

**AY:
2016-17**

**AUDIT
REPORT**

NAIK FOODS PRIVATE LIMITED

PRITAM BAGMAR & CO
CHARTERED ACCOUNTANTS

7, DINKAMAL APPARTMENT, GADEKAR MALA, NASHIK- ROAD, NASHIK ROAD-422101.

Mob No.: 90281 39995

Email: capritambagmar@gmail.com

Independent Auditor's Report

To the Members of

Naik Foods Private Limited

We have audited the accompanying financial statements of **Naik Foods Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2016 and the Statement of Profit and Loss 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 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes 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.

Auditors 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.

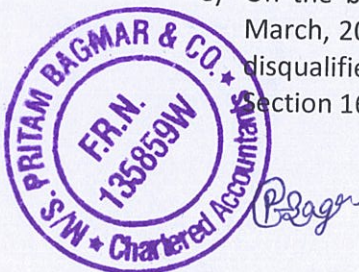
Opinion

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

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016; and
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. The Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act is applicable to the Company.
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 purpose of our audit;
 - b) in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
 - c) the Balance Sheet and Statement of Profit and Loss 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, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2016, 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 Auditors 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 explanations given to us:

- i. The does not have any pending litigations;
- ii. The Company did not have any long –term contracts including derivative contracts for which there were any material foreseeable losses;
- iii. The Company was not required to transfer any amount to Investor Education and Protection Fund.



For Pritam Bagmar & Co
Chartered Accountants
FRN : 103961W
M/S. PRITAM BAGMAR & CO

P. Bagmar
Proprietor

(CA Pritam Bagmar)
Partner
Mem No. : 130859W

Nashik : 04/08/2016

Balance Sheet as at 31st March 2016

₹ in rupees

	Note No.	As at 31st March 2016	As at 31st March 2015
EQUITY AND LIABILITIES			
Shareholder's funds			
Share capital	A	5,00,000.00	5,00,000.00
Reserves and surplus	B	(13,41,588.86)	(18,67,620.00)
Money received against share warrants			
		(8,41,588.86)	(13,67,620.00)
Share application money pending allotment			
Non-current liabilities			
Long-term borrowings	C	1,19,87,080.34	59,75,398.00
Deferred tax liabilities (Net)			
Other long term liabilities			
Long-term provisions	D	1,59,240.00	
		1,21,46,320.34	59,75,398.00
Current liabilities			
Short-term borrowings	E	31,74,623.72	19,42,804.00
Trade payables			4,22,132.00
(A) Micro enterprises and small enterprises			
(B) Others		14,34,259.60	
Other current liabilities	F	16,52,455.00	2576930
Short-term provisions		9,39,858.93	393730
		72,01,197.25	5335596.00
TOTAL		1,85,05,928.73	99,43,374.00
ASSETS			
Non-current assets			
Fixed assets			
Tangible assets	H	60,07,879.13	66,68,479.46
Intangible assets			
Capital work-in-Progress			
Intangible assets under development			
Non-current investments			
Deferred tax assets (net)			
Long-term loans and advances	J	10,64,770.00	7,01,500.00
Other non-current assets		47,95,640.00	
		1,18,68,289.13	73,69,979.00
Current assets			
Current investments			46,500.00
Inventories	K		7,66,176.00
Trade receivables	L	49,39,284.59	10,60,504.00
Cash and cash equivalents	M	14,66,891.33	5,59,353.00
Short-term loans and advances	N		
Other current assets	O	2,31,463.68	1,40,862.00
		66,37,639.60	25,73,395.00
TOTAL		1,85,05,928.73	99,43,374.00

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For PRITAM BAGMAR & CO
 Chartered Accountants
 (FRN: 135859W)

PRITAM BAGMAR & CO

P. Bagmar
Proprietor

For and on behalf of the Board of Directors

PRITAM BAGMAR
 PROPRIETOR
 Membership No.: 150899
 Place: NASHIK
 Date: 04/08/2016



MAYUR SUBHASH NAIK
 Director
 DIN: 02234889

KUNAL SUBHASH NAIK
 Director
 DIN: 05158766

For, NAIK FOODS PVT. LTD.

M. Subhash
 Director

K. Subhash
 Director

Notes to Financial statements for the year ended 31st March 2016

The previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation.

Share Capital (A)

Particulars	₹ in rupees	
	As at 31st March 2016	As at 31st March 2015
Authorised :		
50000 (31/03/2015:50000) Equity shares of Rs. 10.00/- par value	5,00,000.00	5,00,000.00
Issued :		
50000 (31/03/2015:50000) Equity shares of Rs. 10.00/- par value	5,00,000.00	5,00,000.00
Subscribed and paid-up :		
50000 (31/03/2015:50000) Equity shares of Rs. 10.00/- par value	5,00,000.00	5,00,000.00
Total	5,00,000.00	5,00,000.00

Reconciliation of the Shares outstanding at the beginning and at the end of the reporting period

Equity shares

	As at 31st March 2016		As at 31st March 2015	
	No. of Shares	Amount	No. of Shares	Amount
At the beginning of the period	50,000	5,00,000.00	50,000	5,00,000.00
Issued during the Period				
Redeemed or bought back during the period				
Outstanding at end of the period	50,000	5,00,000.00	50,000	5,00,000.00

Right, Preferences and Restriction attached to shares

Equity shares

The company has only one class of Equity shares having par value Rs. 10.00 each. Each shareholder have right to attend and vote at all meeting of the company. Shareholders have right to participate in the dividends(if any) declared on that class of share. In a winding up of the company the shareholders have right to repayment of capital, paid up on such share and right to participate in the division of any surplus assets or profits of the company.

Shares held by Holding/Ultimate holding company and/or their subsidiaries/associates

Type of Share	Name of Company	Relation	As at 31st March 2016	As at 31st March 2015
Equity	Jai Maha Oil Depot Pvt Ltd	Holding Company	25,500	
		Aggregate No. of Shares :	25,500	

Details of shareholders holding more than 5% shares in the company

Type of Share	Name of Shareholders	As at 31st March 2016		As at 31st March 2015	
		No. of Shares	% of Holding	No. of Shares	% of Holding
Equity [NV: 10.00]	Mayur Naik	8,332	16.66	10,000	20.00
Equity [NV: 10.00]	Kunal Naik	7,835	15.67	10,000	20.00
Equity [NV: 10.00]	Sanket Naik	8,333	16.67	10,000	20.00
Equity [NV: 10.00]	Jai Maha Oil Depot Pvt Ltd	25,500	51.00		
Equity [NV: 10.00]	Amruta Naik			5,000	10.00
Equity [NV: 10.00]	Piyusha Naik			5,000	10.00
Equity [NV: 10.00]	Prafulla Bhatt			5,500	11.00
Equity [NV: 10.00]	Anup Karwe			3,000	6.00
	Total :	50,000	100.00	48,500	97.00



For, NAIK FOODS PVT. LTD.

M. Golave
Director

P. Naik
Director

Reserves and surplus (B)

₹ in rupees

Particulars	As at 31st March 2016	As at 31st March 2015
Surplus		
Opening Balance	(18,67,620.00)	
Add: Profit for the year	5,02,363.14	
Add: Profit for the year		(18,67,620.00)
Less: Deletion during the year		
Closing Balance	(13,65,256.86)	(18,67,620.00)
Other reserves		
Opening Balance		
Add: Addition during the year	23,668.00	
Less: Deletion during the year		
Closing Balance	23,668.00	
Balance carried to balance sheet	(13,41,588.86)	(18,67,620.00)

Note No. (C) Long-term borrowings

₹ in rupees

Particulars	As at 31st March 2016			As at 31st March 2015		
	Non-Current	Current Maturities	Total	Non-Current	Current Maturities	Total
Term Loan - From banks						
STATE BANK OF HYDERABAD - TL A/C 62388227644 -secured	42,36,849.00		42,36,849.00	39,72,946.00		39,72,946.00
	42,36,849.00		42,36,849.00	39,72,946.00		39,72,946.00
Term Loan - From Others						
Loan from Directors unsecured	53,05,786.34		53,05,786.34	20,02,452.00		20,02,452.00
Jai Maha oil Depot Private Limited	24,44,445.00		24,44,445.00			
	77,50,231.34		77,50,231.34	20,02,452.00		20,02,452.00
The Above Amount Includes						
UnSecured Borrowings	1,19,87,080.34		1,19,87,080.34	59,75,398.00		59,75,398.00
Net Amount	1,19,87,080.34		1,19,87,080.34	59,75,398.00	0	59,75,398.00

Note No.(D) Provisions

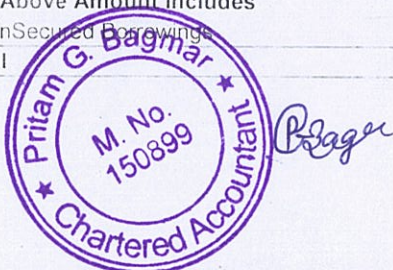
₹ in rupees

Particulars	As at 31st March 2016			As at 31st March 2015		
	Long-term	Short-term	Total	Long-term	Short-term	Total
Provision for employee benefit						
PROVIDENT FUND CONT. EMPLOYEE PAYABLE		67,259.00	67,259.00			
SALARY and WAGES PAYABLE		74,255.00	74,255.00		1,44,628.00	1,44,628.00
Provision for expenses	1,59,240.00	30,000.00	1,89,240.00		28,316.00	28,316.00
	1,59,240.00	1,71,514.00	3,30,754.00	1,72,944.00	1,72,944.00	1,72,944.00
Other provisions						
Duties and Taxes Payable		7,68,344.93	7,68,344.93		2,20,786.00	2,20,786.00
		7,68,344.93	7,68,344.93		2,20,786.00	2,20,786.00
Total	1,59,240.00	9,39,858.93	10,99,098.93	3,93,730.00	3,93,730.00	3,93,730.00

Note No. (E) Short-term borrowings

₹ in rupees

Particulars	As at 31st March 2016	As at 31st March 2015
Loans Repayable on Demands - From banks		
STATE BANK OF HYDERABAD - CC A/C 62392342195 secured	31,74,623.72	19,42,804.00
	31,74,623.72	19,42,804.00
The Above Amount Includes		
UnSecured Borrowings	31,74,623.72	19,42,804.00
Total	31,74,623.72	19,42,804.00



For, NAIK FOODS PVT. LTD.
 M. Golare Director
 P. N. Director

Trade payables

Particulars	As at 31st March 2016
(B) Others	
AKSHAT PACKAGING	8,18,002.00
PODDAR-G-FOODS	49,682.00
PURVIN INDUSTRIES	34,088.00
SAUDHAJ PLASTICS PVT LTD	38,695.00
Shreeraj Plastics Pvt Ltd	3,90,422.00
SHRUSHTI INDUSTRIES - RENT	4,970.60
Symega Savoury Technology Ltd	98,400.00
	14,34,259.60
Total	14,34,259.60

Note No. (F) Other current liabilities

Particulars	As at 31st March 2016
Others payables	
ESIC EMPLOYEE SHARE	20,446.00
ESIC EMPLOYER SHARE PAYABLE	55,319.00
PROVIDENT FUND CONT. EMPLOYER PAYABLE	76,690.00
SECURITY DEPOSIT- DISTRIBUTOR	15,00,000.00
	16,52,455.00
Total	16,52,455.00



For, NAIK FOODS PVT. LTD.

M. P. G. Patil
Director

P. N. Naik
Director

Fixed Assets Chart as at 31st March 2016

₹ in rupees

Assets	Useful Life (In Years)	Gross Block						Accumulated Depreciation/ Amortisation				Net Block		
		Balance as at 1st April 2015	Additions during the year	Revaluation increase (decrease)	Deletion during the year	Increase (Decrease) through net exchange difference	Other Adjustment (Gross Block)	Balance as at 31st March 2016	Balance as at 1st April 2015	Provided during the year	Deletion / adjustment s during the year	Balance as at 31st March 2016	Balance as at 31st March 2016	Balance as at 31st March 2015
A Tangible assets														
Own Assets														
Vehicle	8.00	2,28,000.00					2,28,000.00	10,268.91	68,152.97			78,421.88	1,49,578.12	2,17,731.09
Computer	6.00	33,890.00	21,950.00				55,840.00	1,679.00	19,818.72			21,497.72	34,342.28	32,211.00
Website and Software	6.00	2,37,500.00					2,37,500.00	1,098.25	92,954.90			94,053.15	1,43,446.85	2,36,401.75
Electrical Installation	10.00	22,135.00	29,175.00				51,310.00	464.70	12,302.91			12,767.61	38,542.39	21,670.30
Machinery	15.00	64,27,053.80	5,31,313.00				69,58,366.80	3,12,681.34	11,73,172.95			14,85,854.29	54,72,512.51	61,14,372.46
Material Handling Equipment	15.00	34,746.00	1,36,785.00				1,71,531.00	1,100.14	13,151.11			14,251.25	1,57,279.75	33,645.86
Office Furniture	10.00	13,000.00	4,000.00				17,000.00	562.00	4,260.77			4,822.77	12,177.23	12,438.00
Total (A)		69,96,324.80	7,23,223.00				77,19,547.80	3,27,854.34	13,83,814.33			17,11,668.67	60,07,879.13	66,68,470.46



P. Bagmar

For, NAIK FOODS PVT. LTD.

M. Salve
 Director

P. Nair
 Director