



**PATKI & SOMAN**  
**Chartered Accountants**

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**HEAD OFFICE :** 101/102, Parmesh Plaza, 1213, Sadashiv Peth, Near Hatti Ganpati, Pune - 411 030.  
Telefax : 24456748, 24446748 E-mail : shyamkantp@gmail.com, patkiandsoman@gmail.com

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Ref. :

Date :

**INDEPENDENT AUDITOR'S REPORT**

**TO THE MEMBERS OF GARWARE ENVIRONMENTAL SERVICES PRIVATE LIMITED.**

**Report on the Standalone Financial Statements**

We have audited the accompanying standalone Financial Statements of Garware Environmental Services Private Limited ("the Company"), which comprises the Balance Sheet as at 31<sup>st</sup> March, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant Accounting Policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these Financial Statements that give a true and fair view of the Financial Position, Financial Performance and Cash Flows of the Company in accordance with the Accounting Principles Generally Accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the 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 the Financial Statements that give a true and fair view and are free from material mis-statement, whether due to fraud or error.

### **Auditor's Responsibility**

- I. Our responsibility is to express an opinion on these standalone Financial Statements based on our audit.
- II. We have taken into account the provisions of the Act, the Accounting and Auditing Standards and matters which are required to be included in the Audit Report under the provisions of the Act and the Rules made thereunder.
- III. 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 mis-statement.
- IV. An audit involves, performing procedures to obtain audit evidence about the amounts and the disclosures in the Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material mis-statement 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 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 Financial Statements.
- V. 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;

1. In the case of the Balance Sheet, of the State of Affairs of the Company as at 31<sup>st</sup> March, 2016 ,
2. In the case of the Statement of Profit and Loss, of the profit for the year ended on that date ; and
3. In the case of the Cash Flow Statement, of the cash flows for the year 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 Act, we give in the Annexure a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143 (3) of the Act, we report that:

(a) We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) In our opinion, proper books of accounts 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 Accounts.

(d) In our opinion, the aforesaid Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Accounting Standards) Amendment Rules, 2016.

(e) On the basis of the written representations received from the Directors as on 31<sup>st</sup> March, 2016 taken on record by the Board of Directors, none of the Directors is disqualified as on 31<sup>st</sup> 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;

(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 on its financial position in its Financial Statements.

ii) The Company has made provision, as at 31<sup>st</sup> March, 2016 as required under the applicable law or Accounting Standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.

iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year 31<sup>st</sup> March, 2016. Since the Company is not a listed company, above mentioned clause is not applicable.

For **Patki & Soman,**  
Chartered Accountants

sd/-

**S.M.Patki**

(Partner)

M.No.: 037315

FRN: 107830W

Place: Pune

Date: 25<sup>th</sup> May, 2016

## **ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT**

The Annexure referred to in our Independent Auditors' Report to the Members of the Company on the Financial Statements for the year ended 31<sup>st</sup> March, 2016, we report that:

- i)
  - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Fixed Assets.
  - b) The Company has a regular programme of physical verification of its Fixed Assets by which Fixed Assets are verified in a phased manner over a period of three years. In accordance with this programme, certain Fixed Assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
  - c) Based on our audit procedures performed for the purpose of reporting the true and fair view of the Financial Statements and accruing to information and explanation given by the management, the title deeds of immovable properties are held in the name of the Company.
- ii) During the Financial year 2015-16, the Company was not having any inventory, hence sub-clause (a), (b) and (c) are not applicable.
- iii) According to the information and explanation given to us, the Company has not granted secured and unsecured loans to companies, firms & other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii)(a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.
- iv) In our opinion and according to the information and explanations given to us, there are no loans, guarantees and securities granted in respect of which provisions of Section 185 and 186 of the Companies Act 2013, are applicable and hence not commented upon.
- v) In our opinion and according to the information and explanation given to us, the Company has not accepted any deposits from the public.
- vi) We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014 read with Companies (Cost Records and Audit) Amendment Rules, 2014 prescribed by Central Government under section 148 of the Companies Act, 2013 for certain products of the Company and are not applicable to the Company.

- 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, income-tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise.
- b) According to the information and explanations given to us, there are no undisputed amount payable in respect of provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues were outstanding at the year end, for a period of more than six months from the date they became payable.
- c) According to information and explanations given to us, there are no material dues of wealth tax, duty of customs and cess which have not been deposited with the appropriate authorities on account of any dispute as this clause is not applicable.
- viii) Based on our audit procedures performed for the purpose of reporting the true and fair view of the Financial Statements and according to the information and explanation given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to any banks. Further, the Company does not have any debentures and loan from financial institution or government.
- ix) Based on our audit procedures performed for the purpose of reporting the true and fair view of the Financial Statements and according to the information and explanation given by the management, the Company has not raised any money by way of initial public offer / further public offer / debt instruments and term loans and hence, reporting under clause (ix) is not applicable to the Company and hence not commented upon.
- x) Based on our audit procedures performed for the purpose of reporting the true and fair view of the Financial Statements and according to the information and explanation given by the management, we report that no fraud on or by the officers and employees of the Company has been noticed or reported during the year.
- xi) Based on our audit procedures performed for the purpose of reporting the true and fair view of the Financial Statements and according to the information and explanations given by the management, we report that no managerial remuneration has been paid within the meaning of

the provisions of Section 197 read with Schedule V to the Companies Act, 2013. Hence this clause is not applicable.

- xii) In our opinion, the Company is not a nidhi company. Therefore, the provisions of clause 3(xii) of the Order are not applicable to the Company and hence not commented upon.
- xiii) Based on our audit procedures performed for the purpose of reporting the true and fair view of the Financial Statements and according to the information and explanations given by the management, transactions with related parties are in compliance with Section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the Financial Statements, as required by the applicable Accounting Standards.
- xiv) According to the information and explanations given to us and on an overall examination of the Balance Sheet, 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 not commented upon.
- xv) Based on our audit procedures performed for the purpose of reporting the true and fair view of the Financial Statements and according to the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him.
- xvi) According to the information and explanations given to us, the provisions of Section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company

**For Patki & Soman,**  
Chartered Accountants

Sd/-  
S.M.Patki  
(Partner)  
M.No.: 037315  
FRN: 107830W  
Place: Pune  
Date: 25<sup>th</sup> May, 2016

## **ANNEXURE – B TO THE INDEPENDENT AUDITOR’S REPORT**

### **Report on the Internal Financial Controls 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 Garware Environmental Services Private Limited (“the Company”) as of 31<sup>st</sup> March, 2016, in conjunction with our audit of the standalone Financial Statements of the Company for the year ended 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 (‘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 deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of Internal Financial Controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with 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 auditor's judgment, including the assessment of the risks of material misstatement of the 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 (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) 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 (3) 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 Control 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, 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 31st March, 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 Institute of Chartered Accountants of India.

For **Patki & Soman,**  
Chartered Accountants

Sd/-

S.M.Patki

(Partner)

M.No.: 037315

FRN: 107830W

Place: Pune

Date: 25<sup>th</sup> May, 2016

**GARWARE ENVIRONMENTAL SERVICES PVT LTD**  
**BALANCESHEET AS AT 31<sup>th</sup> Mar 2016**

(Rs.)

	Note No	As at 31st March 2016	As at 31st March 2015
<b>I. EQUITY AND LIABILITIES</b>			
(1) Shareholder's Funds			
(a) Share Capital	3	10,000,000	10,000,000
(b) Reserves and Surplus	4	2,348,713	2,067,289
(c) Money received against share warrants		-	-
		<b>12,348,713</b>	<b>12,067,289</b>
(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	5	41,125	22,472
(d) Short-term provisions	6	1,016,639	926,636
		<b>1,057,764</b>	<b>949,108</b>
<b>TOTAL</b>		<b>13,406,477</b>	<b>13,016,397</b>
<b>II. ASSETS</b>			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	7	10,700	10,700
Less: Depreciation		5,014	4,382
Net Block		5,686	6,318
(ii) Capital work-in-progress		-	-
		<b>5,686</b>	<b>6,318</b>
(b) Non-current investments	8	7,988,806	7,274,949
(c) Deffered Tax Assets (net)		-	-
(d) Long-Term Loan and Advances		-	-
(e) Other non-current assets		-	-
		<b>7,988,806</b>	<b>7,274,949</b>
(2) Current assets			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables		-	-
(d) Cash and cash equivalents	9	4,090,718	4,840,586
(e) Short-term loans and advances	10	1,321,267	894,544
(f) Other current assets		-	-
		<b>5,411,985</b>	<b>5,735,130</b>
<b>TOTAL</b>		<b>13,406,477</b>	<b>13,016,397</b>

**III. NOTES FORMING PART OF THE FINANCIAL STATEMENT 1-11**

For PATKI & SOMAN  
Chartered Accountants,

*Sd/-*  
**S.M.Patki**  
PARTNER  
M.NO. - 037315  
F.R. No. 107830W  
Pune  
Date 25.05.2016

*Sd/-*  
**V R GARWARE**  
DIRECTOR

*Sd/-*  
**M V SUBBARAO**  
DIRECTOR

**GARWARE ENVIRONMENTAL SERVICES PVT LTD**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH 2016**

(Rs.)

	Particulars	Notes	For the year ended 31st March	
			2016	2015
I.	<b>Revenue:</b>			
	(a) Revenue from operations		-	-
	Less: Excise Duty		-	-
	(b) Other Income-Interest		1,027,123	1,008,870
	<b>Total Revenue</b>		<b>1,027,123</b>	<b>1,008,870</b>
II.	<b>Expenses:</b>			
	(a) Cost of materials consumed		-	-
	(b) Purchase of Traded Goods		-	-
	(c) (Increase)/Decrease in inventories of finished goods, work-in-progress and Traded Goods		-	-
	(d) Employee benefit expense		-	-
	(e) Operation and other expenses	11	71,366	59,467
	<b>Total Expenses</b>		<b>71,366</b>	<b>59,467</b>
	<b>Earning before interest, tax, depreciation and amortization (EBITDA) (I - II)</b>		<b>955,757</b>	<b>949,403</b>
	(g) Depreciation and amortization expense		632	702
	(f) Financial costs		-	-
III.	<b>Profit before tax</b>		<b>955,125</b>	<b>948,701</b>
IV.	<b>Tax expense</b>			
	(a) Current tax		295,133	294,000
	(b) Deferred tax		-	-
	(c) Wealth tax		-	-
	(c) Adjustment for short / excess provision of earlier year		378,568	-
V.	<b>Profit after tax for the year</b>		<b>281,424</b>	<b>654,701</b>
VI.	<b>Earning per equity share - Basic and diluted (Rs.)</b>		<b>0.28</b>	<b>0.65</b>
	Weighted average number of equity shares		1,000,000	1,000,000
	Face value per equity share (Rs.)		10	10
VII.	<b>NOTES FORMING PART OF THE FINANCIAL STATEMENT 1-11</b>			

For PATKI & SOMAN  
Chartered Accountants.

Sd/-  
S.M.Patki  
PARTNER  
M.NO. - 037315  
F.R. No. 107830W  
Pune  
Date 25.05.2016

Sd/-  
V R GARWARE  
DIRECTOR

Sd/-  
M V SUBBARAO  
DIRECTOR

**GARWARE ENVIRONMENTAL SERVICES PVT LTD**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016**

	(Rs.)	
	For the year ended 31st March 2016	For the year ended 31st March 2015
<b>I. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before Tax	955,125	948,701
Adjustments for :		
Depreciation and amortisation	632	702
Finance Cost	-	-
Interest Income	(1,027,123)	(1,008,870)
Dividend Income	-	-
(Profit) / Loss on sale of Fixed Assets	-	-
Provision for doubtful Debts	-	-
<b>Operating Profits before working capital changes</b>	<b>(71,366)</b>	<b>(59,467)</b>
Trade Receivables , Loans and advances and other assets	(426,723)	(468,258)
Inventories	-	-
Trade and other Payables	108,656	305,236
<b>Cash generated from operations</b>	<b>(389,433)</b>	<b>(222,489)</b>
Taxes paid & Adjusted	673,701	294,000
<b>Net cash provided by operating Activities</b>	<b>(1,063,134)</b>	<b>(516,489)</b>
<b>II. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of fixed Assets	-	-
Product development costs	-	-
Increase / Decrease of Investment	-	-
Purchase / sale of investments	(713,857)	(555,665)
Finance Cost	-	-
Interest received	-	-
Dividend received	-	-
<b>Net cash provided by / (used in) investing Activities</b>	<b>(713,857)</b>	<b>(555,665)</b>
<b>III. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayments of long term borrowings	-	-
Proceeds from Long term borrowings	-	-
Finance Cost	1,027,123	1,008,870.00
Short term borrowings	-	-
Dividends paid including Dividends tax	-	-
Buyback of Equity Shares	-	-
<b>Net cash from financing Activities</b>	<b>1,027,123</b>	<b>1,008,870</b>
<b>Net Increase/ (Decrease) in cash &amp; Cash Equivalents</b>	<b>(749,868)</b>	<b>(63,284)</b>

GARWARE ENVIRONMENTAL SERVICES PVT LTD  
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016

	(Rs.) For the year ended 31st March 2016 (Rs. in laces)	For the year ended 31st March 2015 (Rs. in laces)
Cash & Cash Equivalents (Opening Balance):	4,840,586	4,903,871
Cash & Cash Equivalents (Closing Balance):	4,090,718	4,840,586
Net Increase/ (Decrease) in cash & Cash Equivalents	<u>(749,868)</u>	<u>(63,285)</u>

For PATKI & SOMAN  
Chartered Accountants,

Sd/-  
S.M.Patki  
PARTNER  
M.NO. - 037315  
F.R.NO.107830W  
Pune  
Date 25.05.2016

Sd/-  
V R GARWARE  
DIRECTOR

Sd/-  
M V SUBBARAO  
DIRECTOR

# GARWARE ENVIRONMENTAL SERVICES PVT LTD

## SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2016

### 1 Corporate Information

Garware Environmental Services Private Limited is a private company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The registered office of the company is situated at Plot No. 11, Block D-1, M.I.D.C., Chinchwad, Pune-411019. The Company is to carry out activities like collecting, treating, processing, purifying and deposing waste and pollutants, liquid waste, municipal solid waste, etc including all other related business and activities. The company is yet to start its operations.

### 2 Significant Accounting Policies

#### a. Basis of preparation

The Financial Statements of the Company have been prepared in accordance with Generally Accepted Accounting Principle in India (Indian GAAP). The Company has prepared these Financial Statement to comply in all material respects with the Accounting Standards notified under Section 133 of the Companies Act, 2013('Act') read along with Rule 7 of the Company (Accounts) Rules, 2014 and the relevent provisions of the Act. All income and expenditures are on accrual basis. Financial statements are prepared on historical cost convention, on an accrual basis.

The accounting policies adopted in the preparation of financial statement are consistent with those of previous year.

#### b. Preliminary / Miscellaneous expenses

The Preliminary / Miscellaneous expenses are amortized over a period of 5 years from the commencement of commercial operations.

#### c. Taxation

No provisions for current and deferred taxation are considered necessary in view of no commercial transactions during the period.

#### d. Earning Per Shares:

Particulars	For the year ended 31st March, 2016
Profit / (Loss) after taxation as per Profit and Loss Account (in Rs.)	659992
Weighted average number of Equity Shares outstanding	1000000
Basic earning per Share (Weighted Average) (Face Value Rs. 10 Per Share) in Rs.	0.46
There is no dilution in equity share capital of the company and hence there is no working for diluted earning per share.	

#### e. Provisions And Contingent Liabilities:

There is no contingent liability, not provided for the period ended on 31st March, 2016

#### f. Estimated amount of contracts remaining to be executed on Capital account and not provided for (net of advances) - Rs. NIL.

#### g. There is no Small Scale Industries to whom the company owes dues, which are outstanding for more than 30 days as at the Balance Sheet Date.

#### h. There is no Micro, Small and Medium Enterprises to whom the company owes dues, which are outstanding for more than 45 days as at the Balance Sheet Date.

#### i. ADDITIONAL INFORMATION PURSUANT TO THE PROVISIONS OF PARAGRAPH 3 & 4 OF PART II OF THE SCHEDULE VI TO THE COMPANIES ACT, 1956.

This is not applicable since the company is yet to start its commercial operations.

#### j. The previous years figures have been regrouped wherever necessary.

#### k. Others:

Other appropriate accounting policies will be framed upon commencement of the commercial operations.

For PATKI & SOMAN

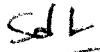
Chartered Accountants,


  
S.M.Patki

PARTNER

M.NO. - 037315, F.R.NO.107830W

Pune, Date 25.05.2016

  
V R GARWARE  
DIRECTOR

  
M V SUBBARAO  
DIRECTOR

GARWARE ENVIRONMENTAL SERVICES PVT LTD  
 NOTES TO FINANCIAL STATEMENTS FOR FOR THE YEAR ENDED 31 MARCH 2016

3 SHARE CAPITAL

	As at 31 March 2016	As at 31 March 2015
(Rs.)		
(a) Authorised share Capital		
i) 50,00,000 Equity Shares of 10/- each (31 March 2013 : 5,00,00,000 equity shares of Rs. 10 each)	500,000,000	500,000,000
	<u>500,000,000</u>	<u>500,000,000</u>
(b) Issued, Subscribed and Fully Paid up Share Capital		
i) 10,00,000 Equity Shares of Rs. 10/- each (31 March 2013 : 10,00,000 equity shares of Rs. 10 each)	10,000,000	10,000,000
	<u>10,000,000</u>	<u>10,000,000</u>

a) Reconciliation of number of shares

	As at 31 March 2016		As at 31 March 2015	
	Number of Shares	Amount Rupees	Number of Shares	Amount Rupees
<b>Equity Shares</b>				
Opening Balance	1,000,000	10,000,000	1,000,000	10,000,000
Changes during the year	-	-	-	-
<b>Closing Balance</b>	<u>1,000,000</u>	<u>10,000,000</u>	<u>1,000,000</u>	<u>10,000,000</u>

b) Details of shareholders holding more than 5% shares in the Company

	As at 31 March 2016	As at 31 March 2015
<b>Equity Shares</b>		
Garware wall Ropes Ltd	999,900 99.99%	999,900 99.99%



**GARWARE ENVIRONMENTAL SERVICES PVT LTD**  
**NOTES TO FINANCIAL STATEMENTS FOR FOR THE YEAR ENDED 31 MARCH 2016**

**4 RESERVE AND SURPLUS**

(Rs.)

	As at 31st March 2016	As at 31st March 2015
(a) Surplus in statement of profit and loss		
(i) Balance as per last financial statement	2,067,289	1,412,589
Add : Profit for the year	281,424	654,700
Less : Appropriations		
(ii) Proposed final dividend on equity shares		
(iv) Tax on dividend		
	2,348,713	2,067,289
<b>Total</b>	<b>2,348,713</b>	<b>2,067,289</b>

GARWARE ENVIRONMENTAL SERVICES PVT LTD  
 NOTES TO FINANCIAL STATEMENTS FOR FOR THE YEAR ENDED 31 MARCH 2016

5 OTHER CURRENT LIABILITIES

	(Rs.)	
	As at 31st March	
	2016	As at 31st March 2015
(a) Other payables(including Audit Fees)	41,125	22,472
Total	<u>41,125</u>	<u>22,472</u>

6 SHORT TERM PROVISION

	(Rs.)	
	As at 31st March	
	2016	As at 31st March 2015
(a) Income Tax Provision	1,016,639	926,636
Total	<u>1,016,639</u>	<u>926,636</u>

**GARWARE ENVIRONMENTAL SERVICES PVT LTD**  
**NOTES TO FINANCIAL STATEMENTS FOR FOR THE YEAR ENDED 31 MARCH 2016**

**7 Fixed Assets**

										(Rs.)
Description	GROSS BLOCK			Gross Block as at 31 March 2016	Accumulated as at 1 April 2015	DEPRECIATION		Accumulated as at 31 March 2016	NET BLOCK	
	Gross Block as at 1 April 2015	Additions	Deletions/ Adjustments			Deletions / Adjustment	Depreciation/ Amortisation for the year		Value as at 31 March 2016	Value as at 31 March 2015
<b>TANGIBLE FIXED ASSETS</b>										
Office Equipment	10,700	-	-	10,700	4,382	-	632	5,014	5,686	6,318
<b>TOTAL</b>	<b>10,700</b>	<b>-</b>	<b>-</b>	<b>10,700</b>	<b>4,382</b>	<b>-</b>	<b>632</b>	<b>5,014</b>	<b>5,686</b>	<b>6,318</b>

**Notes:**

1. Depreciation has been provided on Written Down Value Method, at the rates specified in Parc C of the Schedule II to the Companies Act, 2013.

**GARWARE ENVIRONMENTAL SERVICES PVT LTD**  
**NOTES TO FINANCIAL STATEMENTS FOR FOR THE YEAR ENDED 31 MARCH 2016**

**8 NON CURRENT INVESTMENT**

	(Rs.)	
	As at 31st March 2016	As at 31st March 2015
Fixed Deposit with Bank (Including Interest accrued and receivable)	7,988,806	7,274,949
<b>Total</b>	<b>7,988,806</b>	<b>7,274,949</b>

**9 CASH AND CASH EQUIVALENTS**

	As at 31 March 2016	As at 31 March 2015
(a) Cash and cash equivalents		
(i) Balances with banks		
In Current Accounts	39,539	82,230
In Deposit Accounts with maturity less than 3 months		
Cash on hand	1,804	2,309
	<u>41,343</u>	<u>84,539</u>
(b) Other Bank balances		
(i) Earmarked balances with banks		
(ii) Bank deposits above 3 months	4,049,375	4,756,047
<b>Total</b>	<b>4,090,718</b>	<b>4,840,586</b>

10 SHORT - TERM LOANS AND ADVANCES

	As at 31 March 2016	As at 31 March 2015
Advances recoverable in cash or in kind or for value to be received		
Advance Income Tax (Including TDS)	13,21,267	8,94,544
Balance with Excise and Customs Authorities		
<b>Total</b>	<b>13,21,267</b>	<b>8,94,544</b>

**GARWARE ENVIRONMENTAL SERVICES PVT LTD**  
**NOTES TO FINANCIAL STATEMENTS FOR FOR THE YEAR ENDED 31 MARCH 2016**

11 OPERATING AND OTHER EXPENSES	(Rs.)	
	For the year ended 31 March 2016	For the year ended 31 March 2015
Legal and Professional Charges	59,350	41,575
Auditors' Remuneration		
Audit Fees	11,450	11,236
Travelling Expenses	505	-
Bank Charges	61	56
Other miscellaneous expenses	-	6,600
<b>Total</b>	<b>71,366</b>	<b>59,467</b>