

## Independent Auditor's Report

To,  
The Members'  
**RODIC COFFEE ESTATES PRIVATE LIMITED**

Report on the Standalone Financial Statements

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

### Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation & presentation of these Standalone 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 also 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 judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditors' Responsibility

Our responsibility is to express an opinion on Standalone 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 provision of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The Procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statement, 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. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone financial statements.



## Opinion

In our opinion, and to the best of our information and according to the explanations given to us, the aforesaid Standalone 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 March 31, 2016, and its profit and its cash flows for the year ended on the date.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the order"), issued by the Central government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A a statement on the matters specified in the paragraph 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - b. In our opinion proper books of account as required by law have been kept by the Company so far as it 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 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 representation received from the directors as on March 31, 2016 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, and
  - g. With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us
    - (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 year 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 LODHA PATEL WADHWA & CO.  
Chartered Accountants  
(Firm Reg. No. 006271C)

Place: Patna  
Dated: 27.05.2016.  
M. No.074350



A handwritten signature in blue ink, appearing to read "Sanjay Goenka".

(SANJAY GOENKA)  
Partner

## ANNEXURE A TO INDEPENDENT AUDITOR'S REPORT

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31st March 2016, We report that :

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and location of all its fixed assets.  
  
(b) During the year the management has physically verified all the fixed assets and no material discrepancies have been noticed on such verification.  
  
(c) According to the information and explanations given to us and on the basis of our examination of the Company, the title deeds of immovable properties are held in the name of Company.
2. The management has conducted physical verification in respect of finished goods and raw materials at reasonable intervals. No material discrepancies have been noticed on physical verification of stocks as compared to book records. In our opinion, the frequency of verification is reasonable.
3. The company has not granted any loans, secured or unsecured or advances in the nature of loans to companies, firms, limited liability partnerships or other parties listed in the register maintained under section 189 of the Companies Act, 2013. Hence, the question of reporting whether the terms and conditions of such loans are prejudicial to the interests of the company, whether reasonable steps for recovery of overdues of such loans are taken does not arise.
4. 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 Act, with respect to the loans and investments made.
5. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the rules framed there under to the extent notified.
6. According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of services carried out by the company.
7. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the company is regular in depositing the undisputed statutory dues, including provident fund, employees state insurance, income tax, sales tax, Service tax, duty of custom, duty of excise, value added tax and other material statutory dues, as applicable, with appropriate authorities.



(b) According to the information and explanation given to us, there are no dues of Sales tax, Income tax, Customs duty, Wealth tax, Excise duty and Cess, which have not been deposited on account of any dispute.

8. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowings to any banks.
9. According to the information & explanations given to us, the company has not raised any term loan during the year.
10. According to the information and explanations given to us , no material fraud by the company or on the company by its officers or employees has been noticed or reported during the course of our audit.
11. The provisions of Section 197 read with Schedule V of the Companies Act 2013, are not applicable to the Company under audit.
12. In our opinion and according to the information and explanation given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
13. The Company has not entered into any transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. Accordingly, the provisions of Clause 3(xiii) of the Order are not applicable to the Company.
14. 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.
15. The Company has not entered into any non cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
16. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For LODHA PATEL WADHWA & CO.  
Chartered Accountants  
(Firm Reg. No. 006271C)



  
(SANJAY GOENKA)  
Partner

Place: Patna  
Dated: 27.05.2016.  
M. No.074350

## ANNEXURE B TO INDEPENDENT AUDITOR'S REPORT

Referred to in paragraph 2(f) of the Independent Auditor's Report of even date to the members of **Rodic Coffee Estate Private Limited**, on the financial statements for the year ended March 31, 2016.

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

1. We have audited the internal financial controls over financial reporting of **Rodic Coffee Estate Private Limited**. ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls:

2. 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:

3. 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 were established and maintained and if such controls operated effectively in all material respects.
4. 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidences 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 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 LODHA PATEL WADHWA & CO.**  
Chartered Accountants  
(Firm Reg. No. 006271C)



*(Signature)*  
**(SANJAY GOENKA)**  
Partner

Place: Patna  
Dated: 27.05.2016.  
M. No.074350

**RODIC COFFEE ESTATES PRIVATE LIMITED**  
**39, 2ND FLOOR,POCKET -1, JASOLA VIHAR, NEW DELHI-110025**

**BALANCE SHEET AS ON 31ST MARCH'2016**

	PARTICULARS	Note No.	As at 31.03.2016	As at 31.03.2015
			Rs.	Rs.
<b>I. EQUITY AND LIABILITIES</b>				
<b>1 Shareholder's Funds</b>				
(a) Share Capital	1	50,000,000	50,000,000	
(b) Reserves and Surplus	2	4,672,468	4,095,662	
		<b>54,672,468</b>	<b>54,095,662</b>	
<b>2 Non-current liabilities</b>				
(a) Long Term Borrowing	3	183,980,277	183,937,163	
(b) Deferred tax Liabilities (Net)	7	35,094	12,648	
		<b>184,015,371</b>	<b>183,949,811</b>	
<b>3. Current Liabilities</b>				
(a) Other current liabilities	4	1,541,514	1,005,447	
(b) Short term provisions	5	-	217,945	
		<b>1,541,514</b>	<b>1,223,392</b>	
<b>TOTAL</b>		<b>240,229,353</b>	<b>239,268,866</b>	
<b>II ASSETS</b>				
<b>1. Non-current assets</b>				
(a) Fixed assets				
(i) Tangible assets	6	196,629,895	197,111,665	
(b) Deferred tax assets (net)	7	-	-	
(c) Long term loans & advances	8	5,000.00	5,000	
		<b>196,634,895</b>	<b>197,116,665</b>	
<b>2. Current assets</b>				
(a) Inventories	9	41,367,021	35,362,655	
(b) Trade Receivables	10	86,358	-	
(c) Cash and cash equivalents	11	2,137,281	6,789,546	
(d) Short-term loans and advances	12	3,798	-	
		<b>43,594,458</b>	<b>42,152,201</b>	
<b>TOTAL</b>		<b>240,229,353</b>	<b>239,268,866</b>	
Significant accounting policies and notes to accounts	19			

As per our report of even date  
**FOR LODHA PATEL WADHWA & CO.**  
**Chartered Accountants**  
**(FRN - 006271C)**

**(SANJAY GOENKA)**  
**Partner**  
M No -74350  
Place : Patna  
Date : 27.05.2016



For and on behalf of the Board

*Manish Agrawal*  
**(Director)**      *[Signature]*  
**(Director)**



**RODIC COFFEE ESTATES PRIVATE LIMITED**  
**39, 2ND FLOOR,POCKET -1, JASOLA VIHAR, NEW DELHI-110025**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDING 31ST MARCH'2016**

	PARTICULARS	Note No.	As at 31.03.2016	As at 31.03.2015
			Rs.	Rs.
I	Revenue from operations	13	10,631,815	8,167,319
II	Other Income	14	318,473	81,750
III	<b>Total Revenue (I + II)</b>		<b>10,950,288</b>	<b>8,249,069</b>
IV	<b>Expenses</b>			
	(Increase)/Decrease in Inventories of finished goods	15	(6,004,366)	(7,643,549)
	Employees benefit expense	16	6,511,223	6,427,206
	Finance Costs	17	7,249,011	6,114,833
	Depreciation and amortization expense	7	481,770	614,628
	Other expense	18	2,331,343	2,103,212
	<b>Total Expense</b>		<b>10,568,981</b>	<b>7,616,331</b>
V	<b>Profit before tax (III-IV)</b>		<b>381,307</b>	<b>632,738</b>
VI	<b>Tax expense:</b>			
	(1) Current tax		-	217,945
	(2) Deferred tax (Assets)/ Liabilities		22,446	37,583
	(3) Income Tax of Previous Year		(217,945)	44,110
VII	<b>Profit/(Loss) for the period (V -VI)</b>		<b>576,806</b>	<b>333,100</b>
VIII	<b>Earnings per equity share:</b>			
	(1) Basic		0.12	0.07
	(2) Diluted		0.12	0.07
	Significant accounting policies and notes to accounts	19		

As per our report of even date

**FOR LODHA PATEL WADHWA & CO.**

Chartered Accountants

(FRN - 006271C)

(SANJAY GOENKA)

Partner

M.No -74350

Place : Patna

Date : 27.05.2016



For and on behalf of the Board

*Manish Agrawal*  
 (Director) (Director)

**RODIC COFFEE ESTATES PRIVATE LIMITED**

39, 2nd FLOOR, POCKET-1, JASOLA VIHAR, NEW DELHI-110025

**CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31.03.2016**

Particulars	As at 31.03.2016	As at 31.03.2015
<b>A CASH FLOW FROM (USED IN) OPERATING ACTIVITIES</b>		
Net Profit/ (Loss) Before Tax & Extraordinary items	381,307	632,738
Adjustments for:		
Add : Depreciation & amortization expense	481,770	614,628
Add : Finance Costs	7,249,011	6,114,833
<b>Operating Profit/ (Loss) before Working Capital Changes</b>	<b>8,112,088</b>	<b>7,362,200</b>
Adjustments for:		
Decrease/ (Increase) in Short-term loans and advances	(3,798)	461,860
Decrease/ (Increase) in Long-term loans and advances		-
Decrease/ (Increase) in Inventories	(6,004,366)	(6,916,111)
Decrease/ (Increase) in Trade receivables	(86,358)	231,954
Increase/ (Decrease) in Trade payables		-
Increase/ (Decrease) in Current liabilities	536,067	(336,170)
Increase/ (Decrease) in Short-term provisions	(217,945)	(855,155)
<b>Cash generated from operations</b>	<b>2,335,687</b>	<b>(51,421)</b>
Income Tax paid (net of refunds)	217,945	(262,055)
<b>Net Cash flow from Operating activities</b>	<b>2,553,632</b>	<b>(313,476)</b>
<b>B CASH FLOW FROM (USED IN) INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets including intangible assets	-	(37,000)
<b>Net Cash flow from Investing activities</b>	<b>-</b>	<b>(37,000)</b>
<b>C CASH FLOW FROM (USED IN) FINANCING ACTIVITIES</b>		
Proceeds from Long - term borrowings	43,114	4,616,142
Finance Costs paid	(7,249,011)	(6,114,833)
<b>Net Cash flow from financing activities</b>	<b>(7,205,897)</b>	<b>(1,498,691)</b>
Net increase/ (decrease) in cash & Cash Equivalents	(4,652,265)	(1,849,167)
Cash and Cash equivalents at the beginning of the year	6,789,546	8,638,713
Cash and Cash equivalents at the end of the year	2,137,281	6,789,546
<b>Cash &amp; Cash Equivalents</b>		
Cash in Hand	238,543	6,755,611
Cash at Bank	1,898,738	33,935
<b>Cash &amp; Cash equivalents as stated in Note 'II'</b>	<b>2,137,281</b>	<b>6,789,546</b>

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR, LODHA PATEL WADHWA & CO.  
CHARTERED ACCOUNTANTS[SANJAY GOENKA ]  
PARTNER

For and on behalf of the Board

[DIRECTOR]

[DIRECTOR]

PLACE : PATNA

Date : 27.05.2016

**RODIC COFFEE ESTATES PRIVATE LIMITED**  
39, 2ND FLOOR,POCKET -1, JASOLA VIHAR, NEW DELHI-110025

**NOTES FORMING PART OF ACCOUNTS**

**NOTE '1'**  
**Note 1" A" SHARE CAPITAL**

Particulars	As at 31.03.2016	As at 31.03.2015
	Amount	Amount
Authorised 5000000 Equity Shares of Rs. 10 each	50,000,000	50,000,000
Issued, Subscribed & Paid up 5000000 Equity Shares of Rs. 10 each	50,000,000	50,000,000
<b>Total</b>	<b>50,000,000</b>	<b>50,000,000</b>

**Note 1 "B" RECONCILIATION OF SHARES OUTSTANDING AT THE BEGINNING AND AT THE END OF REPORTING PERIOD**

Particulars	For the Year ended 31st March 2016		For the Year ended 31st March 2015	
	No. of Shares	Amount	No. of Shares	Amount
Shares outstanding at the beginning of the year	5,000,000	50,000,000	5,000,000	50,000,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	5,000,000	50,000,000	5,000,000	50,000,000

The company has issued only one class of shares referred to as equity shares having nominal value of Rs.10/-. The holders of equity shares are entitled to one vote per share.

**Note 1 "C" LIST OF SHARE HOLDERS HOLDING MORE THAN 5% SHARES IS SET OUT BELOW :**

Name of Shareholder	For the Year ended 31st March 2016		For the Year ended 31st March 2015	
	No of Shares	% of Holding	No of Shares	% of Holding
SULABH ENGINEERS AND SERVICES LIMITED	2,550,000	51	2,550,000	51
SAMBHAV TEXTILES PVT. LTD.	-	-	700,000	14
RAJ KUMAR	1,450,000	29	1,450,000	29
VIMAL KUMAR SHARMA	1,000,000	20	300,000	6

**NOTE '2'**  
**RESERVES AND SURPLUS**

Particulars	As at 31.03.2016	As at 31.03.2015
	Amount	Amount
Profit and Loss Account		
Opening Balance	4,095,662	3,762,562
Add: Profit During The Year	576,806	333,100
Closing Balance	4,672,468	4,095,662

Particulars	As at 31.03.2016	As at 31.03.2015
	Amount	Amount

**NOTE '3'**  
**LONG TERM BORROWING**

<b>Secured*</b>		
Vehicle Loan	-	61,490
	-	<u>61,490</u>

Vehicle Term loan is secured against hypothecation of vehicle. Loan is repayable in 36 monthly instalment commencing from August,2013. Rate of interest is 12.25%

<b>Unsecured</b>		
From Directors	12,900,000	17,800,000
From Shareholders	86,000,000	86,000,000
From Bodies Corporate	85,080,277	80,075,673
	<u>183,980,277</u>	<u>183,875,673</u>

**The above amount includes**

Secured borrowings	-	61,490
Unsecured borrowings	183,980,277	183,875,673
	<u>183,980,277</u>	<u>183,937,163</u>



*Manish Agrawal*

*[Signature]*

**NOTE '4'**

**OTHER CURRENT LIABILITIES**

Current maturities of long-term borrowings	61,490	170,169
Employee Benefits Payable	148,428	38,500
Statutory Dues Payable	994,448	628,362
Other Payables	337,148	168,416

1,541,514 1,005,447

**NOTE '5'**

**SHORT TERM PROVISIONS**

Provision for tax (A.Y. 2015-16)	-	217,945
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- 217,945

**NOTE '7'**

**DEFERRED TAX ASSETS /(LIABILITIES)(NET)**

Opening Balance	(12,648)	24,935
Add/(Less) : Adjustment during the year	(22,446)	(37,583)


(35,094) (12,648)

**NOTE '8'**

**LONG TERM LOANS AND ADVANCES**

Security Deposit	5,000	5,000
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5,000 5,000

*Manish Agrawal* 



RODIC COFFEE ESTATE PRIVATE LIMITED

NOTE '6'  
TANGIBLE ASSETS

Sl. No.	DESCRIPTION OF ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		AS AT 01.04.2015	ADDITION DURING THE YEAR	SALE/ TRANSFER	AS AT 31.03.2016	UP TO 01.04.2015	FOR THE YEAR	ADJUSTMENT FOR THE YEAR	UPTO 31.03.2016	AS AT 31.03.2016	AS AT 31.03.2015
	<b>Tangible Assets</b>										
1	Land	192,772,715	-	-	192,772,715	-	-	-	-	192,772,715	192,772,715
2	Civil Structure	2,502,000			2,502,000	402,292	188,408		590,700	1,911,300	2,099,708
3	Building	1,917,000			1,917,000	457,583	126,633		584,216	1,332,784	1,459,417
4	Plant & Machinery	452,000			452,000	147,855	43,154		191,009	260,991	304,145
5	Furniture & Fixture	98,000			98,000	44,365	11,414		55,779	42,221	53,635
5	Computer System	35,503			35,503	25,597	4,321		29,918	5,585	9,906
6	Office Equipment	18,080			18,080	8,915	3,398		12,313	5,767	9,165
7	Vehicle	695,330			695,330	292,356	104,442		396,798	298,532	402,974
	<b>Total (A)</b>	<b>198,490,628</b>			<b>198,490,628</b>	<b>1,378,963</b>	<b>481,770</b>		<b>1,860,733</b>	<b>196,629,895</b>	<b>197,111,665</b>

*Manish Agrawal*



Particulars	As at 31.03.2016 Amount	As at 31.03.2015 Amount
<b>NOTE '9'</b>		
<b>INVENTORIES</b>		
Closing Stock (Finished Goods) (valued at net realizable value) (As valued, taken & certified by management)	41,367,021	35,362,655
	<u>41,367,021</u>	<u>35,362,655</u>
<b>NOTE '10'</b>		
<b>TRADE RECEIVABLES</b>		
Unsecured considered good Over Six Months	-	-
Below Six Months	86,358	-
	<u>86,358</u>	<u>-</u>
<b>NOTE '11'</b>		
<b>CASH AND CASH EQUIVALENTS</b>		
Cash on hand (as certified by management)	238,543	6,755,611
Balances with Bank		
State Bank of India-New Delhi	10,123	33,935
Corporation Bank	1,754,314	-
Canara Bank	134,301	-
	<u>2,137,281</u>	<u>6,789,546</u>
<b>NOTE '12'</b>		
<b>SHORT TERM LOANS AND ADVANCES</b>		
Prepaid Insurance	3,798	-
	<u>3,798</u>	<u>-</u>
<b>NOTE '13'</b>		
<b>REVENUE FROM OPERATIONS</b>		
Sale of Vegetable & Fruits	1,970,815	1,537,634
Sale of Coffee	7,490,340	4,659,344
Sale of Cardamom	1,170,660	1,745,819
Sale of Black Pepper	-	224,522
	<u>10,631,815</u>	<u>8,167,319</u>
<b>NOTE '14'</b>		
<b>OTHER INCOME</b>		
Cardamom Plant Sale	-	8,250
Fallen Tree	318,473	73,500
	<u>318,473</u>	<u>81,750</u>

*Mamish Aggarwal* 





Particulars	As at 31.03.2016 Amount	As at 31.03.2015 Amount
<b>Note '15'</b>		
<b>(Increase)/Decrease in Inventories of finished goods</b>		
Inventories at the end of the Year		
Finished Goods	41,367,021	35,362,655
	<u>41,367,021</u>	<u>35,362,655</u>
Inventories at the beginning of the year		
Finished Goods	35,362,655	27,719,106
	<u>35,362,655</u>	<u>27,719,106</u>
(Increase) / Decrease	<u>(6,004,366)</u>	<u>(7,643,549)</u>
<b>NOTE '16'</b>		
<b>EMPLOYEES BENEFIT EXPENSES</b>		
Salaries & wages	5,948,333	6,077,669
Contribution to provident and other funds	93,097	100,904
Staff Welfare	469,793	248,633
	<u>6,511,223</u>	<u>6,427,206</u>
<b>NOTE '17'</b>		
<b>FINANCE COSTS</b>		
Interest On Vehicle Loan	19,035	38,561
Interest on Unsecured Loan	7,227,338	6,062,569
Bank Charges	2,638	13,703
	<u>7,249,011</u>	<u>6,114,833</u>
<b>NOTE '18'</b>		
<b>OTHER EXPENSES</b>		
Pesticides	613,410	727,438
Van Hire Charges	-	222,300
Cultivation Charges	165,000	82,263
Plantation	-	328,424
Consultancy Charges	-	12,000
Repair & Maintenance	605,412	387,360
Audit Fee	60,000	60,000
Conveyance Expense	28,336	111,100
Electricity Expenses	67,560	46,824
Interest on TDS Late Deposit	9,110	4,248
Interest on VAT	19,854	-
VAT Expense	100,320	-
Insurance Charges	10,522	-
Printing & Stationary	15,867	4,320
Travelling Expenses	153,940	60,907
Communication Expenses	24,235	28,899
Books & Periodicals	-	4,420
Legal Expense	205,225	-
Filing Fee	16,800	19,925
Handling Charges	35,137	-
Postage & Courier	615	2,784
	<u>2,331,343</u>	<u>2,103,212</u>

*Manish Agrawal*



*RAJ*



**RODIC COFFEE ESTATES PRIVATE LIMITED**  
39, 2ND FLOOR,POCKET -1, JASOLA VIHAR, NEW DELHI-110025

**Details to Accounts**

Particulars	2015-16 Amount	2014-15 Amount
<b>LONG TERM BORROWING</b>		
<b>Secured*</b>		
HDFC Loan A/c No 24846916		61,490
		<u>61,490</u>
<b>*Secured against the hypothecation of vehicles thus purchased</b>		
<b>Unsecured</b>		
<b>From Directors</b>		
Raj Kumar	12,900,000	12,800,000
Vimal Kumar Sharma	-	5,000,000
	<u>12,900,000</u>	<u>17,800,000</u>
<b>From Shareholders</b>		
Sulabh Engineers and Services Limited	86,000,000	86,000,000
	<u>86,000,000</u>	<u>86,000,000</u>
<b>From Bodies Corporate</b>		
Albino Investment Consultants Pvt Ltd	-	3,859,370
Atlantic Invest Advisory Pvt Ltd	27,442,619	25,381,116
Himalayan Investment Consultants Pvt Ltd	25,687,943	19,204,633
Welkin Investment Consultants Pvt Ltd	23,538,357	21,770,144
GL Sharma Stock Brokers Pvt Ltd	2,679,978	2,478,657
Prabhat Securities Limited	1,763,347	3,711,800
Merlin Vanijya Pvt Ltd	3,968,033	3,669,953
	<u>85,080,277</u>	<u>80,075,673</u>
<b>The above amount includes</b>		
Secured borrowings		61,490
Unsecured borrowings	183,980,277	183,875,673
	<u>183,980,277</u>	<u>183,937,163</u>
<b>Employee Benefits Payable</b>		
Salary Payable-2014-15		38,500
Salary Payable-2015-16	148,428	-
	<u>148,428</u>	<u>38,500</u>
<b>Statutory Dues Payable</b>		
VAT Payable	240,134	-
PF Payable	15,580	16,105
TDS on Interest of Unsecured Loan	722,734	606,257
TDS-Professional Non Company	16,000	6,000
	<u>994,448</u>	<u>628,362</u>

*Manish Agrawal*  



**Other Payables**

Lodha Patel Wadhwa & Co	209,866	155,866
Electricity Payable	5,982	-
Prabhat Puthurao	-	12,550
Khandelia & Sharma	104,500	-
Hebe Financial Services Pvt Ltd	16,800	-
	<u>337,148</u>	<u>168,416</u>

**Security Deposit**

Security Deposit : VAT	5,000	5,000
	<u>5,000</u>	<u>5,000</u>

**Trade Receivable**

S L Coffee Links	86,358	-
	<u>86,358</u>	<u>-</u>

**Repair and Maintenance**

Repair & Maintenance Guest House	23,296	20,860
Repair & Maintenance Vehicle	-	80,596
Repair & Maintenance	343,454	29,932
Repair & Maintenance Fuel	238,662	255,972
	<u>605,412</u>	<u>387,360</u>

**Salaries & wages**

Basic Salary	957,811	970,355
Estate Worker Wages	4,117,541	4,249,474
Estate Worker Wages Casual Staff	-	441,640
Estate Worker Wages Permanent Staff	693,469	416,000
Overtime & Holiday Wages	179,512	-
	<u>5,948,333</u>	<u>6,077,669</u>

**Contribution to Provident and other funds**

PF Admin Charges	6,577	6,229
PF Employers Contribution	86,520	92,675
	<u>93,097</u>	<u>100,904</u>

*Manish Agrawal*

*[Signature]*



## NOTES ON ACCOUNTS

### NOTE - '19'

NOTES TO ACCOUNTS - Notes Annexed to & forming part of the Balance Sheet, statement of Profit & Loss and Cash Flow Statement for the year ended on 31st March, 2016.

#### 1. Basis of Preparation:

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the Accounting Standards specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of Companies Act, 2013. The financial statements have been prepared on an accrual basis and under the historical cost convention.

#### 2. Use of Estimates:

The preparation of financial statements in conformity with Indian GAAP requires judgments, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

#### 3. Fixed Asset (Tangible Assets):

Fixed assets are stated at cost. The cost of Fixed Assets includes acquisition and installation expenses incidental to acquisition like freight, erection, installation, vat and commissioning etc. are capitalized to the original cost of Fixed Assets.

#### 4. Depreciation:

Depreciation on Tangible Fixed Assets is provided on Written down value Method (WDV) using the rates arrived at based on the useful lives of the respective assets prescribed in Schedule II to the Companies Act, 2013, after retaining the residual value. Depreciation on amounts of additions to fixed assets during the year or on its disposal/ demolition/ destruction of fixed assets during the year is provided on pro-rata basis as per Schedule II.

#### 5. REVENUE RECOGNITION:

All income are accounted on accrual basis.. Sales are recognised on when the substantial risks and rewards of ownership in the goods are transferred to the buyer i.e. delivery as per terms of sale or on completion of auction in case of auction sale.

#### 6. Inventories.

i. Coffee crop ,Cardamom and Pepper in stock have been valued at an estimated realizable values.

ii. Consumable Stores are valued at cost.

#### 7. Taxation:

Tax expense (tax savings) is the aggregate of current year tax and deferred tax charged (or credited) to the Profit & Loss Account of the year. Provision for tax has been calculated as per Karnataka agriculture income tax Act.

Current tax is determined as the amount of tax payable in respect of taxable income for the period. The expenses charged to Profit & Loss account is considering deferred tax impact for



the timing difference between accounting income and taxable income. The differences that result between the profit offered for income taxes and the profit as per the financial statements are identified and thereafter a deferred tax asset or liability is recorded for timing difference, namely the differences that originate in one accounting period and reverse in another, based on the tax effect of the aggregate amount being considered. The tax effect is calculated on the accumulated timing differences at the end of an accounting period based on prevailing enacted or substantially enacted regulations.

<u>CALCULATION OF DTA/DTL</u>	<b>Rs.</b>
WDV AS PER COMPANIES ACT	196629895
WDV AS PER INCOME TAX ACT	196605263
TIMING DIFFERENCE	24632
Miscellaneous Exp allowed as per I.T Act	88942
<b>DTL @ 30.90%</b>	35094
<b>DTL as on 31.03.2015</b>	12648
<b>NET (DTA)/DTL TRANS. STATEMENT OF PROFIT &amp; LOSS</b>	<b>22446</b>

8. The director have certified expenses supported by internal vouchers as bonafied business expenditure.

9. Bank statement and transaction with bank are subject to conformation.

**10. Related party Transaction:**

Related Party Transactions with related parties , as required by accounting standard 18 related party disclosure has been set out in a separate statement annexed to this note. Related parties as defined under clause 3 of accounting standard have been identified on the basis of representations made by key managerial personnel and information available with the company.

**11. Discontinuing Operation:**

In accordance with AS 24 " Discontinuing Operation" the company has neither entered into a binding sale agreement for substantially all of the assets nor the company's board has approved a detailed formal plan for the discontinuance to qualify as a discontinuing operation.

**12. Intangible Assets :**

As explained in AS 26 " Intangible Assets" there are no Intangible Assets appearing in the balance sheet of the company as on the balance sheet date.

**13. Impairment of Assets :**

As per requirement of AS 28 " Impairment of Assets" the company intends to use its assets over the period of time upto its useful life. The Company does not have any cash generating assets and the assets of the company are recorded at its "recoverable value" hence no impairment loss is recognized.



#### 14. Segment Reporting:

As the Company's business activity falls within a single primary business segment viz "Coffee Estate" the disclosure requirements of Accounting Standard (AS-17) "Segment Reporting" issued by the Institute of Chartered Accountants of India are not applicable. The Company's operations are mainly confined within India. The Company does not have earnings outside India. As such there are no reportable geographical segments.

15. In the opinion of the Board of Directors all the current assets, loans & advances have value on realization at least of an amount equal to the amount at which they are stated in the Balance Sheet.

#### 16. Borrowing Costs:

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are to be capitalized as part of cost of such assets (if any). A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use or sale. All other borrowing costs are recognized as expenses in the period in which they are incurred

17. Estimated amount of contracts remaining to be executed on capital account - Nil

18. The Company is in the process of identifying vendors registered under Micro, Small and Medium Enterprises Development Act, 2006 and gathering information to make the necessary disclosures as mentioned in the amendment to Schedule VI of the Companies Act, 1956 vide the notification dated November 16, 2007

#### 19. Earning per Share

The earnings considered in ascertaining the company's EPS comprise the net profit after tax attributable to equity shareholders. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the year.

Particulars	(Amount in Rs.)	
	As on	
	31/03/16	31/03/15
Net Profit after tax	5,76,806	3,33,100
Less: Preference dividend	NIL	NIL
Net Profit after tax available for Equity Shareholders	5,76,806	3,33,100
Weighted average no. of equity shares of Rs. 10 each outstanding during the year.	50,00,000	50,00,000
Basic EPS in Rs.	0.12	0.06

#### 20. AUDITOR'S REMUNERATION

Towards Audit Fees

Rs. 60000/-





## **21. Retirement Benefit**

The amount of gratuity and other retirement benefit of employees as per AS-15 could not be ascertained and consequently has not been provided and will be accounted as and when paid.

## **22. Provisions & Contingencies**

- Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a results 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.

## **23. Cash Flow Statement**

- Cash flow are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transaction of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payment and item of income or expenses associated with investing or financing cash flow. The cash flows from operating, investing and financing activities of the Company are segregated.

**24.** Previous year figures have been regrouped or rearranged wherever considered necessary.

**25.** No further information pursuant to paragraph 5(Viii) of the Part II of the Schedule III to the Companies Act, 2013 is given, as the same does not apply to the company.

As per our report of even date attached

For LODHA PATEL WADHWA & CO.  
Chartered Accountants

  
(Sanjay Goenka)  
(Partner)

Place: Patna  
Date: Dated: 27.05.2016.



For RODIC COFFEE ESTATE PRIVATE LIMITED

  
(Director)

  
(Director)

**Annexure**

**Related Party Disclosure :**

As required by Accounting Standard , AS –18 “related Party Disclosure” issued by The Institute of Chartered Accountant of India is as follows (As Identified by Management)

**Relationship :**

(a) Where control Exists  
(Share holder)  
Limited

Sulabh Engineers and Services

(b) Key Management Personal

Raj Kumar  
Vimal Kumar Sharma  
Sri Manish Agarwal  
Rakesh Chand Agarwal

(c) Enterprises/Party over which  
(a) & (b) exercise significant  
Influence

Rodic Consultants Private Limited  
GL Sharma Stock Broker Pvt Ltd  
Prabhat Securities Limited

<b><u>Nature of Transation :</u></b>	<b>Amount</b>	<b>Related Person</b>
Loan Taken	100000.00	Raj Kumar
Interest Paid	223690.00	G.L Sharma Stock Broker Pvt Ltd
Loan Repaid	5000000.00	Vimal Kumar Sharma
Loan Repaid	2200000.00	Prabhat Securities Limited
Interest Paid	279497.00	Prabhat Securities Limited



**RODIC COFFEE ESTATES (P) LTD.**  
**39, 2nd FLOOR, JASOLA VIHAR, NEW DELHI-110035**

**STOCK STATEMENT FOR THE YEAR 2015-16**

SL. NO.	ITEM	OPENING (KG) AS ON 01.04.2015	RATE PER/ KG	TOTAL (RS.)	PRODUCTION DURING THE YEAR (KG)	SALE DURING THE YEAR (KG)	SALE AMOUNT (RS.)	CLOSING BALANCE (KG) AS ON 31.03.2016	RELIZABLE VALUE	CLOSING VALUE OF STOCK (RS.)
1	CARDMAM	8,814	800	7,051,661.00	2,045	2,038	1,170,659.90	8,821	590	5,204,626.00
2	BLACK PEPPER	10,881	540	5,875,698.00	1,050	-	-	11,931	675	8,053,425.00
3	ARABICA PARCHMENT	31,267	200	6,253,400.00	66,266	19,696	3,595,070.00	77,837	165	12,843,105.00
4	ARABICA CHERRY	9,445	90	850,782.00	5,821	5,733	366,912.00	9,533	60	571,980.00
5	ROUBUSTA PARCHMENT	68,741	154	10,586,114.00	61,020	40,615	3,528,358.00	89,146	113	10,028,925.00
6	ROUBUSTA CHERRY	65,000	73	4,745,000.00	7,890	-	-	72,890	64	4,664,960.00
7	VEGETABLE & FRUITS	0	0	0	-	-	1,970,815.00	0	0	-
8	FALLEN TREE	0	0	0	-	-	318,473.00	0	0	-
				35,362,655.00			10,950,287.90			41,367,021.00