

**FINANCIAL STATEMENT OF  
BILT TREE TECH LIMITED,  
FOR THE PERIOD ENDING ON 31<sup>ST</sup> MARCH, 2015**

**K. K. MANKESHWAR & CO.  
CHARTERED ACCOUNTANTS**

**INDEPENDENT AUDITOR'S REPORT**

To,  
**The Members of Bilt Tree Tech Limited**

**Report on the Financial Statements**

We have audited the accompanying financial statements of Bilt Tree Tech Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the period then ended, and a summary of the significant accounting policies and other explanatory information.

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation & presentation 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.

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

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



**OFFICES AT :**

- 243, "SHRIKA RESIDENCY" CANAL ROAD, DHARAMPETH, NAGPUR - 440010.
- BLOCK-E, NEW R D A BUILDING, BOMBAY MARKET, G.E. ROAD, RAIPUR - 492001.
- A-425, SARITA VIHAR, NEW DELHI - 110076.
- 29, KALIANDAS UDYOG BHAWAN, CENTURY BAZAR LANE, PRABHADEVI, MUMBAI - 400025.
- PRABHATARA APTS, 3rd FLOOR, WR. PARANJAPE LANE, NEAR HOTEL VAISHALI, SHIVAJINAGAR PUNE - 411004.

appropriate in the circumstances but not for the purpose of expressing an opinion whether the company has in place an adequate internal financial control system over financial reporting and the operating effectiveness of such control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

## **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2015, and its loss and its cash flows for the period ended on that date.

## **Report on Other Legal and Regulatory Requirements**

As required by the Companies (Auditor's Report) Order 2015 ("the Order") issued by the Central Government of India in terms of section (11) of section 143 of the Companies Act 2013, we give in the Annexure a statement on the matters specified in the paragraphs 3 and 4 of the Order to the extent applicable.

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

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books .
- c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.



- f. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note B-23 to the financial statements;
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



**Abhay Upadhye**

*Partner*

Membership No. 049354

For and on Behalf of

**K. K. Mankeshwar & Co.**

*Chartered Accountants*

FRN: 106009W



Nagpur, dated the  
12<sup>th</sup> May, 2015

## ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT

The annexure referred to in our independent auditor's report to the members of Bilt Tree Tech Limited ("the Company"), on the Financial Statements for the period ended 31<sup>st</sup> March 2015, we report that:

- i. In respect of Fixed Assets:
  - a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
  - b) The fixed assets were physically verified during the period by the Management. No material discrepancies were noticed on such physical verification.
- ii. In respect on inventories
  - a) The inventories (excluding stocks with third parties) were physically verified during the period by the Management at reasonable intervals. In our opinion, the frequency of verification is reasonable.
  - b) The procedure of physical verification of inventories followed by the management is reasonable and adequate in relation to the size of the company and the nature of its business.
  - c) The Company is maintaining proper records of inventory. There were no discrepancies noticed on verification between the physical stocks as compared to the book records.
- iii. In respect of loans, secured or unsecured, the company has neither granted nor taken any loans from Companies, firms or other parties covered in the registered maintained under section 189 of the Companies Act.
- iv. In our opinion, the Company has an adequate internal control system which is commensurate with the size of the company and nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. Also, there is no major weakness in internal control system.
- v. The Company has not accepted any deposits from public within the meaning of sections 73 to 76 or any other relevant provision of the Companies Act and the rules framed there under, where applicable. Therefore the said clause is not applicable to the company.
- vi. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
- vii. In respect of statutory dues:
  - a) The company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess and other statutory dues applicable to it. There are no undisputed amounts payables in respect of the aforesaid dues as on 31<sup>st</sup> March 2015 for a period more than six months from the date of becoming payable.
  - b) There are no dues of sales tax, income tax, custom duty, wealth tax, excise duty/cess which have not been deposited on account of any dispute.



c) The provision of investor education and protection fund in accordance with the relevant provisions of the Companies Act, 2013 and rules made thereunder, are not applicable to the Company.

- viii. The Company has no accumulated losses as on 31<sup>st</sup> March 2015 but has incurred cash loss during the financial period covered by our audit. However, no cash losses were incurred in the immediately preceding financial year.
- ix. The Company has not defaulted in repayment of dues to any financial institution or bank or debenture holders as at the Balance Sheet date.
- x. The Company has given guarantees for loans taken by others from banks but the terms and conditions are not prejudicial to the interests of the Company.
- xi. The term loans taken during the period have been applied for the purpose for which they were obtained.
- xii. In accordance with the Generally Accepted Accounting Practices in India, and in accordance to the information and explanation given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the period, nor we have been informed of such case by the management.



**Abhay Upadhye**

*Partner*

Membership No. 049354

For and on Behalf of

**K. K. Mankeshwar & Co.**

*Chartered Accountants*

FRN: 106009W

Nagpur, dated the  
12<sup>th</sup> May, 2015



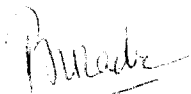
BALANCE SHEET AS ON MARCH 31, 2015

IN Rs.

	Note No	As at 31.03.2015	As at 30.06.2014
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
Share Capital	B-1	1,08,00,000	1,08,00,000
Reserves and Surplus	B-2	1,75,48,594	3,47,86,080
		<u>2,83,48,594</u>	<u>4,55,86,080</u>
<b>Non - current liabilities</b>			
Long term borrowings	B-3	7,07,037	-
Long term provisions	B-4	22,29,522	19,32,384
		<u>29,36,559</u>	<u>19,32,384</u>
<b>Current Liabilities</b>			
Trade payables	B-5	18,47,59,520	24,44,04,817
Other current liabilities	B-6	11,84,92,450	8,63,09,007
Short term provisions	B-7	14,01,114	58,107
		<u>30,46,53,084</u>	<u>33,07,71,931</u>
<b>TOTAL</b>		<b>33,59,38,237</b>	<b>37,82,90,395</b>
<b>ASSETS</b>			
<b>Non - current assets</b>			
<b>Fixed Assets</b>			
Tangible assets	B-8	6,97,96,042	7,11,53,403
Intangible assets		31,768	46,813
Capital work in progress		14,65,162	15,27,386
Intangible assets under development		57,655	27,792
		<u>7,13,50,627</u>	<u>7,27,55,394</u>
Non - current investments	B-9	-	9,500
Long term loans and advances	B-10	12,66,951	4,77,211
		<u>12,66,951</u>	<u>4,86,711</u>
<b>Current Assets</b>			
Inventories	B-11	11,29,50,697	15,41,40,673
Trade receivables	B-12	3,00,77,866	3,23,91,667
Cash and cash equivalents	B-13	11,50,44,693	8,77,58,818
Short term loans and advances	B-14	47,37,207	2,96,67,673
Other Current Assets	B-15	5,10,196	10,89,459
		<u>26,33,20,659</u>	<u>30,50,48,290</u>
<b>TOTAL</b>		<b>33,59,38,237</b>	<b>37,82,90,395</b>

Significant Accounting Policies  
Notes to Financial Statements  
As per our report attached

A &amp; B



ABHAY UPADHYE

Partner

Membership No. 049354

For and on behalf of

K.K.MANKESHWAR &amp; CO.,

Chartered Accountants

FRN- 106009W



For and on behalf of Board



Director

S. K. KHANDELWAL



Director

SANJAY SHARAD SEN

Nagpur, dated the  
12th May, 2015



## STATEMENT OF PROFIT AND LOSS FOR THE NINE MONTH ENDED MARCH 31, 2015

IN Rs.

	Note No	For the nine month ended 31.03.2015	For the year ended 30.06.2014
<b>Revenue</b>			
Revenue from Operations	B-16	65,45,89,062	68,70,89,966
Other Income	B-17	74,86,272	62,82,838
<b>Total Revenue</b>		<b>66,20,75,334</b>	<b>69,33,72,804</b>
<b>Expenses</b>			
Cost of materials consumed	B-18	16,36,360	17,66,288
Purchases of stock in trade	B-19	53,68,86,522	57,56,37,063
Changes in inventories of finished goods, work in progress and stock in trade	B-20	4,15,41,917	(1,35,57,409)
Employee Benefit Expenses	B-21	3,72,61,195	4,93,57,426
Depreciation and Amortisation Expenses	B-8	48,46,838	64,09,513
Other Expenses	B-22	5,17,35,182	5,21,82,368
<b>Total Expenses</b>		<b>67,39,08,014</b>	<b>67,17,95,249</b>
<b>Profit / (Loss) before tax</b>		<b>(1,18,32,680)</b>	<b>2,15,77,555</b>
<b>Tax expense:</b>			
Current tax		13,42,700	11,95,870
Deferred tax		-	-
Excess provision relating to earlier years		4,081	-
		13,46,781	11,95,870
<b>Profit / (Loss) after tax</b>		<b>(1,31,79,461)</b>	<b>2,03,81,685</b>
<b>Earning per equity share:</b>			
	B-23		
(1) Basic (Rs)		(12.20)	18.87
(2) Diluted (Rs)		(12.20)	18.87

Significant Accounting Policies  
Notes to Financial Statements  
As per our report attached

A &amp; B



ABHAY UPADHYE

Partner

Membership No. 049354

For and on behalf of

K.K.MANKESHWAR &amp; CO.,

Chartered Accountants

FRN- 106009W

For and on behalf of Board

Director

S. K. KHANDELWAL

Director

SANJAY SHARAD SEN

Nagpur, dated the  
12th May, 2015






	For the year ended 31-03-2015 Rs.	For the year ended 30-06-2014 Rs.
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before exceptional items, tax, minority interest and appropriations	(1,18,32,680)	2,15,77,555
Adjustments for:		
Interest received	(43,45,293)	(34,17,317)
(Profit) / Loss on sale of Assets (net)	-	(2,39,723)
Unspent Liabilities and Excess Provisions of earlier years written back	(13,69,407)	-
Bad Debts	41,07,500	-
Unused Stores and Spares written off	91,354	-
Advances & Deposits written off	6,59,421	-
Investment written off (NSC)	9,500	-
Depreciation & amortisation expenses	48,46,838	64,09,513
Excess provision relating to earlier years	(4,081)	-
<b>Operating Profit before Working Capital Changes</b>	<b>(78,36,848)</b>	<b>2,43,30,028</b>
<b>Adjustment for Working Capital Changes :</b>		
(Increase)/decrease in trade receivable	(17,93,699)	(95,11,078)
(Increase)/decrease in inventory	4,10,98,622	(1,35,43,889)
(Increase)/decrease in loans, advances and other current assets	2,42,73,045	(2,48,04,411)
Increase/(decrease) in liabilities and provisions	(2,56,31,465)	7,07,17,823
<b>Cash generated from operations</b>	<b>3,01,09,655</b>	<b>4,71,88,473</b>
Income tax paid (net)	(8,96,812)	(9,45,010)
<b>Net cash flow inflow from operating activities</b>	<b>2,92,12,843</b>	<b>4,62,43,463</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Increase in fixed assets, capital work-in-progress and capital advances	(78,81,824)	(1,07,14,326)
Proceed from Sale of property plant and equipment	-	6,14,117
Interest received	49,24,556	27,36,268
Grant Received	56,700	-
(Increase)/decrease in other bank balances	(1,84,89,239)	(2,12,95,613)
<b>Net cash flow from investing activities</b>	<b>(7,13,89,807)</b>	<b>(2,86,59,554)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Increase/(decrease) in borrowings	9,73,600	-
<b>Net cash flow from financing activities</b>	<b>9,73,600</b>	<b>-</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>87,96,636</b>	<b>1,75,83,909</b>
<b>Cash and cash equivalents at beginning of reporting year</b>	<b>4,11,97,459</b>	<b>2,36,13,550</b>
<b>Cash and cash equivalents (closing balance)</b>	<b>4,99,94,095</b>	<b>4,11,97,459</b>

**NOTES**

- a) The Cash Flow Statement has been prepared under the Indirect method as set out in the Accounting Standard (AS) 3 "Cash Flow  
b) Cash and cash equivalents represent Cash & Bank balances only.  
c) The previous year figures have been regrouped/reclassified, wherever necessary to conform to the current year's presentation.  
As per our report of even date attached.

  
**ABHAY UPADHYE**

Partner

Membership No. 049354

For and on behalf of

**K.K.MANKESHWAR & CO.,**

Chartered Accountants

FRN- 106009W



For and on behalf of Board

  
Director

**S. K. KHANDELWAL**

  
Director

**SANJAY SHARAD SEN**

Nagpur, dated the  
12th May, 2015



i) Basis of Preparation of Financial Statements

The Financial Statement are prepared on accrual basis as a going concern under historical cost convention to comply with the Accounting Standards as notified under section 133 read with Rule 7 of Companies (Accounts), Rules 2014 and other relevant provisions of the Companies Act, 2013.

ii) Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities as at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. The differences between the actual results and estimates are recognised in the period in which the results are known/materialise.

iii) Cash flow statement

The cash flow Statement has been prepared under 'Indirect Method' in accordance with the requirement of Accounting Standard - 3 "Cash Flow Statement".

iv) Cash and cash equivalents

Cash and cash equivalents comprise cash and cash on deposit with banks and corporations. The Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

v) Fixed Assets

**Tangible Assets:** Tangible assets are stated at their original cost including freight, duties, taxes and other incidental expenses related to acquisition and installation.

**Intangible Assets:** Intangible Assets are recognised when it is probable that the future economic benefits that are attributable to the assets will flow to the Company and the cost of asset can be measured reliably.

vi) Depreciation

Depreciation on Fixed Assets is provided on useful life in an Assets in accordance with Schedule II to the Companies Act, 2013.

vii) Inventories

Inventories are valued at lower of cost or net realisable value. Cost of stores is on first in first out basis. Valuation of work-in-progress has been done on cost basis for the saplings which have not grown up to the age for sowing. The costs attributed to bring the saplings (power, labour etc.) up to the age of sowing in ground is also considered for the valuation purpose. Finished stocks include all the applicable allocable overheads and other costs incurred in bringing the inventories to their present location and condition.

viii) Accounting for effects in foreign exchange rates

(i) Initial Recognition

Foreign currency transaction are recorded in Indian Rupees being the reporting currency, by applying to the foreign currency amount, the exchange rate between the reporting currency and the foreign currency at the respective date of the transaction.

(ii) Conversion

Foreign currency monetary items are reported using the closing rate as at the year/ period end. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

(iii) Exchange Differences

Exchange differences arising on the settlement of monetary items or on reporting the company's monetary items at rates different from those at which they were initially recorded during the financial year are recognised as income or as expenses in the financial year in which they arise except for adjustment of exchange difference arising on reporting of long term foreign currency monetary items in so far they related to the acquisition of a depreciable capital assets which are adjusted to the cost of the assets.



ix) Accounting for Investments

Investments are classified into current and long term investments. Current investments are stated as lower of cost and fair value. Long term investments are stated at cost less any provision for diminution in value other than temporary, if any.

x) Retirement benefits

a) Short Term employee benefits are charged off at the undiscounted amount in the year in which the related service is rendered.

b) Post employment and other long term employee benefits are charged off in the year in which the employee has rendered services. The amount charged off is recognized at the present value of the amounts payable determined using actuarial valuation techniques. Actuarial gain and losses in respect of Post Employment other long term benefits are charged to Statement of Profit and Loss.

xi) Revenue Recognition

a) Sale : Sales are recognised when the substantial risks and rewards of ownership in the goods are transferred to the buyer as per terms of the contract.

b) Interest on deposits: Interest income is recognised on time proportion basis taking into account the amount outstanding and the applicable interest rates.

xii) Earnings per share

Basic earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The diluted potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value which is the average market value of the outstanding shares. Dilutive potential equity shares are deemed converted as of the beginning of the year, unless issued at a later date. Dilutive potential equity shares are determined independently for each year presented.

The number of shares and potentially dilutive equity shares are adjusted retrospectively for all years presented for any share splits and bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors.

xiii) Accounting for Taxes

Provision for current tax is made on the basis of estimated taxable income for the current accounting year in accordance with the Income Tax Act, 1961. The deferred tax for the timing difference between the book and tax profits for the year is accounted for using the tax rates and laws that have been substantially enacted as of the balance sheet date. Deferred tax assets arising from timing differences are recognized to the extent there is virtual certainty that these would be realized in future.

xiv) Impairment of Assets

At each Balance Sheet date, the Company assesses whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount. If the carrying amount of the asset exceeds its recoverable amount, an impairment loss is recognised in the Statement of Profit and Loss to the extent the carrying amount exceeds the recoverable amount.

xv) Provision and Contingencies

The Company creates a provision when there is present obligation as a result of past events that probably require an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that probably will not require an outflow of resources or where a reliable estimate of the obligation cannot be made.

xvi) Grant

Revenue Grants received by the Company are recognised as income in the Statement of Profit and Loss to match with the related cost with the intent to compensate. Also Capital Grants related to fixed depreciable assets are adjusted against the gross cost of the relevant assets while those related to non-depreciable assets are credited to capital reserve.





	As at 31.03.2015	As at 30.06.2014
<b>B-1: SHARE CAPITAL</b>		
<b>Authorised:</b>		
20,00,000 (Previous year 20,00,000) Equity Shares of Rs. 10/- each	2,00,00,000	2,00,00,000
<b>Issued, Subscribed and fully paid up :</b>		
10,80,000 (Previous year 10,80,000) Equity Shares of Rs.10/- each	1,08,00,000	1,08,00,000
	<b>1,08,00,000</b>	<b>1,08,00,000</b>

**Notes:****1.1 Reconciliation of number of Shares**

Equity Shares:	As at 31.03.2015		As at 30.06.2014	
	Nos of Shares	Amount	Nos of Shares	Amount
Balance at beginning of the year	10,80,000	1,08,00,000	10,80,000	1,08,00,000
Add: Issued during the year	-	-	-	-
<b>Balance at the end of the year</b>	<b>10,80,000</b>	<b>1,08,00,000</b>	<b>10,80,000</b>	<b>1,08,00,000</b>

**1.2 Rights, preference and restrictions attached to shares:**

The company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

**1.3 Shares held by holding company**

	As at 31.03.2015	As at 30.06.2014
9,90,000 Equity Shares (30 June, 2014 : 9,90,000 equity shares) held by Ballarpur Industries Limited, the Holding Company	99,00,000	99,00,000

**1.3 Details of Shares held by shareholders holding more than 5% of the aggregate shares as on 31.03.2015 in the Company:**

Name of shareholder	As at 31.03.2015		As at 30.06.2014	
	Nos of Shares	Holding (%)	Nos of Shares	Holding (%)
Ballarpur Industries Limited	9,90,000	91.67%	9,90,000	91.67%
Avantha Holdings Limited	89,960	8.32%	89,960	8.32%

**B-2: RESERVE & SURPLUS**

Surplus / (-Deficit) in Statement of Profit and Loss:		
At the beginning of the year	3,47,86,080	1,44,04,395
Add: Net profit / (-Loss) for the year	(1,31,79,461)	2,03,81,685
Less: Difference of Depreciation due to change in life of asset as per schedule II of companies act 2013	(40,58,025)	-
At the close of the reporting year	1,75,48,594	3,47,86,080
	<b>1,75,48,594</b>	<b>3,47,86,080</b>



As at  
31.03.2015As at  
30.06.2014**B-3: LONG TERM BORROWINGS**

Secured Loans:-

Vehicle Loan (See Note 3.1)

7,07,037

7,07,037

**Note B-3.1 Nature of security and terms of repayment for borrowings**

Nature of Security

Term loan from HDFC bank secured by specific charged on equipment

Name of Bank	Total No of instalment	Instalment amount	Interest rate (as on 31.03.2015)
HDFC Bank Car loan	36 months	31,526.00	16.5%

**B-4: OTHER LONG TERM PROVISIONS**

Provision for employee benefits:-

-Provision for Gratuity

18,62,485

14,05,958

-Provision for Leave Encashment

3,67,037

5,26,426

22,29,522

19,32,384

**B-5: TRADE PAYABLES**

Due to micro, small and medium enterprises

Payable to Related Parties

Due to others

15,87,13,900

19,47,81,597

2,60,45,620

4,96,23,220

18,47,59,520

24,44,04,817

Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 :

Particulars	31.03.2015	30.06.2014
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	Nil	Nil
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	Nil	Nil
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	Nil	Nil
(iv) The amount of interest due and payable for the year	Nil	Nil
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	Nil	Nil
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	Nil	Nil

Dues to Micro and Small Enterprises have been determined to the extent such parties have been collected by the Management.

**B-6: OTHER CURRENT LIABILITIES**

Current maturities of long term debt

Payables for capital goods

Advance received from customers

Statutory dues payable

Payable to employee

Due to related Parties

2,66,563

1,62,271

30,31,405

17,79,855

35,50,267

10,97,02,089

11,84,92,450

-

5,92,371

2,36,86,657

17,04,141

16,57,864

5,86,67,974

8,63,09,007

**B-7: SHORT TERM PROVISIONS**

Provisions for employee benefits:-

-Provision for Gratuity

-Provision for Leave Encashment

-Provision for tax

45,620

37,579

12,794

20,528

13,42,700

14,01,114

58,107



## B-8: FIXED ASSETS

In Rs

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK		
	As on 01-07-14	Additions for the period	Deductions during the period	Grant Received	As on 31-03-15	As on 01-07-14	Additions for the period	Deductions during the period	Difference depreciation due change in useful life of assets as per schedule II of companies act 2013	As on 31-03-15	As on 30-06-14
<b>Tangible Assets</b>											
Free Hold Land	7,39,484	1,90,538	-	-	9,30,022	-	-	-	-	9,30,022	7,39,484
Buildings*	4,65,74,645	21,53,623	-	-	4,87,28,268	95,57,778	20,38,675	-	30,42,179	3,40,90,136	3,70,17,367
Plant and Equipment	7,47,04,718	39,16,925	-	-	7,86,21,643	4,32,96,430	23,95,824	-	9,12,062	3,70,57,327	3,14,68,288
Furniture & Fixtures	19,70,372	59,118	-	-	20,29,490	10,48,612	1,37,460	-	2,246	8,61,177	9,77,760
Vehicles#	41,65,400	11,72,838	-	56,700	52,81,538	36,40,952	67,520	-	47,506	15,25,560	5,24,648
Computers	22,40,756	96,115	-	-	23,36,871	17,38,700	1,95,999	-	50,347	3,37,825	5,02,056
	13,03,95,375	75,89,157	-	56,700	13,79,77,832	5,92,41,972	48,35,478	-	40,54,340	6,97,96,042	7,17,53,403
<b>Intangible Assets</b>											
Computer Software	96,422	-	-	-	96,422	49,609	11,360	-	3,685	31,768	46,813
	96,422	-	-	-	96,422	49,609	11,360	-	3,685	31,768	46,813
<b>TOTAL</b>	<b>13,04,91,797</b>	<b>75,89,157</b>	<b>-</b>	<b>56,700</b>	<b>13,80,24,254</b>	<b>5,92,91,581</b>	<b>48,46,838</b>	<b>-</b>	<b>40,58,025</b>	<b>6,81,96,444</b>	<b>7,12,00,216</b>
<b>PREVIOUS YEAR</b>	<b>12,35,11,806</b>	<b>90,35,439</b>	<b>20,55,448</b>	<b>-</b>	<b>13,04,91,797</b>	<b>5,45,63,123</b>	<b>64,09,313</b>	<b>16,81,055</b>	<b>-</b>	<b>5,92,91,581</b>	<b>7,12,00,216</b>

\* Includes building and superstructure constructed on land belonging to Bilt Graphics Paper Products Limited.

# Rs 56,700/- cost of vehicle purchase from Capital Grant received from World Bank.





	As at 31.03.2015	As at 30.06.2014
<b>B-9: NON-CURRENT INVESTMENT</b>		
Investment in Government Securities		
National Saving Certificate	-	9,500
	-	<b>9,500</b>
<b>B-10: LONG TERM LOANS AND ADVANCES</b>		
Capital advances	-	1,05,072
Security Deposits	84,045	86,045
Balance with Govt Authorities	1,69,658	1,69,658
Tax deducted at source including advance tax paid	10,13,248	1,16,436
	<b>12,66,951</b>	<b>4,77,211</b>
<b>B-11: INVENTORIES</b>		
Raw materials	11,04,329	11,13,980
Work in progress	7,87,88,901	6,41,65,689
Finished goods	2,41,99,810	2,57,56,390
Stock in trade	1,56,105	5,47,64,654
Stores and spares	87,01,552	83,39,960
	<b>11,29,50,697</b>	<b>15,41,40,673</b>
<b>B-12: TRADE RECEIVABLES</b>		
Trade Receivable- exceeding six months from the date they are due for payment		
Unsecured, considered good	74,32,921	79,53,278
Receivables from related parties	2,24,39,964	2,14,05,197
Trade Receivables- others		
Unsecured, considered good	2,04,981	30,33,192
	<b>3,00,77,866</b>	<b>3,23,91,667</b>
<b>B-13: CASH AND BANK BALANCES</b>		
Cash & Cash Equivalents		
Balances with banks		
-In Current accounts	4,99,36,403	4,06,06,713
Cash on hand	16,592	5,90,746
Cheques, drafts on hand	41,100	-
	4,99,94,095	4,11,97,459
Other Bank Balance		
In deposit accounts exceeding three months but less than twelve months	6,50,50,598	4,65,61,359
	<b>11,50,44,693</b>	<b>8,77,58,818</b>
<b>B-14: SHORT TERM LOANS &amp; ADVANCES</b>		
Unsecured considered goods		
Advances to employees	91,954	2,81,296
Security deposits	2,51,070	14,02,000
Prepaid expenses	6,08,034	16,25,616
Balance with Government Authorities	29,47,296	26,17,728
Advances to Trade Creditors	6,59,306	17,99,732
Others	1,79,547	2,19,41,301
	<b>47,37,207</b>	<b>2,96,67,673</b>
<b>B-15: OTHER CURRENT ASSETS</b>		
Interest accrued on deposit	5,10,196	10,89,459
	<b>5,10,196</b>	<b>10,89,459</b>

For the nine month ended  
31.03.2015For the year ended  
30.06.2014**B-16: REVENUE FROM OPERATIONS**

Sale of Products - Produced Plant, Fruit & Wood	10,03,17,345	8,45,54,621
Sale of Products - Traded Wood	54,08,72,791	56,87,66,716
Plant	16,93,751	-
Seed	4,73,650	5,44,210
Bare Root Casurina Seedlings	3,77,136	3,91,874
	<u>54,34,17,328</u>	<u>56,97,02,800</u>
Other Operating Revenue Plantation & Harvesting Expenses Received	1,05,04,389	3,26,57,545
Sale of Services	3,50,000	1,75,000
	<u>1,08,54,389</u>	<u>3,28,32,545</u>
	<u><b>65,45,89,062</b></u>	<u><b>68,70,89,966</b></u>

**B-17: OTHER INCOME**

Interest income	43,45,293	34,17,317
Profit on sale of fixed assets (Net)	-	2,39,723
Unspent liabilities and excess provisions of earlier years written back	13,69,407	-
Grant Received (World Bank-DM)	17,27,504	25,46,914
Other non operating income (net of expenses directly attributable to such income)	44,068	78,884
	<u>74,86,272</u>	<u>62,82,838</u>

**B-18: COST OF MATERIALS CONSUMED**

Cocopeth	5,94,958	9,04,725
Vermiculite	90,227	2,32,975
Boric acid	10,755	10,244
Captaf	6,360	5,018
IBA	2,65,676	3,17,564
Talcum power	8,126	10,314
Blitox	1,80,941	58,410
Carbonised rice huck	4,76,248	1,97,615
Sand	3,069	29,423
	<u>16,36,360</u>	<u>17,66,288</u>

**B-19: PURCHASES OF STOCK-IN-TRADE**

Wood	53,39,86,686	57,34,90,177
Plants	19,23,936	-
Seed	1,60,000	6,30,000
Bare Root Casurina Seedlings	8,15,900	15,16,886
	<u>53,68,86,522</u>	<u>57,56,37,063</u>







	For the nine month ended 31.03.2015	For the year ended 30.06.2014
<b>B-20: CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE</b>		
<b>Stock at the beginning of the year</b>		
Finished goods	2,57,56,390	2,08,41,535
Work-in-progress	6,41,65,689	6,60,22,943
Stock-in-trade	5,47,64,654	4,42,64,846
<b>Total (A)</b>	<b>14,46,86,733</b>	<b>13,11,29,324</b>
<b>Stock at the end of the year</b>		
Finished goods	2,41,99,810	2,57,56,390
Work-in-progress	7,87,88,901	6,41,65,689
Stock-in-trade	1,56,105	5,47,64,654
<b>Total (B)</b>	<b>10,31,44,816</b>	<b>14,46,86,733</b>
<b>Net (Increase) / Decrease on Stock (A-B)</b>	<b>4,15,41,917</b>	<b>(1,35,57,409)</b>
<b>B-21: EMPLOYEE BENEFITS EXPENSE</b>		
Salaries and wages	3,46,09,731	4,62,42,527
Contribution to provident and other funds	19,47,924	24,04,076
Staff welfare expenses	7,03,540	7,10,823
	<b>3,72,61,195</b>	<b>4,93,57,426</b>

The disclosure required under Accounting Standard 15 "Employee Benefits" notified in the Companies (Accounting standards) Rules 2014, are given below:

Defined Contribution Plan

Contribution to defined contribution Plan, recognized are charged off for the year are as under:

	For the Year 2014-15	For the Year 2013-14
Employer's Contribution in Provident Fund	6,94,335	10,02,372
Employer's Contribution in Pension Scheme	8,87,402	11,03,379



For the nine month ended  
31.03.2015For the year ended  
30.06.2014

Defined benefit Plan:

The Present Value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the financial obligations.

The obligation for leave encashment is recognized in the same manner as gratuity.

	As at 31 March, 2015		As at 30 June, 2014	
	Gratuity (Unfunded)	Encashment (Unfunded)	Gratuity (Unfunded)	Encashment (Unfunded)
<b>a) Reconciliation of Opening and closing balances of Defined benefit Obligation</b>				
Defined Benefit Obligation at the beginning of the year	14,43,537	5,46,954	12,37,426	4,56,419
Current Service Cost	1,81,705	86,281	2,31,447	90,319
Interest Cost	94,191	35,689	1,07,656	39,708
Actuarial (gain)/loss	2,83,356	(2,342)	(32,081)	1,56,151
Benefits Paid	(94,684)	(2,86,751)	(1,00,911)	(1,95,643)
Defined Benefits Obligations at year end	19,08,105	3,79,831	14,43,537	5,46,954
<b>b) Reconciliation of Opening and closing balances of Fair value of plan assets</b>				
Fair Value of plan assets at beginning of the year	-	-	-	-
Expected Return on Plan Assets	-	-	-	-
Actuarial (gain)/loss	-	-	-	-
Employer's Contribution	(2,83,356)	2,342	32,081	(1,56,151)
Fair Value of Plan Assets at the year end	2,83,356	(2,342)	(32,081)	1,56,151
Actual Return on Plan Assets	-	-	-	-
<b>c) Reconciliation of Fair value assets and obligations</b>				
Fair Value of plan assets at 31st March 2015	-	-	-	-
Present Value of obligation as at 31st March 2015	19,08,105	3,79,831	14,43,537	5,46,954
Amount recognized in Balance Sheet	19,08,105	3,79,831	14,43,537	5,46,954
<b>d) Expenses recognised during the year (Under the head "Employee Benefits Expense")</b>				
Current Service Cost	1,81,705.00	86,281.00	2,31,447.00	90,319.00
Interest Cost	94,191.00	35,689.00	1,07,656.00	39,708.00
Expected return on plan assets	-	-	-	-
Actuarial (gain) / loss	2,83,356.00	(2,342.00)	(32,081.00)	1,56,151.00
Net Cost	5,59,252.00	1,19,628.00	3,07,022.00	2,86,178.00
<b>e) Discount Rate (Per annum)*</b>				
Expected rate of return on plan assets (per annum)	7.75%	7.75%	8.70%	8.70%

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.





	For the nine month ended 31.03.2015	For the year ended 30.06.2014
<b>B-22: OTHER EXPENSES</b>		
Power and fuel	10,63,108	9,21,089
Consumption of stores & Spare parts	37,64,039	35,99,190
Water charges	3,27,876	5,85,986
Rent	19,32,555	28,39,057
Sapling Producing & Nursery maintenance expenses	1,16,00,784	98,49,932
Repairs to buildings	11,09,771	4,81,617
Repairs to machinery	9,57,155	6,27,352
Repairs others	3,51,591	1,64,153
Insurance	13,62,387	12,08,888
Rates and taxes	3,36,970	2,62,451
Office & Other Expenses	87,82,053	1,39,07,670
Bad Debts	41,07,500	-
Unused Stores and Spares written off	91,354	-
Advances & Deposits written off	6,59,421	-
Legal and professional charges	26,77,290	40,92,784
Selling expenses	3,12,916	14,86,288
Carriage and Freight	1,23,03,412	1,21,55,911
	<b>5,17,35,182</b>	<b>5,21,82,368</b>
	<b>For the year ended 31.03.2015</b>	<b>For the year ended 30.06.2014</b>

Note : 22.1) Legal & Professional Charges include auditors' remuneration as under :

- Statutory Audit Fees	2,24,720	2,24,720
- Tax Audit Fees	84,270	84,270
- Other capacity	61,798	39,888
- Reimbursement of expenses	12,383	5,514
	<b>3,83,171</b>	<b>3,54,392</b>

**B-22: EARNING PER SHARE**

Net Profit / (Loss) after tax attributable to shareholders	(1,31,79,461)	2,03,81,685
Weighted Average No. of Equity Shares outstanding during the year	10,80,000	10,80,000
Nominal value per share	10	10
<b>Basic /Diluted Earnings Per Share</b>	<b>(12.20)</b>	<b>18.87</b>

**B-23: CONTINGENT LIABILITIES AND COMMITMENTS**

(to the extent not provided for)

**Contingent Liabilities:**

(a) Claims against the company not acknowledged as debts	3,96,37,930	3,97,83,891
(b) Guarantees	4,17,000	4,17,000
<b>Total (A)</b>	<b>4,00,54,930</b>	<b>4,02,00,891</b>

**Commitments**

Estimated amount of contracts remaining to be executed on capital	28,39,923	79,60,023
<b>Total (B)</b>	<b>28,39,923</b>	<b>79,60,023</b>
<b>Total (A+B)</b>	<b>4,28,94,853</b>	<b>4,81,60,914</b>





24 Expenditure in foreign currency on travelling: Rs. 56,654/- (Previous year: Rs. 98,245/-).

25 Value of imported & indigenous raw material and Stores & Spares Parts consumed during the year

Particulars	Current Year		Previous year	
	Amount in Rs	%	Amount in Rs	%
<b>A) Raw Materials</b>				
Imported	-	-	-	-
Indigenous	16,36,360	100.00%	17,66,288	100.00%
<b>Total</b>	<b>16,36,360</b>	<b>100.00%</b>	<b>17,66,288</b>	<b>100.00%</b>
<b>B) Stores &amp; Spare Parts</b>				
Imported	-	-	-	-
Indigenous	37,64,039	100.00%	35,99,190	100.00%
<b>Total</b>	<b>37,64,039</b>	<b>100.00%</b>	<b>35,99,190</b>	<b>100.00%</b>

26 Segment Reporting

Segmental revenues, Results and Other Information

Particulars	Agroforestry Operations		Non Agroforestry Operations		Total	
	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14
Segmental Revenue	11,11,71,734	11,73,87,166	54,34,17,328	56,97,02,800	65,45,89,062	68,70,89,966
Segmental Results:	3,31,97,483	1,76,16,618	(4,93,75,456)	2,25,013	(1,61,77,973)	1,78,41,631
Add: other income	-	-	-	-	43,45,293	37,35,924
Profit before tax	-	-	-	-	(1,18,32,680)	2,15,77,555
Provision for Tax	-	-	-	-	13,42,700	11,95,870
Current Tax	-	-	-	-	-	-
Deferred Tax	-	-	-	-	-	-
Fringe Benefits Tax	-	-	-	-	-	-
Excess Provision Relating to earlier Year	-	-	-	-	4,081	-
Net Profit	-	-	-	-	(1,31,79,461)	2,03,81,685
<b>Other Information</b>						
Segmental Assets	28,88,01,811	26,95,53,788	4,61,23,178	10,86,20,171	33,49,24,989	37,81,73,959
Unallocated Corporate Assets	-	-	-	-	10,13,248	1,16,436
<b>Total Assets</b>					<b>33,59,38,237</b>	<b>37,82,90,395</b>
Segmental Liabilities	17,88,73,259	28,67,09,481	12,87,16,384	4,59,94,834	30,75,89,643	33,27,04,315
Unallocated Corporate Liabilities	-	-	-	-	-	-
<b>Total Liabilities</b>					<b>30,75,89,643</b>	<b>33,27,04,315</b>
Capital Expenditure	63,83,958	82,77,545	11,16,138	-	75,00,096	82,77,545
Depreciation and amortisation expense	48,35,391	63,77,105	11,447	32,408	48,46,838	64,09,513

27 Obligations on non-cancellable operating leases

The Company has entered into operating lease agreements for lands. The lease rentals charged during the year and maximum obligations on long term non-cancellable operating leases payable as per the rentals stated in respective agreements are as follows:

	Current Year	Previous Year
	Rs.	Rs.
Lease rentals for the year	1,38,502	NIL
<b>Obligations on non-cancellable leases:</b>		
Not later than one year	30,778	NIL
Later than one year and not later than five years	NIL	NIL
Later than five years	NIL	NIL



28 Information on Related Parties as required by Accounting Standard -18 "Related Party Disclosures".

i. List of Related Parties over which control exists

**Holding Company**

Balarpur Industries Limited

**Subsidiaries (including step down subsidiaries) of Holding Company**

Balarpur International Holdings B.V.

BILT Paper B.V. (Formerly Balarpur International Graphic Paper Holdings B.V.name change w.e.f. 23rd July 2014)

Balarpur Paper Holdings B.V.

BILT Graphic Paper Products Limited

Balarpur Specialty Paper Holdings B.V.

Premier Tissues (India) Limited

Sapan Forest Industries Son. Bhd.

ii. Name of the related Parties with whom transactions were carried out during the year and nature of Relationship

**Holding Company**

Balarpur Industries Limited

**Fellow Subsidiary Company**

BILT Graphic Paper Products Limited

**Key management Personnel**

Ms. Suchita Bhandari

**Details of transaction with related parties**

Particulars	31st March, 2015 Rs.	30th June, 2014 Rs.
<b>Sale</b>		
- BILT Graphic Paper Products Limited	54,21,20,644	56,89,13,051
- Balarpur Industries Limited	19,615	3,32,500
<b>Harvesting &amp; other Plantation Charges</b>		
- Balarpur Industries Limited	-	9,09,159
- BILT Graphic Paper Products Limited	1,05,04,389	3,17,48,386
<b>Purchase</b>		
- Balarpur Industries Limited	59,131	3,16,318
- BILT Graphic Paper Products Limited	1,69,878	12,072
<b>Charges for use of Land</b>		
- BILT Graphic Paper Products Limited	1,38,502	-
<b>Outstanding Balance Debit (Credit)</b>		
- Balarpur Industries Limited	(14,93,12,302)	(18,62,00,096)
- BILT Graphic Paper Products Limited	(9,66,63,723)	(4,58,44,278)

29 During the year the Company has received grant from World Bank for carrying out Sustainable Agro Forestry Project, and so has recognised an amount of Rs. 17,77,504/- as income in the Statement of Profit & Loss to match with the related cost. Also, the Capital Grant received of Rs 56,700/- related to fixed depreciable asset is adjusted against the gross cost of the Vehicle purchased.

30 In accordance with Accounting Standard - 22 "Accounting for Tax of Income" issued by the Institute of Chartered Accountants of India, which is mandatory in nature, the Company has not recognised deferred tax assets on unabsorbed depreciation and carry forward loss as there is no virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.

31 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

32 Figures for the current period are for nine months (1st July 2014 to 31st March 2015) whereas figure for the previous year are for twelve months (1st July 2013 to 30th June 2014). Hence are not comparable.

As per our report attached

**ABHAY UPADHYE**

Partner

Membership No. 049354

For and on behalf of

**K.K.MANKESHWAR & CO.,**

Chartered Accountants

FRN- 106009W

Nagpur, dated the

12th May, 2015



For and on behalf of the Board

*[Signature]*

Director

**S. K. KHANDELWAL**

*[Signature]*

Director

**SANJAY SHARAD SEN**