



**Potential Investments  
and Finance Limited**

**FINANCIAL  
STATEMENTS**

**2014-2015**

**POTENTIAL INVESTMENTS & FINANCE LIMITED**

A-3, NDSE, Part-I, New Delhi-110049

CIN : L74900DL1983PLC014972

**BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2015**

(Figures in Rs.)

Particulars	Note No.	As at 31.03.2015	As at 31.03.2014
<b>I. EQUITY AND LIABILITY</b>			
<b>1. Shareholder's Fund</b>			
(a) Share Capital	2	37,000,000	37,000,000
(b) Reserves and Surplus	3	(5,308,106)	(7,616,740)
		<b>31,691,894</b>	<b>29,383,260</b>
<b>2. Non-Current Liability</b>			
(a) Long Term Borrowing	4	<b>74,761,290</b>	<b>15,000,000</b>
<b>3. Current Liability</b>			
(a) Short-term Borrowing	5	42,933,610	375,032
(b) Trade Payables	6	55,929,834	55,845,632
(c) Other Current Liabilities	7	1,407,396	2,152,696
		<b>100,270,841</b>	<b>58,373,360</b>
<b>TOTAL</b>		<b>206,724,025</b>	<b>102,756,620</b>
<b>II. ASSETS</b>			
<b>(1) Non-Current Assets</b>			
(a) Fixed Assets			
(i) Tangible Assets		88,922	366,654
(ii) Intangible Assets	8		
(b) Non-Current Investments		202,270	5,666,842
(c) Deferred Tax Assets	9	3,993	-
		<b>295,184</b>	<b>60,334,967</b>
<b>(2) Current Assets</b>			
(a) Inventories	10	-	5,229,235
(b) Trade Receivables	11	161,693,388	74,644,269
(c) Cash and Bank Balance	12	105,360	1,377,212
(d) Short-term Loans and Advances	13	44,630,093	15,472,408
		<b>206,428,841</b>	<b>96,723,124</b>
<b>TOTAL</b>		<b>206,724,025</b>	<b>102,756,620</b>

Notes form an integral part of these financial statements.

As per our Separate Report of even date

FOR AND ON BEHALF OF THE BOARD

**For VAPS & Co.**

Firm Reg. No. 003612N

Chartered Accountants

**(Vipin Aggarwal)**

Partner

Membership No. 082498

Place: New Delhi

Date: 30.05.2015

**(Manoj Gupta)**

Managing Director

**(Ruta Jindal)**

Director

**(Achal Kapoor)**

Company Secretary

**(Lalit Kumar)**

Chief Financial Officer

**POTENTIAL INVESTMENTS & FINANCE LIMITED**

**A-3, NDSE, Part-I, New Delhi-110049**

**CIN : L74900DL1983PLC014972**

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2015**

Particulars	Note No.	As at 31.03.2015	As At 31.03.2014
<b>I. REVENUES</b>			
(a) Revenue from Operations	14	601,825,289	498,071,870
(b) Other Income	15	7,428,895	1,137,485
Total Revenue (a) + (b)		<b>609,254,184</b>	<b>499,209,355</b>
<b>II. EXPENSES</b>			
Cost of Material Sold	16	541,249,112	489,301,097
Change in Inventories	17	5,229,235	(5,229,235)
Employee Benefit Expenses	18	1,246,305	609,500
Finance Cost	19	12,682,425	52,591
Depreciation and Amortization	8	88,172	73,108
Other Expenses	19	47,825,853	7,123,180
Total Expenses		<b>608,321,103</b>	<b>491,930,240</b>
Profit Before Tax		933,081	7,279,114
Tax Expenses:			
(a) Current Tax		277,833	2,021,690
(b) Deferred Tax		(3,993)	-
(c) Income Tax adjustment for earlier years		(596,710)	-
(d) MAT Credit entitlement		(1,395,293)	-
Profit/Loss for the year		<b>2,651,243</b>	<b>5,257,424</b>
Earning per Equity Share of Rs. 2/- each:			
Basic		0.72	1.42
Diluted		0.72	1.42
Notes form an integral part of these financial statements.			

As per our Separate Report of even date.

FOR AND ON BEHALF OF THE BOARD

**For VAPS & Co.**

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**(Vipin Aggarwal)**

Partner

Membership No. 082498

Place: New Delhi

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**(Manoj Gupta)**

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Director

**(Achal Kapoor)**

Company Secretary

**(Lalit Kumar)**

Chief Financial Officer

## **Note 1: Significant Accounting Policies**

### **1.1 Basis of Preparation of Financial Statement**

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 and relevant provisions of the Companies Act, 2013 (“the 2013 Act”) / Companies Act, 1956 (“the 1956 Act”), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

### **1.2 Operating Cycle**

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

### **1.3 Fixed Assets**

Fixed Assets are stated at cost net of duty credit availed less accumulated depreciation and impairments, if any. The cost includes cost of acquisition/construction, installation and preoperative expenditure including trial run expenses (net of revenue) and borrowing costs incurred during pre-operation period. Expenses incurred on capital assets are carried forward as capital work in progress at cost till the same are ready for use.

Pre-operative expenses, including interest on borrowings for the capital goods, where applicable incurred till the capital goods are ready for commercial production, are treated as part of the cost of capital goods and capitalized.

Machinery spares which are specific to particular item of fixed assets and whose use is irregular are capitalized as part of the cost of machinery.

### **1.4 Impairment of Assets**

The Company recognizes all the losses as per Accounting Standard-28 due to the impairment of assets in the year of review of the physical condition of the Assets and is measured by the amount by which, the carrying amount of the Asset exceeds the Fair Value of the Asset.

### **1.5 Depreciation**

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation on tangible fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013.

Vehicle - 8 Years

Computer – 3 Years

### **1.6 Inventories Valuation**

Inventories are valued at the lower of cost (First in First Out –FIFO method ) and the net realizable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges. Work-in-progress and finished goods include appropriate proportion of overheads and, where applicable, excise duty.

## 1.7 Foreign Exchange Transactions

Foreign currency transactions are recorded at the rate of exchange prevailing on the date of transaction. All exchange differences are dealt within statement of profit and loss account. Current assets and current liabilities in foreign currency outstanding at the year's end are translated at the rate of exchange prevailing at the close of the year and resultant gains/losses are recognized in the statement of profit and loss account of the year except in cases where they are covered by forward foreign exchange contracts in which cases these are translated at the contracted rates of exchange and the resultant gains/losses recognized in statement of profit and loss account over the life of the contract.

## 1.8 Retirement Benefits

The Company did not provide for any employee benefits as per AS-15.

## 1.9 Borrowing Cost

Borrowing costs include interest; amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset up to the date of capitalisation of such asset are added to the cost of the assets. Capitalisation of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.

## 1.10 Taxes on Income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws.

**Minimum Alternate Tax (MAT)** paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is highly probable that future economic benefit associated with it will flow to the Company.

**Deferred tax** is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realized. However, if there is unabsorbed depreciation and carry forward of losses and items relating to capital losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their reliability.

### **1.11 Revenue Recognition**

Sale of goods is recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales include excise duty but net of sales tax, value added tax and Freight outward.

Revenue from services is recognized when the services are complete.

### **1.12 Other Income**

Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.

### **1.13 Investments**

Long-term investments (excluding investment properties), are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments includes acquisition charges such as brokerage, fees and duties. Investment properties are carried individually at cost.

### **1.14 Misc. Expenditure**

Misc. expenditure represents ancillary cost incurred in connection with the incorporation and share issue expenses. It has been decided to write off these expenses over the period of five years but no amount has been written off during the year.

### **1.15 Provision and Contingencies**

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes. Contingent assets are not recognised in the financial statements.

### **1.16 Earnings per Share**

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

**POTENTIAL INVESTMENTS & FINANCE LIMITED**

**A-3, NDSE, Part-I, New Delhi-110049**

**CIN : L74900DL1983PLC014972**

**Notes on Financial Statement for the year ended 31<sup>st</sup> March, 2015 (Figures in `)**

**Note 2 - SHARE CAPITAL:**

	<b>As at 31<sup>st</sup> March, 2015</b>	<b>As at 31<sup>st</sup> March, 2014</b>
<b>A. Authorized, Issued, Subscribed and Paid-up Share Capital</b>		
Authorized:		
200,00,000 (Previous year 40,00,000 of Rs. 10/- each) Equity Shares of Rs. 2 each	40,000,000	40,000,000
	<hr/>	<hr/>
	40,000,000	40,000,000
	<hr/>	<hr/>
Issued Subscribed and Paid up:		
1,85,00,000 (Previous year 37,00,000 of Rs. 10/- each) Equity Shares of Rs. 2/- each fully paid	37,000,000	37,000,000
	<hr/>	<hr/>
Total	37,000,000	37,000,000
	<hr/>	<hr/>

**B. Detail of Shareholder holding more than 5% of shares of the Company:**

Name of Shareholder	As at 31.03.2015		As at 31.03.2014	
	Number of Shares held	% of holding	Number of Shares held	% of holding
Kanav Gupta	1,500,000	8.11	300,000	8.11
Saurabh Jindal	1,525,000	8.24	305,000	8.24

The Company has only one class of equity shares having a par value of Rs. 2 per Share. Each Shareholder is eligible for one vote per share. 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 of their shareholding.

**Note 2 – Reserves and Surplus**

	<b>As at 31<sup>st</sup> March, 2015</b>	<b>As at 31<sup>st</sup> March, 2014</b>
(a) Surplus:		
Opening Balance	(7,616,740)	(12,874,164)
Add: Net Profit for the year	2,651,243	5,257,424
Less: Scrap Value of Fixed Assets	(342,609)	-
	<hr/>	<hr/>
Closing Balance	(5,308,106)	(7,616,740)
	<hr/>	<hr/>

**Note 3 - Long Term Borrowing**

	<b>As at 31<sup>st</sup> March, 2015</b>	<b>As at 31<sup>st</sup> March, 2014</b>
Unsecured ( Interest Free)		
Loan From Directors	1,266,032	8,000,000
Loan From Corporate Bodies	-	7,000,000
Loan and Advances from Related Parties	73,495,258	-
	<hr/>	<hr/>
	74,761,290	15,000,000
	<hr/>	<hr/>

**Note 4- Short Term Borrowing**

	<b>As at 31<sup>st</sup> March, 2015</b>	<b>As at 31<sup>st</sup> March, 2014</b>
Secured : Working Capital Loans repayable on demand		
From Bank of India	42,933,610	-
Unsecured:		
From Directors	-	375,032
Total	<u>42,933,610</u>	<u>375,032</u>

The Working Capital facilities from banks are secured by first charge on all current asset of the company including all stocks of raw materials, WIP, finished goods ,tools, dies, etc and all Books debts ,receivables etc and further secured by equitable mortgage on Residential Landed property situated at Plot No 3,Block A, South Extension, Part-I, New Delhi.

**Note 5- Trade Payables**

	<b>As at 31<sup>st</sup> March, 2015</b>	<b>As at 31<sup>st</sup> March, 2014</b>
Payable to Micro, Small and Medium enterpri	-	-
Payable to Other Entities	55,929,834	55,845,632
Total	<u>55,929,834</u>	<u>55,845,632</u>

**Note 6- Other Current Liabilities**

	<b>As at 31<sup>st</sup> March, 2015</b>	<b>As at 31<sup>st</sup> March, 2014</b>
(a) Statutory dues Payables	1,168,536	29,882
(b) Other Payables	238,860	2,122,814
Total	<u>1,407,396</u>	<u>2,152,696</u>

**Note 8- Non- Current Investments**

	<b>As at 31<sup>st</sup> March, 2015</b>	<b>As at 31<sup>st</sup> March, 2014</b>
Quoted		
Investment in Strides Acrolab Ltd 15000 Equity Shares of Rs. 10 Each (Market Value as on 31.03.2014 (Rs 387.25/share) Rs 5808750/- )	-	5,666,842
Investments in Birla Eric 3000 Equity Shares of Rs. 10 each (Market Value as on 31.03.2015 (Rs 52.85/share) Rs. 1,585,550/-)	202,270	-
Total	<u>202,270</u>	<u>5,666,842</u>



**Note 9- Inventories**

	<b>As at 31<sup>st</sup> March, 2015</b>	<b>As at 31<sup>st</sup> March, 2014</b>
(a) Stock in Trade	-	5,229,235
Total	<u>-</u>	<u>5,229,235</u>
Details of Stock in Trade:		
Iron – Steel Products	-	<u>5,229,235</u>

For Mode of Valuation, refer Annexure I

\*\*Inventories has been taken as valued and certified by the management of the Company.

**Note 10- Trade Receivables**

	<b>As at 31<sup>st</sup> March, 2015</b>	<b>As at 31<sup>st</sup> March, 2014</b>
Outstanding for a period exceeding six months (from the due date)		
Unsecured, Considered Good	38,122,260	15,847,630
Outstanding for a period less than six months (from the due date)		
Unsecured, Considered Good	<u>123,571,128</u>	<u>58,796,639</u>
Total	<u>161,693,388</u>	<u>74,644,269</u>

**Note 11- Cash and Bank Balances**

	<b>As at 31<sup>st</sup> March, 2015</b>	<b>As at 31<sup>st</sup> March, 2014</b>
(i) Cash and Cash Equivalents :		
a. Balance with Banks	42,344	761,227
b. Cash on hand	<u>63,016</u>	<u>615,984</u>
Total	<u>105,360</u>	<u>1,377,212</u>

**Note 13- Short term Loans and Advances**

	<b>As at 31<sup>st</sup> March, 2015</b>	<b>As at 31<sup>st</sup> March, 2014</b>
(a) Security Deposits		
Unsecured, Considered Good	540,000	1,00,000
(b) Other Loans and Advances		
Unsecured, Considered Good	42,629,932	15,341,656
(c) Income Tax Refund	258,630	30,752
(d) Prepaid Expenses	84,071	-
(e) MAT credit Entitlement	<u>1,117,460</u>	<u>-</u>
Total	<u>44,630,093</u>	<u>15,472,408</u>

**Note 14- Revenue from Operations**

	<b>As at 31<sup>st</sup> March, 2014</b>	<b>As at 31<sup>st</sup> March, 2013</b>
Sale of Products:		
i) Traded Goods	<u>601,825,289</u>	<u>498,071,870</u>
Total	<u>601,825,289</u>	<u>498,071,870</u>
Detail of Sale of Products:		
Traded Goods		
Iron-Steel Products	<u>601,825,289</u>	<u>498,071,870</u>

**Note 15 - Other Incomes**

	<b>As at 31<sup>st</sup> March, 2015</b>	<b>As at 31<sup>st</sup> March, 2014</b>
Interest Income	1,26,816	38,075
Misc Income	229,965	3,492
Dividend Income	46,250	-
Income from Derivatives Business	61,971	449,018
Profit on Sale of Shares	863,893	646,900
Total	<u>7,428,895</u>	<u>1,137,485</u>

**Note 16- Cost of Material Sold**

	<b>As at 31<sup>st</sup> March, 2015</b>	<b>As at 31<sup>st</sup> March, 2014</b>
Opening Stock:		
(a) Traded Goods	-	-
Purchase of Trading Goods	541,249,112	489,301,097
Closing Stock:		
(a) Traded Goods	<u>-</u>	<u>-</u>
	541,249,112	489,301,097
Details of Purchases of Stock in Trade:		
Iron-Steel	<u>541,249,112</u>	<u>489,301,097</u>

**Note 17- Changes in Inventories of Finished Goods,  
Work-in-progress and Stock-in-trade**

	<b>As at 31<sup>st</sup> March, 2015</b>	<b>As at 31<sup>st</sup> March, 2014</b>
Opening Stock:		
(b) Traded Goods	5,229,235	
Closing Stock:		
(b) Traded Goods	<u>-</u>	5,229,235
Changes in Inventories	5,229,235	<u>(5,229,235)</u>

**Note 18-Employees Benefit Expenses**

	<b>As at 31<sup>st</sup> March, 2015</b>	<b>As at 31<sup>st</sup> March, 2014</b>
Salaries, Wages, Bonus, etc	1,246,305	571,000
Employee Welfare Expenses	-	38,500
Total	<u>1,246,305</u>	<u>609,500</u>

**Note 19- Finance Cost**

	<b>As at 31<sup>st</sup> March, 2015</b>	<b>As at 31<sup>st</sup> March, 2014</b>
Interest to Others	12,016,043	3,157
Bank Charges	406,030	49,434
Interest to Bank	260,352	-
Total	<u>12,682,425</u>	<u>52,591</u>

**Note 20- Other Expenses**

	As at 31 <sup>st</sup> March, 2015	As at 31 <sup>st</sup> March, 2014
Electricity Expenses	122,236	
Import Expenses	12,962,173	-
Commission Expenses	356,076	-
Custom Duty	29,599,982	-
Rent, Rates & Taxes	1,569,587	189,058
Legal & Professional Charges	209,970	86,690
Loading and Unloading	368,000	285,596
Repair and maintenance- Computer	48,175	-
Additional Sales Tax Demand	-	538,554
Miscellaneous Expenses	425,144	394,136
Auditors' Remunerations (a)	112,360.00	112,360
Other Expenses	2,052,149	5,516,786
<b>Total</b>	<b>47,825,853</b>	<b>7,123,180</b>
 (a) Details of payment to Auditors:		
Audit Fee	112,360	112,360
Tax Audit Fee	-	-
Other Matters	-	-
<b>Total</b>	<b>112,360</b>	<b>112,360</b>

**Note 21- Related Party transaction****(a) List of Related Parties:**

- (i) Key Managerial Personnel:  
Mr. Manoj Gupta
- (ii) Relatives of Key Managerial Personnel :  
M/s Gran Overseas Limited  
M/s Friend Land Developers  
M/s SVP Builders India Ltd

**(b) Transactions Carried out with Related Parties referred to in (a) above :**

Nature of Transactions	As at 31 <sup>st</sup> March, 2015	As at 31 <sup>st</sup> March, 2014
<b>Expenses</b>		
Managerial Remuneration	480,000	280,000
Interest on Loans	10,600,842	-
Purchase of Goods	-	-
Sale of Goods	-	-

<b>Note 22-Expenditure in Foreign Currency:</b>	NIL	NIL
<b>Note 23-Value of Import:</b>	153,181,784	NIL
<b>Note 24-Earnings in Foreign Currency</b>	NIL	NIL
<b>Note 25 – Contingent Liabilities and Commitments</b>	NIL	NIL

**Note 26** - As at 31-3-2015 based on the information provided by the company had no outstanding dues to Micro, Small and Medium enterprises undertakings(previous year Nil)

**Note 27**- Significant accounting policies and practices adopted by the Company are disclosed in the statement annexed to these financial statements as Annexure

As per our Separate Report of even date.

FOR AND ON BEHALF OF THE BOARD

**For VAPS & Co.**

Firm Reg. No. 003612N

Chartered Accountants

**(Vipin Aggarwal)**

Partner

Membership No. 082498

Place: New Delhi

Date: 30.05.2015

**(Manoj Gupta)**

Managing Director

**(Ruta Jindal)**

Director

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Company Secretary

**(Lalit Kumar)**

Chief Financial Officer

## POTENTIAL INVESTMENTS & FINANCE LIMITED

A-3, NDSE, Part-I, New Delhi-110049

CIN : L74900DL1983PLC014972

### SUMMARY OF VARIOUS ACCOUNTS

	As on 31.03.2015	As on 31.03.2014
<b>Unsecured Loans from Director</b>		
Manoj Gupta	-	375,032
G.R. Bathla Publications Pvt. Ltd	-	-
	-	375,032
<b>Loan and Advances from Related Party</b>		
Friend Land Developers	13,420,274	-
SVP Builders India Ltd (LOAN A/C)	60,074,984	-
	<b>73,495,258</b>	-
<b>List of Trade Payables :</b>		
Akhil Amit Steel Corporation	-	2,078,109
Ambica Steels	-	576,061
APL Apollo Tubes Limited	15,880,723	5,128,963
Adhunik Industries Ltd	772,167	
Bharat Steel	10,079,902	
Barsana Industries	-	4,627,288
Goverdhan Industries Pvt. Ltd.	-	446,475
Gupta Steel Udyog	-	3,451,793
Krishna Steel Rolling Mills	-	721,961
Kuber Ispat	-	4,107,536
Mascot (India) Tools And Forgings (P) Ltd.	9,832,276	-
N.S.P. FORGINGS PVT. LTD.	280,652	-
Navyug Iron Pvt. Ltd.	-	3,091,038
Pawan Kumar Chetan Kumar	2,749,311	2,323,978
Raj Ratan Smelter Limited	-	1,394,260
Rathi Industries	-	795,492
Spark Electrodes Pvt Ltd	458,463	458,463
Supreme Alloys Limited	4,333,755	20,855,690
Gran Overseas Ltd	1,338,844	1,338,844
Shree Shanker Tala Bhandar Pvt. Ltd.	6,209,669	4,449,681
Shri Bajrang Power and Ispat Ltd	2,219,789	-
Shri Lakshmi Steel Suppliers	98,650	-
VIKRANT IRON PVT. LTD.	1,675,633	-
Total	55,929,834	55,845,632

**Other Current Liabilities****(a) Statutory Dues :**

TDS Payable	1,112,770	19,076
Vat Payable	581	-
Service Tax Payable	55,185	10,806
<b>Total</b>	<b>1,168,536</b>	<b>29,882</b>

**(b) Other Payables :**

VAPS & Company	102,360	101,124
Provision for Income Tax	-	2,021,690
Director Remuneration Payable	37,500	-
Expenses Payable	50,000	-
Salary Payable	49,000	-
Manoj Gupta	-	-
Sapna Agrawal W/O Vipin Agrawal	-	-

<b>Total</b>	<b>238,860</b>	<b>2,122,814</b>
<b>Grand Total</b>	<b>1,407,396</b>	<b>2,152,696</b>

**Cash & Cash Equivalents**

Cash in Hand	63,016	615,984
Punjab National Bank Noida (Goa)	-	-
Punjab National Bank (16447)	10,316	150,969
OBC GZB. A/c 4595	4,879	5,446
OBC GZB. A/c 4274	5,107	5,107
Bank Of India Ghaziabad	17,596	-
Yes Bank Rdc Ghaziabad	4,446	-
PNB Mohan Nagar-17392	-	599,705
<b>Total</b>	<b>105,360</b>	<b>1,377,212</b>

**Short Term Loans & Advances****(a) Security Deposits**

SAIL	-	100,000
Securities Refundable for Container	540,000	-
<b>Total</b>	<b>540,000</b>	<b>100,000</b>

**(b) Other Advances**

D M Minerals & Resources	12,500,000	12,500,000
Mars Mines & Minerals	2,000,000	2,000,000
GALE Garments & Exports Pvt. Ltd.	12,800,000	-
Krishna Steel Rolling Mills(Loan)	2,637,466	-
Lata Singh	5,200,000	-
Moti Sale Corporation (Loan)	2,118,110	-
Add Duty (Import)	5,372,209	-
Input Tax Credit	2,147	279,856
Other Receivables	-	561,800

<b>Total</b>	<b>42,629,932</b>	<b>15,341,656</b>
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**(c) Income Tax Refund**

TDS Deducted	126,473	3,808
TCS Receivable	132,157	26,944
	<u>258,630</u>	<u>30,752</u>

**Sales**

Central Sale	43,898,932	-
Central Sale 4%	11,513,168	-
Consignment Sale	144,777,890	-
Sale-E1 & -C	19,502,000	-
Up Sale-4%	382,133,300	-
	<u>601,825,289</u>	-

**Purchases**

Central Purchase	7,275,465	-
Purchase-E1 & C	34,105,662	-
Purchase Import	153,181,784	-
Up Purchase-4%	345,154,507	-
Freight Inward	1,619,733	-
Cutting Charges	5,524	-
Less Rebate and Discount	(93,563)	-
	<u>541,249,112</u>	-

**Interest Income**

Interest from Shri Paras Ram Holding Pvt Ltd	937,352	-
Interest Income	289,464	-
	<u>1,226,816</u>	-

**Profit and Loss on F&O**

Profit (Jobbing) On Bel Shares	70,178	-
Profit / Loss On F&O(Shri Paras Ram Holding P Ltd)	(8,208)	-
	<u>61,971</u>	-

**Profit and Loss on Shares**

Profit/Loss On Sale Of Aksh Opt	(77,939)	-
Profit On Sale Colgate Shares	146,573	-
Profit On Sale Of Bel Shares	1,796,388	-
Profit On Sale Of Himaachl fut	74,633	-
Profit On Sale Of KRPL Shares	1,067,502	-
Profit On Sale Of strides Shares	1,309,044	-
Profit On Sale On Sale Of Alok Tex Shares	(76,749)	-
Profit On Sale Of United Spirit	1,624,440	-
Total	<u>5,863,893</u>	-

**Misc. Expenses**

Consignment Expenses	187,694	-
Godown rent Sahibabad	6,000	-
Out of Pocket Expenses	10,039	-
Short & excess	2,234	-
Rounded Off	(40)	-
STT Charges	219,218	-
	<b>425,144</b>	-

**Salary ,Wages And Bonus**

Director Sitting Fees	105,000	-
Director Remuneration	480,000	-
Salary to Staff	644,000	-
Staff Welfare	17,305	-
	<b>1,246,305</b>	-

**Import Expenses**

CHA Expenses	1,101,871	-
Ground Rent	279,247	-
Shipping Line Charges	11,581,055	-
	<b>12,962,173</b>	-

**Interest**

Interest to Shri Paras Ram Holding Pvt Ltd	96,390	-
Interest(Unsecured Loan)	1,304,660	-
Interest on Loan (Unsecured)	10,605,842	-
Interest (Service Tax)	3,905	-
Interest (TDS)	5,206	-
Interest (Sales Tax)	40	-
	<b>12,016,043</b>	-

**Other Expenses**

Travelling & Conveyance Expenses	9,150	16,250
Printing & Stationery	55,578	29,620
Postage & telephone	1,881	-
Insurance	8,832	-
Income Tax Demand	-	2,000
Office Rent Sahibabad	3,500	-
Vehicle Repair Maintenance	3,670	-
Office Maintenance Expenses	32,742	-
Job work	29,632	24,356
Service Tax on Freight	73,703	-
Entry Tax on Purchases	886,756	1,429,401
Advertisement	95,336	60,233
Freight & cartage	851,369	1,721,764
Rebate and Discounts	-	2,233,162
	<b>2,052,149</b>	<b>5,516,786</b>



**Note : 8 Fixed Assets & Depreciation**

Particulars	Gross Block				Depreciation				Net Block	
	Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Addition during the year	Deduction during the year	Value at the end	WDV as on 31.03.2015	WDV as on 31.03.2014
<b><u>Tangible Assets</u></b>										
Vehicles	555,000	52,534	555,000	52,534	214,161	15,367	214,161	15,367	37,167	340,839
Computer	62,000	100,515	27,650	134,865	36,185	72,805	25,880	83,110	51,755	25,815
<b>TOTAL</b>	<b>617,000</b>	<b>153,049</b>	<b>582,650</b>	<b>187,399</b>	<b>250,346</b>	<b>88,172</b>	<b>240,041</b>	<b>98,478</b>	<b>88,922</b>	<b>366,654</b>
<b>(Previous Year)</b>	<b>582,650</b>	<b>34,350</b>	<b>-</b>	<b>617,000</b>	<b>177,239</b>	<b>73,108</b>	<b>-</b>	<b>250,346</b>	<b>543,892</b>	<b>405,412</b>

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2015**

	<i>Figures as at the end of current reporting period</i>		<i>Figures as at the end of previous reporting period</i>	
	<b>AMOUNT</b>	<b>TOTAL</b>	<b>AMOUNT</b>	<b>TOTAL</b>
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net Profit before tax and extra ordinary items		933,081		7,279,114
<u>Add: adjustment for:</u>				
Depreciation	88,172		73,108	
Misc expenses w/off	-		-	
Interest & Finance Charges	12,682,425		52,591	
Loss on sale of fixed assets	-			
<u>Less: Adjustment for:</u>				
Interest & Finance Charges			(1,137,485)	
Prior Period Expenses	-			
TDS FY 2009-10- Not recoverable	-			
Dividend Received	(46,250)			
Profit on sale of fixed assets	-			
Salvage value of fixed assets w/off	(342,609)			
<b>Total</b>		<b>12,381,738</b>		<b>6,267,328</b>
<b>Operating profit before working capital changes</b>		<b>13,314,819</b>		
<b>Adjustment for:</b>				
(Increase)/Decrease in Sundry debtors	(87,049,119)			
(Increase)/Decrease in Other receivables	(29,157,685)			
(Increase)/Decrease in Loans & Advances			(472,408)	
(Increase)/Decrease in Other long term assets	-		13,740,158	
(Increase)/Decrease in Trade Receivables	-		(54,296,639)	
(Increase)/Decrease in Current Liabilities			47,814,484	
(Increase)/Decrease in Inventories	5,229,235		(5,229,235)	
Increase/(Decrease) in Trade & Other payable	(661,097)	(111,638,667)		1,556,360
<b>Cash generated from operations</b>		<b>(98,323,848)</b>		<b>7,823,688</b>
Cash flow before extra ordinary items		(98,323,848)		7,823,688
Income Tax Paid		1,714,170		2,021,690
Extra ordinary items				
<b>Net cash from operating activities</b>		<b>(96,609,678)</b>		<b>5,801,998</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
(Purchase) of Fixed Assets	(153,049)		(34,350)	
Sale of Fixed Assets	342,610		-	
Advance for Fixed Assets	-			
Investments	5,464,573			
Interest received on other income	-		1,137,485	
Dividend Received	46,250			
Net Cash used in investing activities		<b>5,700,384</b>		<b>1,103,135</b>

<b>C.</b>	<b>CASH FLOW FROM FINANCE ACTIVITIES</b>			
	Receipt/(Repayment) of secured loans	42,558,578		
	Receipt/Repayment of unsecured loans	59,761,290	(40,634,276)	
	Interest & Finance Charges Paid	(12,682,425)	(52,591)	
	Receipt against issue of Equity Shares	-	35,000,000	
	Net cash generated from Financing activities		89,637,443	(5,686,867)
	<b>NET CHANGE IN CASH EQUIVALENT(a+b+c)</b>		(1,271,851)	1,218,266
	<b>CASH &amp; CASH EQUIVALENT</b>			
	Opening Balance		1,377,212	158,947
	Closing Balance		105,360	1,377,213

**Notes :**

1. Cash & Cash Equivalents represents Cash & Bank Balances and deposits with Banks as per Note 15
2. The Cash Flow Statement has been prepared under the "Indirect method " as set out in the Accounting Standard (AS -3), "Cash Flow Statement".
3. Figures in Brackets indicate cash outflow.

FOR AND ON BEHALF OF THE BOARD

**For VAPS & Co.**

Firm Reg. No. 003612N  
Chartered Accountants

**(Vipin Aggarwal)**

Partner  
Membership No. 082498  
Place: New Delhi  
Date: 30.05.2015

**(Manoj Gupta)**

Managing Director

**(Ruta Jindal)**

Director

**(Achal Kapoor)**

Company Secretary

**(Lalit Kumar)**

Chief Financial Officer