

**AUDITORS' REPORT**

To  
The Members of  
**COSA CERAMICS PRIVATE LIMITED**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **COSA CERAMICS PRIVATE LIMITED**, which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss and cash flow statement for the year 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 with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance and Cash flow of the Company in accordance with the Accounting Principles generally accepted in India, Including 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;anddesign, 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.

**Auditor's 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 there under.



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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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.

### **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:

- (i) in the case of the balance sheet, of the state of affairs of the Company as at 31 March 2016;
- (ii) in the case of the statement of profit and loss, of the **PROFIT** for the year ended on that date; and
- (iii) in the case of the cash flow statement, of the cash flows for the year ended on that date.



### **Emphasis of Matters**

We draw attention to the following matters in the Notes to the financial statements:

- a) As per the information and details given to us by the management of the company No Law suit has been files against the company
- b) As there is no accumulated losses and no other such indications found which affect the going concern principle of the company.

Our opinion is not modified in respect of these matters.

### **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 Companies Act, 2013, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure 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 purpose of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



- (e) 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. A separate report in this regard is also issued.
- (f) The going concern matter described in sub-paragraph (b) under the Emphasis of Matters paragraph above, in our opinion, may have no adverse effect on the functioning of the Company.
- (g) 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.
- (h) 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. As per information and explanations given to us and based on our Audit procedure the Company has no pending litigations during the year.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. As per information and explanations given to us the company is not required to transfer any amount to Investor education and protection fund hence it's reporting is not applicable.

For PRATIK RAJDEV & ASSOCIATES.  
CHARTERED ACCOUNTANTS



(PRATIK K. RAJDEV)  
PROPRIETOR  
M No.137919  
FIRM REG. NO. 131799W

PLACE : MORBI  
DATED: April 18, 2016



**ANNEXURE REFERRED TO IN PARAGRAPH 1 OF THE AUDITORS' REPORT  
ON ACCOUNTS FOR THE YEAR ENDED 31st MARCH, 2016**

1.
  - a) The Company has maintained proper records to show full particulars including quantitative details and situation of fixed assets.
  - b) As explained to us, major fixed assets have been physically verified by the management during the year. We have been informed that the discrepancies noticed on such verification as compared to book record were not material and have been properly dealt with in the books of account. In our opinion the frequency of verification is reasonable.
  - c) In our opinion and according to the information and explanation given to us title deeds of immovable properties are held in the name of the company.
2.
  - a) Physical verification has been conducted by the management at reasonable intervals in respect of finished goods, stores, spare parts and raw materials except clay. We were informed that physical verification of clay was difficult due to its volume and loose nature. The discrepancies noticed on such verification between the physical stocks and book records were not significant and the same has been properly dealt with in the books of account.
3. The Company has not granted any loan during the year, to Company, firms, limited liability partnership or other parties covered in the register maintained under section 189 of the Act.
4. In our opinion and according to the information and explanations given to us In respect of loans, investments and guarantees, provisions of Section 185 and 186 of the Companies Act, 2013 have been complied with
5. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits within the Provisions of sections 73 to 76 and rule framed there under of the companies Act therefore clause V of Companies (Auditor's Report) order is not applicable.
6. We have reviewed the cost records maintained by the company pursuant to the companies prescribed under section 148(1) of the companies Act,2013 and are of the opinion that prima facie the prescribed cost records have been maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete



7. a) As per information and explanations given to us the Company has been regular in depositing the undisputed statutory dues including Provident Fund, Income Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty, Cess, Octroi, entry tax and other statutory dues with the appropriate Authorities. There are no undisputed statutory dues at the year end outstanding for a period of more than six months from the date they become payable.
- b) There were no undisputed amounts payable in respect of Income tax, Custom duty, Excise duty, cess and other material statutory dues in arrears as at 31<sup>st</sup> March, 2016 for a period of more than six months from the date they became payable.
8. Based on our audit procedures and on the basis of information and explanations given to us by the management, we are of the opinion that there is no default in repayment of dues to the Financial Institutions or banks as at the year end.
9. According to the information and explanations given to us the term loans taken by the company have been applied for the purposes for which the loans were obtained.
10. As per information provided to us & explanation given to us & based on the audit procedures conducted we are of the opinion that no fraud has been committed by the company or on the company during the year covered under Audit
11. During the year company has not paid Remuneration to its directors thus provision of Section 197 to the companies Act , 2013 are not applicable.
12. As the company is not a nidhi company clause xii of paragraph 3 is not applicable.
13. Based on our audit procedures and on the basis of information and explanations given to us by the management, we are of the opinion that all the transactions with related parties are in compliance with section 177 and section 188 of the companies Act, 2013. Details of such transaction as per AS 18 have been given in point no 15 in Note No 27 in Notes to accounts.
14. As per information and explanations given to us the Company has not made any preferential allotment hence clause is not applicable.



15. Based on our audit procedures and on the basis of information and explanations given to us by the management, company has not entered into any non cash transactions with directors or persons connected with him.
16. Company is not required to be registered under Section 45-1A of the Reserve Bank of India Act, 1934,

For PRATIK RAJDEV & ASSOCIATES.  
CHARTERED ACCOUNTANTS



(PRATIK k. RAJDEV)  
PROPRIETOR  
M No.137919  
FIRM REG. NO. 131799W

PLACE : MORBI  
DATED: April 18, 2016



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

We have audited the internal financial controls over financial reporting of **COSA CERAMICS PVT. LTD.** as of 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. 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 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.

**For PRATIK RAJDEV & ASSOCIATES.  
CHARTERED ACCOUNTANTS**



**(PRATIK K. RAJDEV)  
PROPRIETOR  
M No.137919**

**FIRM REG. NO. 131799W**

**PLACE : MORBI  
DATED: April 18, 2016**



## COSA CERAMICS PRIVATE LIMITED

### NOTE NO.1 SIGNIFICANT ACCOUNTING POLICIES

1. **Basis of Accounting:**

The financial Statements of the company have been prepared in accordance with the Generally accepted Accounting Principles in India ("Indian GAAP") to comply with the Accounting standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on accrual basis under historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

2. **Income and Expenditure:**

Accounting of Income & Expenditure is done on accrual basis.

3. **Fixed Assets & Depreciation:**

- a) Fixed assets are stated at their original cost of acquisition inclusive of inward freight, duties and expenditure incurred in the acquisition, construction/installation.
- b) Depreciation is charged on Straight Line Method at the rates provided in Schedule XIV of the Companies Act, 1956.
- d) CENVAT credit availed on capital equipment is accounted for by credit to respective fixed assets.

4. **Inventories:**

Inventories are valued on the following basis:

- a) Stores and Spares: - at moving average basis.
- b) Raw Materials : -at moving average basis.
- c) Work-in-Process :- at manufacturing cost plus allocated overhead
- d) Finished Goods :- at lower of cost or market value.

5. **Excise & Custom Duty:**

- a) Excise & Custom Duty is accounted for at the time of clearance of goods. However, liability towards Excise Duty on closing stock lying in Bonded warehouse is provided for as per relevant guidance note issued by the Institute of Chartered Accounts of India.
- b) CENVAT Credit, to the extent availed, is adjusted towards cost of materials.

6. **Sales**

Sales are inclusive of excise duty and after deducting discounts. Discounts are recognized when substantially all conditions appurtenant thereto have been fulfilled.

7. **Foreign Currency Transactions:**

- a) Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction.
- b) Any income or expense on account of exchange difference either on settlement or on translation is recognized in the profit and loss account.
- c) Foreign currency assets and liabilities are translated at year end rates and resultant gain/loss on foreign exchange transaction are recognized in the profit &



loss account. Resultant gain/loss on foreign exchange transaction on Fixed Assets purchased during the year are debited/ credited to fixed assets.

8. **Employee Benefits:**

- a) Short term employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.
- b) Gratuity liability has not been provided as none of the employees of the company are not covered under gratuity Act.

9. **Research & Development**

Revenue Expenditure on research and development is charged to Profit & Loss Account in the year in which it is incurred. Capital Expenditure on research and development is treated as additions to Fixed Assets in case the same qualifies as an intangible asset as per AS – 26 issued as ICAI.

10. **Provision, Contingent Liabilities and Contingent Assets:**

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

11. Unless specifically stated to be otherwise, these policies are consistently followed.



# COSA CERAMICS PRIVATE LIMITED

BALANCE SHEET AS AT 31st MARCH, 2016

Particulars	Notes	AS AT 31.03.2016 Rs.	AS AT 31.03.2015 Rs.
<b><u>EQUITY AND LIABILITIES</u></b>			
<b><u>Shareholders' Funds</u></b>			
Share Capital	2	91,020,400	91,020,400
Reserves and Surplus	3	449,815,945	304,382,197
		540,836,345	395,402,597
<b><u>Non-current Liabilities</u></b>			
Long-term borrowings	4	241,604,159	311,302,874
Deferred tax liabilities	5	48,715,074	47,437,267
Other Long-term Liabilities	6	42,584,405	93,973,980
		332,903,639	452,714,120
<b><u>Current liabilities</u></b>			
Short-term Borrowings	7	119,916,885	107,810,690
Trade payables	8	194,284,939	219,348,282
Other current liabilities	9	162,039,319	125,473,612
Short-term provisions	10	1,246,469	2,273,252
		477,487,612	454,905,836
<b>TOTAL</b>		<b>1,351,227,596</b>	<b>1,303,022,554</b>



# COSA CERAMICS PRIVATE LIMITED

Particulars	Notes	AS AT 31.03.2016 Rs.	AS AT 31.03.2015 Rs.
<b><u>ASSETS</u></b>			
<b><u>Non-current Assets</u></b>			
Fixed assets			
Tangible assets	<b>11</b>	908,949,599	862,264,375
Intangible assets	<b>12</b>	374,402	555,865
Capital Work-in-Progress	<b>13</b>	8,478,286	10,084,147
Long-term loans and advances	<b>14</b>	17,902,390	88,737,588
		935,704,678	961,641,975
<b><u>Current Assets</u></b>			
Inventories	<b>15</b>	213,262,687	149,586,453
Trade receivables	<b>16</b>	182,933,571	146,869,929
Cash and bank balances	<b>17</b>	529,754	1,740,304
Short-term loans and advances	<b>18</b>	16,637,133	39,381,856
Other current assets	<b>19</b>	2,159,772	3,802,037
		415,522,918	341,380,579
<b>TOTAL</b>		<b>1,351,227,596</b>	<b>1,303,022,554</b>

### Significant Accounting Policies

1

The accompanying Notes 1 to 27 form an integral part of these financial statements.

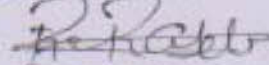
In terms of our report of even date annexed

PLACE :- MORBI

FOR. PRATIK RAJDEV & ASSOCIATES  
CHARTERED ACCOUNTANTS

FOR AND ON BEHALF OF BOARD

DATED:- 18/04/2016



(Pratik K. Rajdev)  
Proprietor

M. No. - 137919

Firm Regn. No.131799 W



DIRECTOR

DIRECTOR

# COSA CERAMICS PRIVATE LIMITED

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2016

Particulars	Notes	YEAR ENDED 31.03.2016 Rs.	YEAR ENDED 31.03.2015 Rs.
<b>Revenue:</b>			
Revenue from Operations	20	2,312,835,999	1,736,926,503
Less : Excise Duty		327,455,843	233,254,561
		1,985,380,156	1,503,671,942
Other Income	21	16,783,949	3,270,922
<b>Total Revenue</b>		<b>2,002,164,105</b>	<b>1,506,942,864</b>
<b>Expenses:</b>			
Cost of Materials Consumed	22	890,051,080	613,826,856
Changes in Inventories	23	(47,532,677)	(57,719,775)
Employee benefits Expense	24	105,933,522	81,284,171
Finance costs	25	69,827,418	50,135,532
Depreciation and amortization expense	11,12	50,705,724	36,309,518
Other Expenses	26	746,673,882	639,326,843
<b>Total Expenses</b>		<b>1,815,658,950</b>	<b>1,363,163,145</b>
<b>Profit before exceptional and extraordinary items &amp; tax</b>		186,505,156	143,779,718
Exceptional/Extraordinary items		-	-
<b>Profit before tax</b>		186,505,156	143,779,718
<b>Tax expense:</b>			
Current tax			
Current year(MAT)		39,845,000	30,150,000
Earlier years		(51,399)	386,354
Deferred tax			
Current year		1,277,807	29,083,462
<b>Profit for the Period</b>		<b>145,433,748</b>	<b>84,159,902</b>
Basic/Diluted Earnings per equity share		<b>15.98</b>	<b>9.25</b>

### Significant Accounting Policies

1

The accompanying Notes 1 to 27 form an integral part of these financial statements.

In terms of our report of even date annexed

PLACE :- MORBI

FOR, PRATIK RAJDEV & ASSOCIATES  
CHARTERED ACCOUNTANTS

FOR AND ON BEHALF OF BOARD

DATED:- 18/04/2016



*(Pratik K. Rajdev)*

Proprietor

M. No. - 137919

Firm Regn. No.131799 W

DIRECTOR

DIRECTOR

**COSA CERAMICS PRIVATE LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR 2015-16**

SR. NO.	PARTICULARS	Year 2015-16		Year 2014-15
		RS.	RS.	
<b>A</b>	<b><u>CASH FLOW FROM OPERATING ACTIVITIES</u></b>			
	Net profit before tax as per Profit and Loss A/C		186,505,156	143779718
	Adjusted for:			
	Depreciation	50,705,724		36309518
	Interest on Fixed Deposit	(2,092,721)		(3,143,685.00)
	<b>Operating Profit Before Working Capital</b>		48,613,003	33165833
	Adjusted for:		235,118,159	176,945,551
	Trade and Other receivable	(11,676,654)		(66,371,845)
	Inventories	(63,676,235)		(83,454,245)
	Trade and Other payable	38,889,734		206,170,536
	Cash Generated from Operations		(36,463,155)	56,344,446
	Taxes paid		198,655,004	233,289,997
			40,820,384	33201318
			157,834,620	200,088,679
<b>B</b>	<b><u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>			
	Adjusted for Payables of Fixed Assets		(78,776,944)	51,064,785
	Interest on Fixed Deposit		2,092,721	3,143,685
	Decrease/(Increase) in Bank Fixed Deposits		34,946,000	(35,442,688)
	Decrease/(Increase) in Long Term Advances		35,889,198	36,048,696
	Increase in Fixed Assets		(12,909,413)	(405,606,649)
	Net Cash flow from Investing Activities		(18,758,438)	(350,792,171)
<b>C</b>	<b><u>CASH FLOW FROM FINANCING ACTIVITIES</u></b>			
	Secured Loan		90,023,480	361613
	Unsecured Deposits		(147,616,000)	149,017,200.00
			(57,592,520)	149,378,813
	<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		81,483,662	(1,324,679)
	<b>OPENING BALANCE OF CASH AND CASH EQUIVALENTS</b>		1,740,304	3,064,983
	<b>CLOSING BALANCE OF CASH AND CASH EQUIVALENTS</b>		83,223,966	1,740,304

PLACE : MORBI

FOR, PRATIK RAJDEV & ASSOCIATES  
CHARTERED ACCOUNTANTS

For AND ON BEHALF OF THE BOARD

DATED:- 18/04/2016

*Pratik K. Rajdev*

(Pratik K. Rajdev)

Proprietor

M. No. - 137919

Firm Regn. No.131799 W



Director

Director

## COSA CERAMICS PRIVATE LIMITED

Note	Particulars	AS AT 31.03.2016 Rs.	AS AT 31.03.2015 Rs.
2.	<p><b>SHARE CAPITAL</b></p> <p><b>Equity Share Capital</b></p> <p><b>Authorised</b></p> <p>1,00,00,000 shares of par value of ₹10/- each (Previous year 1,00,00,000 shares of par value of ₹10/- each)</p>	100,000,000	100,000,000
	<p><b>Issued, Subscribed &amp; Paid up</b></p> <p>91,02,040 shares of par value of ₹10/- each (P.Y. 91,02,040 shares of par value of ₹10/- each)</p>	91,020,400	91,020,400
		<b>91,020,400</b>	<b>91,020,400</b>

- a) From the above issued, subscribed & paid up capital 46,42,040 shares each of amount Rs.10/- are held by Kajaria Ceramics Ltd. being the holding company of the company
- b) During the Year, the company has not issued any Shares nor Sold
- c) Following Shareholders hold equity shares more than 5% of the total equity shares of the company at the end of the period :-

Name of Shareholder		No. of Shares
Kajaria Ceramics Ltd.	51%	4,642,040

- d) The company has not issued shares for a consideration other than cash or bonus shares
- e) The Company has only one class of shares referred to as equity shares having a par value of 10/- .Each holder of equity shares is entitled to one vote per share.
- f) Kajaria Ceramics Ltd. is the holding company of this company.
- g) The company has not issued shares for a consideration other than cash or bonus shares.





## COSA CERAMICS PRIVATE LIMITED

Note	Particulars	AS AT 31.03.2016 Rs.	AS AT 31.03.2015 Rs.
3.	<b><u>RESERVES AND SURPLUS</u></b>		
	<b>Securities Premium Account</b> As per last Balance Sheet	135,030,600	135,030,600
	<b><u>Surplus</u></b> As per last balance sheet	169,351,597	85,207,214
	Add : Net Profit after Tax tfrd from Statement of Profit & Loss	145,433,748	84,159,902
	Less : Excess Depreciation as Per New Rate	-	15,518
		<b>314,785,345</b>	<b>169,351,597</b>
		<b>449,815,945</b>	<b>304,382,197</b>

4.	<b><u>LONG-TERM BORROWINGS</u></b>		
	<b>A. Secured Loan From Banks</b>		
	<b>a) Term Loans</b>		
1	Bank of Baroda Term Loan A/c No:1053	64,240,859	93,526,574
2	Bank of Baroda Term Loan A/c No:1573	107,203,000	-
	<b>Total Secured Loan Rs...</b>	<b>171,443,859</b>	<b>93,526,574</b>
	<b>b) <u>Unsecured Loans</u></b>		
	<b>a) <u>From Directors</u></b>		
1	Bharatbhai Laxmidasbhai Vadaliya	317,200	4,817,200
2	Kishorbhai Govindbhai Patel	92,200	3,392,200
3	Krishna Gopalbhai Patel	1,217,200	1,717,200
	<b>b) <u>From Companies :</u></b>		
1	Kajaria Ceramic Limited	35,000,000	170,000,000
	<b>c) <u>From Relative</u></b>		
1	Ashvinbhai Valjibhai Bhoraniya	-	480,000
2	Arvindbhai Virjibhai Vasdadiya	704,000	750,000
3	Bharatbhai Laxmidas (HUF)	2,000,000	400,000
4	Dinesh Ranchhodbhai Sanariya	2,340,000	2,400,000
5	Divyeshbhai Keshavjibhai Patel	1,020,000	930,000
6	Gokalbhai Sundarjibhai	110,000	110,000
7	Gopalbhai Khodabhai Sanariya	2,600,000	2,000,000



8	Govindbhai Popatbhai	1,300,000	1,300,000
9	Hetalben Nileshbhai Vasdadiya	280,000	280,000
10	Jayeshbhai Govindbhai Patel	1,110,000	2,460,000
11	Kishorbhai Govindbhai(HUF)	3,900,000	-
12	Madhavjibhai Narshibhai Patel	217,200	217,200
13	Madhuben Arvindbhai Patel	280,000	280,000
14	Manishaben Jayeshbhai Patel	2,882,500	7,652,500
15	Manishbhai Govinbhai Patel	1,262,500	1,262,500
16	Manojbhai Govindbhai (HUF)	1,102,500	1,102,500
17	Manojbhai Govindbhai Patel	2,360,000	2,360,000
18	Nileshbai Virjibhai Patel	750,000	750,000
19	Peenaben Manojbhai Patel	550,000	3,650,000
20	Poonamben Krishnabhai Patel	1,550,000	1,550,000
21	Radhikaben Manishbhai Patel	1,350,000	1,550,000
22	Rajeshbai Gokulbhai Sanariya	325,000	325,000
23	Ramaben Ashwinbhai Patel	100,000	100,000
24	Rekhaben Bharatbhai Vadaliya	2,590,000	4,090,000
25	Sadhnaben Dineshbhai Sanariya	600,000	600,000
26	Valjibhai Vijibhai Bhoraniya	2,250,000	1,250,000
	From Directors, Shareholders & their Relatives	<b>70,160,300</b>	<b>217,776,300</b>
		<b>241,604,159</b>	<b>311,302,874</b>

**NOTES :**

- a) The term loans are repayable in installments as per the terms of the respective agreements generally over a period of Five to ten years after a moratorium period of one to four years.
- b) There has been no defaults in repayment of any of the loans or interest thereon as at the end of the Year.
- e) **Details of securities**
- 1 Term Loan from Bank Of Baroda Is secured against first charge on fixed assets of the company (Building & Plant & Machinery) excluding assets purchased under Hire Purchase. The loan is further secured by way of Personal guarantee from two of the Director's of the company and the Holding Company.



**COSA CERAMICS PRIVATE LIMITED**

<b>Note</b>	<b>Particulars</b>	<b>AS AT 31.03.2016 Rs.</b>	<b>AS AT 31.03.2015 Rs.</b>
<b>5.</b>	<b><u>DEFERRED TAX LIABILITY</u></b>		
	As At 1st April 2015	47,437,267	18,353,804
	Add : Additional adjustment for current year	1,277,807	29,083,462
		<b>48,715,074</b>	<b>47,437,267</b>

<b>6.</b>	<b><u>OTHER LONG TERM LIABILITIES</u></b>		
	Deferred Creditors for Capital Assets (Against Foreign LC )	42,584,405	93,973,980
	<b>Total</b>	<b>42,584,405</b>	<b>93,973,980</b>

<b>7.</b>	<b><u>SHORT-TERM BORROWINGS</u></b>		
	<b><u>LOANS REPAYABLE ON DEMAND</u></b>		
	Working Capital Facilities		
	- From Banks (Secured)	119,916,885	107,810,690
	Short Term Loans		
	- From Banks (Unsecured)	-	-
	<b>Total</b>	<b>119,916,885</b>	<b>107,810,690</b>



**COSA CERAMICS PRIVATE LIMITED**

Note	Particulars	AS AT 31.03.2016 Rs.	AS AT 31.03.2015 Rs.
<b>8.</b>	<b><u>TRADE PAYABLES</u></b>		
	Trade Payables - Micro & Small Enterprises	-	-
	- Others	194,284,939	219,348,282
		<b>194,284,939</b>	<b>219,348,282</b>

<b>9.</b>	<b><u>OTHER CURRENT LIABILITIES</u></b>		
	Current maturities of long term debts	70,755,712	29,285,712
	Payable for Electric power Expense	12,000,000	1,357,862
	Provision of Excise Duty on Closing Stock	23,895,092	13,414,456
	Unpaid Professional Tax	49,760	97,600
	Tax Deducted at Sources	1,739,333	2,344,032
	ESI	10,316	10,072
	Unpaid Salary	7,360,195	7,172,394
	VAT Payable	449,748	-
	Provision for Audit Fees	360,000	270,000
	Unpaid Provident Fund	40,431	39,442
	Unpaid Legal Fees	112,500	112,500
	Unpaid Bonus	1,638,000	353,940
	Deferred Creditors for Capital Assets (Against Foreign LC)	43,628,233	71,015,602
	<b>TOTAL</b>	<b>162,039,319</b>	<b>125,473,612</b>

<b>10.</b>	<b><u>SHORT TERM PROVISIONS</u></b>		
	Provision for current tax		
	As per last balance sheet	2,273,252	4,938,216
	Additions during the year	39,845,000	30,150,000
	Amount adjusted during the year	(2,273,252)	(4,938,216)
	Less: Set off against taxes paid	(38,598,531)	(27,876,748)
	<b>TOTAL</b>	<b>1,246,469</b>	<b>2,273,252</b>



Sr. No.	PARTICULARS	G R O S S B L O C K (At Cost)				D E P R E C I A T I O N					N E T B L O C K		Rate of Depn.
		As on 01/04/2015	Addition	Sales / Transfer	Total As on 31/03/2016	Up to 01/04/2015	For the Year	Change in depn	Total As on 31/03/2016	As at 31/03/2016	As at 31/03/2015		
1	2	3	4	5	6	7	8	9	10	11	12	13	14
1	<b>FACTORY LAND</b> Freehold	2,800,393	17,969,500	-	20,769,893	-	-	-	-	-	20,769,893	2,800,393	0%
2	<b>BUILDING</b> Factory Shed Labour Staff Quarter	51,699,154 1,612,106	- -	- -	51,699,154 1,612,106	4,244,655 76,593	1,656,791 53,722	- -	5,901,446 130,315	45,797,708 1,481,791	47,454,499 1,535,513	3,17%	3.17%
3	<b>PLANT &amp; MACHINERY</b> Domestic Machinery Import Machinery Generator Set Electric Fittings	154,516,176 254,804,901 5,106,375 17,260,515	- - - -	- - - -	154,516,176 254,804,901 5,106,375 17,260,515	21,049,961 37,845,871 707,723 2,147,717	8,337,011 13,540,392 242,553 834,189	- -	29,386,972 51,386,263 950,276 2,981,906	125,129,203 203,418,638 4,156,099 14,278,609	133,466,215 216,959,030 4,398,652 15,112,798	5.28% 6.28% 4.75% 4.75%	5.28%
4	<b>FURNITURE &amp; FIXTURES</b>	189,663	101,000	-	290,663	42,783	27,763	-	70,546	220,117	146,880	9.50%	9.50%
5	<b>COMPUTER</b>	830,547	218,903	-	1,049,450	417,666	196,387	-	614,053	435,397	412,881	31.67%	31.67%
6	<b>VEHICLES</b> Cycle Car Bolero Car Innova Car Fortuner Car Innova	16,450 534,520 998,622 -	- - 2,998,073 1,706,084	- - -	16,450 534,520 998,622 1,706,084	3,773 1,29,576 240,198 -	1,674 74,430 139,407 140,074 79,710	- -	5,447 203,996 379,605 140,074 79,710	11,003 330,534 619,017 2,857,999 1,626,374	12,677 404,944 758,424 -	9.50% 11.88% 11.88% 11.88% 11.88%	9.50%
	<b>Total Rs.</b>	<b>490,369,422</b>	<b>22,993,560</b>	<b>-</b>	<b>513,362,982</b>	<b>66,906,516</b>	<b>23,324,093</b>	<b>-</b>	<b>92,230,609</b>	<b>421,132,373</b>	<b>423,462,907</b>		



**NEW EXPANSION**

Sr No	Particulars	Transferred From WIP	Addition	Total Gross Assets	Deprn	Opening WDV	Closing WDV	Rate of Deprn
<b>1</b>	<b>BUILDING</b>							
	Land Development	0.00	5343649.00	5343649	85070.21	0.00	5258578.79	3.17%
	Factory Shed	34114314.00	50656528.00	84800842	2098214.65	3360072.81	82162186.16	3.17%
	Labour Quarter	2616265.00	0.00	2616265	82846.89	2574456.37	2491609.48	3.17%
<b>2</b>	<b>PLANT &amp; MACHINERY</b>							
	Domestic Machinery	98540868.00	110000.00	98650868	5206221.34	95955408.90	90859187.56	5.28%
	Import Machinery	282834114.00	0.00	282834114	14934115.16	275427347.97	260492322.81	5.28%
	Generator Set	17915313.11	0.00	17915313	945518.92	17438461.46	16492942.54	5.28%
	Lander	1845223.00	0.00	1845223	97400.86	1796108.72	1696707.86	5.28%
	Tractor	12188660.00	0.00	12188660	64744.06	1193697.54	1128953.48	5.28%
	Sprayed Dryer (CWIP)	0.00	8478286.00	8478286	0.00	0.00	8478286.00	0.00%
	Electric Fitting	6290197.00	656250.00	6946447	633708.40	5988956.88	6011498.48	9.50%
<b>3</b>	<b>NEW OFFICE</b>							
	New Office Building	0.00	8819155.00	8819155	145283.11	0.00	8673871.89	3.17%
	New Office Furniture	0.00	8630344.00	8630344	425622.15	0.00	8204721.85	9.50%
<b>4</b>	<b>FURNITURE &amp; FIXTURE</b>							
	Total Pa.	5032435.00	0.00	5032435	481422.49	4823156.97	4341734.48	9.50%
		450437589.1	82694212.00	533131801	25209168.24	438801467.6	496295511.4	

Note No. 12 to the Financial Statements  
INTANGIBLE ASSETS

1 Account Software A/c

587,500	587,500	0	587,500	31,635	181,463	213,098	374,402	555,865
<b>Total</b>	<b>587,500</b>	<b>-</b>	<b>587,500</b>	<b>31,635</b>	<b>181,463</b>	<b>213,098</b>	<b>374,402</b>	<b>555,865</b>



## COSA CERAMICS PRIVATE LIMITED

Note	Particulars	AS AT 31.03.2016 Rs.	AS AT 31.03.2015 Rs.
13.	<b>CAPITAL WORK-IN-PROCESS</b>		
1	Office Furniture	-	1,489,992
2	Office Construction	-	8,594,155
3	New Plant & Machineries	8,478,286	-
		8,478,286	10,084,147
	Precommissioning Expenses	-	-
	<b>TOTAL</b>	<b>8,478,286</b>	<b>10,084,147</b>



**COSA CERAMICS PRIVATE LIMITED**

Note	Particulars	AS AT 31.03.2016 Rs.	AS AT 31.03.2015 Rs.
14.	<b>LONG TERM LOANS AND ADVANCES</b> (Unsecured Considered good, unless otherwise stated)	219,690	20,542,200
	<b>SECURITY DEPOSITS (Secured)</b> N. S. C. Deposits with Sales Tax Dept. Kerala	15,000	15,000
		<b>234,690</b>	<b>20,557,200</b>
	<b>SECURITY DEPOSITS (Unsecured)</b>		
1	BANK OF BARODA-03630300008765 - CUSTOM BG	591,000	591,000
2	BANK OF BARODA-03630300012287	-	3,106,000
3	BANK OF BARODA-03630300013382 - PGVCL	1,236,700	1,236,700
4	BANK OF BARODA-03630300014345	-	4,915,000
5	BANK OF BARODA-03630300014346 - BANK LC	3,300,000	3,300,000
6	BANK OF BARODA-03630300014347 - BANK LC	3,300,000	3,300,000
7	BANK OF BARODA-03630300014348 - BANK LC	3,300,000	3,300,000
8	BANK OF BARODA-03630300014663	-	22,500,000
9	BANK OF BARODA-03630300014795	-	8,365,000
10	BANK OF BARODA-03630300016975	-	2,000,000
11	BANK OF BARODA-03630300017896 - PGVCL	1,600,000	-
12	BANK OF BARODA-03630300018448 - GSPC	2,100,000	-
13	BANK OF BARODA-03630300019216 - PGVCL	2,240,000	-
14	GSPC Gas Deposit	-	15,566,688
		<b>17,667,700</b>	<b>68,180,388</b>
		<b>17,902,390</b>	<b>88,737,588</b>

15.	<b>INVENTORIES</b> (As certified by the Management of the company)		
	Raw Materials	26,535,831	41,222,147
	Work-in-Process	7,101,164	13,155,063
	Finished Goods	131,521,087	77,934,510
	Stores and Spares, fuels	48,104,606	17,274,732
		<b>213,262,687</b>	<b>149,586,453</b>





**COSA CERAMICS PRIVATE LIMITED**

Note	Particulars	AS AT 31.03.2016 Rs.	AS AT 31.03.2015 Rs.
16.	<b><u>TRADE RECEIVABLES</u></b> (Unsecured Considered good unless otherwise stated)		
a)	<b>Debts outstanding for a period exceeding six months</b> - Considered Good	57,096	6,151
		<b>57,096</b>	<b>6,151</b>
b)	<b><u>Other Debts</u></b> - Considered Good - Considered Doubtful	182,876,475	146,863,778
		<b>182,876,475</b>	<b>146,863,778</b>
		<b>182,933,571</b>	<b>146,869,929</b>

17.	<b><u>CASH AND BANK BALANCES</u></b> <b>Cash &amp; Cash Equivalents</b> <b>Balance with Banks</b>		
1	Axis Bank Current A/c. No. 911020041334037	-	226,974
2	Bank of Baroda Current A/c. No. 45920200000022	15,000	19,295
3	Bank of Baroda Current A/c. No. 03630200000908	-	652,588
4	Cash on hand	514,754	841,447
		<b>529,754</b>	<b>1,740,304</b>



**COSA CERAMICS PRIVATE LIMITED**

Note	Particulars	AS AT 31.03.2016 Rs.	AS AT 31.03.2015 Rs.
18.	<p><b>SHORT TERM LOANS AND ADVANCES</b> (Unsecured Considered good unless otherwise stated)</p> <p><b>SECURITY DEPOSITS (Unsecured)</b> BSNL Telephone Deposit Mobile Deposit ( Reliance Communication Ltd. )</p> <p><b>ADVANCES</b> <b>Un-Secured (Considered Good)</b></p> <p>a) <b>Advances Recoverable in cash or Kind or for value to be received</b></p> <p>b) Prepaid Expenses Insurance Expense Processing Fees Internet Charges Software Maintenance</p> <p>c) <b>Balance with Revenue Authorities</b> Cenvat Receivable on Capital Goods Balance with Excise authorities (Including PLA) Service Tax Receivable VAT Refundable VAT Receivable</p>	<p align="right">1,000 10,000</p> <p align="right">1,855,263</p> <p align="right">560,041 - 23,509 79,596</p> <p align="right">6,899,065 606,884 101,775 6,500,000 -</p> <p align="right"><b>16,637,133</b></p>	<p align="right">1,000 10,000</p> <p align="right">464,919</p> <p align="right">682,522 345,704 9,267 79,200</p> <p align="right">25,843,173 3,775,778 120,552 5,000,000 3,049,741</p> <p align="right"><b>39,381,856</b></p>
19.	<p><b>OTHER CURRENT ASSETS</b> (Unsecured Considered good unless otherwise stated) Interest accrued on Term Deposit/Other</p>	<p align="right">2,159,772</p> <p align="right"><b>2,159,772</b></p>	<p align="right">3,802,037</p> <p align="right"><b>3,802,037</b></p>



## COSA CERAMICS PRIVATE LIMITED

Note	Particulars	YEAR ENDED 31.03.2016 Rs.	YEAR ENDED 31.03.2015 Rs.
20.	<b><u>REVENUE FROM OPERATIONS</u></b>		
	<b>Sale of Products</b>		
	Tiles	2,320,009,494	1,750,448,910
	Less : Cash Discount	5,709,482	12,671,791
	Sales Return	-	-
	Quantity Discount & Rate difference	1,464,013	850,616
		<b>2,312,835,999</b>	<b>1,736,926,503</b>

21.	<b><u>OTHER INCOME</u></b>		
	Bank Interest Income	2,092,721	3,143,685
	Foreign Exchange Fluctuation Gain	14,698,452	127,053
	Kasar	(7,223)	184
		<b>16,783,949</b>	<b>3,270,922</b>

22.	<b><u>COST OF MATERIAL CONSUMED</u></b>		
	Raw Materials Consumed	820,354,504	563,770,652
	Packing Material Consumed	69,696,576	50,056,204
		<b>890,051,080</b>	<b>613,826,856</b>

23.	<b><u>CHANGES IN INVENTORIES</u></b>		
	<b><u>Stock as on 01.04.2015</u></b>		
	Work-in-process	13,155,063	8,404,049
	Finished Goods	77,934,510	24,965,749
	<b>'A'</b>	<b>91,089,573</b>	<b>33,369,798</b>
	<b><u>Stock as on 31.03.2016</u></b>		
	Work-in-process	7,101,164	13,155,063
	Finished Goods	131,521,087	77,934,510
	<b>'B'</b>	<b>138,622,250</b>	<b>91,089,573</b>
	<b>A-B</b>	<b>(47,532,677)</b>	<b>(57,719,775)</b>
		<b>(47,532,677)</b>	<b>(57,719,775)</b>



**COSA CERAMICS PRIVATE LIMITED**

Note	Particulars	YEAR ENDED	YEAR ENDED
		31.03.2016	31.03.2015
		Rs.	Rs.
<b>24.</b>	<b><u>EMPLOYEE BENEFITS EXPENSE</u></b>		
	<b><u>Salaries and wages</u></b>		
	<u>Salaries and wages (Direct)</u>		
	Labour Wages	55,153,360	47,828,100
	Labour Bonus	1,638,000	353,940
	Contribution to Provident Fund	252,636	240,664
	Contribution to ESI	89,017	88,671
	<u>Salaries and wages (Indirect)</u>		
	Office Staff Salary	47,973,000	31,905,007
	Staff Welfare Expense	827,509	867,789
		<b>105,933,522</b>	<b>81,284,171</b>

<b>25.</b>	<b><u>FINANCE COSTS</u></b>		
	<b>Interest on:</b>		
	Term loans	25,588,067	16,502,853
	Working Capital limit	10,408,784	11,702,418
	Unsecured Loan	23,468,495	17,266,373
	Others	7,263,090	3,460,723
	<b>Other Borrowing costs:</b>		
	Processing Fees & BG Commission	3,098,982	1,203,165
		<b>69,827,418</b>	<b>50,135,532</b>



## COSA CERAMICS PRIVATE LIMITED

Note	Particulars	YEAR ENDED 31.03.2016 Rs.	YEAR ENDED 31.03.2015 Rs.
26.	<b><u>OTHER EXPENSES</u></b>		
	<b><u>Other Manufacturing Expenses</u></b>		
	Stores and Spares Consumed	110,110,031	74,326,203
	Power and Fuel	575,231,292	504,375,804
	Other Manufacturing Exp.	8,878,807	4,976,928
	Excise Duty on Stocks	10,480,636	9,852,518
		<b>704,700,766</b>	<b>593,531,453</b>
	<b><u>Repairs &amp; maintenance</u></b>		
	- Factory Shed	228,441	807,904
	- Machinery & Others	3,208,669	4,078,049
		<b>3,437,110</b>	<b>4,885,953</b>
	<b><u>Administrative Expenses</u></b>		
	Bank Charges	1,200,404	-
	Internet Charges	268,789	105,978
	Computer Repairing Exp.	81,730	107,175
	Courrier Expense	10,045	46,088
	Interest on late payment of Income Tax and TDS	192,327	38,171
	Testing Charges	60,896	118,530
	Legal Fees	709,815	675,905
	Miscellaneous Office Exp.	425,848	409,262
	Fees & Subscription	68,764	177,416
	Printing & Stationery Exp.	525,616	184,295
	Telephone Exp.	322,008	294,958
	Tour & Travelling Exp.	356,817	128,480
	Vehicle Fuel & other charges	708,794	173,178
	Interest On late payment Service tax etc.	11,566	7,625
	ROC Exp.	-	15,400
	Management Consultancy fees	30,062,500	27,750,000
	Donation	391,901	203,011
	Insurance Premium Charges	957,887	855,353
	Software Maintenance Exp	-	26,400
	Sales Tax Exp.	531,086	-
	Service Tax Exp.	-	145,620
	Securiy Charges	1,104,438	868,000
	Internal Audit Fees	125,625	125,000
	<b><u>Auditors' Remuneration :</u></b>		
	- As Audit Fees	400,000	300,000
		<b>38,516,856</b>	<b>32,755,845</b>
	<b><u>Selling &amp; Distribution Expenses</u></b>		
	Advertisement, Publicity & Sales Promotion	19,150	34,305
		<b>19,150</b>	<b>34,305</b>
	<b><u>Others</u></b>		
	Bad Debts Written Off	-	8,119,287
		<b>746,673,882</b>	<b>639,326,843</b>



## COSA CERAMICS PRIVATE LIMITED

### Note No. 27 to the financial statements Notes on Accounts

		AS AT 31.03.2016	AS AT 31.03.2015
1	Estimated amount of contracts remaining to be executed on Capital Account and not provided for (Net of advances)	NIL	NIL
2	Letters of Credit opened in favour of overseas suppliers (Outstanding As at date)	Euro 1148040 (Rs. 862.13 Lacs)	Euro 1742800 (Rs. 1649.90 Lacs)
3	Contingent Liabilities not provided for (excluding matters separately dealt with in the notes):	NIL	NIL

4.	Salary includes following remuneration to the Managing Director, Jt. Managing Director & Whole Time Director		Year Ended 31.03.2016	Year Ended 31.03.2015
	- Salary		NIL	NIL
	- Perquisites		NIL	NIL
	- Contribution to Provident Fund		NIL	NIL
5	Details of registered & installed capacities and production	Unit	2015-16	2014-15
	a) Registered Capacity	Sq Mtrs	N.A.	N.A.
	b) Installed Capacity* - Tiles	Sq Mtrs	67,39,200	51,84,000
	c) Production - Tiles	Sq Mtrs	64,59,307	46,44,038

\* As certified by the Management and relied on by the Auditors being a technical matter.

6.	Value of Imports on CIF basis: (Only Import Invoices i.e. excluding other charges)	(Rs.)	(Rs.)
	• Capital Goods	NIL	₹4,81,85,366 \$ 944157 ₹ 17,87,62,896 Euro 2169000 ₹ 2,19,09,334
	• Stores & Spares	₹ 3,42,52,914 \$ 520319.81 NIL	\$ 355910.90 ₹ 14,78,178 \$ 23992.68
	• Raw Materials		



7.	<b>Expenditure in Foreign Currency (on accrual basis) :</b>	<b>NIL</b>	<b>NIL</b>
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8.	<b>Earnings in Foreign Currency :</b>	<b>2015-16</b>	<b>2014-15</b>
	FOB Value of Exports (Rs.)	<b>NIL</b>	<b>NIL</b>

				(' In Lacs )	
9.	Value of imported and indigenous raw material consumed and the percentage of each to total consumption: (Excluding VAT Credit Reduced)	%	2015-16	%	2014-15
	Imported	<b>NIL</b>	<b>NIL</b>	<b>0.52</b>	<b>29.22</b>
	Indigenous	<b>100</b>	<b>8203.54</b>	<b>99.48</b>	<b>5608.49</b>

10.	<b>Dues to Small, Micro &amp; Medium Enterprises #:</b>	<b>2015-16</b>	<b>2014-15</b>
	1. Principal amount due and remaining unpaid	<b>0.00</b>	<b>0.00</b>
	2. Interest due on (1) above and the unpaid interest	<b>0.00</b>	<b>0.00</b>
	3. Interest paid on all delayed payments under MSMED Act	<b>0.00</b>	<b>0.00</b>
	4. Payment made beyond the appointed date during the year	<b>0.00</b>	<b>0.00</b>
	5. Interest due and payable for the period of delay other than (3) above	<b>0.00</b>	<b>0.00</b>
	6. Interest accrued and remaining unpaid	<b>0.00</b>	<b>0.00</b>
	7. Amount of further interest remaining due and payable in succeeding years	<b>0.00</b>	<b>0.00</b>

# The details of amounts outstanding to Micro, Small and Medium Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 are as per available information with the Company.

11. Balances of certain debtors, creditors, loans and advances are subject to confirmation.
12. In the opinion of the Management current assets, loans and advances have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated except where indicated otherwise.
13. To comply with the guidance note on "Accounting Treatment of Excise Duty" issued by Institute of Chartered Accountants of India, excise duty amounting to ₹ 238.95 Lacs has been included in the value of inventories as on 31.03.2016 and the



corresponding amount of Excise Duty payable has been included in other liabilities. However, this accounting policy has no impact on the profit for the year.

14. Tax Expense is the aggregate of current year income tax and deferred tax charged to the Profit and Loss Account for the year.

a) Current Year Charge:

Income Tax provision of Rs 396.45 Lacs has been made towards MAT.

b) Deferred Tax

The Company estimates the deferred tax charge using the applicable rate of taxation based on the impact of timing differences between financial statements and estimated taxable income for the current year. The movement of provision for deferred tax is given below:

Particulars	Opening as at 1.4.2015 (Rs. Lacs)	Charge/(credit) during the year (Rs. Lacs)	Closing as at 31.3.2016 (Rs. Lacs)
Depreciation	474.37	12.78	487.15
Net Deferred Tax Liability	474.37	12.78	487.15

15. Related Party Disclosures:

In accordance with the Accounting Standards (AS-18) on Related Party Disclosures, where control exists and where key management personnel are able to exercise significant influence and, where transactions have taken place during the year, along with description of relationship as identified, are given below:-

A. Relationships

I. Key Management Personnel

Name	Designation
Sh. Kishorbhai Patel	Director
Sh. Kishanbhai Patel	Director
Sh. Bharatbhai Vadaliya	Director
Sh. Ashvinbhai Patel	Director
Sh. Vishal Rastogi	Director
Sh. Saratkumar Chandak	Director
Sh. Ramkishan Sharma	Director
Sh. Ramanand Pareek	Director

II. Associates/Enterprises over which key management personnel are able to exercise significant influence

Kajaria Ceramics Limited (Holding Company)  
Amar Ceramics Industries  
Morbi Industrial Adviser  
JK World Wide Pvt. Ltd.  
Solar Ceramic Pvt. Ltd.





B. The following transactions were carried out with related parties in the ordinary course of business:-

(Rs. in Lacs)

Related Party Transactions	Key Management Personnel & Relatives	Associated Enterprise	Holding Company
Sale of Goods(Net of All kind of Discounts)	-	-	1980.52
Management Consultancy Fees	-	300.63	-
Interest on bill discounting	-	-	72.63
Interest On Unsecured Loan	70.84	-	163.85
Salary	472.80	-	-

16. **Segmental Reporting:**

The business activity of the company falls within one broad business segment viz "Ceramic Tiles" and substantially sale of the product is within the country. The Gross Income and profit from the other segment is below the norms prescribed in AS-17 of The Institute of Chartered Accountants of India. Hence the disclosure requirement of Accounting Standard 17 of "Segment Reporting" issued by the Institute of Chartered Accountants of India is not considered applicable.

17. Earnings per share (EPS) – The numerators and denominators used to calculate Basic and Diluted Earnings per share:

	Year ended 31.03.2016	Year ended 31.03.2015
Profit attributable to the Equity Shareholders – (A) (Rs.)	14,54,33,748	8,41,59,902
Basic/ Weighted average number of Equity Shares outstanding during the year (B)	91,02,040	91,02,040
Nominal value of Equity Shares (Rs)	10	10
Basic/Diluted Earnings per share (Rs) – (A)/(B)	15.98	9.25
<b>Calculation of profit attributable to Shareholders</b>		
Profit Before Tax	18,65,05,156	14,37,79,718
Less : Income Tax/Wealth Tax Adjustment	(51,399)	3,86,354
Less : Income Tax Provision	3,98,45,000	3,01,50,000
Add : Deferred Taxation	12,77,807	2,90,83,462
Profit attributable to Shareholders	14,54,33,748	8,41,59,902

18. M/s. Cosa Ceramics Pvt. Ltd. Is the subsidiary company of M/s.Kajaria Ceramics Ltd.

19. Previous year figures have been regrouped / recast wherever necessary.

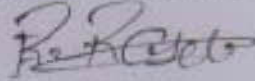


SIGNATURE TO THE NOTE 1 TO 27  
IN TERMS OF OUR REPORT OF EVEN  
DATE ANNEXED

For AND ON BEHALF OF THE BOARD

For PRATIK RAJDEV & ASSOCIATES.  
CHARTERED ACCOUNTANTS

DIRECTOR



DIRECTOR

PLACE : MORBI  
DATED : April 18, 2016

PROPRIETOR