

ABHISHEK N. JAIN & CO.

CHARTERED ACCOUNTANTS

B-24, Navratna Apartment,

National Highway No. 8,

C.T.M.,

Ahmedabad - 380 026

(M) 99982 30075

INDEPENDENT AUDITOR'S REPORT

To the Members of Bodal Agrotech Limited

Report on the Standalone Financial Statements

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

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies(Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of these standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the 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 standalone financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone 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 standalone financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone financial statements.



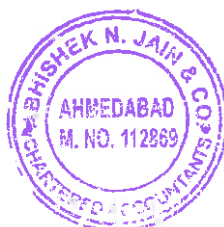
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section(11) of section 143 of the Companies Act, 2013, we give in the 'Annexure A' as tatement on the matters specified in paragraph 3 and 4 of the order.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure B'. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations as at 31st March, 2016 on its financial position in its standalone financial statement - Refer Note 32 to the Standalone Financial Statements.
 - ii. The Company did not have any pending long-term contracts including derivative contracts for which there were any material foreseeable losses under the applicable law or accounting standards.




- iii. There has been no delay in transferring amounts, required to be transferred to the Investor Education & Protection Fund by the Company during the year ended 31st March, 2016.

Place : Ahmedabad
Date : May 25, 2016

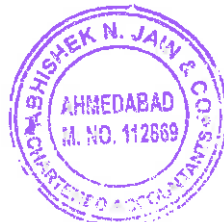


For Abhishek N. Jain & Co.
(Firm Registration No. 131639W)
Chartered Accountants


(Abhishek N. Jain)
Proprietor
Membership No. 112869

Annexure 'A' to the Independent Auditors' Report
(Referred to in Paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" section of our report of even date)

- (i) In respect of its fixed assets :
- (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets;
- (b) The fixed assets were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals having regard to the size of the company, nature and value of its assets. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
- (c) In our opinion and according to information and explanations given to us and on the basis of an examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) In respect of its inventories,
- As explained to us, the inventory except goods-in-transit has been physically verified by the Management at reasonable intervals during the year and no material discrepancies were noticed on physical verification. For goods-in-transit at year end, relevant evidences have been obtained. The discrepancies noticed on verification between the physical stocks and the book records were no material and have been dealt with in books of account.
- (iii) The company has not granted any loans, secured or unsecured to Companies, firms, Limited Liability Partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, paragraph 3(iii) of the Order is not applicable to the Company
- (iv) The Company has not granted any loans or provided any guarantees or security to the parties covered under Section 185 of the Act. Accordingly, paragraph 3(iv) of the Order is not applicable to the Company
- (v) According to the information and explanations given to us, the Company has not accepted any deposit nor has any unclaimed deposit within the meaning of the provisions of Sections 73 to 76 or any other relevant provision of the Act and the rules framed there under. Therefore, the provisions of Clause (v) of paragraph 3 of the Order are not applicable to the Company.
- (vi) The Central government has not prescribed maintenance of cost record under sub-section (1) of Section 148 of the Act in respect of the company's product for the year under report.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax/ Value Added Tax, Service Tax, Customs Duty, Excise Duty and any other material statutory dues wherever applicable have generally been regularly deposited during the year by the Company with the appropriate authorities. Further, According to the information and explanations given to us, no such undisputed amounts payable were in arrears as on 31st March, 2016 for a period of more than six months from the date they became payable.

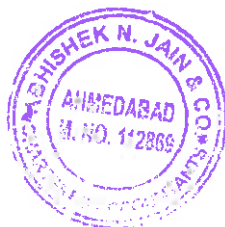


- (b) According to the information and explanations given to us, details of dues towards Income Tax, Service Tax, Custom Duty, Excise duty which have not been deposited by the Company on account of disputes are as follows:

Name of the Statute	Nature of the Dues	Amount (in Rs)	Period to which amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	45,985	Various	Assessing Officer

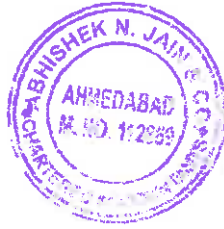
According to the information and explanations given to us, there are no dues of Sales Tax, Value Added Tax and cess which have not been deposited with the appropriate authorities on account of any dispute.

- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted during the year in repayment of loans or borrowing to a bank. Further, in our opinion and according to information and explanations given to us, the Company does not have any loans or borrowings from financial institutions or government and has not issued any debentures during the year.
- (ix) The Company has not raised money by way of initial public offer or further public offer or further public offer (including debt instruments) or term loans and hence clause (ix) of paragraph 3 of the Order is not applicable to the Company.
- (x) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instances of any material fraud by the Company or any fraud on the Company by its officers or employees has been noticed or reported during the year, nor have we been informed of any such case by the Management.
- (xi) In our opinion and according to the information and explanations given to us, the company has not paid or provided managerial remuneration hence clause (xi) of paragraph 3 of the Order is not applicable to the company.
- (xii) In our opinion company is not a nidhi Company. Therefore, the provisions of clause (xii) of paragraph 3 of the Order are not applicable to the Company.
- (xiii) In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- (xiv) In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence reporting under clause (xiv) of paragraph 3 of the Order is not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transaction with the Directors or Persons connected with its Directors and covered under Section 192 of the Act. Hence, clause (xv) of paragraph 3 of the Order is not applicable to the Company.




(xvi) To the best of our knowledge and as explained, the Company is not required to be registered under Section 45- IA of the Reserve Bank of India Act, 1934.

For Abhishek N. Jain & Co.
(Firm Registration No. 131639W)
Chartered Accountants



Place : Ahmedabad
Date : May 25, 2016


(Abhishek N. Jain)
Proprietor
Membership No. 112869

ANNEXURE 'B' TO THE INDEPENDENT AUDITORS' REPORT
(Referred to in Paragraph 2(f) under the heading of "Report on Other Legal and Regulatory Requirements" section of our report of even date)

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

We have audited the internal financial controls over financial reporting of **BODAL AGROTECH LIMITED** ('the Company') as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended and as on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the 'ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing issued by ICAI and prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that :



- (a) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (b) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (c) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial controls over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.



Place : Ahmedabad
Date : May 25, 2016

For Abhishek N. Jain & Co.
(Firm Registration No. 131639W)
Chartered Accountants


(Abhishek N. Jain)

Proprietor
Membership No. 112869

BODAL AGROTECH LTD.
BALANCE SHEET AS AT 31ST MAR, 2016

PARTICULARS	NOTES	31-Mar-16 AMOUNT RS.	31-Mar-15 AMOUNT RS.
EQUITY AND LIABILITIES			
1 Shareholder's funds			
Share Capital	2	17,000,000	17,000,000
Reserves & Surplus	3	(49,039,943)	(43,358,609)
2 Non-current liabilities			
Long term Borrowings	4	140,432,180	47,031,478
Other Long-term Liabilities	5	Nil	792,000
3 Current liabilities			
Trade Payable	6		
Due to Micro and Small Enterprise			
Due to Others		8,365,215	11,236
Other Current Liabilities	7	22,142,829	Nil
TOTAL		138,900,281	21,476,105
ASSETS			
1 Non-current Assets			
Fixed Assets	8		
Tangible Assets		78,256,841	Nil
Intangible Assets		Nil	18,214
Capital Work in Progress		Nil	732,727
Non-current Investments	9	Nil	1,536,095
Deferred Tax Assets (Net)	10	14,412,996	7,128,291
Long-term Loans and Advances	11	2,466,001	11,659,000
Other Non-Current Assets	12	30,118	27,662
2 Current Assets			
Inventories	13	25,078,247	Nil
Trade Receivables	14	9,127,845	91,994
Cash and Bank Balances	15	195,508	253,722
Short-term Loans and Advances	16	9,332,725	28,400
TOTAL		138,900,281	21,476,105

As per our report of even date

For, Abhishek N. Jain & Co.

(Firm Registration No. 131639W)

Chartered Accountants



(Abhishek N. Jain)

Proprietor

Membership No. 112869

Place : Ahmedabad

Date: May 25, 2016



For and on behalf of the Board of Directors



DIRECTOR



DIRECTOR

BODAL AGROTECH LTD.

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON 31ST MAR,2016

PARTICULARS	NOTES	31-Mar-16 AMOUNT RS.	Year 2014-15 AMOUNT RS.
<u>INCOME</u>			
Revenue From Operations	17	8,831,403	Nil
Less : Excise Duty		81,886	Nil
Sale of products (net)		8,749,517	Nil
Other Income	18	2,456	15,657
Total Revenue		8,751,973	15,657
<u>EXPENDITURE</u>			
Cost of materials consumed	19	966,250	
Purchases of Stock-in Trade	20	7,765,975	
Changes in Inventories	21	(212,940)	
Employee Benefit Expenses	22	15,034	Nil
Finance Costs	23	Nil	101
Depreciation and Amortisation Expense	24	123,660	26,125
Other Expenses	25	1,618,034	2,330,556
Total Expenses		10,276,013	2,356,782
(Loss) Before Exceptional Items and Tax		(1,524,040)	(2,341,125)
Exceptional Items	26	11,442,000	Nil
(Loss) Before Tax		(12,966,040)	(2,341,125)
Tax Expenses		-	-
Current Tax		Nil	Nil
Deferred Tax		7,284,705	Nil
(Net Loss)		(5,681,335)	(2,341,125)
Earning per Equity Share of Face Value of Rs. 10/- each Basic and Diluted (In Rs.)	27	(3.34)	(1.38)
Summary of Significant accounting policies	1		
The notes are an intergral part of the financial statements			

As per our report of even date

For, Abhishek N. Jain & Co.
(Firm Registration No. 131639W)

Chartered Accountants



(Abhishek N. Jain)

Proprietor

Membership No. 112869



For and on behalf of the Board of Directors



DIRECTOR



DIRECTOR

Place : Ahmedabad

Date: May 25, 2016

BODAL AGROTECH LTD
CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2016

	PARTICULARS	Year Ended 31/03/2016 Amount (Rs.)	Year Ended 31/03/2015 Amount (Rs.)
A.	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Profit / (loss) before Tax and after Exceptional Items	(12,966,040)	(2,341,125)
	Adjusted for:		
	Depreciation, Amortisation and Re-measurement Exps	123,660	26,125
	Exceptional Items	11,442,000	Nil
	Loss on Sale of Investment	Nil	2,072,743
	Provision for Diminution in Investment	1,536,095	Nil
	Interest Income	(2,456)	(2,357)
	Finance Cost	Nil	101
	Operating profit before Working Capital Changes	133,259	(244,513)
	Adjusted for:		
	Inventories	(25,078,247)	Nil
	Trade Receivables	(9,035,851)	175,929
	Loans and advances and other receivables	(11,653,966)	(765,793)
	Trade and Other Payables	30,496,808	(3,000)
	Cash generated from Operations	(15,137,997)	(837,377)
	Taxes Paid	Nil	Nil
	Net Cash from Operating Activities (A)	(15,137,997)	(837,377)
B.	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase of Fixed Assets including Capital WIP & Capital Advances	(78,323,375)	Nil
	Sale of Investment	Nil	1,241,000
	Interest/Dividend/Rent received	2,456	2,357
	Net Cash used in Investing Activities (B)	(78,320,919)	1,243,357
C.	CASH FLOW FROM FINANCING ACTIVITIES		
	Loan repaid to Holding Company	(243,871)	(340,000)
	Loan taken from Holding Company	93,644,572	Nil
	Interest Paid	Nil	(101)
	Net Cash received from Financing Activities (C)	93,400,702	(340,101)
	NET INCREASE/(DECREASE) IN CASH & EQUIVALENTS	(58,214)	65,879
	CASH & CASH EQUIVALENTS- OPENING BALANCE	253,722	187,843
	CASH & CASH EQUIVALENTS- CLOSING BALANCE	195,508	253,722

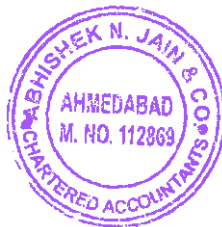
Note : The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard AS - 3 on Cash Flow Statements issued by The Institute of Chartered Accountants of India.

As Per Our Report of even date attached

For, Abhishek N. Jain & Co.
(Firm Registration No. 131639W)
Chartered Accountants

(Abhishek N. Jain)
Proprietor
Membership No. 112869

Place : Ahmedabad
Date: May 25, 2016



For and on behalf of the Board of Directors

(Signature)

DIRECTOR

Place : Ahmedabad
Date: May 25, 2016

(Signature)

DIRECTOR

Bodal Agrotech Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Continue

COMPANY INFORMATION:

Company is a wholly owned subsidiary of Bodal Chemicals Limited. During the year company had started business of manufacturing of chemicals product.

1: SIGNIFICANT ACCOUNTING POLICIES:

a) Accounting Conventions

I) Basis of Preparation of Financial Statements

The financial statements of the Company have been prepared on an accrual basis under historical cost convention and in accordance with Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, and the relevant provisions of the Companies Act 2013 ("the 2013 Act"), as applicable. The accounting policies adopted in the presentation of the financial statements are consistent with those followed in the previous year.

II) Use of Estimates

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

III) Current / Non Current Classification

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

a) Fixed Assets

I) Tangible

Fixed Assets are stated at cost of acquisition/construction (net of recoverable taxes) less Accumulated Depreciation and impairment loss if any. Cost of acquisition includes non refundable taxes, duties, freight and other costs that are directly attributable to bringing assets to their working condition for their intended use. All costs, including financing costs till the asset is put to use and adjustments arising from exchange rate variations attributable to the fixed assets are capitalized.



Bodal Agrotech Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

II) Intangible

Intangible assets are recognized when it is probable that the future economic benefits that are attributable to the assets will flow to enterprise and the cost of the assets can be measured reliably. The intangible assets are recorded at the consideration paid for the acquisition of such assets and are carried at cost less accumulated amortization and accumulated impairment loss, if any.

b) Depreciation, Amortization and Re measurement

I) Tangible

Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

II) Intangible

Intangible Assets are amortized over its useful life.

c) Capital Work-in-Progress

Projects under which assets are not ready for their intended use and other capital work-in-progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

d) Investments

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. Current Investments are valued at Cost or Net realizable value whichever is lower. All other investments are classified as long term Investments. Long term investments are stated at cost of acquisition. Provision for diminution in value of long term investments is made, only if such decline is other than temporary.

e) Inventories

Items of the Inventories are valued at cost or Net Realizable Value whichever is lower after providing for obsolescence if any. Cost of Inventories comprise of cost of purchase and other cost incurred for bringing them at their present location and condition. Cost of Inventory is determined on "First in First Out" basis. Due allowance is estimated and made for perishable Items wherever necessary based upon past experience of the company.

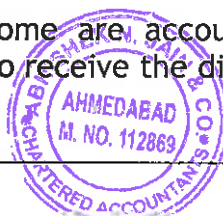
f) Revenue Recognition

I) Sales

The Company recognises sale of goods when the significant risks and rewards of ownership are transferred to the buyer, which is usually when the goods are dispatched to customers. Sales represents the invoice value of goods and services provided to third parties net of discounts, excise duty, sales tax / value added tax and adjustments arising on analysis variances.

II) Other Income

Other incomes except dividend income are accounted on accrual basis. Dividend Income is recognised when the right to receive the dividend is established.



Bodal Agrotech Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

g) Employee Benefits

A) Short Term Employees Benefit

Short Term Benefits are recognized as expenditure at the undiscounted value in the Profit and Loss Account of the year in which the related services as rendered.

B) Post Employment Benefit

Defined Contribution Plans

Monthly contributions to the Provident Fund which is defined contribution schemes are charged to Profit and Loss Account and deposited with the Provident Fund Authorities on monthly basis.

Defined Benefit Plans

The Payment of Gratuity Act is not applicable to the company since none of the employee has completed 5 year of service.

C) Termination Benefit

Termination Benefits, if any are charged to Profit and Loss Account in the year of accrual.

h) Borrowing Cost

Borrowing Costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

i) Provisions, Contingent Liabilities and Contingent Assets

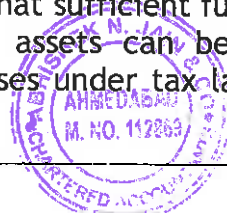
Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

j) Taxes on Income

Tax expense for a year comprises of current tax and deferred tax.

Current tax are measured at the amount expected to be paid to the tax authorities, after taking into consideration, the applicable deductions and exemptions admissible under the provisions of the Income tax Act, 1961.

Deferred tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing difference of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. If there is unabsorbed depreciation or carry forward of losses under tax laws, deferred tax assets



Bodal Agrotech Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

are recognized only to the extent that there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.

k) Impairment of Assets

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. An impairment loss recognized in prior accounting periods is reversed if there has been change in the estimate of the recoverable amount.

l) Earnings Per Share

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year are adjusted for events such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding without a corresponding change in resources

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

m) Cash and Cash Equivalents

Cash and cash equivalents include cash in hand, demand deposits with banks, other short-term highly liquid investments with original maturities of three months or less.

n) Cash Flow Statement

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

o) Segment Reporting

The accounting policies adopted for segment reporting are in conformity with the accounting policies adopted for the Company. The Company's primary segment is identified as business segment based on nature of products, risks, returns and the internal business reporting system and secondary segment is identified based on the geographical location of the customers



BODAL AGROTECH LTD.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MAR, 2016

PARTICULARS	31-Mar-16 AMOUNT RS.	31 March 2015 AMOUNT RS.
2 Share Capital		
Authorised:		
30,00,000 (P.Y. : 30,00,000) Equity shares of Rs.10/- each	30,000,000	30,000,000
TOTAL RS.	30,000,000	30,000,000
Issued, Subscribed & Fully Paid-up:		
17,00,000 (P.Y. : 17,00,000) Equity shares of Rs.10/- each	17,000,000	17,000,000
TOTAL RS.	17,000,000	17,000,000

1) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period:-

	31 March 2016		31 March 2015	
	Nos.	Amount Rs.	Nos.	Amount Rs.
Equity Shares				
At the beginning of the period	1,700,000	17,000,000	1,700,000	17,000,000
Issued during the period	Nil	Nil	Nil	Nil
Outstanding at the end of the period	1,700,000	17,000,000	1,700,000	17,000,000

2) Terms / rights attached to Shares

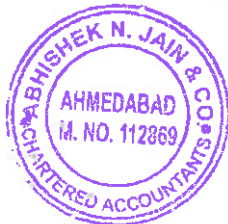
Equity Shares

The company has one class of Equity shares having a par value of Rs. 10 per share. Each share holder of equity shares is entitled to one vote per share. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company, after distribution of all preferential amounts, in proportion to their shareholding.

3) Details of shares held by the holding company, the ultimate holding company, their subsidiaries and associates as well as shareholders holding more than 5% shares in the company.

Name of Shareholder	31 March 2016		31 March 2015	
	Nos.	% holding in the class	Nos.	% holding in the class
Equity Shares				
Bodal Chemicals Ltd	1,700,000	100.00	1,700,000	100.00

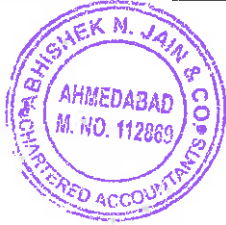
3 Reserves & Surplus	31-Mar-16 AMOUNT RS.	31 March 2015 AMOUNT RS.
Profit & Loss Account		
Balance as per last Balance Sheet	(43,358,609)	(41,017,484)
Add: Net Profit during the year	(5,681,335)	(2,341,125)
TOTAL RS.	(49,039,943)	(43,358,609)



BODAL AGROTECH LTD.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MAR, 2016

PARTICULARS	31-Mar-16 AMOUNT RS.	31 March 2015 AMOUNT RS.
4 Long Term Borrowings		
Unsecured Loan		
From Holding Company (Note 29)	140,432,180	47,031,478
TOTAL RS.	140,432,180	47,031,478
5 Other Long-Term Liabilities		
Other Long-Term Liabilities	Nil	792,000
TOTAL RS.	Nil	792,000
6 TRADE PAYABLES		
Due to Micro and Small Enterprise (Note 33)	Nil	Nil
Due to Others	8,365,215	11,236
TOTAL RS.	8,365,215	11,236
7 Other Current Liabilities		
For Capital Projects	13,171,508	Nil
Other Current Liabilities	8,732,197	Nil
Statutory Liabilities	239,124	Nil
TOTAL RS.	22,142,829	Nil



BODAL AGROTECH LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MAR, 2016

8 : FIXED ASSETS

NAME OF THE ASSET	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	As At 01.04.15	Addition	Deduction	As At 01.04.15	Addition	Deduction	As At 31.03.2016	As At 31.03.2015
Tangible :								
Land	-	-	-	-	-	-	-	-
Factory Building	-	28,622,075	-	28,622,075	29,717	-	29,717	28,592,358
Office Building	-	-	-	-	-	-	-	-
Plant & Machinery	-	49,600,180	-	49,600,180	75,404	-	75,404	49,524,776
Furniture & Fixture	-	22,561	-	22,561	64	-	64	22,497
Office Equipment	-	24,444	-	24,444	120	-	120	24,324
Laboratory equipments	-	93,027	-	93,027	141	-	141	92,886
Intangible :								
Trade Mark	91,062	-	-	91,062	18,214	-	91,062	18,214
Total	91,062	78,362,287	-	78,453,349	123,660	-	196,508	78,256,841
Previous Year	91,062	Nil	Nil	46,723	26,125	Nil	72,848	44,339
Capital Work in Progress								
Total Fixed Assets							78,256,841	750,941



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MAR, 2016

PARTICULARS	31-Mar-16 AMOUNT RS.	31 March 2015 AMOUNT RS.
9 Non-current Investments [Long Term Investments]		
Trade Investments (Valued at Cost)		
<u>In equity shares of Sun Agrigenetics Pvt. Ltd</u> (Associated concern till 24/02/2015)		
Unquoted 16,000 (P.Y. 16,000) Equity Shares of Sun Agrigenetics Pvt. Ltd of Rs. 10/- each fully paid up	1,536,095	1,536,095
Less : Provision for diminution in Investments	(1,536,095)	Nil
TOTAL RS.	Nil	1,536,095
10 Deferred Tax Assets (Net)		
Deferred Tax Liabilities		
Related to Fixed Asset	(3,094,112)	(203,176)
Differed Tax Assets		
Related to Carried forward losses & Unabsorbed Depreciation	17,507,108	7,331,467
TOTAL RS.	14,412,996	7,128,291
11 Long Term Loans and Advances		
Loans and Advances to concern	Nil	11,509,000
Sun Agrigenetics Pvt.Ltd. - (Associated concern till 24/02/2015)		
Capital Advances	693,815	Nil
Security Deposits	1,618,785	
Staff Advances	150,000	150,000
Balance With Staturoy Authorities	3,401	
TOTAL RS.	2,466,001	11,659,000
12 Other Non-Current Assets		
Term Deposits with maturity of more than twelve months	30,118	27,662
TOTAL RS.	30,118	27,662
13 Inventories		
Raw Materials	24,838,689	Nil
Finished Goods	239,558	Nil
TOTAL RS.	25,078,247	Nil
14 Trade Receivables		
Trade receivables outstanding for a period exceeding six months from the due date for payment		
Unsecured & Considered Good	91,994	91,994
Trade receivables outstanding for a period less than six months from the due date for payment		
Unsecured & Considered Good	9,035,851	Nil
TOTAL RS.	9,127,845	91,994
Trade Receivables include Rs. 83,04,315 (P.Y. Nil) to related Parties. (Note 29)		
15 Cash and Bank Balances		
Cash and Cash Equivalents		
Cash on hand	54,909	1,916
Balance with Banks	140,599	251,806
TOTAL RS.	195,508	253,722



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MAR, 2016

PARTICULARS	31-Mar-16 AMOUNT RS.	31 March 2015 AMOUNT RS.
16 Short Term Loans and Advances		
Balance With Statutory Authorities	9,287,531	3,401
Others ^	45,194	24,999
TOTAL RS.	9,332,725	28,400
^ Other includes Prepaid Expenses, Staff advances		
17 Revenue from Operation		
Sale of products (Gross)	8,831,403	Nil
Less : Excise Duty on Sales	81,886	Nil
Sale of products (net)	8,749,517	Nil
TOTAL RS.	8,749,517	Nil
17.1 Details of Sales of Products (Rs. in Lacs)		
LABSA	6.19	Nil
Sulphuric Acid	0.36	Nil
Sale of Stock in Trade	80.94	Nil
Total Sale of Products (Net)	87.49	Nil
18 Other Income		
Interest Income	2,456	2,357
Other Income	Nil	13,300
TOTAL RS.	2,456	15,657
19 Cost of Raw Materials Consumed		
Opening Stock	-	-
Add. Purchases during the year	25,804,939	Nil
	25,804,939	Nil
Less : Closing Stock	24,838,689	Nil
Total	966,250	Nil
19.1 Major Raw Materials Consumed (Rs. in Lacs)		
Linear Alkyl Benzene	8.87	Nil
Sulphuric Acid	0.79	Nil
	9.66	Nil
19.2 Composition of Materials Consumed (Rs.)		
	2015-16	2014-15
Imported	Nil	Nil
Indigenous	966,250	100%
Total	966,250	100%
20 Purchase of Stock in Trade		
Purchase of Stock in Trade	7,765,975	
Total	7,765,975	Nil
21 Change in Inventories		
Inventories at the end of the year		
Finished Goods	239,558	Nil
Stock - in Trade	-	-
Total (A)	(239,558)	Nil
Inventories at the beginning of the year		
Finished Goods	Nil	Nil
Stock - in Trade	Nil	Nil
Total (B)	Nil	Nil
Total (A) - (B)	(239,558)	Nil
Add / (Less) : Variation in Excise Duty on Closing and Opening Stock of Finished Goods	26,618	Nil
	(212,940)	Nil



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MAR, 2016

PARTICULARS	31-Mar-16 AMOUNT RS.	31 March 2015 AMOUNT RS.
22 Employee Benefit Expenses		
Labour Charges	6,897	Nil
P.F.Expences	563	Nil
Salary & Wages Expenses	7,574	Nil
TOTAL RS.	15,034	Nil
23 Finance Costs		
Other Borrowing Cost	Nil	101
TOTAL RS.	Nil	101
24 Depreciation, Amortisation and Remeasurment Exps.		
Depreciation	105,446	Nil
Amortisation	18,214	26,125
TOTAL RS.	123,660	26,125
25 Other Expenses		
Electric Expense	20,211	Nil
Repairs to Machinery	6,500	Nil
Advertising Expense	23,672	Nil
Provision for Diminution of Investments	1,536,095	Nil
Legal & Professional Expenses (Note 25.1)	14,214	11,236
Service Tax Expenses	Nil	24,034
Sundry Balance Written off	Nil	222,543
Security Expense	10,475	Nil
Rent & Taxes Expense	6,667	Nil
Loss on sale of Investments	Nil	2,072,743
Other Expense	200	Nil
TOTAL RS.	1,618,034	2,330,556
25.1 Legal & Professional Expenses include Payment To Auditors as:		
Statutory Audit fee	11,450	11,236
Total	11,450	11,236
26 Exceptional Items		
Loans & Advances written off	11,442,000	Nil
TOTAL RS.	11,442,000	Nil



Bodal Agrotech Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2016

Continued.....

27. Earnings per Equity Share

Particulars	Amount(Rs.)	
	2015-16	2014-15
(Loss) / Profit after taxes	(5,681,335)	(2,341,125)
Weighted average number of Equity Shares	1,700,000	1,700,000
Basic and Diluted Earnings per Share	(3.34)	(1.38)
Nominal Value per Share	10	10

28. Balance of Sundry debtors are considered good and recoverable in opinion of Management and hence not considered doubtful and accordingly not provided for.

29. Related Party Disclosures

(i) Name of related parties and nature of relationship

(a) Holding Company

Bodal Chemicals Limited

(b) Associated Concern (till 24.02.2015)

Sun Agrigenatics Pvt. Ltd.

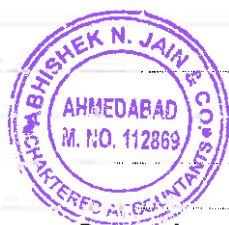
(c) Key Management Personnel(KMP)

Mr.Suresh J. Patel - Director

Mr. Ankit S. Patel - Director

(ii) Transactions with related parties

Related party disclosure	Relationship	for the year 31/03/2016	for the year 31/03/2015
Loan Taken during the year			
Bodal Chemicals Ltd	Holding Co.	93,644,573	Nil
Loan Given during the year			
Sun Agrigenatics Pvt Ltd	Associated Concern	N.A	10,00,000
Loan Repaid during the year			
Bodal Chemicals Ltd	Holding Co.	2,43,871	340,000
Pre-Operative Expense			
Bodal Chemicals Ltd	Holding Co.	4,94,129	Nil
Purchase of Materials			
Bodal Chemicals Ltd	Holding Co.	1,98,955	Nil
Sales of Materials			
Bodal Chemicals Ltd	Holding Co.	81,30,227	Nil
Amounts Payable			
Bodal Chemicals Ltd - as Long term Borrowing	Holding Co.	14,04,32,180	4,70,31,478



Bodal Agrotech Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2016

Continued.....

Amount Receivable			
Sun Agrigenatics Pvt Ltd - As Long Term Loans & Advances	Associated Concern	N.A	1,15,09,000
Bodal Chemicals Ltd - As Trade Receivables	Holding Co.	83,04,315	Nil
Investment/Application money in equity shares			
Sun Agrigenatics Pvt Ltd	Associated Concern	N.A.	15,36,095

Note: Related Party Relationship is as identified by the company and relied upon by Auditors.

30 Segment Reporting:

The Company's primary segment is identified as business segment based on nature of products, risks, returns and the internal business reporting system and secondary segment is identified based on the geographical location of the customers as per Accounting Standard 17. The Company is principally engaged in a single business segment viz., "Dyes, Dyes Intermediates and Basic Chemicals".

The geographical segment has been considered for disclosure as secondary segment.

Two secondary segments have been identified based on the geographical locations of customers i.e. domestic and export. Information about geographical segments are as below.

Amount (Rs.)

	2015-16			2014-15		
	Domestic Operations	External Operations	Total	Domestic Operations	External Operations	Total
Segment Revenue	8,749,517	Nil	8,749,517	Nil	Nil	Nil
Carrying Cost of Segment Assets	138,900,281	Nil	138,900,281	21,476,105	Nil	21,476,105
Capital Expenditure during the year	77,629,560	Nil	77,629,560	Nil	Nil	Nil

- a) Revenue from external operations comprises of income from sale of products, and other operating revenues.
- b) Carrying amount of segment assets comprises of non-current assets and current assets identified to the respective segments. However Segments assets in India also includes certain common assets used to generate revenue in both segments but not feasible of allocation.
- c) Capital expenditure during the year represents net additions to Tangible and Intangible assets and movement in Capital work in progress.

31. At their respective meeting held on 10th march, 2016, the Board of the Company and of its Holding Company, Bodal Chemicals Ltd. have approved a scheme of amalgamation of the company with the holding company. The appointed date for the proposed scheme is 1st April, 2016.



Bodal Agrotech Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2016

Continued.....

The scheme of amalgamation is subject to the final order of the Hon'ble High Court of Gujarat and other legal compliances as per the provision of the Companies Act 1956 and other applicable provisions of the Companies Act, 2013.

32. Contingent Liabilities and Commitments

	As at 31 st March 2016	As at 31 st March 2015
(a) Contingent Liabilities		
1) Disputed matters in appeals / contested in respect of:		
i) Income Tax	45,985	Nil

33 Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 are provided as under for the year 2015-16, to the extent the Company has received intimation from the "Suppliers" regarding their status under the Act.

	As at 31st March, 2016	As at 31st March, 2015
a. Principal and interest amount remaining unpaid	-	-
b. Interest due thereon remaining unpaid	-	-
c. Interest paid by the Company in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day	-	-
d. Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006	-	-
e. Interest accrued and remaining unpaid	-	-
f. Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises	-	-

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors



Bodal Agrotech Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2016

Continued.....

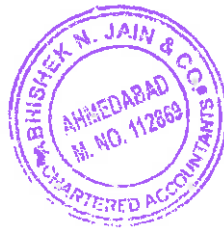
34. Previous year's figures have been rearranged and reclassified wherever necessary.

As Per Our Report of even date attached

For Abhishek N. Jain & Co.
(Firm Registration No. 131639W)
Chartered Accountants



(Abhishek N. Jain)
Proprietor
Membership No. 112869



For and on behalf of the Board of Directors



DIRECTOR



DIRECTOR

Place : Ahmedabad
Date : May 25, 2016

Place : Ahmedabad
Date: May 25, 2016