
- (b) Depreciation is computed on the basis of useful lives of the Tangible Assets which are in accordance with part 'C' of Schedule II of the Companies Act, 2013.
- (c) Depreciation is computed on intangible Assets in accordance with the Accounting Standard 26.
- (d) The Depreciation is computed on computer software on the basis of expired period of license to use and / or the expired life the assets.
- (e) Items of Fixed Assets costing upto Rs.5,000/- are depreciated at the rate 100% in the year of purchase.
- (f) The residual value of an asset shall not be more than five percent of the original cost of the asset.

#### iv) Use of Estimates

The preparation of financial statements is in conformity with generally accepted accounting principals. It requires estimates and assumptions to be made which affect the reported amounts of assets and liabilities on the date of the financial statements, and the reported amount of revenue and expenses during the reporting period. ~~Difference between actual results and estimates are recognized in the year in which the results are known / materialized.~~

#### v) Employees Retirement Benefits

There is no employee; accordingly there is no accounting of Retirement Benefits.

#### vi) Miscellaneous Expenditure

- (a) Preliminary Expenses are deferred and are written-off over the period of five years.
- (b) Shares issue expenses are written off over the period of five years on equated basis.

#### vii) Provision for Current and Deferred Tax

Provision for current tax is made after taking into consideration various benefits and disallowances as per the Income Tax Act 1961. Deferred tax in accordance with AS-22 is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable incomes and accounting income that originates in one period and is capable of reversal in one or more subsequent periods.



viii) Cash Flow Statement

Cash Flows are reported as per the indirect method as specified in the Accounting Standard (AS-3), 'Cash Flow Statement'.

ix) Impairment of Assets

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable amount. An impairment loss is charged to the Profit & Loss Account in year in which an asset is identified as impaired.

2(B) . NOTES ON ACCOUNTS

i) Contingent liabilities

- a) Contingent liabilities in respect of Bank Guarantees Rs. Nil (Previous Year NIL)  
 b) No disputed/legal cases which may have any material & adverse financial implication are pending against the company.

ii) Payments to Statutory Auditors:

	Amount in Rs.)	
	31.03.2016	31.03.2015
Statutory Audit Fees	8588	16854
Reimbursement of Expenses	-	1500
	<u>8588</u>	<u>18354</u>

iii) Sundry debtors of Rs. 1,17,89,105/- are outstanding for more than 3 years and not provided for, since management is hopeful in realising these debts.

Advance to Sundry Creditors of Rs. 25,000/- are outstanding for more than 3 years and not provided for, since management is hopeful in realising these advances.

iv) All borrowing costs have been charged to revenue; hence no cost is attributable to Acquisition or construction of qualifying assets.

v) Deferred Tax

	As at 31/3/2016	As at 31/3/2015
Deferred Tax Assets on Account of:		
- Carried Forward Business Loss	4,374,042	4,292,379
Deferred Tax Liabilities on account of:		
- Depreciation	13,713	1,439
Net Deferred Tax Assets	<u>4,387,756</u>	<u>4,293,818</u>

vi) Related Party Disclosure

(i) Holding Company

(a) B. L. Kashyap And Sons Limited

Limited Company

(ii) Associates

Status

(a) Soul Space Projects Limited	Limited Company
(b) Soul Space Realty Limited	Limited Company
(c) Soul Space Hospitality Limited	Limited Company
(d) B.L.K. Financial Services Limited	Limited Company
(e) B L K Infrastructure Limited	Limited Company
(f) B L K Lifestyle Limited	Limited Company
(g) B.L.K. Securities Private Limited	Private Limited Company
(h) Ahuja Kashyap Malt Pvt. Ltd.	Private Limited Company
(i) Bezel Investments & Finance Pvt. Ltd.	Private Limited Company
(j) Aiyana Trading Pvt. Ltd.	Private Limited Company
(k) Chrysalis Trading Pvt. Ltd.	Private Limited Company
(l) Chrysalis Realty Projects Pvt. Ltd.	Private Limited Company
(m) EON Auto Industries Private Limited	Private Limited Company
(n) Kasturi Ram Herbals Industries	Partnership Firm
(o) B.L. Kashyap & Sons	Partnership Firm
(p) Suryakant Kakade & Soul Space	Partnership Firm
(q) B.L.Kashyap & Sons Software Pvt. Ltd.	Private Limited Company
(r) Becon (I)	Partnership Firm
(s) B.L.Kashyap (HUF)	HUF
(t) BLK - NCC Consortium	Association of Persons
(u) BLK - BILIL Conortium	Association of Persons



(iii) Key Management Personnel

- |                       |          |
|-----------------------|----------|
| a) Mr. Vinod Kashyap  | Director |
| b) Mr. Vineet Kashyap | Director |
| c) Mr. Vikram Kashyap | Director |

(iv) Relatives of Key Management Personnel MOTHER / BROTHERS / SISTERS if could influence

- |                                |                                |
|--------------------------------|--------------------------------|
| a) Mr. Mohit Kashyap           | Son of Mr. Vinod Kashyap       |
| b) Mrs. Malini Kashyap Goyal   | Daughter of Mr. Vinod Kashyap  |
| c) Mr. Saurabh Kashyap         | Son of Mr. Vineet Kashyap      |
| d) Mrs. Anjoo Kashyap          | Wife of Mr. Vinod Kashyap      |
| e) Mrs. Aradhana Kashyap       | Wife of Mr. Vineet Kashyap     |
| f) Mrs. Amrita Kashyap         | Wife of Mr. Vikram Kashyap     |
| g) Mrs. Nitika Nayar Kashyap   | Wife of Mr. Mohit Kashyap      |
| h) Mrs. Shruti Choudhari       | Daughter of Mr. Vineet Kashyap |
| i) Mrs. Sanjana Kashyap Kapoor | Daughter of Mr. Vikram Kashyap |
| j) Mr. Sahil Kashyap           | Son of Mr. Vikram Kashyap      |
| k) Mrs. Mayali Kashyap         | Wife of Mr. Saurabh Kashyap    |

(a) Transactions with related parties during the year

(amount in Rs.)

Particulars	Holding Company		Key Management		Associates	
	Debit	Credit	Debit	Credit	Debit	Credit
Inter Corporate Deposit	-	-	-	-	-	-
<i>Previous Year</i>						
Interest on Inter Corporate Deposit Paid / Payable	1,693,497	-	-	-	-	-
<i>Previous Year</i>	1,990,674					
Closing Balance of Inter Corporate Deposit and interest paid / payable	26,353,867					
<i>Previous Year</i>	24,660,370					

(b) Balance outstanding

no balance has been written back during back during the year

vii) Earnings per Share (EPS)

(Amount in Rs.)

Particulars	2015-2016	2014-2015
a. Net Profit/(Loss) available for Equity Shareholders	(1,582,047)	(1,843,297)
b. Number of Equity Shares used as denominator for calculation of EPS	6,80,000	6,80,000
c. Basic and Diluted Earnings per Share of Rs.10 each	(2.33)	(2.71)

viii) Company has not made any transaction with the suppliers who are covered under Micro, Small and Medium Enterprises Act, 2006, and hence no information related thereto is required to be disclosed for the same.

ix) Impairment of Assets

In accordance with the Accounting Standard – 28 on "Impairment Of Assets" issued by the Institute of Chartered Accountants of India, no Asset has been identified for impairment by the Company during the year.

x) Balances with the Parties are subject to Confirmation.



xi) In the opinion of the board of directors all its assets other than fixed assets and non-current investments have a value on realization in the ordinary course of business at least equal to the amounts at which they are stated in the Balance Sheet.

xii) Previous Years figures have been regrouped and rearranged wherever necessary.

### 3. Share capital

Particulars	As at 31 March 2016		As at 31 March 2015	
	Number	(Amount in Rs)	Number	(Amount in Rs)
<b>Authorised</b>				
Equity Shares of Rs 10 each	1,500,000	15,000,000	1,500,000	15,000,000
<b>Issued, Subscribed &amp; Paid up</b>				
Equity Shares of Rs. 10 each	680,000	6,800,000	680,000	6,800,000
<b>Total</b>	<b>680,000</b>	<b>6,800,000</b>	<b>680,000</b>	<b>6,800,000</b>

Particulars	As at 31 March 2016		As at 31 March 2015	
	Number	(Amount in Rs)	Number	(Amount in Rs)
Shares outstanding at the beginning of the year	680,000	6,800,000	680,000	6,800,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	680,000	6,800,000	680,000	6,800,000

Shares are held by the holding company.

Name of Shareholder	As at 31 March 2016		As at 31 March 2015	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
B.L.KASHYAP AND SONS LIMITED	680,000	100%	680,000	100%

### 4. Reserves & Surplus

Particulars	As at 31 March 2016	As at 31 March 2015
	Rs.	Rs.
<b>a. Surplus</b>		
Opening balance	(18,113,876)	(16,199,265)
(-) Depreciation on the Assets *	-	71,314
(+) Net Profit/(Net Loss) For the current year	(1,582,047)	(1,843,297)
(+) Transfer from Reserves	-	-
(-) Proposed Dividends	-	-
(-) Interim Dividends	-	-
(-) Transfer to Reserves	-	-
(-) Dividend Tax	-	-
Closing Balance	(19,695,923)	(18,113,876)
<b>Total</b>	<b>(19,695,923)</b>	<b>(18,113,876)</b>

\* The Amount represents arrears of depreciation chargeable on the fixed assets whose life is NIL as on 01.04.2014 as per schedule II of the Companies Act 2013

### 5. LONG TERM BORROWINGS

Particulars	As at 31 March 2016	As at 31 March 2015
	(Amount in Rs)	(Amount in Rs)
<b>Unsecured</b>		
(a) Loans and advances from related parties		
Inter Corporate Deposits from B.L.Kashyap and Sons Limited	15,340,912	15,340,912
<b>Total</b>	<b>15,340,912</b>	<b>15,340,912</b>

Note : Unsecured Long Term Loan from Holding Company and others including interest if repayable on demand. This has been classified as 'Long Term Loan' as the Company has obtained the view from holding company's management and others that considering tight liquidity position of the company there is no likelihood of their asking for whole of its repayment, atleast within next 2 years.



**6 OTHER LONG TERM LIABILITIES**

Particulars	As at 31 March 2016	As at 31 March 2015
	(Amount in Rs)	(Amount in Rs)
Interest Payable	11,012,955	9,319,458
<b>Total</b>	<b>11,012,955</b>	<b>9,319,458</b>

**7. Trade Payables**

(Rs.)

Particulars	As at March 31, 2016	As at March 31, 2015
	Sundry Creditors	2,982,802
	<b>2,982,802</b>	<b>2,982,802</b>

**8 OTHER CURRENT LIABILITIES**

Particulars	As at 31 March 2016	As at 31 March 2015
	(Amount in Rs)	(Amount in Rs)
Audit Fee Payable	18,588	28,354
Retention Money	28,794	28,794
<b>Total</b>	<b>47,382</b>	<b>57,148</b>

**10. Deferred Tax Assets/(Liability)**

Particulars	As at 31 March 2016	As at 31 March 2015
	Rs.	Rs.
Opening Balance	4,293,818	4,117,318
Adjustment for the Current Year	93,938	176,500
<b>Closing Balance</b>	<b>4,387,756</b>	<b>4,293,818</b>

**11. Long-term loans and advances**

Particulars	As at 31 March 2016	As at 31 March 2015
	Rs.	Rs.
<b>a. Loans and advances to Others</b>		
Advance Against projects	25,000	25,000
	<b>25,000</b>	<b>25,000</b>
	<b>25,000</b>	<b>25,000</b>



9. FIXED ASSEST

Particulars	Gross Block				Accumulated Depreciation				Net Block			
	Balance as at 1 April 2015	Additions/ (Disposals)	Acquired through business combinations	Revaluations / (Impairment s)	Balance as at 31 March 2016	Balance as at 1 April 2015	Depreciatio n charge for the year	Adjustment due to revaluations	On disposals	Balance as at 31 March 2016	Balance as at 31 March 2016	Balance as at 1 April 2015
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
a) Tangible Assets												
Plant and Equipment	538,912	-	-	-	538,912	538,904	-	-	-	538,904	8	8
Current Year	538,912	-	-	-	538,912	538,904	-	-	-	538,904	8	8
Previous Year	538,912	-	-	-	538,912	467,590	71,314	-	-	538,904	8	71,322





## 12. TRADE RECEIVABLES

Particulars	As at 31 March 2016	As at 31 March 2015
	Rs.	Rs.
Trade receivables outstanding for a period less than six months from the date they are due for payment		
Secured, considered good		
Unsecured, considered good		
Unsecured, considered doubtful		
Less: Provision for doubtful debts		
	-	-
Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
Secured, considered good		
Unsecured, considered good	11,789,105	11,789,105
Unsecured, considered doubtful		
Less: Provision for doubtful debts		
	11,789,105	11,789,105
<b>Total</b>	<b>11,789,105</b>	<b>11,789,105</b>

## 13. Short-term loans and advances

Particulars	As at 31 March 2016	As at 31 March 2015
	Rs.	Rs.
a. Others (specify nature)		
Advance Tax	-	103,350
	-	103,350
		103,350

## 14 CASH AND CASH EQUIVALENTS

Particulars	As at 31 March 2016	As at 31 March 2015
	(Amount in Rs)	(Amount in Rs)
a. Balances with banks	108,681	5,861
b. Cash on hand	19,959	24,770
c. Fixed Deposit	157,618	144,530
<b>Total</b>	<b>286,258</b>	<b>175,161</b>

## 15 OTHER INCOME

Particulars	For the year ended 31 March 2016	For the year ended 31 March 2015
	(Amount in Rs)	(Amount in Rs)
Interest Income	44,373	12,265
Other non-operating income (net of expenses directly attributable to such income)	-	2,000
<b>Total</b>	<b>44,373</b>	<b>14,265</b>

## 16 FINANCE COST

Particulars	For the year ended 31 March 2016	For the year ended 31 March 2015
	(Amount in Rs)	(Amount in Rs)
Bank Charges	18	1,584
Interest Expenses	1,693,497	1,990,674
Interest on Government Dues	11,944	15,912
	1,705,459	2,008,170

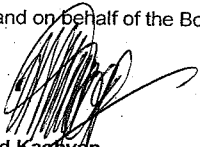


17 OTHER EXPENSES

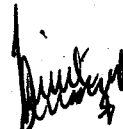
Particulars	For the year ended 31 March 2016	For the year ended 31 March 2015
	(Amount in Rs)	(Amount in Rs)
Fees & Taxes	4,311	5,538
Legal & Professional Charges	1,500	2,000
Audit Fees	8,588	18,354
Printing & Stationery	500	-
	14,899	25,892

Signatures to Notes '1' to '17' above.

For and on behalf of the Board of Directors

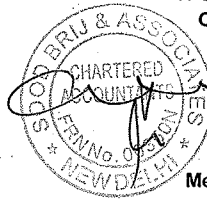


Vinod Kashyap  
Director  
DIN : 00038854



Vineet Kashyap  
Director  
DIN: 00038897

In terms of our Audit Report of even date  
For Sood Brij & Associates  
Chartered Accountants  
FRN: 00350N



A.K. Sood  
Partner  
Membership No. : 14372

PLACE: NEW DELHI  
Date : 26th May 2016