

# Narendra Poddar & Co.

CHARTERED ACCOUNTANTS

Narendra Poddar  
B.Com., F.C.A.

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## INDEPENDENT AUDITOR'S REPORT

Date .....

To the Members of **ALOK WORLDWIDE LIMITED**

### Report on the Financial Statements

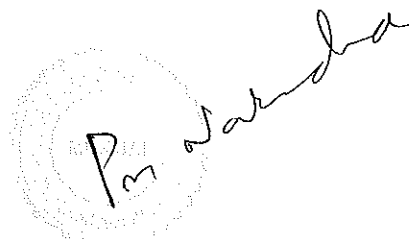
1. We have audited the accompanying financial statements of **ALOK WORLDWIDE LIMITED** ("the Company"), which comprise the Balance Sheet as at **March 31, 2016**, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

2. The management and Board of Directors of the Company are responsible for the matters stated 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, 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 Companies (Accounts) Rules, 2014. This responsibility includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; design, implementation and maintenance of adequate internal financial controls, that are 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

3. 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.
4. 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 a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of Directors, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.



The image shows a handwritten signature in black ink that reads "Narendra Poddar". To the left of the signature is a circular stamp, which appears to be a professional seal or stamp, though the text within it is not clearly legible.

**ALOK WORLDWIDE LIMITED**

**Opinion**

6. 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 2016, and its profit and its cash flows for the year then ended.

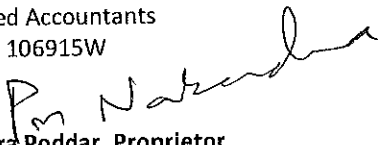
**Report on Other Legal and Regulatory Requirements**

7. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order
8. As required by section 143(3) of the Act, we further 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, Statement of Profit and Loss, 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 applicable 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 **March 31, 2016**, and taken on record by the Board of Directors, none of the directors is disqualified as on **March 31, 2016**, from being appointed as a director in terms of Section 164(2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B"
  - g) 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 derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise.
    - iii. There has not been an occasion in case of the Company during the period under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

**For Narendra Poddar & Co.**

Chartered Accountants

FRN No. 106915W



**Narendra Poddar, Proprietor**

Membership No. 41256

Mumbai - 24<sup>th</sup> May, 2016

**"Annexure A" to the Independent Auditors' Report**  
**ALOK WORLDWIDE LIMITED**

Referred to in paragraph 7 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2016:

- I. The Company is not having any fixed assets. Accordingly, paragraphs (i)(a),(b) and (c) of the order are not applicable
- II. The Company is not having any inventory. Accordingly, paragraphs (ii)(a) and (b) of the order are not applicable
- III. The Company has granted unsecured loans to other parties covered in the Register maintained under section 189 of the Act.
  - a) The terms and conditions of the grant of such loans are not prejudicial to the company's interest
  - b) The loan is interest free and payable on demand.
  - c) Since the loan is payable on demand, accordingly, paragraphs (iii)(c) of the order is not applicable
- IV. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- V. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- VI. As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- VII.
  - a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues wherever applicable with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2016 for a period of more than six months from the date on when they become payable.
  - b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
- VIII. In our opinion and according to the information and explanations given to us, the Company has defaulted in the repayment of dues to banks, as details hereunder. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.

**Default Details (Lender Wise)**

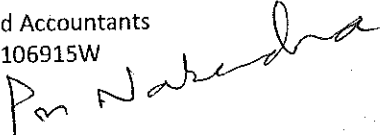
Particulars	Interest amounts	
	Amount (USD)	Amount (INR)
Axis Bank	9,44,989	6,26,83,847

*P. Nanda*

**ALOK WORLDWIDE LIMITED**

- IX. Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- X. Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year
- XI. Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has not been paid or provided by the company.
- XII. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- XIII. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- XIV. Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- XV. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- XVI. In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

**For Narendra Poddar & Co.**  
Chartered Accountants  
FRN No. 106915W

  
**Narendra Poddar, Proprietor**  
Membership No. 41256

Mumbai – 24<sup>th</sup> May, 2016

**“Annexure B” to the Independent Auditor’s Report of even date on the Financial Statements of ALOK  
WORLDWIDE LIMITED**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act,  
2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of ALOK WORLDWIDE LIMITED (“the Company”) as of March 31, 2016 in conjunction with our audit of the s financial statements of the Company for the year ended on that date.

**Management’s Responsibility for Internal Financial Controls**

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting

**Meaning of Internal Financial Controls Over Financial Reporting**

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over

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## ALOK WORLDWIDE LIMITED

financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

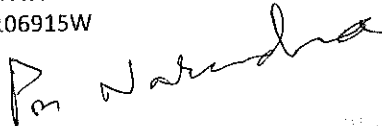
### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India

**For Narendra Poddar & Co.**  
Chartered Accountants  
FRN No. 106915W



**Narendra Poddar, Proprietor**  
Membership No. 41256  
Mumbai – 24<sup>th</sup> May, 2016

**ALOK WORLDWIDE LIMITED**

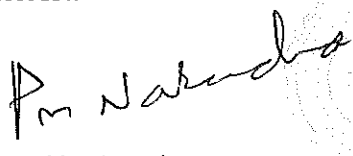
**BALANCE SHEET AS AT 31 MARCH 2016**

PARTICULARS	NOTES	AS AT 31-Mar-16 Rupees	AS AT 31-Mar-16 USD	AS AT 31-Mar-15 Rupees	AS AT 31-Mar-15 USD
<b>I EQUITY AND LIABILITIES</b>					
<b>(1) Shareholders' funds</b>					
Share capital	3	6,252	100	6,252	100
Reserves and surplus	4	13,711,032	206,693	9,563,667	152,797
		13,717,284	206,793	9,569,919	152,897
<b>(2) Non-current liabilities</b>					
Long-term borrowings	5	8,353,411,892	125,931,655	7,823,850,000	125,000,000
<b>(3) Current liabilities</b>					
Short-term borrowings	6	67,480,459	1,017,300	63,673,621	1,017,300
Trade payables	7	68,700	1,036	674,160	10,771
Other current liabilities	8	125,532,479	1,892,462	79,127,028	1,264,196
<b>TOTAL</b>		<b>8,560,210,814</b>	<b>129,049,246</b>	<b>7,976,894,728</b>	<b>127,445,164</b>
<b>II ASSETS</b>					
<b>(1) Non-current assets</b>					
Non-current investments	9	4,842,301,700	73,000,000	4,569,128,400	73,000,000
Long-term loans and advances	10	3,112,225,443	46,918,278	3,032,447,646	48,448,776
<b>(2) Current assets</b>					
Cash and bank balance	11	584,026	8,804	42,489,952	678,853
Short-term loans and advances	12	605,099,645	9,122,164	332,828,730	5,317,535
<b>TOTAL</b>		<b>8,560,210,814</b>	<b>129,049,246</b>	<b>7,976,894,728</b>	<b>127,445,164</b>

**III** notes forming part of the financial statements 1 to 22

As per our report of even date

For Narendra Poddar & Co.  
**Chartered Accountants**  
FRN No. 106915W



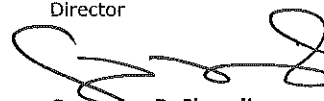
**Narendra Poddar, Proprietor**  
Membership No. 41256

Mumbai, 24th May, 2016

For and on behalf of the Board

**Ashok B. Jiwrajka**  
Director

**Dilip B. Jiwrajka**  
Director



**Surendra B. Jiwrajka**  
Director

**ALOK WORLDWIDE LIMITED**

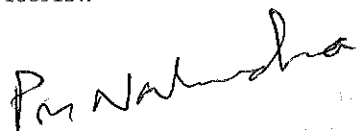
**STATEMENT OF PROFIT AND LOSS FOR THE PERIOD FROM 01 APRIL 2015 to 31 MARCH 2016**

PARTICULARS	NOTES	From 01-Apr-15 to 31-Mar-16		From 15-Jul-13 to 31-Mar-15	
		Rupees	USD	Rupees	USD
<b>I. REVENUE</b>					
Income from operations	13	292,292,156	4,465,130	189,423,577	3,079,368
Other income	14	635,142	9,703	390,525	6,349
<b>Total (I)</b>		<b>292,927,298</b>	<b>4,474,833</b>	<b>189,814,102</b>	<b>3,085,717</b>
<b>II. EXPENSES</b>					
Finance costs	15	288,391,822	4,405,547	176,898,524	2,875,754
Other expenses	16	1,007,256	15,390	3,516,483	57,166
<b>Total (II)</b>		<b>289,399,078</b>	<b>4,420,937</b>	<b>180,415,007</b>	<b>2,932,920</b>
<b>III. Net profit for the period</b>		<b>3,528,220</b>	<b>53,896</b>	<b>9,399,095</b>	<b>152,797</b>
<b>IV. EARNINGS PER SHARE</b>					
Basic and Diluted	19	35,282	539	93,991	1,528

V. notes forming part of the financial statements 1 to 22

As per our report of even date

For Narendra Poddar & Co.  
Chartered Accountants  
FRN No. 106915W

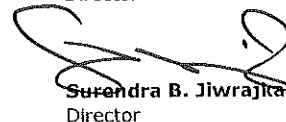


Narendra Poddar, Proprietor  
Membership No. 41256

For and on behalf of the Board

Ashok B. Jiwrajka  
Director

Dilip B. Jiwrajka  
Director



Surendra B. Jiwrajka  
Director

Mumbai, 24th May, 2016



**ALOK WORLDWIDE LIMITED**

**CASH FLOW STATEMENT FOR THE PERIOD FROM 01 APRIL 2015 to 31 MARCH 2016**

PARTICULARS	From 01-Apr-15 to 31-Mar-16		From 15-Jul-13 to 31-Mar-15	
	Rupees	USD	Rupees	USD
<b>A) CASH FLOW FROM OPERATING ACTIVITIES</b>				
Profit before tax	3,528,220	53,896	9,399,095	152,797
<b>Adjustments for :</b>				
Finance Cost	144,560,884	2,208,349	120,142,564	1,953,100
<b>Operating profit before working capital changes</b>	148,089,104	2,262,245	129,541,659	2,105,897
<b>Adjustments for :</b>				
(Decrease) / Increase in current liabilities & provisions	-	-	67,578,887	1,076,463
Increase in trade payables	(18,496,810)	(282,562)	674,160	10,771
Increase in Loans and advances	(89,880,532)	(1,373,038)	(3,365,276,376)	(53,766,311)
<b>Net cash used in operating activities (A)</b>	39,711,762	606,645	(3,167,481,670)	(50,573,180)
<b>B) CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase of investments	-	-	(4,569,128,400)	(73,000,000)
<b>Net cash used in investing activities (B)</b>	-	-	(4,569,128,400)	(73,000,000)
<b>C) CASH FLOW FROM FINANCING ACTIVITIES</b>				
Proceeds from issue of equity share capital	-	-	6,252	100
Proceeds from long-term borrowings	60,987,130	931,655	7,823,850,000	125,000,000
Proceeds from short-term borrowings	-	-	63,673,621	1,017,300
Finance costs	(144,560,884)	(2,208,349)	(108,594,423)	(1,765,367)
<b>Net cash generated from financing activities (C)</b>	(83,573,754)	(1,276,694)	7,778,935,450	124,252,033
<b>Net Increase in Cash and Cash equivalents' (A+B+C)</b>	(43,861,992)	(670,049)	42,325,380	678,853
<b>Cash and Cash equivalents at the beginning of the period</b>	42,489,952	678,853	-	-
Effect of exchange rate change on cash and cash equivalent	1,956,066		164,572	
<b>Cash and Cash equivalents at the end of the period</b>	584,026	8,804	42,489,952	678,853

**NOTES TO CASH FLOW STATEMENT**

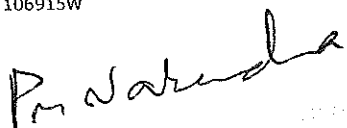
1 Cash and Cash equivalents included in the cash flow statement comprise the following balance sheet amounts:

Particulars	From 01-Apr-15 to 31-Mar-16		From 15-Jul-13 to 31-Mar-15	
	Rupees	USD	Rupees	USD
Cash and Cash equivalents as per Balance sheet	584,026	8,804	42,489,952	678,853
<b>Cash and Cash equivalents as restated at the end of period</b>	584,026	8,804	42,489,952	678,853

2 The Cash Flow Statement has been prepared in accordance with the requirements of Accounting Standard (AS) 3 "Cash Flow Statements".

As per our report of even date

For Narendra Poddar & Co.  
Chartered Accountants  
FRN No. 106915W



Narendra Poddar, Proprietor  
Membership No. 41256

Mumbai, 24th May, 2016

For and on behalf of the Board

Ashok B. Jiwrajka  
Director

Dilip B. Jiwrajka  
Director

Surendra B. Jiwrajka  
Director

ALOK WORLDWIDE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 01 APRIL 2015 to 31 MARCH 2016

1. **BACKGROUND**

Alok Worldwide Limited incorporated on 15th July, 2013 under the laws of British Virgin Island as an 'International Business Company', is a wholly owned subsidiary of Alok Industries Limited, a Company incorporated in India.

2. **SIGNIFICANT ACCOUNTING POLICIES**

(i) **Basis of Preparation of Financial Statements**

a) The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014. These Financial Statements are prepared solely for the purpose of consolidation by Alok Industries Limited, the holding company, and to comply with provision of the Indian Companies Act, 2013.

b) **Translation to Indian Rupees :-**

The accounts are maintained in US Dollars being currency of British Virgin Island. The accounts are translated to Indian Rupees as follows-

(i) All income and expenses are translated at the average rate of exchange prevailing during the period.

(ii) Assets and Liabilities are translated at the closing rate on the balance sheet date.

(iii) Share Capital including Share Application Money is translated at historical rates.

(iv) The resulting exchange difference is accumulated in 'Currency Translation Reserve'.

(ii) **Use of Estimates**

The preparation of financial statements in conformity with the generally accepted accounting principles require estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting year. Differences between, the actual results and estimates are recognised in the year in which the results are known / materialise.

(iii) **Revenue recognition**

(i) Revenue is recognised when no significant uncertainty as to determination and realisation exists.

(ii) Dividend income is recognised when the Company's right to receive the dividend is established.

(iii) Interest income is recognised on time proportionate basis.

(iv) **Investments**

Investments classified as Long Term Investments are stated at cost. Provision is made to recognise a decline, other than temporary, in the value of investments.

(v) **Foreign Currency Transactions**

Foreign currency transactions are recorded at the exchange rates prevailing on the date of the transaction.

Monetary Items denominated in foreign currency are reported at the exchange rate prevailing on the balance sheet date. Exchange differences relating to long term monetary items are dealt with in the following manner:

a) Exchange differences relating to long-term monetary items, arising during the period, in so far as those relate to the acquisition of a depreciable capital asset are added to / deducted from the cost of the asset and depreciated over the balance life of the asset.

b) In other cases, such differences are accumulated in the "Foreign Currency Monetary Item Translation Difference Account" and amortised to the statement of profit and loss over the balance life of the long-term monetary item.

All other exchange differences are dealt with in the statement of profit and loss.

(vi) **Provisions, Contingent Liabilities and Contingent Assets**

Provisions involving substantial degree of estimation in measurement are recognised 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 recognised nor disclosed in the financial statements.

(vii) **Cash Flow Statement**

The Cash Flow Statement is prepared using the "indirect method" set out in Accounting Standard (AS-3) "Cash Flow Statements" and presents the cash flows by operating, investing and financing activities of the Company. Cash and Cash equivalents presented in the Cash Flow Statement consist of cash on hand and unencumbered, highly liquid bank balances.

**ALOK WORLDWIDE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 01 APRIL 2015 to 31 MARCH 2016**

PARTICULARS	AS AT 31-Mar-16 Rupees	AS AT 31-Mar-16 USD	AS AT 31-Mar-15 Rupees	AS AT 31-Mar-15 USD
<b>3. SHARE CAPITAL</b>				
<b>Authorised Shares</b>				
50,000 Equity Share of USD 1 each	3,002,550	50,000	3,002,550	50,000
	<b>3,002,550</b>	<b>50,000</b>	<b>3,002,550</b>	<b>50,000</b>
<b>Issued, Subscribed and Paid Up</b>				
100 Equity Share of USD 1 each	6,252	100	6,252	100
	<b>6,252</b>	<b>100</b>	<b>6,252</b>	<b>100</b>

**Notes :**

- a) The company has been Incorporated as a wholly owned subsidiary of Alok Industries Limited and there has been no change in the share capital since incorporation.
- b) Reconciliation of equity shares outstanding at the beginning and at the end of reporting period

**Number of Equity Shares**

Particulars	AS AT 31-Mar-16	AS AT 31-Mar-15
Opening balance	100	-
Issued during the period	-	100
<b>Closing balance</b>	<b>100</b>	<b>100</b>

**Amount of Equity Shares**

Particulars	AS AT 31-Mar-16 Rupees	AS AT 31-Mar-16 USD	AS AT 31-Mar-15 Rupees	AS AT 31-Mar-15 USD
Opening balance	6,252	100	-	-
Issued during the period	-	-	6,252	100
<b>Closing balance</b>	<b>6,252</b>	<b>100</b>	<b>6,252</b>	<b>100</b>

c) **Terms/rights attached to equity shares**

The Company has only one class of equity shares having a par value of USD 1 per share. Each holder of equity share is entitled to one vote per share. The shareholders are entitled for dividend in USD as and when recommended by the Board of Directors and approved by the shareholders at the Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the share holder.

d) **Shareholder holding more than 5 percent of the Share Capital**

Name of the shareholder	31-Mar-16		31-Mar-15	
	No of shares	%	No of shares	%
Alok Industries Limited	100	100	100	100

**4. RESERVES AND SURPLUS**

a) **Foreign currency translation reserve**

Opening Balance	164,572	164,572
Effect of foreign exchange rate variation during the year	619,145	-
	<b>783,717</b>	<b>164,572</b>

b) **Surplus in the Statement of Profit and Loss**

Opening Balance	9,399,095	152,797	9,399,095	152,797
Profit for the period	3,528,220	53,896	-	-
	<b>12,927,315</b>	<b>206,693</b>	<b>9,399,095</b>	<b>152,797</b>
	<b>13,711,032</b>	<b>206,693</b>	<b>9,563,667</b>	<b>152,797</b>

**5. LONG-TERM BORROWINGS**

Term loan from banks (refer note)	5,036,766,892	75,931,655	7,823,850,000	125,000,000
From Holding Company	3,316,645,000	50,000,000	-	-
	<b>8,353,411,892</b>	<b>125,931,655</b>	<b>7,823,850,000</b>	<b>125,000,000</b>

**Note:**

Term Loan of USD 75 million from Bank is secured by standby Letter of Credit Issued by Axis Bank issued to holding company Alok Industries Limited. Such loan is repayable at the end of 36 months. Rate of interest on such loan is Libor plus 437 bps.

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**ALOK WORLDWIDE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 01 APRIL 2015 to 31 MARCH 2016**

PARTICULARS	AS AT 31-Mar-16 Rupees	AS AT 31-Mar-16 USD	AS AT 31-Mar-15 Rupees	AS AT 31-Mar-15 USD
<b>6. SHORT-TERM BORROWINGS (unsecured)</b>				
Loans and advances to related parties (Refer note no. 17)	67,480,459	1,017,300	63,673,621	1,017,300
	<b>67,480,459</b>	<b>1,017,300</b>	<b>63,673,621</b>	<b>1,017,300</b>
<b>7. TRADE PAYABLES</b>				
Creditors for services	68,700	1,036	674,160	10,771
	<b>68,700</b>	<b>1,036</b>	<b>674,160</b>	<b>10,771</b>
<b>8. OTHER CURRENT LIABILITIES</b>				
Other Payables -				
Advance from related party (refer note no. 17)	62,848,632	947,473	2,902,961	46,380
Interest Accrued but not Due on borrowings	-	-	76,224,067	1,217,816
Interest Accrued & Due on borrowings	62,683,847	944,989		
	<b>125,532,479</b>	<b>1,892,462</b>	<b>79,127,028</b>	<b>1,264,196</b>
<b>9. NON-CURRENT INVESTMENTS (Unquoted)</b>				
Compulsorily convertible debentures of Grabal Alok International Ltd.(Refer note no. 17)	3,316,645,000	50,000,000	3,129,540,000	50,000,000
Compulsorily convertible debentures of Alok Industries International Ltd.(Refer note no. 17)	1,525,656,700	23,000,000	1,439,588,400	23,000,000
	<b>4,842,301,700</b>	<b>73,000,000</b>	<b>4,569,128,400</b>	<b>73,000,000</b>
<b>10. LONG-TERM LOANS AND ADVANCES (unsecured, considered good)</b>				
Loans and advances to related parties	3,112,201,818	46,917,922	2,936,630,262	46,917,922
Prepaid expenses	23,625	356	95,817,384	1,530,854
	<b>3,112,225,443</b>	<b>46,918,278</b>	<b>3,032,447,646</b>	<b>48,448,776</b>
<b>11. CASH AND BANK BALANCES</b>				
Balance with bank				
In current account	584,026	8,804	42,489,952	678,853
	<b>584,026</b>	<b>8,804</b>	<b>42,489,952</b>	<b>678,853</b>
<b>12. SHORT-TERM LOANS AND ADVANCES (Unsecured, considered good)</b>				
Loans and advances to related parties	583,414,808	8,795,255	273,141,336	4,363,922
Prepaid expenses	21,684,837	326,909	59,687,394	953,613
	<b>605,099,645</b>	<b>9,122,164</b>	<b>332,828,730</b>	<b>5,317,535</b>
<b>PARTICULARS</b>	<b>From 01-Apr-15 to 31-Mar-16 Rupees</b>	<b>From 15-Jul-13 to 31-Mar-15 USD</b>	<b>From 15-Jul-13 to 31-Mar-15 Rupees</b>	<b>From 15-Jul-13 to 31-Mar-15 USD</b>
<b>13. INCOME FROM OPERATIONS</b>				
Service charges (Refer note no. 17 and 20)	292,292,156	4,465,130	189,423,577	3,079,368
	<b>292,292,156</b>	<b>4,465,130</b>	<b>189,423,577</b>	<b>3,079,368</b>
<b>14. OTHER INCOME</b>				
Interest Income				
- Bank fixed deposit	-	-	377,118	6,131
- From other	713	11	1,807	29
Exchange rate difference gain (net)	903	14	11,600	189
Other Misc. Receipts	633,526	9,678	-	-
	<b>635,142</b>	<b>9,703</b>	<b>390,525</b>	<b>6,349</b>
<b>15. FINANCE COST</b>				
Interest expenses	144,560,884	2,208,349	120,142,564	1,953,100
Other borrowing costs	143,830,938	2,197,198	56,755,960	922,654
	<b>288,391,822</b>	<b>4,405,547</b>	<b>176,898,524</b>	<b>2,875,754</b>
<b>16. OTHER EXPENSES</b>				
Auditors remuneration (Including service tax)	68,700	1,049	674,160	10,959
Legal and professional fees	474,895	7,255	2,415,680	39,271
Bank charges	463,661	7,086	426,643	6,936
	<b>1,007,256</b>	<b>15,390</b>	<b>3,516,483</b>	<b>57,166</b>



**ALOK WORLDWIDE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 01 APRIL 2015 to 31 MARCH 2016**

**17. RELATED PARTIES DISCLOSURES**

As per Accounting Standard AS (AS) 18 "Related Party Disclosures", Company's related parties disclosed as below:

**I Names of related party and nature of relationship**

Alok Industries Limited	Holding Company
Alok Industries International Limited	Fellow Subsidiary
Grabal Alok International Limited	Fellow Subsidiary
Grabal Alok (UK) Limited	Fellow Subsidiary
Triumphant Victory Holdings Pvt. Limited	Entity under common control

**II Transactions with Related parties**

Particulars of transaction / balance		
	In Rupees	In USD
<b>Equity share capital</b>		
<b><u>Alok Industries Limited</u></b>		
Opening Balance	6,252	100
Received during the period	-	-
	(6,252)	(100)
Balance as at March 31	6,252	100
	(6,252)	(100)
<b>Other current liabilities</b>		
<b><u>Alok Industries Limited</u></b>		
Opening Balance	2,902,961	46,380
Received during the period	58,986,509	901,093
	(2,853,009)	(46,380)
Translation difference during the period	959,162	
	(49,952)	
Balance as at March 31	62,848,632	947,473
	(2,902,961)	(46,380)
<b><u>Triumphant Victory Holdings Pvt. Ltd.</u></b>		
Opening Balance	63,673,621	1,017,300
Received during the period	-	-
	(66,593,543)	(1,017,300)
Translation difference during the period	3,806,838	
	2,919,922	
Balance as at March 31	67,480,459	1,017,300
	(63,673,621)	(1,017,300)
<b>Investments</b>		
<b><u>Alok Industries International Ltd.</u></b>		
Opening Balance	1,439,588,400	23,000,000
Made during the period	-	-
	(1,414,817,110)	(23,000,000)
Translation difference during the period	86,068,300	
	(24,771,290)	
Balance as at March 31	1,525,656,700	23,000,000
	(1,439,588,400)	(23,000,000)
<b><u>Grabal Alok International Ltd.</u></b>		
Opening Balance	3,129,540,000	50,000,000
Made during the period	-	-
	(3,075,689,370)	(50,000,000)
Translation difference during the period	187,105,000	
	(53,850,630)	
Balance as at March 31	3,316,645,000	50,000,000
	(3,129,540,000)	(50,000,000)
<b>Loans and advances (Long-term and short-term)</b>		
<b><u>Alok Industries International Ltd.</u></b>		
Opening Balance	1,495,438,473	23,892,305
Received / (repaid) during the period	(20,586,196)	(314,480)
	(1,469,706,170)	(23,892,305)
Translation difference during the period	89,133,269	
	(25,732,303)	
Balance as at March 31	1,563,985,546	23,577,825
	(1,495,438,473)	(23,892,305)
<b><u>Grabal Alok International Ltd.</u></b>		
Opening Balance	1,714,333,125	27,389,539
Received during the period	310,665,982	4,745,813
	(1,684,834,279)	(27,389,539)
Translation difference during the period	106,631,973	
	(29,498,846)	
Balance as at March 31	2,131,631,080	32,135,352
	(1,714,333,125.00)	(27,389,539.00)
<b>Interest expenses recovered</b>		
Alok Industries International Ltd.	73,073,471	1,116,289
	(66,920,924)	(1,087,901)
Grabal Alok International Ltd.	158,855,373	2,426,715
	(145,480,271.00)	(2,365,003.00)
<b>Service charges</b>		
Alok Industries International Ltd.	140,481,523	2,146,032
	(89,727,868)	(1,458,663)
Grabal Alok International Ltd.	151,810,633	2,319,098
	(99,695,709.00)	(1,620,705.00)

**ALOK WORLDWIDE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 01 APRIL 2015 to 31 MARCH 2016**

**18. SEGMENT REPORTING**

The Company is engaged in the business of making strategic long term investment and all activities revolve around such business. Accordingly, this is the only reportable segment of the company.

**19. EARNINGS PER SHARE**

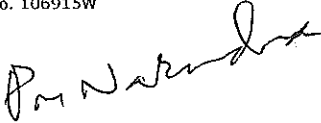

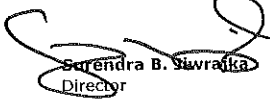
Particulars	As At 31-Mar-16		As At 31-Mar-15	
	Amount (INR)	Amount (USD)	Amount (INR)	Amount (USD)
Net profit for the period	3,528,220	53,896	9,399,095	152,797
Weighted average number of equity shares	100	100	100	100
Nominal Value of equity share	N.A.	1	N.A.	1
Basic and Diluted Earning per share	35,282	539	93,991	1,528

20. Service charges represents income received/accrued towards reimbursement of expenses incurred for Investee company with a markup of 5%

**21. EXPENDITURE IN FOREIGN CURRENCY**

All transactions reflected in these financial statements are in foreign currency i.e. other than Indian Rupees.

22. The amount in the balance sheet, statement of profit and loss are rounded off to nearest Rupee / USD.

<p>Signature to Notes 1 to 22</p> <p>As per our report of even date</p> <p><b>For Narendra Poddar &amp; Co.</b> Chartered Accountants FRN No. 106915W</p>  <p><b>Narendra Poddar, Proprietor</b> Membership No. 41256</p>	<p>For and on behalf of the Board</p> <p><b>Ashok B. Jiwrajka</b> Director</p> <p><b>Dilip B. Jiwrajka</b> Director</p>  <p><b>Surendra B. Jiwrajka</b> Director</p> 
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Mumbai, 24th May, 2016