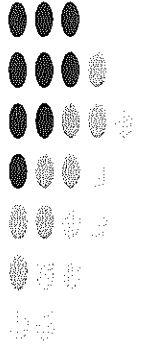


ANNUAL REPORT 2015-16



NEW VARDHMAN VITRIFIED PVT. LTD.

NEW VARDHMAN VITRIFIED PRIVATE LIMITED

AUDITOR'S REPORT

To,

The Members of,

NEW VARDHMAN VITRIFIED PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **NEW VARDHMAN VITRIFIED PRIVATE LIMITED** which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information

Management's Responsibility for the Financial Statements

The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the Company's preparation and fair presentation of the financial statements 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 the Management, 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.



NEW VARDHMAN VITRIFIED PRIVATE LIMITED

Opinion

In our opinion and to the best of our information and according to the explanations given to us, 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:

- in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2016;
- in the case of the Statement of Profit and Loss, of the Profit of the Company for the year ended on that date, and
- in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

Report on Other Legal and Regulatory Requirements

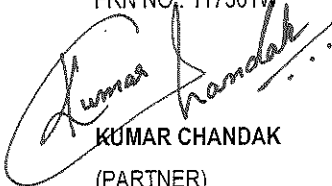
As required by Section 143 (3) of the Act, we report that:

- (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid 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 the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.

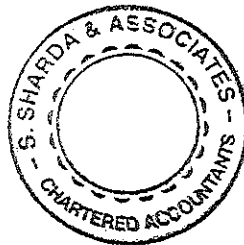
FOR S. SHARDA & ASSOCIATES

CHARTERED ACCOUNTANTS

FRN NO.: 117361W


KUMAR CHANDAK
(PARTNER)

MEM. No. 153605



PLACE: MORBI

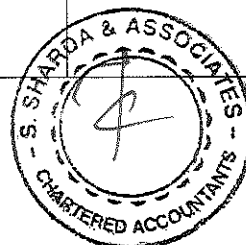
DATE: 30.04.2016

NEW VARDHMAN VITRIFIED PRIVATE LIMITED

Annexure to the Auditors' Report

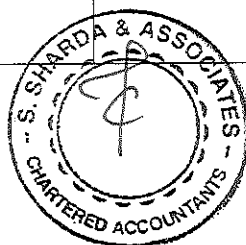
The Annexure referred to in our report to the members of the Company's for the year Ended on 31.03.2016. We report that:

Sr. No.	Particulars	Auditors Remark
(i)	(a) Whether the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;	The Company has maintained proper records showing full particulars including quantitative details and situations of fixed assets.
	(b) Whether these fixed assets have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account;	The management has physically verified the fixed assets of the Company at reasonable intervals and no serious discrepancies have been noticed on such verification.
	(c) Whether title deeds of immovable properties are held in the name of the company. If not, provide details thereof;	Yes, the title deeds of immovable properties are held in the name of the company.
(ii)	(a) Whether physical verification of inventory has been conducted at reasonable intervals by the management and whether any material discrepancies were noticed and if so, how they have been dealt with in the books of account;	As explained to us, the stocks of finished goods have been physically verified by the management at regular intervals during the year and there were no material discrepancies noticed on physical verification of finished goods.
(iii)	Whether the company has granted any loans, secured or unsecured to companies, firms, LLP or other parties covered in the register maintained under section 189 of the Companies Act, 2013. If so,	The company has not granted loan to parties covered in register maintained under sec. 189 of the Companies Act.
	(a) Whether the terms and conditions of the grant of such loans are not prejudicial to the company's interest;	Not Applicable.
	(b) Whether the schedule of repayment of principal and payment of interest has been stipulated and reasonable steps have been taken by the company fore recovery of the principal and interest;	Not Applicable.
	(c) If the amount is overdue, state the total amount overdue for more than ninety days, and whether reasonable steps have been taken by the company for recovery of the principal and interest;	Not Applicable.



NEW VARDHMAN VITRIFIED PRIVATE LIMITED

(iv)	In respect of loans, investments and guarantees, whether provisions of Section 185 and 186 of the Companies Act, 2013 have been complied with. If not, provide details thereof.	Not Applicable.
(v)	In case the company has accepted deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under, where applicable, have been complied with? If not, the nature of contraventions should be stated; If an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not?	<p>1. The company's total deposit from related parties till date amounts to Rs.235708063.00</p> <p>2. In our Opinion based on the explanation given to us, the company has followed the directives given by RBI and abide by the provision of section 73 to 76 or any other relevant provision of companies act that were relevant in accepting the deposits. The orders passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, in respect of deposits has been complied with.</p>
(vi)	Where maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, whether such accounts and records have been made and maintained;	We have broadly reviewed the books of account maintained by the company pursuant to the rules prescribed by the Central Government for maintenance of cost records under section 148(1) (d) of the Companies Act, in respect of its products and we are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the records.
(vii)	(a) Whether the company regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable, shall be indicated.	Provisions of The Provident Fund Act are applicable to the Company. There was no amount outstanding on 31st March, 2016 in respect of undisputed Income Tax, Wealth Tax, Sales Tax, Custom Duty, Service Tax and Excise duty which were due for more than six months from the date they become payable.
(vii)	(b) Whether dues of income tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or cess have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned. (A mere representation to the concerned Department shall not constitute a dispute).	According to the information & explanations given to us, there are no dues of wealth tax, custom duty, sales tax, service tax and excise duty which have not been deposited with the appropriate authority on account of any disputes.
(viii)	Whether the company has defaulted in repayment of dues to a financial institution or bank or debenture holders? If yes, the period and amount of default to be reported; (in case of banks and financial institutions, lender wise details to be provided).	The Company has not made default in repayment of dues to any financial institutions or banks or debenture holders



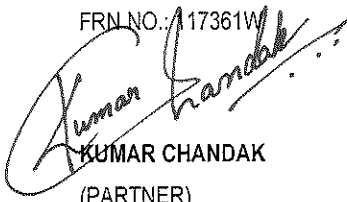
NEW VARDHMAN VITRIFIED PRIVATE LIMITED

(ix)	Whether moneys raised by way of public issue/ follow-on offer (including debt instruments) and term loans were applied for the purposes for which those are raised. If not, the details together with delays / default and subsequent rectification, if any, as may be applicable, be reported;	The term loans were applied for the purposes for which they are taken.
(x)	Whether any fraud by the company or any fraud on the Company by its officers/ employees has been noticed or reported during the year; If yes, the nature and the amount involved be indicated;	No fraud on or by the Company has been noticed or reported.
(xi)	Whether managerial remuneration has been paid / provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act? If not, state the amount involved and steps taken by the company for securing refund of the same;	YES, Managerial remuneration has been paid / provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
(xii)	Whether the Nidhi Company has complied with the Net Owned Fund in the ratio of 1: 20 to meet out the liability and whether the Nidhi Company is maintaining 10% liquid assets to meet out the unencumbered liability;	Not Applicable
(xiii)	Whether all transactions with the related parties are in compliance with Section 188 and 177 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc as required by the accounting standards;	Yes, all transactions with the related parties are in compliance with Section 188 and 177 of Companies Act, 2013.
(xiv)	Whether the company has made any preferential allotment / private placement of shares or fully or partly convertible debentures during the year under review and if so, as to whether the requirement of Section 42 of the Companies Act, 2013 have been complied and the amount raised have been used for the purposes for which the funds were raised. If not, provide the details in respect of the amount involved and nature of non-compliance;	Not Applicable
(xv)	Whether the company has entered into any non-cash transactions with directors or persons connected with him and if so, whether provisions of Section 192 of Companies Act, 2013 have been complied with;	No, the company has not entered into any non-cash transactions with directors or persons connected with him.
(xvi)	Whether the company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and if so, whether the registration has been obtained..	Not Applicable.

FOR S. SHARDA & ASSOCIATES

CHARTERED ACCOUNTANTS

FRN NO. 17361W


KUMAR CHANDAK
(PARTNER)

MEM. No.153605



PLACE: MORBI

DATE: 30.04.2016

NEW VARDHMAN VITRIFIED PVT. LTD.

BALANCE SHEET

AS AT 31ST MARCH, 2016

	PARTICULARS	NOTE NO.	31.03.2016	31.03.2015
			AMOUNT (In Rs.)	AMOUNT (In Rs.)
I	ASSETS			
	(1) Non-Current Assets			
	(a) Fixed Assets			
	(i) Tangible Assets	1	978081710.95	997711130.47
	(ii) Intangible Assets		0.00	0.00
	(iii) Capital work-in-progress	1-A	0.00	16547203.76
	(iv) Intangible assets under development		0.00	0.00
	(b) Non-current investments		0.00	0.00
	(c) Deferred tax assets (net)		0.00	0.00
	(d) Long term loans and advances	2	5494313.00	5494313.00
	(e) Other non-current assets	3	1040.00	2080.00
	(2) Current Assets			
	(a) Current investments	4	15000.00	15000.00
	(b) Inventories	5	165788099.56	138128850.60
	(c) Trade receivables	6	389302079.94	327340182.43
	(d) Cash and cash equivalents	7	54026495.17	55595149.34
	(e) Short-term loans and advances	8	98011187.68	68198935.75
	(f) Other current assets	9	671771.00	650683.00
	TOTAL (I)		1691391697.30	1609683528.35
II	EQUITY AND LIABILITIES			
	(1) Shareholder's Funds			
	(a) Share Capital	10	343877630.00	343877630.00
	(b) Reserves and Surplus	11	56434633.57	18714333.62
	(c) Money received against share warrants		0.00	0.00
	(2) Share Application Money Pending Allotment		0.00	0.00
	(3) Non-Current Liabilities			
	(a) Long-Term Borrowings	12	424731254.59	543954593.04
	(b) Deferred Tax Liabilities (Net)	13	73139293.00	71451852.00
	(c) Other Long Term Liabilities		13517190.00	12151872.00
	(d) Long Term Provisions		0.00	0.00
	(4) Current Liabilities			
	(a) Short-Term Borrowings	14	157806729.07	129651229.79
	(b) Trade Payables		400476713.96	251549039.30
	(c) Other Current Liabilities	15	210738164.11	228897264.60
	(d) Short-Term Provisions	16	10670089.00	9435714.00
	TOTAL (II)		1691391697.30	1609683528.35
	Significant Accounting Policies			
	Notes on Financial Statements	1 to 24		

As per our report of even date

FOR S. SHARDA & ASSOCIATES

CHARTERED ACCOUNTANTS

FRN NO. 117361W

KUMAR CHANDAK

(PARTNER)

MEM. NO. 153605

PLACE: MORBI

DATE :30.04.2016



FOR AND ON BEHALF OF THE BOARD

VITENKUMAR H KAVAR

Director

RAJESHBHAI J LIKHIYA

Director

NEW VARDHMAN VITRIFIED PVT. LTD.

STATEMENT OF PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MARCH, 2016

	PARTICULARS	NOTE NO.	31.03.2016	31.03.2015
			AMOUNT (In Rs.)	AMOUNT (In Rs.)
I	Revenue from operations	17	1675781368.18	1704363609.78
II	Other Income	18	4489695.94	8957371.44
III	Total Revenue (I+II)		1680271064.12	1713320981.22
IV	EXPENSES:			
a	Cost of materials consumed	19	679219513.10	485860059.31
b	Purchase of Stock-in-Trade		0.00	17321741.00
c	Changes in inventories of finished goods, work-in-progress and stock-in-trade	20	(53077466.31)	27517736.49
d	Employee Benefits Expense	21	50816947.00	20953877.00
e	Finance Costs	22	68807217.21	78060773.42
f	Depreciation and Amortization Expense	23	112284880.00	74785243.00
g	Other Expenses	24	772457779.17	963322650.46
	Total Expenses		1630508870.17	1667822080.68
V	Profit before exceptional and extraordinary items and tax (III - IV)		49762193.95	45498900.54
VI	Exceptional Items		0.00	0.00
VII	Profit before extraordinary items and tax (V-VI)		49762193.95	45498900.54
VIII	Extraordinary Items		0.00	0.00
IX	Profit before tax (VII-VIII)		49762193.95	45498900.54
X	Tax Expense:			
a i)	Current Tax		10347770.00	9162395.00
ii)	Tax adjustment of earlier year		6683.00	0.00
b	Deferred Tax		1687441.00	13688238.00
XI	Profit / (Loss) for the period from continuing operations (IX-X)		37720299.95	22648267.54
XII	Profit/ (Loss) from discontinuing operations		0.00	0.00
XIII	Tax Expense of discontinuing operations		0.00	0.00
XIV	Profit/ (Loss) from discontinuing operations (after tax) (XII-XIII)		0.00	0.00
XV	Profit/ (Loss) for the period (XI + XIV)		37720299.95	22648267.54
XVI	Earning per equity share:			
a	Basic		1.51	0.91
b	Diluted		1.51	0.91
	Significant Accounting Policies			
	Notes on Financial Statements	1 to 24		

As per our report of even date

FOR S. SHARDA & ASSOCIATES

CHARTERED ACCOUNTANTS

FRN NO. 117361W

KUMAR CHANDAK

(PARTNER)

MEM. NO. 153605

PLACE: MORBI

DATE :30.04.2016



FOR AND ON BEHALF OF THE BOARD

VITENKUMAR H KAVAR

Director

RAJESHBHAI J LIKHIYA

Director

NEW VARDHMAN VITRIFIED PVT. LTD.
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH, 2016

(Amount in Rs.)

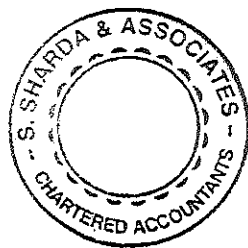
SR. NO.	PARTICULARS	Year Ended	Year Ended
		31st Mar. 2016	31st Mar. 2015
A	CASH FLOW FROM OPERATING ACTIVITIES:		
1	Cash Accruals (viz. Profit before taxation to which shall be added interest)	115885065.17	124397582.60
2	Increase in Share Capital (Including Share application)	0.00	(141435813.00)
3	Depreciation	112283840.00	74784203.00
4	Increase in long term loans	(129223338.45)	170985964.01
5	Increase in Deferred payment.	0.00	0.00
6	Increase in Bank Borrowing for working capital	28155499.28	(20650623.45)
7	Increase in Unsecured Loan	10000000.00	176685813.00
8	Increase in Deferred Tax Liability	1687441.00	13688238.00
9	Other (Specify) Creditors	148927674.66	68714174.54
10	Increase in other current liability	(15559407.49)	(432378196.54)
11	Decrease in Inventories	0.00	0.00
12	Sale of Fixed Assets	0.00	0.00
13	Decrease in Preliminary & Pre-Operative Expenses.	1040.00	1040.00
	TOTAL SOURCES	272157814.17	34792382.16
B	DISPOSITION OF FUNDS		
1	Preliminary & Pre-Operative Expenses.	0.00	0.00
2	Increase in Capital Expenses	76107216.72	11894650.66
3	Increase in other non-current assets	0.00	0.00
4	Increase in Current Assets		
	I Inventories	27659248.96	(68765406.57)
	II Others	91795237.44	76830806.33
	III Advance to the supplier	0.00	0.00
5	Decrease in Sundry Creditors	0.00	0.00
6	Decrease in long term loans	0.00	0.00
7	Decrease in Bank Borrowing for working capital	0.00	0.00
8	Decrease in Unsecured Loan	0.00	0.00
9	Interest	66129554.22	78898682.06
10	Taxation	12035211.00	22850633.00
11	Other Expenses (Specify)	0.00	0.00
	TOTAL DISPOSITION	273726468.34	121709365.48
	OPENING BALANCE	55595149.34	142512132.66
	NET SURPLUS (A - B)	(1568654.17)	(86916983.32)
	CLOSING BALANCE OF CASH AND CASH EQUIVALENT	54026495.17	55595149.34

FOR S. SHARDA & ASSOCIATES
 CHARTERED ACCOUNTANTS

FRN NO. 117361W

Kumar Chandak
KUMAR CHANDAK
 (PARTNER)

MEM. NO. 153605
 PLACE : MORBI
 DATE :30.04.2016



FOR AND ON BEHALF OF THE BOARD

VITENKUMAR H KAVAR
 Director

RAJESHBHAI J LIKHIYA
 Director

NEW VARDHMAN VITRIFIED PVT. LTD.

SIGNIFICANT ACCOUNTING POLICIES:

1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS:

The financial statements are prepared under historical cost convention on an accrual basis and are in accordance with the generally accepted accounting principles in India, the applicable mandatory accounting standards as notified by Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 2013.

2. USE OF ESTIMATES:

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures relating to contingent liabilities as at the date of financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates. Difference between the actual result and estimates are recognized in periods in which the results are known/materialized.

3. VALUE OF INVENTORIES:

Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads incurred in bringing them to their respective present location and condition. Cost of raw materials, process materials, stores and spares, packing materials, trading and other products are determined on average cost basis. By-products are valued at net realisable value.

4. NET PROFIT AND LOSS FOR THE PERIOD, PRIOR PERIOD ITEM AND CHANGES IN ACCOUNTING POLICIES:

Corrections of fundamental errors of commission or omission in earlier year(s) are done by debiting/crediting prior period adjustments account. Impact of significant events after the date of balance sheet and approval thereof is given effect to either by moderation of the balance sheet and profit and loss account or by specific mention in the Directors' Report.

5. DEPRECIATION:

- i) Depreciation is provided on straight line basis on economic useful lives of the assets. The aggregate depreciation is provided as per the requirement of Part C of Schedule II to the Companies Act 2013 based on the useful life of the assets. Continuous. Assets costing upto Rs. 5000/- are fully depreciated in the year of purchase.

6. REVENUE RECOGNITION:

Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection. Revenue from operations includes sale of goods, services, sales tax, service tax, excise duty and sales during trial run period, adjusted for discounts (net), Value Added Tax (VAT) and gain / loss on corresponding hedge contracts. Dividend income is recognized when right to receive is established. Interest income is recognized on time proportion basis taking into account the amount outstanding and rate applicable.

7. FIXED ASSETS:

Fixed Assets are stated at cost net of recoverable taxes and includes amounts added on revaluation, less accumulated depreciation and impairment loss, if any. 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 capitalised.



NEW VARDHMAN VITRIFIED PVT. LTD.

8. DETAILS OF FOREIGN EXCHANGE EARNING AND OUTGO:

- (a) Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction.
- (b) Monetary items denominated in foreign currencies during the year end are restated at year end rates. In case of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of the contract is recognised as exchange difference and the premium paid on forward contracts is recognised over the life of the contract.
- (c) Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Profit and Loss account except in case of long term liabilities, where they relate to acquisition of fixed assets, in which case they are adjusted to the carrying cost of such assets.
- (d) In respect of derivative contracts, premium paid, gains / losses on settlement and losses on restatement are recognised in the Profit and Loss account except in case where they relate to the acquisition or construction of fixed assets, in which case, they are adjusted to the carrying cost of such assets.

<i>(In Rs.)</i>			
	Particulars	2015-16	2014-15
A	Earnings in Foreign Currency	8759576.18	9881204.78
B	Expenditure in Foreign Currency		
a	CIF Value of Imports		
i	Raw Materials, Components, Spare parts and capital goods	137358974.20	66269528.42
ii	Others	0.00	0.00
	TOTAL	137358974.20	66269528.42

9. GOVERNMENT GRANTS:

Where the grant or subsidy relates to revenue, it is recognized as income on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs, which they are intended to compensate. Where the grant relates to an asset, it is recognized as deferred income and released to income in equal amounts over the expected useful life of the related asset.

10. INVESTMENTS:

Current investments are carried at lower of cost and quoted/fair value, computed category wise. Long Term Investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary.

11. RETIREMENT AND OTHER EMPLOYEE BENEFITS:

Company's contribution paid/payable during the year to Provident Fund is accounted on accrual basis and charged to Profit and Loss account.

The gratuity is accounted for as and when paid on the retirement/resignation of the employee as per the Payment of Gratuity Act. So far company has not made any provision for Gratuity during the Year.

12. BORROWING COST:

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to Profit and Loss account.



NEW VARDHMAN VITRIFIED PVT. LTD.

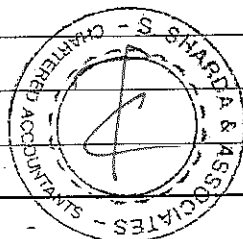
13. SEGMENT REPORTING:

As the company is operating only in one segment of business, i.e. tiles manufacturing no disclosures are require to comply with the said AS-17.

14. RELATED PARTY DISCLOSURES:

As per Accounting Standard 18 "Related Party Disclosures" issued by the Companies (Accounting Standards) Rules, 2006 and the provisions of The Companies Act, 2013, the Company's related parties and transactions are disclosed below:

I. Enterprise under the control of the company		N. A.	
II.	Key Management Personnel	Vitenkumar H Kavar	
		Rajeshbhai J Likhiya	
		Rajesh Sunderlal Shah	
		Rameshchandra Mithalal Derasariya	
		Sharath Padmanabh Bolar	
		Nature of Trans.	Amt. of Trans. (In Rs.)
1	Rajeshbhai Likhiya	Un secured Loan	1950000.00
III. related parties		Nature of Trans.	Amt. of Trans. (In Rs.)
a)	Nitco Limited	Un secured Loan	194186963.00
b)	Relative of Key Management Personnel:		
1	Abhishek Sureshbhai Mehta	Un secured Loan	2150000.00
2	Ashvinbhai Raghavjibhai Jivani		1300000.00
3	Dhirubhai Bhurabhai Boda		200000.00
4	Hardik Rajeshbhai Likhiya		1250000.00
5	Hina Yogesh Gandhi		6813010.00
6	Jayesh Mavjibhai Chaniyra		2690000.00
7	Karan Pravinbhai Shah		1058620.00
8	Khushbuben Rameshbhai Derasariya		750000.00
9	Manishbhai S. Shah		2500000.00
10	Meenaben C.Gandhi		8324610.00
11	Nayna Pravinbhai Mehta		1450000.00
12	Payal Vishal Gandhi		2117140.00
13	Pravinchandra Sevantilal Sheth - HUF		1629000.00
14	Rajesh S.Shah		2117140.00
15	Rameshbhai Babulal Bhadja		1075000.00
16	Ratilal Chhaganbhai Patel		746580.00
17	Sadhna Sureshbhai Mehta		2700000.00
18	Utsav V Mehta		700000.00
C)	Company in which Director has interest	Vardhman Vitrified Pvt. Ltd.	



NEW VARDHMAN VITRIFIED PVT. LTD.

14. RELATED PARTY DISCLOSURES:

Aggregate transactions with related parties for the year

Sr. No	Nature of Transactions	Holding Company	Subsidiary	Key Management Personnel	Relatives of Key Management Personnel	Total
1	Sales:					
a	Nitco Limited	1911270923.00				1911270923.00
2	Purchase & Jobwork:					
a						
3	Remuneration:					
a	Vitenkumar H Kavar			1200000.00		1200000.00
b	Rajeshbhai J Likhiya			3000000.00		3000000.00
4	Balance as at the year end					
a	Receivable:					
i)	Nitco Limited	365203866.36				365203866.36

15. Earning per shares (EPS):

Earning per shares (EPS) computed in accordance with Accounting Standard 20 "Earning per Shares"

Computation for Basic & Diluted Earning per Share	As at	As at
	31.03.2016	31.03.2015
Profit/(Loss) as per Profit & Loss Account	37,720,300	22,648,268
Weighted average number of Equity shares outstanding	25000000	25000000
Basic & Diluted EPS (Rupees) of face value Rs. 10 (In Rupees)	1.51	0.91

16. TAXES ON INCOME:

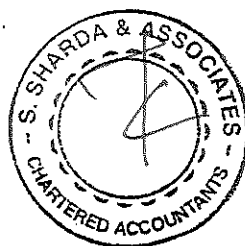
Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income-tax Act, 1961. Deferred tax resulting from "timing difference" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date.

Deferred tax asset is recognised and carried forward only to the extent that there is a virtual certainty that the asset will be realised in future.

DEFERRED TAX LIABILITIES (NET)	(Amt. In Rs.)
Opening Deferred Tax Liability	71,451,852.00
ADD: Current year's deferred tax liability	1,687,441.00
Net Deferred Tax Liability	73,139,293.00

17. INTANGIBLE ASSETS:

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Intangible assets are amortised on a straight line basis over the estimated useful economic life.



NEW VARDHMAN VITRIFIED PVT. LTD.

18. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

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

Contingent Liabilities are not recognised but are disclosed in the notes.

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

Current year Income Tax payable (Net of Advance Tax) Rs. 10347770.00

Outstanding Bank Guarantee Rs. 740.20 Lacs in Favour of GSPC and PGVCL.

19. IMPAIRMENT OF TANGIBLE AND INTANGIBLE ASSETS:

The Company assess at each reporting date whether there is an indication that an asset may be impaired, if any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount.

Impairment losses of continuing operations, including impairment on inventories, are recognized in the statement of profit and loss.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

20. AUDITOR'S REMUNERATION: (EXCLUDING SERVICE TAX):

Sr. No.	Particulars	2015-16	2014-15
1	For Statutory Audit (Audit , Income Tax & Co. Law)	280000.00	280000.00
	TOTAL	280000.00	280000.00

21. MANAGERIAL REMUNERATION:

Sr. No.	Particulars	2015-16	2014-15
1	Amount paid to Director:		
a)	Salaries and allowances	4200000.00	2040000.00
b)	Value of other perquisites	NIL	NIL
	TOTAL	4200000.00	2040000.00

22. Previous year figures have been regrouped and rearranged wherever necessary to conform to 'current year's presentation.

As per our attached report of even date

FOR S. SHARDA & ASSOCIATES

CHARTERED ACCOUNTANTS

FRN.: 117361W


KUMAR CHANDAK

(PARTNER)

MEM. NO. 153605

PLACE: MORBI

DATE :30.04.2016

FOR AND ON BEHALF OF THE BOARD

VITENKUMAR H KAVAR

Director

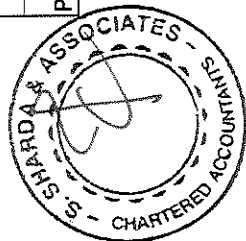
RAJESHBHAI J LIKHIYA

Director

NEW VARDHMAN VITRIFIED PVT. LTD.

NOTE: 1: TANGIBLE ASSETS

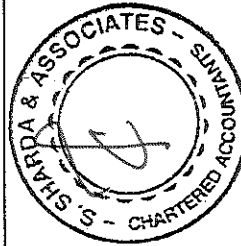
DESCRIPTION OF ASSETS	GROSS BLOCK			DEPRECIATION			NET BLOCK				
	Opening Balance as on 01 - 04 - 2015	Addition during the year	Deduction during the year	Adj. During the Year	Total	Up to 01 - 04 - 2015	During the Year	Adj. During the Year	Depreciation up to 31-03-2016	Closing Balance as on 31-03-2016	Closing Balance as on 31-03-2015
Land	5388130.00	0.00	0.00	0.00	5388130.00	0.00	0.00	0.00	0.00	5388130.00	5388130.00
Factory Shed	122336998.82	0.00	0.00	0.00	122336998.82	9573922.31	3958475.00	0.00	13532397.31	108804601.51	112763076.51
Godown	4771642.00	0.00	0.00	0.00	4771642.00	156724.18	156298.00	0.00	313022.18	4458619.82	4614917.82
Domestic Machinery	303172712.66	13398538.76	0.00	0.00	316571251.42	40649294.58	31677387.00	0.00	72326681.58	244244569.84	262523418.08
Air Conditioner	1284299.00	745650.00	0.00	0.00	2029949.00	394130.06	422233.00	0.00	816363.06	1213585.94	890168.94
Office Equipment	22501.00	0.00	0.00	0.00	22501.00	4275.00	4275.00	0.00	8550.00	13951.00	18226.00
C C TV Camera	671465.00	0.00	0.00	0.00	671465.00	240578.05	199680.00	0.00	440258.05	231206.95	430886.95
Imported machinery	693335056.46	76840719.72	0.00	0.00	770175776.18	94014792.38	73754541.00	0.00	167769333.38	602406442.80	599320264.08
Mobile Phone	156410.00	64399.00	0.00	0.00	220809.00	53230.11	51379.00	0.00	104609.11	116199.89	103179.89
Finger Print Machine	53400.00	0.00	0.00	0.00	53400.00	13750.28	12076.00	0.00	25826.28	27573.72	39649.72
Furniture	3104350.00	41148.00	0.00	0.00	3145498.00	494109.61	324698.00	0.00	818907.61	2326690.39	2610240.39
Tractor & Loader	3155425.00	1073120.00	0.00	0.00	4228545.00	785029.59	532188.00	0.00	1317217.59	2911327.41	2370395.41
Vehicle	7008558.00	1490193.00	1160000.00	57398.00	7281353.00	1444953.59	935845.00	0.00	2380798.59	4900554.41	5563604.41
Electrification	925703.00	0.00	0.00	0.00	925703.00	133259.83	95307.00	0.00	228566.83	697136.17	792443.17
Electric Weigh Scale	79200.00	91050.00	0.00	0.00	170250.00	8960.67	11229.00	0.00	20189.67	150060.33	70239.33
Computer	1366977.00	127000.00	0.00	0.00	1493977.00	1164017.76	145696.00	0.00	1309713.76	184263.24	202959.24
Software	105000.00	0.00	0.00	0.00	105000.00	95669.47	2533.00	0.00	98202.47	6797.53	9330.53
TOTAL	1146937827.94	93871818.48	1160000.00	57398.00	1239592248.42	149226697.47	112233840.00	0.00	261510537.47	978081710.95	997711130.47
PREVIOUS YEAR	1138191842.28	27479537.40	18733551.74	0.00	1146937827.94	74442494.47	74784203.00	0.00	149226697.47	997711130.47	1063749347.81



NEW VARDHMAN VITRIFIED PVT. LTD.

NOTE: 1-A: CAPITAL WORK IN PROGRESS

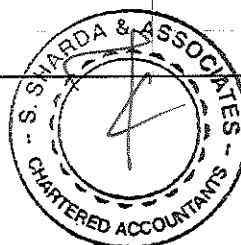
DESCRIPTION OF ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK		
	Opening Balance as on 01 - 04 - 2015	Addition during the year	Transfer to Related Assis Account	Adjustment on Convat	Total	Up to 01 - 04 - 2015	During the Year	Adj. During the Year	Depreciation up to 31-03-2016	Closing Balance as on 31-03-2016	Closing Balance as on 31-03-2015
Domestic Plant and Machinery	16547203.76	0.00	16547203.76	0.00	0.00	0.00	0.00	0.00	0.00	0.00	16547203.76
TOTAL	16547203.76	0.00	16547203.76	0.00	0.00	0.00	0.00	0.00	0.00	0.00	16547203.76
PREVIOUS YEAR	13398538.76	3148665.00	0.00	0.00	16547203.76	0.00	0.00	0.00	0.00	16547203.76	13398538.76



NEW VARDHMAN VITRIFIED PVT. LTD.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

PARTICULARS	31.03.2016	31.03.2015
	AMOUNT (In Rs.)	AMOUNT (In Rs.)
NOTE: 2: LONG TERM LOANS AND ADVANCES		
Security Deposit		
a) Secured, Considered Good :	0.00	0.00
Earnest Money Deposit	0.00	0.00
Other Deposit	0.00	0.00
b) Unsecured, Considered Good :		
PGVCL Deposit	25000.00	25000.00
Xincheng Finance & Leasing Ltd.	5469313.00	5469313.00
c) Doubtful	0.00	0.00
TOTAL	5494313.00	5494313.00
NOTE: 3: OTHER NON CURRENT ASSETS		
Long Term Trade Receivables		
a) Secured, Considered Good :	0.00	0.00
b) Unsecured, Considered Good :	0.00	0.00
c) Doubtful	0.00	0.00
SUB-TOTAL (I)	0.00	0.00
Preliminary Expenses	2080.00	3120.00
LESS: Written - off during the year	1040.00	1040.00
SUB-TOTAL (II)	1040.00	2080.00
Pre Operative Expenses	0.00	0.00
TOTAL (I+II+III)	1040.00	2080.00
NOTE: 4: CURRENT INVESTMENT		
Investment in Equity Share	0.00	0.00
Investment in preference shares	0.00	0.00
Investment in Govt securities -N.S.C.	15000.00	15000.00
Investment in debentures & bonds	0.00	0.00
Investment in Mutual Fund	0.00	0.00
Investment in partnership firm	0.00	0.00
In Short term fixed deposits	0.00	0.00
TOTAL	15000.00	15000.00
NOTE: 5: INVENTORIES		
Raw Materials - Valued at weighted average cost	11526069.91	34247315.83
Fuel - Valued at weighted average cost	657342.60	956904.25
Stores & Spares - Valued at weighted average cost	2150991.45	5999895.20
Packing Material - Valued at weighted average cost	10698997.27	9247503.30
Stock - In - Process - Valued at production cost	2979066.98	2977903.29
Damaged Finished Goods- Valued at cost or market price whichever is less	160737.60	297041.20
Finished Goods - Valued at cost or market price whichever is less	137614893.75	84402287.53
TOTAL	165788099.56	138128850.60



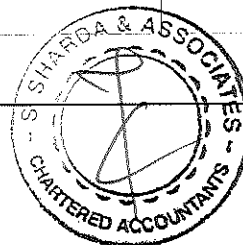
NEW VARDHMAN VITRIFIED PVT. LTD.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

PARTICULARS	31.03.2016	31.03.2015
	AMOUNT (In Rs.)	AMOUNT (In Rs.)
NOTE: 6: TRADE RECEIVABLES		
Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
a) Secured, Considered Good :	0.00	0.00
b) Unsecured, Considered Good :	8259314.20	9623765.53
c) Unsecured, considered doubtful	0.00	0.00
Less: Provision for doubtful debts	0.00	0.00
SUB TOTAL-I	8259314.20	9623765.53
Trade receivables outstanding for a period less than six months from the date they are due for payment		
a) Secured, Considered Good :	0.00	0.00
b) Unsecured, Considered Good :	381042765.74	317716416.90
c) Unsecured, considered doubtful	0.00	0.00
Less: Provision for doubtful debts	0.00	0.00
SUB TOTAL-II	381042765.74	317716416.90
TOTAL	389302079.94	327340182.43

Trade Receivable stated above include debts due by:

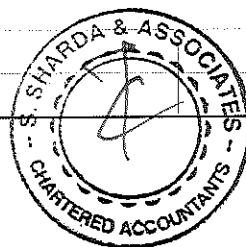
PARTICULARS	31.03.2016	31.03.2015
	AMOUNT (In Rs.)	AMOUNT (In Rs.)
Directors *	0.00	0.00
Other officers of the Company *	0.00	0.00
Firm in which director is a partner *	0.00	0.00
Private Company in which director is a member		
1 Nitco Ltd.	365203866.36	297782884.36
2. Vardhman Vitrified P Ltd.	0.00	702369.00
<i>*Either severally or jointly</i>		



NEW VARDHMAN VITRIFIED PVT. LTD.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

PARTICULARS	31.03.2016	31.03.2015
	AMOUNT (In Rs.)	AMOUNT (In Rs.)
NOTE: 7: CASH & CASH EQUIVALENT		
Cash-in-Hand		
Cash - On - Hand	1980026.12	1439083.62
Petty Cash Balance	0.00	0.00
Sub Total (A)	1980026.12	1439083.62
Bank Balance		
HDFC Bank Ltd. - Current Account	0.00	3398592.44
Punjab National Bank- Fixed Deposit (Security against T/L)	22987317.00	21411644.00
Punjab National Bank- Fixed Deposit against B.G. to GSPC	11270776.00	16816073.00
Punjab National Bank- Fixed Deposit against B.G. to Gujarat Gas	3167366.00	0.00
Punjab National Bank- Fixed Deposit against B.G. for EPCG	1927502.00	1786860.00
Punjab National Bank- Fixed Deposit against VAT Ghaziabad	27503.00	25000.00
Punjab National Bank- Fixed Deposit against B.G. for PGVCL	11093297.00	5593883.00
Punjab National Bank - EEFC A/c.	595006.11	2160342.74
Punjab National Bank -Current Account	19087.00	1038246.26
State Bank of India-Current Account	60557.96	39030.96
HDFC Bank Ltd. - (35680)-Current Account	837800.88	786096.24
Punjab National Bank- Current Account	60256.10	1100297.08
Sub Total (B)	52046469.05	54156065.72
Cheques on Hand	0.00	0.00
Sub Total (C)	0.00	0.00
Total [A + B + C]	54026495.17	55595149.34
NOTE: 8: SHORT TERM LOANS & ADVANCES		
Loans & Advances to related parties		
Advance to directors, unsecured considered good	0.00	0.00
Advance to shareholders, unsecured considered good	0.00	0.00
Advance to Suppliers, unsecured considered good	17858097.20	19651925.46
Other Advance , unsecured considered good	0.00	0.00
Cenvat Credit Receivable on Capital Goods	11055454.50	4979710.00
Cenvat Credit Receivable on Raw Material Goods	2785278.98	11927.54
Receivable TDS / TCS	370425.00	615552.00
Bank Margin Receivable- LC Discounting - UCO Bank	47806.00	202693.00
Service Tax Receivable	450110.00	10735.00
VAT Receivable	45444016.00	42726392.75
VAT Refund Receivable	20000000.00	0.00
TOTAL	98011187.68	68198935.75
NOTE: 9: OTHER CURRENT ASSETS		
Prepaid Insurance	643272.00	610350.00
Prepaid Technician Fees	8333.00	0.00
Prepaid GPCB Expenses	20166.00	40333.00
TOTAL	671771.00	650683.00

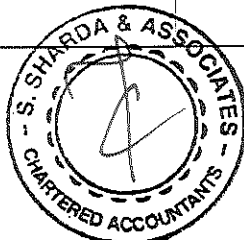


NEW VARDHMAN VITRIFIED PVT. LTD.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

NOTES: 10: SHARE CAPITAL

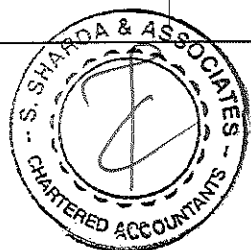
PARTICULARS	31.03.2016		31.03.2015	
	No of Shares	AMOUNT (In Rs.)	No of Shares	AMOUNT (In Rs.)
AUTHORISED:				
Equity Shares of Rs. 10 each	25000000	250000000.00	25000000	250000000.00
Preferential Shares of Rs. 10 each	10000000	100000000.00	10000000	100000000.00
ISSUED, SUBSCRIBED & PAID UP				
Equity Shares of Rs. 10 each	25000000	250000000.00	25000000	250000000.00
Preference Shares of Rs. 10 each	9387763	93877630.00	9387763	93877630.00
RECONCILIATION OF OUTSTANDING SHARES				
Equity Shares outstanding at the beginning of the reporting Year	25000000	250000000.00	25000000	250000000.00
Preference Shares outstanding at the beginning of the reporting Year	9387763	93877630.00	9387763	93877630.00
Additions during the year:				
Equity Shares	0	0.00	0	0.00
Preference Share	0	0.00	0	0.00
Shares outstanding at the end of the reporting Year	34387763	343877630.00	34387763	343877630.00
Shares held by holding company or its subsidiaries or associates				
NITCO LIMITED				
Equity Shares	12750000	127500000.00	12750000	127500000.00
Preference Shares	4787763	47877630.00	4787763	47877630.00
KPM REALTY PVT. LTD.				
Equity Shares	3052500	30525000.00	3052500	30525000.00
Preference Shares	1225000	12250000.00	1225000	12250000.00
SHAREHOLDERS HOLDING MORE THAN 5% OF SHARES				
Name of Share Holder	Number of shares	% of holding	Number of shares	% of holding
NITCO LIMITED				
Equity Shares	12750000	51.00%	12750000	51.00%
Preference Shares	4787763	51.00%	4787763	51.00%
KPM REALTY PVT. LTD.				
Equity Shares	3052500	12.21%	3052500	12.21%
Preference Shares	1225000	13.05%	1225000	13.05%
Mina Chandresh Gandhi				
Equity Shares	1278119	5.11%	1278119	5.11%
Preference Shares	511160	5.44%	511160	5.44%
Jivraj Arjanbhai Likhya				
Preference Shares	500000	5.33%	500000	5.33%



NEW VARDHMAN VITRIFIED PVT. LTD.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

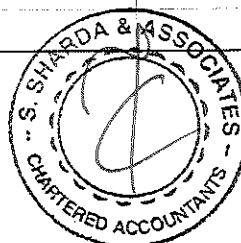
PARTICULARS	31.03.2016	31.03.2015
	AMOUNT (In Rs.)	AMOUNT (In Rs.)
NOTE: 11: RESERVES & SURPLUS		
General Reserve		
At the beginning of the accounting period	0.00	0.000
Addition during the year	0.00	0.000
At the end of the accounting period	0.00	0.00
Securities Premium Account		
At the beginning of the accounting period	28635407.00	28635407.00
Addition during the year	0.00	0.00
At the end of the accounting period	28635407.00	28635407.00
Surplus		
At the beginning of the accounting period	(9921073.38)	(32569340.93)
Addition during the year (Balance in statement of Profit & Loss A/c)	37720299.95	22648267.54
Allocations and Appropriations		
Dividend	0.00	0.00
Tax on dividend	0.00	0.00
Bonus shares issued	0.00	0.00
Transfer to/ from reserves	0.00	0.00
At the end of the accounting period	27799226.57	(9921073.38)
TOTAL	56434633.57	18714333.62



NEW VARDHMAN VITRIFIED PVT. LTD.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

PARTICULARS	31.03.2016	31.03.2015
	AMOUNT (In Rs.)	AMOUNT (In Rs.)
NOTES: 12: LONG TERM BORROWINGS		
SECURED TERM LOANS FROM BANKS		
Term Loan-Punjab National Bank - repayable as per bank's extant guidelines, (against Equitable Mortgage of Factory Land and Building and Hypothecation of Plant and Machinery situated at Tal. Wankaner, Dist. Morbi. Also EQM. Of Residential Property situated at Mumbai and Navsari)	169519886.71	297634561.38
Term Loan are guaranteed by the directors and/ or other		
In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to above loan		
Period of default	0	0
Amount	0.00	0.00
Term Loan - I Car Loan-HDFC Bank Ltd.(44167) repayable as per bank's extant guidelines, (against Hypothecation of Car)	0.00	32013.93
Term Loan are guaranteed by the directors and/ or other		
In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to above loan		
Period of default	0	0
Amount	0.00	0.00
Term Loan - II Car Loan-HDFC Bank Ltd.(44659) repayable as per bank's extant guidelines, (against Hypothecation of Car)	0.00	32013.93
Term Loan are guaranteed by the directors and/ or other		
In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to above loan		
Period of default	0	0
Amount	0.00	0.00
Term Loan - III Car Loan-HDFC Bank Ltd.(10476) repayable as per bank's extant guidelines, (against Hypothecation of Car)	0.00	117094.01
Term Loan are guaranteed by the directors and/ or other		
In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to above loan		
Period of default	0	0
Amount	0.00	0.00
Term Loan - IV Tractor Loan-Kotak Mahindra Bank Ltd.(58715) repayable as per bank's extant guidelines, (against Hypothecation of Tractor)	0.00	24320.00
Term Loan are guaranteed by the directors and/ or other		
In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to above loan		
Period of default	0	0
Amount	0.00	0.00

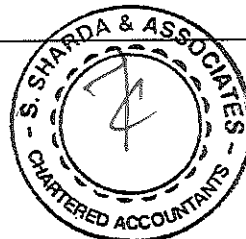


NEW VARDHMAN VITRIFIED PVT. LTD.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

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PARTICULARS	31.03.2016	31.03.2015
	AMOUNT (In Rs.)	AMOUNT (In Rs.)
NOTES: 12: LONG TERM BORROWINGS		
SECURED TERM LOANS FROM BANKS		
Term Loan - V Car Loan-HDFC Bank Ltd.(68528) repayable as per bank's extant guidelines, (against Hypothecation of Car)	0.00	732783.47
Term Loan are guaranteed by the directors and/ or other In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to above loan		
Period of default	0	0
Amount	0.00	0.00
Term Loan - VI Eicher Loan-Kotak Mahindra Bank Ltd.(174579) repayable as per bank's extant guidelines, (against Hypothecation of Tractor)	376708.00	744364.00
Term Loan are guaranteed by the directors and/ or other In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to above loan		
Period of default	0	0
Amount	0.00	0.00
Term Loan - VII JCB Loan - HDB Financial Services Ltd. (749139) repayable as per bank's extant guidelines, (against Hypothecation of JCB)	171641.88	535323.63
Term Loan are guaranteed by the directors and/ or other In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to above loan		
Period of default	0	0
Amount	0.00	0.00
Term Loan - VIII Car Loan - HDFC Bank Ltd. (35261) repayable as per bank's extant guidelines, (against Hypothecation of Car)	0.00	1415305.69
Term Loan are guaranteed by the directors and/ or other In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to above loan		
Period of default	0	0
Amount	0.00	0.00



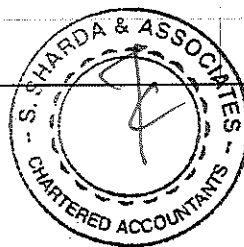
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NEW VARDHMAN VITRIFIED PVT. LTD.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

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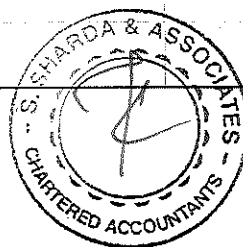
PARTICULARS	31.03.2016	31.03.2015
	AMOUNT (In Rs.)	AMOUNT (In Rs.)
NOTES: 12: LONG TERM BORROWINGS		
SECURED TERM LOANS FROM BANKS		
Term Loan - IX Loader Loan - Kotak Mahindra Bank Ltd. (93150) repayable as per bank's extant guidelines, (against Hypothecation of Loader)	98936.00	0.00
Term Loan are guaranteed by the directors and/ or other In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to above loan		
Period of default	0	0
Amount	0.00	0.00
Term Loan - X Tractor Loan - Kotak Mahindra Bank Ltd. (93165) repayable as per bank's extant guidelines, (against Hypothecation of Tractor)	534269.00	0.00
Term Loan are guaranteed by the directors and/ or other In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to above loan		
Period of default	0	0
Amount	0.00	0.00
Term Loan - XI Car Loan - Toyota Financial Servies India Ltd. repayable as per bank's extant guidelines, (against Hypothecation of Car)	1343000.00	0.00
Term Loan are guaranteed by the directors and/ or other In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to above loan		
Period of default	0	0
Amount	0.00	0.00
UNSECURED LONG TERM BORROWINGS:		
From Related Parties	235708063.00	218708063.00
From Others	16978750.00	23978750.00
TOTAL	424731254.59	543954593.04
NOTES: 13: DEFERRED TAX LIABILITIES (NET)		
Opening Deferred Tax Liability	71451852.00	57763614.00
ADD: Current year's deferred tax liability	1687441.00	13688238.00
Net Deferred Tax Liability	73139293.00	71451852.00



NEW VARDHMAN VITRIFIED PVT. LTD.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

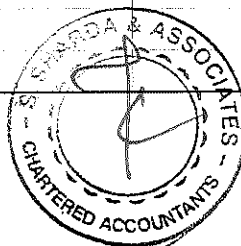
PARTICULARS	31.03.2016	31.03.2015
	AMOUNT (In Rs.)	AMOUNT (In Rs.)
NOTE: 14: SHORT TERM BORROWINGS:		
Secured:		
Cash Credit- from Punjab National Bank, (0032) repayable on demand (against Hypothecation of all types of stock and book debts. Also secured against Equitable Mortgage of Factory Land and Building, Hypothecation of Plant and Machinery situated at Tal. Wankaner, Dist. Morbi. The bank facility is also secured by EQM. Of Residential Property situated at Mumbai and Navsari)	157806729.07	129651229.79
The Cash Credit is guaranteed by directors and/ or other In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to above loan		
Period of default	0	0
Amount	0.00	0.00
TOTAL	157806729.07	129651229.79
NOTE: 15: OTHER CURRENT LIABILITIES:		
Current maturities of long term debts - Term Loan	105000000.00	105000000.00
Interest accrued but not due on borrowings	0.00	0.00
Interest accrued and due on borrowings - Term Loan	0.00	0.00
Advance from customers	376889.00	599795.00
Sundry creditors for capital goods & expenses	88666170.11	101643296.60
Unpaid Excise Duty	15058683.00	21075008.00
Unpaid Provident Fund	68300.00	106060.00
Unpaid Professional Tax	519690.00	217420.00
Unpaid TDS	1048432.00	255685.00
TOTAL	210738164.11	228897264.60
NOTE: 16: SHORT TERM PROVISIONS:		
(A) Provisions For Employee Benefits	0.00	0.00
(B) Others		
Provision for Import Expenses	42319.00	0.00
Current year Income Tax payable (Net of Advance Tax)	10347770.00	9155714.00
Auditors Remuneration	280000.00	280000.00
TOTAL	10670089.00	9435714.00



NEW VARDHMAN VITRIFIED PVT. LTD.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

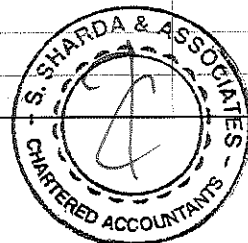
PARTICULARS	31.03.2016	31.03.2015
	AMOUNT (In Rs.)	AMOUNT (In Rs.)
NOTE: 17: REVENUE FROM OPERATIONS		
Vitrified Tiles Sales	1067213260.58	1095992480.00
Vitrified Tiles Direct Export Sales	6637442.60	0.00
Vitrified Tiles H Form sales	1841414.00	12754923.00
Wall Tiles Sales	499857758.42	561755623.00
Wall Tiles Direct Export Sales	2122133.58	9881204.78
Wall Tiles H Form Sales	21125875.00	23117524.00
PGVT Tiles Sales	104657621.00	0.00
PGVT Tiles H Form Sales	3907836.00	0.00
GVT Tiles Sales	6328.00	0.00
Branch Sales	0.00	1576614.00
Raw Material Sales	0.00	0.00
ADD: Debit Note	0.00	0.00
ADD: Excise Duty on sales	266007516.00	257650567.00
ADD: VAT/ CST on Sales	44954440.00	47750201.00
GROSS TOTAL	2018331625.18	2010479136.78
LESS: Credit Note	31588301.00	714759.00
LESS: Excise Duty on sales	266007516.00	257650567.00
LESS: VAT/ CST on Sales	44954440.00	47750201.00
NET SALES	1675781368.18	1704363609.78
NOTE: 18: OTHER INCOME		
Indirect Income		
Duty Drawback Income	182121.00	526207.00
Foreign Currency Rate Difference	436931.34	310846.45
Interest on Fixed Deposit	3820920.00	7656977.70
Miscellaneous Income	49723.60	463340.29
TOTAL	4489695.94	8957371.44
NOTE: 19: COST OF MATERIAL CONSUMED		
RAW MATERIALS:		
Opening stock	34247315.83	61332964.35
ADD: Purchase during the year	657101086.18	460132265.15
LESS: Debit Note	602819.00	1357854.36
LESS: Closing stock	11526069.91	34247315.83
TOTAL	679219513.10	485860059.31
NOTE: 20: CHANGE IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROCESS AND STOCK-IN-TRADE		
Opening stock of Finished Goods & Broken Goods	84699328.73	100299452.00
LESS: Closing Stock of Finished Goods & Broken Goods	137775631.35	84699328.73
ADD: Opening stock of stock-in-process	2977903.29	14895516.51
LESS: Closing stock of stock-in-process	2979066.98	2977903.29
ADD: Opening stock of Finished Goods-Trading Tiles	0.00	0.00
LESS: Closing stock of stock of Finished Goods- Trading Tiles	0.00	0.00
TOTAL	(53077466.31)	27517736.49



NEW VARDHMAN VITRIFIED PVT. LTD.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

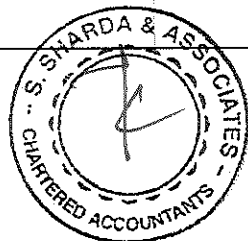
PARTICULARS	31.03.2016	31.03.2015
	AMOUNT (In Rs.)	AMOUNT (In Rs.)
NOTE: 21: EMPLOYEE BENEFIT EXPENSES:		
Wages Expenses	38739322.00	11601405.00
Bonus Expenses	2486400.00	361705.00
Provident Fund Expenses	507094.00	605537.00
Director Remuneration Expenses	4200000.00	2040000.00
Salary Expenses	4884131.00	6345230.00
TOTAL	50816947.00	20953877.00
NOTE: 22: FINANCE COST		
Bank Charges	2677662.99	2313816.36
Interest on Vehicle Loan	432000.22	352549.10
Interest on Bank Cash Credit	18587557.00	19507004.31
Interest on Bank Term Loan	47109997.00	55887403.65
TOTAL	68807217.21	78060773.42
NOTE: 23: DEPRECIATION AND AMORTIZATION EXPENSES		
Depreciation	112283840.00	74784203.00
Preliminary expenses written off	1040.00	1040.00
TOTAL	112284880.00	74785243.00
NOTE: 24: OTHER EXPENSES		
(A) MANUFACTURING EXPENSES		
Fuel:		
Opening Stock	956904.25	2014152.83
ADD: Purchase	268193888.81	576045373.00
LESS: Closing Stock	657342.60	956904.25
SUB TOTAL (I)	268493450.46	577102621.58
Stores, Spares & Consumables		
Opening Stock	5999895.20	15905118.00
ADD: Purchase	179369473.67	97170104.52
LESS: Closing Stock	2150991.45	5999895.20
SUB TOTAL (II)	183218377.42	107075327.32
Packing Materials:		
Opening Stock	9247503.30	12447053.48
ADD: Purchase	85968767.70	75286494.60
LESS: Closing Stock	10698997.27	9247503.30
SUB TOTAL (III)	84517273.73	78486044.78
Electric Power Expenses	153932895.66	141723957.75
Production Expenses	16911436.00	725830.11
Insurance Expenses	1005716.00	1108606.00
Machinery Repairing Expenses	17231929.26	3324821.00
Testing Expenses	56892.00	12495.00
VAT/ CST Expenses	24500219.00	35878666.00
SUB TOTAL (IV)	213639087.92	182774375.86
TOTAL: A: (I TO IV)	749868189.53	945438369.54



NEW VARDHMAN VITRIFIED PVT. LTD.

24.1: ADDITIONAL INFORMATION

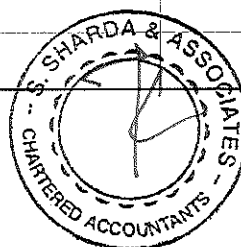
PARTICULARS	31.03.2016		31.03.2015	
	AMOUNT (In Rs.)		AMOUNT (In Rs.)	
Value of imports calculated on C.I.F. basis by the company during the financial year in respect of:				
Raw materials	3671811.65		2364973.50	
Components and spare parts	56846442.83		41220197.52	
Capital goods	76840719.72		22684357.40	
Total	137358974.20		66269528.42	
Expenditure in foreign currency during the financial year on account of:				
Royalty	0.00		0.00	
Knowhow	0.00		0.00	
Professional and consultation fees	0.00		0.00	
Interest	0.00		0.00	
Foreign travelling	0.00		0.00	
Fees and taxes	0.00		0.00	
Total	0.00		0.00	
BREAK UP OF CONSUMPTION				
	31.03.2016		31.03.2015	
	% of Consumption	Value (In Rs.)	% of Consumption	Value (In Rs.)
Raw materials				
Indigenous	99.46	675547701.45	99.51	483495085.81
Imported	0.54	3671811.65	0.49	2364973.50
Total	100.00	679219513.10	100.00	485860059.31
Spare parts and components				
Indigenous	68.97	126371934.59	61.50	65855129.80
Imported	31.03	56846442.83	38.50	41220197.52
Total	100.00	183218377.42	100.00	107075327.32
The amount remitted during the year in foreign currencies on account of dividends				
	AMOUNT (In Rs.)		AMOUNT (In Rs.)	
Earning in foreign exchange	0.00		0.00	
Export of goods on FOB value:	8759576.18		9881204.78	
Royalty, knowhow, professional and consultation fees	0.00		0.00	
Interest and dividends:	0.00		0.00	
Other income (specify nature):	0.00		0.00	
Total	8759576.18		9881204.78	



NEW VARDHMAN VITRIFIED PVT. LTD.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016

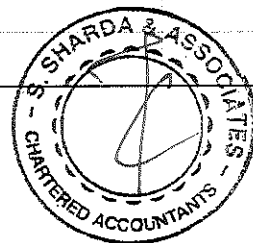
PARTICULARS	31.03.2016	31.03.2015
	AMOUNT (In Rs.)	AMOUNT (In Rs.)
(B) ADMINISTRATIVE, SELLING AND DISTRIBUTION EXPENSES:		
Computer Repairing Expense	71754.00	0.00
Courier & Postage Expenses	97366.00	138336.00
Electric Expenses	100000.00	708298.00
Export Expenses	814055.00	1283941.00
Interest on late payment of statutory dues	1552244.00	1648483.00
Interest on late payment of Income Tax and TDS	989908.00	0.00
Other Late Payment Interest	965610.00	1503242.00
Lease Rent Expenses	711506.00	0.00
Legal & Professional Fees	2992287.00	3029183.00
Loss on Sales of Car	57398.00	0.00
Office Expenses	713378.74	260430.57
Printing & Stationery	859648.00	855149.00
Repairs & Maintenance Expenses	5777164.00	5076309.00
Sales Commission	816617.00	0.00
Service Tax Expenses	0.00	1354694.37
Staff Welfare Expense	3613038.00	213438.00
Telephone & Internet Expense	504072.90	392499.98
Travelling Expenses	208811.00	837839.00
VAT/ Service Tax/Excise Penalty Expenses	908.00	126041.00
Vehicle Expenses	1463824.00	176397.00
Payment to the auditors		
For Audit Matters	150000.00	150000.00
For taxation matters	100000.00	100000.00
For company law matters	30000.00	30000.00
For management services	0.00	0.00
For other services	0.00	0.00
For reimbursement of expenses	0.00	0.00
TOTAL: B	22589589.64	17884280.92
TOTAL OTHER EXPENSES (A+B)	772457779.17	963322650.46



NEW VARDHMAN VITRIFIED PVT. LTD.

GROUPING FORMING PART OF THE NOTES

PARTICULARS	CURRENT YEAR	CURRENT YEAR
	AMOUNT (in Rs.)	AMOUNT (in Rs.)
Unsecured Loan:		
From Related parties:		
From Director:		
Rajeshbhai Likhya	1950000.00	1950000.00
Form Shareholders and relatives:		
Abhishek Sureshbhai Mehta	2150000.00	
Ashvinbhai Raghavjibhai Jivani	1300000.00	
Dhirubhai Bhurabhai Boda	200000.00	
Hardik Rajeshbhai Likhya	1250000.00	
Hina Yogesh Gandhi	6813010.00	
Jayesh Mavjibhai Chaniyra	2690000.00	
Karan Pravinbhai Shah	1058620.00	
Khushbuben Rameshbhai Derasariya	750000.00	
Manishbhai S. Shah	2500000.00	
Meenaben C. Gandhi	8324610.00	
Nayna Pravinbhai Mehta	1450000.00	
Nitco Limited	194186963.00	
Payal Vishal Gandhi	2117140.00	
Pravinchandra Sevantilal Sheth - HUF	1629000.00	
Rajesh S. Shah	2117140.00	
Rameshbhai Babulal Bhadja	1075000.00	
Ratilal Chhaganbhai Patel	746580.00	
Sadhna Sureshbhai Mehta	2700000.00	
Utsav V Mehta	700000.00	233758063.00
From Others		
Derasariya Impex	2122500.00	
KPM Realty Pvt.Ltd.	13055250.00	
Sharddha Enterprise	1500000.00	
Vardhman Residency	301000.00	16978750.00
Other Long Term Liabilities		
Creditors Against LC		
EFI Creta Print SLU	13517190.00	13517190.00



NEW VARDHMAN VITRIFIED PVT. LTD.

GROUPING FORMING PART OF THE NOTES

PARTICULARS	CURRENT YEAR AMOUNT (in Rs.)	CURRENT YEAR AMOUNT (in Rs.)
TRADE PAYABLE:		
Sundry Creditors For Raw Materials:		
Creditor for Foreign	10560429.86	
Creditor for Lumps	265477.75	
Creditor for Packing Materials	37636182.30	
Creditor for Raw Materials	220860848.99	
Creditor for Stores & Spares	44474332.95	
Creditor for Unglazed Biscuits	86679442.11	400476713.96
Sundry Creditors Capital Goods :		
Creditor for Capital Goods	55656475.32	
Creditor for Factory Building	1119063.00	
SUB TOTAL-I	56775538.32	
Sundry Creditors For Expenses :		
Creditor for CHA & Trans	122824.00	
Creditor for Contractor & Job Work	1247358.00	
Creditor for Expenses	30238960.79	
Creditor for Transporter	281489.00	
SUB TOTAL-II	31890631.79	
TOTAL SUNDRY CREDITORS FOR EXPENSES AND CAPITAL GOODS (I+II)		88666170.11
ADVANCE FROM CUSTOMERS:		
Harshita Enterprises	14388.00	
Rainbow Marble	100000.00	
Siddhi Developers	28276.00	
Sitesh Construction	65612.00	
Surana Sanitary	168613.00	376889.00
TRADE RECEIVABLE:		
NITCO Ltd.	365203866.36	
From Others	24098213.58	389302079.94
ADVANCE TO SUPPLIERS:		
Creditor for Expenses & Capital Goods	275900.20	
Creditor for Factory Building	50000.00	
Creditor for Factory Lumps	134909.00	
Creditor for Raw Materials	17297288.00	
Creditor for Stores & Spares	100000.00	17858097.20

