

NOTES TO THE FINANCIAL STATEMENTS**1 General Information**

NEWEVER TRADE WINGS LTD. ("the Company") was incorporated as private limited company under the provisions of Companies Act, 1956 on April 27, 2012 as Newever Infrahomes Private Limited. Later on it was converted to public limited company on June 07, 2012 as Newever Infrahomes Limited. During the financial year 2013-14, the name of the company has been changed /altered from Newever Infrahomes Ltd. to Newever Trade Wings Limited and went for listing on 17th October, 2013 in Bombay Stock Exchange, SME Platform having Scrip Code 536644 its ISIN No. is INE596O01010 . The Company is presently engaged in the business of trading in Iron & Steel and other related commodities.

2 Summary of significant accounting policies**i Basis of preparation**

These financial statements have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP) under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 133 and other relevant provisions of the Companies Act, 2013. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current–non current classification of assets and liabilities.

ii Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known/materialise.

iii Tangible Assets

Tangible Assets are stated at cost net of accumulated depreciation and accumulated impairment losses if any. Cost comprises cost of acquisition, construction and subsequent improvements thereto including taxes and duties (net of credits and drawbacks), freight and other incidental expenses related to acquisition and installation. Subsequent expenditure related to an item of fixed asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance. Losses arising from the retirement of, and gains or losses arising from disposal of tangible assets which are carried at cost are recognised in the Statement of Profit and Loss.

iv Depreciation and amortization

Depreciation including amortization on fixed assets, is provided under Written Down Value Method (WDV) in accordance with Schedule II to the Companies Act, 2013.

v Borrowing Costs

Borrowing costs attributable to acquisition and / or construction of qualifying assets are capitalised as a part of the cost of such assets up to the date when such assets are ready for its intended use. Other borrowing costs are charged to Statement of Profit and Loss.

vi Inventories

Inventories are stated at cost or net realisable value, whichever is lower. Cost is determined on weighted average method and comprises expenditure incurred in the normal course of business in bringing such inventories to their present location and condition and includes, where applicable appropriate overheads. Obsolete, slow moving and defective inventories are identified at the time of physical verification and where necessary, provision is made for such inventories.

vii Revenue Recognition

Sale of Goods are recognised when the substantial risks and reward of ownership in the goods are transferred to the buyer as per the terms of the contract and are recognised net of trade discounts, rebates, sales taxes and VAT.

viii Other Income

Interest Income is generally recognised on a time proportion basis taking into account the amount outstanding and the rate applicable, when there is reasonable certainty as to realisation. All other items are recognised on accrual basis.

ix Taxes on income

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

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 substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised only if there is virtual certainty that there will be sufficient future taxable income will be available against which these can be realised. 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 realisability.

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 probable that future economic benefit associated with it will flow to the Company.

x Provisions, contingent liabilities and contingent assets

Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation can be made. Provisions (excluding retirement benefits) are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date and are not discounted to its present value. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence/non occurrence of one/more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

A contingent asset is neither recognised nor disclosed in the financial statements.

xi Earnings Per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

xii Cash and cash equivalents

In the Cash Flow Statement, cash and cash equivalents includes cash in hand, demand deposits with banks, other short-term highly liquid investments with original maturities of three months or less.

NEWEVER TRADE WINGS LIMITED

3 Share Capital

Amount in Rs.

Particulars	31 st March, 2017	31 st March, 2016
Authorised 25,000,000 (25,000,000) Equity shares of Rs.10/- each with voting rights	250,000,000	250,000,000
Issued, subscribed and fully paid up 23,945,200 (23,945,200) Equity shares of Rs.10/- each with voting rights	239,452,000	239,452,000
	239,452,000	239,452,000

3.1 Reconciliation of number of shares :

	31 st March, 2017		31 st March, 2016	
	No. of Shares	Amount	No. of Shares	Amount
Equity shares with voting rights				
Opening Balance/Balance as per last account	23,945,200	239,452,000	23,945,200	239,452,000
Fresh share issued during the year	-		-	
Closing Balance	23,945,200	239,452,000	23,945,200	239,452,000

3.2 Rights, preferences and restrictions attached to shares

Equity Shares :

The company has one class of equity shares having a par value of Rs. 10/- per share. Each shareholder is eligible for one vote per share held. 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 to their shareholding.

3.3 Details of shares held by each shareholder holding more than 5% Shares :

	31 st March, 2017		31 st March, 2016	
	No. of Shares	% holding	No. of Shares	% holding
Equity shares with voting rights				
1. Dunhil Healthcare Private Limited (Holding)	5,000,000	20.88%	5,000,000	20.88%
	5,000,000	20.88%	5,000,000	20.88%

4 Reserves & Surplus

Particulars	31 st March, 2017	31 st March, 2016
Surplus/(Deficit) in Statement of Profit and Loss		
Opening balance	787,298	266,264
Add/(Less) : Profit/(Loss) for the year	117,934	521,034
Closing balance	905,232	787,298

5 Short-term borrowings

Amount in Rs.

Particulars	31 st March, 2017	31 st March, 2016
Loan repayable on demand from body corporate :		
Balances with Government authorities		
Secured	778,426	-
Unsecured	1,541,330	1,541,330
	2,319,756	1,541,330

6 Trade payables

Particulars	31 st March, 2017	31 st March, 2016
Dues to other than Micro and Small Enterprises	900,808,749	649,533,726
	900,808,749	649,533,726

Note :

Necessary disclosures required under Micro, Small & Medium Enterprises Development Act, 2006, can only be considered once relevant information to identify the supplier who are covered under the said Act are received from such parties. The above information has been compiled in respect of parties to the extent to which they could be identified as Micro and Small Enterprises under Micro, Small and Medium Enterprises Development Act, 2006 on the basis of information available with the Company.

7 Other Current Liabilities

Particulars	31 st March, 2017	31 st March, 2016
Statutory remittances		
VAT	-	14,900
Tax Deducted at Source Payable	(250,059)	212,114
Payable for employee benefits	-	-
Creditors for expenses	3,109,234	3,424,669
	2,859,175	3,651,683

8 Short Term Provisions

Particulars	31 st March, 2017	31 st March, 2016
Provision for :		
- tax	76,995	295,215
	76,995	295,215

9 Fixed Assets

Amount in Rs.

Particulars	Gross block				Accumulated depreciation and impairment				Net Block	
	1 st April 2016	Additions/ Adjustments	Disposals/ Adjustments	31 st March 2017	1 st April 2016	For the year	Disposals/ Adjustments	31 st March 2017	31 st March 2017	31 st March 2016
A. Tangible assets										
Owned										
Vehicles	1,287,262	1,400,445	352,780	2,334,927	884,576	333,820	-	1,218,396	1,116,531	402,686
Office Equipments	209,000	-	-	209,000	196,728	3,644	-	200,372	8,628	12,272
Computer	237,226	-	-	237,226	219,660	9,420	-	229,080	8,146	17,566
	1,733,488	1,400,445	352,780	2,781,153	1,300,964	346,884	-	1,647,848	1,133,305	432,524
31 st March 2016	1,733,488	-	-	1,733,488	1,041,169	259,795	-	1,300,964	432,524	692,319

Particulars	Gross block				Accumulated depreciation and impairment					
	1 st April 2015	Additions/ Adjustments	Disposals/ Adjustments	31 st March 2016	1 st April 2015	For the year	Disposals/ Adjustments	31 st March 2016	31 st March 2016	31 st March 2015
A. Tangible assets										
Owned										
Vehicles	1,287,262	-	-	1,287,262	692,357	192,219	-	884,576	402,686	594,905
Office Equipments	209,000	-	-	209,000	163,439	33,289	-	196,728	12,272	45,561
Computer	237,226	-	-	237,226	1,85,373	34,287	-	219,660	17,566	51,853
	1,733,488	-	-	1,733,488	1,041,169	259,795	-	1,300,964	432,524	692,319
31 st March 2016	1,733,488	-	-	1,733,488	505,236	535,933	-	1,041,169	692,319	-

10 Deferred Tax (Liability) / Asset

Particulars	31 st March, 2017	31 st March, 2016
The major components of the Deferred Tax Liabilities/(Assets) based on the tax effects of timing differences are as follows :		
Deferred Tax Asset		
- On Account of Depreciation	92,904	92,904
- On Account of Preliminary Expenses	944	944
Net Deferred Tax (Liability) / Asset	93,847	93,847

11 Trade Receivables

Particulars	31 st March, 2017	31 st March, 2016
Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
Unsecured, considered good	850,900,229	425,036,516
Others		
Unsecured, considered good	58,930,662	234,395,301
	909,830,891	659,431,817

12 Cash and Bank Balance

Amount in Rs.

Particulars	31 st March, 2017	31 st March, 2016
Cash and Cash Equivalent		
Cash on hand	520,530	13,192
Balances with banks :		
In current accounts	270,380	9,505
	790,910	22,697

12.1 SBN Notes

Particulars	SBNs	Other	Total
Closing balance as at 08.11.2016	-	3,192	3,192
Transactions between 9th November and 30th December, 2016			
Add : Withdrawal from Bank accounts	-	220,000	220,000
Add : Receipts for permitted transactions	-	-	-
Add : Receipts for non-permitted transactions (if any)	-	-	-
Less : Paid for permitted transactions	-	-	-
Less : Paid for non-permitted transactions (if any)	-	117,680	117,680
Less : Deposited in Bank accounts	-	-	-
Closing Balance as at 30.12.2016	-	-	105,512

**For the purpose of this clause, the term “Specified Bank Notes” shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated November 8, 2016.

13 Short-term Loans and Advances

Particulars	31 st March, 2017	31 st March, 2016
Advances to suppliers (Recoverable in cash or in kind for which value to be received)	11,501,000	-
Unsecured, considered good	196,238,221	216,064,565
Prepaid expenses	14,939	14,939
Other Advances	25,612,500	17,752,247
TDS	484,520	484,520
Balance with Government authorities		
Advance Tax (Net of provisions Rs.8,23,139)	41,881	307,096
	233,893,061	234,623,367

14 Other Current Assets

Amount in Rs.

Particulars	31 st March, 2017	31 st March, 2016
Security deposits Unsecured, considered good	657,000	657,000
	657,000	657,000

15 Revenue from Operations

Particulars	31 st March, 2017	31 st March, 2016
Sale of Traded goods :		
Channel	-	59,961,063
Joist	-	54,791,052
M.S.Angle	56,147,744	21,678,296
MS Sheet	-	117,904,299
TMT Bar	-	262,452,065
MS Flat	6,794,438	49,294,855
MS Round	75,995,377	27,719,787
Others	570,456,211	-
	709,393,770	593,873,417

16 Other Income

Particulars	31 st March, 2017	31 st March, 2016
Interest on Loans and Advances	2,937,396	4,935,205
Other Income	197,220	-
	3,134,616	4,935,205

17 Purchase of Trade Goods

Particulars	31 st March, 2017	31 st March, 2016
Channel	-	59,765,385
Joist	-	54,659,096
M.S.Angle	56,022,375	21,625,214
MS Sheet	-	117,626,289
TMT Bar	-	261,695,838
MS Flat	6,782,359	49,170,365
MS Round	75,669,915	27,719,756
Others	571,843,274	-
	710,317,923	592,261,943

18 Employee Benefits Expense

Amount in Rs.

Particulars	31 st March, 2017	31 st March, 2016
Salaries and wages	604,514	762,982
Directors' Remuneration	-	-
Staff welfare expenses	-	-
Exgratia	-	-
	604,514	762,982

19 Other Expenses

Particulars	31 st March, 2017	31 st March, 2016
Freight and forwarding	-	-
Power & Fuel Charges	37,757	-
Business promotion	201,930	53,509
Commission	-	2,269,736
Travelling and conveyance	32,309	721,751
Rent including lease rentals	180,000	216,000
Insurance	-	2,134
Rates and taxes	4,567	9,880
Printing and stationery	5,223	3,700
Telephone Charges	12,614	4,752
Filing Fees	128,187	35,400
Legal and professional	43,555	71,022
Payments to auditors (net of service tax input credit, where applicable) :		
As auditors		
For statutory audit	159,498	68,700
For taxation matters	-	17,175
For others	-	17,175
Business Development Fees	-	986,330
Miscellaneous expenses	281,389	213,962
	1,087,029	4,691,226

20 Earnings per Sahre

Particulars	31 st March, 2017	31 st March, 2016
Net profit/(loss) for the year	117,934	521,034
Weighted average number of equity shares	23,945,200	23,945,200
Par value per share	10	10
Earnings per share - Basic	0.005	0.022
Net profit / (loss)	117,934	521,034
Weighted average number of equity shares - for diluted EPS	23,945,200	23,945,200
Par value per share	10	10
Earnings per share - Diluted	0.005	0.022

NEWEVER TRADE WINGS LIMITED

21 Related party transactions

Amount in Rs.

Details of related parties :

Key Management Personnel (KMP) :

Vikrant Kayan

Entities in which KMP/Relatives of KMP can exercise significant influence :

Dunhil Healthcare Pvt. Ltd.
V.S. Hi-rise Pvt. Ltd.
Jobtrack Vyapaar Pvt. Ltd.
Dunhil Traders Pvt. Ltd.
Alfred Beverages Pvt. Ltd.
Aakooti Bater Pvt. Ltd.
Agnes Packaging Pvt. Ltd.
Gleam Fashions Pvt. Ltd.
Trinity Tradelink Ltd.

Details of related party transactions :

Nature of transactions	KMP	Entities in which KMP / relatives of KMP have significant influence	Total
Loan Given	-	-	-
Creditor For Expenses	-	180,000	-
Loan Repaid	-	-	-
Receiving of Services	-	180,000	180,000

Balance as at Year End

Advance Received	-	180,000	180,000
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Disclosure in respect of transactions in excess of 10% of the total related party transactions of the same type

Name of Transaction	Transaction		Balance	
	31.03.2017	31.03.2016	31.03.2017	31.03.2016
i) Loan Repaid Dunhil Healthcare Pvt. Ltd.	-	-	550,000	550,000
ii) Receiving of Services V.S. Hi- Rise Pvt. Ltd.	180,000	180,000	360,000	180,000

Note : Figures in italics relates to the previous year

22 Segment information

As the Company's business activity falls within and is organised as a single business segment, viz. Trading, the disclosure requirements of Accounting Standard (AS-17) on "Segment Reporting" are not applicable.

23 The previous year figures are reclassified where considered necessary to conform to this year's classification.

For D K Chhajer & Co.

Firm Registration No. 304138E

Chartered Accountants

Niraj K Jhunjunwala

Partner

Membership No. 057170

Place : Kolkata

Date : 30 May, 2017

For and on behalf of the Board of Directors

Vikrant Kayan

Director

Vikash Dubey

Director

Kousik Brahma

Chief Financial Officer

Rashmi Singhal

Company Secretary