

### INDEPENDENT AUDITOR'S REPORT

To the Members of KONARK INFRATECH PRIVATE LTD.

#### Report on the Standalone financial statements

1. We have audited the attached Standalone Financial Statements of "M/s KONARK INFRATECH PRIVATE LIMITED" (the "Company"), which comprise of the Balance Sheet as at 31st March, 2017, the related Statement of Profit and Loss for the year ended on that date annexed thereto, and a summary of significant accounting policies and other explanatory information which we have signed under reference to this report.

#### Management's Responsibility for the Standalone 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 and, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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 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.

4. 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, but not



for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. 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.

5. 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.

### Opinion

6. In our opinion and to the best of our information and according to the explanations given to us, the said standalone financial statements together with the notes thereon and attached thereto give, in the prescribed manner, the information required by the Act, 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, its loss and its cash flows for the year ended on that date.

### Report on Other legal and Regulatory Requirements

7. As required by the Companies (Auditor's Report) Order, 2015 ("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 statement on the matters Specified in paragraphs 3 and 4 of the Order.
8. As required by Section 143(3) of the Companies Act, 2013 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 and the Statement of Profit and Loss dealt with by this report are in agreement with the books of account;
  - d) In our opinion, the standalone financial statements dealt with by this report comply with the applicable accounting standards referred to in Section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of written representations received from the directors, as on 31st March, 2017, and 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 sub-section (2) of Section 164 of the Companies Act, 2013;
  - 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 A"; and
  - g) With respect to the other matters 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 knowledge and information and according to the explanation given to us:-



- 1) The company does not have any pending litigation which would impact its financial position.
- 2) The Company has not entered into any long term contracts including derivative contracts and hence it is not required to make provision for material for material foreseeable losses, as required under the applicable law or Accounting Standards.
- 3) There is no requirement of transferring amount to Investor's Education and Protection Fund by the company.
- 4) The company had provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the specified period and the same is in accordance with the books of accounts maintained by the company.

**Place -** Mumbai

**Date -** May 27, 2017



**For Gupta Rustagi & Co.,**

Chartered Accountants

Firm Registration No.128701W

*Meenakshi*

**Meenakshi Gupta**

Partner

Membership No. 108097



**Annexure referred to in paragraph 7 Our Report of even date to the members of Konark Infratech Private Limited on the standalone financial statements of the company for the year ended 31st March, 2017**

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that:

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets ;  
(b) As explained to us, fixed assets have been physically verified by the management at regular intervals; as informed to us no material discrepancies were noticed on such verification;  
(c) The title deeds of immoveable property is held in the name of the company.
- ii. The nature of business of the Company does not require it to have any inventory. Hence, the requirement of clause (ii) of paragraph 3 of the said Order is not applicable to the Company;
- iii. The company had granted loan to a company covered in the register maintained under section 189 of the Act.  
a) The terms and conditions of the grant of such loans are not prejudicial to the company's interest.  
b) No Schedule of repayment of principal and payment of interest has been stipulated.  
c) No Schedule of repayment of principal and payment of interest has been stipulated and therefore the question of overdue amounts does not arise. The loan has been repaid during the year.
- iv. In respect of loans, investments guarantees, and security the provisions of section 185 and 186 of the Companies Act, 2013 have been complied with;
- v. The Company has not accepted any deposits from the public covered under Section 73 to 76 of the Companies Act, 2013;
- vi. As informed to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act;
- vii. (a) The company is generally regular in depositing the undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and other material statutory dues, as applicable, with the appropriate authorities in India ;  
  
(b) There are no dues of Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty and Excise Duty which have not been deposited on account of any disputes;
- viii. The company has not defaulted in repayment of dues of loans from any financial institution or banks and has not issued debentures;
- ix. The company has not raised moneys by way of initial public offer or further public offer (including debt instrument and term loans).
- x. Based upon the audit procedures performed and according to the information and explanations given to us, no fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the course of our



audit that causes the financial statements to be materially misstated;

- xi. No Managerial remuneration has been paid or provided;
- xii. The company is not a Nidhi Company hence this clause is not applicable;
- xiii. Based upon the audit procedures performed and according to the information and explanations given to us, All transactions with related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial statements etc. as required by the applicable accounting standards;
- xiv. The company has made preferential allotment of shares during the year under review and in our opinion the Company has complied with the requirements of Section 42 of the Companies Act, 2013;
- xv. The company has not entered into any non-cash transactions with directors or persons connected with him;
- xvi. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**Place** - Mumbai

**Date** - May 27, 2017



**For Gupta Rustagi & Co.,**

Chartered Accountants

Firm Registration No.128701W

*Meenakshi*

**Meenakshi Gupta**

Partner

Membership No. 108097



**Annexure - A 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 KONARK INFRATECH PRIVATE LIMITED ("the Company") as of 31 March 2017 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; (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 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 Gupta Rustagi & Co.,**

Chartered Accountants

Firm Registration No.128701W



*Meenakshi*

**Meenakshi Gupta**

Partner

Membership No. 108097

**Place -** Mumbai

**Date -** May 27, 2017

**KONARK INFRATECH PVT. LTD.**

**BALANCE SHEET AS AT 31ST MAR, 2017**

Amt. in Rs.

Particulars	Note No.	As at 31.03.2017	As at 31.03.2016
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
(a) Share capital	2	1,040,000	520,000
(b) Reserves and surplus	3	(6,107,137)	(632,603)
		<b>(5,067,137)</b>	<b>(112,603)</b>
<b>Non-current liabilities</b>			
(a) Long-term borrowings	4	112,254,362	134,311,152
		<b>112,254,362</b>	<b>134,311,152</b>
<b>Current liabilities</b>			
(a) Trade payables	5	135,604	84,504
(b) Other current liabilities	6	528,457	924,595
		<b>664,061</b>	<b>1,009,099</b>
<b>TOTAL</b>		<b>107,851,286</b>	<b>135,207,648</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed Assets			
(i) Tangible Assets - Land		4,236,690	4,236,690
Long-term loans and advances	7	-	27,680,796
		<b>4,236,690</b>	<b>31,917,486</b>
<b>Investments</b>	8	<b>100,100,000</b>	<b>100,100,000</b>
<b>Current assets</b>			
(a) Cash and cash equivalents	9	581,000	256,655
(b) Short-term loans and advances	10	2,933,596	2,933,507
		<b>3,514,596</b>	<b>3,190,162</b>
<b>TOTAL</b>		<b>107,851,286</b>	<b>135,207,648</b>
Notes on Financial Statements	2 TO 19		

For Gupta Rustagi & Co.  
Chartered Accountants

*Meenakshi*

**Meenakshi Gupta**

Partner

Membership No. 108097

Place: Mumbai

Date: May 27, 2017

For Konark Infratech Pvt.Ltd.

*Bohmdhep*

Director

*[Signature]*

Director





## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MAR, 2017

Amt. in Rs.

Particulars	Note No.	For the year ended 31.03.2017	For the year ended 31.03.2016
<b>REVENUE</b>			
Other income	11	-	5,812,021
<b>Total Revenue</b>		-	<b>5,812,021</b>
<b>EXPENSES</b>			
Administrative and other expenses	12	120,153	142,333
Finance costs	13	5,224,071	9,209,948
<b>Total Expenses</b>		<b>5,344,224</b>	<b>9,352,281</b>
<b>Profit/(Loss) before Tax</b>		<b>(5,344,224)</b>	<b>(3,540,260)</b>
<b>Tax Expenses</b>			
Current Tax		-	-
Income Tax for earlier years		130,310	(122,144)
<b>Profit for the year</b>		<b>(5,474,534)</b>	<b>(3,418,116)</b>
Earnings per share(Basic)	16	(104.99)	(65.73)
Earnings per share(Diluted)	16	(104.99)	(65.73)
Significant Accounting Policies	1		
Notes on Financial Statements	2 TO 19		

For Gupta Rustagi & Co.  
Chartered Accountants

*Meenakshi*

**Meenakshi Gupta**

Partner

Membership No. 108097

Place: Mumbai

Date: May 27, 2017

For Konark Infratech Pvt.Ltd.

*Homiday*

Director

*Rajiv*  
Director



**KONARK INFRA TECH PRIVATE LIMITED**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MAR, 2017**

		Amt. in Rs.	
		For the year ended	
		31.03.2017	31.03.2016
<b>A) Cash Flow from Operating Activities</b>			
Net Profit/(Loss) after Tax as per Profit & Loss Account		(5,474,534)	(3,418,116)
Adjustment for Provision for Taxes		-	-
Operating profit before Working Capital adjustments		(5,474,534)	(3,418,116)
Adjustment for Working Capital			
(Increase)/Decrease in Short Term Loans/ Advances		(89)	1,400,351
(Increase)/Decrease in Long Term Loans/ Advances		27,680,796	83,463,883
Increase/(Decrease) in Trade & Other payables		51,100	(2,109)
Increase/(Decrease) in other current liabilities		(396,138)	(98,285)
Net Cash Flow from Operating activities		27,335,669	84,763,840
	(A)	21,861,135	81,345,724
<b>B) Cash Flow from Investing Activities</b>			
Addition to Fixed Assets & CWIP		-	371,950
Net Cash used in Investing Activities		-	371,950
	(B)	-	371,950
<b>C) Cash Flow from Financing Activities</b>			
Proceeds from Unsecured Loans		-	-
Proceeds from Issue of Share Capital		520,000	-
Increase/(Decrease) in short term borrowings		(22,056,790)	(83,011,047)
Net Cash Flow Proceeds from Financing Activities		(21,536,790)	(83,011,047)
	(C)	(21,536,790)	(83,011,047)
<b>Net Cash Increase/(Decrease) in Cash &amp; Cash Equivalent (A + B + C)</b>		<b>324,345</b>	<b>(1,293,373)</b>
Cash and Bank Equivalent (Opening Balance)		<b>256,655</b>	<b>2,293,928</b>
Cash and Bank Equivalent (Closing Balance)		<b>581,000</b>	<b>256,655</b>
<b>Net Cash Increase/(Decrease) in Cash &amp; Cash Equivalent</b>		<b>324,345</b>	<b>(2,037,273)</b>

**AUDITOR'S CERTIFICATE**

We have examined the attached Cash Flow Statement of M/s.Konark Infratech Private Limited for the year ended 31st March,2017. The Statement has been prepared by the Company and is based on and in agreement with corresponding Profit & Loss Account and Balance Sheet of the Company covered by our report to the members of the Company.

For Gupta Rustagi & Co.  
Chartered Accountants

*Meenakshi Gupta*

**Meenakshi Gupta**  
Partner  
Membership No. 108097  
Place: Mumbai  
Date: May 27, 2017

For Konark Infratech Pvt. Ltd.

*Harshad*

Director

*[Signature]*

Director





## KONARK INFRA TECH PRIVATE LIMITED

### NOTES ANNEXURED TO AND FORMING PART OF THE FINANCIAL STATEMENTS

#### Corporate Information

The company Konark Infratech Private Limited, incorporated on 07<sup>th</sup> January, 2008, having its corporate and registered office at Mumbai.

#### Note 1: Significant Accounting Policies

##### **A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS :**

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. GAAP comprises mandatory Accounting Standards as 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). Accounting Policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the economic policy hitherto in use.

##### **B. USE OF ESTIMATES :**

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates. Difference between the actual results and estimates are recognized in the period in which the results are known and materialized.

##### **C. INVESTMENTS**

Long-term investments are carried individually at cost less provision for diminution in the value. Provision for diminution in value of long-term investments is made only if such a decline is other than temporary.

##### **D. EARNING PER SHARE:**

The earnings considered in ascertaining the Company's Earnings Per Share comprise net profit/loss after tax. The number of shares (nominal value of Rs.10/-) used in computing Basic Earnings Per Share is weighted average number of shares outstanding during the year.



**E. FIXED ASSETS:**

Fixed assets are stated at cost less accumulated depreciation. Cost comprises the purchase price less creditable duties, taxes and levies, and any directly attributable cost of bringing the asset to its working condition for the intended use. Exchange Difference arising on repayment or reinstatement of foreign currency liabilities incurred are adjusted in the carrying amount of respective fixed assets. The amount incurred for capital items not ready for their intended use on reporting date are disclosed under capital work in progress. All costs, including financing costs till commencement of commercial production, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the fixed assets are capitalized.

**F. ACCOUNTING FOR TAXES ON INCOME:**

- a. Current Tax is determined as amount of tax payable in respect of taxable income for the year based on applicable tax rates and law.
- b. Deferred Tax is recognized, subject to the consideration of prudence, on timing differences, being difference between taxable and accounting income/expenditure that originate in one period and are capable of reversal in one or more subsequent period(s). Deferred tax assets are not recognized unless there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets will be realized.





(Amt. in Rs.)

**Note 2: Share Capital**

	As at 31-Mar-17		As at 31-Mar-16	
<b>(a) The number and amount of equity shares authorized;</b>				
Number of Authorised Shares	110,000		100,000	
*Amount of Authorised Share Capital	1,100,000		1,000,000	
<b>(b) The number of equity shares issued, subscribed and fully paid:</b>				
Number of Fully Paid Shares	104,000		52,000	
<b>(c) Par value per share (in Rs.)</b>	10.00		10.00	
Value of Fully Paid-up Shares	1,040,000		520,000	
<b>(d) Reconciliation of Shares:</b>				
Opening Number of Fully Paid Shares	52,000		52,000	
Add: Number of shares Issued during the year	52,000		-	
Closing Number of Fully Paid Shares	104,000		52,000	
<b>(e) No. of shares held by Share Holders holding more than 5% of the Share Capital:</b>				
<b>Name</b>	<b>No. of shares</b>	<b>% Holding</b>	<b>No. of Shares</b>	<b>% Holding</b>
Konark Synthetic Ltd. - Holding company*	28,000	26.92%	28,000	53.85%
Shonit Dalmia	9,000	8.65%	9,000	17.31%
Raka Devi Dalmia	15,000	14.42%	15,000	28.85%
Anil Chaudhary	52,000	50.00%	-	0.00%

\*ceased to be holding company w.e.f.29th Mar' 2017.

The Company has issued one class of equity shares having a par value of Rs.10 per share. Each holder of Equity Share is entitled to one vote per share.

**Note 3: Reserves and Surplus**

	As at 31-Mar-17		As at 31-Mar-16
<b>(a) Profit &amp; Loss Account</b>			
Opening Balance in the Profit & Loss Account	(632,603)		2,785,513
Add: Loss during the year	(5,474,534)		(3,418,116)
<b>Deficit in the Profit &amp; Loss Account</b>	<b>(6,107,137)</b>		<b>(632,603)</b>

**Note 4: Long - Term Borrowings**

	As at 31-Mar-17		As at 31-Mar-16
<b>Unsecured Loans</b>			
From Holding Company (ceased w.e.f.28th Mar, 2017)	41,540,973		97,563,152
Others	70,713,389		36,748,000
<b>Total</b>	<b>112,254,362</b>		<b>134,311,152</b>

**Note 5: Trade Payables**

	As at 31-Mar-17		As at 31-Mar-16
For Trade Goods & Expenses	135,604		84,504
<b>Total</b>	<b>135,604</b>		<b>84,504</b>



*[Handwritten signature]*

**Note 6: Other Current Liabilities**

Statutory Liabilities

**Total**

As at 31-Mar-17		As at 31-Mar-16
528,457		924,595
<b>528,457</b>		<b>924,595</b>

**Note 7: Long-term Loans and Advances**

Loans to Subsidiary Company

**Total**

As at 31-Mar-17		As at 31-Mar-16
-		27,680,796
<b>-</b>		<b>27,680,796</b>

**Note 8: Investments  
Investments at cost****In Subsidiary:**

Non Current Investment

Konark Gujarat PV Pvt. Ltd. (Holding 100%, P.Y. 100%)

**Total**

As at 31-Mar-17		As at 31-Mar-16
100,100,000		100,100,000
<b>100,100,000</b>		<b>100,100,000</b>

**Note 9: Cash and Cash Equivalents**

Cash and cash equivalents :

Cash on hand

Balances with banks

**Total**

As at 31-Mar-17		As at 31-Mar-16
14,880		14,880
566,120		241,775
<b>581,000</b>		<b>256,655</b>

**Note 10: Short-term Loans and Advances**

Advance Income Tax (Net of provisions)

**Total**

As at 31-Mar-17		As at 31-Mar-16
2,933,596		2,933,507
<b>2,933,596</b>		<b>2,933,507</b>





**NOTES ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR  
ENDED 31ST MAR, 2017**

Amt. in Rs.

<b>Note 11: Other Income</b>		
	<b>As at 31-Mar-17</b>	<b>As at 31-Mar-16</b>
Interest Income	-	5,812,021
	-	<b>5,812,021</b>

<b>Note 12: Administrative and Other Expenses</b>		
	<b>As at 31-Mar-17</b>	<b>As at 31-Mar-16</b>
Payments to the auditor		
(a) For Statutory Audit	44,500	25,763
(b) For Tax Audit	-	8,588
	<b>44,500</b>	<b>34,350</b>
Filing Fees	7,600	1,600
Legal & Professional Fees	64,955	42,415
Miscellaneous expenses	3,098	63,968
	<b>120,153</b>	<b>142,333</b>

<b>Note 13: Finance Costs</b>		
	<b>As at 31-Mar-17</b>	<b>As at 31-Mar-16</b>
Interest expense on unsecured loans	5,224,071	9,209,948
	<b>5,224,071</b>	<b>9,209,948</b>



*[Handwritten signature]*

#### Note 14 : Segment Reporting.

Based on guiding principles given in Accounting Standard on "Segment Reporting" (AS-17) the company is not having any reportable segment as per the disclosure requirement of AS-17.

#### Note 15: Related Party Disclosure

- a) Name of related party and nature of related party relationship where control exists as identified and certified by management.

##### **I. Individuals having control:**

1. Shri Anil Kumar Chaudhary

##### **II. Enterprise over which Key Management Personnel are able to exercise significant influence:**

1. Konark Gujarat PV Pvt. Ltd. – **Subsidiary Company**

##### **III. Holding Company**

1. Konark Synthetic Ltd. (Ceased to be Holding Company from 29th March, 2017)

##### **III. Associate Company**

Konark Synthetic Ltd. (since 29th March, 2017)  
Vikram Financial Services Ltd.

- b) The Transaction with related parties are furnished below:

Transaction	Parties referred to in I above	Parties referred to in II above	Amt In Rs.
			Parties referred to in III above
Shares issued	5,20,000 (-)	- (-)	- (-)
Loans Taken	- (-)	14,36,70,156 (-)	9,20,66,546 (1,47,00,000)
Loan Given	- (-)	46,50,000 (47,10,298)	- (-)
Loan Repaid	- (-)	14,36,70,156 (-)	8,20,77,000 (4,90,00,000)
Loan repayment received	- (-)	3,23,30,796 (9,34,05,000)	- (-)
Interest Paid/Received	- (-)	50,88,630 (58,12,021)	1,35,381 (92,09,948)
Closing Balance	- (-)	- (2,76,80,796 Dr)	10,76,74,541 Cr (9,75,63,152 Cr)

Figures in Bracket are in respect of Previous Year.



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**Note 16: Earning per Share**

		2016-17	2015-16
a) Profit After Tax	Rs.	(54,74,534)	(34,18,116)
b) Weighted Average number of Equity shares of Rs.10 each	Nos	52,142	52,000
c) Earning Per Share (Basic)	Rs.	(104.99)	(65.73)
d) Earning Per Share (Diluted)	Rs.	(104.99)	(65.73)

**Note 17: Sundry Debtors/ Creditors Balances**

Balances shown under Sundry Debtors, Advances, some of the Sundry Creditors are subject to confirmation/ reconciliation and consequential adjustment, if any. However the company has been sending letters for confirmation to these parties. In the opinion of management, the value of Sundry Debtors, Advances, Sundry Creditors on realization/payment in the ordinary course of business, will not be less/ more than the value at which these balances are stated in the Balance Sheet.

**Note 18: Micro, Small and Medium Enterprises Development Act**

The Company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure relating to amount unpaid as at year end together with interest paid or payable under this act has not been given.

**Note 19:**

Previous Year Figures have been regrouped/rearranged or reclassified wherever necessary to correspond with the current year's classification.



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**Note 20:**

**Details of Specified Bank Notes (SBN) held and transacted during the period from 8th November,2016 to 30th December,2016**

Particulars	SBN's	Other Denomination Notes	Total
Closing cash in hand as on 08.11.2016	-	14,880	14,880
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016	-	14,880	14,880

**For Gupta Rustagi & Co.,**  
Firm Registration No: 128701W  
Chartered Accountants

*Meenakshi*

**Meenakshi Gupta**  
Partner  
Membership No.108097

Place: Mumbai  
Date: May 27, 2017



**For Konark Infratech Pvt. Ltd.**

*[Signature]*

Director

*[Signature]*

Director