

**ARVIND OG NONWOVENS PRIVATE
LIMITED**

ANNUAL REPORT

2013-14



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INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF ARVIND OG NONWOVENS PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **ARVIND OG NONWOVENS PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2014, 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

Management is responsible for 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 Standards notified under the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control 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 conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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.

Opinion

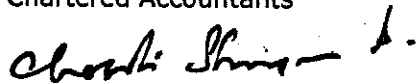
In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014;
- (b) in the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the 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, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a. we have 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 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, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards notified under the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013;
 - e. on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For **Sorab S. Engineer & Co.**
Firm Registration No. 110417W
Chartered Accountants



CA. Chokshi Shreyas B.
Partner
Membership No. 100892
Ahmedabad
May 8, 2014

ANNEXURE TO THE AUDITORS' REPORT

Re: ARVIND OG NONWOVENS PRIVATE LIMITED

Referred to in Paragraph 1 under the heading "Report on other legal and regulatory requirements" of our report of even date,

- (i) The Company has not started its operations and doesn't have any Fixed Assets. Consequently, requirement of clauses (i,a), (i,b) and (i,c) of paragraph 4 of the order are not applicable.
- (ii) The Company doesn't have any Inventory. Consequently, requirement of clauses (i,a), (i,b) and (i,c) of paragraph 4 of the order are not applicable.
- (iii) The Company has not granted/taken any loans secured or unsecured to/from Companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956. Consequently, requirement of clauses (iii,b), (iii,c), (iii,d), (iii,e), (iii,f) and (iii,g) of paragraph 4 of the order are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, there exists an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (v) To the best of our knowledge and belief and according to the information and explanations given to us, we are of the opinion that there were no contracts or arrangements that need to be entered in the Register maintained under section 301 of the Companies Act, 1956. Consequently, requirement of clauses (v,a) and (v,b) of paragraph 4 of the order are not applicable.
- (vi) The Company has not accepted any deposits from the public within the meaning of Sections 58A and 58AA or any other relevant provisions of the Act and rules framed thereunder.
- (vii) The Company does not have an internal audit system.
- (viii) To the best of our knowledge and belief, the Central Government has not prescribed maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956 in respect of the Company's product. Consequently, requirement of clause (viii) of paragraph 4 of the order is not applicable.
- (ix) (a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues relating to Income Tax, Value Added Tax, Service Tax, and other material statutory dues applicable to it.
(b) There are no undisputed amounts outstanding as at March 31, 2014 for a period of more than six months from the date they became payable.
(c) There are no disputed amounts outstanding as at March 31, 2014.
- (x) Since the company has not completed five periods of incorporation, the clause 4(iii)(x) is not applicable.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to financial institutions or banks.



SORAB S. ENGINEER & CO. (Regd.)

- (xii) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The Company is not a chit fund or a nidhi/mutual benefit fund/society. Consequently, the provisions of clause (xiii) of paragraph 4 of the order are not applicable.
- (xiv) In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Consequently, the provisions of clause (xiv) of paragraph 4 of the order are not applicable.
- (xv) To the best of our knowledge and belief and according to the information and explanations given to us, in our opinion, the Company has not given any guarantee for loans taken by others from banks or financial Institutions. Consequently, the provisions of clause (xv) of paragraph 4 of the order are not applicable.
- (xvi) To the best of our knowledge and belief and according to the information and explanations given to us, in our opinion, the term loans obtained during the year were, *prima facie*, applied by the Company for the purpose for which they were obtained, other than temporary deployment pending application.
- (xvii) As the Company has not obtained any short term loan, the requirement of clause (xvii) of paragraph 4 of the order is not applicable.
- (xviii) During the year, the Company has not made any preferential allotment of shares to persons covered in the register maintained under section 301 of the Act.
- (xix) According to the information and explanations given to us and the records examined by us, the Company has not issued any Secured Debentures during the year.
- (xx) The Company has not raised any money by public issue during the year.
- (xxi) Based upon the audit procedure performed by us and as per the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For **Sorab S. Engineer & Co.**
Firm Registration No. 110417W
Chartered Accountants



CA. Chokshi Shreyas B.
Partner
Membership No. 100892
Ahmedabad
May 8, 2014

Arvind OG Nonwovens Private Limited

Balance Sheet

Amount in Rs.

	Note	As at	
		March 31, 2014	March 31, 2013
Equity and Liabilities			
Shareholders' funds			
Share Capital	3	20,549,090	100,000
Reserves and Surplus	4	180,206,502	(1,969,205)
Share Application money pending allotment	5	19,080,700	-
Non-current liabilities			
Long Term Borrowings	6	100,031,507	-
Current liabilities			
Trade Payables	7	4,208,807	11,236
Other Current Liabilities	8	983,741	2,000,000
Total		325,060,347	142,031
Assets			
Non-current assets			
Fixed Assets			
Capital Work-in-progress	19	38,997,955	-
Intangible Assets under development		5,075,302	-
Long Term Loans and Advances	9	148,891,878	-
Other Non-current Assets	10	8,214,000	-
Current assets			
Cash and bank Balances	11	123,048,021	142,031
Short Term Loans and Advances	9	344,977	-
Other Current Assets	10	488,214	-
Total		325,060,347	142,031
Significant Accounting Policies	2		

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

As per our report of even date attached
For **Sorab S. Engineer & Co.**
Firm Registration No. 110417W
Chartered Accountants

Chokshi Shreyas B.
CA. Chokshi Shreyas B.
Partner
Membership No.100892
Ahmedabad
May 8, 2014

Punit Dalbhai
Director

Vijay Kumar
Director

Arvind OG Nonwovens Private Limited

Statement of Profit and Loss

Amount in Rs.

	Note	Year ended	
		March 31, 2014	March 31, 2013
Revenue		-	-
Expenses:			
Finance costs	13	493,100	-
Other expenses	14	1,013,003	1,969,205
Total expenses		1,506,103	1,969,205
Profit/(Loss) before exceptional and extraordinary items and tax		(1,506,103)	(1,969,205)
Exceptional items		-	-
Profit/(Loss) before extraordinary items and tax		(1,506,103)	(1,969,205)
Extraordinary Items		-	-
Profit/(Loss) before tax		(1,506,103)	(1,969,205)
Tax expense:			
Current tax		-	-
Deferred tax		-	-
Profit/(Loss) for the year		(1,506,103)	(1,969,205)
Earnings per equity share	16		
(Nominal Value per Share Rs. 10/- (Previous year Rs. 10/-):			
Basic/Diluted		(1.44)	(196.92)
Significant Accounting Policies	2		

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

As per our report of even date attached
For **Sorab S. Engineer & Co.**
Firm Registration No. 110417W
Chartered Accountants

Chokshi Shreyas B.

CA. Chokshi Shreyas B.
Partner
Membership No.100892
Ahmedabad
May 8, 2014

Punit Lalbhai
Director

Vijayendra
Director

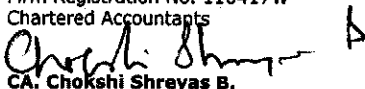
Arvind OG Nonwovens Private Limited

Cash Flow Statement

Amount in Rs.

Particulars	Year Ended	
	March 31, 2014	March 31, 2013
A Cash Flow from Operating Activities		
Profit/(Loss) before tax	(1,506,103)	(1,969,205)
Adjustments for:		
Interest Expenses	493,100	-
Operating Profit before Working Capital Changes	493,100	-
Working Capital Changes:	(1,013,003)	(1,969,205)
Changes in trade payables	4,197,571	11,236
Changes in long term loans and advances	(2,740,554)	-
Changes in short term loans and advances	(344,977)	-
Changes in Other Bank Balances	(130,621,807)	-
Changes in other Current Liabilities	(1,016,259)	2,000,000
Net Changes in Working Capital	(130,526,026)	2,011,236
Cash Generated From Operations	(131,539,029)	42,031
Advance Tax Paid	(267,535)	-
Net Cash Flow from Operating Activities	(131,806,564)	42,031
B Cash Flow from Investing Activities		
Purchase of Fixed Assets	(37,277,748)	-
Acquisition of Intangible Assets	(5,075,302)	-
Capital Advances	(145,883,789)	-
Interest Income	(488,214)	-
	(188,725,053)	-
C Cash Flow from Financing Activities		
Proceed from Issuance of share capital	204,130,900	100,000
Share Application Money	19,080,700	-
Interest Expense	(1,720,207)	-
Other Borrowing Cost	(493,100)	-
Changes in long term Borrowings	100,031,507	-
Net Cash Flow from Financing Activities	321,029,800	100,000
Net Increase in Cash & Cash Equivalents	498,183	142,031
Cash & Cash equivalent at the beginning of the period	142,031	-
Cash & Cash equivalent at the end of the period	640,214	142,031

Particulars	As at	
	March 31, 2014	March 31, 2013
Cash and Cash Equivalents Comprise of: (Note 11)		
Cash on Hand	150,000	-
Balances with Banks	490,214	142,031
Total	640,214	142,031

As per our report of even date attached
 For **Sorab S. Engineer & Co.**
 Firm Registration No. 110417W
 Chartered Accountants

CA. Chokshi Shreyas B.
 Partner
 Membership No. 100892


 Director


 Director

Ahmedabad
 May 8, 2014

Arvind OG Nonwoven Private Limited

Notes to the financial statements

1. COMPANY BACKGROUND

Arvind OG Nonwoven Private Limited is a Joint Venture between Arvind Limited and OG Corporation, Japan. The Company is setting up a project of manufacturing non-woven products.

2. SIGNIFICANT ACCOUNTING POLICIES

(A) BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The Company follows the accrual method of accounting. The financial statements have been prepared in accordance with the historical cost convention and accounting principles generally accepted in India and the provisions of the Companies Act, 1956.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule VI to the Companies Act, 1956. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current - non current classification of assets and liabilities.

(B) USE OF ESTIMATES

The preparation of financial Statements requires the management to make estimates and assumptions in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from these estimates.

(C) INFLATION

Assets and liabilities are recorded at historical cost to the Company. These costs are not adjusted to reflect the changing value in the purchasing power of money.

(D) FIXED ASSETS

Tangible Assets

The Fixed Assets are stated at their Original cost of Acquisition. Cost comprises of all costs incurred to bring the assets to their Location and working Condition.

Directly identifiable preoperative expenses of new projects of capital nature under implementation are carried forward under capital work-in-progress, pending capitalization.

Intangible Assets

Intangible assets are stated at their cost of acquisition, less accumulated amortization and impairment losses. An intangible asset is recognised, where it is probable that the future economic benefits attributable to the asset will flow to the enterprise and where its value/cost can be reliably measured.

(G) FOREIGN CURRENCY TRANSACTIONS

Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transaction.

Monetary items denominated in foreign currencies at the year end are restated at year end rates.

(J) BORROWING COST

Borrowing costs include interest, fees and other charges incurred in connection with the borrowing of funds and considered as revenue expenditure except for borrowing costs attributed to the acquisition of qualifying assets up to the date when such assets are ready for intended use which are capitalized as a part of the cost of such Asset.

(K) TAXES ON INCOME

Tax expense consists of both current as well as deferred tax. Current tax represents amount of income tax payable in respect of taxable income for the year.

Deferred tax is recognised on timing difference between the accounting income and the taxable income for the year that originates in one period and are capable of reversal in one or more subsequent periods. Such deferred tax is quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date.

Deferred tax asset is recognised and carried forward to the extent that there is a virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax asset can be realized.

(L) EARNING PER SHARE

The Company reports basic and diluted Earnings Per Share (EPS) in accordance with Accounting Standard 20 on Earnings Per Share. Basic EPS is computed by dividing the net profit or loss for the year by the weighted average number of Equity shares outstanding during the year. Diluted EPS is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, except where the results are anti-dilutive.

(M) PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving a substantial degree of estimation in measurement are recognized 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 recognized but are disclosed in the accounts by way of a note. Contingent assets are neither recognized nor disclosed in the financial statements.

etc.

Arvind OG Nonwovens Private Limited

3 Share Capital

	Amount in Rs.	
	As at March 31, 2014	As at March 31, 2013
Authorised 5,000,000 Equity Shares (Previous Year 10,000) Par Value of Rs. 10/- per share	50,000,000	100,000
Issued 2,054,909 Shares (Previous Year 10,000 Shares) Par Value of Rs.10/- per share	20,549,090	100,000
Subscribed and fully paid up 2,054,909 Shares (Previous Year 10,000 Shares) Par Value of Rs.10/- per share fully paid up	20,549,090	100,000
Total	20,549,090	100,000

a Reconciliation of Number of Shares

Particulars	As at March 31, 2014		As at March 31, 2013	
	No. of Shares	Amount in Rs.	No. of Shares	Amount in Rs.
Balance at the beginning of the year	10,000	100,000	-	-
Add : Shares Issued during the year	2,044,909	20,449,090	10,000	100,000
Balance at the end of the year	2,054,909	20,549,090	10,000	100,000

b Rights, Preferences and Restrictions attached to Equity Shares

The Company has one class of shares referred to as equity shares having a par value of Rs. 10 each. Each shareholder is entitled to one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

c Shares held by Holding Company

Particulars	As at	
	March 31, 2014	March 31, 2013
Holding Company - Arvind Limited	1,520,633	10,000

d Details of Shares held by Shareholders holding more than 5% of the aggregate shares in the Company

Particulars	As at	
	March 31, 2014	March 31, 2013
Holding Company - Arvind Limited	1,520,633	10,000
OG Corporation - Japan	74%	100%
	534,276	-
	26%	-

Arvind OG Nonwovens Private Limited

4 Reserves and Surplus

	Amount in Rs.	
	As at	
	March 31, 2014	March 31, 2013
Securities Premium Account		
Balance as per last financial statements	-	-
Add: Addition during the year	183,681,810	-
Balance at the end of the year	183,681,810	-
Surplus in Statement of Profit and Loss		
Balance as per last financial statements	(1,969,205)	-
Less: Loss for the year	(1,506,103)	(1,969,205)
Balance at the end of the year	(3,475,308)	(1,969,205)
Total	180,206,502	(1,969,205)

5 Share Application money pending Allotment

	Amount in Rs.	
	As at	
	March 31, 2014	March 31, 2013
Share Application money pending allotment (Note a)	19,080,700	-
Total	19,080,700	-

- a Share Application money pending Allotment represents application received from Holding Company - Arvind Limited and from Associate OG Corporation which comprises of 1,45,807 and 45,000 Equity shares of face value Rs. 10 each fully paid up proposed to be issued at a premium of Rs. 90 respectively.

Equity shares are expected to be allotted against the share application money upto 30th June, 2014. The Company has sufficient authorised capital to cover the share capital amount on allotment of above shares.

Arvind OG Nonwovens Private Limited

Amount in Rs.	
Non- Current portion	As at
March 31, 2014	March 31, 2013

6 Long Term Borrowings

Secured:	100,031,507	-
Term Loans :		
From Banks	100,031,507	-
Total	100,031,507	-

a Nature of Security

Term Loans from Banks are secured by:

- i. First charge by way of mortgage on Land and Building and by way of hypothecation on the entire fixed assets (movable and immovable) created out of Term Loan.
 - ii. Second charge over inventories, receivables and other current assets of the company.
- The Company is in the process of creating security in respect of above loan.

b Rate of Interest and Terms of Repayments

Particulars	Amount in Rs.	Rate of Interest	Terms of Repayment from Balance Sheet Date
State Bank of India	100,031,507	11.30%	Repayable in 32 quarterly instalments starting from June 2015.

Arvind OG Nonwovens Private Limited**7 Trade Payables**

Amount in Rs.

As at	
March 31, 2014	March 31, 2013

Sundry Creditors (Note a)	4,208,807	11,236
Total	4,208,807	11,236

a The Company has not received any intimation on suppliers regarding their status under the Micro, Small and Medium Enterprise Development (MSMED) Act, 2006 and hence disclosures as required under Section 22 of The Micro, Small and Medium Enterprise Development (MSMED) Act, 2006 regarding:

- (a) Amount due and outstanding to suppliers as at the end of accounting year;
- (b) Interest paid during the year;
- (c) Interest payable at the end of the accounting year; and
- (d) Interest accrued and unpaid at the end of the accounting year

have not been given. The Company is making efforts to get the confirmations from the suppliers as regards their status under the said act.

8 Other Current Liabilities

Amount in Rs.

As at	
March 31, 2014	March 31, 2013

Payable in respect of Capital goods	571,573	-
Statutory dues including Provident Fund and Tax Deducted at Source	412,168	-
Share Application money pending Allotment	-	2,000,000
Total	983,741	2,000,000

Arvind OG Nonwovens Private Limited

9 Loans and Advances
(Unsecured, Considered good unless otherwise stated)

	Non Current		Current	
	As at		As at	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
Capital Advances	145,883,789	-	-	-
Security Deposits	2,740,554	-	-	-
Advance tax paid	267,535	-	-	-
Advances recoverable in cash or in kind or for value to be received	-	-	237,464	-
Prepaid Expenses	-	-	94,004	-
CENVAT/Custom Duty Receivable	-	-	13,509	-
Total	148,891,878	-	344,977	-

10 Other Assets

	Non Current		Current	
	As at		As at	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
Non Current Bank Balances (Note 11)	8,214,000	-	-	-
Interest Accrued	-	-	488,214	-
Total	8,214,000	-	488,214	-

11 Cash and Bank Balances

	Non Current		Current	
	As at		As at	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
Cash and Cash Equivalents:				
Cash on Hand	-	-	150,000	-
Balances with Banks	-	-	490,214	142,031
In Current Account	-	-	640,214	142,031
Other Bank Balances:				
In Deposits Accounts				
With original maturity more than 12 months	8,214,000	-	122,407,807	-
Held as Margin Money	-	-	-	-
(Under lien with bank as Security for Guarantee Facility)	-	-	122,407,807	142,031
Amount disclosed under the head "Other Non Current Assets" (Note 10)	8,214,000	-	-	-
Total	-	-	123,048,021	142,031

Arvind OG Nonwovens Private Limited

12 Capital and Other Commitments

Amount in Rs.	
As at	
March 31, 2014	March 31, 2013

Capital Commitments Estimated amount of contracts remaining to be executed on capital account and not provided for	193,052,971	-
Other Commitments	-	-



Arvind OG Nonwovens Private Limited

13 Finance Costs	Amount in Rs.	
	Year ended	
	March 31, 2014	March 31, 2013
Other Borrowing Costs	493,100	-
Total	493,100	-

14 Other Expense	Amount in Rs.	
	Year ended	
	March 31, 2014	March 31, 2013
Repairs:		
To Buildings	1,150	-
To Others	6,125	-
Printing, Stationary & Communication	178	-
Legal And Professional Fees	29,986	1,930,967
Share Issue Expense	805,592	-
Preliminary Expenses	-	23,020
Payments to the auditor as		
(a) Auditor	56,180	11,236
(b) For Other Certification work	2,809	-
Bank Charges	-	3,982
Miscellaneous Expenses	110,983	-
Total	1,013,003	1,969,205

15 Expenditure in Foreign Currency	Amount in Rs.	
	Year ended	
	March 31, 2014	March 31, 2013
Professional Fees	-	1,930,967
Travelling	82,172	-
Technical Know How	4,291,000	-

16 Earning Per Share (EPS) :	Year ended	
	March 31, 2014	March 31, 2013
	Profit/(Loss) for the year available to equity shareholders	Rs. (1,506,103)
Basic/Weighted average no. of Equity Shares	Nos. 1,048,411	10,000
Nominal value of Equity Shares	Rs. 10	10
Basic/Diluted Earning Per Share	Rs. (1.44)	(196.92)

est

Arvind OG Nonwovens Private Limited

17 Related Party Disclosures :

As per the Accounting Standard on "Related Party Disclosures" (AS 18), the related parties of the Company are as follows :

a List of Related Parties & Relationship :

Arvind Limited OG Corporation (Japan) Mr. Punit S. Lalbhai Mr. Hiroaki Machino	Holding Company Associate Company Director Additional Director
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Note: Related party relationship is as identified by the Company and relied upon by the Auditors.

b

Nature of Transactions	Holding Company		Associate Company	
	Year ended		Year ended	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
Issue of Equity Shares including Premium	151,030,900	100,000	53,100,000	-
Share Application Money Received	14,580,700	2,000,000	4,500,000	-
Outstanding :				
Payable in respect of Current Liabilities	4,107,316	-	-	-

c

Nature of Transactions	Year ended	
	March 31, 2014	March 31, 2013
Issue of Equity Shares including Premium		
Arvind Limited	151,030,900	100,000
OG Corporation (Japan)	53,100,000	-
Share Application Money Received		
Arvind Limited	14,580,700	2,000,000
OG Corporation (Japan)	4,500,000	-
Payable in respect of Current Liabilities		
Arvind Limited	4,107,316	-

18 Segment Reporting

a The company is primarily engaged in the business of Garments, which in the context of Accounting Standard 17 on " Segment Reporting", constitutes a single reportable primary (business) segment.

b Secondary Segment (Geographical by Customers)

	Amount in Rs.	
	Year ended March 31, 2014	March 31, 2013
Segment Revenue		
a) In India	-	-
b) Outside India	-	-
Total Sales	-	-
Carrying Cost of Assets by location of Assets		
a) In India	123,763,322	142,031
b) Outside India	201,297,025	-
Total	325,060,347	142,031
Addition to Assets		
a) In India	44,073,257	-
b) Outside India	-	-
Total	44,073,257	-


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19 Details of Borrowing Cost capitalized:

	Addition on Capital Work in Progress	
	For the year	
	2013-2014	2012-2013
Borrowing Cost	1,720,207	-
Total	1,720,207	-

- 20 In the opinion of the Board, all assets other than fixed assets have a value on realization in the ordinary course of business at least equal to the amount at which they are stated except for reconciliation adjustments in respect of some of the payables and receivables.
- 21 Previous year's figures have been regrouped or recasted wherever necessary to make them comparable of those with current year.

As per our report of even date attached
For **Sorab S. Engineer & Co.**
Firm Registration No. 110417W
Chartered Accountants


CA. Chokshi Shreyas B.
Partner
Membership No.100892
Ahmedabad
May 8, 2014


Director


Director