

**TBK  
VENKATARAMIAH  
TILE BATH KITCHEN  
PRIVATE LIMITED  
2015-16**

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF  
TBK VENKATARAMIAH TILE BATH KITCHEN PRIVATE LIMITED**

**Report on the Financial Statements**

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

**Management's Responsibility for the Financial Statements**

2. 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 of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the 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 judgments 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.

**Auditor's Responsibility**

3. Our responsibility is to express an opinion on these financial statements based on our audit.
4. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.
5. 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.

6. 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. 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.
7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

### **Opinion**

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2016, and its loss and its cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

9. 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, statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
10. 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 purposes 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, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - (e) On the basis of the written representations 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.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations in the financial statements.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For Ganesh Jagadeesh & Co.**

Chartered Accountants

F R N 115675W

Sd/-

**CA Vivek Hebbar**

Partner

M No 111339

Place: Mumbai

Date: May 18<sup>th</sup> 2016.

**ANNEXURE ` A `**

**ANNEXURE TO INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE  
STANDALONE FINANCIAL STATEMENTS OF**

**TBK VENKATARAMIAH TILE BATH KITCHEN PRIVATE LIMITED**

(Referred to in Paragraph 9 of our report of even date)

1. With respect to its fixed assets:
  - a. The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b. As explained to us, all the fixed assets have been physically verified by the management, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
  - c. There are no immovable properties held in the name of the Company.
2. With respect to inventories:
  - a. Physical verification has been conducted by the management at reasonable intervals.
  - b. No material discrepancies were observed on physical verification.
3. With respect to loans granted:

As informed to us the company has not granted loans, secured or unsecured, to companies, firms limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
4. The Company has not provided any loans or made investments or provided guarantees and securities mentioned under section 185 and 186 of the Companies Act, 2013.
5. The Company has not accepted any deposits in terms of the provisions of the Act.
6. The Central Government has not specified maintenance of cost records under Section 148 (1) of the Act.
7. In respect of statutory dues:
  - a. In our opinion and according to the information and explanations given to us, undisputed statutory dues including Income Tax, Sales Tax, Service Tax, Value Added Tax, Cess and other statutory dues have been generally regularly deposited with the appropriate authorities. We are informed that the laws with respect to Provident Fund and Employee State Insurance are not applicable to the company.
  - b. According to the records of the Company and information and explanations given to us, there are no disputed dues of Income Tax, Sales tax, Value Added Tax, Service tax, Cess and other statutory dues.
8. In our opinion and according to the information and explanation given to us, the Company has not defaulted in repayment of loans to bank.
9. The Company has not raised monies by way of initial public offer. In our opinion term loans were applied for the purpose for which the loans were obtained by the company.
10. In our opinion and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

11. The provisions of section 197 read with Schedule V to the Companies Act, 2013 are not applicable to the Company.
12. The Company is not a Nidhi Company.
13. Section 177 of the Act is not applicable to the Company. All transactions with related parties are in compliance with section 188 of the Companies Act, 2013 and details have been disclosed in the financial statements as required by the applicable accounting standards.
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.
15. The Company has not entered into any non-cash transactions with directors or persons connected with the directors.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For Ganesh Jagadeesh & Co.**

Chartered Accountants  
F R N 115675W

Sd/-

**CA Vivek Hebbar**

Partner  
M No 111339

Place: Mumbai

Date: May 18<sup>th</sup> 2016.

## **ANNEXURE ` B `**

### **ANNEXURE TO INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF**

#### **TBK VENKATARAMIAH TILE BATH KITCHEN PRIVATE LIMITED**

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

We have audited the internal financial controls over financial reporting of TBK Venkataramiah Tile Bath Kitchen Private Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ("the Guidance Note") issued by the Institute of Chartered Accountants of India ("the ICAI"). 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 the 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 Act.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing ("the Standards"), to the extent applicable to an audit of internal financial controls, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

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

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 over financial reporting and such internal financial controls over financial reporting were operating effectively as of 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 Ganesh Jagadeesh & Co.**

Chartered Accountants  
FRN No: 115675W

Sd/-

## **CA Vivek Hebbar**

Partner  
Membership No: 111339

Place: Mumbai  
Date: May 18<sup>th</sup> 2016.



**TBK VENKATARAMIAH TILE BATH KITCHEN PRIVATE LIMITED**  
Balance Sheet as at March 31, 2016

( Amount in ₹ )

Particulars	Note No.	As at 31-3-2016 ₹	As at 31-3-2015 ₹
<b>I. EQUITY AND LIABILITIES</b>			
<b>1 Shareholder's Funds</b>			
(a) Share Capital	2	100,000	100,000
(b) Reserves and Surplus	3	(9,843,927)	(6,910,523)
<b>2 Non Current Liabilities</b>			
(a) Long Term Borrowings	4	7,750,000	7,750,000
(b) Long Term Provisions	5	191,827	117,115
<b>3 Current Liabilities</b>			
(a) Trade Payables	6	1,830,781	1,554,626
(b) Other Current Liabilities	7	4,715,235	3,802,769
<b>TOTAL</b>		<b>4,743,916</b>	<b>6,413,987</b>
<b>II. ASSETS</b>			
<b>1 Non Current Assets</b>			
(a) Fixed Assets	8		
(i) Tangible Assets		1,897,230	2,799,367
(ii) Intangible Assets		-	-
(b) Long Term Loans and Advances	9	266,510	233,510
(c) Other non-current assets		-	-
<b>2 Current Assets</b>			
(a) Inventories	10	1,591,138	1,814,781
(b) Trade Receivables	11	901,782	1,149,819
(c) Cash and Cash Equivalents	12	87,257	184,511
(d) Short Term Loans and Advances		-	-
(e) Other Current Assets	13	-	232,000
<b>TOTAL</b>		<b>4,743,916</b>	<b>6,413,987</b>
<b>Significant Accounting Policies</b>	1		
<p>As per our report of even date  <b>For Ganesh Jagadeesh &amp; Co</b>  Chartered Accountants  Firm Registration No.115675W</p> <p style="text-align: center;">sd/-</p> <p><b>Vivek Hebbar</b>  Partner  Membership No. 111339</p> <p>Mumbai,  Dated : May 18, 2016</p>			
<p style="text-align: center;"><b>For and on behalf of the Board of Directors</b>  <b>TBK Venkataramiah Tile Bath Kitchen Private Limited</b></p> <p style="text-align: center;">sd/-</p> <p><b>Shaji Thomas</b>  Director  DIN - 07472837</p> <p style="text-align: center;">sd/-</p> <p><b>D K Deshmankar</b>  Director  DIN - 07471616</p>			

**TBK VENKATARAMIAH TILE BATH KITCHEN PRIVATE LIMITED**  
Statement of Profit & Loss the year ended March 31, 2016

( Amount in ₹ )

Particulars	Note No.	2015-16	2014-15		
<b>I. Revenue from operations</b>					
Sales of products and services		16,564,965	19,238,868		
Other operating Income		288,263	12,315		
<b>Total Revenue from Operation</b>	<b>14</b>	<b>16,853,228</b>	<b>19,251,184</b>		
<b>II. Other Income</b>		-	-		
<b>III. Total Revenue (I + II)</b>		16,853,228	19,251,184		
<b>IV. Expenses:</b>					
Purchases of Stock-in-Trade	<b>15</b>	15,224,299	16,999,448		
Changes in inventories of Stock-in-Trade	<b>16</b>	223,643	561,951		
Employee's Benefits Expense	<b>17</b>	1,273,884	1,191,784		
Finance Costs		-	-		
Depreciation and Amortization Expense	<b>8</b>	902,137	1,189,298		
Other expenses	<b>18</b>	2,162,669	2,120,653		
<b>V. Total expenses</b>		<b>19,786,632</b>	<b>22,063,134</b>		
<b>VI. Profit /(Loss) Before Exceptional items and tax (III-V)</b>		<b>(2,933,403)</b>	<b>(2,811,951)</b>		
<b>VII. Exceptional items</b>		-	-		
<b>VIII. Profit before extraordinary items and tax (VI - VII)</b>		<b>(2,933,403)</b>	<b>(2,811,951)</b>		
<b>IX. Extraordinary Items</b>		-	-		
<b>X. Profit before tax (VIII- IX)</b>		<b>(2,933,403)</b>	<b>(2,811,951)</b>		
<b>XI. Tax expense:</b>					
- Current tax		-	-		
- Income Tax for earlier years		-	-		
- Deferred tax		-	-		
<b>Total</b>		<b>-</b>	<b>-</b>		
<b>XII. Profit (Loss) for the period from continuing operations (X-XI)</b>		<b>(2,933,403)</b>	<b>(2,811,951)</b>		
<b>XIII. Profit/(loss) from discontinuing operations</b>		-	-		
<b>XIV. Tax expense of discontinuing operations</b>		-	-		
<b>XV. Profit/(loss) from Discontinuing operations (after tax)</b>		-	-		
<b>XVI. Profit (Loss) for the year carried to Balance Sheet</b>		<b>(2,933,403)</b>	<b>(2,811,951)</b>		
Earnings per equity share:					
- Basic		(293.34)	(281.20)		
- Diluted		(293.34)	(281.20)		
<b>Significant Accounting Policies</b>	<b>1</b>				
<p>As per our report of even date <b>For Ganesh Jagadeesh &amp; Co</b> Chartered Accountants Firm Registration No.115675W</p> <p>sd/- <b>Vivek Hebbar</b> Partner Membership No. 111339</p> <p>Mumbai, Dated : May 18, 2016</p>		<p style="text-align: center;"><b>For and on behalf of the Board of Directors</b> <b>TBK Venkataramiah Tile Bath Kitchen Private Limited</b></p> <p style="text-align: center;">sd/-</p> <table style="width: 100%; border: none;"> <tr> <td style="width: 50%; vertical-align: top;"> <p><b>Shaji Thomas</b> Director DIN - 07472837</p> </td> <td style="width: 50%; vertical-align: top;"> <p style="text-align: right;">sd/-</p> <p style="text-align: right;"><b>D K Deshmankar</b> Director DIN - 07471616</p> </td> </tr> </table>		<p><b>Shaji Thomas</b> Director DIN - 07472837</p>	<p style="text-align: right;">sd/-</p> <p style="text-align: right;"><b>D K Deshmankar</b> Director DIN - 07471616</p>
<p><b>Shaji Thomas</b> Director DIN - 07472837</p>	<p style="text-align: right;">sd/-</p> <p style="text-align: right;"><b>D K Deshmankar</b> Director DIN - 07471616</p>				

**TBK VENKATARAMIAH TILE BATH KITCHEN PRIVATE LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016**

Particulars	As at March 31, 2016		As at March 31, 2015				
	₹	₹	₹	₹			
<b>A. Cash Flow from Operating Activities</b>							
Profit / (Loss) before taxation	-	(2,933,403)		(2,811,951)			
Adjustments for:-							
Provision/(Reversal) of Gratuity	74,712		46,442				
Depreciation & amortisation	902,137		1,189,298				
Loss on Sale of Tangible assets(net)	-		-				
Remission of Liability	-		-				
Interest Expenditure	-		-				
Dividend Income		976,849	-	1,235,740			
<b>Operating profit/ (Loss) before Changes in Working Capital:</b>		<b>(1,956,554)</b>		<b>(1,576,210)</b>			
Increase / (Decrease) in trade payables	276,155		(582,593)				
Increase / (Decrease) in Short Term borrowings	-		-				
Increase / (Decrease) in other current liabilities	912,465		(242,525)				
(Increase) / Decrease in trade receivables	248,037		639,460				
(Increase) / Decrease in inventories	223,643		561,951				
(Increase) / Decrease in Other Bank balances under Lien	-		-				
(Increase) / Decrease in long term loans and advances	(33,000)		-				
(Increase) / Decrease in short term loans and advances	-		4,619				
(Increase) / Decrease in other current assets	232,000		-				
(Increase) / Decrease in other non-current assets	-	1,859,300	-	380,912			
Taxes paid (net of refunds)				-			
<b>Net cash flow from operating activities</b>	<b>A</b>	<b>(97,254)</b>		<b>(1,195,299)</b>			
<b>B. Cash flow from Investing Activities</b>							
Purchase of Investment	-		-	-			
Purchase of tangible/intangible assets	-		-	-			
Sale Proceeds of tangible assets	-		-	-			
Dividend Received	-		-	-			
Interest received	-		-	-			
<b>Net Cash generated / (used) from investing activities</b>	<b>B</b>	<b>-</b>		<b>-</b>			
<b>C. Cash flow from Financing Activities</b>							
Increase in Share Capital including Shares Premium	-		-	-			
Interest paid	-		-	-			
Proceeds from Borrowings including Current Obligation of Long term Debt(net)	-		-	-			
Repayment of borrowings	-		-	-			
<b>Net Cash Generated from Financing Activities</b>	<b>C</b>	<b>-</b>		<b>-</b>			
<b>Net increase / (Decrease) in cash and cash equivalents</b>	<b>(A+B+C)</b>	<b>(97,254)</b>		<b>(1,195,299)</b>			
Add:							
<b>Cash and Cash equivalents at the beginning of the year</b>		<b>184,511</b>		<b>1,379,810</b>			
<b>Cash and Cash equivalents at the end of the year</b>		<b>87,257</b>		<b>184,511</b>			
<b>Cash And Cash equivalents comprise of :</b>							
Cash on hand		102		46,142			
Cheques on hand		-		-			
Balance With Bank		87,155		138,369			
<b>Total</b>		<b>87,257</b>		<b>184,511</b>			
<table style="width: 100%; border: none;"> <tr> <td style="width: 50%; vertical-align: top;">                     As per our report of even date  <b>For Ganesh Jagadeesh &amp; Co</b>                      Chartered Accountants                      Firm Registration No.115675W                       sd/-  <b>Vivek Hebbar</b>                      Partner                      Membership No. 111339                       Mumbai,                      Dated : May 18, 2016                 </td> <td style="width: 50%; vertical-align: top; text-align: center;">                     For and on behalf of the Board of Directors  <b>TBK Venkataramiah Tile Bath Kitchen Private Limited</b>                       sd/-  <b>Shaji Thomas</b>                      Director                      DIN - 07472837                 </td> <td style="width: 50%; vertical-align: top; text-align: center;">                     sd/-  <b>D K Deshmankar</b>                      Director                      DIN - 07471616                 </td> </tr> </table>					As per our report of even date <b>For Ganesh Jagadeesh &amp; Co</b> Chartered Accountants Firm Registration No.115675W  sd/- <b>Vivek Hebbar</b> Partner Membership No. 111339  Mumbai, Dated : May 18, 2016	For and on behalf of the Board of Directors <b>TBK Venkataramiah Tile Bath Kitchen Private Limited</b>  sd/- <b>Shaji Thomas</b> Director DIN - 07472837	sd/- <b>D K Deshmankar</b> Director DIN - 07471616
As per our report of even date <b>For Ganesh Jagadeesh &amp; Co</b> Chartered Accountants Firm Registration No.115675W  sd/- <b>Vivek Hebbar</b> Partner Membership No. 111339  Mumbai, Dated : May 18, 2016	For and on behalf of the Board of Directors <b>TBK Venkataramiah Tile Bath Kitchen Private Limited</b>  sd/- <b>Shaji Thomas</b> Director DIN - 07472837	sd/- <b>D K Deshmankar</b> Director DIN - 07471616					

## TBK VENKATARAMIAH TILE BATH KITCHEN PRIVATE LIMITED

### Note 1: Significant Accounting Policies

#### A Basis of Accounting:

These financial statements 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 the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on accrual basis.

Accounting policies not specifically referred to otherwise are consistent and in accordance with Generally Accepted Accounting Principles.

All the assets & liabilities have been classified as current or non-current as per the company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of product and the time between acquisition of assets for processing and their realization in cash and cash equivalent, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets & liabilities.

#### B Use of Accounting Estimates:

The preparation of the financial statements in conformity with the Generally Accepted Accounting Principles requires the company's management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent assets and liabilities as at the date of the financial statements and reported amounts of income and expenses during the period.

#### C Revenue Recognition:

Sale of goods is recognized on dispatch of goods and is recorded for net of sales tax/VAT. Discounts, Incentives and commission receivable from supplier are recognized based on fulfillment of eligibility criteria.

Revenue is recognized only when its collection is reasonably certain.

#### D Fixed Asset :

Fixed Assets are stated at cost of acquisition inclusive of all incidental expenses related to acquisition and installation of the assets less accumulated depreciation and impairment losses, if any.

Capital expenditure incurred on leasehold assets are capitalised under "Leasehold Improvements".

Software is amortised over a period of 3 years.

#### E Depreciation:

Depreciation is provided on written down value method so as to write off the cost of the assets over the useful lives and for the assets acquired prior to April 1, 2015, the carrying amount as on April 1, 2015 is depreciated over the remaining useful life.

Pursuant to the provisions of Companies Act, 2013 coming into force for the current financial year, the useful lives of fixed assets have been revised as under to comply with the requirements of Schedule II to the Act.

Type of asset	Period
Generator	15 years
Furniture & Fittings	10 years
Electrical Fittings	10 years
Leasehold Improvements	7 years
Office equipments	5 years
Computers & Peripherals	3 years
Software	3 years

## TBK VENKATARAMIAH TILE BATH KITCHEN PRIVATE LIMITED

### **F Inventories:**

Inventories are valued at lower of cost and estimated net realizable value, after providing for cost of obsolescence and other anticipated losses, wherever considered necessary.

Cost is calculated using weighted average method

### **G Employee Benefits**

Provision for liability on account of Gratuity obligation is made as per the method stipulated in Payment of Gratuity Act, 1972.

### **H Impairments:**

The carrying amounts of assets are reviewed at each balance sheet date to determine the impairment in values, if any. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount.

### **I Preliminary Expenses:**

Preliminary expenditure is written off in the year in which it is incurred.

### **J Provisions, Contingent Liabilities and Contingent Assets :**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is possible 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.

### **K Taxation :**

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961.

Deferred tax resulting from timing difference between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is a reasonable certainty that the assets will be realised in future. Deferred tax assets/liabilities are reviewed at each balance sheet date.

## TBK Venkataramiah Tile Bath Kitchen Private Limited

### Note : 2 Share Capital

Particulars	As at 31-3-2016 ₹	As at 31-3-2015 ₹
<b>Authorised</b>		
10,000 Equity Shares of ₹ 10 each (Previous Year : 10,000 Equity Shares of ₹ 10 each)	100,000	100,000
<b>TOTAL</b>	<b>100,000</b>	<b>100,000</b>
<b>Issued &amp; Subscribed &amp; Paid up</b>		
10,000 Equity Shares of ₹ 10 each (Previous Year : 10,000 Equity Shares of ₹ 10 each)	100,000	100,000
<b>TOTAL</b>	<b>100,000</b>	<b>100,000</b>

#### a) Reconciliation of number of Shares outstanding

Particulars	As at 31-3-2016	As at 31-3-2015
Shares outstanding at the beginning of the year	10,000	10,000
Shares outstanding at the end of the year	10,000	10,000

#### b) Rights, Preferences and Restrictions attached to Equity Shares

The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is entitled to one vote per equity share. The shareholders are entitled to dividend declared on proportionate basis. On liquidation of the Company, the equity shareholders are eligible to receive remaining assets of the company in proportion to their shareholding after distribution of all preferential amounts.

#### c) Details of Shareholders holding more than 5% of the issued shares

Name of Shareholder	As at 31-3-2016		As at 31-3-2015	
	Total Shares held	As a % of Total Shares	Total Shares held	As a % of Total Shares
H. & R. Johnson (India) TBK Ltd	10,000	100	10,000	100

### Note : 3 Reserves & Surplus

Particulars	As at 31-3-2016 ₹	As at 31-3-2015 ₹
<b>Surplus in Statement of Profit and Loss</b>		
Opening balance	(6,910,523)	(4,081,186)
Add / (Less) : Transferred (to) / from statement of Profit and Loss	(2,933,403)	(2,811,951)
(-)-additional Depreciation	-	(17,387)
<b>Total</b>	<b>(9,843,927)</b>	<b>(6,910,523)</b>

### Note : 4 Long Term Borrowings

Particulars	As at 31-3-2016 ₹	As at 31-3-2015 ₹
<b>Unsecured</b>		
Loans and advances from related parties (Repayment in 3 years from January 01, 2015)	7,750,000	7,750,000
<b>Total</b>	<b>7,750,000</b>	<b>7,750,000</b>

**TBK Venkataramiah Tile Bath Kitchen Private Limited****Note : 5 Long Term Provisions**

Particulars	As at 31-3-2016 ₹	As at 31-3-2015 ₹
<b>For employee benefits</b>		
Gratuity (unfunded)	191,827	117,115
<b>Total</b>	<b>191,827</b>	<b>117,115</b>

**Note : 6 Trade Payables**

Particulars	As at 31-3-2016 ₹	As at 31-3-2015 ₹
Dues to micro, small & medium enterprises (Due for 30days or less)	-	-
Dues to others	1,830,781	1,554,626
<b>Total</b>	<b>1,830,781</b>	<b>1,554,626</b>

**Note : 7 Other Current Liabilities**

Particulars	As at 31-3-2016 ₹	As at 31-3-2015 ₹
Advance from Customers	114,510	80,435
Interest accrued but not due on borrowings	2,431,189	2,431,189
Statutory Liabilities	95,940	64,685
Liability for Expenses	2,073,595	1,151,620
Creditors for Capital items	-	74,840
<b>Total</b>	<b>4,715,235</b>	<b>3,802,769</b>

## TBK Venkataramiah Tile Bath Kitchen Private Limited

### Note : 9 Long Term Loans and Advances

Particulars	As at 31-3-2016 ₹	As at 31-3-2015 ₹
<b>Considered good unless otherwise stated</b>		
<b>Security Deposits</b>		
Unsecured	225,720	225,720
Excise/ Vat/ Service tax	5,000	5,000
<b>Other Loans and Advances:</b>		
Unsecured	35,790	2,790
<b>Total</b>	<b>266,510</b>	<b>233,510</b>

### Note : 10 Inventories

Particulars	As at 31-3-2016 ₹	As at 31-3-2015 ₹
Stock of Traded Goods	1,591,138	1,814,781
<b>Total</b>	<b>1,591,138</b>	<b>1,814,781</b>

### Note : 11 Trade Receivables

Particulars	As at 31-3-2016 ₹	As at 31-3-2015 ₹
<b>Unsecured - Considered Good</b>		
Over six months due	515,479	492,473
Secured, considered good		
Others due	386,303	657,346
<b>Total</b>	<b>901,782</b>	<b>1,149,819</b>

### Note : 12 Cash & Cash Equivalents

Particulars	As at 31-3-2016 ₹	As at 31-3-2015 ₹
Cash on hand	102	46,142
Balances with banks in current account	87,155	138,369
<b>Total</b>	<b>87,257</b>	<b>184,511</b>

### Note : 13 Other Current Assets

Particulars	As at 31-3-2016 ₹	As at 31-3-2015 ₹
Insurance claim receivable	-	-
Others	-	232,000
<b>Total</b>	<b>-</b>	<b>232,000</b>



**TBK Venkataramiah Tile Bath Kitchen Private Limited**

Note : 8 Fixed Assets

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK As at Mar 31, 2016		
	Opening Block	Additions	Deductions	Closing Block	Opening Block	Additions during the year	Deductions during the year	Adjustments		Closing Balance	
<b>TANGIBLE ASSETS</b>											
Computers & Peripherals	2015-16	126,658	-	-	126,658	120,325	-	-	-	120,325	6,333
	2014-15	126,658	-	-	126,658	99,935	3,003	17,387	-	120,325	6,333
Furniture & Fittings	2015-16	1,141,504	-	-	1,141,504	662,874	136,845	-	-	799,719	341,785
	2014-15	1,141,504	-	-	1,141,504	471,225	191,649	-	-	662,874	478,630
Leasehold Improvements	2015-16	4,049,835	-	-	4,049,835	2,217,767	580,133	-	-	2,797,900	1,251,935
	2014-15	4,049,835	-	-	4,049,835	1,639,219	578,548	-	-	2,217,767	1,832,068
Office equipments	2015-16	712,540	-	-	712,540	526,110	115,668	-	-	641,778	70,762
	2014-15	712,540	-	-	712,540	209,804	316,306	-	-	526,110	186,430
Generator	2015-16	332,439	-	-	332,439	154,728	33,841	-	-	188,569	143,870
	2014-15	332,439	-	-	332,439	112,927	41,801	-	-	154,728	177,711
Electrical Fittings	2015-16	258,291	-	-	258,291	140,096	35,650	-	-	175,746	82,545
	2014-15	258,291	-	-	258,291	89,048	51,048	-	-	140,096	118,195
<b>Total Tangible Assets</b>	2015-16	<b>6,621,267</b>	-	-	<b>6,621,267</b>	<b>3,821,900</b>	<b>902,137</b>	-	-	<b>4,724,037</b>	<b>1,897,230</b>
	2014-15	<b>6,621,267</b>	-	-	<b>6,621,267</b>	<b>2,622,159</b>	<b>1,182,354</b>	-	<b>17,387</b>	<b>3,821,900</b>	<b>2,799,367</b>
<b>INTANGIBLE ASSETS</b>											
Software	2015-16	86,000	-	-	86,000	86,000	-	-	-	86,000	-
	2014-15	86,000	-	-	86,000	79,056	6,944	-	-	86,000	-
<b>Total Intangible Assets</b>	2015-16	<b>86,000</b>	-	-	<b>86,000</b>	<b>86,000</b>	-	-	-	<b>86,000</b>	-
	2014-15	<b>86,000</b>	-	-	<b>86,000</b>	<b>79,056</b>	<b>6,944</b>	-	-	<b>86,000</b>	-
<b>Total Fixed Assets</b>	2015-16	<b>6,707,267</b>	-	-	<b>6,707,267</b>	<b>3,907,900</b>	<b>902,137</b>	-	-	<b>4,810,037</b>	<b>1,897,230</b>
	2014-15	<b>6,707,267</b>	-	-	<b>6,707,267</b>	<b>2,701,215</b>	<b>1,189,298</b>	-	<b>17,387</b>	<b>3,907,900</b>	<b>2,799,367</b>

(Amount in ₹)

## TBK Venkataramiah Tile Bath Kitchen Private Limited

### Note : 14 Other Operating Income

Particulars	2015-2016 ₹	2014-2015 ₹
Others	288,263	12,315
<b>Total</b>	<b>288,263</b>	<b>12,315</b>

### Note : 15 Purchase Stock-in-Trade

Particulars	2015-2016 ₹	2014-15 ₹
Purchases	15,224,299	16,999,448
<b>Total</b>	<b>15,224,299</b>	<b>16,999,448</b>

### Note : 16 Change in Inventories

Particulars	2015-2016 ₹	2014-2015 ₹
<b>Closing Stock (including in Transit)</b>		
Traded Goods	1,591,138	1,814,781
<b>Less : Opening Stock (including in Transit)</b>		
Traded Goods	1,814,781	2,376,731
<b>Total</b>	<b>223,643</b>	<b>561,951</b>

### Note : 17 Employee Benefits Expenses

Particulars	2015-2016 ₹	2014-2015 ₹
Salaries and incentives & Gratuity	1,240,098	1,152,276
Staff welfare expenses	33,786	39,508
<b>Total</b>	<b>1,273,884</b>	<b>1,191,784</b>

### Note : 18 Other Expenses

Particulars	2015-2016 ₹	2014-2015 ₹
Rent	1,500,000	1,500,000
Electricity Expenses	102,197	116,947
Travelling & Communication	115,797	122,972
Repairs & Maintenance	139,692	82,521
Rates & Taxes	27,625	79,750
Discount, Incentives and Commission on Sales	1,411	7,244
Bank Charges	9,626	6,357
Printing & Stationery	10,087	8,481
Payment to Auditors - as Auditor	45,500	45,500
- for reimbursement of Expenses	6,598	9,640
Legal & Professional Charges	57,279	19,000
Miscellaneous Expenses	146,858	122,241
<b>Total</b>	<b>2,162,669</b>	<b>2,120,653</b>

**TBK VENKATARAMIAH TILE BATH KITCHEN PRIVATE LIMITED**

**NOTES TO ACCOUNTS**

**Note 19 : EARNINGS PER SHARE**

(Amount in ₹)

Particulars	As at 31-3-2016	As at 31-3-2015
Profit / (Loss) for the year	(2,933,403)	(2,811,951)
Weighted Average Number of Equity Shares	10,000	10,000
Nominal value of shares	10	10
Basic Earnings / (Loss) Per Share	(293.34)	(281.20)

**Note 20 : LEASES**

The Company has taken premises under lease and license agreements or operating lease. These are generally non-cancelable.

Lease rentals of ₹ 15,00,000 /-(P.Y ₹ 15,00,000/-) in respect of obligations under operating leases have been recognized in the profit and loss account.

**Note 21 :**

The disclosure in respect of the amounts payable to such micro, small and medium enterprises as at March 31, 2016 has not been made in the financial statements. However, in view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material.

**Note 22 :**

The company has provided for the gratuity liability amounting to ₹ 74,712/- (P.Y. ₹ (46,442/-) on the method stipulated under the Payment of Gratuity Act, 1972. The company does not offer any other benefits to its employees.

**Note 23 :**

Contingent liability represents items that at 31 st March, 2016, are not recognised in the statement of Financial Position because there is significant uncertainty at that date as to the necessity for the entity to receive or make payments in respect of them.

Liability relating to consumer case of Mrs.Nanditha S Banakar of kitchen supply amounting to ₹ 4,63,150

**TBK VENKATARAMIAH TILE BATH KITCHEN PRIVATE LIMITED**

**Note 24 : RELATED PARTY DISCLOSURE**

Name of Related Parties

**Ultimate Holding company**

- 1 Prism Cement Limited

**Enterprise under common control**

- 1 TBK Samiyaz Tile Bath Kitchen Pvt. Ltd.
- 2 TBK Deepgiri Tile Bath Kitchen Pvt. Ltd.
- 3 TBK Bansal Ceramics Pvt. Ltd.
- 4 TBK Unique Jalgaon Tile Bath Kitchen Pvt. Ltd.
- 5 TBK Krishna Tile Bath Kitchen Pvt. Ltd.
- 6 TBK Rangoli Tile Bath Kitchen Pvt. Ltd.
- 7 TBK P B Shah Tile Bath Kitchen Pvt. Ltd.
- 8 TBK Sanitary Sales Pvt. Ltd.
- 9 TBK Florance Ceramics Pvt. Ltd.
- 10 TBK Shri Ram Tile Bath Kitchen Pvt. Ltd.
- 11 TBK Deziner's Home Pvt. Ltd.
- 12 TBK Prathap Tile Bath Kitchen Pvt. Ltd.
- 13 TBK Tile Home Pvt. Ltd.
- 14 TBK Reddy Tile Bath Kitchen Pvt. Ltd.
- 15 TBK Rathi Sales Agenceis Pvt Ltd
- 16 TBK Kadakia's Tile Bath Kitchen Pvt Ltd
- 17 TBK Rishi Ceramics Pvt Ltd
- 18 TBK Vaibhavi Tile Bath Kitchen Pvt Ltd
- 19 TBK Shree Ganesh Traders Pvt Ltd
- 20 TBK Aishwarya Tile Bath Kitchen Pvt.Ltd.
- 21 TBK Home Trends Pvt.Ltd.
- 22 TBK Rajkamal Tile Bath Kitchen Pvt.Ltd.
- 23 TBK Solan Ceramics Pvt.Ltd.
- 24 Ardex Endura (India) Pvt. Ltd.

**Holding company**

- 1 H.& R. Johnson (I) TBK Ltd.

a) The details of balance as at March 31, 2016.

**(Amount in ₹ )**

Sr. No.	Name	Nature of Relationship	Nature of Payment / Receipts	As at 31-3-2016
1	H.& R. Johnson (I) TBK Ltd.	Holding Company	Unsecured Loan	7,750,000
				(7,750,000)
2	H.& R. Johnson (I) TBK Ltd.	Holding Company	Interest Accured on Loan	2,431,189
				(2,431,189)
3	V Vasudev	Key Management Personnel	Unsecured Loan	-
				(2,723,300)
4	V Vasudev	Key Management Personnel	Interest Accured on Loan	-
				(487,384)
5	Geeta vasudev	Key Management Personnel	Unsecured Loan	-
				(568,300)
6	Geeta vasudev	Key Management Personnel	Interest Accured on Loan	-
				(86,960)
7	Prism Cement Limited	Ultimate Holding Company	Purchase of goods	1,675,939
				(1,474,831)
8	Prism Cement Limited	Ultimate Holding Company	Incentive Receivable	-
				(232,000)
9	H.& R. Johnson (I) TBK Ltd.	Holding Company	Purchase and sale of goods & services	1,997,186
				(1,070,112)
10	H.& R. Johnson (I) TBK Ltd.	Holding Company	Share Capital	100,000
				(100,000)
11	V Vasudev	Key Management Personnel	Share Capital	-
				(50,000)

