

INDEPENDENT AUDITORS' REPORT

To the Members of International Belting Limited

Report on the Financial Statements

We have audited the accompanying financial statements of International Belting Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, significant accounting policies and other notes for the year ended on that date.

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 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 misstatement, whether due to fraud or error.

Auditors' Responsibility

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

We have taken into account the provisions of the Act, the Accounting and Auditing Standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of 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.

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

Opinion

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

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2016;
- b) In the case of the statement of Profit and Loss, of the Profit of the Company for the year ended on that date;
- c) In the case of the cash flow statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

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", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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 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 Balance Sheet, Statement of Profit and loss and Cash Flow Statement comply with the Accounting Standards specified under section 133 of the Act;
- e) On the basis of the written representations received from the directors as on March 31, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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".

i) With respect to the other matters to be included in the Auditors' 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 does not have any pending litigations which would impact its financial position;
- ii. The Company does not have any long-term contracts, including derivative contracts, for which there were any material foreseeable losses.
- iii. There are no amounts required to be transferred to the Investor Education and Protection Fund by the Company.

Place: Kolkata
Date: 30th May 2016

For Lodha & Co.
Chartered Accountants
Firm's ICAI Registration No.:301051E

Sd/-
H K Verma
Partner
Membership No: 055104

International Belting Limited

“Annexure A” to the Auditor’s Report of even date:

- i) a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b. The assets of the Company were physically verified by the management during the year and no material discrepancies were noticed as compared to book records.
- c. According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no immovable properties in the name of the Company. Accordingly clause (i) (c) of the Order is not applicable.
- ii) The Company is trading in textiles and other goods. Stocks of textiles and other goods are physically verified at time of sale. The Company does not have any inventory at the close of the year. No discrepancies were noticed on physical verification.
- iii) According to the information and explanations given to us, the Company has granted unsecured loans to companies which are covered in the register maintained under Section 189 of the Act.
 - (a) In our opinion and according to the informations and explanations given to us, the terms and conditions of the grant of loans are prima facie not prejudicial to the interest of the Company;
 - (b) In respect of the loans granted by the Company, there were no stipulations with respect to repayment of principal amounts. However, repayment of principal amount and interest thereon is being received by the Company as and when demanded.
 - (c) As informed to us, having regard to the terms and conditions of the loans, there are no overdue amount outstanding in respect of such loans and interest thereon.
- iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- v) The Company has not accepted any deposits from public covered under Sections 73 to 76 or any other relevant provisions of the Act and rules framed thereunder.
- vi) According to the information and explanations given to us, the maintenance of cost records under Section 148(1) of the Act has not been prescribed and as such, paragraph 3(vi) of the Order is not applicable to the Company.
- vii) a. According to the information and explanations given to us, during the year, the Company has generally been regular in depositing to the appropriate authorities undisputed statutory dues including provident fund, employees’ state insurance, income-tax, sales-tax, service tax, duty of Customs, duty of excise, value added tax, cess and other statutory dues as applicable to it. However, according to the information and explanations given to us, there is no undisputed amounts payable in

respect of these which 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, there are no dues of Income Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty or Value Added Tax that has not been deposited as on 31.03.2016 on account of dispute.
- viii) In our opinion and on the basis of information and explanations given to us by the management, we are of the opinion that the Company has not defaulted in repayment of dues to a bank. The Company has not issued any debentures and not taken any loan from financial institution.
- ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and Term Loan.
- x) During the course of our examination of books of account carried out in accordance with generally accepted auditing practices in India, we have neither come across any incidence of fraud on the Company by its officers or employees nor have we been informed of any such cases by the management.
- xi) According to the information and explanations given to us, there are no managerial personnel of the Company and accordingly the provisions of clause 3(xi) of the Order are not applicable to the Company.
- xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

- xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For Lodha & Co.
Chartered Accountants
Firm's ICAI Registration No.:301051E

Place: Kolkata
Date: 30th May 2016

Sd/-
H K Verma
Partner
Membership No: 055104

International Belting Limited

“Annexure B” referred to in our report of even date

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 International Belting Limited (“the Company”) as at March 31, 2016 in conjunction with our audit of the 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 Act.

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 Act, 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 ICAI. 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 judgement, 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 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 Institute of Chartered Accountants of India.

Place: Kolkata
Date: 30th May 2016

For Lodha & Co.
Chartered Accountants
Firm's ICAI Registration No.: 301051E

Sd/-
H K Verma
Partner
Membership No: 055104

INTERNATIONAL BELTING LIMITED
BALANCE SHEET AS AT MARCH 31, 2016

(Amount in `)

Particulars	Note No.	As at March 31, 2016	As at March 31, 2015
I EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share capital	2	75,00,000	75,00,000
(b) Reserves and surplus	3	857,95,712	774,74,711
(2) Current liabilities			
(a) Short-term borrowings	4	-	79,04,229
(b) Trade payables	5		
Total Outstanding dues of micro enterprises and small enterprises		-	-
Total Outstanding dues of creditors other than micro enterprises and small enterprises		30,93,076	58,382
(c) Other current liabilities	6	6,300	8,52,882
(d) Short Term Provisions	7	16,09,646	-
		980,04,734	937,90,204
II ASSETS			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	8	13,136	16,778
(b) Non-current investments	9	24,000	24,000
(c) Long-term loans and advances	10	16,29,268	9,16,099
(2) Current assets			
(a) Trade Receivable	11	3,94,680	-
(b) Cash and Cash Equivalents	12	3,90,922	1,32,124
(c) Short-term loans and advances	13	955,52,728	927,01,203
		980,04,734	937,90,204

Summary of significant accounting policies 1
Notes on financial statements 2 - 20

The notes are an integral part of the financial statements

As per our report of even date

For Lodha & Co

Chartered Accountants

sd/-

H K Verma
Partner

For and on behalf of the Board of Directors

sd/-

Pinaki Sen
Director

DIN: -00568355

sd/-

Subhasis Mukherjee
Director

DIN: 05335706

Place : Kolkata

Date : May 30, 2016

INTERNATIONAL BELTING LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2016

(Amount in `)

Particulars	Note No.	For the year ended March 31, 2016	For the year ended March 31, 2015
Revenue			
Revenue from operations	14	249,94,680	-
Other Income	15	133,12,725	125,08,682
Total Revenue		383,07,405	125,08,682
Expenses			
Cost of Purchase	16	276,34,335	-
Employee Benefits Expense	17	1,92,000	-
Finance Costs	18	-	8,04,794
Depreciation and Amortisation Expense	8	3,642	38,797
Other Expenses	19	5,46,695	3,94,949
Total Expenses		283,76,672	12,38,540
Profit / (Loss) Before Tax		99,30,733	112,70,142
Tax Expenses:			
Current Tax Expense For Current Year		31,00,000	23,00,000
Less : MAT Credit Entitlement		(14,90,268)	-
		16,09,732	23,00,000
Profit / (Loss) After Tax		83,21,001	89,70,142
Earnings Per Equity Share			
Basic And Diluted(In `)		11.09	11.96

Summary of significant accounting policies
Notes on financial statements

1
2 -20

The notes are an integral part of the financial statements

As per our report of even date

For Lodha & Co
Chartered Accountants

For and on behalf of the Board of Directors

sd/-
H K Verma
Partner

sd/-
Pinaki Sen
Director
DIN: -00568355

sd/-
Subhasis Mukherjee
Director
DIN: 05335706

Place : Kolkata
Date : May 30, 2016

INTERNATIONAL BELTING LIMITED

Cash Flow Statement for the year ended March 31, 2016

	(Amount in `) Year ended March 31, 2016	(Amount in `) Year ended March 31, 2015
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax	99,30,733	112,70,142
Adjustment for		
Depreciation	3,642	38,797
Finance Cost	-	8,04,794
(Profit)/Loss on Sale of Fixed Assets (Net)	-	-
Interest Income	(133,12,725)	(125,08,682)
Operating profit before working capital changes	(33,78,350)	(3,94,949)
Adjustment for		
Trade and other receivable	(20,72,850)	-
Trade and other payables	29,12,426	76,131
	8,39,576	76,131
Cash generated from Operation	(25,38,774)	(3,18,818)
Direct Taxes (Paid)/Refund received	(7,13,255)	(28,70,849)
Net Cash from/(used in) Operating Activities	(32,52,029)	(31,89,667)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Loans Given	(24,89,795)	(95,65,928)
Interest received	146,29,165	110,07,524
Net Cash from/(used in) Investing Activities	121,39,370	14,41,596
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds/(Repayments) from Borrowings	(79,04,229)	21,54,229
Interest Paid	(7,24,314)	(4,74,709)
Net cash from/(used in) Financing Activities	(86,28,543)	16,79,520
Net increase/(Decrease) in Cash and Cash Equivalents	2,58,798	(68,551)
Cash and Cash Equivalents at the beginning of the year	1,32,124	2,00,675
Cash and Cash Equivalents at the end of the year (Refer Note No. 12)	3,90,922	1,32,124

Note :

Cash flow statement has been prepared under the indirect method as set out in the Accounting Standard (AS) 3 : "Cash Flow Statements" as specified in the Companies (Accounting Standards) Rules, 2006.

As per our report of even date.

For LODHA & CO.
Chartered Accountants

For and on behalf of the Board

sd/-
H. K. Verma
Partner

sd/-
Pinaki Sen
Director
DIN: -00568355

sd/-
Subhasis Mukherjee
Director
DIN: 05335706

Place : Kolkata
Date : May 30, 2016

INTERNATIONAL BELTING LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENT AS AT MARCH 31, 2016

1. Summary of Significant Accounting Policies :

1.1 General:

The financial statements have been prepared under the historical cost convention in accordance with the provision of the Companies Act, 2013 and mandatory Accounting Standards as prescribed under section 133 of the Companies Act, 2013, and other recognized accounting practices. Accounting policies unless specifically stated to be otherwise, are consistent and are in consonance with generally accepted accounting principle.

1.2 Use of Estimates:

The preparation of financial statements require management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures relating to contingent liabilities and assets as at the Balance Sheets date and the reported amounts of revenue and expenses during the year. Difference between the actual results and the estimates are recognized in the year in which the results are known/ materialized.

1.3 Fixed Assets, Depreciation and Amortization :

1.3.1 Gross Block:

Fixed Assets are stated at cost of acquisition with subsequent improvements thereto. Cost of acquisition includes taxes, duties, inward freight and installation expenses. Expenditure incurred on improvements/ modifications of fixed assets that increases the future benefits from the existing asset beyond its previously assessed standard of performance, e.g., increase in capacity / efficiency, are capitalized.

1.3.2 Depreciation is provided on written down value method as per Schedule II of The Companies Act, 2013 best on the useful life of the assets. However asset costing ` 5000/- or less are depreciated fully in the year of addition.

1.4 Revenue Recognition

All expenses and revenue to the extent considered payable and receivable respectively, unless specifically stated to be otherwise, are accounted for on mercantile basis.

1.5 Investments

Non current investments are stated at cost less provision for diminution other than temporary in nature. Current investments are carried at lower of cost and fair value.

1.6 Inventories

Inventories are valued at lower of the cost and net realizable value. The cost in respect of raw materials and stores and spares is determined on FIFO basis and in respect of finished goods and stock in process is determined on average basis. Cost of raw materials and stores and spares include the taxes and duties other than those recoverable from taxing authorities and expenses incidental to the procurement of the same. Cost in case of stock-in-process and finished goods represent prime cost and appropriate portion of overheads. Traded goods are valued using FIFO method.

1.7 Employee Benefits

Short term employee benefits are recognized as an expense at the undiscounted amount in the statement of Profit and Loss of the year in which the related service is rendered.

1.8 Provision for Current & Deferred Tax

Provision for Tax is made for current tax and deferred tax. Current tax is provided on the taxable revenue using the applicable tax rates and tax laws. Deferred tax assets and liabilities arising on account of timing difference, which are capable of reversal in subsequent periods are recognized using tax rates and tax laws, which has been enacted or substantively enacted. Deferred tax assets are recognized only to the extent that there is a reasonable certainty that sufficient future taxable revenue will be available against which such deferred tax assets will be realized. In case of carry forward of unabsorbed depreciation and tax losses, deferred tax assets are recognized only if there is "virtual certainty" that such deferred tax assets can be realized against future taxable profits.

1.9 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 Assets are neither recognized nor disclosed in the financial statement. Contingent Liabilities, if material, are disclosed by way of notes.

INTERNATIONAL BELTING LIMITED

Notes forming part of the financial statement as at March 31, 2016

(Amount in `)

2 Share Capital

Particulars	Ref Note No.	As at March 31, 2016	As at March 31, 2015
Authorised Shares			
50,00,000 (50,00,000) Equity Shares of `10/- each		500,00,000	500,00,000
		<u>500,00,000</u>	<u>500,00,000</u>
Issued,Subscribed and Fully Paid-up Shares			
7,50,000 (7,50,000) Equity Shares of `10/- each		75,00,000	75,00,000
		<u>75,00,000</u>	<u>75,00,000</u>

2.1 Out of the above issued shares the company has only one class of equity shares having a par value of ` 10/- each. Each 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 amount in proportion of their shareholding.

2.2 There is no movement in the number of shares outstanding at the beginning and at the end of the reporting period.

2.3 Details of the shareholders holding more than 5% shares of the total number of equity shares issued by the Company :

Name of the Shareholder	No. of Shares held as at March 31, 2016	No. of Shares held as at March 31, 2015
International Conveyors limited	7,50,000	7,50,000

3 RESERVES AND SURPLUS

Particulars	Ref Note No.	As at March 31, 2016	As at March 31, 2015
GENERAL RESERVE			
As per last Balance Sheet		(493)	-
Less : Adjustment on account of depreciation pursuant to schedule II of Companies Act, 2013		-	(493)
		<u>(493)</u>	<u>(493)</u>
Securities Premium Account			
As per last Balance Sheet		630,00,000	630,00,000
		<u>630,00,000</u>	<u>630,00,000</u>
Surplus			
As Per last Balance Sheet		144,75,204	55,05,062
Add : Net Profit After Tax transferred from Statement of Profit and Loss		83,21,001	89,70,142
Amount available for appropriation		227,96,205	144,75,204
Net Surplus		<u>227,96,205</u>	<u>144,75,204</u>
Total Reserves & Surplus		<u>857,95,712</u>	<u>774,74,711</u>

INTERNATIONAL BELTING LIMITED

Notes forming part of the financial statement as at March 31, 2016

4 SHORT TERM BORROWINGS

(Amount in `)

Particulars	Ref Note No.	As at March 31, 2016	As at March 31, 2015
UNSECURED LOANS			
Deposit from Related Party	20.4	-	79,04,229
		<u>-</u>	<u>79,04,229</u>

5 TRADE PAYABLES

Payables For Goods and Services		<u>30,93,076</u>	<u>58,382</u>
		30,93,076	58,382

- 5.1 Disclosure of Trade Payables is based on the information available with the Company regarding the status of the suppliers as defined under the "Micro, Small and Medium Enterprise Development Act, 2006" (the Act). There are no delays in payment made to such suppliers. There is no amount outstanding as at the Balance Sheet date.

6 OTHER CURRENT LIABILITIES

Particulars	Ref Note No.	As at March 31, 2016	As at March 31, 2015
Interest accrued and due on borrowings		-	7,24,314
Statutory Dues (TDS)		6,300	87,560
Other Payables		<u>-</u>	<u>41,008</u>
		6,300	8,52,882

7 SHORT TERM PROVISIONS

Particulars	Ref Note No.	As at March 31, 2016	As at March 31, 2015
Provision for Income Tax (Net of Advance Tax)		<u>16,09,646</u>	<u>-</u>
		16,09,646	-

INTERNATIONAL BELTING LIMITED

Notes forming part of the financial statement as at March 31, 2016

10 LONG TERM LOANS & ADVANCES

(Amount in `)

Particulars	Ref Note No.	As at March 31, 2016	As at March 31, 2015
(Unsecured Considered Good unless otherwise stated)			
Security Deposits		1,39,000	1,39,000
MAT Credit Entitlement		14,90,268	-
Advance Income Tax (Net of Provision)		-	7,77,099
		<u>16,29,268</u>	<u>9,16,099</u>

11 TRADE RECEIVABLE

Particulars	Ref Note No.	As at March 31, 2016	As at March 31, 2015
Unsecured			
Trade receivables outstanding for a period exceeding six months from the date they are due for payment :			
Considered Good		-	-
Others			
Considered Good		3,94,680	-
		<u>3,94,680</u>	<u>-</u>

12 CASH AND CASH EQUIVALENTS

Particulars	Ref Note No.	As at March 31, 2016	As at March 31, 2015
(i) Balances With Banks			
In Current Accounts		3,42,930	44,724
(ii) Cash on Hand			
		47,992	87,400
		<u>3,90,922</u>	<u>1,32,124</u>

13 SHORT TERM LOANS AND ADVANCES

Particulars	Ref Note No.	As at March 31, 2016	As at March 31, 2015
(Unsecured Considered Good unless otherwise stated)			
Loans and advances to related parties	20.4	936,73,093	924,99,738
Income Tax Receivable		16,78,170	-
Balance with Government Authorities		2,01,465	2,01,465
		<u>955,52,728</u>	<u>927,01,203</u>

INTERNATIONAL BELTING LIMITED

Notes forming part of the financial statement for the year ended March 31, 2016

14 REVENUE FROM OPERATIONS

(Amount in `)

Particulars	Ref Note No.	For the year ended March 31, 2016	For the year ended March 31, 2015
Sale of Traded Goods		<u>249,94,680</u>	-
		<u>249,94,680</u>	-

15 OTHER INCOME

Particulars	Ref Note No.	For the year ended March 31, 2016	For the year ended March 31, 2015
Interest		<u>133,12,725</u>	<u>125,08,682</u>
		<u>133,12,725</u>	<u>125,08,682</u>

16 COST OF PURCHASE

Particulars	Ref Note No.	For the year ended March 31, 2016	For the year ended March 31, 2015
Purchase of Traded Goods		<u>276,34,335</u>	-
		<u>276,34,335</u>	-

17 EMPLOYEE BENEFIT EXPENSE

Particulars	Ref Note No.	For the year ended March 31, 2016	For the year ended March 31, 2015
Salaries and Wages		<u>1,92,000</u>	-
Staff Welfare Expenses		-	-
	17.1	<u>1,92,000</u>	-

17.1 Considering only few employees in the Company and that they have not put in qualifying period of service to be eligible for payment of gratuity, provision for year end liability of gratuity has not been made. In absence of actuarial valuation for ascertaining the year end liability, the impact on the financial statements could not be ascertained. However, due to this there is not likely to be material impact on the financial statements. Steps are being taken to comply with requirements of Accounting Standard – 15 on Employee Benefits as notified under the Companies (Accounting Standards) Rules, 2006.

18 FINANCE COST

Particulars	Ref Note No.	For the year ended March 31, 2016	For the year ended March 31, 2015
Interest Expenses		-	8,04,794
		<u>-</u>	<u>8,04,794</u>

INTERNATIONAL BELTING LIMITED

Notes forming part of the financial statement for the year ended March 31, 2016

19 OTHER EXPENSES

(Amount in `)

Particulars	Ref Note No.	For the year ended March 31, 2016	For the year ended March 31, 2015
Rent	19.1	3,14,346	3,10,116
Rates & Taxes		6,950	13,834
Travelling & Conveyance		72,000	
Auditors Remuneration :	19.2		
Audit Fees		34,350	33,708
Tax Audit Fees		11,450	11,236
Other		11,564	-
Miscellaneous Expenses		96,035	26,055
		5,46,695	3,94,949

- 19.1 The company has certain cancellable operating lease arrangements for office/ residential accomodation and for use of machineries with a lease period of one to five years which can be further extended after mutual consent and agreement. The lease agreement can be terminated after giving a notice as per the terms of the lease by either of the party. Expenditure incurred on account of operating lease rentals during the year and recognised in the Statement of Profit and Loss amounts to ` 2,76,000/- (Previous Year `2,76,000/-) exclusive of service tax.

- 19.2 Auditor Remuneration Includes Service Tax As follows :

Audit Fees	4350	3708
Tax Audit Fees	1450	1236
Other Services	1564	-

**INTERNATIONAL
BELTING LIMITED**

NOTE : 8

FIXED ASSETS

(Amount in `)

PARTICULARS	GROSS BLOCK				DEPRECIATION / AMORTISATION					NET BLOCK	
	Book Value As on 01.04.2015	Additions	Adjustments/ Deduction	Book Value As on 31.03.2016	Upto 31.03.2015	Adjustment with Retained earing 31.03.2016	For the year ended on 31.03.2016	Adjustments/ Deduction	Upto 31.03.2016	As on 31.03.2016	As on 31.03.2015
TANGIBLE ASSETS											
Computer	30,980	-	-	30,980	29,323	-	438	-	29,761	1,219	1,657
Office Equipment	86,078	-	-	86,078	82,253	-	-	-	82,253	3,825	3,825
Furniture & Fixtures	1,03,277	-	-	1,03,277	91,981	-	3,204	-	95,185	8,092	11,296
TOTAL	2,20,335	-	-	2,20,335	2,03,557	-	3,642	-	2,07,199	13,136	16,778
Previous Year	2,20,335	-	-	2,20,335	1,64,267	493	38,797	-	2,03,557	16,778	

**INTERNATIONAL
BELTING LIMITED**

Notes forming part of the financial statements as at March 31 , 2016

(Amount in `)

9 NON CURRENT INVESTMENTS
(Valued at cost unless stated otherwise)

Particulars	Ref Note No.	As at March 31, 2016		As at March 31, 2015	
		No of Shares.	Value	No of Shares.	Value
Investment in Equity Instruments (Fully paid-up unless otherwise stated)					
Other Investment					
Un-quoted:					
In Equity Instruments of Bodies Corporate :					
IGE (India) Private Limited (Face Value of Share ` . 1/- Each)		22,000	22,000	22,000	22,000
Elpro Estates Limited (Face Value of Share ` 10/- Each)		200	2,000	200	2,000
		<u>22,200</u>	<u>24,000</u>	<u>22,200</u>	<u>24,000</u>

9.1 Aggregate amount of Un-Quoted Investments.

24,000

24,000

9.2 Particulars of investments as required in terms of Section 186 (4) of the Companies Act, 2013, have been disclosed under note no.9 above.

INTERNATIONAL BELTING LIMITED

NOTE : 20

NOTES FORMING PART OF THE FINANCIAL STATEMENT AS AT MARCH 31, 2016

	As at 31.03.2016	As at 31.03.2015
20.1 Contingent Liabilities and capital commitments to the extent not provided for :		
20.1(a) Contingent Liabilities	-	-
20.1(b) Capital Commitments	-	-

20.1.1 The Company has no pending litigation with respect to claim against the company and proceedings pending with Tax/Statutory/Government authorities.

20.2 The break up of deferred tax assets and deferred tax liability is as under

	As at 31.03.2016	As at 31.03.2015
Deferred tax Liability		
On account of depreciation difference as per Income tax and books of account.	(27,211)	(33,701)
Gross Deferred Tax Liability	<u>(27,211)</u>	<u>(33,701)</u>
Deferred tax Assets		
On Unabsorbed Depreciation	-	-
Gross Deferred Tax Assets	<u>-</u>	<u>-</u>
Net Deferred tax Assets	<u>27,211</u>	<u>33,701</u>

As at March 31, 2016, the Company has Deferred Tax Assets (Net) ` 27,211/- (Previous Year Assets (Net) ` 33,701/-). However as a matter of prudence the same has not been recognised in the books of account.

	Year Ended 31.03.2016	Year Ended 31.03.2015
20.3 Earning per share		
(a) Net Profit / (Loss) as per statement of Profit and Loss (`)	83,21,001	89,70,142
(b) Weighted Average number of equity shares used as denominator for calculating EPS		
- For Basic and Diluted	7,50,000	7,50,000
(c) Earnings per share of face value of ` 10 each ( `)		
- For Basic and Diluted	11.09	11.96

20.5 During the year the Company has decided to carry on business of trading in textile and other goods. Accordingly this is the only reportable segment as per Accounting Standard -17 on segment reporting.

20.6 **CIF Value of Imports :**
Particulars

2015-2016

2014-2015

(a) Capital Goods and Others

-

-

20.7 Previous year figures have been re-arranged/re-grouped wherever necessary.

As per our report of even date

For and on behalf of the Board

For **LODHA & CO**
Chartered Accountants

sd/-
H. K. Verma
Partner

Place : Kolkata
Date : May 30, 2016

sd/-
Pinaki sen
Director
DIN: 00568355

sd/-
Subhasis Mukherjee
Director
DIN: 05335706

20.4 Related Party Disclosure as required by Accounting Standard 18 "Related Party Disclosure" are as follows: -

A. Holding Company :

1) International Conveyors Ltd.

B. Enterprises where key management personnel and their relatives have substantial interest and / or for

1) I.G.E (India) Pvt. Ltd.

2) Elpro International Limited

3) Pure Coke Limited

Details of transactions made with Related Parties during the period :-

(Amount in `)

Nature of Transaction	International Conveyors Ltd.		I.G.E. (India) Pvt. Ltd		Elpro International Limited		Pure Coke Limited	
	Year Ended 31.03.2016	Year Ended 31.03.2015	Year Ended 31.03.2016	Year Ended 31.03.2015	Year Ended 31.03.2016	Year Ended 31.03.2015	Year Ended 31.03.2016	Year Ended 31.03.2015
Interest on Loan								
Received	705600	-	-	-	1305158	7350399	11045971	5158283
Paid	-	804794	-	-	-	-	-	-
Intercorporate deposits								
Loan given	25171457	-	-	-	-	-	47850000	-
Repaymant of Loan	25171457	-	-	190728	55618018	-	1000000	-
Loan taken	1600000	1760000	-	-	16881982	-	-	-
Loan Repaid	10228543	-	-	-	16881982	-	-	-
Outstanding								
Loan given	-	-	-	-	-	55618018	93673093	36881720
Loan taken	-	8628543	-	-	-	-	-	-
Capital Contribution	70500000	70500000	-	-	-	-	-	-