

Independent Auditor's Report

To

The Members

Raipur Industrial Gases Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Raipur Industrial Gases Private Limited** which comprise the Balance Sheet as at March 31, 2015, and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 with respect to the preparation of these financial Statements that give a true & 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 Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 . This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these 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 disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the 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 Cash Flows for the year ended on that date.

Report on other Legal and Regulatory Requirements

1. The Companies (Auditor's Report) Order, 2015("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act is not applicable to the company for the year.
2. As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

- c) the Balance Sheet and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors as on 31 March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2015 from being appointed as a director in terms of Section 164(2) of the Act.
- f) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund.

**For Begani & Begani
Chartered Accountants
(FRN: 010779C)**

**VIVEK BEGANI
(PARTNER)
M. No.:403743**

**Place: RAIPUR (C.G.)
Date: 21.05.2015**

Raipur Industrial Gases Private Limited
Balance Sheet as at 31st March, 2015

(Amount in Rs.)

Particulars	Note No	31-Mar-15	31-Mar-14
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	3	100,000	100,000
(b) Reserves and Surplus		-	-
(c) Money received against share warrants		-	-
(2) Share application money pending allotment			
		-	-
(3) Non-Current Liabilities			
(a) Long-term borrowings		-	-
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities		-	-
(d) Long-term provisions		-	-
(4) Current Liabilities			
(a) Short-term borrowings		-	-
(b) Trade payables		-	-
(c) Other current liabilities	4	108,427	8,427
(d) Short-term provisions		-	-
Total		208,427	108,427
II.Assets			
(1) Non-current assets			
(a) <i>Fixed assets</i>			
(i) Tangible assets		-	-
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		-	-
(d) Long term loans and advances		-	-
(e) Other non-current assets	5	116,056	97,339
(2) Current assets			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables		-	-
(d) Cash and cash equivalents	6	92,371	11,088
(e) Short-term loans and advances		-	-
(f) Other current assets		-	-
Total		208,427	108,427
Significant Accounting Policies		2	
AS PER OUR REPORT OF EVEN DATE ATTACHED			
For, Begani & Begani		ON BEHALF OF THE BOARD OF DIRECTORS	
Chartered Accountants			
(FRN: 010779C)			
(VIVEK BEGANI)		PANKAJ SARDA RAVI THAKURDAS LADDHA	
PARTNER		DIRECTOR DIRECTOR	
M. No.403743			
PLACE : RAIPUR		PLACE: RAIPUR	
DATE : 21.05.2015		DATE : 21.05.2015	

Raipur Industrial Gases Private Limited
CASH FLOW STATEMENT FOR THE PERIOD ENDED 31st MARCH 2015

	PARTICULARS	Period ended 31.03.2015 (Rupees)	Period ended 31.03.2014 (Rupees)
A.	CASH FLOW FROM OPERATING ACTIVITIES :		
	Net Profit before tax as per Profit & Loss Account	-	-
	<u>Adjustment for :</u>		
	Depreciation	-	-
	Interest (Net)	-	-
	Unrealised Exchange (Gain)/Loss	-	-
	Dividend income	-	-
	(Profit) / Loss on sale of fixed assets	-	-
		-	-
	Operating Profit before Working Capital changes	-	-
	<u>Adjustment for :</u>		
	Inventories	-	-
	Trade and other receivable	-	-
	Loans and Advances	-	-
	(Increase)/Decrease in Fixed deposits with scheduled	-	-
	Current Liabilities	-	-
		-	-
	Cash generated from Operations	-	-
	Direct Taxes (Net)	-	-
	Net cash from Operating Activities	-	-
B.	CASH FLOW FROM INVESTING ACTIVITIES :		
	Investment in Fixed Assets including Capital WIP	-	-
	Increase in Preliminary/Preoperative Expenses	(18,717)	(10,567)
	Net Cash used in Investing Activities	(18,717)	(10,567)
C.	CASH FLOW FROM FINANCING ACTIVITIES :		
	Proceeds from issue of Share Capital	-	-
	Repayment of Borrowings	-	-
	Short term borrowings	100,000	-
	Net Cash from financing Activities	100,000	-
	Increase/(decrease) in Cash and Cash equivalents (A+B+C)	81,283	(10,567)
	Net Increase/(decrease) in Cash and Cash equivalents	81,283	(10,567)
	CASH AND CASH EQUIVALENTS AS AT 01/04/2014	11,088	21,655
	CASH AND CASH EQUIVALENTS AS AT 31/03/2015 (as per Note'6')	92,371	11,088
	Increase/(decrease) in Cash and Cash equivalents	81,283	(10,567)

Notes:

(a) Cash and cash equivalent include the following :

Balances with Scheduled banks	92,371	11,088
	<u>92,371</u>	<u>11,088</u>

(b) Figures in brackets represent outflows.

**AS PER OUR REPORT OF EVEN DATE ATTACHED
FOR, BEGANI & BEGANI
Chartered Accountants
(FRN: 010779C)**

ON BEHALF OF THE BOARD OF DIRECTORS

**(VIVEK BEGANI)
PARTNER
M. No.403743
PLACE: RAIPUR
DATE : 21.05.2015**

**(PANKAJ SARDA)
Director**

**(RAVI THAKURDAS LADDHA)
Director**

**PLACE: RAIPUR
DATE : 21.05.2015**

AUDITORS' CERTIFICATE

We have examined the attached Cash flow Statement of M/s Raipur Industrial Gases Private Limited for the period ended 31st March, 2015. The statement has been prepared by the Company in agreement with the corresponding Balance Sheet of the company.

**FOR, BEGANI & BEGANI
Chartered Accountants
(FRN: 010779C)**

**PLACE: RAIPUR
DATE : 21.05.2015**

**(VIVEK BEGANI)
PARTNER
M. No.403743**

Raipur Industrial Gases Private Limited
Notes to financial statements for the year ended 31 March 2015

1 Corporate Information

The Company has been incorporated during the financial year 2011-12 to produce Industrial Gases. As the company has not yet started its commercial operation, statement of Profit and Loss has not been prepared.

2 Significant Accounting Policies

(i) Basis of Preparation of Financial Statements

The accounts of the Company are prepared under the historical cost convention using the accrual method of accounting in accordance with the generally accepted accounting principles in India, mandatory accounting standards as specified in the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 1956.

(ii) Use of Estimates

The preparation of financial statements, in conformity with Generally Accepted Accounting Principles, requires the management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures of contingent liabilities as at the date of financial statement and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

(iii) Cash Flow Statement

Cash flows are reported using the indirect method. The cash flows from operating, investing and financing activities of the company are segregated.

(iv) Preliminary Expenses

Preliminary Expenses will be written off completely in the Financial Year in which operations of the company will begin.

Raipur Industrial Gases Private Limited
Notes to financial statements for the year ended 31 March 2015

(Amount in Rs.)

Note No		As at 31 March 2015		As at 31 March 2014	
3	Share Capital				
(i)	Share Capital				
	Equity Share Capital				
	Authorized Share capital (250000 Equity share @10 each)		2,500,000.00		2,500,000.00
	Issued, subscribed & fully paid share capital (10000 Equity share @10 each)		100,000.00		100,000.00
	Total		100,000.00		100,000.00

(ii)	Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period -				
	Particulars	Equity Shares	Amount	Equity Shares	Amount
			31.03.2015		31.03.2014
		Number	Rs.	Number	Rs.
	Shares outstanding at the beginning of the year	10,000	100,000.00	10,000	100,000.00
	Shares Issued during the year	-	-	-	-
	Shares bought back during the year	-	-	-	-
	Shares outstanding at the end of the year	10000	100,000.00	10000	100,000.00

(iii)	The Company has only one class of share- Equity Shares-having a par value of Rs. 10 each per share. All equity shares carry equal voting and distribution rights.
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(iv)	Shares in the company held by each shareholder holding more than 5 percent shares specifying the number of shares				
	Name of Shareholder	As at 31 March 2015		As at 31 March 2014	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
	Shri Pankaj Sarda	4800	48.00	4800	48.00
	Sarda Energy & Minerals Limited	5100	51.00	5100	51.00

Raipur Industrial Gases Private Limited
Notes to financial statements for the year ended 31 March 2015

(Amount in Rs.)

Note No		As at 31 March 2015	As at 31 March 2014
4	Other current liabilities		
	Short-term borrowings (Loans)	100,000	-
	Others (For Audit Fee)	8,427	8,427
	Total	108,427	8,427
5	Other non-current assets		
	Preliminary & Preoperative Expenses	116,056	97,339
	Total	116,056	97,339
6	Cash and cash equivalents		
	Balances with banks (Union Bank of India)	92,372	11,088
	Total	92,372	11,088

7 Previous year figures have been regrouped and rearranged wherever necessary.

8 Related Party Transactions

The details of related parties & nature of relationship are given below:

Name of Related Parties: -

Holding Company – Sarda Energy & Minerals Ltd.

Key Management Personnel:

Shri Pankaj Sarda - Director

Shri Ravi Thakurdas Laddha - Director

Material transaction with related parties:

Nil

Raipur Industrial Gases Private Limited
Notes to financial statements for the year ended 31 March 2015

- 9 Contingent liability not provided for is Nil (Previous year : Nil)
- 10 Value of imports on CIF Basis is Nil (Previous year : Nil)
- 11 Expenditure/Earning in foreign currency is Nil (Previous year : Nil)
- 12 As the company has not yet commenced its commercial operation, profit & loss accounts has not been prepared.
- 13 Pre-operative expenditure pending capitalization will be capitalized when the company starts its commercial operation
- 14 As there is no timing difference, deferred tax asset/liability has not been provided for in the books of account.
- 15 The company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small and Medium Enterprises development Act, 2006) claiming their status as on 31st March,2015 as micro, small or medium enterprises. Consequently the amount paid/payable to these parties during the year is nil.

AS PER OUR REPORT OF EVEN DATE

For, Begani & Begani
Chartered Accountants
(FRN: 010779C)

ON BEHALF OF THE BOARD OF DIRECTORS

(VIVEK BEGANI)
PARTNER
M. No.403743
PLACE : RAIPUR
DATE : 21.05.2015

PANKAJ SARDA RAVI THAKURDAS LADDHA
DIRECTOR DIRECTOR

PLACE: RAIPUR
DATE : 21.05.2015