

**INDEPENDENT AUDITORS' REPORT**  
**TO THE MEMBERS OF IGL FINANCE LIMITED**

**Report on the Financial Statements**

1. We have audited the accompanying financial statements of **IGL FINANCE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

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

- 2 The Company's Board of Directors is responsible for the matters stated in section 134 (5) of the Companies Act 2013 ("the Act") with respect to the preparation and presentation of these 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 maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent and 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**

- 3 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.
- 4 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design the audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.



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

#### 6. Basis for Qualified Opinion

Attention is invited to Note No. 16 to the financial statements regarding advances of Rs. 14444.42 lacs give in connection with the short term commodity financing business, where the Management is confident about its recovery, over a period of time and we are unable to express our opinion about its recoverability.

#### Qualified Opinion

7. In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects for the matter described in the "Basis for Qualified Opinion" paragraph above the 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 of the Company for the year ended on that date; and
- (iii) in the case of Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

#### Report on Other Legal and Regulatory Requirement

8. As required by the Companies (Auditor's Report) Order, 2016 ('the Order'), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in paragraph 3 and 4 of the said Order.
9. As required by Section 143 (3) of the Act, we report that:
  - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b. in our opinion proper books of accounts as required by the law have been kept by the Company, so far as appears from our examination of those books,
  - c. the Balance Sheet, 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 financial statements dealt with by the this report comply with the Accounting Standards referred to in section 133 of the Companies Act, 2013;



- e. on the basis of written representations received from the directors as on 31<sup>st</sup> March 2016, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> March 2016 from being appointed as director in terms of section 164(2) of the Companies Act, 2013
- f. With respect to the adequacy of the Internal Financial Controls over the financial reporting of the Company and 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 has no pending litigations as at 31<sup>st</sup> March, 2016 which has impact on its financial position statement;
- ii. The Company did not have any foreseeable losses on long term contracts and had no derivative contracts outstanding as at 31<sup>st</sup> March 2016; and
- iii. The Company did not have any dues on account of Investor Education and Protection Fund.

PLACE OF SIGNATURE:  
11-K, GOPALA TOWER  
25, RAJENDRA PLACE,  
NEW DELHI-110008  
DATE : 25<sup>th</sup> May, 2016

FOR K.N. GUTGUTIA & COMPANY  
CHARTERED ACCOUNTANTS  
FRN 304153E

  
(B.R. GOYAL)  
PARTNER  
M.NO. 12172



## ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

The Annexure "A" referred to in paragraph 8 of our report of even date to the members of IGL Finance Limited on the financial statements for the year ended 31<sup>st</sup> March, 2016.

- i) The Company has no fixed assets, hence paragraph 3(i) of the order is not applicable to the Company
- ii) There is no inventory held by the company, hence, paragraph 3 (ii) of the Order is not applicable to Company.
- iii) According to the information and explanations given to us, the Company has, during the year, not granted any loans, secured or unsecured to companies, firm Limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, paragraph 3(iii) of the Order is not applicable to the Company.
- iv) According to the information and explanation given to us, the company has no Investment, Loans and guarantees and hence paragraph 3 (iv) of the order is not applicable to the company.
- v) The Company has not accepted any deposits during the year and hence paragraph 3 (v) of the Order is not applicable to the Company.
- vi) The Central Government has not prescribed the maintenance of cost records under under Sub Section (1) of Section 148 of the Companies Act, 2013 for any of the products/services of the Company.
- vii) (a) According to the records examined by us , the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees state insurance, income tax , sales tax , service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues wherever applicable.  
  
According to the information and explanations given to us, no undisputed arrears of statutory dues were outstanding as on the last date of the financial year for a period of more than six months from the date they became payable.  
  
(b) According to the records of the Company, there was no dues in respect of income tax, Sales Tax, Service Tax, duty of customs, duty of excise, value added tax , cess and other statutory duties which have not been deposited on account of disputes.
- viii) Based on our audit procedures and according to the information given the management, the Company has not defaulted in repayment of any loans or borrowings from any financial institution, banks, government or dues to debentures holders during the year. Accordingly paragraph 3 (iii) of the Order is not not applicable to the Company.



- ix) In our opinion and according to the information and explanations given to us, the Company has not taken any term loan and has not done any initial public offer or further public offer (including debt instrument) nor term loans and hence paragraph 2(ix) of the Order is not applicable to the Company.
- x) Based upon the audit procedures performed and to the best of our knowledge and according to the information and explanations given to us by the management, we report that no fraud by the Company or any fraud on the company by its officer or employees has been noticed or reported during the course of our audit.
- xi) As per the records, the Company has not paid any managerial remuneration during the year. Accordingly paragraph 3 (xi) of the Order is applicable to the Company.
- xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company and hence paragraph 3 (xii) of the Order is not applicable to the Company.
- xiii) As explained to us and as per the records of the company, in our opinion there are no transactions with the related parties during the year. Accordingly paragraph 3 (xiii) of the Order is not applicable to Company.
- xiv) According to the records the company, it has not made any preferential allotment of shares during the year under report. Accordingly paragraph 3 (xiv) of the Order is not applicable to the Company.
- xv) During the year, the Company has not entered into any non-cash transaction with Director or person connected with him. Accordingly paragraph 3 (xv) of the Order is not applicable to the Company.
- xvi) The Company is not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934. Accordingly paragraph 3 (xvi) of the Order is not applicable to the Company.

PLACE OF SIGNATURE:  
11-K, GOPALA TOWER  
25, RAJENDRA PLACE,  
NEW DELHI-110008  
DATE: 25<sup>th</sup> May, 2016

FOR K.N. GUTGUTIA & COMPANY  
CHARTERED ACCOUNTANTS  
FRN 304153E



*B.R. Goyal*  
(B.R. GOYAL)  
PARTNER  
M.NO. 12172

**ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE  
FINANCIAL STATEMENTS OF IGL FINANCE LIMITED**

**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 **IGL Finance Limited** ("the Company") as of March 31, 2016 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". 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 judgement, 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 March 31, 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"

PLACE OF SIGNATURE:  
11-K, GOPALA TOWER  
25, RAJENDRA PLACE,  
NEW DELHI-110008  
DATE: 25<sup>th</sup> May, 2016

FOR K.N. GUTGUTIA & COMPANY  
CHARTERED ACCOUNTANTS  
FRN 304153E  
  
(B.R. GOYAL)  
PARTNER  
M.NO. 12172



**IGL FINANCE LIMITED**

**BALANCE SHEET AS AT 31ST MARCH, 2016**

Particulars	Note No	AS AT 31st March, 2016 (Amt in Rs)	AS AT 31st March, 2015 (Amt in Rs)
<b>EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	2	15,000,000	15,000,000
(b) Reserves and Surplus	3	(6,508,925)	(6,394,075)
<b>(2) Non-Current Liabilities</b>			
(a) Long term provisions	4	20,000,000	20,000,000
<b>(3) Current Liabilities</b>			
(a) Short-term borrowings	5	1,464,964,005	1,464,964,005
(b) Other current liabilities	6	34,350	41,726
<b>Total</b>		<b>1,493,489,430</b>	<b>1,493,611,656</b>
<b>Assets</b>			
<b>(1) Non-current assets</b>			
(a) Non-current investments	7	49,000,000	49,000,000
<b>(2) Current assets</b>			
(a) Cash and cash equivalents	8	25,345	147,571
(b) Short-term loans and advances	9	1,444,442,754	1,444,442,754
(c) Other current assets	10	21,331	21,331
<b>Total</b>		<b>1,493,489,430</b>	<b>1,493,611,656</b>


Summary of significant accounting policies 1

The accompanying notes (1 to 18) are integral part of the financial statements

IN TERMS OF OUR REPORT OF EVEN DATE.

FOR K N GUTGUTIA & CO.  
CHARTERED ACCOUNTANTS  
Firm Registration Number: 304153E

  
**B R GOYAL**  
PARTNER  
M. NO.12172

  
**Uma Shankar Bhartia**  
Director

DIN - 00063091

  
**Anand Singhal**  
Director

DIN - 02366573

NEW DELHI  
DATE : 25th May, 2016





**IGL FINANCE LIMITED**

**STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDING 31ST MARCH, 2016**

Particulars	Note No	Amt in Rs	
		For The Year Ended 31st March, 2016	For The Year Ended 31st March, 2015
<b>REVENUE</b>			
Revenue from operations		-	-
Other Income	11	11,350	8,537
<b>Total Revenue</b>		<b>11,350</b>	<b>8,537</b>
<b>EXPENSES</b>			
Employee benefit expense		-	-
Financial costs		-	-
Other expenses	12	50,820	68,041
<b>Total Expenses</b>		<b>50,820</b>	<b>68,041</b>
<b>Profit/(loss) before tax</b>		<b>(39,470)</b>	<b>(59,504)</b>
Tax expense:			
- Current tax		-	-
- Adjustment related to earlier year		75,380	13,953
<b>Profit/(Loss) for the period</b>		<b>(114,850)</b>	<b>(73,457)</b>
Earning per equity share:			
- Basic	17	(0.08)	(0.05)
- Diluted	17	(0.08)	(0.05)

Summary of significant accounting policies 1

The accompanying notes (1 to 18) are integral part of the financial statements

IN TERMS OF OUR REPORT OF EVEN DATE.

FOR K N GUTGUTIA & CO.  
CHARTERED ACCOUNTANTS  
Firm Registration Number: 304153E




B R GOYAL  
PARTNER  
M. NO.12172

NEW DELHI  
DATE : 25th May, 2016



For and on behalf of the Board

  
Uma Shankar Bhartia  
Director  
DIN- 008 63091

  
Anand Singhal  
Director  
DIN- 02366573

IGL FINANCE LIMITED

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

Amt in Rs.

Particulars	FOR THE YEAR ENDED 31ST MARCH,2016		FOR THE YEAR ENDED 31ST MARCH,2015	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>				
Net Profit/(Loss) Before Tax		(39,470)		(59,504)
Adjustment for :				
Operating profit before working capital changes		(39,470)		(59,504)
Adjustment for :				
(Increase)/Decrease in trade and other receivables		-		5,903,197
Increase/(Decrease) in other payables		(7,376)		5,018
Cash Generated from Operations		(46,846)		5,848,711
Less : Income Tax Paid		75,380		-
Add :- Income Tax Refund		-		23,052
Net Cash Inflow/(outflow) from Operating Activities (A)		(122,226)		5,871,763
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>				
Net Cash Inflow/(outflow) from Investing Activities (B)		-		-
<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>				
Proceeds from / (payment of) short term Borrowings from holding co.		-		(7,400,000)
Net cash Inflow/(outflow) from financing activities (C)		-		(7,400,000)
Net increase/ (Decrease) in cash and cash equivalents (A+B+C)		(122,226)		(1,528,237)
Cash and cash equivalents at the beginning of the year (Opening Balance)		147,571		1,675,808
Cash and cash equivalents at the closing of the year (Closing Balance)		25,345		147,571

Note:-


- 1 Previous period's figures have been regrouped / rearranged wherever considered necessary to confirm to make them comparable.
- 2 The above cash flow has been prepared under the Indirect Method as set out in the Accounting Standard-3 Cash Flow Statements Issued by The Institute of Chartered Accountants of India.

IN TERMS OF OUR REPORT OF EVEN DATE.

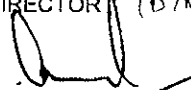
FOR K N GUTGUTIA & CO.  
 CHARTERED ACCOUNTANTS  
 Firm Registration Number: 304153E

For and on behalf of the board

  
 B R GOYAL  
 PARTNER  
 M. NO.12172

  
 Uma Shankar Bhartia  
 DIRECTOR (DIN- 00063091)

NEW DELHI  
 DATE : 25th May, 2016

  
 Anand Singhal  
 DIRECTOR (DIN. 02366573)



**IGL FINANCE LIMITED**  
**NOTES TO ACCOUNT**

**NOTE NO. 1 Significant Accounting Policies**

**1.1 Basis of Accounting**

The Accounts of the company are prepared under the historical cost convention and in accordance with Indian Generally Accepted Principles (GAAP comprises mandatory Accounting Standards as prescribed by the Companies (Accounting Standards) Rules, 2014), the provisions of the Companies Act, 2013 except where otherwise stated. For recognition of income and expenses, mercantile system of accounting is followed.

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 the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – noncurrent classification of assets and liabilities.

**1.2 Investments**

Long term investments are stated as cost. Diminution in its value is provided, if the diminution is other than temporary nature and such provision is reviewed at each of the Balance Sheet date.

**1.3 Revenue Recognition**

**1.3.1 Commodity Finance Income**

Commodity finance income, if any, is accounted for on time proportion basis, if the contract is not over. In case of completed contracts, it is recognised as revenue when the right to received is established and there is no uncertainty as to realisation.

**1.3.2 Dividend Income**

Dividend income, if any is accounted for, when the right to receive the income is established

**1.3.3 Interest Income**

Interest income if any, is accounted for on time proportion basis.

**1.4 Income Tax**

Tax expense for the period, comprising current tax (including MAT under section 115JB of Income Tax Act, 1961 and deferred tax, are included in the determination of the net profit or loss for the period.

Current tax expense is based on the provisions of Income Tax Act, 1961 and judicial interpretations thereof as at the Balance Sheet date and takes into consideration various deductions and exemptions to which the Company is entitled to as well as the reliance placed by the Company on the legal advices received by it.

**1.5 Minimum Alternate Tax**

Minimum Alternate Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which MAT credit becomes eligible to be recognized as an asset in accordance with the recommendation contained in the Guidance Note on "Accounting for Credit Available in respect of Minimum Alternative Tax under The Income Tax Act, 1961" issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Profit and Loss Account and shown as MAT Credit Entitlement.

**1.6 Borrowing Cost**

Ancillary costs incurred in connection with the arrangement of borrowings are amortized over the period of such borrowings on time proportion basis.



Note No 2	Particulars	As at 31st March 2016	As at 31st Mar 2015
	<b>Share Capital</b>		
	<b>Authorised</b>		
	5000000 Equity Shares of Rs.10/- each (Previous Year 5000000 Equity Shares of Rs.10/- each)	50,000,000	50,000,000
	<b>Issued, Subscribed &amp; Paid up</b>		
	1500000 Equity Shares of Rs.10/- each fully paid-up (Previous Year 1500000 Equity Shares of Rs.10/- each fully paid up) (1500000 (P/y 1500000) shares held by the holding Company, namely INDIA GLYCOLS LIMITED)	15,000,000	15,000,000
		15,000,000	15,000,000

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

Particulars	As at 31st March 2016		As at 31st Mar 2015	
	Number	Amount in Rs.	Number	Amount in Rs.
Shares outstanding at the beginning of the year	15,00,000	1,50,00,000	1,50,00,000	15,00,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	15,00,000	150,00,000	15,00,000	150,00,000

2.2 There is no Bonus Issue /Right Issue, buy-back of shares of the Company from the date of its incorporation .i.e. 22nd December, 1997 till 31st March,2016.

2.3 The Company has only one class of Equity Shares having a par value of Rs. 10 per share. Each holder of Equity Shares is entitled to one vote per share.

2.4 The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting. However, no dividend was declared during the for the year ended 31st March 2016 and also for the the year ended 31st March 2015.

2.5 In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of Equity Shares held.

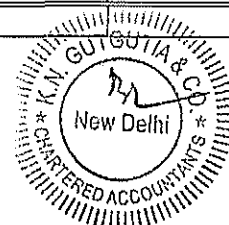
**2.6 Shares in the company held by each shareholder holding more than 5 percent shares**

Name of Shareholder	As at 31st March 2016		As at 31st Mar 2015	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
INDIA GLYCOLS LIMITED	15,00,000	100%	15,00,000	100%

**2.7 The details of shares held by holding / ultimate holding company and / or their subsidiaries / associates: -**

Name of Shareholder	As at 31st March 2016		As at 31st Mar 2015	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
INDIA GLYCOLS LIMITED	15,00,000	100%	15,00,000	100%

Note No.3	Reserves & Surplus	As at 31st March 2016	As at 31st March 2015
a.	Capital Redemption Reserve		
	As per last Balance Sheet	18,750	18,750
b.	Capital Reserve		
	As per last Balance Sheet	21,600,000	21,600,000
c.	General Reserve		
	As per last Balance Sheet	30,000	30,000
d.	Surplus/(Deficit)		
	As per last Balance Sheet	(28,042,825)	(27,969,368)
	Add: Profit/(loss) after tax transferred from statement of Profit & Loss	(114,850)	(73,457)
		(28,157,675)	(28,042,825)
		(6,508,925)	(6,394,075)



<b>Note No. 4</b>	<b>Long-term provisions</b>		
	Provision for Diminution in Value of Investment (Pursuant to RBI Regulations) - Refer Note No - 15	20,000,000	20,000,000
	<b>Total</b>	<b>20,000,000</b>	<b>20,000,000</b>

<b>Note No. 5</b>	<b>Short-term borrowings</b>		
	Loan Repayable on demand From related party (Unsecured) - Refer Note No -13 ( Interest Free w.e.f. 1st September, 2013)	1,464,964,005	1,464,964,005
	<b>Total</b>	<b>1,464,964,005</b>	<b>1,464,964,005</b>

<b>Note No. 6</b>	<b>Other current liabilities</b>		
	Statutory dues Other payables	- 34,350	3,000 38,726
	<b>Total</b>	<b>34,350</b>	<b>41,726</b>

<b>Note No. 7</b>	<b>Non-current investments</b>		
	(Valued at cost)		
	<b>Non Trade Investment</b>		
	Investments in Preference shares of Company		
	4,68,000 15% Redemable Non-cumulative Preference Shares of Hindustan Wires Ltd of Rs 100/- each (An Associate Company)	46,800,000	46,800,000
	22000 15% Redemable Cumulative Preference Shares of Hindustan Wires Ltd of Rs 100/- each (An Associate Company)	2,200,000	2,200,000
	(Refer Note No. -15)		
	<b>Total</b>	<b>49,000,000</b>	<b>49,000,000</b>

<b>Note No.8</b>	<b>Cash and cash equivalents</b>		
	Balances with banks Cash in hand	20,917 4,428	138,753 8,818
	<b>Total</b>	<b>25,345</b>	<b>147,571</b>

<b>Note No. 9</b>	<b>Short-term loans and advances</b>		
	*Advances recoverable in cash & kind (unsecured, considered good) (Refer Note No 16)	1,444,442,754	1,444,442,754
	<b>Total</b>	<b>1,444,442,754</b>	<b>1,444,442,754</b>

\*Including for commodity finance business

<b>Note No. 10</b>	<b>Other Current Assets</b>		
	Advance Income Tax/TDS	21,331	21,331
	<b>Total</b>	<b>21,331</b>	<b>21,331</b>



Note No. 11	<b>Other Income</b>		
	Interest Income : From Bank Fixed Deposit	850	8,537
	Other Non Operating Income	10,500	-
	<b>Total</b>	<b>11,350</b>	<b>8,537</b>

Note No. 12	<b>Other Expenses</b>		
	Rates and Taxes	-	5,075
	Printing & Stationery	-	800
	Audit Fees (Including Tax Audit fees)	34,514	33,708
	Bank Charges	9,631	4,932
	Legal & Professional Fees*	6,675	23,526
	<b>Total</b>	<b>50,820</b>	<b>68,041</b>

\*Legal Expenses of Rs 49,19,091/- (P/Y Rs 26,17,280/-) has been borne by holding company during the year.

**Note No. 13 Related Party Disclosure:**

<b>Name of Related Party</b>	<b>Relationship</b>
India Glycols Limited	100% holding company

<b>Nature of transactions</b>	<b>Amount in Rs</b>	
	<b>For the year Ended 31st March, 2016</b>	<b>For the year Ended 31st March, 2015</b>
Recharge of expenses	-	2,617,280
ICD Repaid	-	7,400,000
Outstanding Payable	1,464,964,005	1,464,964,005

**Note No. 14** During the Financial year 2013-14, the company has written to Reserve Bank of India (RBI) to allow the company to surrender its NBFC Registration in view of non-fulfilment of conditions as applicable to an NBFC and during the current F.Y. 2015-16 RBI has cancelled the NBFC registration vide order dated 17th Feb, 2016.

**Note No. 15** During the year, a provision of Rs 2,00,00,000/- in the value of investment is retained based upon the net value of assets available with the said investee company.

**Note No. 16** The Company had invested funds for short term in commodity financing contracts offered by National Spot Exchange Ltd. (NSEL). NSEL has defaulted in settling the contracts on due dates, for which company has initiated legal and other action. However, considering the arrangement of merger of NSEL with Financial Technologies (India) Limited (FTIL) and other measure which have so far been taken for and pending before govt. and other departments, the management is confident for recovery of dues from NSEL over a period of time. Accordingly, against total exposure of Rs. 1,44,44,42,754/- (P/y Rs 1,44,44,42,754/- no provision has been considered necessary at this stage by the company and shown as good and fully recoverable.

**Note No. 17 Earnings per share**

<b>Particulars</b>	<b>For the year Ended 31st March, 2016</b>	<b>For the year ended 31st March, 2015</b>
Profit/(loss) after tax	(114,850)	(73,457)
Weighted Average Number of Shares outstanding during the year (Nos.)	1,500,000	1,500,000
Face Value per Share (Rs.)	10	10
Basic and diluted EPS (Rs.)	(0.08)	(0.05)



Note No. 18 Previous period's figures have been regrouped / rearranged wherever considered necessary to confirm to this year's classification.

For K. N. GUTGUTIA & COMPANY  
CHARTERED ACCOUNTANTS  
FRN 304153E



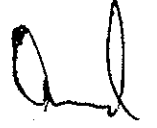
(B. R. GOYAL)  
PARTNER  
M. NO. 12172

DATE: 25th May, 2016  
PLACE: NEW DELHI

For and on behalf of the Board



Uma Shankar Bharti  
Director  
DIN - 05063091



Anand Singhal  
Director  
DIN - 02366573

