

G. K. Choksi & Co.
Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT

To,
The Members,
ARVIND ACCEL LIMITED
Ahmedabad.

Report on the Financial Statements

We have audited the accompanying financial statements of **ARVIND ACCEL LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the 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 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 provision 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 control, 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

Our responsibility is to express an opinion on these 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 provisions 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.

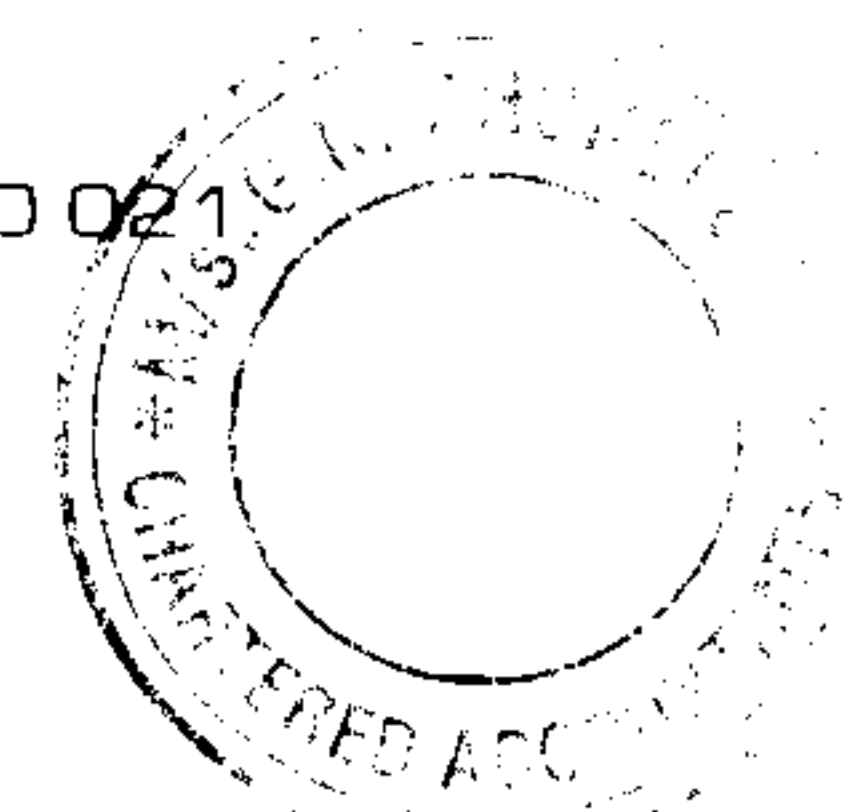
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the company has in place an adequate internal financial controls system over financial reporting and operating effectiveness of such control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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 qualified audit opinion on financial statements.

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Basis for Qualified Opinion

The accounts have been prepared on the basis that the company will continue as a Going Concern in spite of the fact that the accumulated losses as at 31st March, 2015 being ₹ 19,08,60,145/-, have exceeded the paid up share capital thus wiping off its capital base. This is not in accordance with Accounting Standard – 1 issued by the Institute of Chartered Accountant of India. The ability of the company to continue as a going concern is dependent upon availability of adequate continued finance future profitability.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, *except for the matter described in the basis for Qualified Opinion paragraph*, 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 31st March, 2015 and its loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order 2015 ("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 of the matters specified in paragraphs 3 and 4 of the Order to the extent applicable.
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 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 appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) *Except for the matter described in the basis for Qualified Opinion paragraph*, 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 written representations received from the directors as on 31 March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2015 from being appointed as a director in terms of Section 164(2) of the Act.
 - (f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 and to our 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 derivatives 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 G. K. CHOKSI & CO.

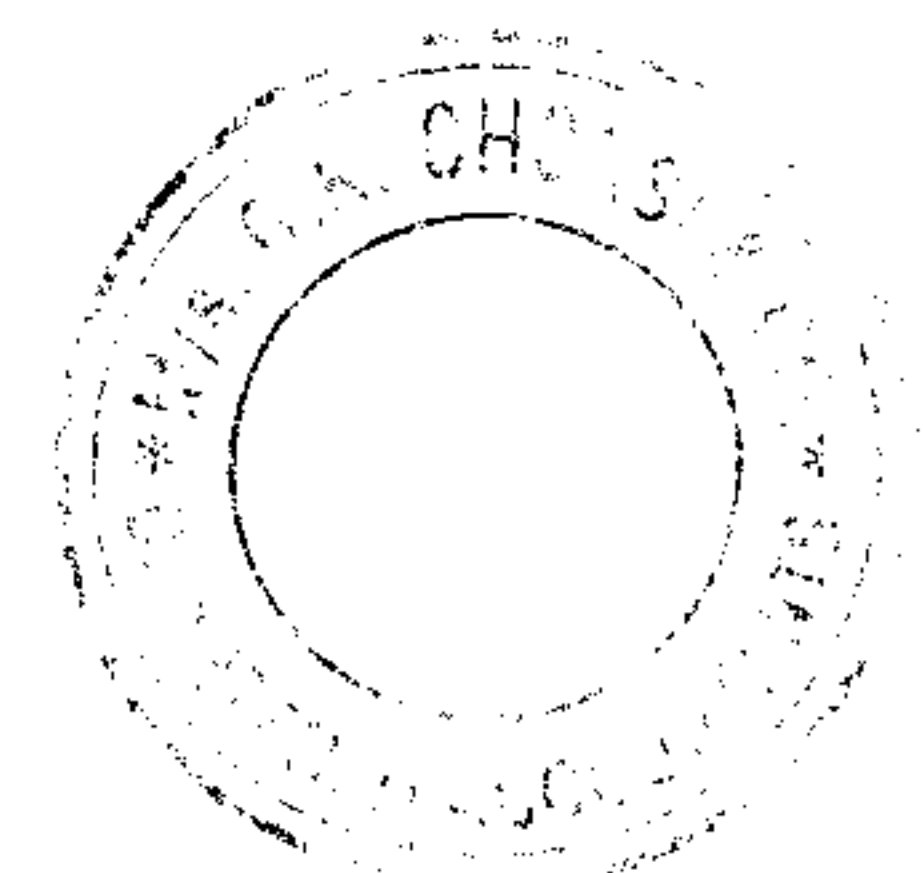
[Firm Registration No. 101895W]
Chartered Accountants

Rohit Choksi
ROHIT K. CHOKSI
Partner

Mem. No. 31103

Place : Ahmedabad

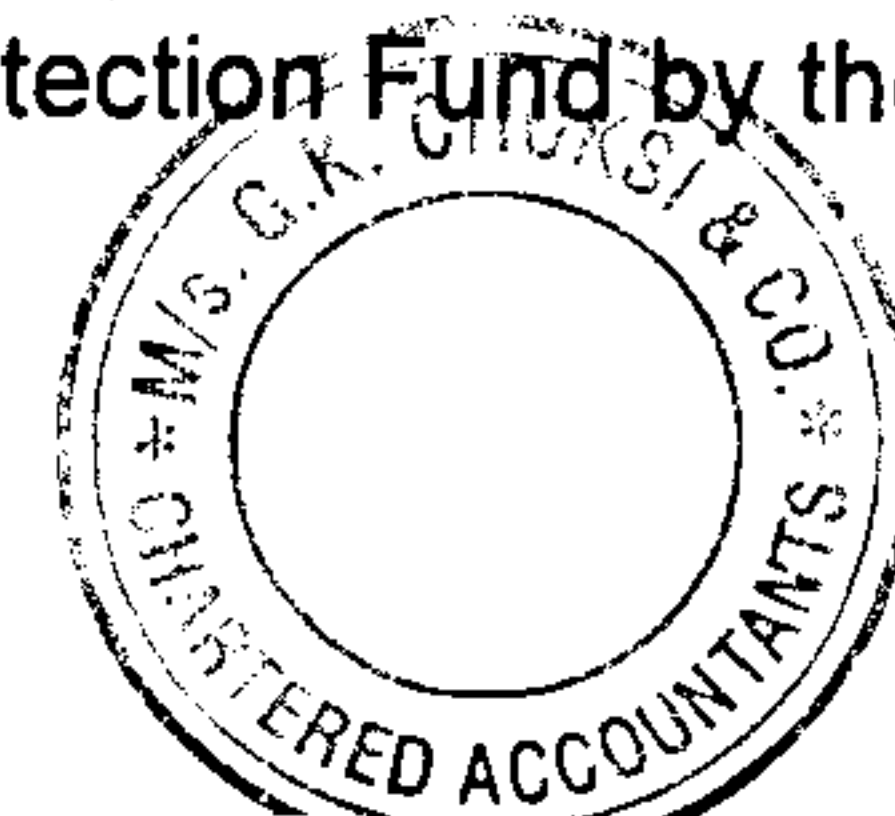
Date : 11 MAY 2015



Annexure to the Auditors' Report

(Referred to in our Report of even date to the members of Arvind Accel Limited)

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation, of its fixed assets.
- (b) Fixed assets have been physically verified by the management during the year at reasonable intervals which in our opinion is reasonable having regard to size of the Company and nature of its assets. No material discrepancies were noticed on such verification.
- (ii) (a) The Management of Company has conducted physical verification of inventory at reasonable intervals.
- (b) In our opinion, the procedures of physical verification of stocks followed by the management of Company are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) On the basis of our examination of inventories records, in our opinion, the Company is maintaining the proper records of inventories and no material discrepancies were noticed on physical verification.
- (iii) (a) (i) The Company has granted interest bearing unsecured loans to one party covered in the Register maintained u/s.189 of the Companies Act, 2013. The balance outstanding on account of this loans as at the end of the year was ₹ 13,00,000 /- and the maximum balance outstanding during the year were ₹ 30,00,000/-.
- (ii) In our opinion, the other terms and conditions of such loan are not, *prima facie*, prejudicial to the interest of the company.
- (iii) The loans are repayable on demand. Accordingly, the party has repaid the principal amounts and interest as and when demanded.
- (iv) There is no overdue amount in excess of ₹ 1 lac in respect of loan granted to parties listed in the register maintained u/s 189 of the Companies Act, 2013.
- (iv) In our opinion and according to information and explanation given to us; there is adequate internal control system commensurate with the size of the Company and the nature of its business, with regard to purchase of inventory and fixed assets and with regard to sale of goods. Further on the basis of our examination of books and records of the Company, and according to the information and explanations given to us, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in the aforesaid internal control system.
- (v) The Company has not accepted any deposits as defined in The Companies (Acceptance of Deposits) Rules 2014. Accordingly, the provisions of Clause 3(v) of the Order are not applicable to the Company.
- (vi) In our opinion and according to the information and explanation given to us, since the aggregate value of net worth as on last date of the immediately preceding financial year does not exceed five crore rupees or aggregate value of turnover of all the products during immediately preceding financial year does not exceed twenty crores or the company's equity or debt securities are not listed or are not in the process of listing on any stock exchange. The provision of Companies (Cost Accounting Records) Rules, 2011 prescribed by the Central Government vide G.S.R 429(E) dated 3rd June, 2011 under Section 209(1)(d) of the Companies Act, 1956 are not applicable. Accordingly the clause 4(viii) of the order is not applicable.
- (vii) (a) According to the information given to us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues and Company had no arrears of such outstanding statutory dues as at 31st March, 2015 for a period more than six months from the date they became payable.
- (b) According to the information and explanations given to us, the Company has no disputed outstanding statutory dues as at to 31st March, 2015.
- (c) According to the information and explanations given to us, there are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company.



- (viii) The company has accumulated losses exceeding its net worth. The company has incurred cash losses to the tune of ₹ 3,18,86,147/- during the year under review. It has incurred cash losses to the tune of ₹ 5,18,10,736/- in the immediate preceding year.
- (ix) According to the information and explanations given to us, the Company has not defaulted in the repayment of dues to financial institutions, banks or debenture holders during the year.
- (x) According to the information and explanation given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
- (xi) According to the information and explanation given to us, the Company has not obtained any term loans during the year.
- (xii) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year under review.

FOR G. K. CHOKSI & CO.
[Firm Registration No. 101895W]
Chartered Accountants

Rohit Choksi
ROHIT K. CHOKSI
Partner
Mem. No. 31103

Place : Ahmedabad

Date : 11 MAY 2015



ARVIND ACCEL LIMITED

Balance Sheet as at 31st March, 2015

[Amount in ₹]

Particulars	Notes	As at 31st March, 2015	As at 31st March, 2014
EQUITY AND LIABILITIES			
Shareholders' Fund			
Share Capital	2	5 00 000	5 00 000
Reserves and Surplus	3	<u>(19 08 60 145)</u>	<u>(15 63 69 221)</u>
		(19 03 60 145)	(15 58 69 221)
Non Current liabilities			
Deferred Tax Liabilities (Net)	4	0	0
Other Long Term Liabilities	5	1 50 935	2 03 747
Long Term Provisions	6	<u>37 990</u>	<u>0</u>
		1 88 925	2 03 747
Current liabilities			
Short Term Borrowings	7	56 20 56 770	3 01 56 770
Trade Payables	8	26 78 651	67 65 824
Other Current Liabilities	9	3 78 41 129	19 51 85 052
Short Term Provisions	10	<u>1 482</u>	<u>24 426</u>
		60 25 78 032	23 21 32 072
Total		<u>41 24 06 812</u>	<u>7 64 66 598</u>
ASSETS			
Non Current assets			
Fixed Assets			
Tangible Assets	11	84 33 947	1 13 13 754
Intangible Assets	12	<u>1 37 625</u>	<u>2 31 051</u>
		85 71 572	1 15 44 805
Non Current Investments	13	34 94 00 000	2 00 000
Long Term Loans and Advances	14	15 34 835	12 79 586
Current Assets			
Inventories	15	27 02 587	59 12 366
Trade Receivables	16	27 11 524	1 48 09 742
Cash & Cash Equivalents	17	16 30 781	30 05 015
Short Term Loans & Advances	18	2 09 11 063	1 52 20 148
Other Current Assets	19	<u>2 49 44 450</u>	<u>2 44 94 936</u>
		5 29 00 405	6 34 42 207
Total :		<u>41 24 06 812</u>	<u>7 64 66 598</u>
Significant Accounting Policies	1	-	-

The accompanying notes are an integral part of the financial statements.

As per our attached report of even date

FOR G. K. CHOKSI & CO.

[Firm Registration No. 101895W]
Chartered Accountants

Rohit Choksi
ROHIT K. CHOKSI
Partner
Mem. No. 31103

Place : Ahmedabad

Date : 11 MAY 2015



FOR AND ON BEHALF OF THE BOARD

Pratibha Salbhan
Director

[Signature]
Director

Place : Ahmedabad

Date : 11 MAY 2015

ARVIND ACCEL LIMITED

Statement of Profit and Loss for the year ended 31st March, 2015

[Amount in ₹]

Particulars	Notes	2014-2015	2013-2014
INCOME			
Revenue from Operations	20	2 54 01 185	6 78 96 689
Other Income	21	8 31 742	7 91 314
Total Revenue		2 62 32 927	6 86 88 003
EXPENSES			
Operating Expenses	22	6 45 690	9 64 861
Purchase of Stock in Trade		1 59 23 398	6 89 08 947
Changes in Inventories	23	32 09 779	(45 13 298)
Employee Benefits Expenses	24	66 14 895	1 38 77 019
Finance Costs	25	2 92 67 633	3 58 76 881
Depreciation and Amortization Expenses		23 84 882	13 17 575
Other Expenses	26	24 57 679	53 84 329
Total Expenses		6 05 03 956	12 18 16 314
Profit / (Loss) before tax		(3 42 71 029)	(5 31 28 311)
Tax Expenses			
Current Tax		0	0
Deferred Tax		0	0
Tax in respect of earlier years [Including Provision no longer required ₹ NIL (P.Y. ₹ 1,11,000)]		0	(1 11 000)
		0	(1 11 000)
Profit/(Loss) for the year carried to Balance sheet		(3 42 71 029)	(5 30 17 311)
Earnings per equity share:			
Basic and diluted (₹)	27	(685.42)	(1060.35)

The accompanying notes are an integral part of the financial statements.

As per our attached report of even date

FOR G. K. CHOKSI & CO.
[Firm Registration No. 101895W]
Chartered Accountants

Rohit Choksi
ROHIT K. CHOKSI
Partner
Mem. No. 31103

Place : Ahmedabad
Date : 11 MAY 2015



FOR AND ON BEHALF OF THE BOARD

[Signature]
Director
[Signature]
Director

Place : Ahmedabad
Date : 11 MAY 2015

ARVIND ACCEL LIMITED

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2015

[Amount in ₹]

Particulars	For the year ended 31/03/2015	For the year ended 31/03/2014
A. Cash flow from operating activities		
Profit/(Loss) for the year before taxation and exceptional items	(3 42 71 029)	(5 31 28 311)
Adjustments for		
Depreciation and amortisation	23 84 882	13 17 575
Loss on Sale of Assets	1 50 549	6 39 261
Interest Expenses	2 92 67 633	3 58 76 881
Interest Income	(4 99 460)	(2 52 816)
Operating profit before working capital changes	(29 67 425)	(1 55 47 410)
Adjustments for		
Inventories	32 09 779	(44 87 463)
Trade and other receivables	1 20 98 217	12 69 137
Short term Loans and Advances	(56 90 915)	1 63 53 465
Current Liabilities and long term provisions	(17 64 210)	(6 67 614)
Cash generated from operations	48 85 446	(30 79 885)
Direct taxes Refund/(paid)	(2 55 249)	32 99 241
Net Cash from Operating Activities [A]	46 30 197	2 19 356
B. Cash flow from investing activities		
Purchase of Fixed Assets	0	(25 000)
Purchase of Investments	(34 92 00 000)	0
Sale of Fixed Assets	2 17 908	6 45 318
Interest Received	49 946	2 63 146
Net cash used in investing activities [B]	(34 89 32 146)	8 83 464
C. Cash flow from financing activities		
Short term Borrowings	53 19 00 000	3 05 59 287
Interest Paid	(90 74 821)	(4 72 29 518)
Net cash flow from financial activities [C]	52 28 25 179	(1 66 70 231)
Net Increase/(Decrease) in cash and cash equivalents [A+B+C]	17 85 23 230	(1 55 67 411)
Cash and cash equivalents opening	(17 68 92 449)	(16 13 25 038)
Cash and cash equivalents closing	16 30 781	(17 68 92 449)
Components of Cash and cash equivalent		
Balances with scheduled banks	16 19 053	28 57 790
Cash in hand	11 728	1 25 372
Fixed Deposit	0	21 853
HDFC Bank (Book Overdraft)	0	(17 98 97 464)
	16 30 781	(17 68 92 449)

Explanatory Notes to Cash Flow Statement

- The Cash Flow Statement is prepared by using indirect method in accordance with the format prescribed by Accounting Standard 3 as prescribed by The Institute of Chartered Accountants of India.
- In Part A of the Cash Flow Statements, figures in brackets indicates deductions made from the net profit for deriving the cash flow from operating activities. In part B & part C, figures in brackets indicates cash outflows.
- Figures of the previous year have been regrouped wherever necessary, to confirm to current years presentation.

As per our attached report of even date

FOR G. K. CHOKSI & CO.

[Firm Registration No. 101895W]
Chartered Accountants


ROHIT K. CHOKSI
Partner

Mem. No. 31103

Place: Ahmedabad

Date : 11 MAY 2015

FOR AND ON BEHALF OF THE BOARD


Director


Director

Place: Ahmedabad

Date : 11 MAY 2015

Notes forming part of accounts

1. Summary of significant accounting policies

(a) Basis of preparation of financial statements

- (i) The financial statements of the company have been prepared and presented in accordance with the generally accepted accounting principle under the historical cost convention on an accrual basis. The Company has prepared these financial statements to comply in all material respects with the Accounting Standards as prescribed under section 133 of the Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules, 2014.
- (ii) The accounting policies adopted in the preparation of the financial statements are consistent with those of previous year.

(b) Use of Estimates

The presentation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reported period. Differences between the actual result and estimates are recognized in the period in which the results are known/determined.

(c) Inventories

Inventory comprising of construction materials at site, shuttering Materials and traded goods are valued at Cost or Net Realizable Value whichever is lower.

(d) Recognition of Revenue from Contractual Projects:

- (i) Revenues from consultancy services are recognized when services are rendered.
- (ii) Contract revenue and contract cost associated with the construction contracts and project contracts are recognized as revenue and expense respectively by reference to the stage of completion of the contract activity at the reporting date.
- (iii) The expenditure incurred for construction contracts and project contracts that relate to future activity on the contract considered and classified as contract work in progress. The expenditures which are incurred for construction contract but yet to be billed are considered and classified as unbilled contract cost.

Percentage of completion is determined by the proportion that contract cost incurred for work performed up to reporting date bears to the estimated total contract cost.

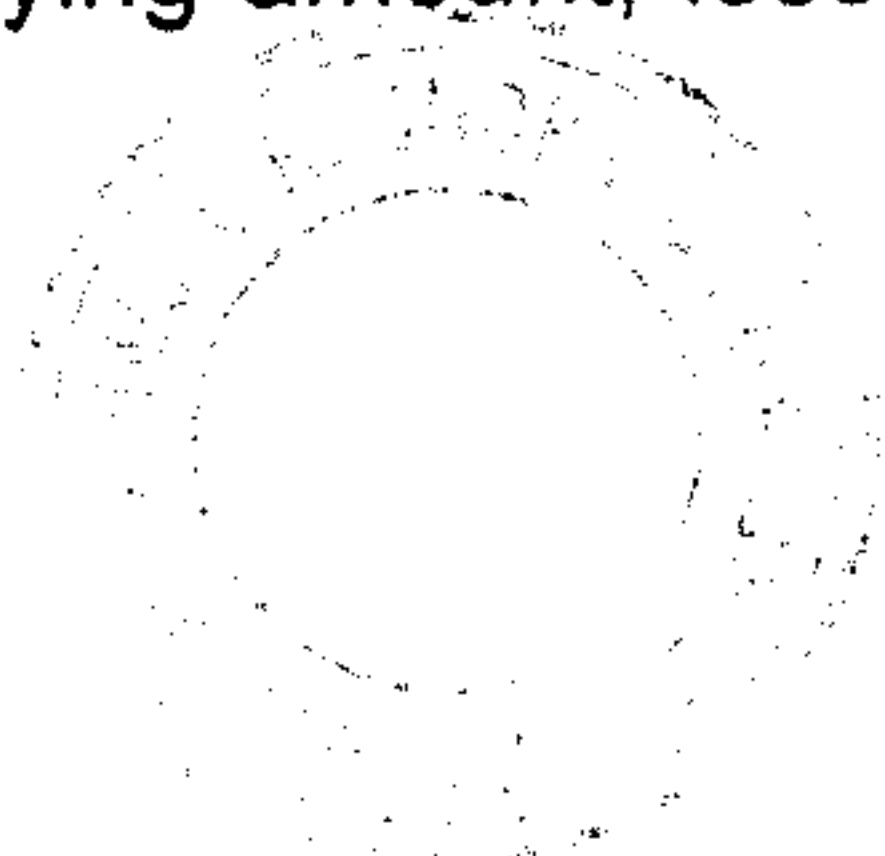
- (iv) Sale of traded goods is recognized when the company has transferred to the buyer, the property in the goods, for a price, or all significant risks and rewards of ownership have been transferred to the buyer without the company retaining any effective control over the goods. Sales are stated at contractual realizable values, net of trade discounts.

(e) Fixed Assets

Fixed Assets are stated at their original cost including incidental expenses related to acquisition and installation, less accumulated depreciation. Cost comprises of the purchase price and any other attributable cost of bringing the assets to its working condition for its intended use.

At the balance sheet date, an assessment is done to determine whether there is any indication of impairment in the carrying amount of Company's fixed assets. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount.

After recognition of impairment loss, the depreciation charge for the assets is adjusted in future periods to allocate the asset's revised carrying amount, less its residual value (if any), on straight line basis over its remaining useful life.



ARVIND ACCEL LIMITED

Notes forming part of accounts

(f) Depreciation

Depreciation on Tangible Fixed Assets is provided on straight line method over the useful lives of assets specified in Part C of Schedule II to the Companies Act 2013 read with the relevant notifications issued by the Department of Company affairs.

Intangible assets are amortised over their respective individual estimated useful lives on a straight line basis, commencing from the date the assets is available to the company for its use. The management estimates useful life for intangible asset comprising of computer software as follows:

Computer Software : Over a period of Five years

Depreciation on assets acquired / disposed off during the year is provided on pro-rata basis with reference to the date of addition/disposal.

(g) Investments

Investment has been stated at the cost price. Provision for diminution in the value of Long Term Investment is made only if, such decline is not temporary in nature in the opinion of the management.

(h) Retirement Benefits

- (i) Contributions to provident fund are made at predetermined rates to Government Authority and charged to profit and loss account.
- (ii) Retirement Benefits being Gratuity and Leave Encashment are accounted for based on actuarial valuation by the independent valuer.

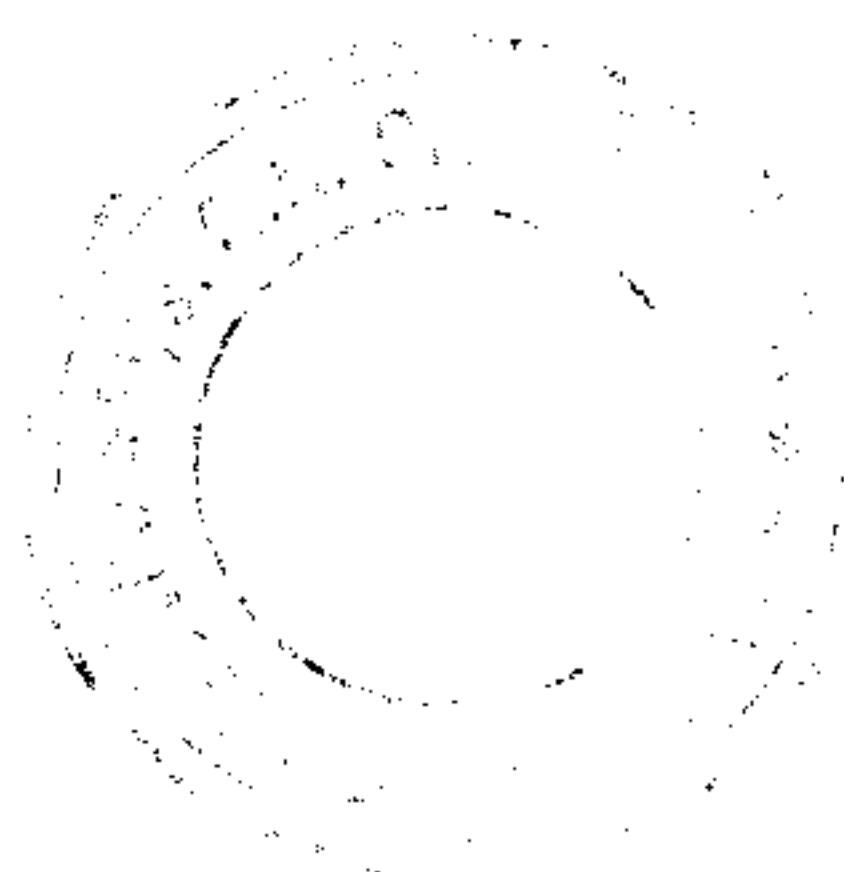
(i) Taxation

Provision for income tax is based on the assessable profits computed in accordance with the provisions of the Income-tax Act, 1961.

Deferred income taxes are recognised for the future tax consequences attributable to timing differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases. The effect on deferred tax assets and liabilities of a change in the tax rates is recognised using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets arising from unabsorbed depreciation or carry forward losses under tax laws are recognised only to the extent that there is virtual certainty of realisation. Other deferred tax assets are recognised and carried forward to the extent that there is reasonable certainty of realisation.

(j) Provisions, Contingent Liabilities and Contingent Assets

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



ARVIND ACCEL LIMITED

Notes forming part of accounts

2 Share Capital

[Amount in ₹]

Particulars	As at 31st March, 2015	As at 31st March, 2014
(a) Authorised		
10,00,000 (P.Y.10,00,000) Equity Shares of ₹ 10/- each	1 00 00 000	1 00 00 000
(b) Issued, Subscribed and fully Paidup		
50,000 (P.Y.50,000) Equity Shares of ₹10/ each Fully Paid up	5 00 000	5 00 000

Note :

During the period of five financial years immediately preceeding the Balance Sheet date, the company has not:

- (i) allotted any fully paidup equity shares by way of bonus shares;
- (ii) allotted any equity shares pursuant to any contract without payment being received in cash;
- (iii) brought back any equity shares

(c) Reconciliation of number of shares

Particulars	Number of Equity Shares	
	2014-2015	2013-2014
As at April 1, 2014	50 000	50 000
Add		
Shares issued for Cash or Right Issue or Bonus	0	0
Exercise of Share Option under ESOS / ESOP	0	0
Shares issued in Business Combination	0	0
	50 000	50 000
Less		
Shares bought back / Redemption etc.	0	0
As at March 31, 2015	50 000	50 000

(d) Rights, Preferences and Restrictions

Equity Shares : The Company has only class of equity shares having a par value of ₹ 10/ per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts. if anv. in proportion to their shareholding.

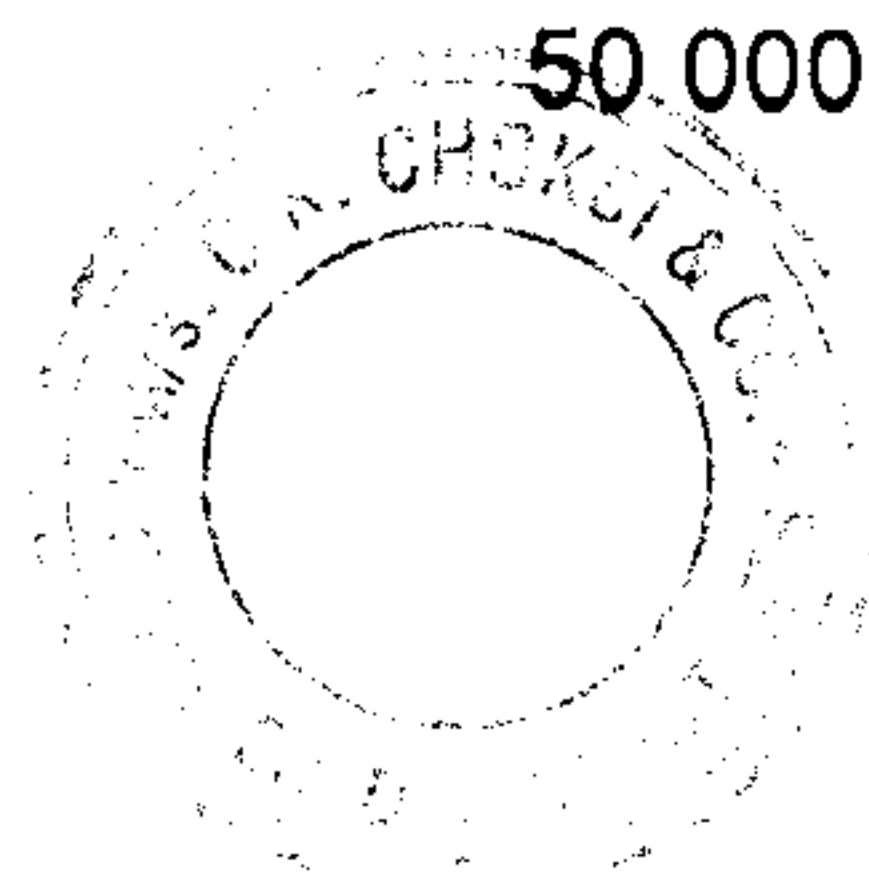
(e) Details of Shareholdings

Number of Shares held by Holding Enterprise

Partiucars	Number of Equity Shares		Value ₹	
	2014-2015	2013-2014	2014-2015	2013-2014
Holding Company (With Nominees)	50 000	50 000	5 00 000	5 00 000

Shareholders holding more than 5% shares

Partiucars	Number of Equity Shares		Value ₹	
	2014-2015	2013-2014	2014-2015	2013-2014
Arvind Limited (With Nominees)	50 000	50 000	5 00 000	5 00 000



ARVIND ACCEL LIMITED

Notes forming part of accounts

3 Reserves and surplus

Particulars	[Amount in ₹]	
	As at 31st March, 2015	As at 31st March, 2014
Amalgamation Reserve		
Opening Balance	0	0
Add : Additions during the year	0	1 00 000
Less: Transfer to General Reserve	0	1 00 000
Closing Balance	<u>0</u>	<u>0</u>
General Reserve		
Opening Balance	1 00 000	0
Add : Additions during the year	0	1 00 000
Closing Balance	<u>1 00 000</u>	<u>1 00 000</u>
Surplus / (Deficit) in Statement of Profit & Loss		
Balance as per previous financial statements	(15 64 69 221)	(12 74 25 658)
Add : Profit/(Loss) for the year	(3 42 71 029)	(5 30 17 311)
Add: Adjustment pursuant to Scheme of Demerger	0	2 39 73 748
Balance available for appropriation	<u>(19 07 40 250)</u>	<u>(15 64 69 221)</u>
Less : Appropriations	0	0
Less : Adjustment due to change in useful life of fixed assets	(2 19 895)	0
Net Surplus / (Deficit)	<u><u>(19 09 60 145)</u></u>	<u><u>(15 64 69 221)</u></u>
	<u><u>(19 08 60 145)</u></u>	<u><u>(15 63 69 221)</u></u>

4 Deferred tax liabilities (Net)

Particulars	[Amount in ₹]	
	As at 31st March, 2015	As at 31st March, 2014
Deferred Tax Liabilities		
Difference of book depreciation and tax depreciation	4 71 355	9 06 754
Deferred Tax Assets		
Carried forward losses/Unabsorbed Depreciation	4 71 355	9 06 754
Net Deferred Tax Liability / (Asset)	<u>0</u>	<u>0</u>

5 Long term provisions

Particulars	[Amount in ₹]	
	As at 31st March, 2015	As at 31st March, 2014
For Employee Benefits		
Leave Encashment	37 990	0
	<u>37 990</u>	<u>0</u>

6 Other Long term Liabilities

Particulars	[Amount in ₹]	
	As at 31st March, 2015	As at 31st March, 2014
Security deposits Employees	1 50 935	2 03 747
	<u>1 50 935</u>	<u>2 03 747</u>

ARVIND ACCEL LIMITED

Notes forming part of accounts

7 Short term borrowings

	[Amount in ₹]	
Particulars	As at 31st March, 2015	As at 31st March, 2014
Unsecured		
Loans Repayable on demand		
Intercompany Deposit		
Related parties	56 20 56 770	2 09 56 770
Others	0	92 00 000
	56 20 56 770	3 01 56 770

8 Trade payables

	[Amount in ₹]	
Particulars	As at 31st March, 2015	As at 31st March, 2014
For Goods and Services		
Related party (Refer Note No.31)	13 28 287	9.94 006
Others	13 50 364	57 71 818
	26 78 651	67 65 824

The company has initiated the process of obtaining the confirmation from suppliers who have registered themselves under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006). In the absence of relevant information relating to the suppliers registered under the Micro, Small and Medium Enterprises (Development) Act, 2006, the balance due to Micro, Small and Medium Enterprises at year end and interest paid or payable under MSMED Act, 2006 during the year could not be compiled and disclosed.

9 Other current liabilities

	[Amount in ₹]	
Particulars	As at 31st March, 2015	As at 31st March, 2014
HDFC Bank (Book Overdraft)	0	17 98 97 464
Advances from Customers		
Related parties	3 01 953	0
Others	1 29 069	5 20 731
	4 31 022	5 20 731
Interest Accrued and due on short term borrowings		
Related parties	3 34 91 390	93 97 799
Other Intercompany Deposits	0	39 00 779
	3 34 91 390	1 32 98 578
Other Payables		
Retention money	53 624	53 624
Statutory dues	38 62 713	14 14 655
Others	2 380	0
	39 18 717	14 68 279
	3 78 41 129	19 51 85 052

10 Short term provisions

	[Amount in ₹]	
Particulars	As at 31st March, 2015	As at 31st March, 2014
Employee Benefits		
Leave Encashment	1 482	24 426
	1 482	24 426

ARVIND ACCEL LIMITED

Notes forming part of accounts

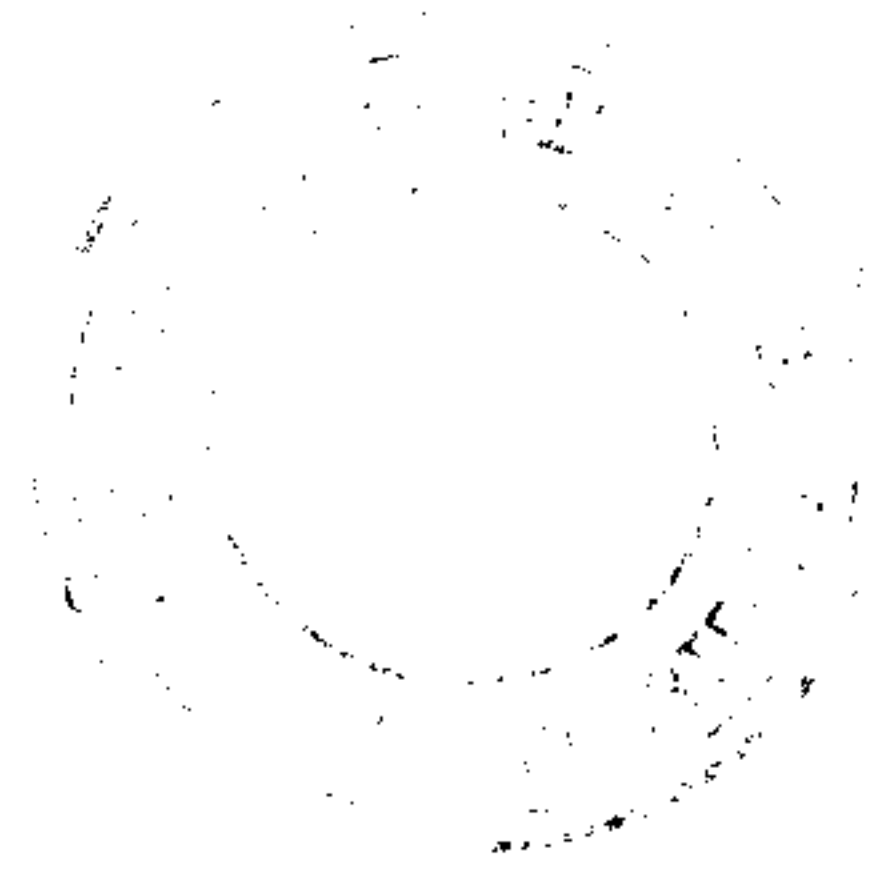
11 Tangible Assets

[Amount in ₹]

Description of Assets	Gross Block (At Cost)			Depreciation			Net Book Value			
	As at 01/04/2014	Additions during the year	Deletions/ Adjustment during the year	As at 31/03/2015	Up to 31/03/2014	For the year	Deletions/ Adjustment during the year (*)	Up to 31/03/2015	As at 31/03/2015	As at 31/03/2014
Plant and Machinery	74 63 408	0	0	74 63 408	7 87 139	6 14 201	0	14 01 340	60 62 068	66 76 269
Furniture & Fixture	7 03 565	0	0	7 03 565	1 08 864	84 917	0	1 93 781	5 09 784	5 94 701
Office Equipments	1 62 783	0	0	1 62 783	20 262	71 539	0	91 801	70 982	1 42 521
Computer (*)	26 45 448	0	0	26 45 448	11 08 750	11 74 824	2 19 894	25 03 468	1 41 980	15 36 698
Vehicle	31 26 964	0	5 22 812	26 04 152	7 63 399	3 45 975	1 54 355	9 55 019	16 49 133	23 63 565
Total :	1 41 02 168	0	5 22 812	1 35 79 356	27 88 414	22 91 456	3 74 249	51 45 409	84 33 947	1 13 13 754
Previous Year	1 56 69 110	25 000	15 91 942	1 41 02 168	18 71 694	12 24 083	3 07 363	27 88 414	1 13 13 754	

Note (*) :

Adjustments under the head "Depreciation" includes ₹ 2,19,894/- being the amount adjusted against Retained Earning (Refer Note No. 3) due to change in estimate with respect of useful life of the fixed assets.



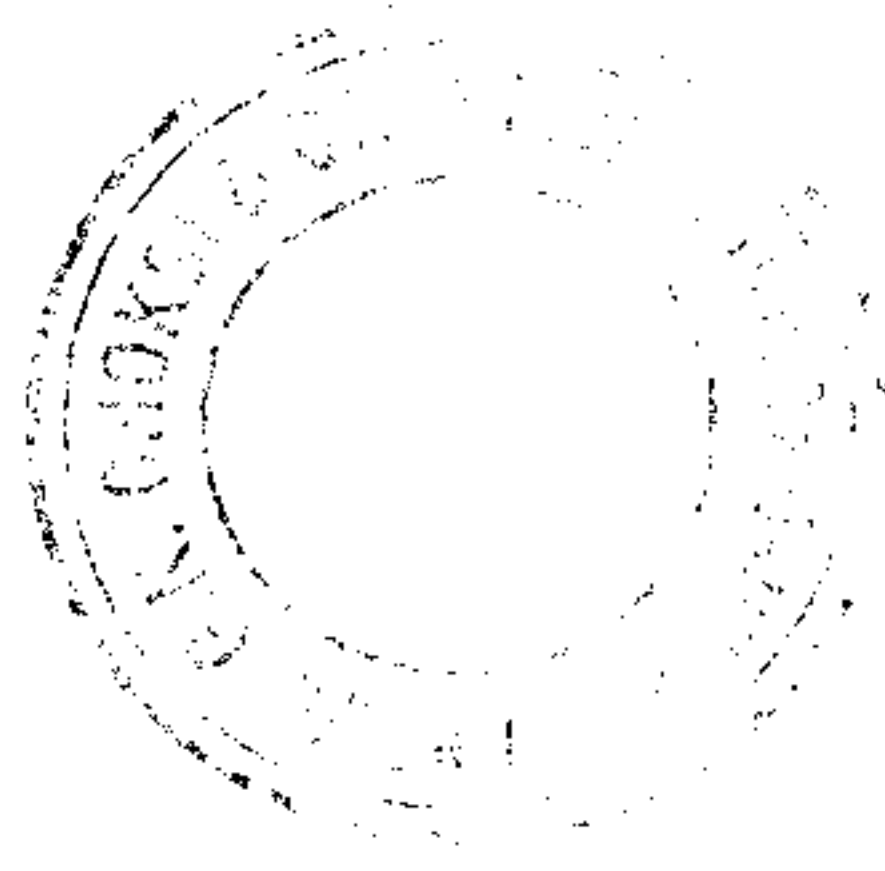
ARVIND ACCEL LIMITED

Notes forming part of accounts

12 Intangible assets

[Amount in ₹]

Description of Assets	Gross Block (At Cost)		Amortisation		Net Book Value					
	As at 01/04/2014	Additions during the year	Deletions/ Adjustment during the year	As at 31/03/2015	Up to 31/03/2014	For the year	Deletions/ Adjustment during the year	Up to 31/03/2015	As at 31/03/2015	As at 31/03/2014
Softwares [Refer note 34]	4 67 495	0	0	4 67 495	2 36 444	93 426	0	3 29 870	1 37 625	2 31 051
Total :	4 67 495	0	0	4 67 495	2 36 444	93 426	0	3 29 870	1 37 625	2 31 051
Previous Year	12 47 09 749	0	12 42 42 254	4 67 495	1 25 67 176	93 492	1 24 24 224	2 36 444	2 31 051	



ARVIND ACCEL LIMITED

Notes forming part of accounts

13 Non current investments

Particulars	[Amount in ₹]	
	As at 31st March, 2015	As at 31st March, 2014
Unquoted, Trade		
In Equity Shares		
Subsidiary Company		
Arvind Envisol Private Limited	2 00 000	2 00 000
[20,000 (P.Y. 20,000) Equity Shares at ₹ 10/- each]		
Others		
Arvind Brands and Retails Limited	34 92 00 000	0
(36,00,000 Equity Shares at ₹ 2/- each and at premium of ₹ 95/-)		
Refer Note No. 1(g)		
	<u>34 94 00 000</u>	<u>2 00 000</u>

14 Long Term Loans and Advances

Particulars	[Amount in ₹]	
	As at 31st March, 2015	As at 31st March, 2014
Advance Tax and TDS (Net of Provision)	15 34 835	12 79 586
	<u>15 34 835</u>	<u>12 79 586</u>

15 Inventories

(As taken, valued and certified by the Management)

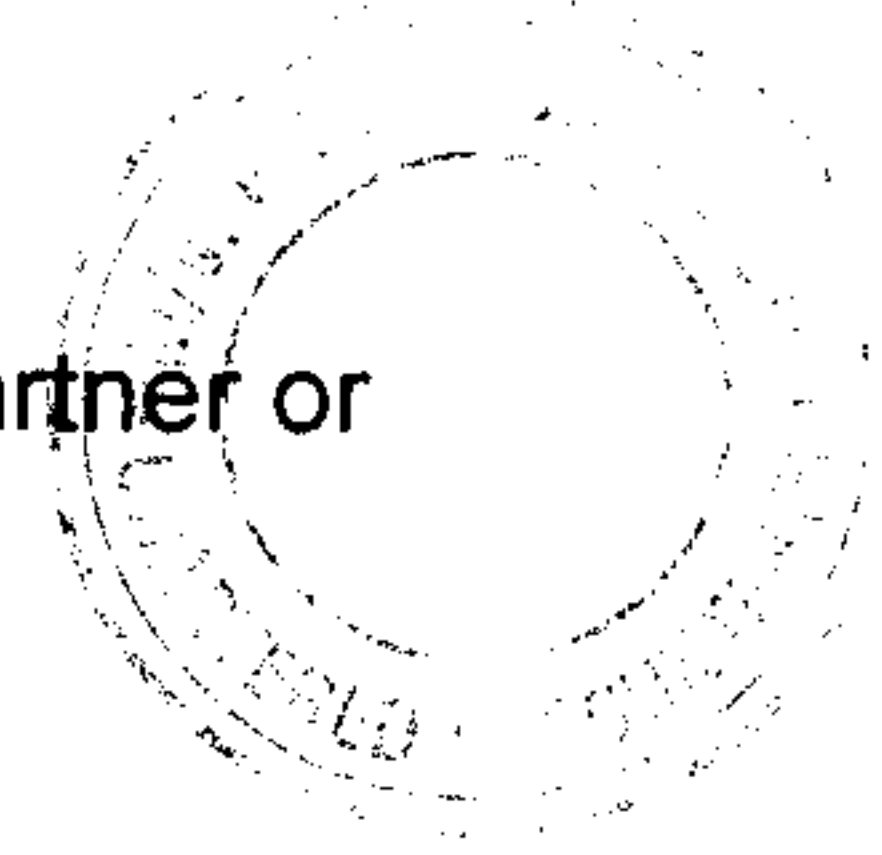
Particulars	[Amount in ₹]	
	As at 31st March, 2015	As at 31st March, 2014
Bought out Materials	0	3 986
Stock in Trade	26 83 999	58 93 778
Material at Site	18 588	14 602
	<u>27 02 587</u>	<u>59 12 366</u>

Inventory items have been valued considering the significant accounting policy no (c) disclosed in note no. 1 to these financial statement.

16 Trade Receivables

(Unsecured, considered good, unless otherwise stated)

Particulars	[Amount in ₹]	
	As at 31st March, 2015	As at 31st March, 2014
Debt outstanding for the period exceeding six months		
Considered Good	20 09 779	4 86 805
Considered Doubtful	0	9 00 000
	<u>20 09 779</u>	<u>13 86 805</u>
Less : Provision for Doubtful Debts	0	9 00 000
	<u>20 09 779</u>	<u>4 86 805</u>
Others debts	7 01 745	1 43 22 937
	<u>27 11 524</u>	<u>1 48 09 742</u>
The amount dues by :		
Directors	NIL	NIL
Officers either severally or jointly with other persons	NIL	NIL
Firms or private companies in which any director is partner or director or a member.	NIL	NIL



ARVIND ACCEL LIMITED

Notes forming part of accounts

17 Cash and Cash Equivalents

	[Amount in ₹]	
Particulars	As at 31st March, 2015	As at 31st March, 2014
Balances with scheduled banks In Current accounts	16 19 053	28 57 790
Cash in hand	11 728	1 25 372
Other bank Balances Fixed Deposit With maturity for more than 3 months but less than 12 months	0	21 853
	16 30 781	30 05 015

Note

The Fixed Deposits includes ₹ NIL (P.Y. ₹ 21,853/-) deposit placed as a margin money.

18 Shortterm Loans and Advances

(Considered good, unsecured unless otherwise stated)

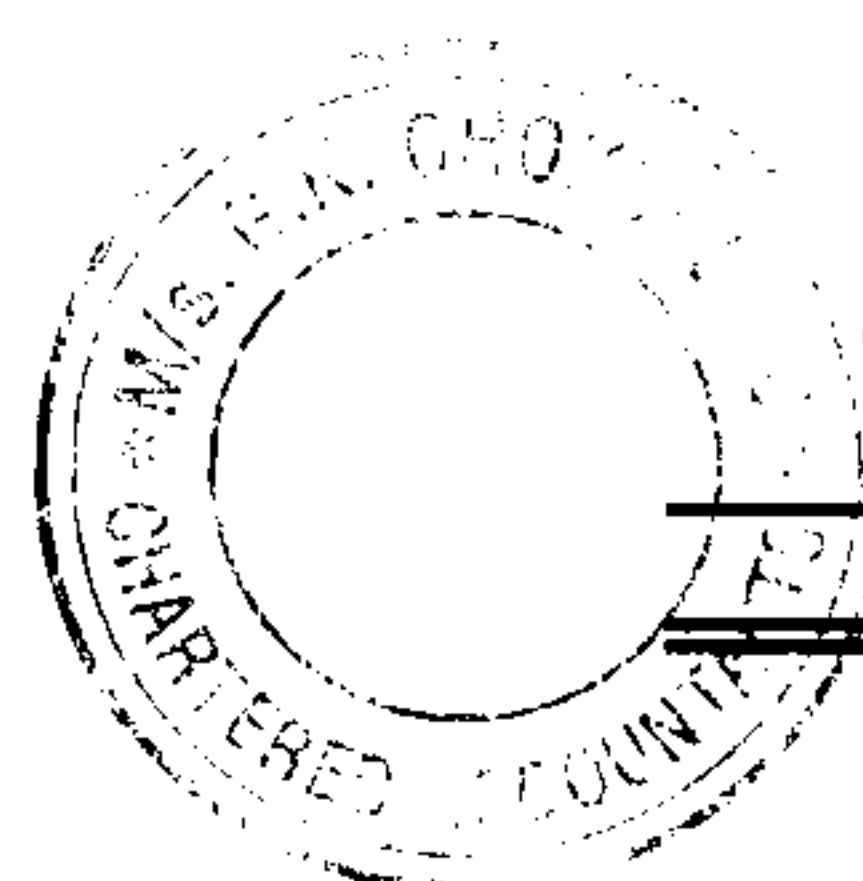
	[Amount in ₹]	
Particulars	As at 31st March, 2014	As at 31st March, 2014
Loan to subsidiary	13 00 000	30 00 000
Advances		
Suppliers	4 34 898	8 40 820
Staff	1 13 034	43 298
Advances recoverable in cash or kind Related Party	1 50 88 375	64 71 835
Other Recoverable		
Balance with Revenue Authorities	35 84 646	39 68 371
Prepaid Expenses	38 367	40 390
Deposits	2 38 052	8 05 684
Employees Gratuity (Net of obligaitons)	1 13 691	49 750
	39 74 756	48 64 195
	2 09 11 063	1 52 20 148

The amount dues by :

Directors	NIL	NIL
Officers either severally or jointly with other persons	NIL	NIL
Firms or private companies in which any director is partner or director or a member.	1 63 88 375	94 71 835

19 Other Current Assets

	[Amount in ₹]	
Particulars	As at 31st March, 2015	As at 31st March, 2014
Interest accrued but not not due	4 49 514	0
Unbilled Cost	2 44 84 936	2 44 84 936
Other bank Balances Fixed Deposit with maturity for more than 12 month	10 000	10 000
	2 49 44 450	2 44 94 936



ARVIND ACCEL LIMITED

Notes forming part of accounts

20 Revenue from operations

Particulars	[Amount in ₹]	
	As at 31st March, 2015	As at 31st March, 2014
Sale of Products		
Traded Goods	2 18 16 352	6 61 65 225
	<u>2 18 16 352</u>	<u>6 61 65 225</u>
Sale of Services		
Erection / O & M	20 29 166	13 11 667
Consultancy Income	15 55 667	4 19 797
	<u>35 84 833</u>	<u>17 31 464</u>
	<u><u>2 54 01 185</u></u>	<u><u>6 78 96 689</u></u>

21 Other Income

Particulars	[Amount in ₹]	
	2014-2015	2013-2014
Interest Income	4 99 460	2 52 816
Other NonOperating Income		
Sundry Credit Balance Written Back	2 46 512	2 38 751
Provision no longer required-Gratuity	63 941	2 99 747
Foreign Exchange Fluctuation	21 829	0
	<u>3 32 282</u>	<u>5 38 498</u>
	<u><u>8 31 742</u></u>	<u><u>7 91 314</u></u>

22 Operating Expenses

Particulars	[Amount in ₹]	
	2014-2015	2013-2014
Erection / O & M Charges	6 36 649	8 72 451
Site Expenses	9 041	22 410
Consultancy Charges	0	70 000
	<u>6 45 690</u>	<u>9 64 861</u>

23 Changes in Inventories

Particulars	[Amount in ₹]	
	2014-2015	2013-2014
Closing Stock		
Stock in Trade	26 83 999	58 93 778
Opening Stock		
Stock in Trade	58 93 778	13 80 480
Decrease / (Increase) in Inventories	<u><u>32 09 779</u></u>	<u><u>(45 13 298)</u></u>



ARVIND ACCEL LIMITED

Notes forming part of accounts

24 Employees Benefits Expenses

[Amount in ₹]

Particulars	2014-2015	2013-2014
Salary, Allowances, Wages & Bonus	63 53 512	1 35 39 771
Contribution to Provident & other funds	2 61 383	3 37 248
	<u>66 14 895</u>	<u>1 38 77 019</u>

25 Finance Cost

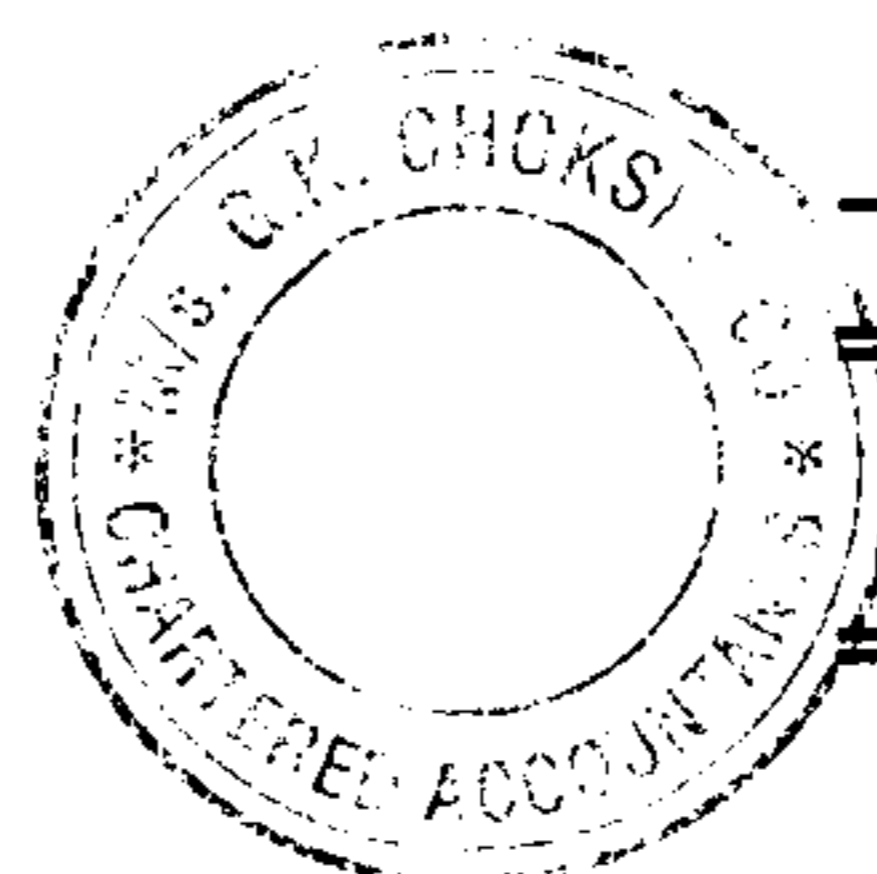
[Amount in ₹]

Particulars	2014-2015	2013-2014
Interest on: Short Term Borrowings	2 92 67 633	3 58 76 881
	<u>2 92 67 633</u>	<u>3 58 76 881</u>

26 Other Expenses

[Amount in ₹]

Particulars	2014-2015	2013-2014
Rent	1 06 916	43 200
Repairs and Maintenance		
Buildings	230	7 430
Equipments	0	6 564
Others	67 005	1 47 826
	<u>67 235</u>	<u>1 61 820</u>
Legal and Professional Fees	1 27 780	5 12 285
Insurance	1 15 618	3 01 540
Bank Gurantee Commission	0	6 204
Rates and Taxes	54 626	33 152
Auditors Remuneration	1 12 360	1 12 360
Travelling Expenses	4 14 544	12 08 901
Selling and Distribution Expense		
Advertisement	0	69 739
Others	25 940	0
	<u>25 940</u>	<u>69 739</u>
Provision for doubtful debts	0	9 00 000
Prior Period Expenses	1 52 194	0
Penalty	2 00 500	0
Bad Debts	9 64 281	0
Less : Provision for Bad Debts	9 00 000	0
	<u>64 281</u>	<u>0</u>
Loss on Sale of Fixed assets	1 50 549	6 39 261
Miscellaneous Expenses	8 65 136	13 95 867
	<u>24 57 679</u>	<u>53 84 329</u>
Auditor's Remuneration is made of Statutory Audit Fees	<u>1 12 360</u>	<u>1 12 360</u>



ARVIND ACCEL LIMITED

Notes forming part of accounts

27 Earning per Share

Particulars	2014-2015	2013-2014
Net Profit/(Loss) for the year (₹)	(3 42 71 029)	(5 30 17 311)
Number of equity shares	50 000	50 000
Nominal value of the share (₹)	10	10
Basic and diluted Earning per Share (₹)	(685.42)	(1060.35)



ARVIND ACCEL LIMITED

Notes forming part of accounts

28. Contingent Liabilities and Capital commitments

[Amount in ₹]

Particulars	As at 31 st March, 2015	As at 31 st March, 2014
Contingent Liabilities	NIL	NIL
Capital Commitments and Other Commitments	NIL	NIL

29. Employee Benefits

(a) Defined contribution plan

Provident fund

The company makes contribution towards employees' provident fund. Under the rules of this scheme, the Company is required to contribute a specified percentage of payroll costs. The Company during the year recognized ₹ 2,61,383/- (P. Y. ₹ 3,37,248/-) as expense towards contribution to this plan.

(b) Defined benefit plan

Gratuity

Disclosures for defined benefit plans based on actuarial reports as on March 31, 2015:

[Amount in ₹]

Particulars	2014-2015	2013-2014
Changes in Present Value of Obligations		
Present Value of Obligation as at the beginning of the year	2,42,449	5,29,602
Interest Cost	NIL	NIL
Current Service Cost	--	78,083
Actuarial (gain) / Loss on obligations	(63,941)	(3,65,236)
Benefits paid	NIL	NIL
Present value of Obligation as at the end of the year	1,78,508	2,42,449
Changes in fair value of plan assets		
Fair Value of Plan Assets at the beginning of the year	2,92,199	2,79,605
Expected Return on Plan Assets	--	12,594
Contributions	NIL	NIL
Actuarial Gain / (loss) on Plan Assets	NIL	NIL
Benefits paid	NIL	NIL
Fair Value of Plan Assets at the end of the year	2,92,199	2,92,199
Amount recognized in balance sheet		
Present Value of Obligations as at the end of the year	1,78,508	2,42,449
Fair value of plan Assets as at the end of the year	2,92,199	2,92,199
Net Liability / (Asset) recognized in Balance sheet	(1,13,691)	(49,750)
Expenses recognized in the Profit and loss account		
Current Service Cost		78,083
Interest Cost		NIL
Expected Return on Plan Assets		12,594
Net actuarial (gain) / loss recognized in the year		(3,65,236)
Expenses Recognized in the statement of Profit & Loss*		(2,99,747)
Assumptions		
Discount rate	8.00%	8.00%
Rate of increase in compensation levels	7%	7%
Rate of return on plan assets	8.00%	8.00%
Age of Retirement	58 Years	58 Years

ARVIND ACCEL LIMITED

Notes forming part of accounts

30. Segment Reporting

During the year under review, the Company operates within a solitary business segment i.e. Trading in goods, the disclosure requirements of Accounting Standard – 17 "Segment Reporting" issued by the Institute of Chartered Accountants of India is not applicable.

31. Related Party Disclosures

As per Accounting Standard 18, issued by the Institute of Chartered Accountants of India, the disclosures of transactions with the related parties as defined in the Accounting Standard are given below:

- (a) List of related parties with whom transactions have taken place during the year and relationship:

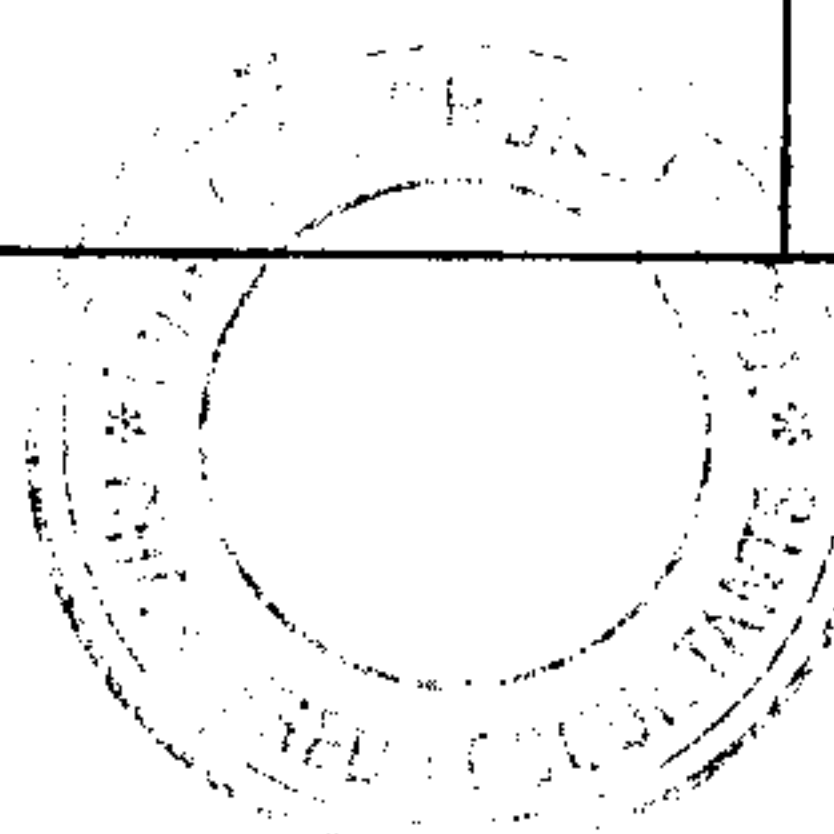
Sr. No.	Name of related party	Relationship
1	Arvind Limited	Holding Company
2	Arvind Envisol Private Limited	Wholly owned Subsidiary
3	Anup Engineering Limited	Fellow Subsidiary
4	Arvind Infrastructure Limited	Fellow Subsidiary
5	Arvind Brands and Retail Limited	Fellow Subsidiary

- (b) Transactions with related parties

[Amount in ₹]

Sr. No.	Nature of transaction	2014-2015	2013-2014
(i)	Sale of goods		
	- Holding Company	--	1,80,41,779
	- Wholly owned Subsidiary	--	23,43,746
(ii)	Interest Income		
	- Wholly owned Subsidiary	499,460	--
(iii)	Interest Expenses/Rent Expenses		
	- Holding Company	2,67,70,647	3,45,54,098
	- Fellow Subsidiary	82,500	
(iv)	Reimbursement of Expenses		
	- Holding Company	2,64,771	6,20,623
	- Wholly owned subsidiary	79,62,008	18,698
(v)	Purchase of Goods		
	- Wholly owned subsidiary	36,10,368	--
(vi)	Assets Transferred*		
	- Wholly owned subsidiary	--	12,52,12,631
(vii)	Liability Transferred*		
	- Wholly owned subsidiary	--	13,,87,78,598
(viii)	Expenses Transferred*		
	- Wholly owned subsidiary	--	1,15,49,524
(ix)	Expenses Recoverable		
	- Wholly owned subsidiary	--	1,72,46,024

... Continued..



ARVIND ACCEL LIMITED

Notes forming part of accounts

(b) Transactions with related parties ... *Continued..*

[Amount in ₹]

Sr. No.	Nature of transaction	2014-2015	2013-2014
(x)	Loans Taken - Holding Company	1,04,07,70,657	29,63,54,098
(xi)	Loans Repaid - Holding Company	47,55,77,066	31,12,55,411
(xii)	Advance Given during the year - Wholly owned Subsidiary Company	79,99,460	65,00,000
(xiii)	Advance received back during the year - Wholly owned Subsidiary Company	92,49,946	35,00,000
(xiv)	Investment in Wholly owned subsidiary Company	--	1,00,000
(xv)	Investment in fellow subsidiary	34,92,00,000	--

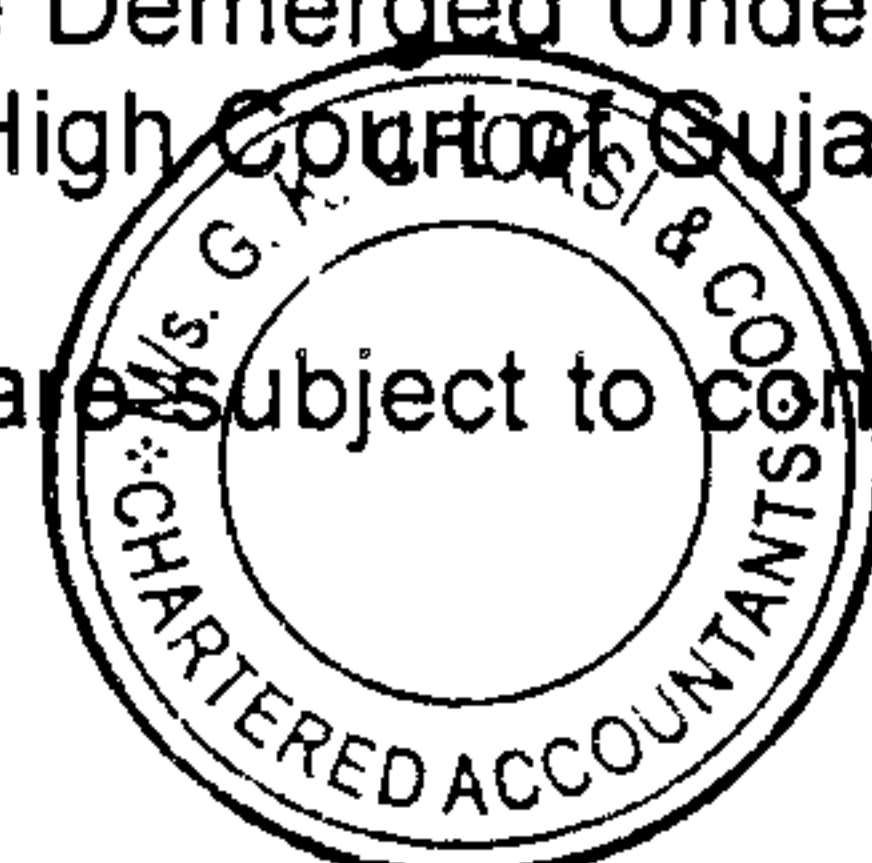
(c) Outstanding Balances as at March, 31st 2015

[Amount in ₹]

Sr. No.	Nature of transaction	2014-2015	2013-2014
(i)	Due to Holding Company - As Unsecured Loans (including interest accrued) - As Trade payable - As Advance from Customers	59,55,48,160 10,47,097 3,01,953	3,03,54,569 9,11,654 --
(ii)	Due from Holding Company - As Sundry Debtors	--	52,73,546
(iii)	Due to Fellow Subsidiary Company - As Trade Payable	--	82,352
(iv)	Due from Subsidiary Company - As Sundry Debtors - As Short term loans and advances (Including Interest) - As Trade Payable	-- 1,68,37,889 2,81,190	-- 94,71,835
(v)	Investment in - Wholly owned subsidiary - Fellow Subsidiary	2,00,000 34,92,00,000	2,00,000 --

32. The Board of Directors of the Company, vide resolution passed in Board Meeting held on 13th April, 2015, has proposed the scheme of arrangement between Arvind Accel Ltd. (Resulting Company) and Arvind Envisol Pvt. Ltd. (Demerged Company) for Demerger and transfer of Mechanical Vapor Recompression Evaporation undertaking (Demerged Undertaking) of Arvind Envisol Pvt. Ltd. to Arvind Accel Ltd. and Restructure of Share Capital of Arvind Envisol Pvt. Ltd. pursuant to Sections 391 to 394 read with Sec. 100 to 103 and other relevant provisions of the Companies Act, 1956 and filed the same with the Hon'ble High Court of Gujarat for approval. In accordance with the scheme, with effect from appointed date i.e. 1st April, 2014 and upon scheme becoming effective, the whole of demerged undertaking shall pursuant to provisions contained in Sections 391 to 394 and all other applicable provisions, if any, of the Act stand transferred to and vested in Resulting Company so as to vest in Resulting Company all rights, title and interest pertaining to the Demerged Undertaking. The final order in respect of aforesaid scheme is yet to be passed by Hon'ble High Court of Gujarat.

33. Balances of debtors, creditors, loans, advances and deposits are subject to confirmation by the parties concerned.



ARVIND ACCEL LIMITED

Notes forming part of accounts

33. The Company is primarily engaged in the business of trading of goods, hence information as required under paragraphs 5 (viii) (c) of general instructions for preparation of the statement of profit and loss as per Schedule III to the Companies Act, 2013 is stated to the extent applicable.

A. Value of Imports on CIF Basis:

[Amount in ₹]

Particulars	2014-2015	2013-2014
Traded Goods	19,32,258	22,45,729

B. Expenditure in Foreign Currency (on payment basis):

[Amount in ₹]

Particulars	2014-2015	2013-2014
Travelling Expenses	66,466	--

34. Statement of Management

- (a) The current assets, loans and advances are good and recoverable and are approximately of the values, if realized in the ordinary courses of business unless and to the extent stated otherwise in the Accounts. Provision for all known liabilities is adequate and not in excess of amount reasonably necessary.
- (b) Balance Sheet and Statement of Profit and Loss read together with Notes to the accounts thereon, are drawn up so as to disclose the information required under the Companies Act, 2013 as well as give a true and fair view of the statement of affairs of the Company as at the end of the year and results of the Company for the year under review

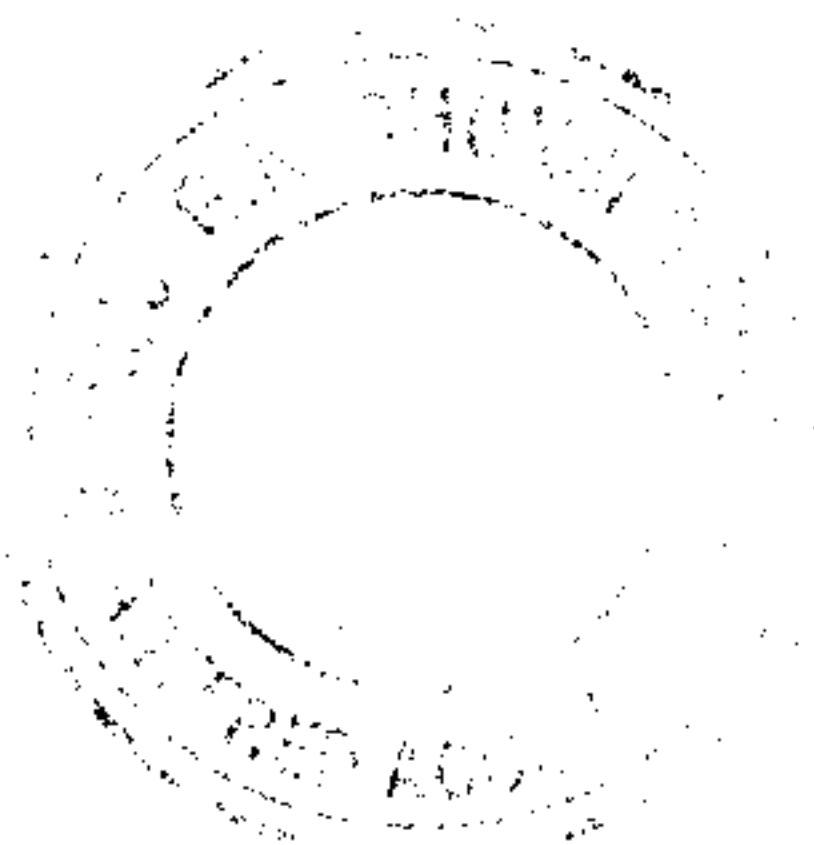
35. The previous year's figures have been reworked, regrouped and reclassified wherever necessary so as to make them comparable with those of the current year.

As per our attached report of even date.

FOR G. K. CHOKSI & CO.

[Firm Registration No. 101895W]
Chartered Accountants

Rohit Choksi
ROHIT K. CHOKSI
Partner
Mem. No. 31103



Place : Ahmedabad
Date : 11 MAY 2015

FOR AND ON BEHALF OF THE BOARD

Vafe
Director
JKC

Kunt Salbhai
Director
PL

Place : Ahmedabad
Date : 11 MAY 2015