

**Jakharia Fabric Private Limited**  
**Balance sheet as at December 31, 2017**  
(All amounts in Indian rupees unless otherwise stated)

	Notes	31 Dec 2017 Rs.	31 March 2017 Rs.
<b><u>Shareholder's Funds</u></b>			
Share Capital	3	29,718,300	29,718,300
Reserves and Surplus	4	188,895,228	173,025,146
		<b>218,613,528</b>	<b>202,743,446</b>
<b><u>Non-Current Liabilities</u></b>			
Long-Term Borrowings	5	200,826,300	206,092,834
Deferred Tax Liabilities (Net)	13	-	1,246,487
Long Term Provisions	6	4,269,000	-
		<b>205,095,300</b>	<b>207,339,321</b>
<b><u>Current Liabilities</u></b>			
Short-Term Borrowings	7	12,442,536	11,749,863
Trade Payables			
total outstanding dues of micro enterprises and small enterprises	8	-	-
total outstanding dues of creditors other than micro enterprises and small enterprises	8	142,664,942	142,055,048
Other Current Liabilities	9	27,603,542	15,743,070
Short-Term Provisions	10	607,000	-
		<b>183,318,020</b>	<b>169,547,981</b>
<b>Total</b>		<b>607,026,848</b>	<b>579,630,748</b>
<b>ASSETS</b>			
<b><u>Non-Current Assets</u></b>			
<b>Fixed Assets</b>			
Property, Plant and Equipment	11	186,920,008	189,048,736
Intangible assets	11	-	-
Capital work in progress		23,677,386	23,677,386
Non-Current Investments	12	133,381,441	91,175,187
Deferred Tax Assets (Net)	13	3,521,813	-
Long term loans and advances	14	52,825,267	55,725,167
Other Non-Current Assets	15	5,664,720	6,880,328
		<b>405,990,635</b>	<b>366,506,804</b>
<b><u>Current Assets</u></b>			
Inventories	16	35,179,045	32,560,974
Trade Receivables	17	157,236,905	172,014,122
Cash and Bank Balances	18	6,890,927	5,206,151
Loans and advances	19	1,471,480	2,773,195
Other Current Assets	20	257,856	569,502
		<b>201,036,213</b>	<b>213,123,944</b>
<b>Total</b>		<b>607,026,848</b>	<b>579,630,748</b>
<b>Summary of significant accounting policies</b>	2.1		

The accompanying notes are an integral part of Financial Statements

As per our Report of even date.

**For Shah Shroff & Associates**

Chartered Accountants

Firm Registration No.: 0128920W

**Yashesh Shroff**

Partner

Membership No. 103277

Place: Mumbai

Date:



**For and on behalf of the Board of Directors  
of Jakharia Fabric Private Limited**

**Jignesh H. Shah**

Director

[DIN: 00256315]

Place: Mumbai

Date :

**Himatlal P. Shah**

Director

[DIN: 01431240]



**Jakharia Fabric Private Limited**  
**Profit & Loss account for the nine months period ended December 31, 2017**  
 (All amounts in Indian rupees unless otherwise stated)

	Notes	For the nine months period ended Dec 31, 2017 Rs.	March 31, 2017 Rs.
<b>Income</b>			
Revenue from Operations	21	534,803,449	754,582,975
Other Income	22	2,821,222	22,378,855
<b>Total Revenue (I)</b>		<b>537,624,671</b>	<b>776,961,830</b>
<b>Expenses</b>			
Cost of raw material consumed	23	263,767,363	365,329,927
(Increase)/ decrease in inventories	24	(4,990,099)	13,853,727
Employee Benefit Expenses	25	77,984,014	78,348,743
Other Expenses	26	159,549,201	224,992,005
<b>Total Expenses (II)</b>		<b>496,310,479</b>	<b>682,524,402</b>
<b>Earnings before interest, tax, depreciation and amortization (EBITDA) (I)</b>		<b>41,314,192</b>	<b>94,437,428</b>
- (II)			
Depreciation and Amortization Expenses	11	(12,842,491)	(18,188,548)
Finance Costs	27	(7,390,271)	(23,464,984)
Profit before prior period items and tax		<b>21,081,430</b>	<b>52,783,896</b>
Prior Period Income/(Expenses)		(3,684,400)	-
Profit before tax		<b>17,397,031</b>	<b>52,783,896</b>
<b>Tax Expense:</b>			
Current tax		(6,138,000)	(15,300,000)
Excess provision in earlier year		642,349	0
Deferred Tax		3,968,702	(2,217,378)
Profit after tax for the year		<b>15,870,081</b>	<b>35,266,518</b>
<b>Earnings per equity share</b>	28		
Basic		5.80	12.88
Diluted		5.34	11.87
Nominal value of equity share		10	10

**Summary of significant accounting policies**

2.1

The accompanying notes are an integral part of Financial Statements  
 As per our Report of even date.

**For Shah Shroff & Associates**  
 Chartered Accountants  
 Firm Registration No.: 0128920W

**Yashesh Shroff**  
 Partner  
 Membership No. 103277  
 Place: Mumbai  
 Date:



**For and on behalf of the Board of Directors  
 of Jakharia Fabric Private Limited**

**Jignesh H. Shah**  
 Director  
 [DIN: 00256315]  
 Place: Mumbai  
 Date:

**Himatlal P. Shah**  
 Director  
 [DIN: 01431240]



**Jakharia Fabric Private Limited**  
**CASH FLOW STATEMENT FOR THE NINE MONTHS PERIOD ENDED DECEMBER 31, 2017**  
 (All amounts in Indian rupees unless otherwise stated)

	31 December 2017	31 March 2017
	Rs.	Rs.
<b>CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Profit before tax	21,081,430	52,783,896
Adjustments for		
Depreciation and amortization	12,842,491	18,188,548
Profit/(Loss) on sale of machinery	-	(34,269)
Dividend received	(12,000)	(12,000)
Interest & Financial cost	7,390,271	23,464,984
Interest received	(444,547)	(1,237,740)
<b>Operating profit before working capital changes</b>	<b>19,776,215</b>	<b>40,369,523</b>
<b>(Increase) \ decrease in operating assets</b>	<b>40,857,645</b>	<b>93,153,419</b>
Inventories	(2,618,071)	13,323,874
Trade receivables	14,777,217	10,254,680
Short term loans & advances	1,301,715	6,241,109
Other non current assets	215,608	(5,821,741)
Other current assets	311,646	-
Trade payables	(4,496,863)	(70,472,691)
Other current liabilities	11,860,472	(24,043,218)
Long term provisions	1,192,000	-
Short term provisions	200,000	795,537
	<u>22,743,724</u>	<u>(69,722,450)</u>
<b>Cash generated from operating activities</b>	<b>63,601,369</b>	<b>23,430,969</b>
Tax Provision	(6,138,000)	(15,300,000)
<b>Net cash flow from operating activities</b>	<b>57,463,369</b>	<b>8,130,969</b>
<b>B. Cash flow from investing activities</b>		
Purchase of fixed assets	(10,713,762)	(12,479,968)
Sale of fixed assets	0	48,000
Interest received	444,547	1,237,740
(Purchase) / sale of investments	(42,206,254)	(52,275,187)
<b>Net cash used in investing activities</b>	<b>(52,475,469)</b>	<b>(63,469,415)</b>
<b>Cash flow from financing activities</b>		
Increase / (Decrease) long term borrowings	(5,266,534)	51,336,281
Increase / (Decrease) in short term borrowings	692,673	(5,312,271)
Increase / (Decrease) in long term loans & advances	8,649,008	11,643,602
Interest & Financial Charges	(7,390,271)	(23,464,984)
Dividend received	12,000	12,000
<b>Net cash used in financing activities</b>	<b>(3,303,124)</b>	<b>34,214,628</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>1,684,776</b>	<b>(21,123,818)</b>
<b>Cash and cash equivalents (Opening balance)</b>	<b>5,206,151</b>	<b>26,329,970</b>
<b>Cash and cash equivalents (Closing balance)</b>	<b>6,890,927</b>	<b>5,206,151</b>





**Jakharia Fabric Private Limited**  
**Notes to Financial Statement**  
 (All amounts in Indian rupees unless otherwise stated)

**1 Corporate Information**

Jakharia Fabrics Private Limited is a process house of yarn and fabric. The Company is in the line of activity of fabric / garment manufacture, processing yarn and fabric and also trader in textile items. The Company was established on 22 June, 2007 and has its processing units at Saravali MIDC/Bhiwandi Dist Thane & Tarapur MIDC, Dist Palghar. The said units are working with 100% utilization capacity.

**2 Basis of Preparation**

The Financial Statements of the company have been prepared in accordance with Generally Accepted Accounting Principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respect with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained below

**2.1 Summary of significant accounting policies**

**a. Use of estimates**

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

**b. Property, Plant and Equipment**

Property, Plant and Equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in profit or loss as incurred.

Items of stores and spares that meet the definition of property, plant and equipment are capitalized at cost and depreciated over their useful life.

Gains or losses arising from derecognition of Property, Plant and Equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

**c. Depreciation & Amortisation**

Depreciation on Property, Plant and Equipment is calculated on a Written Down Value basis using the rates arrived at based on the useful lives estimated by the management. The identified components are depreciated separately over their useful lives, the remaining assets are depreciated over the life of the principal asset.

The Company has assessed the following useful life to depreciate and amortize on its property, plant and equipment and intangible assets respectively.

Particulars	Useful Lives of the Assets estimated by the management (years)
Factory Building	30
Land & Building	60
Plant and Machinery	25
Electrical & Fittings	10
Furniture and Fixtures	10
Vehicles	8
Computers	3
Air Conditioner	5
Laboratory	10
Office Equipment	5

**d. Classification of Current/Non -Current Assets and Liabilities**

All assets & liabilities are presented as Current or Non Current as per the Company's normal operating cycle and other criteria set out in Schedule III of Companies Act, 2013. Based on nature of business, the company has ascertained its operating cycle as 12 months for the purpose of Current/Non Current classification of assets and liabilities.

**e. CLASSIFICATION OF CURRENT / NON-CURRENT ASSETS & LIABILITIES**

All assets & liabilities are presented as Current or Non Current as per the Company's normal operating cycle and other criteria set out in Schedule III of Companies Act, 2013. Based on nature of business, the company has ascertained its operating cycle as 12 months for the purpose of Current/Non Current classification of assets and liabilities.

**f. Investments**

Investments that are intended to be held for more than a year, from the date of acquisition, are classified as long-term investments and are carried at cost. However, provision for diminution in value of investments is made to recognise a decline, other than temporary, in the value of the investments.

Investments other than long-term investments being current investments are valued at cost or fair value whichever is lower, determined on an individual basis.

On disposal of an investment, the difference between the carrying amount and the net disposal proceeds is recognised in the Statement of Profit and Loss.



Investments which are readily realisable and intended to be held for not more than one year from Balance Sheet date, are classified as current investments. All other investments are classified as non-current investments. However, that part of long term investments which are expected to be realised within twelve months from the Balance sheet date is presented under "Current Investments" in consonance with the current / non-current classification under Schedule III of the Companies Act, 2013.

**g. INVESTMENTS IN ASSOCIATES:**

The Company is one of the partners having capital contribution ratio and profit sharing ratio to tune of about 90% in 'M/s. Jakhuria Industries' a partnership firm wherein there are 5 other individual partners. According to the partnership deed (as amended from time to time), key business decisions need unanimous approval of all the partners of the firm, irrespective of their profit sharing ratio and/or capital contribution ratio. In view of the same, the company does not have exclusive power to control the activities of the firm and in turn, influence the returns earned from its investment in the firm. Thus, Further, the firm is still in its pre-operation phase and operations have not started till the date of financial statements. Consequently, amount of post acquisition profits is nil.

**h. Revenue recognition**

Revenue is recognized based on the nature of activity to the extent it is probable that the economic benefits will flow to the Company and revenue from services rendered is recognized on the basis of completion of job on dispatch thereof to customers or on sale of products. Revenue is recognized on sale of products when no significant uncertainty as to its determination or realization exists.

**i. Inventories**

Inventories are carried at lower of cost and net realizable value. Cost is ascertained on first-in-first out basis. The cost includes all costs of purchase and other costs incurred in bringing the inventories to their present location and condition. Net realizable value is the estimated selling prices in the ordinary course of business less estimated cost necessary to make the sale.

**j. Foreign currency translation**

**i. Initial recognition**

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the standard exchange rate determined at the transaction date.

**ii. Conversion**

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

**iii. Exchange differences**

The Company accounts for exchange differences arising on translation/ settlement of foreign currency monetary items as below:

- 1) Exchange differences arising on long-term foreign currency monetary items related to acquisition of a fixed asset are capitalized and depreciated over the remaining useful life of the asset.
- 2) All other exchange differences are recognized as income or as expenses in the period in which they arise.

**k. Employee benefits:**

Defined contribution plans and short term employee benefits such as salary, bonus, provident fund etc are charged to Profit & Loss account as incurred. The present value of the obligations under defined benefits plan is determined based on an actuarial valuation using the Projected Unit Credit Method. Actuarial gain and losses arising on such valuation are recognised immediately in the Profit & Loss account. In case of funded defined benefit plan, the fair value of the plan asset is reduced from gross obligation under the defined benefit plan to recognise the obligation on a net basis.

**l. TAXES ON INCOME:**

**Current Tax:** Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the Company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

**Deferred Tax:** Deferred tax is measured on based on the tax rate and tax laws enacted or substantially enacted at the balance date. Deferred tax assets are recognized only if there is reasonable/virtual certainty that they will be realized.

**m. IMPAIRMENT OF ASSETS:**

At each Balance Sheet date, an assessment is made of whether there is any indication of impairment. Impairment loss is recognized whenever the carrying amount of assets exceeds its recoverable amount.

**n. PROVISION & CONTINGENCIES:**

A provision is recognized when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

**o. EARNING PER SHARE**

a) Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events such as ESOPs and bonus issue that have changed the number of equity shares outstanding, without a corresponding change in resources.

b) 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.

**p. Cash and cash equivalents**

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.





**Jakharia Fabric Private Limited**  
**Notes to Financial Statement for the nine months period ended December 31, 2017**  
 (All amounts in Indian rupees unless otherwise stated)

3) Share Capital

	Dec 31, 2017 Rs.	March 31, 2017 Rs.
<b><u>AUTHORIZED SHARES</u></b>		
30,00,000/-Equity shares of Rs.10/- each	30,000,000	30,000,000
5,00,000/- 9% Convertible Preference shares of Rs.10/- each	5,000,000	5,000,000
<b>Total</b>	<b>35,000,000</b>	<b>35,000,000</b>
<b><u>ISSUED, SUBSCRIBED &amp; FULLY PAID-UP SHARES</u></b>		
29,71,830/- (P.Y. 27,38,500/-)Equity shares of Rs.10/- each	27,385,000	27,385,000
(P.Y.2,33,330/-) 9% Convertible Preference shares of Rs.10/- each	2,333,300	2,333,300
<b>Total issued, subscribed and fully paid-up share capital</b>	<b>29,718,300</b>	<b>29,718,300</b>

a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

	Dec 31, 2017 Rs.		March 31, 2017 Rs.	
<b>Equity Shares</b>				
At the beginning of the period	2,738,500	27,385,000	2,738,500	27,385,000
Issued during the year	-	-	-	-
<b>Outstanding at the end of the period</b>	<b>2,738,500</b>	<b>27,385,000</b>	<b>2,738,500</b>	<b>27,385,000</b>
<b>Preference Shares</b>				
9% Convertible Preference shares of Rs.10/- each				
At the beginning of the period	233,330	2,333,300	233,330	2,333,300
<b>Outstanding at the end of the period</b>	<b>233,330</b>	<b>2,333,300</b>	<b>233,330</b>	<b>2,333,300</b>

b) Rights, Preferences and Restrictions attached to Shares:

**Equity Shares**

The company has one class of equity shares having par value of Rs.10/- per share. Each shareholder is eligible for one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**Preference Shares**

9% Convertible non cumulative preference shares of Rs. 10 each were issued in FY 2011-2012 at a premium of Rs.140 per shares. Each share is converted into one equity share of par value of Rs. 10 on 8th March, 2018.

Preference Shares carries preferential rights as to dividend over equity share holders. Where dividend on preference shares is not declared for a financial year, the entitlement for that year lapses. The preference shares are entitled to one vote per share at meeting of the company on any resolution of company directly effecting their rights.

In event of liquidation of the company, the preference shareholders have preferential right over equity shareholders to be repaid to the extent of capital paid-up and dividend in arrears on such shares.



c) Details of shareholding more than 5% equity shares in the Company:

Equity Shares

Name of the shareholder	Dec 31, 2017		March 31, 2017	
	Rs.		Rs.	
Mr. Himmatal Shah	474,500	17.33	474,500	17.33
Mr. Jignesh Shah	137,000	5.00	137,000	5.00
Mr. Nitin Shah	467,000	17.05	467,000	17.05
Mr. Dixit Shah	347,000	12.67	347,000	12.67
Mr. Manekchand Shah	317,000	11.58	317,000	11.58
Mrs. Champaben Shah	225,000	8.22	225,000	8.22
M/s Jakharia Synthetics Private Limited	615,000	22.46	615,000	22.46

Preference Shares

Name of the shareholder	Dec 31, 2017		March 31, 2017	
	Rs.		Rs.	
P. Saji Textiles Limited	66,666	28.57	66,666	28.57
Victory Sales Private Limited	26,666	11.43	26,666	11.43
Shyam Alcohol & Chemicals Limited	36,666	15.71	36,666	15.71
Shipra Fabrics Private Limited	50,000	21.43	50,000	21.43
Dolex Commercial Private Limited	13,333	5.71	13,333	5.71
Acute Consultancy Limited	-	-	13,333	5.71
B K Dyeing & Printing Mills Private Limited	26,666	11.43	13,333	5.71
Lunkad Textiles Private Limited	13,333	5.71	13,333	5.71



**Jakharia Fabric Private Limited**  
**Notes to Financial Statement for the nine months period ended December 31, 2017**  
(All amounts in Indian rupees unless otherwise stated)

**4) Reserves & Surplus**

	Dec 31, 2017 Rs.	March 31, 2017 Rs.
Securities Premium	34,366,700	34,366,700
<b>Surplus/ (deficit) in the statement of profit and loss</b>		
Balance as per last Financial Statement	138,658,446	103,391,924
Profit for the year	15,870,081	35,266,522
<b>Net surplus in the statement of profit and loss</b>	<b>154,528,528</b>	<b>138,658,446</b>
<b>Total Reserves and Surplus</b>	<b>188,895,228</b>	<b>173,025,146</b>

**5) Long Term Borrowings**

	Dec 31, 2017 Rs.	March 31, 2017 Rs.
<b>Secured</b>		
Term loans from bank	95,001,694	84,195,653
Loan from bank for vehicles	1,071,915	-
Less : Current maturities of long term debt	12,054,396	10,904,390
(Amount disclosed under the head 'other current liabilities' refer note no. 9)		
	<b>84,019,213</b>	<b>73,291,263</b>

**I. Loans taken from Kotak Mahindra Bank:-**

Term Loan - II For acquiring plant and machinery payable in not exceeding 60 equated monthly installment , carrying interest rate 'MCLR+1.30%.

Term Loan-III For acquiring plant and machinery payable in 84 equated monthly installment, carrying interest rate MCLR+1.30%.

The above term loans are secured against

1. Equitable mortgage of factory land & building located at plot no.A/13, MIDC Tarapur Industrial area, Village Pantembhi, Taluka Palghar, Dist Thane (factory of JFPL) owned by M/s Jakharia Fabrics Pvt Ltd
2. Equitable mortgage of factory land & building situated at survey no.1/1 & 25/5, Devji Nagar, Near Shanti Sagar Complex, Village Narpoli, Bhiwandi, Dist Thane-421302 (factory of JSPL) owned by Mr. Himatlal Shah and Mr. Jignesh Shah
3. Equitable mortgage of Flat No. 504, 5th Floor, Tower 1, Gemini Building, Runwal Authurium, LBS Road, Mulund W Mumbai 400080 owned by Mr. Dixit Shah and Mr. Manekchand Shah
4. Equitable mortgage of Flat No. 1201, 12th Floor, B-Wing, E/6 Apartment, Nahar Sarvodaya Heights CSHL, Sarvodaya Parshwanath Nagar, Mulund W, Mumbai 400080 owned by Jignesh H Shah, Himatlal Shah & Sejal Shah
5. Equitable mortgage of Flat No. 605, 6th Floor, Building No 2, Man Mandir Suraksha CHS, Mulund W, Mumbai 400080 owned by Sejal Nitin Shah
6. Equitable mortgage of J-1/11, MIDC, Tarapur Indl Area, Village Saravali, Taluka Palghar, Dist Thane owned by Jakharia Industries (Agreement Value INR 11.00 Cr.)
7. Personal guarantee of following directors :-
  - a. Mr. Himatlal P. Shah
  - b. Mr. Jignesh H Shah
  - c. Mr. Nitin K Shah
  - d. Mr. Manekchand P Shah
  - e. Mr. Dixit M Shah

**II. Loan taken from HDFC Bank of Rs. 11.40 lakhs and repayable in 48 monthly EMI of Rs. 28,290/- starting from October 2017 carrying interest @ 9.27% p.a.**

**Unsecured**

From director	65,996,716	77,922,799
From related parties	50,810,371	50,878,772
Others	-	4,000,000
	<b>116,807,087</b>	<b>132,801,571</b>
<b>Net amount</b>	<b>200,826,300</b>	<b>206,092,834</b>





**Jakharia Fabric Private Limited**  
**Notes to Financial Statement for the nine months period ended December 31, 2017**  
 (All amounts in Indian rupees unless otherwise stated)

6) Long Term Provisions	Dec 31, 2017	March 31, 2017
	Rs.	Rs.
Provision for gratuity	4,269,000	-
	<u>4,269,000</u>	<u>-</u>

**7) Short Term Borrowings**

	Dec 31, 2017	March 31, 2017
	Rs.	Rs.
<b>Secured</b>		
From Banks-Cash credit account	12,442,536	11,749,863
	<u>12,442,536</u>	<u>11,749,863</u>

The above cash credit facility is secured against stock and book debts of the company and further secured against

1. Equitable mortgage of factory land & building located at plot no.A/13, MIDC Tarapur Industrial area, Village Pamtembhi, Taluka Palghar, Dist Thane (factory of JFPL) owned by M/s Jakharia Fabrics Pvt Ltd
2. Equitable mortgage of factory land & building situated at survey no.1/1 & 25/5, Devji Nagar, Near Shanti Sagar Complex, Village Narpoli, Bhiwandi, Dist Thane-421302 (factory of JSPL) owned by Mr. Himatlal Shah and Mr. Jignesh Shah
3. Equitable mortgage of Flat No. 504, 5th Floor, Tower 1, Gemini Building, Runwal Authurium, LBS Road, Mulund W Mumbai 400080 owned by Mr. Dixit Shah and Mr. Manekchand Shah
4. Equitable mortgage of Flat No. 1201, 12th Floor, B-Wing, E/6 Apartment, Nahar Sarvodaya Heights CSHL, Sarvodaya Parshwanath Nagar, Mulund W, Mumbai 400080 owned by Jignesh H Shah, Himatlal Shah & Sejal Shah
5. Equitable mortgage of Flat No. 605, 6th Floor, Building No 2, Man Mandir Suraksha CHS, Mulund W, Mumbai 400080 owned by Sejal Nitin Shah
6. Equitable mortgage of J-1/11, MIDC, Tarapur Indl Area, Village Saravali, Taluka Palghar, Dist Thane owned by Jakharia Industries (Agreement Value INR 11.00 Cr.)
7. Personal guarantee of following directors :-
  - a. Mr. Himatlal P. Shah
  - b. Mr. Jignesh H Shah
  - c. Mr. Nitin K Shah
  - d. Mr. Manekchand P Shah
  - e. Mr. Dixit M Shah

**8) Trade Payables**

	Dec 31, 2017	March 31, 2017
	Rs.	Rs.
Trade payable	142,664,942	142,055,048
	<u>142,664,942</u>	<u>142,055,048</u>

**9) Other Current Liabilities**

	Dec 31, 2017	March 31, 2017
	Rs.	Rs.
Current maturities of long term debts	12,054,396	10,904,390
Statutory dues payable	2,748,949	2,394,033
Salaries and wages payable	12,797,246	2,409,326
Advance from customers	2,951	35,321
	<u>27,603,542</u>	<u>15,743,070</u>

**10) Short-Term Provisions**

	Dec 31, 2017	March 31, 2017
	Rs.	Rs.
Provision for gratuity	607,000	-
	<u>607,000</u>	<u>-</u>



**Jakharia Fabrics Private Limited**  
**Notes to the Financial Statements for the year ended 31 December 2017**  
 (All amounts in Indian rupees unless otherwise stated)

**11) Property, Plant & Equipment**

As at December 31, 2017

	Gross Block			Accumulated Depreciation			Net Block			
	Value at the beginning 01.04.2017	Addition during the year	Disposal during the year	Value at the end of the period 31.12.2017	Value at the beginning 01.04.2017	Addition for the year	Disposal during the year	Value at the end of the period 31.12.2017	WDV as on 31.12.2017	WDV as on 31.03.2017
<b>A. Tangible Assets</b>										
Land	27,351,966	-	-	27,351,966	-	-	-	-	27,351,966	27,351,966
Factory Building	36,191,201	-	-	36,191,201	17,051,346	1,316,422	-	18,367,768	17,823,433	19,139,855
Building at Tarapur	29,604,509	483,070	-	30,087,579	8,809,893	758,457	-	9,568,350	20,519,229	20,794,616
Plant & Machinery	220,497,529	6,107,914	-	226,605,443	117,860,694	8,186,286	-	126,046,979	100,558,464	102,636,835
Expenses Plant & Machinery	21,178,765	1,327,478	-	22,506,243	7,354,339	1,247,610	-	8,601,948	13,904,295	13,824,426
Computer	516,938	60,266	-	577,204	468,401	37,994	-	506,395	70,809	48,537
Air Conditioner	876,506	168,750	-	1,045,256	721,561	65,587	-	787,148	258,108	154,945
Bike	198,405	-	-	198,405	169,836	5,574	-	175,410	22,995	28,569
Car	1,744,307	1,301,301	-	3,045,608	1,294,573	213,216	-	1,507,790	1,537,818	449,734
Roto Crate	60,480	-	-	60,480	50,459	1,362	-	51,821	8,659	10,021
Fire Extinguisher	253,467	-	-	253,467	242,833	261	-	243,094	10,373	10,634
Mobile	65,400	-	-	65,400	61,546	322	-	61,868	3,532	3,854
Factory Shade	524,000	-	-	524,000	257,659	18,861	-	276,520	247,480	266,341
EPBAX System	177,849	-	-	177,849	78,486	8,152	-	86,638	91,211	99,363
Laboratory	645,564	1,250,000	-	1,895,564	494,425	140,966	-	635,391	1,260,173	151,139
Furniture	1,057,249	14,982	-	1,072,231	775,019	59,794	-	834,814	237,417	282,230
LED TV	56,626	-	-	56,626	54,482	58	-	54,539	2,087	2,144
Electrical Goods	11,314,514	-	-	11,314,514	7,813,610	737,175	-	8,550,785	2,763,729	3,500,904
Electrical Installations	2,275,472	-	-	2,275,472	1,982,849	44,392	-	2,027,241	248,231	292,623
<b>Total Property, Plant and Equipment</b>	<b>354,590,747</b>	<b>10,713,761</b>	<b>-</b>	<b>365,304,508</b>	<b>165,542,010</b>	<b>12,842,491</b>	<b>-</b>	<b>178,384,501</b>	<b>186,920,008</b>	<b>189,048,737</b>
<b>Intangible Assets</b>										
<b>Total Intangible Assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Assets</b>	<b>354,590,747</b>	<b>10,713,761</b>	<b>-</b>	<b>365,304,508</b>	<b>165,542,010</b>	<b>12,842,491</b>	<b>-</b>	<b>178,384,501</b>	<b>186,920,008</b>	<b>189,048,737</b>
As at March 31, 2017										
<b>Total Assets</b>	<b>342,275,774</b>	<b>12,479,973</b>	<b>165,000</b>	<b>354,590,747</b>	<b>147,504,732</b>	<b>18,188,548</b>	<b>151,269</b>	<b>165,542,011</b>	<b>189,048,736</b>	<b>194,771,042</b>



**Jakharia Fabric Private Limited**  
**Notes to Financial Statement for the nine months period ended December 31, 2017**  
 (All amounts in Indian rupees unless otherwise stated)

**12) Non-Current Investments**

	Dec 31, 2017	March 31, 2017
	Rs.	Rs.
<b>A) Investment in equity instruments (unquoted)</b>		
i) Shares of NKGSB Co- Operative Bank	100,000	100,000
<b>B) Investment in Partnership Firms :</b>		
(i) <b>Capital Investment in Jakharia Industries</b>		
Balance as per Last Balance Sheet	91,075,187	38,800,000
Add : Capital introduced during the year	47,592,254	105,911,855
Less : Withdrawals during the year	(5,386,000)	(53,636,668)
Add : Share of Profit for the Year	-	-
	133,281,441	91,075,187

The Partner -wise break-up of Capital and Profit Sharing ratio in M/s. Jakharia Industries is as under :-

Name of the Partner	Profit / loss		Capital		Profit / loss		Capital	
	Sharing	Ratio	as on	as on	Sharing	Ratio	as on	as on
			31 Dec 2017					
			Rs.	Rs.			Rs.	Rs.
M/s. Jakharia Fabrics Private Limited			133,281,441	133,281,441			91,075,187	91,075,187
Mr. Nitin Shah	55.00%	55.00%	73,334,792	73,334,792	15.00%	15.00%	2,800,000	2,800,000
Mr. Himmatlal Shah	7.50%	7.50%	10,000,000	10,000,000	7.50%	7.50%	2,800,000	2,800,000
Mr. Jignesh Shah	7.50%	7.50%	10,000,000	10,000,000	7.50%	7.50%	2,825,000	2,825,000
Mr. Dixit Shah	7.50%	7.50%	10,000,000	10,000,000	7.50%	7.50%	2,800,000	2,800,000
Mr. Maneckchand Shah	7.50%	7.50%	10,000,000	10,000,000	7.50%	7.50%	2,800,000	2,800,000
			147,306,441	147,306,441			105,100,187	105,100,187

**TOTAL** 133,381,441 91,175,187





**Jakharia Fabric Private Limited**  
**Notes to Financial Statement for the nine months period ended December 31, 2017**  
 (All amounts in Indian rupees unless otherwise stated)

**13) Deferred Tax Assets**

	Dec 31, 2017 Rs.	March 31, 2017 Rs.
Deferred Tax Assets/(Liabilities) (Net)		
Depreciation	2,054,223	(1,212,267)
Disallowance of expenses	1,467,590	(34,220)
	<u>3,521,813</u>	<u>(1,246,487)</u>

**14) Long Term Loans & Advances**

	Dec 31, 2017 Rs.	March 31, 2017 Rs.
Balance with Govt Authorities	36,189,473	39,179,676
Security Deposit	16,635,794	16,545,491
	<u>52,825,267</u>	<u>55,725,167</u>

**15) Other Non-Current Assets**

	Dec 31, 2017 Rs.	March 31, 2017 Rs.
<b>Other Non-Current Assets</b>		
Deposits with banks (with original maturity period of more than 12 months) (Note: Held as lien by Banks against bank guarantees in favour of company)	5,664,720	6,880,328
	<u>5,664,720</u>	<u>6,880,328</u>

**16) Inventories**

	Dec 31, 2017 Rs.	March 31, 2017 Rs.
<b>Inventories</b>		
At cost or net realisable value, which ever is lower, except otherwise stated		
<u>Raw material</u>		
- Dyes and chemicals	8,863,109	9,701,987
- Others	1,321,344	2,854,494
<u>Work in Progress</u>		
- Fabrics	22,178,166	15,385,961
<u>Finished Goods</u>		
- Fabrics	2,816,426	4,618,532
	<u>35,179,045</u>	<u>32,560,974</u>

**17) Trade Receivables**

	Dec 31, 2017 Rs.	March 31, 2017 Rs.
<b>Unsecured and Considered Good:</b>		
Outstanding for a period exceeding six months from the date of Invoice	8,013,319	20,968,821
Others	149,223,586	151,045,301
	<u>157,236,905</u>	<u>172,014,122</u>



