

Notes to financial statements**1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

These financial statements have been prepared on an accrual basis and under historical cost convention and in compliance in all material aspects, with the applicable accounting principles in India, the applicable accounting standards notified under section 133 and the relevant provisions of the companies Act 2013.

All the assets and liabilities have been classified as current as per the company's normal operations cycle and other criteria set out in schedule III to the companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for the processing and their realization in cash and cash equivalent,

2. SIGNIFICANT ACCOUNTING POLICIES:**a) ACCOUNTING CONVENTION:**

The Company follows the mercantile system of accounting. Accounting policies not specifically referred to otherwise are consistent with the generally accepted Accounting Standards.

b) RETIREMENT BENEFITS:

Provision for gratuity has not been made since there are no employees on the rolls of the company during the financial year 2017-18.

3. Share Capital

Particulars	31 March,2018 Amount in Rs	31 March,2017 Amount in Rs
Authorized shares		
70,00,000 equity shares of Rs.10/- each	7,00,00,000	7,00,00,000
Issued, subscribed and fully paid-up shares		
70,00,000 equity shares of Rs.10/- each	6,57,25,000	6,57,25,000
Total issued, subscribed and fully paid-up share capital	6,57,25,000	6,57,25,000

a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity shares

Particulars	31 March,2018		31 March,2017	
	No of shares	Amount in Rs	No of shares	Amount in Rs
At the beginning of the period	65,72,500	6,57,25,000	65,72,500	6,57,25,000
Outstanding at the end of the period	65,72,500	6,57,25,000	65,72,500	6,57,25,000

(b). Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share the company declares and pays Dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the Approval of the shareholders in the ensuing Annual General Meeting.

During the year ended 31 March 2018, the amount of per share dividend recognized as distributions to equity shareholders was Rs. Nil.

In the event of liquidations 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 shareholders.

Particulars	31 March,2018		31 March,2017	
	Amount in Rs		Amount in Rs	
Capital reserve				
State Subsidy		15,00,000		15,00,000
Total		15,00,000		15,00,000
Surplus/(deficit) in the statement of profit and loss		15,00,000		15,00,000
Balance as per last financial statements				
Profit for the year	-7,45,35,815	-7,46,59,892	-7,44,04,015	-7,45,35,815
	-1,24,077		-1,31,800	
		7,31,59,892		-7,30,35,815

5. Long-term borrowings

Particulars	31 March,2018 Rs	31 March,2017 Rs
Unsecured Loans:		
Loan from Related parties	1,08,000	1,08,000
Total	1,08,000	1,08,000

6.Trade Payables

Particulars	31 March,2018 Rs	31 March,2017 Rs
Sundry creditors	26,59,550	26,59,550
Total	26,59,550	26,59,550

7. Other long-term liabilities

Particulars	31 March,2018 Rs	31 March,2017 Rs
Unsecured borrowings	35,88,348	35,88,348
Other Liabilities	9,86,213	6,31,715
Total	45,74,561	42,20,063

8.Other current liabilities

Particulars	31 March,2018 Rs	31 March,2017 Rs
Loan from Director	1,30,000	-
Audit fee payable	-	1,26,498
Creditors for expenses	-	2,28,000
Total	1,30,000	3,54,498



Value
Research

9. Cash and Bank balances

Particulars	31 March,2018 Rs	31 March,2017 Rs
Cash and cash equivalents		
Balances with banks: On current accounts	13,899	11,454
Cash on hand	23,320	19,842
Total	37,219	31,296

10. Other expenses

Particulars	31 March,2018 Rs	31 March,2017 Rs
Printing & Stationery	9,833	8,550
Communication expenses	12,650	11,000
Travelling & Conveyance	23,460	20,400
Office Maintenance	17,519	15,234
AGM/EGM Expense	6,670	5,800
General Expense including bank charges	42,145	59,016
Audit fee	11,800	11,800
Total	1,24,077	1,31,800

Payment to auditor

Particulars	31 March,2018 Rs	31 March,2017 Rs
As auditor:		
Audit fee	11,800	11,800
Total	11,800	11,800

10. CONTINGENT LIABILITIES NOT PROVIDED FOR:

- in respect of Bank Guarantee Rs. Nil (previous year Rs. Nil)
- in respect of Letter of Credit Rs. Nil (Previous year Rs. Nil)

11. Related Party Transactions: NIL**12. Earnings Per Share:**

The Company has incurred a net loss of Rs.1,24,077 /- during the year under review and hence EPS is (0.019)

13. DIRECTORS' REMUNERATION: NIL**14. AUDITORS' REMUNERATION:**

For statutory Audit: Rs.11,800/-

15. Figures have been rounded off to the nearest rupee.**16. Unsecured loans and balances of Current liabilities are subject to confirmation.****17. Previous year figures have been regrouped or reclassified, wherever necessary, to conform to this year's classification.**

BALANCE SHEET ABSTRACT AND COMPANY GENERAL BUSINESS PROFILE**I. Registration Details:**

Registration No.01-15718 of 1993-94	State Code No.01
Balance Sheet date 31-03-2018	

II. Capital Raised during the year (Amount in Rs. thousands)

Public Issue	Rights Issue
Nil	Nil
Bonus Issue	Private Placement
Nil	Nil

III. Position of Mobilization and Development of funds (Amount in Rs. thousands)

Total Liabilities	Total Assets
31	37.2

SOURCES OF FUNDS:

Paid Up Capital	Reserve & Surplus
65,725	(73,159.8)
Secured Loans	Unsecured Loans
0	3826.3

APPLICATION OF FUNDS:

Net fixed Assets	Investments
0	Nil
Net Current Assets	Misc. Expenditure
Nil	Nil
Accumulated Loss	
73,159.8	

IV. Performance of Company (Amount in Rs. thousands)

Turnover	Total Expenditure
Nil	124
Profit before Tax	Profit after Tax
(124)	(124)
Earnings per share in (Rs.)	Dividend Rate %
(0.019)	Nil

V. Generic Name of three Principal products/ service of company (As per monetary Terms)

Items Code No.: 630291

(ITC Code No.) Products description: Knitted Socks.

For and on behalf of the Board

For **LAKSHMI AND ASSOCIATES.,**

Chartered Accountants

FRN: 0124825

Sd/-

MOHAN REDDY.T

Partner

Membership No. 239635

Sd/-

S.S.R. KISHEN

MANAGING DIRECTOR

DIN:01061990

Sd/-

DEEPTI GUPTA

DIRECTOR

DIN: 06780268

Place: Hyderabad

Date: 24.08.2018