



ACCOUNTS OF SUBSIDIARY COMPANY

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

IPL

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

INDEPENDENT AUDITOR'S REPORT

To the Members of GOLDLINE MILKFOOD & ALLIED INDUSTRIES LIMITED

Report on the Financial Statements

1. We have audited the accompanying financial statements of GOLDLINE MILKFOOD & ALLIED INDUSTRIES 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

2. The management and Board of Directors of the Company are 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 Companies (Accounts) Rules, 2014. This responsibility 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; design, implementation and maintenance of adequate internal financial controls, that are 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. 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 there under. 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.
4. 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

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

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 but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

6. 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:
 - (a) In case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2015,
 - (b) In case of the Statement of Profit and loss, of the profit for the year ended on that date and
 - (c) In case of Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

7. 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 on the matters specified in paragraphs of the said Order.
8. As required by section 143(3) of the Act, we further report that:
 - (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) in our opinion, the aforesaid financial statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

- (e) on the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Act
- (f) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014.
 - (a) The Company has disclosed the impact of pending litigations on its financial position in its financial statements. Refer note No 23.1 & 23.2 to the financial statements.
 - (b) The Company does not have any long-term contracts including derivative contracts for which there are any material foreseeable losses.
 - (c) There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the company.

For **ARUN SINGH & CO.**
Chartered Accountants
Firm Registration No 011863N

Suraj Prasad Sharma
Partner
(Membership. No. 096806)

Place : New Delhi
Date : 28.05.2015



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GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Annexure to the Auditor's Report

The Annexure referred to in our Report of even date to the members of Company for the year ended 31st March, 2015

We report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Fixed Assets are physically verified by the management at reasonable intervals, which in our opinion is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- (ii) (a) The physical verification of inventory has been conducted during the year by the management at reasonable intervals.
- (b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable & adequate in relation to the size of the company and nature of its business.
- (c) The company is maintaining proper records of inventory. No material discrepancies were noticed on physical verification of inventory.
- (iii) The company has granted unsecured short term advance to Sri Krishana Fertilizers Limited amounting to Rs 10.65 lacs covered in the register maintained under section 189 of the Act. In our opinion and according to the information and explanations given to us term and conditions of advance are not prima facie prejudicial to the interest of the company.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods. During the course of audit, no major weakness has been noticed in internal controls system.
- (v) The Company has not accepted any deposits from the public covered under Section 73 to 76 of the Companies Act, 2013
- (vi) According to the explanation and information given to us, the Company has maintained proper cost records as prescribed by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013.
- (vii) (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is regular in depositing the undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-Tax,

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Cess and other statutory dues with the appropriate authorities which were outstanding, at the year end, for a period of more than six month from the date they become payable.

- (b) According to the information and explanations given to us and based on the records of the Company examined by us, the dues outstanding of Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty, Excise Duty, VAT, Cess and other statutory dues which have not been deposited on account of any disputes are as follows:-

Name of Statue	Nature of Dues	Amount (Rs.)	Period to which the amount relates	Forum to where dispute is pending
Haryana Live Stock Development Board, Jind	Milk cess	38,01,082/-	2001-02 to 2011-12	Supreme Court

- (c) There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the company.
- (viii) As at 31st March 2015, the Company does not have any accumulated losses and has not incurred any Cash losses during the period under report and in the preceding financial year.
- (ix) According to the records of the company examined by us and as per the information and explanations given to us, the company has not defaulted in repayment of dues to financial institution or bank or debenture holders during the year.
- (x) In our opinion, and according to the information and explanations given to us, the Company has not given any guarantee for loan taken by others from a bank or financial institution during the year.
- (xi) In our opinion, and according to the information and explanations given to us, the company has not taken any term loan from Banks and Financial Institutions during the year.
- (xii) During the course of our examination of the books and records of the company, carried in accordance with the auditing standards generally accepted in India, we have neither come across any instance of fraud on or by the Company noticed or reported during the course of our audit nor have we been informed of any such instance by the Management.

For **ARUN SINGH & CO.**
Chartered Accountants
Firm Registration No 011863N

Place : New Delhi
Date : 28.05.2015

Suraj Prasad Sharma
Partner
(Membership. No. 096806)

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Balance Sheet as at March 31, 2015

Particulars	Note No.	As at 31.03.2015	As at 31.03.2014
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	6,942,600.00	6,942,600.00
(b) Reserves and surplus	2	54,157,525.28	47,877,820.56
(c) Money received against share warrants			
		61,100,125.28	54,820,420.56
2 Share application money pending allotment			
3 Non-current liabilities			
(a) Long-term borrowings	3	28,033,178.00	-
(b) Deferred tax liabilities (Net)		309,584.44	572,395.17
(c) Other Long term liabilities	4	25,000.00	25,000.00
(d) Long-term provisions	5	1,824,202.00	1,334,790.00
		30,191,964.44	1,932,185.17
4 Current liabilities			
(a) Short-term borrowings			
(b) Trade payables		5,358,730.87	15,122,956.13
(c) Other current liabilities	6	5,790,622.00	6,004,143.00
(d) Short-term provisions	7	3,408,160.76	2,820,732.03
		14,557,513.63	23,947,831.16
Total Equity & Liabilities		105,849,603.36	80,700,436.89
II. ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	8	21,395,421.49	24,022,411.49
(ii) Intangible assets			
(iii) Capital work-in-progress			
(iv) Intangible assets under development			
(b) Non-current investments	9	27,316,952.00	-
(c) Deferred tax assets (net)			
(d) Long-term loans and advances			
(e) Other non-current assets			
		48,712,373.49	24,022,411.49
2 Current assets			
(a) Current investments		-	-
(b) Inventories	10	5,827,751.00	7,040,692.20
(c) Trade receivables	11	-	7,200,842.65
(d) Cash and cash equivalents	12	46,308,566.87	39,188,840.55
(e) Short-term loans and advances	13	3,774,781.00	1,967,917.00
(f) Other current assets	14	1,226,131.00	1,279,733.00
		57,137,229.87	56,678,025.40
Total Assets		105,849,603.36	80,700,436.89

As per our report of even date attached.

For ARUN SINGH & CO.

FRN : 011863N

Chartered Accountants

Suraj Prasad Sharma

Membership No.096806

(Partner)

Place : New Delhi

Dated : 28.05.2015

For and on behalf of the Board of Directors

P.S. Gahlaut

(Director)

DIN- 00049401

K.L.Gopalakrishnan

(Director)

DIN- 01792821

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

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

Particulars	Note No.	As at 31.03.2015	As at 31.03.2014
I. Revenue from operations	15	1,031,950,372.86	965,316,936.44
II. Other income	16	4,911,816.00	2,796,943.86
III. Total Revenue (I + II)		1,036,862,188.86	968,113,880.30
IV. Expenses:			
Cost of materials consumed, Other Manufacturing Expenses	17	956,517,484.51	935,247,827.80
Purchases of Stock-in-Trade		54,670,450.75	10,052,219.65
Changes in inventories of finished goods WIP and Stock-in-Trade	18	339,601.20	(887,621.20)
Employee benefits expense	19	8,402,135.00	7,975,352.00
Finance costs	20	26,122.67	20,993.68
Depreciation and amortization expense	8	2,624,025.00	2,202,300.22
Other expenses	21	4,801,335.00	5,236,599.10
Total expenses		1,027,381,154.13	959,847,671.25
V. Profit before exceptional and extraordinary items and tax (III-IV)		9,481,034.73	8,266,209.05
VI. Exceptional items			
VII. Profit before extraordinary items and tax (V - VI)		9,481,034.73	8,266,209.05
VIII. Extraordinary Items (Loss on Deface Plant & Machinery)		-	-
IX. Profit before tax (VII- VIII)		9,481,034.73	8,266,209.05
X Tax expense:			
(1) Current tax		3,408,160.76	2,820,732.03
(2) Deferred tax		(262,810.73)	(44,511.67)
(3) Previous tax		53,014.97	(87,691.44)
XI Profit (Loss) for the period from continuing operations (IX-X)		6,282,669.72	5,577,680.13
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV Profit (Loss) for the period (XI + XIV)		6,282,669.72	5,577,680.13
XVI Earnings per equity share:			
(1) Basic		90.49	80.34
(2) Diluted			
Notes (1 to 23), form an integral part of the Financial Statements			

As per our report of even date attached.

For ARUN SINGH & CO.

FRN : 011863N

Chartered Accountants

For and on behalf of the Board of Directors

Suraj Prasad Sharma

Membership No.096806

(Partner)

Place : New Delhi

Dated : 28.05.2015

P.S. Gahlaut

(Director)

DIN- 00049401

K.L.Gopalakrishnan

(Director)

DIN- 01792821

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Cash Flow Statement for the year ending 31 March 2015

Particulars	As at 31.03.2015	As at 31.03.2014
A. CASH FLOW FROM OPERATING ACTIVITIES		
NET PROFIT BEFORE TAX AND EXTRA ORDINARY ITEMS	9,481,034.73	8,266,209.05
Adjustments for:		
Depreciation	2,624,025.00	2,202,300.22
Loss on discard Plant Machinery	-	7,738.60
Preliminary Expenses	-	-
Interest Expense	-	-
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	12,105,059.73	10,476,247.87
Adjustment for		
(Increase)/Decrease in Inventories	1,212,941.20	(1,198,368.20)
(Increase)/Decrease in Trade Receivable	7,200,842.65	(6,971,353.86)
(Increase)/Decrease in Short Term Loan & Advances	(1,806,864.00)	(728,154.00)
(Increase)/Decrease in Other Current Assets	53,602.00	(313,604.00)
Increase/(Decrease) in Long Term Provision	489,412.00	409,818.00
Increase/(Decrease) in Short Term Provision	587,428.73	1,727,804.59
Increase/(Decrease) in Trade Payable	(9,764,225.26)	12,503,755.34
Increase/(Decrease) in Current liabilities	(213,521.00)	740,522.00
CASH GENERATED FROM OPERATIONS	9,864,676.05	16,646,667.74
Interest Paid	-	-
Income Tax Paid	(3,461,175.73)	(2,733,040.59)
CASH FLOW BEFORE EXTRA-ORDINARY ITEM	(3,461,175.73)	(2,733,040.59)
NET CASH FROM OPERATING ACTIVITIES (A)	6,403,500.32	13,913,627.15
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	-	(258,220.00)
Capital WIP	-	-
Investment in subsidiary	(27,316,952.00)	-
NET CASH USED IN INVESTING ACTIVITIES-(B)	(27,316,952.00)	(258,220.00)
C CASH FLOW FROM FINANCING ACTIVITIES		
Unsecured loans	28,033,178.00	-
Dividend Paid	-	-
Interest Paid	-	-
NET CASH FROM FINANCING ACTIVITIES (C)	28,033,178.00	-
NET INCREASE IN CASH & CASH EQUIVALENTS OF THE YEAR (A+B+C)	7,119,726.32	13,655,407.15
CASH & CASH EQUIVALENTS AS AT BEGINNING OF THE YEAR	39,188,840.55	25,533,433.40
CASH & CASH EQUIVALENTS AS AT END OF THE YEAR	46,308,566.87	39,188,840.55

As per our report of even date attached.

For ARUN SINGH & CO.

FRN : 011863N

Chartered Accountants

For and on behalf of the Board of Directors

Suraj Prasad Sharma

Membership No.096806

(Partner)

Place : New Delhi

Dated : 28.05.2015

P.S. Gahlaut

(Director)

DIN- 00049401

K.L.Gopalakrishnan

(Director)

DIN- 01792821

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

Particulars	Amount As at 31.03.2015	Amount As at 31.03.2014
NOTE 1 : SHARE CAPITAL		
a) AUTHORISED CAPITAL 70,000 Equity Shares of Rs. 100 each	7,000,000.00	7,000,000.00
b) ISSUED, SUBSCRIBED AND PAID UP CAPITAL 69,426 Equity Shares of Rs. 100 each fully paid up Indian Potash Limited having 69420 Shares (99.99%) Share outstanding at beginning of the year 69426 Share outstanding at the end of the year 69426	6,942,600.00	6,942,600.00
	6,942,600.00	6,942,600.00

NOTE 2 : RESERVE AND SURPLUS		
General Reserve		
Revaluation Reserve	8,081,565.00	8,081,565.00
Profit & Loss Account		
As on 01.04.2014	39,796,255.56	
Less: Adjustment in Opening Balance*	2,965.00	
Add: Addition this year	6,282,669.72	
	46,075,960.28	39,796,255.56
	54,157,525.28	47,877,820.56

NOTE 3 : LONG TERM BORROWING		
Unsecured		
Advance received from Holding Company		
- Indian Potash Ltd	28,033,178.00	-
	28,033,178.00	-

NOTE 4 : OTHER LONG TERM LIABILITIES		
Security Deposits Received from Customers	25,000.00	25,000.00
	25,000.00	25,000.00

NOTE 5 : LONG TERM PROVISION		
Provision for Gratuity	1,488,558.00	1,068,858.00
Provision for Leave Encashment	335,644.00	265,932.00
	1,824,202.00	1,334,790.00

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

Particulars	Amount As at 31.03.2015	Amount As at 31.03.2014
NOTE 6 : OTHER CURRENT LIABILITIES		
Audit Fees payable	127,950.00	127,950.00
Expenses payable	750,000.00	725,000.00
Medical Exp	41,928.00	70,517.00
Incentive Payable	779,598.00	892,248.00
Milk Cess payable	3,999,082.00	3,999,082.00
TDS Payable	46,370.00	32,853.00
ESI Payable	-	1,740.00
LWF Payable	2,075.00	2,075.00
PF Payable	-	106,530.00
Service Tax Payable	43,619.00	46,148.00
	5,790,622.00	6,004,143.00

NOTE 7 : SHORT TERM PROVISION		
Provision for Current Income Tax	3,408,160.76	2,820,732.03
	3,408,160.76	2,820,732.03

NOTE 9 : NON CURRENT INVESTMENTS		
(i) Trade Investment	-	-
(ii) Other investment		
Investment in Equity Shares : (Unquoted)		
Subsidiary		
Sri Krishna Fertilizers Ltd	27,316,952.00	-
320,800 Equity Shares of Rs. 10/- each, fully paid		
	27,316,952.00	-

NOTE 10 : INVENTORIES		
a) Raw Materials (SMP- Raw Milk)	3,446,325.00	2,161,088.00
b) Finished Goods	835,680.00	1,175,281.20
c) Work - in - Progress	31,005.00	282,289.00
d) Chemicals, Stores, Spare etc.	37,365.00	23,700.00
e) Crates	100,000.00	240,000.00
f) Fuel	143,070.00	239,443.00
g) Packing Materials	1,234,306.00	2,918,891.00
	5,827,751.00	7,040,692.20

Notes forming part of the financial statements

NOTE - 8 FIXED ASSETS												
S. N.	Description of Assets	Gross Block				Depreciation Block				Net Block		
		As at 01.04.2014	Additions	Deletion	As at 31.03.2015	As at 01.04.2014	2014-15	Adjustments	As at 31.03.2015	As at 31.03.2015	As at 31.03.14	
	I. Tangible Assets											
1	Land & Site Development #	9,214,090.20			9,214,090.20	-			-			9,214,090.20
2	Factory Building	8,897,882.94			8,897,882.94	5,478,240.47	305,603.00		5,783,843.47			3,114,039.47
3	Plant, Machinery & Equipment	41,424,487.42			41,424,487.42	30,398,464.01	2,208,242.00		32,606,706.01			8,817,781.41
4	Fixture & Fittings	580,708.00			580,708.00	549,732.67	2,741.00	(2,345.00)	550,128.67			30,579.33
5	Furniture & Fixture	501,431.67			501,431.67	449,491.20	10,259.00	853.00	460,603.20			40,828.47
6	Lab Equipment	320,890.60			320,890.60	190,960.75	54,460.00		245,420.75			75,469.85
7	Office Appliances	591,189.67			591,189.67	479,153.16	20,230.00		499,383.16			91,806.51
8	Vehicle & Transport	1,910.00			1,910.00	1,909.00			1,909.00			1.00
9	Computer & Appliances	75,488.00			75,488.00	37,715.75	22,490.00	4,457.00	64,662.75			10,825.25
	II. Intangible Assets											
	Total	61,608,078.50			61,608,078.50	37,585,667.01	2,624,025.00	2,965.00	40,212,657.01	21,395,421.49	24,022,411.49	24,022,411.49
	Previous Year	61,434,858.50	258,220.00	85,000.00	61,608,078.50	35,460,628.19	2,202,300.22	77,261.40	37,585,667.01	24,022,411.49	25,974,230.31	25,974,230.31

Note:- # Land has been revalued during the year 2000-2001 by Rs. 80.81 lakhs (Original Cost Rs 11.33 lakhs)

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

Particulars	Amount As at 31.03.2015	Amount As at 31.03.2014
NOTE 11 : TRADE RECEIVABLES		
(Unsecured and considered Good)		
Others	-	7,200,842.65
Over 6 months	-	-
	-	7,200,842.65

NOTE 12 : CASH & CASH EQUIVALENTS		
a) Cash in hand	34,543.00	50,208.00
b) Balance with Scheduled Banks In Current / CC Account		
Punjab National Bank- Kundli	132,573.87	3,594,345.55
Punjab National Bank- Rasoi	168,197.00	68,197.00
c) Balances with Scheduled banks in FDR		
Punjab National Bank- Kundli (include Accrued Interest Rs. 1804201/-)	45,973,253.00	35,476,090.00
	46,308,566.87	39,188,840.55

NOTE 13 : SHORT TERM LOANS & ADVANCES		
a) Loans & Advances to Subsidiaries		
Unsecured, Considered Goods		
M/s.Sri Krishna Fertilizers Ltd	1,064,998.00	-
b) Advance Income Tax	2,304,000.00	1,700,000.00
c) TDS	405,783.00	267,917.00
	3,774,781.00	1,967,917.00

NOTE 14 : OTHER CURRENT ASSETS		
Prepaid Expenses	62,630.00	116,232.00
Deposit with Sales Tax	139,242.00	139,242.00
Deposit with UHVBNL	812,650.00	812,650.00
Income Tax Refund 2012-13	211,609.00	211,609.00
	1,226,131.00	1,279,733.00

* Opening Balance of General Reserve has been adjusted for Rs. 2965.00 towards change in Depreciation as per schedule II to the Companies Act, 2013.

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

Particulars	Amount As at 31.03.2015	Amount As at 31.03.2014
NOTE 15 : REVENUE FROM OPERATION		
Sale from Poly Pack Milk	976,223,776.08	924,422,681.58
Sale from Bulk Milk	54,670,450.75	40,894,254.86
Sale from Poly Film	1,056,146.03	-
	1,031,950,372.86	965,316,936.44

NOTE 16 : OTHER INCOME		
Incentive on Sale	-	425.86
Interest on FDR in PNB	3,996,366.00	2,661,709.00
Provision no longer required written back	382,392.00	-
Bad Debts recovered	283,098.00	-
Rent for godown	48,000.00	-
Misc Income	179,340.00	72,929.00
Scrap Sale	22,620.00	61,880.00
	4,911,816.00	2,796,943.86

NOTE 17 : COST OF MATERIAL CONSUMED, OTHER MANUFACTURING EXPENSES		
Cost of Material Consumed		
a) Stock on April 1st 2014		
Milk	282,289.00	499,459.00
SMP	2,161,088.00	2,604,060.00
b) Add : Purchases		
Milk	777,027,709.84	771,425,965.64
SMP	132,911,100.00	113,935,938.00
b) Less : Closing Stock 31st March 2015		
Milk	31,005.00	282,289.00
SMP	3,446,325.00	2,161,088.00
	908,904,856.84	886,022,045.64
Manufacturing Expenses		
a) Chemicals & Consumable Consumed	2,543,605.00	2,730,709.50
b) Crates Consumed	227,159.67	99,611.66
c) Packing Materials Consumed	22,983,757.00	24,444,594.00
d) Power & Fuel	16,140,578.00	16,298,099.00
e) Processing Expenses	5,717,528.00	5,652,768.00
	47,612,627.67	49,225,782.16
	956,517,484.51	935,247,827.80

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

Particulars	Amount As at 31.03.2015	Amount As at 31.03.2014
NOTE 18 : CHANGES IN INVENTORIES OF FINISHED GOODS, WIP AND STOCK IN TRADE		
Opening Stock		
Milk (Processed)	1,175,281.20	287,660.00
Ghee		
Work in Progress		
	1,175,281.20	287,660.00
Closing Stock		
Milk (Processed)	835,680.00	1,175,281.20
Ghee		
Work in Progress		
	835,680.00	1,175,281.20
Changes in Inventories	339,601.20	(887,621.20)

NOTE 19 : EMPLOYEE BENEFIT EXPENSES		
a) Wages & Salaries	5,996,004.00	5,507,212.00
b) Company's contribution to P.F. , E.S.I. & LW.F.	760,002.00	678,145.00
c) Gratuity Expenses	419,700.00	318,820.00
d) Incentive to Staff	779,598.00	978,874.00
e) Leave Encashment Expenses	184,502.00	191,018.00
f) Medical Expenses Reimbursement	137,370.00	155,393.00
g) Workmen and Staff Welfare expenses	124,959.00	145,890.00
	8,402,135.00	7,975,352.00

NOTE 20 : FINANCE COSTS		
Bank Charges	26,122.67	20,993.68
	26,122.67	20,993.68

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

Particulars	Amount As at 31.03.2015	Amount As at 31.03.2014
NOTE 21 : OTHER EXPENSES		
a) Repair to Factory Building	83,336.00	106,217.00
b) Repair & Maintenance		
i) Water disposal charges	926,790.00	970,681.00
ii) Plant Maint. Expenses	1,243,367.00	1,618,026.00
iii) DG Set Maint. Expenses	39,151.00	34,825.50
c) Freight, Transportation etc.	35,545.00	133,680.00
d) Cess on Milk	752,950.00	752,950.00
e) Insurance	35,816.00	42,197.00
f) Travelling & Conveyance	84,351.00	98,313.00
g) Communication Expenses	55,885.00	48,166.00
h) Legal Fess & Professional Charges	278,378.00	233,321.00
i) Fees, Rates & Taxes	165,196.00	128,214.00
j) Establishment Expenses	943,265.00	878,945.00
k) Directors Sitting Fees	16,855.00	19,957.00
l) Auditor Remuneration	140,450.00	140,450.00
n) Loss on discard Plant Machinery	-	7,738.60
o) TDS written off	-	22,918.00
	4,801,335.00	5,236,599.10

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

NOTE 22 : Significant Accounting Policies

22.1 Accounting Convention

The financial statements have been prepared under the historical cost convention on accrual basis and in accordance with Generally Accepted Accounting Principles in India (Indian GAAP). The said financial statements comply with the relevant provisions of the Companies Act, 2013 (the Act) and the mandatory Accounting Standards notified by the Central Government of India under Companies (Accounting Standards) Rules, 2006, to the extent applicable to the Company.

22.2 Fixed Assets

Fixed Assets are stated at Historical Cost less Accumulated Depreciation. Cost comprises of the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

22.3 Depreciation

- a) Depreciation on Fixed Asset is provided on the written down method based on useful life and in the manner specified in Schedules II of the Companies Act 2013.
- b) Assets are depreciated to the extent of 95% of the original cost.

22.4 Revenue Recognition

Sales are recognized, net of return on dispatch of goods to customers. Income from scrap, salvage & waste material is recognized when sold.

22.5 Inventories

Inventories are stated at lower of Cost and Net Realizable Value (NRV) except stores and spares and packing material, which are valued at cost.

Cost is determined on FIFO basis for all categories of inventories. Cost comprises expenditure incurred in the normal course of business in bringing such inventories to its location and includes, where applicable, appropriate manufacturing overhead based on normal level of activity.

22.6 Retirement Benefits

The company's contribution to Provident Fund is charged to Profit & Loss Account on actual basis. Gratuity benefits are provided for based on valuations as at Balance Sheet date, made by independent actuaries.

22.7 Current Tax and Deferred Tax

Tax expenses for the period, comprising Current Tax and Deferred Tax is included in determining the Net Profit / (Loss) for the year.

- a) Provision for Current Income Tax is made as per provisions of Income Tax Act, 1961.

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

- b) Deferred Tax is recognized on timing differences representing a difference between taxable income that originates in one period and capable of reversal in one or more subsequent periods. Deferred Tax Assets and Liabilities are measured using tax rates and tax laws applicable for the accounting period.

Deferred Tax assets viz. unabsorbed depreciation and carry forward losses are recognized if there is virtual certainty that there will be sufficient future taxable income available to adjust such losses.

22.8 Provisions, Contingent Liabilities and Contingent Assets

- a) Provisions are recognized for liabilities that can be measured by using a substantial degree of estimation.
- b) Contingent liability is disclosed in case of:
- i) A present obligation arising from a past event when it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation.
 - ii) A possible obligation, unless the probability of outflow in settlement is remote.
- (c) Contingent Liabilities not provided for in the accounts are separately disclosed in the notes.

22.9 Investments

- (a) Long Term (Non Current) Investments are carried at cost. Provision for diminution in the value of such investment is made to recognize a decline, other than temporary.
- (b) Current investments are valued at lower of cost and fair value determined on an individual basis.

22.10 Foreign Currency Transaction

- (a) Foreign Currency Transactions are recorded on initial recognition at the exchange rate prevailing on the date of transaction. On settlement of transactions, the realized gain and losses on foreign exchange transactions are recognized in the statement of profit and loss.
- (b) Foreign Currency monetary items remaining unsettled at the end of the year are reported at year end rates. The exchange rate difference arising thereof are recognized in the statement of profit and loss. Non monetary items, which are carried at historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction.

23 Notes to the Accounts

- 23.1** Under the provision of “Haryana Murrah Buffalo and other Milch Animals Breed Act 2001” the company is liable to pay cess on the licensed capacity to Government of Haryana. However the same is sub-Judicial in Honorable Supreme Court has passed stay order and has ordered for payment of one half of the tax levy. The Company has however made provision for full

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

liability during the current year amounting to Rs. **7,52,950/-** (Previous Year Rs. 752,950/-) and as on 31st March 2015, cess amounting to Rs. 39,99,082/- is payable .

23.2 The Company has not paid two-third portion of Rs. 38,01,082/- of milk cess for the year 2001-02 to 2011-12 which is sub-Judicial in Honorable Supreme Court. The Company has received Demand letter for payment of Milk Cess of Rs. 39,99,082/- and Interest thereon of Rs. 5,26,05,161 from Haryana Livestock Dev. Board, Jind. Out of the said demand, company has deposited Rs. 1,98,000/- only.

The Company has not accounted for interest of Rs. 5,26,05,161 on the two third portion of cess on milk as per stay order of Honorable High Court, Punjab & Haryana. the same will be accounted for as and when case is decided in the Court.

23.3 In the opinion of the Board of Directors the current Assets and Loan & Advances have value on realization in the ordinary course of business at least equal to the amount at which they are stated.

23.4 (a) Trade Payable include dues to Micro, Small & Medium enterprises Act 2006 Rs. NIL (previous year - Rs. NIL).

(b) Name of Micro, Small & Medium enterprises to whom the company owes an amount for more than thirty days is NIL (Previous Year- NIL)

23.5 Balances of Trade Receivable and Payable are subject to confirmation, as a result of which its effect on the profit of the company is not quantifiable.

23.6 No employee has received remuneration in aggregate of Rs. 24,00,000/- per annum or Rs. 2, 00,000/- per month.

23.7 Deferred Tax

Deferred Tax liabilities have been provided according to Accounting Standard-22, including transitional Provisions and same has been reviewed as on 31 March 2015.

23.8 Segment Reporting

As the company's business activity falls within single business segment viz. milk products, the disclosure requirement of Accounting Standard 17- " Segment Reporting" issued by The Institute of Chartered Accountant of India" is not applicable.

23.9 Related Parties

List of Related Parties:

Holding Company	Associates	Key Management Personnel
Indian Potash Limited	NIL	Dr. P.S. Gahlaut, Director (00049401) Mr. T. Ramachandran (00843175) Mr. K.L.Gopalakrishnan, Director (01792821) Mr. S.S. Sandhwalia, Director (06572978)

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

Subsidiary Company	Associates	Key Management Personnel
Sri Krishna Fertilizers Ltd.	NIL	Dr. P.S. Gahlaut, Director (00049901) Mr. Geoge Zachariah, Director Mr. Sudheer Relan, Director

23.10. Transactions with Related Parties

(Rs. in lakhs)

	Holding Company		Associates		KMP	
	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14
Purchase of Goods	546.70	100.52				
Trade Payable	NIL	NIL				
Loans taken	NIL	NIL				
Advances taken	280.33	NIL				
Advance Granted	NIL	NIL				
Remuneration	NIL	NIL				

(Rs. in lakhs)

	Subsidiary Company	
	2014-15	2013-14
Purchase of Goods	NIL	NIL
Trade Payable	NIL	NIL
Loans taken	NIL	NIL
Advances taken	NIL	NIL
Advance Granted	10.65	NIL
Remuneration	NIL	NIL
Investment in Shares	273.16	NIL

23.11 Earnings Per Share (As per Accounting Standard- 20)

	2014-15	2013-14
Profit/(Loss) after Tax	Rs.62,82,669.72	Rs.55,77,680.13
Weighted average number of equity share	69426 shares of Rs. 100 each	69426 shares of Rs. 100 each
Basis & Diluted Earning (Rs.) per share	Rs. 90.49	Rs. 80.34

23.12 Previous year figures have been regrouped/rearranged wherever required necessary.

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

23.13 Licensed and Installed Capacities

	As at March 31, 2015		As at March 31, 2014	
	Licensed Capacity	Installed Capacity *	Licensed Capacity	Installed Capacity *
Milk Processing	NR	1,00,000 Kg per day	NR	1,00,000 Kg per day
Ghee	NR	2500 Kg per day	NR	2500 Kg per day

NR: Not Required

* As certified by the management but not verified by the auditors being a technical matter.

23.14 Production and Sales

	Production/ Purchase		Sale			
	2014-15	2013-14	2014-15		2013-14	
	Qty (Mts)	Qty (Mts)	Qty (Mts)	Rs. In (Lacs)	Qty (Mts)	Rs. In (Lacs)
Production						
Milk	22067.75	24854.515	27792.91	9762.36	30641.97	9552.57
WMP	0	0	0	0	0	0
SMP	511.00	573.000	0	0	0	0
Poly Film	121.79	146.550	5.89	10.56	0	0
Trading Operation						
Milk	3021.32	418.56	3021.32	540.52	418.56	100.60
		Nil	Nil	Nil	Nil	Nil

23.15 Closing Stock of Finished Goods

	As at 31 March 2015		As at March 31, 2014	
	Mts	Rs. In Lacs	Mts	Rs. In Lacs
Milk	27.93	8.35	32.59	11.75
SMP	13.25	34.46	09.75	21.61

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

23.16 Value of Raw Materials, Stores, Spares, Fuel and Packing Materials Consumed

	Raw Material			
	Value (Rs. Lacs)		% of total consumption	
	2014-15	2013-14	2014-15	2013-14
Imported	NIL	NIL	NIL	NIL
Indigenous	9635.75	8960.74	100%	100%

	Stores, Spare, Fuel and Packing Material			
	Value (Rs. Lacs)		% of total consumption	
	2014-15	2013-14	2014-15	2013-14
Imported	NIL	NIL	NIL	NIL
Indigenous	418.95	435.73	100%	100%

23.17 Value of Imports (CIF Value)

	2014-15	2013-14
Raw Material	NIL	NIL
Stores Components & Spares Parts	NIL	NIL
Capital Goods	NIL	NIL

23.18 Expenditure in Foreign Currency

	2014-15	2013-14
Expenditure in Foreign Currency	NIL	NIL

23.19 Earnings in Foreign Currency

	2014-15	2013-14
Earnings in Foreign Currency	NIL	NIL

As per our report attached.
For ARUN SINGH & CO.
FRN : 011863N
Chartered Accountants

For and on behalf of the Board of Directors

Suraj Prasad Sharma
Membership No.096806
(Partner)
Place : New Delhi
Dated : 28.05.2015

P.S. Gahlaut
(Director)
DIN- 00049401

K.L.Gopalakrishnan
(Director)
DIN- 01792821

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

INDEPENDENT AUDITOR'S REPORT

To the Members of GOLDLINE MILKFOOD & ALLIED INDUSTRIES LIMITED

Report on the Consolidated Financial Statements

1. We have audited the accompanying consolidated financial statements of GOLDLINE MILKFOOD & ALLIED INDUSTRIES LIMITED (herein after referred to as "the Holding Company") and its subsidiary Sri Krishna Fertilizers Limited, which comprise the consolidated Balance Sheet as at March 31, 2015, the consolidated Statement of Profit and Loss and consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

2. The Holding Company's management and Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the Act') with respect to the preparation of these Consolidated financial statements that give a true and fair view of the financial position, financial performance and cash flows of the group Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with rule 7 of Companies (Accounts) Rules, 2014. This responsibility includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company & its Subsidiary 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; design, implementation and maintenance of adequate internal financial controls, that are operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the 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 there under. 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 consolidated financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a 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 Holding Company has an adequate internal financial controls system over financial reporting in place and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's management and Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

5. We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in sub-paragraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on consolidated financial statements.

Opinion

6. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated 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 case of the Consolidated Balance Sheet, of the state of affairs of the group Company as at 31st March 2015,
 - (b) In case of the Consolidated Statement of Profit and loss, of the profit for the year ended on that date and
 - (c) In case of Consolidated Cash Flow Statement, of the cash flows for the year ended on that date.

Other Matters

7. We did not audit the financial statements of subsidiary (Sri Krishna Fertilizers Limited), whose financial Statements reflect total assets of 84.43 Lakhs as at March 31, 2015, total revenues of Rs 0.15 Lakhs and net cash flows amounting to Rs (0.01 Lakhs) for the year then ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditor whose reports have been furnished to us and our opinion is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements certified by the Management.

Report on Other Legal and Regulatory Requirements

8. 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, based on

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

the comments in the auditors' reports of the Holding company and subsidiary company, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

9. As required by section 143(3) of the Act, we further report that:
- (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit of the aforesaid consolidated financial statements;
 - (b) in our opinion proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors;
 - (c) the consolidated Balance Sheet, consolidated Statement of Profit and Loss, and consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated financial statements;
 - (d) in our opinion, the aforesaid consolidated financial statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014
 - (e) on the basis of written representations received from the directors of the Holding Company as on March 31, 2015, and taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, none of the director of Holding Company and its subsidiary company is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Act
 - (f) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
 - (a) The Holding Company has disclosed the impact of pending litigation on its financial position in its financial statement. Refer note no. 24.1 & 24.2 to the Financial Statement
 - (b) The Company and its subsidiary company do not have any long-term contracts including derivative contracts for which there are any material foreseeable losses.
 - (c) There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the company and its subsidiary company.

For **ARUN SINGH & CO.**
Chartered Accountants
Firm Registration No 011863N

Place : New Delhi
Date : 29.05.2015

Suraj Prasad Sharma
Partner
(Membership. No. 096806)

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Annexure to the Auditor's Report

CARO 2015 Report on the consolidated financial statement of Goldline Milkfood & Allied Industries Limited for the year ended March 31, 2015

Our reporting on the CARO 2015 includes Holding Company Goldline Milkfood & allied Industries Limited and its Subsidiary Company Sri Krishna Fertilizers Limited. We report that:

We report that:

- (i) (a) The Holding Company and its Subsidiary have maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Fixed Assets are physically verified by the management at reasonable intervals, which in our opinion is reasonable having regard to the size of the Holding Company and its Subsidiary and the nature of assets. No material discrepancies were noticed on such verification.
- (ii) (a) The physical verification of inventory has been conducted during the year by the management at reasonable intervals.
- (b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable & adequate in relation to the size of the Respective Entities and nature of its business.
- (c) The Holding Company and its subsidiary are maintaining proper records of inventory. Discrepancies noticed on physical verification have been properly dealt with the books of accounts.
- (iii) The Holding Company has granted unsecured short term advance to Sri Krishana Fertilizers Limited amounting to Rs 10.65 lacs covered in the register maintained under section 189 of the Act. In our opinion term and conditions of advance are not prima facie prejudicial to the interest of the company. The Subsidiary Company has not granted any loan, secured & unsecured covered in the register maintained under section 189 of the Act.
- (iv) In our opinion and opinion of other auditor and according to the information and explanations given to us & other auditor, there are adequate internal control procedures commensurate with the size of the Holding Company and its subsidiary and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods. During the course of audit, no major weakness has been noticed in internal controls system.
- (v) The Holding Company has not accepted any deposits from the public during the year. However, the Subsidiary Company accepted loan from Mrs. Pushpa Sinha when she was

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

shareholder of the subsidiary company is covered under section 73 to 76 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014 since it has been repaid in full & final settlement in the Financial Year 2015-16.

- (vi) According to the explanation and information given to us and other auditor, the Holding Company has maintained proper cost records as prescribed by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013. However the Subsidiary company is not required to maintain such account & records.
- (vii) (a) According to the information and explanations given to us and other auditor and based on the records of the Holding Company and its subsidiary examined by us and other auditor, the Holding Company and its subsidiary are regular in depositing the undisputed statutory dues, including Provident Fund, , Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and other material statutory dues, as applicable, with the appropriate authorities in India except the EPF demand liability of Rs. 2,15,506/- which had been raised by the Department of EPF as on 04.02.2014 relating to the period from 01.04.1996 to 04.02.2014 and the same had been accepted by the Sri Krishana Fertilizers Limited and provided in the books of accounts in the F.Y. 2014-15 is outstanding as on 31.03.2015.
- (b) According to the information and explanations given to us and based on the records of the Holding Company and its subsidiary examined by us, the dues outstanding of Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty, Excise Duty, VAT, Cess and other statutory dues which have not been deposited on account of any disputes are as follows:-

Name of Statute	Nature of Dues	Amount (Rs.)	Period to which the amount relates	Forum to where dispute is pending
Haryana Live Stock Development Board, Jind	Milk cess	38,01,082/-	2001-02 to 2011-12	Supreme Court

- (c) There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the company and its Subsidiary.
- (viii) As at 31st March 2015, the Holding Company does not have any accumulated losses and has not incurred any Cash losses during the period under report and in the preceding financial year. The Subsidiary Company has been registered for a period not less than five years & its accumulated losses at the end of Financial Year are more than 50% of its net worth. The accumulated losses of the company at the end of Current Financial Year is Rs. 1,98,90,155/- and the company has incurred cash losses in the current Financial Year were Rs. 14,09,991/- and in the immediately preceding financial year were Rs. 10,18,943/-.

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

- (ix) According to the records of the Holding Company and its subsidiary examined by us and other auditor and as per the information and explanations given to us and other auditor, the Respective Entities have not defaulted in repayment of dues to any financial institution or banks and have not issued debentures.
- (x) In our opinion, and according to the information and explanations given to us and other auditor, the Holding Company and its subsidiary have not given any guarantee for loan taken by others from a bank or financial institution during the year.
- (xi) In our opinion, and according to the information and explanations given to us and other auditor, the Holding Company and its Subsidiary do not have any outstanding loan from Banks and Financial Institutions during the year.
- (xii) During the course of our examination of the books and records of the Holding Company and its subsidiary carried in accordance with the auditing standards generally accepted in India, we have neither come across any instance of fraud on or by the Entities noticed or reported during the course of our audit nor have we been informed of any such instance by the Management.

For **ARUN SINGH & CO.**
Chartered Accountants
Firm Registration No 011863N

Place : New Delhi
Date : 29.05.2015

Suraj Prasad Sharma
Partner
(Membership. No. 096806)

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Consolidated Balance Sheet as at March 31, 2015

Particulars	Note No.	As at 31.03.2015	As at 31.03.2014
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	6,942,600.00	6,942,600.00
(b) Reserves and surplus	2	51,139,436.27	47,877,820.56
(c) Money received against share warrants			
		58,082,036.27	54,820,420.56
2 Share application money pending allotment		-	-
3 Minority Interest		-	-
4 Non-current liabilities			
(a) Long-term borrowings	3	28,453,067.93	-
(b) Deferred tax liabilities (Net)		309,584.44	572,395.17
(c) Other Long term liabilities	4	25,000.00	25,000.00
(d) Long-term provisions	5	1,824,202.00	1,334,790.00
		30,611,854.37	1,932,185.17
5 Current liabilities			
(a) Short-term borrowings	6	22,786,086.00	-
(b) Trade payables		5,533,613.87	15,122,956.13
(c) Other current liabilities	7	6,470,693.00	6,004,143.00
(d) Short-term provisions	8	3,408,160.76	2,820,732.03
		38,198,553.63	23,947,831.16
Total Equity & Liabilities		126,892,444.27	80,700,436.89
II. ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	9	28,441,316.15	24,022,411.49
(ii) Intangible assets			
(iii) Capital work-in-progress			
(iv) Intangible assets under development			
(b) Goodwill on Consolidation	10	40,981,017.66	
(c) Non-current investments			
(d) Deferred tax assets (net)			
(e) Long-term loans and advances			
(f) Other non-current assets			
		69,422,333.81	24,022,411.49
2 Current assets			
(b) Inventories	11	6,163,724.60	7,040,692.20
(c) Trade receivables	12	-	7,200,842.65
(d) Cash and cash equivalents	13	46,581,812.86	39,188,840.55
(e) Short-term loans and advances	14	3,498,442.00	1,967,917.00
(f) Other current assets	15	1,226,131.00	1,279,733.00
		57,470,110.46	56,678,025.40
Total Assets		126,892,444.27	80,700,436.89

As per our report of even date attached.
 For ARUN SINGH & CO.
 FRN : 011863N
 Chartered Accountants

For and on behalf of the Board of Directors

Suraj Prasad Sharma
 Membership No.096806
 (Partner)
 Place : New Delhi
 Dated : 29.05.2015

P.S. Gahlaut
 (Director)
 DIN- 00049401

K.L.Gopalakrishnan
 (Director)
 DIN- 01792821

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Consolidated Statement of Profit & Loss for the year ended March 31, 2015

Particulars	Note No.	For the year 31.03.2015	For the year 31.03.2014
I. Revenue from operations	16	1,031,950,372.86	965,316,936.44
II. Other income	17	4,927,434.00	2,796,943.86
III. Total Revenue (I + II)		1,036,877,806.86	968,113,880.30
IV. Expenses:			
Cost of materials consumed, Other Manufacturing Expenses	18	956,517,484.51	935,247,827.80
Purchases of Stock-in-Trade		54,670,450.75	10,052,219.65
Changes in inventories of finished goods WIP and Stock-in-Trade	19	339,601.20	(887,621.20)
Employee benefits expense	20	8,402,135.00	7,975,352.00
Finance costs	21	255,867.67	20,993.68
Depreciation and amortization expense	9	4,100,787.00	2,202,300.22
Other expenses	22	5,998,241.00	5,236,599.10
Total expenses		1,030,284,567.13	959,847,671.25
V. Profit before exceptional and extraordinary items and tax (III-IV)		6,593,239.73	8,266,209.05
VI. Exceptional items		-	-
VII. Profit before extraordinary items and tax (V - VI)		6,593,239.73	8,266,209.05
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII- VIII)		6,593,239.73	8,266,209.05
X Tax expense:			
(1) Current tax		3,408,160.76	2,820,732.03
(2) Deferred tax		(262,810.73)	(44,511.67)
(3) Previous tax		53,014.97	(87,691.44)
XI Profit (Loss) for the period from continuing operations (IX-X)		3,394,874.73	5,577,680.13
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV Profit (Loss) for the period (XI + XIV)		3,394,874.73	5,577,680.13
XVI Minority Interest		-	-
XVII Profit for the year		3,394,874.73	5,577,680.13
XVI Earnings per equity share:			
(1) Basic		48.90	80.34
(2) Diluted			

Notes (1 to 23), form an integral part of the Financial Statements

As per our report of even date attached.

For ARUN SINGH & CO.

FRN : 011863N

Chartered Accountants

Suraj Prasad Sharma

Membership No.096806

(Partner)

Place : New Delhi

Dated : 29.05.2015

P.S. Gahlaut

(Director)

DIN- 00049401

K.L.Gopalakrishnan

(Director)

DIN- 01792821

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Consolidated Cash Flow Statement for the year ending 31 March 2015

Particulars	As at 31.03.2015	As at 31.03.2014
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax	6,593,239.73	8,266,209.05
Adjustments for:		
Depreciation	4,100,787.00	2,202,300.22
Loss on discard Plant Machinery	-	7,738.60
Interest Expense	229,375.00	-
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	10,923,401.73	10,476,247.87
Adjustment for		
(Increase)/Decrease in Inventories	1,212,941.20	(1,198,368.20)
(Increase)/Decrease in Trade Receivable	7,200,842.65	(6,971,353.86)
(Increase)/Decrease in Short Term Loan & Advances	(743,428.00)	(728,154.00)
(Increase)/Decrease in Other Current Assets	53,602.00	(313,604.00)
Increase/(Decrease) in Long Term Provision	489,412.00	409,818.00
Increase/(Decrease) in Short term borrowings	1,705,816.00	-
Increase/(Decrease) in Trade Payable	(9,764,225.26)	12,503,755.34
Increase/(Decrease) in Other Current liabilities	(558,726.00)	740,522.00
Increase/(Decrease) in Short Term Provision	587,428.73	1,727,804.59
CASH GENERATED FROM OPERATIONS	11,107,065.05	16,646,667.74
Income Tax Paid	(3,461,175.73)	(2,733,040.59)
NET CASH FROM OPERATING ACTIVITIES (A)	7,645,889.32	13,913,627.15
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	-	(258,220.00)
Investment in subsidiary	(27,316,952.00)	-
NET CASH USED IN INVESTING ACTIVITIES-(B)	(27,316,952.00)	(258,220.00)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Unsecured loans Received	28,033,178.00	-
Loan Paid	(1,000,000.00)	-
Interest Paid	(229,375.00)	-
NET CASH FROM FINANCING ACTIVITIES (C)	26,803,803.00	-
NET INCREASE IN CASH & CASH EQUIVALENTS OF THE YEAR (A+B+C)	7,132,740.32	13,655,407.15
CASH & CASH EQUIVALENTS AS AT BEGINNING OF THE YEAR	39,449,072.54	25,533,433.40
CASH & CASH EQUIVALENTS AS AT END OF THE YEAR	46,581,812.86	39,188,840.55

As per our report of even date attached.

For ARUN SINGH & CO.

FRN : 011863N

Chartered Accountants

For and on behalf of the Board of Directors

Suraj Prasad Sharma

Membership No.096806

(Partner)

Place : New Delhi

Dated : 29.05.2015

P.S. Gahlaut

(Director)

DIN- 00049401

K.L.Gopalakrishnan

(Director)

DIN- 01792821

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming a part of Consolidated financial statements

Particulars	Amount As at 31.03.2015	Amount As at 31.03.2014
NOTE 1 : SHARE CAPITAL		
a) AUTHORISED CAPITAL 70,000 Equity Shares of Rs. 100 each	7,000,000.00	7,000,000.00
b) ISSUED, SUBSCRIBED AND PAID UP CAPITAL 69,426 Equity Shares of Rs. 100 each fully paid up Indian Potash Limited having 69420 Shares (99.99%) Share outstanding at beginning of the year 69426 Share outstanding at the end of the year 69426	6,942,600.00	6,942,600.00
	6,942,600.00	6,942,600.00

NOTE 2 : RESERVE AND SURPLUS		
General Reserve		
Revaluation Reserve	8,081,565.00	8,081,565.00
Profit & Loss Account		
As on 01.04.2014	39,796,255.56	
Less: Adjustment in Opening Balance*	133,259.02	
Add: Addition this year	3,394,874.73	
	43,057,871.27	39,796,255.56
	51,139,436.27	47,877,820.56

NOTE 3 : LONG TERM BORROWING		
Unsecured		
Advance received from Holding Company		
- Indian Potash Ltd	28,033,178.00	-
NBIADA Seeds Assistance	419,889.93	-
	28,453,067.93	-

NOTE 4 : OTHER LONG TERM LIABILITIES		
Security Deposits Received from Customers	25,000.00	25,000.00
	25,000.00	25,000.00

NOTE 5 : LONG TERM PROVISION		
Provision for Gratuity	1,488,558.00	1,068,858.00
Provision for Leave Encashment	335,644.00	265,932.00
	1,824,202.00	1,334,790.00

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming a part of Consolidated financial statements

Particulars	Amount As at 31.03.2015	Amount As at 31.03.2014
NOTE 6 : SHORT TERM BORROWINGS		
Pushpa Sinha	287,225.00	-
Advance from Indian Potash Limited against sale agreement		
Loan from Indian Potash Limited	22,498,861.00	-
	22,786,086.00	-

NOTE 7 : OTHER CURRENT LIABILITIES		
Audit Fees payable	167,522.00	127,950.00
Director's Remuneration Payable	55,000.00	-
Accounting Charge Payable	18,000.00	-
Expenses payable	790,493.00	725,000.00
Legal & Professional Charges	11,500.00	-
Liabilities against Fixed Assets	300,000.00	-
Medical Exp	41,928.00	70,517.00
Incentive Payable	779,598.00	892,248.00
Milk Cess payable	3,999,082.00	3,999,082.00
TDS Payable	46,370.00	32,853.00
ESI Payable	-	1,740.00
LWF Payable	2,075.00	2,075.00
PF Payable	215,506.00	106,530.00
Service Tax Payable	43,619.00	46,148.00
	6,470,693.00	6,004,143.00

NOTE 8 : SHORT TERM PROVISION		
Provision for Current Income Tax	3,408,160.76	2,820,732.03
	3,408,160.76	2,820,732.03

NOTE 10 : GOODWILL (on Consolidation)		
Investments in Subsidiary Company	27,316,952.00	-
Sri Krishna Fertilizers Limited		
Less: Share Capital of Subsidiary Co. 01/04/2014	3,208,000.00	-
Less: Capital Reserve-Subsidy	693,750.00	-
Add: Pre Acquisition loss of Subsidiary-SKFL.	17,565,815.00	-
	40,981,017.00	-

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming a part of Consolidated financial statements

NOTE -10 FIXED ASSETS											
S. N.	Description of Assets	Gross Block			Depreciation Block			Net Block			
		As at 01.04.2014	Additions	Deletion	As at 31.03.2015	As at 01.04.2014	2014-15	Adjustments Dr. / (Cr.)	As at 31.03.2015	As at 31.03.14	
I. Tangible Assets											
1a	Land & Site Development #	9,214,090.20			9,214,090.20	-	-	-	9,214,090.20	9,214,090.20	
1b	Leasehold Land	183,435.80			183,435.80	-	-	-	183,435.80	183,435.80	
2	Factory Building	11,958,123.96	-		11,958,123.96	7,821,618.77	-	8,220,648.77	3,737,475.19	4,136,505.19	
3	Plant, Machinery & Equipments	60,295,890.01	-		60,295,890.01	41,722,273.72	3,536,392.00	130,294.02	45,388,959.74	14,906,930.27	
4	Electrical Fittings	992,980.27			992,980.27	767,006.95	56,382.00	(2,345.00)	821,043.95	171,936.32	
5	Furniture & Fixture	587,952.90			587,952.90	535,857.16	10,259.00	853.00	546,969.16	40,983.74	
6	Lab Equipment	424,193.99			424,193.99	284,853.14	56,004.00	-	340,857.14	83,336.85	
7	Office Appliances	591,189.67			591,189.67	479,153.16	20,230.00	-	499,383.16	91,806.51	
8	Vehicle & Transport	1,910.00			1,910.00	1,909.00	-	-	1,909.00	1.00	
9	Computers	143,238.00			143,238.00	104,970.73	22,490.00	4,457.00	131,917.73	11,320.27	
II. Intangible Assets											
		-			-	-	-	-	-	-	
	Total	84,393,004.80	-	-	84,393,004.80	51,717,642.63	4,100,787.00	133,259.02	55,951,688.65	28,441,316.15	
	Previous Year	61,434,858.50	258,220.00	85,000.00	61,698,078.50	35,460,628.19	2,202,300.22	77,261.40	37,585,667.01	24,022,411.49	

Note:- 1. # Land has been revalued during the year 2000-2001 by Rs. 80.81 lakhs (Original Cost Rs 11.33 lakhs)

2. Pursuant to the enactment of Companies Act 2013, the company has applied the estimated useful lives as specified in Schedule II, except in respect of certain assets as disclosed in Accounting Policy on Depreciation, Amortisation and Depletion. Accordingly the unamortised carrying value is being depreciated / amortised over the revised/ remaining useful lives.

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming a part of Consolidated financial statements

Particulars	Amount As at 31.03.2015	Amount As at 31.03.2014
NOTE 11 : INVENTORIES		
a) Raw Materials (SMP- Raw Milk)	3,446,325.00	2,161,088.00
b) Finished Goods	835,680.00	1,175,281.20
c) Work - in - Progress	31,005.00	282,289.00
d) Chemicals, Stores, Spare etc.	37,365.00	23,700.00
e) Crates	100,000.00	240,000.00
f) Fuel	143,070.00	239,443.00
g) Packing Materials	1,234,306.00	2,918,891.00
h) Acid	6,017.00	-
i) Rock Phosphate	82,434.12	-
j) Consumable Spares & Accessories	247,522.48	-
	6,163,724.60	7,040,692.20
NOTE 12 : TRADE RECEIVABLES		
(Unsecured and considered Good)		
Others	-	7,200,842.65
Over 6 months	-	-
	-	7,200,842.65
NOTE 13 : CASH & CASH EQUIVALENTS		
a) Cash in hand	70,321.34	50,208.00
b) Balance with Scheduled Banks In Current / CC Account		
Punjab National Bank- Kundli	132,573.87	3,594,345.55
Punjab National Bank- Rasoi	168,197.00	68,197.00
Indian Bank	6,801.13	-
SBI A/c No. 10877054294	7,668.52	-
State Bank of Patiala	5,087.00	-
c) Balances with Scheduled banks in FDR		
Indian Bank-FDR (Includes Accrued Interest)	217,911.00	-
PNB- Kundli (include Accrued Interest Rs. 1804201/-)	45,973,253.00	35,476,090.00
	46,581,812.86	39,188,840.55

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming a part of Consolidated financial statements

Particulars	Amount As at 31.03.2015	Amount As at 31.03.2014
NOTE 14 : SHORT TERM LOANS & ADVANCES		
a) AdvanceTax / Income Tax	2,304,000.00	1,700,000.00
b) TDS	419,851.00	267,917.00
c) Telephone Security Deposit	5,000.00	-
d) BSEB Muzzaffarpur	9,515.00	-
e) BSEB Security Deposit	333,727.00	-
f) Jharkhand Sales tax	6,160.00	-
g) Subsidy Receivable from MOF	420,189.00	-
	3,498,442.00	1,967,917.00

NOTE 15 : OTHER CURRENT ASSETS		
Prepaid Expenses	62,630.00	116,232.00
Deposit with Sales Tax	139,242.00	139,242.00
Deposit with UHVBNL	812,650.00	812,650.00
Income Tax Refund 2012-13	211,609.00	211,609.00
	1,226,131.00	1,279,733.00

* Opening Balance of General Reserve has been adjusted for Rs. 133259.02 towards change in Depreciation as per schedule II to the Companies Act, 2013.

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming a part of Consolidated financial statements

Particulars	Amount	Amount
	For the Year 31.03.2015	For the year 31.03.2014
NOTE 16 : REVENUE FROM OPERATION		
Sale from Poly Pack Milk	976,223,776.08	924,422,681.58
Sale from Bulk Milk	54,670,450.75	40,894,254.86
Sale from Poly Film	1,056,146.03	-
	1,031,950,372.86	965,316,936.44

NOTE 17 : OTHER INCOME		
Incentive on Sale	-	425.86
Interest on FDR in PNB	3,996,366.00	2,661,709.00
Interest on FDR for CE	15,618.00	
Provision no longer required written back	382,392.00	-
Bad Debts recovered	283,098.00	-
Rent for godown	48,000.00	-
Misc Income	179,340.00	72,929.00
Scrap Sale	22,620.00	61,880.00
	4,927,434.00	2,796,943.86

NOTE 18 : COST OF MATERIAL CONSUMED, OTHER MANUFACTURING EXPENSES		
Cost of Material Consumed		
a) Stock on April 1st 2014		
Milk	282,289.00	499,459.00
SMP	2,161,088.00	2,604,060.00
b) Add : Purchases		
Milk	777,027,709.84	771,425,965.64
SMP	132,911,100.00	113,935,938.00
b) Less : Closing Stock 31st March 2015		
Milk	31,005.00	282,289.00
SMP	3,446,325.00	2,161,088.00
	908,904,856.84	886,022,045.64

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming a part of Consolidated financial statements

Particulars	Amount	Amount
	For the Year 31.03.2015	For the year 31.03.2014
Manufacturing Expenses		
a) Chemicals & Consumable Consumed	2,543,605.00	2,730,709.50
b) Crates Consumed	227,159.67	99,611.66
c) Packing Materials Consumed	22,983,757.00	24,444,594.00
d) Power & Fuel	16,140,578.00	16,298,099.00
e) Processing Expenses	5,717,528.00	5,652,768.00
	47,612,627.67	49,225,782.16
	956,517,484.51	935,247,827.80

NOTE 19: CHANGES IN INVENTORIES OF FINISHED GOODS, WIP AND STOCK IN TRADE

Opening Stock		
Milk (Processed)	1,175,281.20	287,660.00
Ghee	-	-
Acid	6,017.00	-
Rock Phosphate	82,434.12	-
Spares & Accessories	247,522.48	-
Work in Progress	-	-
	1,511,254.80	287,660.00
Closing Stock		
Milk (Processed)	835,680.00	1,175,281.20
Ghee	-	-
Acid	6,017.00	-
Rock Phosphate	82,434.12	-
Spares & Accessories	247,522.48	-
Work in Progress	-	-
	1,171,653.60	1,175,281.20
Changes in Inventories	339,601.20	(887,621.20)

NOTE 20 : EMPLOYEE BENEFIT EXPENSES

a) Wages & Salaries	5,996,004.00	5,507,212.00
b) Company's contribution to P.F. , E.S.I. & LW.F.	760,002.00	678,145.00
c) Gratuity Expenses	419,700.00	318,820.00
d) Incentive to Staff	779,598.00	978,874.00
e) Leave Encashment Expenses	184,502.00	191,018.00
f) Medical Expenses Reimbursement	137,370.00	155,393.00
g) Workmen and Staff Welfare expenses	124,959.00	145,890.00
	8,402,135.00	7,975,352.00

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming a part of Consolidated financial statements

Particulars	Amount	Amount
	For the Year 31.03.2015	For the year 31.03.2014
NOTE 21 : FINANCE COSTS		
Interest on BIADA Loan	229,375.00	-
Bank Charges	26,492.67	20,993.68
	255,867.67	20,993.68
NOTE 22 : OTHER EXPENSES		
a) Repair to Factory Building	83,336.00	106,217.00
b) Repair & Maintenance	634,671.00	-
i) Water disposal charges	926,790.00	970,681.00
ii) Plant Maint. Expenses	1,243,367.00	1,618,026.00
iii) DG Set Maint. Expenses	39,151.00	34,825.50
c) Freight, Transportation etc.	35,545.00	133,680.00
d) Cess on Milk	752,950.00	752,950.00
e) Insurance	35,816.00	42,197.00
f) Travelling & Conveyance	173,945.00	98,313.00
g) Communication Expenses	55,885.00	48,166.00
h) Legal Fess & Professional Charges	286,878.00	233,321.00
i) Fees, Rates & Taxes	186,296.00	128,214.00
j) Establishment Expenses	1,137,365.00	878,945.00
k) Directors Sitting Fees	16,855.00	19,957.00
l) Auditor Remuneration	157,550.00	140,450.00
n) Loss on discard Plant Machinery	-	7,738.60
p) TDS Written off	-	22,918.00
q) Electricity Expenses	227,419.00	-
r) EPF Administrative Charges	672.00	-
s) Land Rent	3,750.00	-
	5,998,241.00	5,236,599.10

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming a part of Consolidated financial statements

NOTE 23 : Significant Accounting Policies on Consolidated Accounts

23.1 Basis of Preparation of Consolidated Financial Statements

The consolidated financial statements have been prepared under the historical cost convention on accrual basis and in accordance with Generally Accepted Accounting Principles in India (Indian GAAP). The said financial statements comply with the relevant provisions of the Companies Act, 2013 (the Act) and the mandatory Accounting Standards notified by the Central Government of India under Companies (Accounting Standards) Rules, 2006, to the extent applicable to the Company.

23.2 Principles of Consolidation

The consolidated financial statements relate to Goldline Milkfood & Allied Industries Limited ('the Company') and its subsidiary company Sri Krishna Fertilizers Limited. The consolidated financial statements have been prepared on the following basis:

- a) The financial statements of the Company and its subsidiary company are combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions in accordance with Accounting Standard (AS) 21 - "Consolidated Financial Statements".
- b) The difference between the cost of investment in the subsidiaries, over the net assets at the time of acquisition of shares in the subsidiaries is recognized in the financial statements as Goodwill or Capital Reserve, as the case may be.
- c) The difference between the proceeds from disposal of investment in subsidiaries and the carrying amount of its assets less liabilities as of the date of disposal is recognised in the consolidated Profit and Loss Statement being the profit or loss on disposal of investment in subsidiary.
- d) As far as possible, the consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the Company's separate financial statements.
- e) Minority interest in the net assets of consolidated subsidiaries consists of the amount of equity attributable to the minority shareholders at the dates on which investments are made by the Company in the subsidiary companies and further movements in their share in the equity, subsequent to the dates of investments as stated above.
- f) Investments other than in subsidiaries and associates have been accounted as per accounting Standard (AS) 13 on "Accounting for Investments".

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming a part of Consolidated financial statements

23.3 Fixed Assets

Fixed Assets are stated at Historical Cost less Accumulated Depreciation. Cost comprises of the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

23.4 Depreciation

- a) Depreciation on Fixed Asset is provided on the written down method based on useful life and in the manner specified in Schedules II of the Companies Act 2013.
- b) Assets are depreciated to the extent of 95% of the original cost.
- c) Yearly purchase/ acquisition of fixed Assets have been taken as component for calculation of rate of depreciation for the remaining useful life of assets in absence of item wise details of assets. The assets acquired in a financial year has been calculated their useful life counting from the date of end of the financial year and on annual basis.

23.5 Revenue Recognition

Sales are recognized, net of return on dispatch of goods to customers. Income from scrap, salvage & waste material is recognized when sold.

23.6 Inventories

Inventories are stated at lower of Cost and Net Realizable Value (NRV) except stores and spares and packing material, which are valued at cost.

Cost is determined on FIFO basis for all categories of inventories. Cost comprises expenditure incurred in the normal course of business in bringing such inventories to its location and includes, where applicable, appropriate manufacturing overhead based on normal level of activity.

23.7 Retirement Benefits

The company's contribution to Provident Fund is charged to Profit & Loss Account on actual basis. Gratuity benefits are provided for based on valuations as at Balance Sheet date, made by independent actuaries.

23.8 Current Tax and Deferred Tax

Tax expenses for the period, comprising Current Tax and Deferred Tax is included in determining the Net Profit / (Loss) for the year.

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming a part of Consolidated financial statements

- a) Provision for Current Income Tax is made as per provisions of Income Tax Act, 1961.
- b) Deferred Tax is recognized on timing differences representing a difference between taxable income that originates in one period and capable of reversal in one or more subsequent periods. Deferred Tax Assets and Liabilities are measured using tax rates and tax laws applicable for the accounting period.

Deferred Tax assets viz. unabsorbed depreciation and carry forward losses are recognized if there is virtual certainty that there will be sufficient future taxable income available to adjust such losses.

23.9 Provisions, Contingent Liabilities and Contingent Assets

- a) Provisions are recognized for liabilities that can be measured by using a substantial degree of estimation.
- b) Contingent liability is disclosed in case of:
 - i) A present obligation arising from a past event when it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation.
 - ii) A possible obligation, unless the probability of outflow in settlement is remote.
- (c) Contingent Liabilities not provided for in the accounts are separately disclosed in the notes.

23.10 Investments

- (a) Long Term (Non Current) Investments are carried at cost. Provision for diminution in the value of such investment is made to recognize a decline, other than temporary.
- (b) Current investments are valued at lower of cost and fair value determined on an individual basis.

23.11 Foreign Currency Transaction

- (a) Foreign Currency Transactions are recorded on initial recognition at the exchange rate prevailing on the date of transaction. On settlement of transactions, the realized gain and losses on foreign exchange transactions are recognized in the statement of profit and loss.
- (b) Foreign Currency monetary items remaining unsettled at the end of the year are reported at year end rates. The exchange rate difference arising thereof are recognized in the statement of profit and loss. Non monetary items, which are carried at historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction.

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming a part of Consolidated financial statements

24.1 Under the provision of “Haryana Murrah Buffalo and other Milch Animals Breed Act 2001” the company is liable to pay cess on the licensed capacity to Government of Haryana. However the same is sub-Judicial in Honourable Supreme Court has passed stay order and has ordered for payment of one half of the tax levy. The Company has however made provision for full liability during the current year amounting to Rs. 7,52,950/- (Previous Year Rs.7,52,950/-) and as on 31st March 2015, cess amounting to Rs. 39,99,082/- is payable .

24.2 The company has not paid two-third portion of Rs. 38,01,082/- of milk cess for the year 2001-02 to 2011-12 which is sub-Judicial in Honourable Supreme Court. The company has received Demand letter for payment of Milk Cess of Rs. 39,99,082/- and Interest thereon of Rs. 5,26,05,161 from Haryana Livestock Dev. Board, Jind. Out of the said demand, company has deposited Rs. 1,98,000/- only.

The company has not accounted for interest of Rs. 5,26,05,161 on the two third portion of cess on milk as per stay order of Honorable High Court, Punjab & Haryana. The same will be accounted for as and when case is decided in the court.

24.3 In the opinion of the Board of Directors the current Assets and Loan & Advances have value on realization in the ordinary course of business at least equal to the amount at which they are stated.

24.4 (a) Trade Payable include dues to Micro, Small & Medium enterprises Act 2006 Rs. NIL (previous year - Rs. NIL).

(b) Name of Micro, Small & Medium enterprises to whom the company owes an amount for more than thirty days is NIL (Previous Year- NIL)

24.5 Balances of Trade Receivable and Payable are subject to confirmation, as a result of which its effect on the profit of the company is not quantifiable.

24.6 No employee has received remuneration in aggregate of Rs. 24, 00,000/- per annum or Rs. 2, 00,000/- per month.

24.7. Deferred Tax

Deferred Tax liabilities have been provided according to Accounting Standard-22, including transitional Provisions and same has been reviewed as on 31 March 2015.

24.8. Segment Reporting

As the company's business activity falls within single business segment viz. milk products, the disclosure requirement of Accounting Standard 17- “ Segment Reporting” issued by The Institute of Chartered Accountant of India” is not applicable.

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming a part of Consolidated financial statements

24.9 Related Parties

List of Related Parties:

S. No.	Name of Related Party	Relationship
1	Indian Potash Limited	Holding Company
2	Sri Krishna Fertilizers Ltd.	Subsidiary Company
3	IPL Sugars & Allied Industries Limited	Enterprises over which Key Managerial Personnel are able to exercise significant influence
4	IPL Gujrat Port Limited	
5	Dr. P.S. Gahlaut	Key Management Personnel
6	Mr. T Ramachandran	
7	Mr. K.L.Gopalakrishnan	
8	Mr. S.S. Sandhwalia	
9	Mr. George Zachariah	
10	Mr. Sudheer Relan	

24.10. Transactions with Related Parties

(Rs. in lakhs)

	Holding Company		Associates		KMP	
	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14
Purchase of Goods	546.70	100.52				
Trade Payable	NIL	NIL				
Loans taken	224.98	NIL				
Advances taken	280.33	NIL				
Advance Granted	NIL	NIL				
Remuneration	NIL	NIL				

(Rs. in lakhs)

	Subsidiary Company	
	2014-15	2013-14
Purchase of Goods	NIL	NIL
Trade Payable	NIL	NIL
Loans taken from IPL	NIL	NIL
Advances taken	NIL	NIL
Advance Granted	10.65	NIL
Remuneration	NIL	NIL
Investment in Shares	273.16	NIL

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming a part of Consolidated financial statements

24.11.1 Enterprises consolidated as subsidiary in accordance with Accounting Standard 21-Consolidated Financial Statements

Name of the Enterprise	Country of Incorporation	Proportion of ownership interest	Date of Investment in Subsidiary
Sri Krishna Fertilizers Ltd.	India	100.00%	01.04.2014

24.11.2 Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary

S. No.	Name of the Enterprise	Net Assets i.e. total assets minus total liabilities		Share in profit or loss	
		As % of consolidated net assets	Amount (Rs. in lakhs)	As % of consolidated profit or loss	Amount (Rs. in lakhs)
	Parent				
1.	Gold Line Milkfood & Allied Industries Limited	100.00%	611.00	100.00%	94.81
	Subsidiary				
2.	Sri Krishna Fertilizers Ltd.	(0.00%)	(30.18)	(0.00%)	(28.88)
	Total		580.82		65.93

24.11.3 Names of Subsidiaries which are yet to commence operations

S. No.	Name of Subsidiary
1.	Sri Krishna Fertilizers Ltd.

24.11.4 Names of Subsidiaries which have been liquidated or sold during the year

S. No.	Name of Subsidiary
	NIL

24.12 Earnings Per Share (As per Accounting Standard- 20)

	2014-15	2013-14
Profit/(Loss) after Tax	Rs.33,94,874.73	Rs.55,77,680.13
Weighted average number of equity share	69426 shares of Rs. 100 each	69426 shares of Rs. 100 each
Basic & Diluted Earning (Rs.) per share	Rs. 48.90	Rs. 80.34

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming a part of Consolidated financial statements

24.13 Previous year figures have been regrouped/rearranged wherever required necessary.

24.14 Production and Sales

	Production/ Purchase		Sale			
	2014-15	2013-14	2014-15		2013-14	
	Qty (Mts)	Qty (Mts)	Qty (Mts)	Rs. In Lacs)	Qty (Mts)	Rs. In Lacs)
Production						
Milk	22607.45	24854.515	27792.91	9762.23	30641.97	9552.57
SMP	511.00	573.000	0	0	0	0
Poly Film	121.79	146.550	5.89	10.56	0	0
Trading Operation						
Milk	3021.32	418.56	3021.32	546.70	418.56	100.60
		Nil	Nil	Nil	Nil	Nil

24.15 Closing Stock of Finished Goods

	As on 31 st March 2015		As at March 31, 2014	
	Mts	Rs. In Lacs	Mts	Rs. In Lacs
Milk	27.93	8.35	32.59	11.75
SMP	13.25	34.46	09.75	21.61

24.16. Value of Raw Materials, Stores, Spares, Fuel and Packing Materials Consumed

	Raw Material			
	Value (Rs. Lacs)		% of total consumption	
	2014-15	2013-14	2014-15	2013-14
Imported	NIL	NIL	NIL	NIL
Indigenous	9635.75	8960.74	100%	100%

	Stores, Spare, Fuel and Packing Material			
	Value (Rs. Lacs)		% of total consumption	
	2014-15	2013-14	2014-15	2013-14
Imported	NIL	NIL	NIL	NIL
Indigenous	418.95	435.73	100%	100%

GOLDLINE MILKFOOD AND ALLIED INDUSTRIES LIMITED

Notes forming a part of Consolidated financial statements

24.17. Value of Imports (CIF Value)

	2014-15	2013-14
Raw Material	NIL	NIL
Stores Components & Spares Parts	NIL	NIL
Capital Goods	NIL	NIL

24.18. Expenditure in Foreign Currency

	2014-15	2013-14
Expenditure in Foreign Currency	NIL	NIL

24.19. Earnings in Foreign Currency

	2014-15	2013-14
Earnings in Foreign Currency	NIL	NIL

As per our report attached.
For ARUN SINGH & CO.
FRN : 011863N
Chartered Accountants

For and on behalf of the Board of Directors

Suraj Prasad Sharma
Membership No.096806
(Partner)
Place : New Delhi
Dated : 29.05.2015

P.S. Gahlaut
(Director)
DIN- 00049401

K.L.Gopalakrishnan
(Director)
DIN- 01792821

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ACCOUNTS OF SUBSIDIARY COMPANY

IPL SUGARS AND ALLIED INDUSTRIES LIMITED

IPL

IPL SUGARS AND ALLIED INDUSTRIES LIMITED

Independent Auditor's Report

To the Members of IPL Sugars & Allied Industries Limited

Report on the Financial Statements

1. We have audited the accompanying financial statements of IPL Sugars & Allied Industries Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2015 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

2. The management and Board of Directors of the Company are 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 and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014. This responsibility 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; design, implementation and maintenance of adequate internal financial controls, that are 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. 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 there under. 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.
4. 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

IPL SUGARS AND ALLIED INDUSTRIES LIMITED

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 accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

6. 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:
 - a) In case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2015 and
 - b) In case of Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

7. 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 on the matters specified in the said Order.
8. As required by Section 143(3) of the Act, we further report that:
 - a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) the Balance Sheet and 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 applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Account) Rules 2014;
 - e) on the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Act; and

IPL SUGARS AND ALLIED INDUSTRIES LIMITED

- f) in our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
- i) The Company does not have any pending litigations which would impact its financial position.
 - ii) The Company does not have any long-term contracts including derivative contracts for which there are any material foreseeable losses.
 - iii) There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company.

For Arun Singh & Co.
Chartered Accountants
Firm Registration No. 011863N

Place : New Delhi
Date : 22.05.2015

Suraj Prasad Sharma
Partner (M. No. 096806)



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IPL SUGARS AND ALLIED INDUSTRIES LIMITED

Annexure to the Auditor's Report

The Annexure referred to in our Report of even date to the members of Company for the year ended 31st March, 2015.

We report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Fixed Assets are physically verified by the management at reasonable intervals, which in our opinion is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (ii) The Company has not started its business; therefore it does not hold any physical inventories.
- (iii) The Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for fixed assets. During the course of audit, no major weakness has been noticed in internal controls system.
- (v) The Company has not accepted any deposits from the public covered under Section 73 to 76 of the Companies Act, 2013.
- (vi) The Company has not started its business during the year under audit; therefore the maintenance of cost records as prescribed by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013 is not applicable.
- (vii) (a) According to the information and explanations given to us and based on the records of the Company examined by us, the Company is regular in depositing the undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty and other material statutory dues, as applicable, with the appropriate authorities in India;
- (b) According to the information and explanations given to us and based on the records of the Company examined by us, there are no dues of Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty and Excise Duty which have not been deposited on account of any dispute.
- (c) There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company.

IPL SUGARS AND ALLIED INDUSTRIES LIMITED

- (viii) As at 31st March 2015, the Company does not have any accumulated losses and has not incurred any Cash losses during the period under report and in the preceding financial year.
- (ix) According to the records of the Company examined by us and as per the information and explanations given to us, the Company has not availed of any loans from any financial institution or banks and has not issued debentures.
- (x) In our opinion, and according to the information and explanations given to us, the Company has not given any guarantee for loan taken by others from a bank or financial institution during the year.
- (xi) In our opinion, and according to the information and explanations given to us, the Company has not taken any term loan from Banks and Financial Institutions during the year.
- (xii) During the course of our examination of the books and records of the Company, carried in accordance with the auditing standards generally accepted in India, we have neither come across any instance of fraud on or by the Company noticed or reported during the course of our audit nor have we been informed of any such instance by the Management.

For Arun Singh & Co.
Chartered Accountants
Firm Registration No. 011863N

Place : New Delhi
Date : 22.05.2015

Suraj Prasad Sharma
Partner (M. No. 096806)



IPL

IPL SUGARS AND ALLIED INDUSTRIES LIMITED

Balance Sheet as at March 31, 2015

(Amount in Rupees)

Particulars	Note No.	As at 31st March 2015	As at 31st March 2014
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	10,000,000.00	10,000,000.00
(b) Reserves and surplus			-
(c) Money received against share warrants			
		10,000,000.00	10,000,000.00
2 Share application money pending allotment		-	-
3 Non-current liabilities			
(a) Long-term borrowings		-	-
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities		-	-
(d) Long-term provisions		-	-
		-	-
4 Current liabilities			
(a) Short-term borrowings	2	322,576,998.27	320,445,297.27
(b) Trade payables		-	-
(c) Other current liabilities	3	114,000.00	112,360.00
(d) Short-term provisions		-	-
		-	-
		322,690,998.27	320,557,657.27
Total Equity & Liabilities		332,690,998.27	330,557,657.27
II. ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	4	5,496.36	39,573.36
(ii) Intangible assets	4	3,708.08	26,695.08
(iii) Capital work-in-progress	5	14,733,585.57	12,480,638.57
(iv) Intangible assets under development		-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		-	-
(d) Long-term loans and advances		-	-
(e) Other non-current assets	6	6,455,351.00	6,455,351.00
		21,198,141.01	19,002,258.01
2 Current assets			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables		-	-
(d) Cash and cash equivalents	7	272,857.26	335,399.26
(e) Short-term loans and advances	8	311,220,000.00	311,220,000.00
(f) Other current assets		-	-
		311,492,857.26	311,555,399.26
Total Assets		332,690,998.27	330,557,657.27

Notes (1 to 10), form an integral part of the Financial Statements

As per our report of even date attached.

For ARUN SINGH & CO.

FRN : 011863N

Chartered Accountants

For and on behalf of the Board of Directors

Suraj Prasad Sharma

Membership No.096806

(Partner)

Place : New Delhi

Dated : May 22, 2015

P.S. Gahlaut

(Director)

Sudheer Relan

(Director)

IPL SUGARS AND ALLIED INDUSTRIES LIMITED

Cash Flow Statement for the period ending March 31, 2015

Particulars	Period Ended 31.03.2015	Period Ended 31.03.2014
A. CASH FLOW FROM OPERATING ACTIVITIES		
NET PROFIT BEFORE TAX AND EXTRA ORDINARY ITEMS	-	-
Adjustments for:		
Depreciation	57,064.00	44,178.96
Preliminary Expenses	-	-
Interest Expense	-	-
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	57,064.00	44,178.96
Adjustment for		
(Increase)/Decrease in Trade Receivable	-	-
(Increase)/Decrease in Inventories	-	-
(Increase)/Decrease in Other Non Current Assets	-	-
(Increase)/Decrease in Short Term Loans & Advances	-	-
Increase/(Decrease) in Trade Payable	-	-
Increase/(Decrease) in Other Current liabilities	1,640.00	(3,763.00)
Increase/(Decrease) in Provision	-	-
CASH GENERATED FROM OPERATIONS	58,704.00	40,415.96
Interest Paid	-	-
Income Tax Paid	-	-
CASH FLOW BEFORE EXTRA-ORDINARY ITEM	-	-
NET CASH FROM OPERATING ACTIVITIES (A)	58,704.00	40,415.96
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	-	-
Sale of Fixed Assets	-	-
Capital WIP	(2,252,947.00)	(3,023,460.96)
NET CASH USED IN INVESTING ACTIVITIES-(B)	(2,252,947.00)	(3,023,460.96)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Unsecured loans received	2,131,701.00	72,767,686.00
Share Capital received	-	-
Share Application Money received/paid	-	(70,000,000.00)
NET CASH FROM FINANCING ACTIVITIES (C)	2,131,701.00	2,767,686.00
NET INCREASE IN CASH & CASH EQUIVALENTS OF THE YEAR (A+B+C)	(62,542.00)	(215,359.00)
CASH & CASH EQUIVALENTS AS AT BEGINNING OF THE YEAR	335,399.26	550,758.26
CASH & CASH EQUIVALENTS AS AT END OF THE YEAR	272,857.26	335,399.26

As per our report of even date attached.

For ARUN SINGH & CO.

FRN : 011863N

Chartered Accountants

For and on behalf of the Board of Directors

Suraj Prasad Sharma

Membership No.096806

(Partner)

Place : New Delhi

Dated : May 22, 2015

P.S. Gahlaut

(Director)

Sudheer Relan

(Director)

IPL SUGARS AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

Particulars	Amount As at 31st March 2015	Amount As at 31st March 2014
NOTE 1 : SHARE CAPITAL		
a) AUTHORISED CAPITAL		
11,00,00,000 Equity Shares of Rs. 10 each	1,100,000,000.00	1,100,000,000.00
b) ISSUED, SUBSCRIBED AND PAID UP CAPITAL		
10,00,000 Equity Shares of Rs. 10 each fully paid up Indian Potash Limited (Holding Co.) hold 999994 Shares (99.99%) Share outstanding at beginning of the year 10,00,000 Share outstanding at the end of the year 10,00,000	10,000,000.00 10,000,000.00	10,000,000.00 10,000,000.00
NOTE 2 : SHORT-TERM BORROWINGS		
Unsecured loan Indian Potash limited (Holding Company)	322,576,998.27	320,445,297.27
	322,576,998.27	320,445,297.27
NOTE 3 : OTHER CURRENT LIABILITIES		
Audit Fees payable	114,000.00	112,360.00
TDS Payable	-	-
Service Tax Payable	-	-
Expenses Payable	-	-
	114,000.00	112,360.00

Notes forming part of the financial statements

NOTE - 4 FIXED ASSETS											
Sl No.	Description of Assets	Gross Block			As at 01.04.2014	Depreciation Block			Net Block		
		As at 01.04.2014	Additions	Deletion		As at 31.03.2015	2014-15	Deletion	As at 31.03.2015	As at 31.03.2015	As at 31.03.14
	I. Tangible Assets										
1	Computer	84,832.00	-	-	84,292.48	26,298.00	-	-	80,590.48	4,241.52	30,539.52
2	Printer	25,094.00	-	-	16,060.16	7,779.00	-	-	23,839.16	1,254.84	9,033.84
	Total A	109,926.00	-	-	70,352.64	34,077.00	-	-	104,429.64	5,496.36	39,573.36
	II. Intangible Assets										
3	Software	74,153.00	-	-	47,457.92	22,987.00	-	-	70,444.92	3,708.08	26,695.08
	Total B	74,153.00	-	-	47,457.92	22,987.00	-	-	70,444.92	3,708.08	26,695.08
	Total (A+B)	184,079.00	-	-	117,810.56	57,064.00	-	-	174,874.56	9,204.44	66,268.44

IPL SUGARS AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

Particulars	Amount As at 31st March 2015	Amount As at 31st March 2014
NOTE 5 : CAPITAL WORK IN PROGRESS		
Salary Expenses	4,746,353.00	3,653,666.00
Travelling Expenses	218,208.00	218,208.00
Administration Expenses	52,967.00	52,967.00
Audit Fee	451,080.00	337,080.00
Bank Charges	3,396.00	2,778.00
Consultancy Charges	2,475,596.00	2,410,427.00
D-Foresting Expenses	14,700.00	14,700.00
Depreciation	174,874.56	117,810.56
Legal Charges	3,278,629.00	3,169,865.00
Local Conveyance	29,474.00	29,474.00
Miscellaneous Expenses	77,365.00	63,914.00
Printing & Stationery	45,520.00	33,086.00
Security & Housekeeping Expenses	3,137,417.00	2,348,657.00
Staffwelfare Expenses	1,200.00	1,200.00
Telephone Expenses	26,806.01	26,806.01
	14,733,585.57	12,480,638.57

NOTE 6 : OTHER NON CURRENT ASSETS		
Preliminary Expenses to the extent not written off	3,367,741.00	3,367,741.00
Pre operative Expenses	3,087,610.00	3,087,610.00
	6,455,351.00	6,455,351.00

NOTE 7 : CASH & CASH EQUIVALENTS		
a) Cash in hand	-	-
b) Balance with Scheduled Banks In Current Account State Bank of India - East Patel Nagar, N. Delhi	272,857.26	335,399.26
	272,857.26	335,399.26

NOTE 8 : SHORT TERM LOANS & ADVANCES		
<u>Capital Advances (Unsecured, Considered Good)</u>		
(i) M/s Siemens Limited	22,410,000.00	22,410,000.00
(ii) M/s S.S. Engineers	240,000,000.00	240,000,000.00
(iii) M/s Thermax Limited	48,810,000.00	48,810,000.00
	311,220,000.00	311,220,000.00

IPL SUGARS AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

Note 9 : Significant Accounting Policies

9.1 Accounting Convention

The financial statements have been prepared under the historical cost convention on accrual basis and in accordance with Generally Accepted Accounting Principles in India (Indian GAAP). The said financial statements comply with the relevant provisions of the Companies Act, 2013 (the Act) and the mandatory Accounting Standards notified by the Central Government of India under Companies (Accounting Standards) Rules, 2006, to the extent applicable to the Company.

9.2 Use of Estimates

The preparation of financial statements in conformity with the generally accepted principles 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 and the disclosures relating to contingent assets and liabilities during the reporting period. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in the current and future periods.

9.3 Fixed Assets and Depreciation

- a) Fixed Assets are stated at historical cost. Cost includes related taxes, duties, freight, insurance etc. attributable to acquisition and installation of assets, but excludes duties and taxes that are recoverable subsequently from taxing authorities.
- b) Borrowing costs are capitalized as part of qualifying fixed asset when it is probable that they will result in future economic benefits. Other borrowing costs are expensed.
- c) Expenditure directly relating to construction activity is capitalized. Indirect expenditure incurred during construction period is capitalized as part of the indirect construction cost to the extent to which the expenditure is indirectly related to construction or is incidental thereto. Other indirect expenditure incurred during the construction period which is neither related to the construction activity nor is incidental thereto is charged to the Profit and Loss Account. Income attributable to the project is deducted from the total of the indirect expenditure.
- d) Intangible assets are stated at cost less accumulated amortization.
- e) Depreciation on fixed assets is provided at the rates and in the manner prescribed under Schedule II to the Companies Act, 2013 on written down value method.

IPL SUGARS AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

- f) Leasehold Land and Buildings on leasehold land are written off over the period of lease.
- g) Intangible assets comprising of "Right to use land" is amortized over the estimated useful life of the asset.

9.4 Investments

Long term investments are stated at cost of acquisition. Provision for diminution is made if such diminution is considered other than temporary. Current Investments are carried at lower of cost or market value. The returns on these investments are accounted as dividend income.

9.5 Inventories

Inventories are valued at lower of cost and net realizable value. Cost includes all direct costs and applicable production overheads to bring goods to present location and condition. In respect of raw materials and trading stock, cost is determined on weighted average basis. Packing materials are valued at First at First-in-First-out basis.

9.6 Revenue Recognition

- a) Sale of goods is recognized at the point of dispatch to customers. Sales exclude amounts recovered towards sales tax.
- b) All Income and Expenses are accounted generally on accrual basis with the exception of interest from customers which is accounted as and when received.
- c) Certain recoverable expenses are accounted on sanction / settlement basis as indicated in schedules.

9.7 Foreign Currency Transaction / Translation

Foreign Currency Transactions are recorded at rates of exchange prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the rate of exchange prevailing at the year-end. Exchange differences arising on actual payments/realisations and year-end restatements are dealt with in the Profit and Loss Account.

The premium or discount arising at the inception of the foreign exchange contract or similar instrument (other than for highly probable or forecast transaction) is amortised as expense or income over the life of the contract. Exchange difference on such contracts is recognised in the Profit & Loss Account in the year in which the exchange rates change.

Any profit or loss arising on cancellation of forward exchange contract is recognized as income or expense for the year.

IPL SUGARS AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

9.8 Taxation

Provision for Current tax is made based on the liability computed in accordance with the relevant tax rates and tax laws. Provision for deferred tax is made for timing differences arising between the taxable incomes and accounting income computed using the tax rates and the laws that have been enacted or substantively enacted as of the balance sheet date. Deferred Tax assets in respect of unabsorbed depreciation and carry forward of losses are recognized if there is virtual certainty that there will be sufficient future taxable income available to realize such losses. Other deferred tax assets are recognized if there is reasonable certainty that there will be sufficient future taxable income available to realize such assets.

9.9 Segment Reporting

- a. The generally accepted accounting principles used in the preparation of the financial statements is applied to record revenue and expenditure in individual segments.
- b. Expenses that are directly identifiable to segments are considered for determining the segment result. Expenses which relate to the company as a whole and are not allocable to segments are included under unallocated corporate expenses.
- c. Segments assets and liabilities include those directly identifiable with the respective segments. Unallocated corporate assets and liabilities represent the assets and liabilities that relate to the company as a whole and not allocable to any segment.

9.10 Impairment of Assets

At each balance sheet date, the carrying values of the tangible and intangible assets are reviewed to determine whether there is any indication that those assets have suffered and impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where there is an indication that there is a likely impairment loss for a group of assets, the company estimates the recoverable amount of the group of assets as a whole, to determine the value of impairment.

9.11 Provision, Contingent Liabilities and Contingent Assets

Provisions are recognized only when there is a present obligation as a result of past events and when a reasonable estimate of the amount of obligation can be made. Contingent liability is disclosed for (i) possible obligation which will be confirmed only by future events not wholly within the control of the company or (ii) present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made. Contingent assets are neither recognized nor disclosed in the financial statements.

IPL SUGARS AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

Note 10 : Notes to the Accounts

10.1 Contingent Liabilities and Capital Commitments

- i. Contingent Liabilities : Nil
- ii. Capital Commitment: Work/Purchase Order placed towards supply of Plant & Machinery, Commissioning, Installation of Sugar & Distillery Plant at Motipur, Bihar yet to be completed.

Order placed	:	Rs.162.94 Crore (previous year Rs 162.94)
Less: Advance Given	:	Rs. 31.12 Crore (previous year Rs 31.12)
Net Amount	:	Rs.131.82 Crore (previous year Rs 131.82)

10.2 In the opinion of the Board of Directors the current Assets and Loan & Advances have value on realization in the ordinary course of business at least equal to the amount at which they are stated.

- 10.3** a) Trade Payable include dues to Micro, Small & Medium enterprises Act 2006 Rs. NIL.
b) Name of Micro, Small & Medium enterprises to whom the company owes an amount for more than thirty days is NIL.

10.4 Balances of short term loans & advances and share application money received are subject to confirmation.

10.5 No employee has received remuneration in aggregate of Rs. 24, 00,000/- per annum or Rs. 2, 00,000/- per month for the part of the year.

10.6. Deferred Tax

Deferred Tax liabilities/assets have not been provided in the financial statements, as no business started during the period.

10.7 Segment Reporting

As the company's business activity falls within single business segment viz. Sugar, the disclosure requirement of Accounting Standard 17- "Segment Reporting" issued by The Institute of Chartered Accountant of India" is not applicable.

IPL SUGARS AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

10.8 Related Parties

List of Related Parties:

Holding Company	Associates	Key Management Personnel
Indian Potash Limited	NIL	Dr. P.S. Gahlaut, Director

10.9 Transactions with Related Parties

(Rs. in lakhs)

	Holding Company		Associates		KMP	
	2014-15	2013-14	2014-15	2013-14	2014-15	2013-14
Loans taken	3225.76	3204.45	NIL	NIL	NIL	NIL

10.10 Earnings Per Share (As per Accounting Standard- 20)

	2014-15	2013-14
Profit/(Loss) after Tax	NIL	NIL
Weighted average number of equity share	10,00,000 shares of Rs. 10 each	10,00,000 shares of Rs. 10 each
Basis & Diluted Earning (Rs.) per share	N.A.	N.A.

10.11 Previous year figures have been regrouped/rearranged wherever required necessary.

10.12 The Company is being set up a sugar plant which is under commissioning during the accounting year under reporting. No commercial production has been started; hence Statement of Profit & Loss has not been prepared and entire expenditure has been recognized as capital work in progress.

10.13 Licensed and Installed Capacities

	As at March 31,2015		As at March 31,2014	
	Licensed Capacity	Installed Capacity *	Licensed Capacity	Installed Capacity *
Sugar	N.A.	N.A.	N.A.	N.A.

* As certified by the management but not verified by the auditors being a technical matter.

IPL SUGARS AND ALLIED INDUSTRIES LIMITED

Notes forming part of the financial statements

10.14 Value of Imports (CIF Value)

	2014-15	2013-14
Raw Material	N.A.	N.A.
Stores Components & Spares Parts	NIL	NIL
Capital Goods	NIL	NIL

10.15 Expenditure in Foreign Currency

	2014-15	2013-14
Expenditure in Foreign Currency	NIL	NIL

10.16 Earnings in Foreign Currency

	2014-15	2013-14
Earnings in Foreign Currency	NIL	NIL

As per our report attached.
For ARUN SINGH & CO.
FRN : 011863N
Chartered Accountants

For and on behalf of the Board of Directors

Suraj Prasad Sharma
Membership No.096806
(Partner)

Place : New Delhi
Dated : May 22, 2015

P.S. Gahlaut
(Director)

Sudheer Relan
(Director)

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ACCOUNTS OF SUBSIDIARY COMPANY
IPL GUJARAT PORT LIMITED

IPL

Independent Auditor's Report To the Members of IPL Gujarat Port Limited

Report on the Financial Statements

1. We have audited the accompanying financial statements of IPL Gujarat Port 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

2. The management and Board of Directors of the Company are 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 Companies (Accounts) Rules, 2014. This responsibility 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; design, implementation and maintenance of adequate internal financial controls, that are 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. 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 there under. 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.
4. 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 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 accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of Directors, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on financial statements.

Opinion

6. 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:
- In case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2015,
 - In case of the Statement of Profit and Loss, of the profit for the year ended on that date and
 - In case of Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

7. 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 on the matters specified in the said Order.
8. As required by Section 143(3) of the Act, we further report that:
- we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - 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;
 - the Balance Sheet and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - in our opinion, the aforesaid financial statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Account) Rules 2014;
 - on the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Act; and
 - in our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
 - The Company does not have any pending litigations which would impact its financial position.
 - The Company does not have any long-term contracts including derivative contracts for which there are any material foreseeable losses.
 - There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company.

For Arun Singh & Co.
Chartered Accountants
Firm Registration No. 011863N

Place : New Delhi
Date : 22.05.2015

Suraj Prasad Sharma
Partner (M. No. 096806)

Annexure to the Auditor's Report

The Annexure referred to in our Report of even date to the members of Company for the year ended 31st March, 2015.

We report that:

- (i) There is no Fixed Asset in the Company during the Financial Year 2014-15
- (ii) The Company has not started its business; therefore it does not hold any physical inventories.
- (iii) The Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business. During the course of audit, no major weakness has been noticed in internal controls system.
- (v) The Company has not accepted any deposits from the public covered under Section 73 to 76 of the Companies Act, 2013.
- (vi) The Company has not started its business during the year under audit; therefore the maintenance of cost records as prescribed by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013 is not applicable.
- (vii) (a) According to the information and explanations given to us and based on the records of the Company examined by us, the Company is regular in depositing the undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty and other material statutory dues, as applicable, with the appropriate authorities in India;
- (b) According to the information and explanations given to us and based on the records of the Company examined by us, there are no dues of Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty and Excise Duty which have not been deposited on account of any dispute.
- (c) There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company.
- (viii) As at 31st March 2015, the Company does not have any accumulated losses and has not incurred any Cash losses during the period under report and in the preceding financial year.
- (ix) According to the records of the Company examined by us and as per the information and explanations given to us, the Company has not availed of any loans from any financial institution or banks and has not issued debentures.

IPL GUJARAT PORT LIMITED

- (x) In our opinion, and according to the information and explanations given to us, the Company has not given any guarantee for loan taken by others from a bank or financial institution during the year.
- (xi) In our opinion, and according to the information and explanations given to us, the Company has not taken any term loan from Banks and Financial Institutions during the year.
- (xii) During the course of our examination of the books and records of the Company, carried in accordance with the auditing standards generally accepted in India, we have neither come across any instance of fraud on or by the Company noticed or reported during the course of our audit nor have we been informed of any such instance by the Management.

For Arun Singh & Co.
Chartered Accountants
Firm Registration No. 011863N

Place : New Delhi
Date : 22.05.2015

Suraj Prasad Sharma
Partner (M. No. 096806)



IPL

IPL GUJARAT PORT LIMITED

Balance Sheet as at March 31, 2015

(Amount in Rupees)

Particulars	Note No.	As at 31st March 2015	As at 31st March 2014
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	10,000,000.00	10,000,000.00
(b) Reserves and surplus	2	1,215,227.06	736,332.38
(c) Money received against share warrants		-	-
		11,215,227.06	10,736,332.38
2 Share application money pending allotment		-	-
3 Non-current liabilities			
(a) Long-term borrowings		-	-
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities		-	-
(d) Long-term provisions		-	-
4 Current liabilities			
(a) Short-term borrowings		-	-
(b) Trade payables		-	-
(c) Other current liabilities	3	114,000.00	112,360.00
(d) Short-term provisions		-	-
		114,000.00	112,360.00
Total Equity & Liabilities		11,329,227.06	10,848,692.38
II. ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets		-	-
(ii) Intangible assets		-	-
(iii) Capital work-in-progress	4	2,446,449.00	2,253,004.00
(iv) Intangible assets under development		-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		-	-
(d) Long-term loans and advances		-	-
(e) Other non-current assets	5	639,630.00	639,630.00
		3,086,079.00	2,892,634.00
2 Current assets			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables		-	-
(d) Cash and cash equivalents	6	8,243,148.06	7,956,058.38
(e) Short-term loans and advances		-	-
(f) Other current assets		-	-
		8,243,148.06	7,956,058.38
Total Assets		11,329,227.06	10,848,692.38

Notes (1 to 8), form an integral part of the Financial Statements

As per our report of even date attached.

For ARUN SINGH & CO.

FRN : 011863N

Chartered Accountants

For and on behalf of the Board of Directors

Suraj Prasad Sharma

Membership No.096806

(Partner)

Place : New Delhi

Dated : May 22, 2015

P.S. Gahlaut

(Director)

George Zachariah

(Director)

IPL GUJARAT PORT LIMITED

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

	Particulars	Year Ended 31.03.2015	Year Ended 31.03.2014
I.	Revenue from operations	-	-
II.	Dividend Income- Mutual Fund	478,894.68	476,991.67
III.	Total Revenue (I + II)	478,894.68	476,991.67
IV.	Expenses:		
	Cost of materials consumed, Other Manufacturing Expenses	-	-
	Purchases of Stock-in-Trade	-	-
	Changes in inventories of finished goods WIP and Stock-in-Trade	-	-
	Employee benefits expense	-	-
	Finance costs	-	-
	Depreciation and amortization expense	-	-
	Other expenses	-	-
	Total expenses	-	-
V.	Profit before exceptional and extraordinary items and tax (III-IV)	478,894.68	476,991.67
VI.	Exceptional items	-	-
VII.	Profit before extraordinary items and tax (V - VI)	478,894.68	476,991.67
VIII.	Extraordinary Items	-	-
IX.	Profit before tax (VII- VIII)	478,894.68	476,991.67
X.	Tax expense:		
	(1) Current tax	-	-
	(2) Deferred tax	-	-
	(3) Previous tax	-	-
XI.	Profit (Loss) for the period from continuing operations (IX-X)	478,894.68	476,991.67
XII.	Profit/(loss) from discontinuing operations	-	-
XIII.	Tax expense of discontinuing operations	-	-
XIV.	Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)	-	-
XV.	Profit (Loss) for the period (XI + XIV)	478,894.68	476,991.67
XVI.	Earnings per equity share:		
	(1) Basic	0.48	0.48
	(2) Diluted		
	Notes (1 to 8), form an integral part of the Financial Statements		

As per our report of even date attached.

For ARUN SINGH & CO.

FRN : 011863N

Chartered Accountants

Suraj Prasad Sharma

Membership No.096806

(Partner)

Place : New Delhi

Dated : May 22, 2015

For and on behalf of the Board of Directors

P.S. Gahlaut

(Director)

George Zachariah

(Director)

IPL GUJARAT PORT LIMITED

Cash Flow Statement for the period ending March 31, 2015

Particulars	Period Ended 31.03.2015	Period Ended 31.03.2014
A. CASH FLOW FROM OPERATING ACTIVITIES		
NET PROFIT BEFORE TAX AND EXTRA ORDINARY ITEMS	478,894.68	476,991.67
Adjustments for:		
Depreciation	-	-
Preliminary Expenses	-	-
Interest Expense	-	-
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	478,894.68	476,991.67
Adjustment for		
(Increase)/Decrease in Trade Receivable	-	-
(Increase)/Decrease in Inventories	-	-
(Increase)/Decrease in Other Non Current Assets	-	-
(Increase)/Decrease in Short Term Loans & Advances	-	-
Increase/(Decrease) in Trade Payable	-	-
Increase/(Decrease) in Other Current liabilities	1,640.00	-
Increase/(Decrease) in Provision	-	-
CASH GENERATED FROM OPERATIONS	480,534.68	476,991.67
Interest Paid	-	-
Income Tax Paid	-	-
CASH FLOW BEFORE EXTRA-ORDINARY ITEM	-	-
NET CASH FROM OPERATING ACTIVITIES (A)	480,534.68	476,991.67
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	-	-
Sale of Fixed Assets	-	-
Capital WIP	(193,445.00)	(141,764.00)
NET CASH USED IN INVESTING ACTIVITIES-(B)	(193,445.00)	(141,764.00)
C CASH FLOW FROM FINANCING ACTIVITIES		
Unsecured loans received	-	-
Share Capital received	-	-
Share Application Money received	-	-
NET CASH FROM FINANCING ACTIVITIES (C)	-	-
NET INCREASE IN CASH & CASH EQUIVALENTS OF THE YEAR (A+B+C)	287,089.68	335,227.67
CASH & CASH EQUIVALENTS AS AT BEGINNING OF THE YEAR	7,956,058.38	7,620,830.71
CASH & CASH EQUIVALENTS AS AT END OF THE YEAR	8,243,148.06	7,956,058.38

As per our report of even date attached.

For ARUN SINGH & CO.

FRN : 011863N

Chartered Accountants

For and on behalf of the Board of Directors

Suraj Prasad Sharma

Membership No.096806

(Partner)

Place : New Delhi

Dated : May 22, 2015

P.S. Gahlaut

(Director)

George Zachariah

(Director)

IPL GUJARAT PORT LIMITED

Notes forming part of the financial statements

Particulars	Amount As at 31st March 2015	Amount As at 31st March 2014
NOTE 1 : SHARE CAPITAL		
a) AUTHORISED CAPITAL		
1,00,00,000 Equity Shares of Rs. 10 each	100,000,000.00	100,000,000.00
b) ISSUED, SUBSCRIBED AND PAID UP CAPITAL		
10,00,000 Equity Shares of Rs. 10 each fully paid up Indian Potash Limited (Holding Co.) hold 999994 Shares (99.99%) Share outstanding at beginning of the year 10,00,000 Share outstanding at the end of the year 10,00,000	10,000,000.00	10,000,000.00
	10,000,000.00	10,000,000.00
NOTE 2 : RESERVES & SURPLUS		
Opening Balance	736,332.38	259,340.71
Add: Profit for the year	478,894.68	476,991.67
	1,215,227.06	736,332.38
NOTE 3 : OTHER CURRENT LIABILITIES		
Audit Fees payable	114,000.00	112,360.00
TDS Payable	-	-
Expenses Payable	-	-
	114,000.00	112,360.00

IPL GUJARAT PORT LIMITED

Notes forming part of the financial statements

Particulars	Amount As at 31st March 2015	Amount As at 31st March 2014
NOTE 4 : CAPITAL WORK IN PROGRESS		
Travelling Expenses	47,905.00	47,905.00
Audit Fee	438,720.00	324,720.00
Consultancy Charges	1,942,395.00	1,863,568.00
Filing Fee	7,854.00	7,854.00
Miscellaneous Expenses	2,557.00	2,557.00
Printing & Stationery	5,100.00	5,100.00
Bank Charges	1,918.00	1,300.00
	2,446,449.00	2,253,004.00

NOTE 5 : OTHER NON CURRENT ASSETS		
Preliminary Expenses to the extent not written off	639,630.00	639,630.00
Pre operative Expenses	-	-
	639,630.00	639,630.00

NOTE 6 : CASH & CASH EQUIVALENTS		
a) Cash in hand	-	-
b) Balance with Scheduled Banks In Current Account State Bank of India - CAG Branch, Chennai	8,243,148.06	7,956,058.38
	8,243,148.06	7,956,058.38

NOTE 7 : Significant Accounting Policies**7.1 Accounting Convention**

The financial statements have been prepared under the historical cost convention on accrual basis and in accordance with Generally Accepted Accounting Principles in India (Indian GAAP). The said financial statements comply with the relevant provisions of the Companies Act, 2013 (the Act) and the mandatory Accounting Standards notified by the Central Government of India under Companies (Accounting Standards) Rules, 2006, to the extent applicable to the Company.

7.2 Use of Estimates

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7.3 Fixed Assets and Depreciation

- a) Fixed Assets are stated at historical cost. Cost includes related taxes, duties, freight, insurance etc. attributable to acquisition and installation of assets, but excludes duties and taxes that are recoverable subsequently from taxing authorities.
- b) Borrowing costs are capitalized as part of qualifying fixed asset when it is probable that they will result in future economic benefits. Other borrowing costs are expensed.
- c) Expenditure directly relating to construction activity is capitalized. Indirect expenditure incurred during construction period is capitalized as part of the indirect construction cost to the extent to which the expenditure is indirectly related to construction or is incidental thereto. Other indirect expenditure incurred during the construction period which is neither related to the construction activity nor is incidental thereto is charged to the Profit and Loss Account. Income attributable to the project is deducted from the total of the indirect expenditure.
- d) Intangible assets are stated at cost less accumulated amortization.
- e) Depreciation on fixed assets is provided at the rates and in the manner prescribed under Schedule II to the Companies Act, 2013 on written down value method.
- f) Leasehold Land and Buildings on leasehold land are written off over the period of lease.
- g) Intangible assets comprising of "Right to use land" is amortized over the estimated useful life of the asset.

7.4 Investments

Long term investments are stated at cost of acquisition. Provision for diminution is made if such diminution is considered other than temporary. Current Investments are carried at lower of cost or market value. The returns on these investments are accounted as dividend income.

7.5 Revenue Recognition

- a) All Income and Expenses are accounted generally on accrual basis with the exception of interest from customers which is accounted as and when received.
- b) Certain recoverable expenses are accounted on sanction / settlement basis as indicated in schedules.

7.6 Foreign Currency Transaction / Translation

Foreign Currency Transactions are recorded at rates of exchange prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the rate of exchange prevailing at the year-end. Exchange differences arising on actual payments/realisations and year-end restatements are dealt with in the Profit and Loss Account.

The premium or discount arising at the inception of the foreign exchange contract or similar instrument (other than for highly probable or forecast transaction) is amortized as expense or income over the life of the contract. Exchange difference on such contracts is recognized in the Profit & Loss Account in the year in which the exchange rates change.

Any profit or loss arising on cancellation of forward exchange contract is recognized as income or expense for the year.

7.7 Taxation

Provision for Current tax is made based on the liability computed in accordance with the relevant tax rates and tax laws. Provision for deferred tax is made for timing differences arising between the taxable incomes and accounting income computed using the tax rates and the laws that have been enacted or substantively enacted as of the balance sheet date. Deferred Tax assets in respect of unabsorbed depreciation and carry forward of losses are recognized if there is virtual certainty that there will be sufficient future taxable income available to realize such losses. Other deferred tax assets are recognized if there is reasonable certainty that there will be sufficient future taxable income available to realize such assets.

7.8 Segment Reporting

- a) The generally accepted accounting principles use in the preparation of the financial statements is applied to record revenue and expenditure in individual segments.

- b) Expenses that are directly identifiable to segments are considered for determining the segment result. Expenses which relate to the company as a whole and are not allocable to segments are included under unallocated corporate expenses.
- c) Segments assets and liabilities include those directly identifiable with the respective segments. Unallocated corporate assets and liabilities represent the assets and liabilities that relate to the company as a whole and not allocable to any segment.

7.9 Impairment of Assets

At each balance sheet date, the carrying values of the tangible and intangible assets are reviewed to determine whether there is any indication that those assets have suffered and impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where there is an indication that there is a likely impairment loss for a group of assets, the company estimates the recoverable amount of the group of assets as a whole, to determine the value of impairment.

7.10 Provision, Contingent Liabilities and Contingent Assets

Provisions are recognized only when there is a present obligation as a result of past events and when a reasonable estimate of the amount of obligation can be made. Contingent liability is disclosed for (i) possible obligation which will be confirmed only by future events not wholly within the control of the company or (ii) present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made. Contingent assets are neither recognized nor disclosed in the financial statements.

Note 8: Notes to the Accounts

8.1 Contingent Liabilities and Capital Commitments

- i. Contingent Liabilities : Nil
- ii. Capital Commitment : Nil

8.2 In the opinion of the Board of Directors the current Assets and Loan & Advances have value on realization in the ordinary course of business at least equal to the amount at which they are stated.

- 8.3 (a) Trade Payable include dues to Micro, Small & Medium enterprises Act 2006 Rs. NIL
- (b) Name of Micro, Small & Medium enterprises to whom the company owes an amount for more than thirty days is NIL

8.4 Balances of Trade Receivable and Payable are subject to confirmation.

8.5 No employee has received remuneration in aggregate of Rs. 24,00,000/- per annum or Rs. 2,00,000/- per month for the part of the year.

8.6. Deferred Tax

Deferred Tax liabilities/assets have not been provided in the financial statements, as no business activities has been undertaken during the period.

8.7. Segment Reporting

As the company's business activity falls within single business segment viz. Port Activities, the disclosure requirement of Accounting Standard 17- "Segment Reporting" issued by "The Institute of Chartered Accountant of India" is not applicable.

8.8 Related Parties

List of Related Parties:

Holding Company	Associates	Key Management Personnel
Indian Potash Limited	NIL	Dr. P.S. Gahlaut, Director

8.9 Transactions with Related Parties (Rs. in lakhs)

	Holding Company		Associates		KMP	
	2014-15	2013-14	2014 -15	2013-14	2014-15	2013-14
Loans taken	NIL	NIL	NIL	NIL	NIL	NIL

8.10 Earnings Per Share (As per Accounting Standard- 20)

	2014-15	2013-14
Profit/(Loss) after Tax	478,894.68	476,991.67
Weighted average number of equity share	10,00,000 shares of Rs. 10 each	10,00,000 shares of Rs. 10 each
Basis & Diluted Earning (Rs.) per share	0.48	0.48

8.11 Previous year figures have been regrouped/rearranged wherever required necessary.

8.12 The Company is being set up a port at Gujarat which is under commissioning during the accounting year under reporting. No commercial activities have been undertaken during the year and entire expenditure has been recognized as capital work in progress.

8.13 Licensed and Installed Capacities

As at March 31,2015		As at March 31,2014	
Licensed Capacity	Installed Capacity *	Licensed Capacity	Installed Capacity *
N.A.	N.A.	N.A.	N.A.

* As certified by the management but not verified by the auditors being a technical matter.

8.14. Value of Imports (CIF Value)

	2014-15	2013-14
Raw Material	N.A.	N.A.
Stores Components & Spares Parts	N.A.	N.A.
Capital Goods	NIL	NIL

8.15. Expenditure in Foreign Currency

	2014-15	2013-14
Expenditure in Foreign Currency	NIL	NIL

8.16. Earnings in Foreign Currency

	2014-15	2013-14
Earnings in Foreign Currency	NIL	NIL

As per our report attached.
For ARUN SINGH & CO.
FRN : 011863N
Chartered Accountants

For and on behalf of the Board of Directors

Suraj Prasad Sharma
Membership No.096806
(Partner)
Place : New Delhi
Dated : May 22, 2015

P.S. Gahlaut
(Director)

George Zachariah
(Director)



IPL



INDIAN POTASH LIMITED

TWELVE YEARS AT A GLANCE Operating Results 2004-2015

(Rs. in Lakhs)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
GROSS INCOME	161,945.03	328,904.08	443,304.96	612,531.46	1,166,986.06	3,238,317.03	1,727,309.70	2,073,868.96	2,598,480.06	1,979,130.14	1,503,245.50	1,565,917.98
COST OF SALES	159,182.71	323,690.70	436,993.41	599,756.69	1,149,231.99	3,181,463.43	1,680,091.02	1,957,460.96	2,504,237.39	1,887,541.62	1,443,245.90	1,510,820.69
PBDIT	2,762.32	5,213.38	6,311.55	12,774.77	17,754.07	56,853.60	47,218.68	116,408.00	94,242.67	91,588.52	59,999.60	55,097.29
Interest	481.67	1,139.72	2,256.90	7,419.20	10,764.84	25,862.60	18,800.08	49,343.99	52,083.63	57,262.11	42,147.50	26,777.09
PBDT	2,280.65	4,073.66	4,054.65	5,355.57	6,989.23	30,991.00	28,418.60	67,064.01	42,159.04	34,326.41	17,852.10	28,320.20
Depreciation	115.12	129.17	147.13	199.56	253.63	386.82	370.46	929.42	2,108.56	1,541.99	2,065.25	1,636.74
Exceptional Item												(2,895.61)
PBIT	2,647.20	5,084.21	6,164.42	12,575.21	17,500.44	56,466.78	46,848.22	115,478.58	92,134.11	90,046.53	57,934.35	53,460.55
PROFIT BEFORE TAX	2,165.53	3,944.49	3,907.52	5,156.01	6,735.59	30,604.18	28,048.14	66,134.59	40,050.48	32,784.42	15,786.85	29,579.07
Tax	763.62	1,462.78	1,433.62	1,759.89	3,255.15	19,958.88	9,655.99	28,568.82	7,622.50	7,676.07	5,050.97	8,453.37
PROFIT AFTER TAX	1,401.91	2,481.71	2,473.90	3,396.12	3,480.44	10,645.30	18,392.15	37,575.77	32,427.98	25,108.35	10,735.88	21,125.70
Dividend	161.31	195.64	244.56	301.11	301.11	334.57	333.47	415.46	415.46	418.22	418.22	430.24
Retained Profits	1,240.60	2,286.07	2,229.34	3,095.01	3,179.33	10,310.73	18,058.68	37,160.31	32,012.52	24,690.13	10,317.66	20,695.46
Earning per Share (Rs.)	14.71	26.03	17.30	23.75	24.34	74.45	128.63	262.79	226.79	175.60	75.08	147.75
Dividend per share (Rs.)	1.50	1.80	1.50	1.80	1.80	2.00	2.00	2.50	2.50	2.50	2.50	2.50
Dividend tax per share (Rs.)	0.19	0.25	0.21	0.31	0.31	0.34	0.33	0.41	0.41	0.42	0.42	0.51
Foreign Exchange Earnings	5,926.05	4,257.02	15,964.33	14,863.63	15,023.67	30,910.02	27,534.85	41,982.55	54,961.58	32,991.84	82,393.85	55,963.58
Sources and Applications of Funds 2004-2015												
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
SOURCES OF FUNDS												
Equity	953.24	953.24	1,429.86	1,429.86	1,429.86	1,429.86	1,429.86	1,429.86	1,429.86	1,429.86	1,429.86	1,429.86
Reserves	6,462.00	8,715.81	10,439.58	13,507.22	16,661.30	26,938.90	44,975.40	82,146.80	114,139.43	138,810.71	149,090.52	169,414.17
Shareholders' Funds	7,415.24	9,669.05	11,869.44	14,937.08	18,091.16	28,368.76	46,405.26	83,576.66	115,569.29	140,240.57	150,520.38	170,844.03
Loan Funds	4,320.83	10,235.00	22,876.47	68,714.80	203,036.64	441,700.66	377,271.34	295,435.06	658,443.02	615,257.87	320,390.65	450,020.89
FUNDS EMPLOYED	11,736.07	19,904.05	34,745.91	83,651.88	221,127.80	470,069.42	423,676.60	379,011.72	774,012.31	755,498.44	470,911.03	620,864.92
APPLICATIONS OF FUNDS												
Fixed Assets (Gross)	2,521.30	2,785.13	3,372.54	4,286.41	5,251.91	7,933.00	11,547.81	25,986.96	35,171.73	37,871.92	42,814.16	46,272.24
Capital Work-in-Progress	11.27	228.64	11.76	24.38	1,115.86	860.89	3,501.32	762.56	783.04	3,216.65	2,044.79	6,771.84
Depreciation	947.83	1,088.89	1,219.91	1,397.94	1,646.84	2,006.84	2,377.56	3,309.55	5,383.92	6,906.06	8,883.51	8,091.03
Fixed Assets (Net)	1,584.73	1,924.88	2,164.38	2,892.85	4,720.93	6,787.05	12,671.57	23,419.97	30,570.85	34,182.51	35,975.44	44,953.05
Investments	3,227.08	562.07	677.46	617.36	98,390.63	263,653.60	458,447.14	126,881.56	34,824.22	36,506.53	34,544.32	1,295.04
Net Current / Non current Assets	6,921.25	17,377.88	31,582.20	80,019.70	117,919.41	199,562.82	(49,152.07)	224,659.05	706,588.60	680,356.85	396,389.67	570,079.29
Deferred Tax-Net	2.86	39.22	321.87	121.97	96.83	65.95	1,709.96	4,051.14	2,028.64	4,452.57	4,001.60	4,537.54
Profit and Loss Account	-	-	-	-	-	-	-	-	-	-	-	-
NET ASSETS EMPLOYED	11,735.92	19,904.05	34,745.91	83,651.88	221,127.80	470,069.42	423,676.60	379,011.72	774,012.31	755,498.44	470,911.03	620,864.92
Net Worth per share (Rs.)***	71.56	95.54	79.29	100.93	123.17	195.28	321.57	581.69	805.57	978.25	1,050.41	1,192.57
Debt: Equity Ratio	0.58:1	1.06:1	1.93:1	4.60:1	11.22:1	15.57:1	8.13:1	3.53:1	5.70:1	4.39:1	2.13:1	2.63:1

* after rights issue in the ratio of 1:1 ** after bonus issue of one Bonus share for every Two equity shares held *** for calculating Net Worth Per Share, Reserves exclude Revaluation Reserve



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