

INDEPENDENT AUDITORS' REPORT

To,
The Members of Bilt Tree Tech Limited

Report on the Financial Statements

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

Management's Responsibility for the 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 & presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 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 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

OFFICES AT :

- 243, "SHRIKA RESIDENCY" CANAL ROAD, DHARAMPETH, NAGPUR- 440010.
- BLOCK-E, NEW R D A BUILDING, BOMBAY MARKET, G.E. ROAD, RAIPUR- 492001
- A- 425, SARITA VIHAR, NEW DELHI-110076.
- 331, KALIANDAS UDYOG BHAWAN, CENTURY BAZAR LANE, PRABHADEVI, MUMBAI- 400025.
- PRABHATARAAPTS, 3rd FLOOR, WR, PARANJAPE LANE, NEAR HOTEL VAISHALI, SHIVAJINAGAR PUNE- 411004
- COSMOS REGENCY, JUPITER II, 102 WAGHBILL NAKA GHODBUNDER ROAD. THANE-(W)- 400607



appropriate in the circumstances but not for the purpose of expressing an opinion whether the company has in place an adequate internal financial control system over financial reporting and the operating effectiveness of such control. 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 aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order 2016 ("the Order") issued by the Central Government of India in terms of section (11) of section 143 of the Companies Act 2013, we give in the Annexure A a statement on the matters specified in the 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 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. On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Unit and the operating effectiveness of such controls, refer to our separate Report in "Annexure B"; and



- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note B-24 to the financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Abhay Upadhye
Partner
Membership No. 049354
For and on Behalf of
K. K. Mankeshwar & Co.
Chartered Accountants
FRN: 106009W
Gurgaon, dated the 25th May, 2016



ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

The annexure referred to in our independent auditor's report to the members of Bilt Tree Tech Limited ("the Company"), on the Financial Statements for the year ended 31st March 2016, we report that:

- i. In respect of Fixed Assets:
 - ii. a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
 - b) The fixed assets were physically verified during the year by the Management. No material discrepancies were noticed on such physical verification.
 - c) The title deeds of all the immovable properties are held in the name of the company.
- ii. The inventories were physically verified during the year by the Management at reasonable intervals. In our opinion, the frequency of verification is reasonable.
- iii. In respect of loans, secured or unsecured, the company has neither granted nor taken any loans from Companies, firms or other parties covered in the registered maintained under section 189 of the Companies Act.
- iv. In respect of loans, investments, guarantees, and security, the provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
- v. Company has not accepted any deposits from public within the meaning of directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under where applicable. Therefore the said clause is not applicable to the company.
- vi. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
- vii. In respect of statutory dues:
 - a) The company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, , employees state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess and other statutory dues applicable to it. There are no undisputed amounts payables in respect of the aforesaid dues as on 31st March 2016 for a period more than six months from the date of becoming payable.



- b) There are no dues of sales tax, income tax, custom duty, wealth tax, excise duty/cess which have not been deposited on account of any dispute.
- viii. The Company has not defaulted in repayment of dues to any financial institution or bank or debenture holders as at the Balance Sheet date.
- ix. The company has not raised moneys by way of initial public offer or further public offer (including debt instruments). The money raised through term loan has been applied for the purpose for which it has been raised.
- x. No fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. Managerial remuneration has been paid in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- xii. The Company is not a Nidhi Company and so the conditions as specified in Nidhi Rules, 2014 does not apply to the Company.
- xiii. All the transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards;
- xiv. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- xv. The company has not entered into any non-cash transactions with directors or persons connected with him.
- xvi. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934

Abhay Upadhye

Partner

Membership No. 049354

For and on Behalf of

K. K. Mankeshwar & Co.

Chartered Accountants

FRN: 106009W

Gurgaon, dated the 25th May, 2016



**ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON
THE STANDALONE FINANCIAL STATEMENTS OF BILT TREE TECH LIMITED**

To,
The Members of Bilt Tree Tech Limited

**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 Bilt Tree Tech Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended 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 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".

Abhay Upadhye

Partner

Membership No. 049354

For and on Behalf of

K. K. Mankeshwar & Co.

Chartered Accountants

FRN: 106009W

Gurgaon, dated the 25th May, 2016



BILT TREE TECH LIMITED



Balance Sheet as at March 31, 2016


In Rs.

	Note No	As at 31.03.2016	As at 31.03.2015
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	B-1	10,800,000	10,800,000
Reserves and Surplus	B-2	42,181,721	17,548,594
		<u>52,981,721</u>	<u>28,348,594</u>
Non - current liabilities			
Long term borrowings	B-3	386,362	707,037
Long term provisions	B-4	2,594,405	2,229,522
		<u>2,980,767</u>	<u>2,936,559</u>
Current Liabilities			
Trade payables	B-5	153,535,320	184,759,520
Other current liabilities	B-6	111,311,504	118,492,450
Short term provisions	B-7	131,336	758,717
		<u>264,978,160</u>	<u>304,010,687</u>
TOTAL		320,940,648	335,295,840
ASSETS			
Non - current assets			
Fixed Assets	B-8		
Tangible assets		71,300,092	69,796,042
Intangible assets		17,396	31,768
Capital work in progress		24,578	1,465,162
Intangible assets under development		-	57,655
		<u>71,342,066</u>	<u>71,350,627</u>
Long term loans and advances	B-9	4,736,518	624,554
Current Assets			
Inventories	B-10	109,236,019	112,950,697
Trade receivables	B-11	26,383,267	30,077,866
Cash and cash equivalents	B-12	101,521,922	115,044,693
Short term loans and advances	B-13	4,925,232	4,737,207
Other Current Assets	B-14	2,795,624	510,196
		<u>244,862,064</u>	<u>263,320,659</u>
TOTAL		320,940,648	335,295,840
Significant Accounting Policies	A		
Notes to Financial Statements	B		
As per our report attached			

ABHAY UPADHYE
Partner
Membership No. 049354
For and on behalf of
K.K.MANKESHWAR & CO.,
Chartered Accountants
FRN- 106009W




Director
S. K. KHANDLWAL

For and on behalf of Board

Director
SHARAD SANJAY SEN

Gurgaon, dated the 25th May, 2016

Statement Of Profit and Loss for the year ended March 31, 2016

In Rs.

	Note No	For the year ended 31.03.2016	For the nine month ended 31.03.2015
Revenue			
Revenue from Operations	B-15	793,012,697	654,589,062
Other Income	B-16	55,303,360	7,482,191
Total Revenue		848,316,057	662,071,253
Expenses			
Cost of materials consumed	B-17	3,023,225	1,636,360
Purchases of stock in trade	B-18	688,827,050	536,886,522
Changes in inventories of finished goods, work in progress and stock in trade	B-19	4,127,937	41,541,917
Employee Benefit Expenses	B-20	51,132,147	37,261,195
Finance Cost	B-21	80,223	-
Depreciation and Amortisation Expenses	B-8	7,295,036	4,846,838
Other Expenses	B-22	66,995,400	51,735,182
Total Expenses		821,481,018	673,908,014
Profit / (Loss) before tax		26,835,039	(11,836,761)
Tax expense:			
Current tax		2,201,912	1,342,700
		2,201,912	1,342,700
Profit / (Loss) after tax		24,633,127	(13,179,461)
Earning per equity share:	B-23		
(1) Basic (Rs)		22.81	(12.20)
(2) Diluted (Rs)		22.81	(12.20)

Significant Accounting Policies A
Notes to Financial Statements B
As per our report attached

ABHAY UPADHYE

Partner

Membership No. 049354

For and on behalf of

K.K.MANKESHWAR & CO.,

Chartered Accountants

FRN- 106009W



For and on behalf of Board

Director

S. K. KHANDELWAL

Director

SHARAD SANJAY SEN

Gurgaon, dated the 25th May, 2016

Cash Flow Statement for the year ended March 31, 2016

	For the year ended 31.03.2016 In Rs.	For the nine month ended 31.03.2015 In Rs.
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before exceptional items, tax, minority interest and appropriations	26,835,039	(11,836,761)
Adjustments for:		
Interest received	(5,966,309)	(4,345,293)
(Profit) / Loss on sale of Assets (net)	(381,284)	-
Unspent Liabilities and Excess Provisions of earlier years written back	(48,408,692)	(1,369,407)
Bad Debts	579,546	4,107,500
Unused Stores and Spares written off	-	91,354
Advances & Deposits written off	-	659,421
Investment written off (NSC)	-	9,500
Assets discarded	509,523	-
Finance Cost	80,223	-
Depreciation & amortisation expenses	7,295,036	4,846,838
Operating Profit before Working Capital Changes	(19,456,918)	(7,836,848)
Adjustment for Working Capital Changes :		
(Increase)/decrease in trade receivable	3,115,053	(1,793,699)
(Increase)/decrease in inventory	3,714,678	41,098,622
(Increase)/decrease in loans, advances and other current assets	(4,474,570)	24,273,045
Increase/(decrease) in liabilities and provisions	10,347,982	(25,631,465)
Cash generated from operations	(6,753,775)	30,109,655
Income tax paid (net)	(2,672,034)	(896,812)
Net cash flow inflow from operating activities	(9,425,809)	29,212,843
CASH FLOW FROM INVESTING ACTIVITIES		
Increase in fixed assets, capital work-in-progress and capital advances	(10,257,001)	(7,881,824)
Proceed from Sale of property plant and equipment	465,293	-
Grant Received	2,360,652	56,700
Interest received	3,680,881	4,924,556
(Increase)/decrease in other bank balances	(2,467,531)	(18,489,239)
Net cash flow from investing activities	(6,217,706)	(21,389,807)
CASH FLOW FROM FINANCING ACTIVITIES		
Increase/(decrease) in borrowings	(266,564)	973,600
Interest Paid	(80,223)	-
Net cash flow from financing activities	(346,787)	973,600
Net increase/(decrease) in cash and cash equivalents	(15,990,302)	8,796,636
Cash and cash equivalents at beginning of reporting year	49,994,095	41,197,459
Cash and cash equivalents (closing balance)	34,003,793	49,994,095

NOTES

- a) The 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, 2014.
- b) Cash and cash equivalents represent Cash & Bank balances only.
- c) The previous year figures have been regrouped/reclassified, wherever necessary to conform to the current year's presentation. As per our report of even date attached.

ABHAY UPADHYE
Partner
Membership No. 049354
For and on behalf of
K.K.MANKESHWAR & CO.,
Chartered Accountants
FRN- 106009W



For and on behalf of Board

Director
S. K. KHANDELWAL



Director
SHARAD SANJAY SEN

Gurgaon, dated the 25th May, 2016

BILT TREE TECH LIMITED

A : SIGNIFICANT ACCOUNTING POLICIES

i) Basis of Preparation of Financial Statements

The Financial Statement are prepared on accrual basis as a going concern under historical cost convention to comply with the Accounting Standards as notified under section 133 read with Rule 7 of Companies (Accounts), Rules 2014 and other relevant provisions of the Companies Act, 2013.

ii) Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities as at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. The differences between the actual results and estimates are recognised in the period in which the results are known/materialise.

iii) Cash flow statement

The cash flow Statement has been prepared under 'Indirect Method' in accordance with the requirement of Accounting Standard - 3 "Cash Flow Statement".

iv) Cash and cash equivalents

Cash and cash equivalents comprise cash and cash on deposit with banks and corporations. The Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

v) Fixed Assets

Tangible Assets: Tangible assets are stated at their original cost including freight, duties, taxes and other incidental expenses related to acquisition and installation.

Intangible Assets: Intangible Assets are recognised when it is probable that the future economic benefits that are attributable to the assets will flow to the Company and the cost of asset can be

vi) Depreciation

Depreciation on Fixed Assets is provided on useful life in an Assets in accordance with Schedule II to the Companies Act, 2013.

vii) Inventories

Inventories are valued at lower of cost or net realisable value. Cost of stores is on first in first out basis. Valuation of work-in-progress has been done on cost basis for the saplings which have not grown up to the age for sowing. The costs attributed to bring the saplings (power, labour etc.) up to the age of sowing in ground is also considered for the valuation purpose. Finished stocks include all the applicable allocable overheads and other costs incurred in bringing the inventories to their present location and condition.



BILT TREE TECH LIMITED

A : SIGNIFICANT ACCOUNTING POLICIES

viii) Accounting for effects in foreign exchange rates

(i) Initial Recognition

Foreign currency transaction are recorded in Indian Rupees being the reporting currency, by applying to the foreign currency amount, the exchange rate between the reporting currency and the foreign currency at the respective date of the transaction.

(ii) Conversion

Foreign currency monetary items are reported using the closing rate as at the year/ period end. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

(iii) Exchange Differences

Exchange differences arising on the settlement of monetary items or on reporting the company's monetary items at rates different from those at which they were initially recorded during the financial year are recognised as income or as expenses in the financial year in which they arise except for adjustment of exchange difference arising on reporting of long term foreign currency monetary items in so far they related to the acquisition of a depreciable capital assets which are adjusted to the cost of the assets.

ix) Accounting for Investments

Investments are classified into current and long term investments. Current investments are stated as lower of cost and fair value. Long term investments are stated at cost less any provision for diminution in value other than temporary, if any.

x) Retirement benefits

a) Short Term employee benefits are charged off at the undiscounted amount in the year in which the related service is rendered.

b) Post employment and other long term employee benefits are charged off in the year in which the employee has rendered services. The amount charged off is recognized at the present value of the amounts payable determined using actuarial valuation techniques. Actuarial gain and losses in respect of Post Employment other long term benefits are charged to Statement of Profit and Loss

xi) Revenue Recognition

a) Sale : Sales are recognised when the substantial risks and rewards of ownership in the goods are transferred to the buyer as per terms of the contract.

b) Interest on deposits: Interest income is recognised on time proportion basis taking into account the amount outstanding and the applicable interest rates.

xii) Earnings per share

Basic earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The diluted potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value which is the average market value of the outstanding shares. Dilutive potential equity shares are deemed converted as of the beginning of the year, unless issued at a later date. Dilutive potential equity shares are determined independently for each

The number of shares and potentially dilutive equity shares are adjusted retrospectively for all years presented for any share splits and bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors.

BILT TREE TECH LIMITED

A : SIGNIFICANT ACCOUNTING POLICIES

xiii) Accounting for Taxes

Provision for current tax is made on the basis of estimated taxable income for the current accounting year in accordance with the Income Tax Act, 1961. The deferred tax for the timing difference between the book and tax profits for the year is accounted for using the tax rates and laws that have been substantially enacted as of the balance sheet date. Deferred tax assets arising from timing differences are recognized to the extent there is virtual certainty that these would be realized in future.

xiv) Impairment of Assets

At each Balance Sheet date, the Company assesses whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount. If the carrying amount of the asset exceeds its recoverable amount, an impairment loss is recognised in the Statement of Profit and Loss to the extent the carrying amount exceeds the recoverable amount.

xv) Provision and Contingencies

The Company creates a provision when there is present obligation as a result of past events that probably require an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that probably will not require an outflow of resources or where a reliable estimate of the obligation cannot be made.

xvi) Grant

Revenue Grants received by the Company are recognised as income in the Statement of Profit and Loss to match with the related cost with the intent to compensate. Also Capital Grants related to fixed depreciable assets are adjusted against the gross cost of the relevant assets while those related to non-depreciable assets are credited to capital reserve.



B- Notes to the Financial Statements as on March 31, 2016

In Rs.

	As at 31.03.2016	As at 31.03.2015
B-1: SHARE CAPITAL		
Authorised:		
20,00,000 (Previous year 20,00,000) Equity Shares of Rs. 10/- each	20,000,000	20,000,000
Issued, Subscribed and fully paid up :		
10,80,000 (Previous year 10,80,000) Equity Shares of Rs.10/- each	10,800,000	10,800,000
	10,800,000	10,800,000

Notes:

1.1 Reconciliation of number of Shares

Equity Shares:	As at 31.03.2016		As at 31.03.2015	
	Nos of Shares	Amount	Nos of Shares	Amount
Balance at beginning of the year	1,080,000	10,800,000	1,080,000	10,800,000
Add: Issued during the year	-	-	-	-
Balance at the end of the year	1,080,000	10,800,000	1,080,000	10,800,000

1.2 Rights, preference and restrictions attached to shares:

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

1.3 Shares held by holding company

	As on 31.03.2016	As on 31.03.2015
9,90,000 Equity Shares (31 March, 2015 : 9,90,000 equity shares) held by Ballarpur Industries Limited, the Holding Company	9,900,000	9,900,000

1.3 Details of Shares held by shareholders holding more than 5% of the aggregate shares in the Company:

Name of shareholder	As at 31.03.2016		As at 31.03.2015	
	Nos of Shares	Holding (%)	Nos of Shares	Holding (%)
Ballarpur Industries Limited	990,000	91.67%	990,000	91.67%
Avantha Holdings Limited	89,960	8.32%	89,960	8.32%

B-2: RESERVE & SURPLUS

Surplus / (-Deficit) in Statement of Profit and Loss:

At the beginning of the year	17,548,594	34,786,080
Add: Net profit / (-Loss) for the year	24,633,127	(13,179,461)
Less: Difference of Depreciation due to change in life of asset as per schedule II of companies act 2013	-	(4,058,025)
At the close of the reporting year	42,181,721	17,548,594



B- Notes to the Financial Statements as on March 31, 2016

In Rs.

	As at 31.03.2016	As at 31.03.2015
B-3: LONG TERM BORROWINGS		
Secured Loans:-		
Vehicle Loan (See Note 3.1)	386,362	707,037
	386,362	707,037

Note B-3.1 Nature of security and terms of repayment for borrowings

Nature of Security

Term loan from HDFC bank secured by specific charged on equipment

Name of Bank	Total No of instalment	Instalment amount	Instalment Starting from	Interest rate (as on 31.03.2016)
HDFC Bank Car loan	36 months	31,526.00	May-15	10.24%

B-4: OTHER LONG TERM PROVISIONS

Provision for employee benefits:-

-Provision for Gratuity

2,208,424

1,862,485

-Provision for Leave Encashment

385,981

367,037

2,594,405

2,229,522

B-5: TRADE PAYABLES

Due to micro, small and medium enterprises

Payable to Related Parties

8,089,864

158,713,900

Due to others

145,445,456

26,045,620

153,535,320

184,759,520

Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 :

Particulars	31.03.2016	31.03.2015
a. Principal amount due and remaining unpaid	NIL	NIL
b. Interest due on (a) above and the unpaid interest	NIL	NIL
c. Interest paid on all delayed payments under the MSMED Act	NIL	NIL
d. Payment made beyond the appointed day during the year	NIL	NIL
e. Interest due and payable for the period of delay other than (c) above	NIL	NIL
f. Interest accrued and remaining unpaid	NIL	NIL
g. Amount of further interest remaining due and payable in succeeding years	NIL	NIL

B-6: OTHER CURRENT LIABILITIES

Current maturities of long term debt

320,674

266,563

Payables for capital goods

145,929

162,271

Advance received from customers

3,403,146

3,031,405

Statutory dues payable

2,736,095

1,779,855

Payable to employee

4,611,487

3,550,267

Due to related Parties

100,094,173

109,702,089

111,311,504

118,492,450

B-7: SHORT TERM PROVISIONS

Provisions for employee benefits:-

-Provision for Gratuity

62,279

45,620

-Provision for Leave Encashment

13,457

12,794

-Provision for tax

55,600

700,303

131,336

758,717



BILT TREE TECH LIMITED

B- Notes to the Financial Statements as on March 31, 2016

B-8: FIXED ASSETS

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK		
	As on 01-04-15	Additions for the period	Deductions during the period	Grant Received	As on 31-03-16	As on 01-04-15	Additions for the period	Difference as per sch. II	Deductions during the period	As on 31-03-16	As on 31-03-15
Tangible Assets											
Free Hold Land	930,022	-	-	2,261,488	930,022	-	-	-	-	930,022	930,022
Buildings*	48,728,268	5,257,034	388,085	28,556	51,335,729	14,638,132	2,677,961	-	318,681	34,338,317	34,090,136
Plant and Equipment	78,621,643	6,256,640	18,390,264	70,608	66,459,463	46,564,316	3,973,545	-	17,997,943	32,539,918	32,057,327
Furniture & Fixtures	2,029,490	152,109	58,678	-	2,052,313	1,188,318	177,191	-	57,222	1,308,287	841,172
Vehicles	5,281,538	-	3,055,513	-	2,226,025	3,755,978	269,410	-	2,931,310	1,094,078	1,525,560
Computers	2,336,871	73,115	839,511	-	1,570,475	1,985,046	182,557	-	833,363	1,334,240	351,825
Intangible Assets											
Computer Software	96,422	-	-	-	96,422	64,654	14,372	-	-	79,026	17,396
	96,422	-	-	-	96,422	64,654	14,372	-	-	79,026	17,396
TOTAL	138,024,254	11,738,898	22,732,051	2,360,652	124,670,449	68,196,444	7,295,036	-	22,138,519	53,352,961	69,827,810
PREVIOUS YEAR	130,491,797	7,589,157	-	56,700	138,024,254	59,291,581	4,846,838	4,058,025	-	68,196,444	71,200,216

* Includes building and superstructure constructed on land belonging to Bilt Graphics Paper Products Limited.
Rs. 23,60,652/- cost of assets purchase from capital grant received from World Bank.



B- Notes to the Financial Statements as on March 31, 2016

	As at 31.03.2016	As at 31.03.2015
B-9: LONG TERM LOANS AND ADVANCES		
Security Deposits	4,370,590	84,045
Balance with Govt Authorities	169,658	169,658
Tax deducted at source including advance tax paid	196,270	370,851
	4,736,518	624,554
B-10: INVENTORIES		
Raw materials	1,313,160	1,104,329
Work in progress	29,826,447	78,788,901
Finished goods	44,530,100	24,199,810
Stock in trade	24,660,332	156,105
Stores and spares	8,905,980	8,701,552
	109,236,019	112,950,697
B-11: TRADE RECEIVABLES		
Trade Receivable- exceeding six months from the date they are due for payment		
Unsecured, considered good	6,080,906	7,432,921
Receivables from related parties	20,165,758	22,439,964
Trade Receivables- others		
Unsecured, considered good	136,603	204,981
	26,383,267	30,077,866
B-12: CASH AND BANK BALANCES		
Cash & Cash Equivalents		
Balances with banks		
-In Current accounts	33,909,767	49,936,403
Cash on hand	94,026	16,592
Cheques, drafts on hand	-	41,100
	34,003,793	49,994,095
Other Bank Balance		
In deposit accounts exceeding three months but less that twelve months	67,518,129	65,050,598
	101,521,922	115,044,693
B-13: SHORT TERM LOANS & ADVANCES		
Unsecured considered goods		
Advances to employees	23,047	91,954
Security deposits	1,375,500	251,070
Prepaid expenses	208,535	608,034
Balance with Government Authorities	3,080,288	2,947,296
Advances to Trade Creditors	206,375	659,306
Others	31,487	179,547
	4,925,232	4,737,207
B-14: OTHER CURRENT ASSETS		
Interest accrued on deposit	2,795,624	510,196
	2,795,624	510,196



	For the year ended 31.03.2016	For the nine month ended 31.03.2015
B-15: REVENUE FROM OPERATIONS		
Sale of Products - Produced		
Plant & Wood	111,010,116	100,317,345
Sale of Products - Traded		
Wood	668,264,024	540,872,791
Plant	151,000	1,693,751
Seed	977,900	473,650
Green Fruits	279,258	-
Bare Root Casurina Seedlings	-	377,136
	<u>669,672,182</u>	<u>543,417,328</u>
Other Operating Revenue		
Harvesting Expenses Received	12,302,954	10,504,389
Sale of Services	27,445	350,000
	<u>12,330,399</u>	<u>10,854,389</u>
	<u>793,012,697</u>	<u>654,589,062</u>
B-16: OTHER INCOME		
Interest income	5,966,309	4,345,293
Profit on sale of fixed assets (Net)	381,284	-
Unspent liabilities and excess provisions of earlier years written back	48,408,692	1,365,326
Grant Received (World Bank-DM and Others)	547,075	1,727,504
Other non operating income (net of expenses directly attributable to such income)	-	44,068
	<u>55,303,360</u>	<u>7,482,191</u>
B-17: COST OF MATERIALS CONSUMED		
Cocopeth	1,426,182	594,958
Vermiculite	416,957	90,227
Boric acid	10,861	10,755
Captaf	3,406	6,360
IBA	335,381	265,676
Talcum power	10,076	8,126
Blitox	247,156	180,941
Carbonised rice huck	567,683	476,248
Sand	5,523	3,069
	<u>3,023,225</u>	<u>1,636,360</u>
B-18: PURCHASES OF STOCK-IN-TRADE		
Wood	686,900,062	533,986,686
Plants	128,350	1,923,936
Seed	1,550,830	160,000
Bare Root Casurina Seedlings	-	815,900
Green Fruits	247,808	-
	<u>688,827,050</u>	<u>536,886,522</u>

	For the year ended	For the nine month ended
	31.03.2016	31.03.2015

**B-19: CHANGES IN INVENTORIES OF FINISHED GOODS,
WORK-IN-PROGRESS AND STOCK-IN-TRADE**

Stock at the beginning of the year

Finished goods	24,199,810	25,756,390
Work-in-progress	78,788,901	64,165,689
Stock-in-trade	156,105	54,764,654
Total (A)	103,144,816	144,686,733

Stock at the end of the year

Finished goods	44,530,100	24,199,810
Work-in-progress	29,826,447	78,788,901
Stock-in-trade	24,660,332	156,105
Total (B)	99,016,879	103,144,816

Net (Increase) / Decrease on Stock (A-B)	4,127,937	41,541,917
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B-20: EMPLOYEE BENEFITS EXPENSE

Salaries and wages	47,655,816	34,609,731
Contribution to provident and other funds	2,287,080	1,947,924
Staff welfare expenses	1,189,251	703,540
	51,132,147	37,261,195

The disclosure required under Accounting Standard 15 "Employee Benefits" notified in the Companies (Accounting Defined Contribution Plan

Contribution to defined contribution Plan, recognized are charged off for the year are as under:

	For the Year	For the Year
	2015-16	2014-15
Employer's Contribution in Provident Fund	880,039	694,335
Employer's Contribution in Pension Scheme	1,256,641	887,402
	2,136,680	1,581,737



For the year ended 31.03.2016 For the nine month ended 31.03.2015

Defined benefit Plan:

The Present Value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the financial obligations.

The obligation for leave encashment is recognized in the same manner as gratuity.

	As at 31 March, 2016		As at 31 March, 2015	
	Gratuity (Unfunded)	Encashment (Unfunded)	Gratuity (Unfunded)	Encashment (Unfunded)
a) Reconciliation of Opening and closing balances of Defined benefit Obligation				
At the beginning of the year	1,908,105	379,831	1,443,537	546,954
Current Service Cost	291,713	99,764	181,705	86,281
Interest Cost	147,878	29,437	94,191	35,689
Actuarial (gain)/loss	78,961	360,300	283,356	(2,342)
Benefits Paid	(155,954)	(469,894)	(94,684)	(286,751)
At the end of the year	2,270,703	399,438	1,908,105	379,831
b) Reconciliation of Opening and closing balances of Fair value of plan assets				
Fair Value of plan assets at beginning of the year	-	-	-	-
Expected Return on Plan Assets	-	-	-	-
Actuarial (gain)/loss	-	-	-	-
Employer's Contribution	(78,961)	(360,300)	(283,356)	2,342
Fair Value of Plan Assets at the year end	78,961	360,300	283,356	(2,342)
Actual Return on Plan Assets	-	-	-	-
c) Reconciliation of Fair value assets and obligations				
Fair value of plan assets as Year end	-	-	-	-
Present Value of obligation as at year end	2,270,703	399,438	1,908,105	379,831
Amount recognized in Balance Sheet	2,270,703	399,438	1,908,105	379,831
d) Expenses recognised during the year (Under the head "Employee Benefits Expense")				
Current Service Cost	291,713.00	99,764.00	181,705.00	86,281.00
Interest Cost	147,878.00	29,437.00	94,191.00	35,689.00
Expected return on plan assets	-	-	-	-
Actuarial (gain) / loss	78,961.00	360,300.00	283,356.00	(2,342.00)
Net Cost	518,552.00	489,501.00	559,252.00	119,628.00
e) Discount Rate (Per annum)*				
Expected rate of return on plan assets (per annum)	7.80%	7.80%	7.75%	7.75%

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.



	For the year ended 31.03.2016	For the nine month ended 31.03.2015
B-21: FINANCE COST		
Interest Expenses	80,223	-
	80,223	-
B-22: OTHER EXPENSES		
Power and fuel	1,773,143	1,063,108
Consumption of stores & Spare parts	5,790,265	3,764,039
Water charges	975,463	322,876
Rent	1,104,119	1,932,555
Sapling Producing & Nursery maintenance expenses	21,798,313	11,600,784
Repairs to buildings	663,158	1,109,771
Repairs to machinery	1,559,991	957,155
Repairs others	199,612	351,591
Insurance	1,064,381	1,362,387
Rates and taxes	285,812	336,970
Office & Other Expenses	15,222,873	8,782,053
Bad Debts	579,546	4,107,500
Unused Stores & Spares written off	-	91,354
Assets discarded	509,523	-
Advances & Deposits written off	-	659,421
Legal and professional charges	3,176,108	2,677,290
Selling expenses	735,232	312,916
Carriage and Freight	11,557,861	12,303,412
	66,995,400	51,735,182
 Note : 22.1) Legal & Professional Charges include auditors' remuneration as under :		
- Statutory Audit Fees	233,280	224,720
- Tax Audit Fees	87,480	84,270
- Other capacity	55,381	61,798
- Reimbursement of expenses	7,250	12,383
	383,391	383,171
B-23: EARNING PER SHARE		
Net Profit / (Loss) after tax attributable to shareholders	24,633,127	(13,179,461)
Weighted Average No. of Equity Shares outstanding during the year	1,080,000	1,080,000
Nominal value per share	10	10
Basic /Diluted Earnings Per Share	22.81	(12.20)
B-24: CONTINGENT LIABILITIES AND COMMITMENTS (to the extent not provided for)		
Contingent Liabilities:		
(a) Claims against the company not acknowledged as debts*	48,887,045	39,637,930
(b) Guarantees	417,000	417,000
Total (A)	49,304,045	40,054,930
Commitments		
Estimated amount of contracts remaining to be executed on capital	114,714	2,839,923
Total (B)	114,714	2,839,923
Total (A+B)	49,418,759	42,894,853

* Net of payment Rs. 40 Lacs



25 Expenditure in foreign currency on travelling Rs. 3,24,407/- (Previous year Rs. 56,654/-).

26 Value of Imported & Indigenous raw material and stores & spares parts consumed during the year

Particulars	Current Year		Previous year	
	Amount in Rs	%	Amount in Rs	%
A) Raw Materials				
Imported	-	-	-	-
Indigenous	3,023,225	100.00%	1,636,360	100.00%
Total	3,023,225	100.00%	1,636,360	100.00%
B) Stores & Spare Parts				
Imported	-	-	-	-
Indigenous	5,790,265	100.00%	3,764,039	100.00%
Total	5,790,265	100.00%	3,764,039	100.00%

27 Segment Reporting

Segmental revenues, Results and Other Information

Particulars	Agroforestry Operations		Non Agroforestry Operations		Total	
	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15
Segmental Revenue	111,010,116	111,171,734	682,002,581	543,417,328	793,012,697	654,589,062
Segmental Results:	19,928,158	33,197,483	940,572	(49,375,456)	20,868,730	(16,177,973)
Add:- other income					5,966,309	4,345,293
Profit before tax					26,835,039	(11,832,680)
Provision for Tax					2,201,912	1,342,700
Excess Provision Relating to earlier Year					-	4,081
Net Profit					24,633,127	(13,179,461)
Other Information						
Segmental Assets	265,408,020	288,801,811	55,336,358	46,123,178	320,744,378	334,924,989
Unallocated Corporate Assets					196,270	1,013,248
Total Assets					320,940,648	335,938,237
Segmental Liabilities	24,556,715	178,873,259	243,346,612	128,716,384	267,903,327	306,889,340
Unallocated Corporate Liabilities					55,600	700,303
Total Liabilities					267,958,927	307,589,643
Capital Expenditure	7,880,007	6,383,958		1,116,138	7,880,007	7,500,096
Depreciation and amortisation expense	7,147,422	4,835,391	147,614	11,447	7,295,036	4,846,838

28 Obligations on non-cancellable operating leases

The Company has entered into operating lease agreements for lands. The lease rentals charged during the year and maximum obligations on long term non-cancellable operating leases payable as per the rentals stated in respective agreements are as follows:

	Current Year	Previous Year
	Rs.	Rs.
Lease rentals for the year	189,364	138502
Obligations on non-cancellable leases:		
Not later than one year	35,240	30778
Later than one year and not later than five years	NIL	NIL
Later than five years	NIL	NIL



i. List of Related Parties over which control exists

Holding Company
Ballarpur Industries Limited

Subsidiaries (including step down subsidiaries) of Holding Company

Ballarpur International Holdings B.V.
BILT Paper B.V.
Ballarpur Paper Holdings B.V.
BILT Graphic Paper Products Limited
Ballarpur Speciality Paper Holdings B.V.
Premier Tissues (India) Limited
Sabah Forest Industries Sdn. Bhd.

ii. Name of the related Parties with whom transactions were carried out during the year and nature of Relationship

Holding Company
Ballarpur Industries Limited
Fellow Subsidiary Company
BILT Graphic Paper Products Limited
Key management Personnel
Ms. Suchita Bhandari
Details of transaction with related parties
Particulars

	31st March, 2016 Rs.	31st March, 2015 Rs.
Sale		
- BILT Graphic Paper Products Limited	66,87,90,324	54,21,20,644
- Ballarpur Industries Limited	-	19,615
Harvesting Charges		
- BILT Graphic Paper Products Limited	1,23,02,954	1,05,04,389
Purchase		
- Ballarpur Industries Limited	-	59,131
- BILT Graphic Paper Products Limited	1,00,796	1,69,878
Charges for use of Land		
- BILT Graphic Paper Products Limited	1,89,364	1,38,502
Outstanding Balance Debit (Credit)		
- Ballarpur Industries Limited (Net)	-	(14,93,12,302)
- BILT Graphic Paper Products Limited (Net)	(8,80,18,278)	(9,66,63,723)

30

During the year the Company has received grant from World Bank and others for carrying out Sustainable Agro Forestry Project, and so has recognised an amount of Rs. 5,47,075/- as income in the Statement of Profit & Loss to match with the related cost. Also, the Capital Grant received of Rs 23,60,652/- related to fixed depreciable asset is adjusted against the gross cost of the asset purchased.

31 In accordance with Accounting Standard - 22 " Accounting for Tax of Income" issued by the Institute of Chartered Accountants of India, which is mandatory in nature, the Company has not recognized deferred tax assets on unabsorbed depreciation and carry forward loss as there is no virtual certainty supported by convincing evidenced that sufficient future taxable income will be available against which such deferred tax assets can be

32 Figures for the current period are for twelve months (1st April 2015 to 31st March 2016) whereas figure for the previous year are for nine months (1st July 2014 to 31st March 2015), hence are not comparable.

33 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

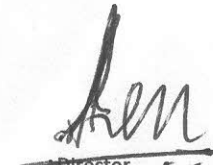
As per our report attached

ABHAY UPADHYE
Partner
Membership No. 049354
For and on behalf of
K.K.MANKESHWAR & CO.,
Chartered Accountants
FRN- 106009W



For and on behalf of the Board


Director
S. K. KHANDELWAL


Director
SHARAD SANJAY SEN

Nagpur, dated the
25th May, 2016