

**INDIAN INCOME TAX RETURN ACKNOWLEDGEMENT**

[Where the data of the Return of Income in Form ITR-1 (SAHAJ), ITR-2, ITR-3, ITR-4, ITR-5, ITR-6, ITR-7 transmitted electronically with digital signature]

Assessment Year  
**2017-18**

PERSONAL INFORMATION AND THE DATE OF ELECTRONIC TRANSMISSION	Name <b>AHLADA ENGINEERS PRIVATE LIMITED</b>			PAN <b>AAFCA3213M</b>	
	Flat/Door/Block No <b>SY.NO. 66 AND 68</b>	Name Of Premises/Building/Village <b>BAHADURPALLY VILLAGE</b>		Form No. which has been electronically transmitted <b>ITR-6</b>	
	Road/Street/Post Office <b>DINDIGAL POST</b>	Area/Locality <b>QUTHABULLAPUR MANDAL</b>			
	Town/City/District <b>RANGA REDDY DIST.</b>	State <b>TELANGANA</b>	Pin/ZipCode <b>500043</b>	Status <b>Pvt Company</b>	Aadhaar Number/Enrollment ID
	Designation of AO(Ward/Circle) <b>Range 1(1)</b>	Original or Revised <b>ORIGINAL</b>			
	E-filing Acknowledgement Number <b>291707961061117</b>	Date(DD/MM/YYYY) <b>06-11-2017</b>			
	1	Gross total income	1	<b>55991533</b>	
	2	Deductions under Chapter-VI-A	2	<b>0</b>	
	3	Total Income	3	<b>55991530</b>	
	3a	Current Year loss, if any	3a	<b>0</b>	
4	Net tax payable	4	<b>18512479</b>		
5	Interest payable	5	<b>1996102</b>		
6	Total tax and interest payable	6	<b>20508581</b>		
7	Taxes Paid	a Advance Tax	7a	<b>1450000</b>	
		b TDS	7b	<b>961818</b>	
		c TCS	7c	<b>86336</b>	
		d Self Assessment Tax	7d	<b>18036000</b>	
		e Total Taxes Paid (7a+7b+7c +7d)	7e	<b>20534154</b>	
8	Tax Payable (6-7e)	8	<b>0</b>		
9	Refund (7e-6)	9	<b>25570</b>		
10	Exempt Income	Agriculture		10	
		Others			

This return has been digitally signed by CH SURESH MOHAN REDDY in the capacity of Managing Director  
having PAN ABQPC7359H from IP Address 183.82.123.209 on 06-11-2017 at Hyderabad

Dsc Sl No & issuer 1400457272CN=(n)Code Solutions CA 2014,2.5.4.51=#13133330312c20474e464320496e666f746f776572,STREET=Bodakdev\, S G Road\, Ahmedabad,ST=Gujarat,2.5.4.17=#1306333830303534,OU=Certifying Authority,O=Gujarat Narmada Valley Fertilizers and Chemicals

**DO NOT SEND THIS ACKNOWLEDGEMENT TO CPC, BENGALURU**

**AHLADA ENGINEERS PRIVATE  
LIMITED**

**XIIth ANNUAL REPORT**

# AHLADA ENGINEERS PRIVATE LIMITED

**Board of Directors** : Sri Ch Suresh Mohan Reddy  
: Sri K Rajasekhar Reddy  
: Sri K Vinod Kumar Reddy  
: Sri K Bala Gangadhar Reddy  
: Sri K Koduri Iswara Varaprasad Reddy  
: Sri Vikram Ravindra Mamidipudi

**Auditors** : M/s. Kishore & Venkat Associates  
# 130 / 2RT, S R Nagar  
Hyderabad - 500 038.

**Banker** : State Bank of Hyderabad  
Commercial Branch,  
Surya Towers,  
Ground Floor,  
Secunderabad - 500 003.

**Registered Office** : Sy No 66 & 68,  
Bahadurpally Village,  
Gandimysamma Mandal,  
Medchal Dist,  
Telangana.

**Factory** : Sy No 66 & 68,  
Bahadurpally Village,  
Gandimysamma Mandal,  
Medchal Dist,  
Telangana.

## NOTICE TO THE MEMBERS

Notice is hereby given that the 12<sup>th</sup> Annual General Meeting of the Members of **M/s. AHLADA ENGINEERS PRIVATE LIMITED** will be held on Friday the 29<sup>th</sup> day of September, 2017 at **10.00 A.M.** at registered office of the company situated at SY# 66 & 68, Bahadurpally, Qutbullapur Mandal, Hyderabad 500043, Telangana, India to transact the following business:

### ORDINARY BUSINESS:

#### 1. ADOPTION OF FINANCIAL STATEMENTS:

To receive, consider and adopt the Audited Balance Sheet as at 31<sup>st</sup> March 2017, the Profit and Loss Account for the year ended on that date and the Reports of the Directors and Auditors thereon.

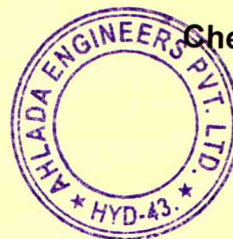
#### 2. RATIFICATION THE APPOINTMENT OF STATUTORY AUDITORS OF THE COMPANY

To consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

“**RESOLVED THAT** pursuant to the provisions of Section 139 and all other applicable provisions, if any, of the Companies Act, 2013 (“Act”) and the Companies (Audit and Auditors) Rules, 2014 as amended from time to time, the Company hereby ratifies the appointment of M/s. Kishore & Venkat Associates, Chartered Accountants (FRN: 001807S), Hyderabad, as Auditors of the Company to hold office from the conclusion of this Annual General Meeting (AGM) till the conclusion of the Thirteenth (13<sup>th</sup>) AGM to be held in 2018 to examine and audit the accounts of the Company for the financial year 2017-18 at such remuneration as may be mutually agreed between the Board of Directors of the Company and the Auditors.”

By and behalf of the Board of Directors  
For **M/s. AHLADA ENGINEERS PRIVATE LIMITED**

*C.S.M. Reddy*



**Chedepudi Suresh Mohan Reddy**  
Managing director  
(DIN: 00090543)

*Sekhar*

**Kurre Raja Sekhar Reddy**  
Wholetime Director  
(DIN: 00090733)

Place: Hyderabad  
Date: 04.09.2017

Ahlada Engineers Pvt. Ltd.

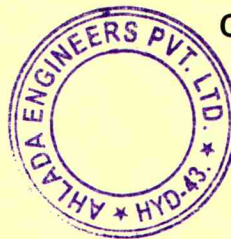
Regd. Office & Factory : Sy# 66-68, Bahadurpally(V), Qutbullapur Mandal, Ranga Reddy District, Hyderabad - 500 043, Telangana, India.  
Phone : +91 98665 00811 / 98665 00822, Fax: +91- 40 - 23195924, Mobile : 96520 23333, 96520 25555, E-mail: engineers@ahlada.com

## NOTES

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member. Proxies in order to be effective must be received by the company not later than forty eight (48) hours before the meeting. Proxies submitted on behalf of limited companies, societies, etc., must be supported by appropriate resolutions/authority, as applicable.
2. A person can act as a proxy on behalf of Members not exceeding fifty in number and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A Member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as a proxy and such person shall not act as proxy for any other person or shareholder.
3. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote at the Meeting.
4. Relevant documents referred to in the accompanying Notice and in the Explanatory Statements are open for inspection by the Members at the Company's Registered Office on all working days of the Company, during business hours up to the date of the Meeting.
5. Members seeking any information with regard to the Accounts are requested to write to the Company at an early date, so as to enable the Management to keep the information ready at the meeting.

By and behalf of the Board of Directors  
For **M/s. AHLADA ENGINEERS PRIVATE LIMITED**

*C. S. M. Reddy*



**Chedepudi Suresh Mohan Reddy**  
Managing director  
(DIN: 00090543)

*Sekhar*

**Kurre Raja Sekhar Reddy**  
Wholetime Director  
(DIN: 00090733)

Place: Hyderabad  
Date: 04.09.2017

Ahlada Engineers Pvt. Ltd.

Regd. Office & Factory : Sy# 66-68, Bahadurpally(V), Qutbullapur Mandal, Ranga Reddy District, Hyderabad - 500 043. Telangana, India.  
Phone : +91 98665 00811 / 98665 00822, Fax: +91- 40 - 23195924, Mobile : 96520 23333, 96520 25555, E-mail: engineers@ahlada.com

## DIRECTORS' REPORT



To,  
The Members,

Your Directors have pleasure in presenting the 12<sup>th</sup> Annual Report on the business and operations of the Company and the accounts for the Financial Year ended March 31, 2017.

### **1. Financial performance of the company:**

Rs.

Particulars	2016-2017	2015-16
Revenue from Operations	1,04,72,36,040	99,32,47,919
Other Income	4,63,32,517	4,03,67,583
Total Income	1,09,35,68,557	103,36,15,502
Profit Before Interest and Depreciation	12,33,95,947	10,14,48,980
Finance Charges	4,17,14,585	3,50,63,114
Depreciation	3,00,07,326	1,71,60,771
Net Profit after Interest and Depreciation But before tax	5,16,74,036	4,92,25,095
Net Profit Before Tax	5,16,74,036	4,92,25,095
Provision for Tax	2,00,15,368	1,76,62,158
Net Profit After Tax	3,16,58,669	3,15,62,938

### **2. Operational review:**

The Gross revenues increased to **Rs. 1,04,72,36,040/-** against **Rs. 99,32,47,919/-** in the previous year. Profit before depreciation and taxation was **Rs. 12,33,95,947/-** against **Rs. 10,14,48,980/-** in the previous year. After providing for depreciation and taxation, the net profit of the Company for the year under review was placed at **Rs. 3,16,58,669/-** as against **Rs. 3,15,62,937/-** in the previous year.

### **3. Transfer to Reserves**

The company has transferred an amount of **Rs. 3,16,58,669/-** to the reserves during the Financial Year under the head Profit and Loss Account pertaining to the profits for the period under review.

### **4. Dividend**

Your Directors do not recommend any dividend for the financial year ended 31<sup>st</sup> March, 2017.

### **5. Fixed Deposits:**

The Company has not invited any deposits from the public in terms of Chapter V, Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposit) Rules, 2014

### **6. Subsidiaries, Joint Ventures and Associate Companies:**

Our company has no Subsidiaries, Joint Ventures and Associates during the year to disclose the same in the Board's Report.

### **7. Particulars of Loans, Guarantees or Investments made under Section 186 of the Companies Act, 2013**

Pursuant to section 186 of Companies Act, 2013, the Company neither has, directly or indirectly, given any loan to its Directors nor extended any guarantee or provided any security in connection with any loan taken by them. Further, the Company has neither given any inter-corporate loan / advance nor made any investments in other companies during the financial year 2016-17 and hence the said provision is not applicable.

### **8. Particulars of contracts or arrangements made with related parties under Section 188**

All related party transactions that were entered into during the financial year were on arm's length basis and were in the ordinary course of the business. The transactions entered by the company are as per the

**Annexure - A**

### **9. Extract Of Annual Return:**

The details forming part of the extract of the Annual Return in form MGT-9 is annexed herewith as

**Annexure - B**



*C. S. M. Reddy*

Ahlada Engineers Pvt. Ltd.

Regd. Office & Factory : Sy# 66-68, Bahadurpally(V), Qutbullapur Mandal, Ranga Reddy District, Hyderabad - 500 043. Telangana, India.  
Phone : +91 98665 00811 / 98665 00822, Fax: +91- 40 - 23195924, Mobile : 96520 23333, 96520 25555, E-mail: engineers@ahlada.com

#### **10. Annual evaluation of Board, its performance and its committees:**

The Company is neither a Listed Company nor a Public Company and thus Annual Evaluation of Board & its Committees is not applicable to our Company.

#### **11. Corporate social responsibility activities:**

The Company has not undertaken any corporate social responsibility activities as the said provisions are not applicable.

#### **12. Material changes and commitments, if any, affecting the financial position of the company:**

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relates and the date of this report.

#### **13. Significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future:**

During the year under review there has been no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

#### **14. Directors and key managerial personnel:**

The Board of Directors is duly constituted with i) Mr. Chedepudi Suresh Mohan Reddy, ii) Mr. Kurre Raja Sekhar Reddy, iii) Mr. Kuchuru Vinod Kumar Reddy, iv) Mr. Konda Bala Gangadhara Reddy v) Mr. Koduru Iswara Varaprasad Reddy and vi) Mr. Vikram Ravindra Mamidipudi as Directors of the Company.

None of the Directors of the company is disqualified under section 164 of the Companies Act 2013.

#### **15. Meetings:**

During the current financial year, the Board of Directors of the Company duly met 24 (Twenty Four) times on 02<sup>nd</sup> April, 2016, 27<sup>th</sup> April, 2016, 09<sup>th</sup> May, 2016, 20<sup>th</sup> May, 2016, 09<sup>th</sup> June 2016, 25<sup>th</sup> June 2016, 11<sup>th</sup> July 2016, 29<sup>th</sup> July 2016, 04<sup>th</sup> August 2016, 02<sup>nd</sup> September 2016, 12<sup>th</sup> September 2016, 14<sup>th</sup> September 2016, 15<sup>th</sup> September 2017, 29<sup>th</sup> September 2016, 10<sup>th</sup> October 2016, 22<sup>nd</sup> October 2016, 24<sup>th</sup> October 2016, 28<sup>th</sup> October 2016, 18<sup>th</sup> November 2016, 02<sup>nd</sup> December 2016, 23<sup>th</sup> February 2017, 16<sup>th</sup> February 2017, 28<sup>th</sup> March 2017, and 30<sup>th</sup> March 2017. in respect of which Proper notices were given and the proceedings were properly recorded and signed in the Minutes Book as required by the Articles of Association of the Company and the Act. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

#### **16. Share capital:**

The authorized capital of the Company as on 31<sup>st</sup> March, 2017 is **Rs. 4,50,00,000/-** divided into **45,00,000** Equity Shares of Rs. 10/- each.

The paid up share capital as on 31<sup>st</sup> March, 2017 was **Rs. 4,37,80,000/-** divided into **43,78,000** Equity Shares of Rs. 10/- each. During the year under review, the Company has not issued any shares to the shareholders. The company has not issued any shares/ shares with differential voting rights nor granted stock options nor sweat equity.

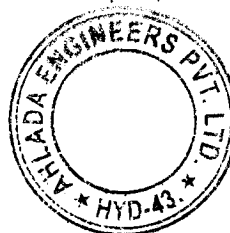
#### **17. Adequacy of Internal Financial Control System:**

Pursuant to Section 134 of the Companies Act, 2013 read with Rule 8(5)(viii) of the Companies (Accounts) Rules, 2014, your Board of Directors hereby confirms that the Company has established adequate Internal Financial Control Systems for ensuring orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds, the accuracy and completeness of the accounting records and the timely preparation of reliable financial information and the systems so established are operating effectively.

#### **18. Development and implementation of risk management policy:**

The Board of Directors of the Company established a Risk Management Policy to identify the elements of risk which could threaten the existence of the Company. During the year under report, no such elements were identified.

*C. S. M. Reddy*



## 19. Conservation of energy, technology absorption and foreign exchange earnings and outgo:

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo are as follows:

- (a) Conservation of energy: Not Applicable
- (b) Technology absorption: Not Applicable
- (c) Foreign exchange earnings : Rs. 24,79,000/-  
Outgo : Rs. 1,39,84,576/-

## 20. Particulars of Employees:

None of the employee was drawing in excess of the limits prescribed under the Companies Act, 2013 and rules made thereunder which needs to be disclosed in the director's report.

## 21. Director's responsibility statement:

In terms of Section 134 (5) of the Companies Act, 2013, the directors would like to state that:

- i. In the preparation of the annual accounts, the applicable accounting standards have been followed.
- ii. The directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review.
- iii. The directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv. The directors have prepared the annual accounts on a going concern basis.
- v. The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- vi. The directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such system were adequate and operating effectively.

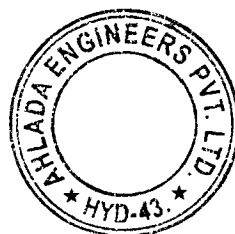
## 22. Auditors:

**M/s. M Srinivasa Kumar & Co., Chartered Accountants**, (Firm Registration No. 007942S) Hyderabad, who were appointed as Statutory Auditors of the Company for a period of Five (5) years from the conclusion of the 10<sup>th</sup> A.G.M. till the conclusion of 15<sup>th</sup> A.G.M. have expressed their unwillingness to continue as Statutory Auditors of the Company and have submitted their resignation to the Company on 02.08.2017.

In the light of the above circumstances the Board of Directors of the Company has proposed **M/s. Kishore & Venkat Associates**, Chartered Accountants (FRN: 001807S), Hyderabad to be the Statutory Auditors and the same has been approved by the members in the Extra Ordinary General Meeting held on 31.08.2017 to hold the office for a period of Five (5) years subject to ratification by the members of the Company at every Annual General Meeting of the Company. The statutory auditors have also confirmed their eligibility under section 139(1) of the Companies Act, 2013 for their ratification. Members are requested to ratify their appointment as Statutory Auditors and to authorize the Board to fix their remuneration.

Necessary resolution for ratification of appointment of the said Auditors is included in the Notice of AGM for seeking approval of members.

*C. S. M. Reddy*





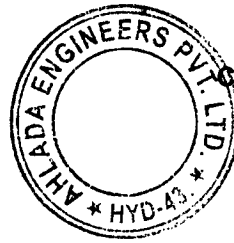
### 23. Auditors' report:

The observation made in the Auditors' Report read together with relevant notes thereon are self explanatory and hence, do not call for any further comments under Section 134 of the Companies Act, 2013.

### 24. Acknowledgements:

Your Company and its Directors wish to extend their sincerest thanks to the Members of the Company, Bankers, State Government, Local Bodies, Customers, Suppliers, Executives, Staff and workers at all levels for their continuous cooperation and assistance.

By and behalf of the Board of Directors  
For **M/s. AHLADA ENGINEERS PRIVATE LIMITED**



*C. S. M. Reddy*

**Chedepudi Suresh Mohan Reddy**  
Managing director  
(DIN: 00090543)

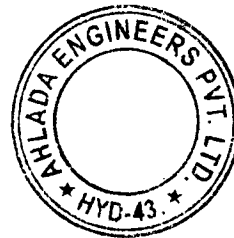
*Sekhar*

**Kurre Raja Sekhar Reddy**  
Wholetime Director  
(DIN: 00090733)

Place: Hyderabad  
Date: 04.09.2017

### ANNEXURE INDEX

Annexure	Content
A	AOC 2 – Related Party Transactions disclosure
B	Annual Return Extracts in MGT 9



**Annexure-A**  
**FORM NO. AOC -2**

*(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.*

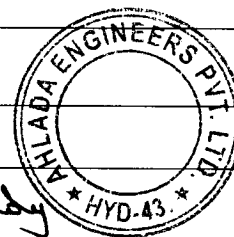
**Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.**

1. Details of contracts or arrangements or transactions not at Arm's length basis: NIL
2. Details of contracts or arrangements or transactions at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	<b>i). BLUEFENCE SYSTEMS PRIVATE LIMITED</b> <b>Mr. Ch Suresh Mohan Reddy Managing Director of the Company is the director in Blue fence Systems Private Limited and Proprietor of Sree Lakshmi Industries</b>
b)	Nature of contracts / arrangements / transaction	<b>Purchase</b>
c)	Duration of the contracts / arrangements / transaction	<b>On Going</b>
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	<b>Transactions are at arm's length basis and particulars are hereunder</b> <b>Name Purchase Rs.</b> <b>Blue fence Systems Pvt Ltd Rs. 58,90,220/-</b>
e)	Date of approval by the Board	<b>02<sup>nd</sup> March 2015</b>
f)	Amount paid as advances, if any	<b>NIL</b>

SL. No.	Particulars	Details
g)	Name (s) of the related party & nature of relationship	<b>i). SREE LAKSHMI INDUSTRIES</b> <b>Mr. Ch Suresh Mohan Reddy Managing Director of the Company is the Proprietor of Sree Lakshmi Industries</b>
h)	Nature of contracts / arrangements / transaction	<b>Purchase</b>
i)	Duration of the contracts / arrangements / transaction	<b>On Going</b>
j)	Salient terms of the contracts or arrangements or transaction including the value, if any	<b>Transactions are at arm's length basis and particulars are hereunder : NIL</b>
k)	Date of approval by the Board	<b>02<sup>nd</sup> March 2015</b>
l)	Amount paid as advances, if any	<b>NIL</b>

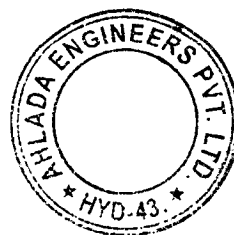
*Ch. S. M. Reddy*



SL. No.	Particulars	Details
m)	Name (s) of the related party & nature of relationship	<b>i). METTLE ENGINEERS</b> <b>Mr. K. Vinod Kumar Reddy Director of the Company is Proprietor of Mettle Engineers</b>
n)	Nature of contracts / arrangements / transaction	<b>Purchase</b>
o)	Duration of the contracts / arrangements / transaction	<b>On Going</b>
p)	Salient terms of the contracts or arrangements or transaction including the value, if any	<b>Transactions are at arm's length basis and particulars are hereunder : NIL</b>
q)	Date of approval by the Board	<b>02<sup>nd</sup> March 2015</b>
r)	Amount paid as advances, if any	<b>NIL</b>

SL. No.	Particulars	Details
s)	Name (s) of the related party & nature of relationship	<b>i). SHANTHA BIOTECHNICS PRIVATE LIMITED</b> <b>Mr. K Iswara Varaprasad Reddy Director of the Company is Director of Shantha Biotechnics Private Limited</b>
t)	Nature of contracts / arrangements / transaction	<b>Sales</b>
u)	Duration of the contracts / arrangements / transaction	<b>On Going</b>
v)	Salient terms of the contracts or arrangements or transaction including the value, if any	<b>Transactions are at arm's length basis and particulars are hereunder</b> <b>Name Sales Rs.</b> <b>Shantha Biotechnics Pvt Ltd Rs. 1,28,34,708/-</b>
w)	Date of approval by the Board	<b>21<sup>st</sup> APRIL 2015</b>
x)	Amount paid as advances, if any	<b>NIL</b>

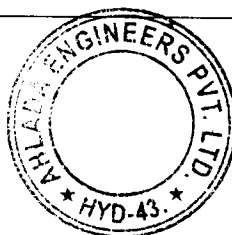
*C. V. S. M. Reddy*



SL. No.	Particulars	Details
y)	Name (s) of the related party & nature of relationship	i). Smt. M ANNAPURNA Smt. M Annapurna Related to Mr M R Vikram Director of the Company
z)	Nature of contracts / arrangements / transaction	Services
aa)	Duration of the contracts / arrangements / transaction	On Going
bb)	Salient terms of the contracts or arrangements or transaction including the value, if any	Transactions are at arm's length basis and particulars are hereunder Name Service Smt. M Annapurna Rs. 12,00,000/-
cc)	Date of approval by the Board	
dd)	Amount paid as advances, if any	NIL

SL. No.	Particulars	Details
ee)	Name (s) of the related party & nature of relationship	i). Vibrant Technologies India Pvt Ltd Mr. K Vinod Kumar Reddy Director of the Company is the director in Vibrant Technologies India Private Limited and Proprietor of Mettle Engineers
ff)	Nature of contracts / arrangements / transaction	Purchase & Sales
gg)	Duration of the contracts / arrangements / transaction	On Going
hh)	Salient terms of the contracts or arrangements or transaction including the value, if any	Transactions are at arm's length basis and particulars are hereunder Name Purchases Rs. Vibrant Technologies India Pvt Ltd Rs. 4,63,385/- Name Sales Rs. Vibrant Technologies India Pvt Ltd Rs. 86,25,461/-
ii)	Date of approval by the Board	25 <sup>th</sup> June 2016
jj)	Amount paid as advances, if any	NIL

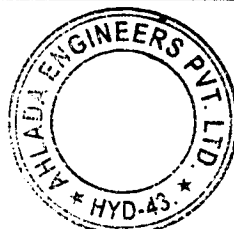
*C. S. M. Reddy*



SL. No.	Particulars	Details				
kk)	Name (s) of the related party & nature of relationship	<b>i). Ahlada Marketing Pvt Ltd</b> <b>Mr. Ch Suresh Mohan Reddy Managing Director of the Company is the director in Blue Fence Systems Private Limited and Proprietor of Sree Lakshmi Industries</b>				
ll)	Nature of contracts / arrangements / transaction	<b>Sales</b>				
mm)	Duration of the contracts / arrangements / transaction	<b>On Going</b>				
nn)	Salient terms of the contracts or arrangements or transaction including the value, if any	<b>Transactions are at arm's length basis and particulars are hereunder</b>  <table style="width: 100%; border: none;"> <tr> <td style="text-align: center;"><b>Name</b></td> <td style="text-align: right;"><b>Sales Rs.</b></td> </tr> <tr> <td style="text-align: center;"><b>Ahlada Marketing Pvt Ltd</b></td> <td style="text-align: right;"><b>Rs. 13,51,401/-</b></td> </tr> </table>	<b>Name</b>	<b>Sales Rs.</b>	<b>Ahlada Marketing Pvt Ltd</b>	<b>Rs. 13,51,401/-</b>
<b>Name</b>	<b>Sales Rs.</b>					
<b>Ahlada Marketing Pvt Ltd</b>	<b>Rs. 13,51,401/-</b>					
oo)	Date of approval by the Board	<b>18<sup>th</sup> November 2016</b>				
pp)	Amount paid as advances, if any	<b>NIL</b>				

SL. No.	Particulars	Details				
qq)	Name (s) of the related party & nature of relationship	<b>i). M/s. Diabetomics Medical Pvt Ltd</b> <b>Sri K Iswara Varaprasad Reddy Director of the Company is Director of M/s. Shantha Biotechnics Private Limited</b>				
rr)	Nature of contracts / arrangements / transaction	<b>Sales</b>				
ss)	Duration of the contracts / arrangements / transaction	<b>On Going</b>				
tt)	Salient terms of the contracts or arrangements or transaction including the value, if any	<b>Transactions are at arm's length basis and particulars are hereunder</b>  <table style="width: 100%; border: none;"> <tr> <td style="text-align: center;"><b>Name</b></td> <td style="text-align: right;"><b>Sales Rs.</b></td> </tr> <tr> <td style="text-align: center;"><b>Diabetomics Medical Pvt Ltd</b></td> <td style="text-align: right;"><b>Rs. 91,84,577/-</b></td> </tr> </table>	<b>Name</b>	<b>Sales Rs.</b>	<b>Diabetomics Medical Pvt Ltd</b>	<b>Rs. 91,84,577/-</b>
<b>Name</b>	<b>Sales Rs.</b>					
<b>Diabetomics Medical Pvt Ltd</b>	<b>Rs. 91,84,577/-</b>					
uu)	Date of approval by the Board	<b>2<sup>nd</sup> December 2016</b>				
vv)	Amount paid as advances, if any	<b>NIL</b>				

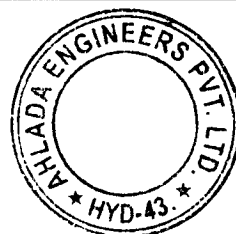
*Ch. S. M. Reddy*



SL. No.	Particulars	Details								
ww)	Name (s) of the related party & nature of relationship	<b>i). Ripple Constructions Products Pvt Ltd</b>								
xx)	Nature of contracts / arrangements / transaction	<b>Purchase &amp; Sales</b>								
yy)	Duration of the contracts / arrangements / transaction	<b>On Going</b>								
zz)	Salient terms of the contracts or arrangements or transaction including the value, if any	<p><b>Transactions are at arm's length basis and particulars are hereunder</b></p> <table> <tr> <td><b>Name</b></td> <td><b>Purchases Rs.</b></td> </tr> <tr> <td><b>Ripple Constructions Products Pvt Ltd</b></td> <td><b>Rs. 37,802/-</b></td> </tr> <tr> <td><b>Name</b></td> <td><b>Sales Rs.</b></td> </tr> <tr> <td><b>Ripple Constructions Products Pvt Ltd</b></td> <td><b>Rs. 51,398/-</b></td> </tr> </table>	<b>Name</b>	<b>Purchases Rs.</b>	<b>Ripple Constructions Products Pvt Ltd</b>	<b>Rs. 37,802/-</b>	<b>Name</b>	<b>Sales Rs.</b>	<b>Ripple Constructions Products Pvt Ltd</b>	<b>Rs. 51,398/-</b>
<b>Name</b>	<b>Purchases Rs.</b>									
<b>Ripple Constructions Products Pvt Ltd</b>	<b>Rs. 37,802/-</b>									
<b>Name</b>	<b>Sales Rs.</b>									
<b>Ripple Constructions Products Pvt Ltd</b>	<b>Rs. 51,398/-</b>									
aaa)	Date of approval by the Board	<b>20<sup>th</sup> May 2016</b>								
bbb)	Amount paid as advances, if any	<b>NIL</b>								

SL. No.	Particulars	Details				
ccc)	Name (s) of the related party & nature of relationship	<b>i). EvertoGen Lifesciences Ltd</b> <b>Sri Vikram Ravindra Mamidipudi Common Director of the Company.</b>				
ddd)	Nature of contracts / arrangements / transaction	<b>Sales</b>				
eee)	Duration of the contracts / arrangements / transaction	<b>On Going</b>				
fff)	Salient terms of the contracts or arrangements or transaction including the value, if any	<p><b>Transactions are at arm's length basis and particulars are hereunder</b></p> <table> <tr> <td><b>Name</b></td> <td><b>Sales Rs.</b></td> </tr> <tr> <td><b>EvertoGen Lifesciences Ltd</b></td> <td><b>Rs. 5,78,771/-</b></td> </tr> </table>	<b>Name</b>	<b>Sales Rs.</b>	<b>EvertoGen Lifesciences Ltd</b>	<b>Rs. 5,78,771/-</b>
<b>Name</b>	<b>Sales Rs.</b>					
<b>EvertoGen Lifesciences Ltd</b>	<b>Rs. 5,78,771/-</b>					
ggg)	Date of approval by the Board	<b>20<sup>th</sup> May 2016</b>				
hhh)	Amount paid as advances, if any	<b>NIL</b>				

*C. V. S. M. Reddy*



**Annexure B**

**FORM NO. MGT 9**

**EXTRACT OF ANNUAL RETURN**

**As on financial year ended on 31<sup>st</sup> March 2017**

**(Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.)**

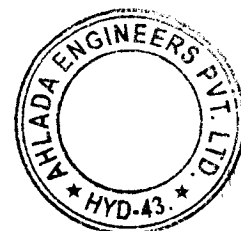
**I. REGISTRATION & OTHER DETAILS:**

1.	CIN	U24239TG2005PTC047102
2.	Registration Date	10-08-2005
3.	Name of the Company	<b>M/s. AHLADA ENGINEERS PRIVATE LIMITED</b>
4.	Category/Sub-category of the Company	Company Limited By Shares/Indian Non Government company
5.	Address of the Registered office & contact details	SY# 66 & 68, Bahadurpally, Qutbullapur Mandal, Hyderabad TG 500043 IN
6.	Whether listed company or Not	Unlisted
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Not Applicable
8.	Pan No:	AAFCA3213M
9.	Phone No:	9963999966

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY** (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/ Service Number	% to total turnover of the company
1	Manufacturing of Doors, Windows and their frames, Shutters and rolling shutters	28111	100%

*C. H. S. M. Reddy*

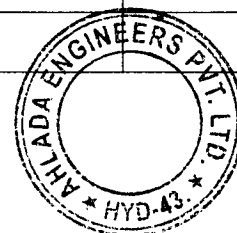


III. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i). Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year[As on 31-March-2016]				No. of Shares held at the end of the year [As on 31-March-2017]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
(1) Indian									
a) Individual/ HUF	--	4224000	4224000	96.48	--	4224000	4224000	96.48	Nil
b) Central Govt	--	--	--	--	--	--	--	--	--
c) State Govt(s)	--	--	--	--	--	--	--	--	--
d) Bodies Corp.	--	--	--	--	--	--	--	--	--
e) Banks / FI	--	--	--	--	--	--	--	--	--
f) Any other	--	--	--	--	--	--	--	--	--
<b>Total shareholding of Promoter (A)</b>	--	4224000	4224000	96.48	--	4224000	4224000	96.48	Nil
<b>B. Public Shareholding</b>									
1. Institutions	--	--	--	--	--	--	--	--	--
a) Mutual Funds	--	--	--	--	--	--	--	--	--
b) Banks / FI	--	--	--	--	--	--	--	--	--
c) Central Govt	--	--	--	--	--	--	--	--	--
d) State Govt(s)	--	--	--	--	--	--	--	--	--
e) Venture Capital Funds	--	--	--	--	--	--	--	--	--
f) Insurance Companies	--	--	--	--	--	--	--	--	--
g) FIIs	--	--	--	--	--	--	--	--	--
h) Foreign Venture Capital Funds	--	--	--	--	--	--	--	--	--
i) Others (specify)	--	--	--	--	--	--	--	--	--
<b>Sub-total (B)(1):-</b>									

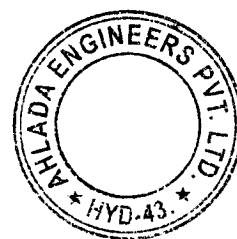
C. S. M. Reddy





<b>2. Non-Institutions</b>									
a) Bodies Corp.	--	154000	154000	3.52	--	154000	154000	3.52	--
i) Indian	--	--	--	--	--	--	--	--	--
ii) Overseas	--	--	--	--	--	--	--	--	--
b) Individuals	--	--	--	--	--	--	--	--	--
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh	--	--	--	--	--	--	--	--	--
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	--	--	--	--	--	--	--	--	--
c) Others (specify)	--	--	--	--	--	--	--	--	--
Non Resident Indians	--	--	--	--	--	--	--	--	--
Overseas Corporate Bodies	--	--	--	--	--	--	--	--	--
Foreign Nationals	--	--	--	--	--	--	--	--	--
Clearing Members	--	--	--	--	--	--	--	--	--
Trusts	--	--	--	--	--	--	--	--	--
Foreign Bodies - D R	--	--	--	--	--	--	--	--	--
<b>Sub-total (B)(2):-</b>	--	154000	154000	3.52	--	154000	154000	3.52	--
<b>Total Public Shareholding (B)=(B)(1)+ (B)(2)</b>	--	154000	154000	3.52	--	154000	154000	3.52	--
C. Shares held by Custodian for GDRs & ADRs	--	--	--	--	--	--	--	--	--
<b>Grand Total (A+B+C)</b>	--	4378000	4378000	100	--	4378000	4378000	100	--

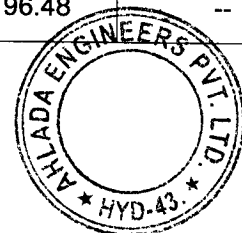
*C. L. S. M. Reddy*



B) Shareholding of Promoter: -

S. No	Shareholder' s Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	
1.	Chedepudi suresh mohan Reddy	2877950	65.74	--	2949550	67.37	--	1.64
2.	Kurre Raja Sekar Reddy	161500	3.69	--	238500	5.45	--	1.76
3.	Koduru Iswara Varaprasad Reddy	77000	1.76	--	77000	1.76	--	--
4.	Kuchuru Vinod Kumar Reddy	161500	3.69	--	161500	3.69	--	-
5	Konda Bala Gangadhara Reddy	275000	6.28	--	275000	6.28	--	--
6	Ch. Sridevi	1500	0.03	--	1500	0.03	--	--
7	B. Venkata Reddy	200150	4.57	--	200150	4.57	--	--
8	A. Ashok	20000	0.46	--	20000	0.46	--	--
9	V. Gopal Reddy	40000	0.91	--	40000	0.91	--	--
10	V. Kavitha	33300	0.76	--	33300	0.76	--	--
11	A. Pedda Komaraiah	50000	1.14	--	50000	1.14	--	--
12	Raghu ram Reddy CH	81300	1.86	--	81300	1.86	--	--
13	G Sri Ram Reddy	55000	1.26	--	--	--	--	(1.26)
14	D. Prasad Rao	16600	0.38	--	--	--	--	(0.38)
15	G Pratap Reddy	66200	1.51	--	66200	1.51	--	--
16	Neurudumalli Gautam Kumat	77000	1.76	--	--	--	--	(1.76)
16	Jitender	30000	0.69	--	30000	0.69	--	--
Grand Total		4224000	96.48	--	4224000	96.48	--	--

*C. S. M. Reddy*

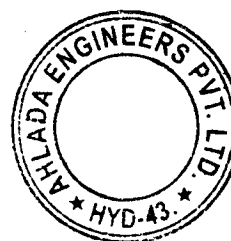


C) Change in Promoters' Shareholding (please specify, if there is no change): Not Applicable

SN	Particulars	Shareholding at the beginning of the year		Change in Shareholding pattern		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	Increase	Decrease	No. of shares	% of total shares of the company
1	<b>CHEDEPUDI SURESH REDDY</b>						
	At the beginning of the year	2877950	65.74	--	--	--	--
	Increase (Transfer of Shares from G Sri Ram Reddy on 24-10-2016)	--	--	55000	1.26	2932950	67.00
	Increase (Transfer of Shares from D Prasad Rao on 24-10-2016)	--	--	16600	0.38	2949550	67.38
	At the end of the year	2949550	67.38	-	-	2949550	67.38

SN	Particulars	Shareholding at the beginning of the year		Change in Shareholding pattern		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	Increase	Decrease	No. of shares	% of total shares of the company
1	<b>KURRE RAJASEKHAR REDDY</b>						
	At the beginning of the year	161500	3.69	--	--	--	--
	Increase (Transfer of Shares from Neurudumalli Gautam Kumar on 24-10-2016)	--	--	77000	1.76	238500	5.45
	At the end of the year	238500	5.45	-	-	238500	5.45

*C. S. M. Reddy*



D) Shareholding Pattern of top ten Shareholders:

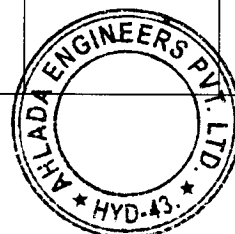
(Other than Directors, Promoters and Holders of GDRS and ADRS):

S. No	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Increase/ Decrease in shareholding during the Year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	Increase in shareholding	Decrease in shareholding	No. of shares	% of total shares of the company
1.	SVAS Investments Pvt Ltd						
	At the beginning of the year	154000	3.52	--	--	--	--
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease	--	--	--	--	--	--
	At the end of the year	154000	3.52	--	--	154000	3.52

E) Shareholding of Directors and Key Managerial Personnel:

S. No	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Increase/ Decrease in shareholding during the Year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	Increase in shareholding	Decrease in shareholding	No. of shares	% of total shares of the company
1.	Vikram Ravindra mamidipudi	--	--	--	--	--	--
2	Chedepudi Suresh Mohan Reddy	2877950	65.74	--	--	2949550	67.37
3	Kurre Raja Sekhar Reddy	161500	3.69	--	--	238500	5.45
4	Koduru Iswara Varaprasad Reddy	77000	1.76	--	--	77000	1.76
5	Kuchuru Vinod Kumar Reddy	161500	3.69	--	--	161500	3.69
6	Konda Bala Gangadhara Reddy	275000	6.28	--	--	275000	6.28

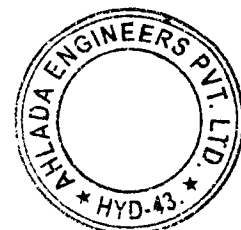
*C. S. M. Reddy*



IV) INDEBTEDNESS -Indebtedness of the Company including interest outstanding/accrued but not due for payment.

	Secured Loans excluding Deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	Rs. 24,26,67,072/-	Rs. 3,67,03,166/-		Rs. 27,93,70,238/-
ii) Interest due but not paid	--	--		--
iii) Interest accrued but not due	--	--		--
Total (I + II + III)	Rs. 24,26,67,072/-	Rs. 3,67,03,166/-		Rs. 27,93,70,238/-
Change in Indebtedness during the financial year	--	--		--
* Addition	Rs. 11,70,27,986/-	Rs. 18,76,08,789/-		Rs. 30,46,36,775/-
* Reduction	Rs. 2,36,00,370/-	Rs. 18,54,78,766/-		Rs. 20,90,79,136/-
Net Change	Rs. 9,34,27,616/-	Rs. 21,30,023/-		Rs. 9,55,57,639/-
Indebtedness at the end of the financial year	Rs. 33,60,94,688/-	Rs. 3,88,33,189/-		Rs. 37,49,27,877/-
i) Principal Amount	--	--		--
ii) Interest due but not paid	--	--		--
iii) Interest accrued but not due	--	--		--
Total (I + II + III)	Rs. 33,60,94,688/-	Rs. 3,88,33,189/-		Rs. 37,49,27,877/-

*C. V. S. M. Reddy*

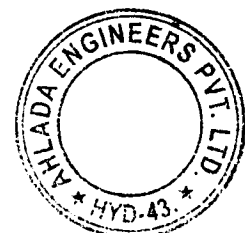


V. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:-

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:-

S. No	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
		Chedepudi Suresh Mohan Reddy	Kurre Raja Sekhar Reddy	Kuchuru Vinod Kumar Reddy	Konda Bala Gangadhara Reddy	
	Gross salary	42,00,000	42,00,000	42,00,000	42,00,000	1,68,00,000
1	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	--	--	--	--	--
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	--	--	--	--	--
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	--	--	--	--	--
2	Stock Option	--	--	--	--	--
3	Sweat Equity	--	--	--	--	--
4	Commission - as % of profit - others, specify...	--	--	--	--	--
5	Others, please specify	--	--	--	--	--
	Total (A)	42,00,000	42,00,000	42,00,000	42,00,000	1,68,00,000
	Ceiling as per the Act					

*C. S. M. Reddy*



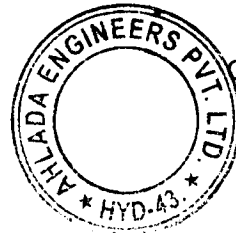
B. REMUNERATION TO OTHER DIRECTORS:- NIL

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER /WTD: NIL

VI. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: NIL

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Punishment	--	--	--	--	--
Compounding	--	--	--	--	--
<b>B. DIRECTORS</b>					
Penalty	--	--	--	--	--
Punishment	--	--	--	--	--
Compounding	--	--	--	--	--
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	--	--	--	--	--
Punishment	--	--	--	--	--
Compounding	--	--	--	--	--

By and behalf of the Board of Directors  
For M/s. AHLADA ENGINEERS PRIVATE LIMITED



*C. S. M. Reddy*

Chedepudi Suresh Mohan Reddy  
Managing director  
(Din: 00090543)

*Sekhar*

Kurre Raja Sekhar Reddy  
Wholetime Director  
(Din:00090733)

Place: Hyderabad  
Date: 04.09.2017



# KISHORE & VENKAT ASSOCIATES

## CHARTERED ACCOUNTANTS

### Independent Auditor's Report

To  
The Members of AHLADA ENGINEERS PRIVATE LIMITED

#### Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **AHLADA ENGINEERS PRIVATE LIMITED** ("the Company"), which comprises the Balance Sheet as at 31<sup>st</sup> March, 2017, the Statement of Profit and Loss and 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 Standalone Financial Statements

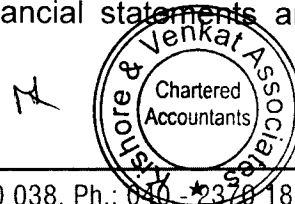
The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements to give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility

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

We have taken into account the provisions of the Act and the Rules made thereunder including the accounting standards and matters which are required to be included in the audit report.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements 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 appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

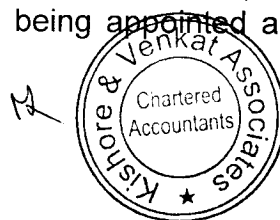
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2017, and its profit and its cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of Sub-section (11) of Section 143 of the Act 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" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion proper books of 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 standalone 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 31<sup>st</sup> March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.



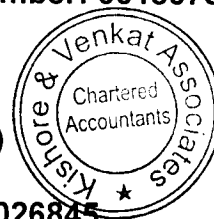
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B".
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information explanations given to us:
- i. The Company does not have any pending litigations as at 31<sup>st</sup> March, 2017 which would impact its financial position;
  - ii. The Company did not have any long-term contracts including derivative contracts as at 31st March, 2017;
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31st March, 2017.
  - iv. The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management (Refer Note No.38).

**For KISHORE & VENKAT ASSOCIATES.,  
Chartered Accountants  
Firm's Registration Number: 001807S**



**(M V RAMANA REDDY)  
Partner**

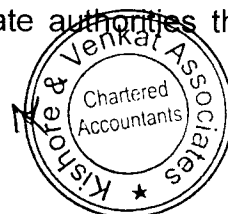
**Membership Number: 026845.**



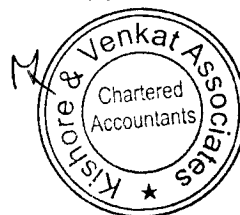
**HYDERABAD  
Date : 04.09.2017**

**Annexure A to Independent Auditor's Report**  
**Referred to in Paragraph 1 under the heading of 'Report on Other Legal and Regulatory Requirements' of our report of even date to the members of Ahlada Engineers Private Limited on the Standalone financial statements as of and for the year ended 31<sup>st</sup> March 2017.**

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.
- (b) The fixed assets of the Company have been physically verified at the yearend by the management which in our opinion is reasonable having regard to the size of the Company and nature of its assets. In respect of fixed assets verified according to this programme, which is considered reasonable, no material discrepancies were noticed on such verification.
- (c) The title deeds of immovable properties, as disclosed in Note [12] on fixed assets to the financial statements, are held in the name of the Company.
2. The management has conducted physical verification of inventory at reasonable intervals during the year and no material discrepancies were noticed on such physical verification.
3. The Company has not granted any loans, secured or unsecured, to companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013 ("the Act"). Therefore, the provisions of Clause 3(iii), (iii)(a), (iii)(b) and (iii)(c) of the Order are not applicable to the Company.
4. In our opinion and according to the information and explanation given to us, the Company has not granted any loans or made any investments or provided any guarantees or security to the parties covered under Section 185 and 186. Therefore, the provision of clause 3 (iv) of the said Order are not applicable to the Company.
5. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.
6. Pursuant to the rules made by the Central Government of India, the Company is required to maintain cost records as specified under Section 148(1) of the Act in respect of its products. We have broadly reviewed the same, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
7. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax and cess have not generally been regularly deposited with the appropriate authorities though the delays in deposit have not been serious.



- (b) According to the records of the Company and as per the information and explanations given to us, no undisputed amounts payable in respect of the Provident fund, Employees' State Insurance, sales tax, service tax, income tax, duty of excise, value added tax and other material statutory dues were outstanding at the yearend for a period of more than six months from the date they became payable.
- (c ) According to the records of the Company and as per the information and explanations given to us, there are no dues of sales tax, service tax, income tax, duty of excise, value added tax and other material statutory dues which have not been deposited on account of any dispute as on 31<sup>st</sup> March, 2017.
8. In our opinion and according to the information and explanation given by the management, the Company has not defaulted in repayment of dues to any financial institution or bank or Government or dues to debenture holders as at the balance sheet date.
9. In our opinion and according to the information and explanation given by the management, the Company has utilized the monies raised by way of term loans for the purposes for which they were raised. The Company has not raised any money by way of initial public offer, further public offer / debt instruments and hence not commented upon.
10. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
11. The provisions of Section 197 read with Schedule V to the Act are applicable only to public companies. Accordingly, the provisions of Clause 3(xi) of the Order are not applicable to the Company.
12. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
13. The Company has entered into transactions with related parties in compliance with the provisions of Section 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. Further, the Company is not required to constitute an Audit Committee under Section 177 of the Act, and accordingly, to this extent, the provisions of Clause 3(xiii) of the Order are not applicable to the Company.
14. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.

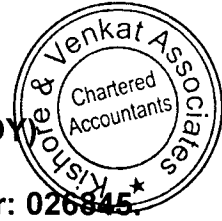


15. The Company has not entered into any non cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
16. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

**For KISHORE & VENKAT ASSOCIATES.,  
Chartered Accountants  
Firm's Registration Number: 001807S**

M →

**(M V RAMANA REDDY)  
Partner  
Membership Number: 026845.**



**HYDERABAD  
Date : 04.09.2017**

**Annexure B to the Independent Auditor's Report**  
**Referred to in Paragraph 2(f) under the heading of 'Report on Other Legal and Regulatory Requirements' of our report of even date**

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

We have audited the internal financial controls over financial reporting of **AHLADA ENGINEERS PRIVATE LIMITED** ("the Company") as of 31<sup>st</sup> March, 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

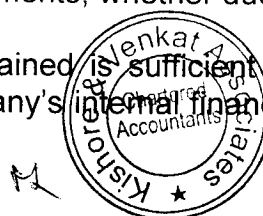
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



## **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

## **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of

the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For KISHORE & VENKAT ASSOCIATES.,  
Chartered Accountants  
Firm's Registration Number: 001807S**

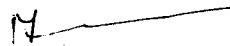

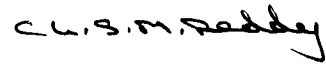
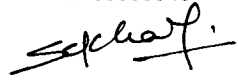
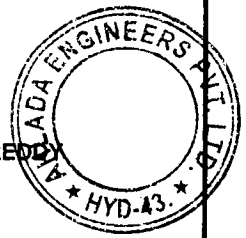
M

**(M V RAMANA REDDY)  
Partner  
Membership Number: 026845\***



**HYDERABAD  
Date: 04.09.2017**

**AHLADA ENGINEERS PRIVATE LIMITED**  
**BALANCE SHEET AS AT 31<sup>st</sup> MARCH, 2017**

Particulars	Note No.	As at 31-03-2017 Rs.	As at 31-03-2016 Rs.
<b>I EQUITY AND LIABILITIES</b>			
<b>1. Share Holders' Funds</b>			
(a) Share Capital	2	4,37,80,000	4,37,80,000
(b) Reserves and Surplus	3	24,02,44,859	20,85,86,190
<b>2. Non-Current Liabilities</b>			
(a) Long Term Borrowings	4	11,55,19,979	4,52,85,104
(b) Deferred Tax Liabilities (Net)	5	26,24,602	30,89,796
(c) Long Term Provisions	6	56,83,191	53,19,773
<b>3. Current Liabilities</b>			
(a) Short Term Borrowings	7	25,94,07,898	23,38,85,134
(b) Trade Payables:			
(i) Total outstanding dues of micro enterprises and small enterprises; and (Refer note no.37)	8	1,30,42,027	90,10,221
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises;	9	19,34,05,365	21,06,23,493
(d) Other Current Liabilities	10	8,40,86,344	6,12,68,704
(e) Short Term Provisions	11	2,07,74,414	1,78,44,214
<b>TOTAL</b>		<b>97,85,68,678</b>	<b>83,86,92,629</b>
<b>II ASSETS</b>			
<b>1. Non Current Assets</b>			
(a) Fixed Assets			
(i) Tangible Assets	12	22,94,33,811	15,40,00,238
(ii) Intangible Assets		30,76,743	-
(b) Non- Current Investments	13	1,00,000	1,00,000
<b>2. Current Assets</b>			
(a) Inventories	14	31,16,64,796	27,89,06,697
(b) Trade Receivables	15	25,61,73,506	29,84,77,451
(c) Cash and Cash Equivalents	16	1,59,09,531	1,86,16,668
(d) Short-Term Loans and Advances	17	16,22,10,291	8,85,24,043
(e) Other Current Assets	18	-	67,532
<b>TOTAL</b>		<b>97,85,68,678</b>	<b>83,86,92,629</b>
Significant Accounting Policies	1		
See accompanying notes forming part of financial statements in terms of our report attached			
<b>For KISHORE &amp; VENKAT ASSOCIATES.,</b> Chartered Accountants Firm Regn. No : 0018079   <b>(M V RAMANA REDDY)</b> Partner M.No : 026845			
Place : Hyderabad Date : 04.09.2017		<b>For and on behalf of the Board</b>   <b>CH. SURESH MOHAN REDDY</b> Managing Director DIN:00090543   <b>K RAJASEKHAR REDDY</b> Director DIN:00090733	
			



**AHLADA ENGINEERS PRIVATE LIMITED**  
**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2017**

Particulars	Note No.	For the Year Ended 31-03-2017 Rs.	For the Year Ended 31-03-2016 Rs.
I Revenue from Operations (Gross)	19	1,13,91,93,475	1,07,43,51,014
Less: Excise Duty		9,19,57,435	8,11,03,095
Revenue from Operations (Net)		<u>1,04,72,36,040</u>	<u>99,32,47,919</u>
II Other Income	20	4,63,32,517	4,03,67,583
III Total Revenue (I + II)		<u>1,09,35,68,557</u>	<u>1,03,36,15,502</u>
IV Expenses			
Cost of Materials Consumed	21	71,45,66,411	65,96,08,722
Purchase of Stock in Trade	22	44,78,449	2,80,51,789
Change in Inventories of FG and WIP	23	(2,07,46,819)	(78,29,179)
Employee Benefit Expenses	24	9,30,31,767	8,75,84,478
Finance Cost	25	4,17,14,585	3,50,63,114
Depreciation	12	3,00,07,326	1,71,60,771
Other Expenses	26	17,88,42,802	16,47,50,711
<b>TOTAL</b>		<u>1,04,18,94,521</u>	<u>98,43,90,407</u>
V Profit Before Exceptional Item and Tax (III - IV)		5,16,74,036	4,92,25,095
VI Exceptional and Extraordinary Items		-	-
VII Profit Before Tax (V - VI)(V+VI)		<u>5,16,74,036</u>	<u>4,92,25,095</u>
VIII Less: Tax Expenses			
1) Current Tax		2,04,80,562	1,75,86,141
2) Deferred Tax Asset		(4,65,194)	80,916
3) Earlier year taxes		-	(4,899)
IX Profit for the year (VII - VIII)		<u>3,16,58,669</u>	<u>3,15,62,938</u>
X Earnings per Share (of Rs. 10/- each)			
(a) Basic and Diluted	35	7.23	7.21
Significant Accounting Policies	1		

See accompanying notes forming part of financial statements  
in terms of our report attached

For KISHORE & VENKAT ASSOCIATES.,

Chartered Accountants

Firm Regn. No : 001807S

  
(M V RAMANA REDDY)

Partner

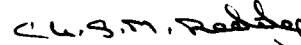
M.No : 026845

Place : Hyderabad

Date : 04.09.2017



For and on behalf of the Board



CH. SURESH MOHAN REDDY

Managing Director

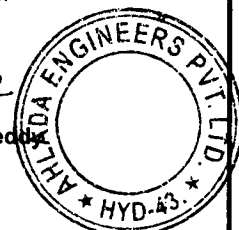
DIN:00090543



K Rajasekhara Reddy

Director

DIN:00090733



**AHLADA ENGINEERS PRIVATE LIMITED**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2017**

(Rs.)

Particulars	Current year	Previous year
<b>A. Cash Flow from Operating Activities</b>		
Profit before Tax	5,16,74,036	4,92,25,095
Adjustments for:		
Depreciation	3,00,07,326	1,71,60,771
Financial Charges	4,17,14,585	3,50,63,114
Interest Income	(11,00,903)	(15,88,876)
Profit on Sale of Fixed Assets	-	(5,60,738)
<b>Operating profit before working capital changes</b>	<b>12,22,95,044</b>	<b>9,92,99,366</b>
<b>Changes in working capital:</b>		
(Increase)/ Decrease in Inventories	(3,27,58,098)	(2,14,32,398)
(Increase)/ Decrease in Receivables	4,23,03,944	(1,64,72,738)
(Increase)/ Decrease in Short term loans & advances	(7,25,04,316)	(7,24,57,198)
(Increase)/ Decrease in Other current assets	67,532	66,50,061
Increase / (Decrease) in Trade payables	(1,31,86,323)	6,64,77,042
Increase / (Decrease) in Long term provisions	3,63,418	19,97,263
Increase / (Decrease) in Short term provisions	(1,75,50,362)	(1,63,99,923)
Increase / (Decrease) in Current Liabilities	2,28,17,641	85,77,120
<b>Cash generated from operations</b>	<b>5,18,48,478</b>	<b>5,62,38,595</b>
Income tax paid	(11,81,932)	(4,91,608)
<b>Net cash generated from/(used in) operating activities</b>	<b>5,06,66,548</b>	<b>5,57,46,988</b>
<b>B. Cash Flow from Investing Activities:</b>		
Increase in Fixed Assets	(10,85,17,643)	(6,27,11,826)
Sale of Fixed Assets	-	6,60,000
Other Income	11,00,903	15,88,876
<b>Net cash generated from/(used in) investing activities</b>	<b>(10,74,16,740)</b>	<b>(6,04,62,950)</b>
<b>C. Cash Flow from Financing Activity</b>		
Increase / (decrease) in Long Term Borrowings	7,02,34,875	2,96,50,679
Increase / (decrease) in Short term borrowings	2,55,22,764	79,42,037
Interest paid	(4,17,14,585)	(3,50,63,114)
Share premium received	-	-
<b>Net cash generated from/(used in) financing activities</b>	<b>5,40,43,055</b>	<b>25,29,601</b>
<b>D. Net Increase/( Decrease) in Cash and Cash Equivalents</b>	<b>(27,07,137)</b>	<b>(21,86,360)</b>
Cash and Cash Equivalents at the beginning of the year	1,86,16,668	2,08,03,028
<b>Cash and Cash Equivalents at the end of the year</b>	<b>1,59,09,531</b>	<b>1,86,16,668</b>
<b>Cash and cash equivalents comprise of:</b>		
Cash on hand	88,335	15,70,502
Bank balances		
- in current accounts	34,29,499	30,79,432
- in deposit accounts	1,23,91,697	1,39,66,734
<b>Total</b>	<b>1,59,09,531</b>	<b>1,86,16,668</b>

See accompanying notes forming part of financial statements

In terms of our report attached

**For KISHORE & VENKAT ASSOCIATES.,**

**Chartered Accountants**

**Firm Regn. No : 001807S**



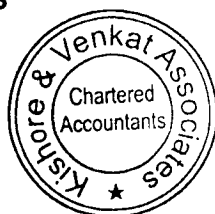
**(M V RAMANA REDDY)**

**Partner**

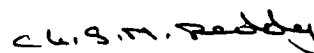
**M.No : 026845**

**Place : Hyderabad**

**Date : 04.09.2017**



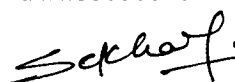
**For and on behalf of the Board**



**CH. SURESH MOHAN REDDY**

**Managing Director**

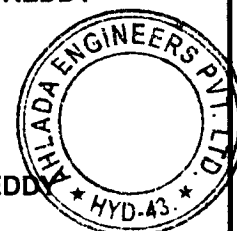
**DIN:00090543**



**K. RAJASEKHARA REDDY**

**Director**

**DIN:00090733**



# AHLADA ENGINEERS PRIVATE LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

#### A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS:

The Financials statements are prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on an accrual basis in compliance with all material aspects of the Accounting Standards specified under section 133 of the Companies Act, 2013 (" the Act") read with Rule 7 of the Companies (Accounts) Rules, 2014, other relevant provisions of the Act and other pronouncements of the Institute of Chartered Accountants of India.

The accounting policies have been consistently applied by the company and are consistent with those used in the previous year. The financials statements are presented in Indian rupees rounded off to the nearest rupee.

All Assets and Liabilities has been classified as current or non- current as per the Companies normal operating cycle and other criteria set out in Schedule III to the Act. Based on the nature of operations, the Company has ascertained its operating cycle as 12 months for the purpose of current/non-current classification of assets and liabilities.

#### B. USE OF ESTIMATES:

The preparation of the financial statements in conformity with the generally accepted accounting principles requires management to make estimates and assumptions to be made that affect the reported amount of assets and liabilities and the disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon mangement's best knowledge of current events and actions, actual results could differ from these estimates.

#### C. TANGIBLE ASSETS:

Property, Plant and Equipment are stated at cost less accumulated depreciation and impairment, if any. Costs directly attributable to acquisition are capitalized until the Property, Plant and Equipment are ready for use as intended by the Management. The Company depreciates Property, Plant and Equipment over their estimated useful lives using Written Down Value Method. The estimated life of the assets considered as per the Companies Act, 2013 is

Particulars	Life of asset
Buildings	30 years
Plant & Machinery	20 years
Electrical Equipment	12 years
Furniture & Fittings	10 years

Particulars	Life of asset
Office Equipment	7 years
Computers	3 years
Vehicles	8 years
Cellphones	3 years

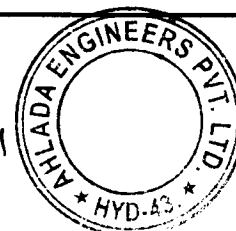
#### D. BORROWING COSTS:

Borrowing costs include interest, other costs incurred in connection with borrowing and exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to the interest cost. General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognised in Statement of Profit and Loss in the period in which they are incurred.

#### E. IMPAIRMENT OF ASSETS:

Assessment is done at each balance sheet date as to whether there is any indication that an asset (tangible and intangible) may be impaired. If any such indication exists, an estimate of the recoverable amount of the asset/cash generating unit is made. Recoverable amount is higher of an asset's or cash generating unit's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. For the purpose of assessing impairment, the recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. The smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or groups of assets, is considered as a cash generating unit (CGU). An asset or CGU whose carrying value exceeds its recoverable amount is considered impaired and is written down to its recoverable amount. Assessment is also done at each balance sheet date as to whether there is any indication that an impairment loss recognised for an asset in prior accounting periods may no longer exist or may have decreased. An impairment loss is reversed to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had previously been recognised.

C. U. S. M. Reddy



# AHLADA ENGINEERS PRIVATE LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### F. INVENTORIES

Inventories are stated at lower of cost and net realisable value. Cost is determined using the first-in, first-out (FIFO) method. The method of determination of cost of various categories of inventory are as follows:

- a) Raw Materials and Stores and Spares - at Cost.
- b) Finished goods and Work in Progress at lower of market value or cost, which includes appropriate production Overheads and Net realizable Value, the Cost being determined on weighted average basis.

### G. FOREIGN CURRENCY TRANSLATIONS:

#### Initial Recognition:

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount that the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

#### Subsequent Recognition:

Exchange differences on restatement of all other monetary items are recognised in the Statement of Profit and Loss

### H. REVENUE RECOGNITION:

Income of the company is derived from sale of products and includes excise duty and is net of sales returns, trade and cash discounts. Domestic sales are recognised on the basis of sale invoices raised which is after physical clearance of goods sold.

Revenue from services is recognized when services are rendered to customers.

Interest income is recognized using time proportion method.

The revenue and expenditure are accounted on a going concern basis.

### I. EMPLOYEE BENEFITS:

**Provident Fund:** Contribution towards provident fund for certain employees is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made on a monthly basis.

**ESI:** Contribution towards Employees State Insurance for certain employees is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made on a monthly basis.

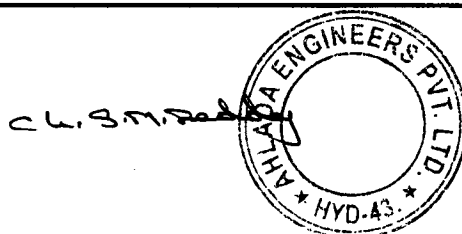
**Gratuity:** The Company provides for gratuity, a defined benefit plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. The Company's liability is actuarially determined (based on the employee service in the Company) at the end of each year. Actuarial losses/ gains are recognised in the Statement of Profit and Loss in the year in which they arise.

**Earned Leaves:** The Company provides the Earned leaves cost in its Statement of Profit & Loss on the basis of actual payment to its employees.

### J. CURRENT AND DEFERRED TAX:

Tax expense for the period, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws prevailing in the respective jurisdictions.

Deferred tax is recognised for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date.



# AHLADA ENGINEERS PRIVATE LIMITED

## NOTES FORMING PART OF FINANCIAL STATEMENTS

### K. PROVISIONS AND CONTINGENT LIABILITIES:

**Provisions:** Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

**Contingent Liabilities:** Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

### L. LEASES:

#### Operating Leases:

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the Statement of Profit and Loss on a straight-line basis over the period of the lease.

#### Finance Leases:

The Company leases certain tangible assets and such leases where the Company has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the inception of the lease at the lower of the fair value of the leased asset and the present value of the minimum lease payments.

Each lease payment is apportioned between the finance charge and the reduction of the outstanding liability. The outstanding liability is included in other short/long-term borrowings. The finance charge is charged to the Statement of Profit and Loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

### M. SEGMENT REPORTING:

The company operates in the same segment which are subject to similar risks and returns.

### N. EARNING PER SHARE:

Net Profit after tax for the year has been used as the numerator and number of shares has been used as denominator for calculating the basis and diluted earning per share.

### O. CASH FLOW STATEMENT:

The Cash flow statement is prepared in Indirect Method and the same is attached to the Financial Statements.

### P. CONTINGENCIES AND EVENTS OCCURING AFTER THE BALANCE SHEET DATE:

There is no such Events during the year.

### Q. PRIOR PERIOD ITEMS AND CHANGES IN ACCOUNTING POLICIES:

There is no such Items and changes during the year.

### R. ACCOUNTING FOR GOVERNMENT GRANTS:

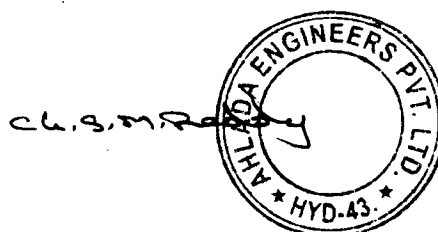
The company has not received any grant from the Government.

### S. RELATED PARTY DISCLOSURES:

The disclosures for the transactions with related parties are made as per the standards in the notes to accounts of the financial statements

### T. CONSOLIDATED FINANCIAL STATEMENTS:

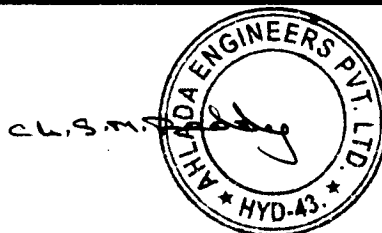
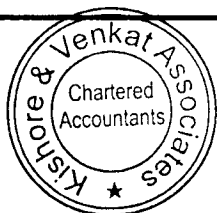
The company do not have any Domestic or Foreign Subsidiaries.



**AHLADA ENGINEERS PRIVATE LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

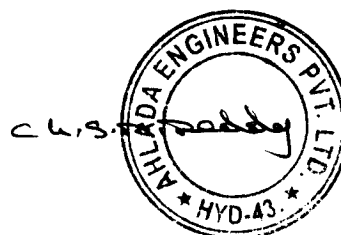
Particulars	As at 31-03-2017 Rs.	As at 31-03-2016 Rs.		
<b>2 Share Capital</b>				
<b>AUTHORISED</b>				
45,00,000 Equity Shares of Rs. 10/- each	4,50,00,000	4,50,00,000		
	4,50,00,000	4,50,00,000		
<b>ISSUED, SUBSCRIBED:</b>				
43,78,000 Equity Shares of Rs. 10/- each	4,37,80,000	4,37,80,000		
<b>TOTAL</b>	4,37,80,000	4,37,80,000		
<b>PAID-UP:</b>				
43,78,000 Equity Shares of Rs. 10/- each	4,37,80,000	4,37,80,000		
<b>TOTAL</b>	4,37,80,000	4,37,80,000		
<b>(a) Reconciliation of Number of Shares</b>				
Opening Balance at the beginning of the year	43,78,000	43,78,000		
Add: Shares issued during the Year	-	-		
Balance at the end of the year	43,78,000	43,78,000		
 <b>(b) Equity Shares:</b> 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. The dividend, if any, proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. 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.				
<b>(c) List of Shareholders holding more than 5% of the total number of shares issued by the Company:</b>				
Year	2016 - 2017		2015 - 2016	
Name of the Share Holder	No of Shares	% of Shares	No of Shares	% of Shares
Ch. Suresh Mohan Reddy	29,49,550	67.37	28,77,950	65.74
K. Bala Gangadhar Reddy	2,75,000	6.28	2,75,000	6.28
K. Rajasekhar Reddy	2,38,500	5.45	-	-
<b>3 Reserves and Surplus</b>				
<b>(a) Capital Reserve</b>				
State Subsidy received from the District Industries Centre, Ranga Reddy District.			20,63,630	20,63,630
			20,63,630	20,63,630
<b>(b) Share Premium Account</b>			6,01,96,500	6,01,96,500
<b>Additions during the year</b>			-	-
			6,01,96,500	6,01,96,500
<b>(c) Surplus in Statement of Profit and Loss</b>				
Opening Balance			14,63,26,060	11,47,63,122
Add: Profit for the year			3,16,58,669	3,15,62,938
			17,79,84,729	14,63,26,060
<b>Total</b>			24,02,44,859	20,85,86,190



**AHLADA ENGINEERS PRIVATE LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

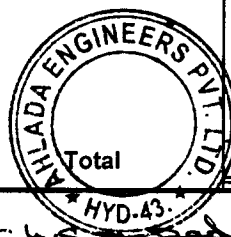
Particulars	As At 31-03-2017 Rs.	As At 31-03-2016 Rs.																																								
<b>4 Long-Term Borrowings</b>																																										
<b>Secured:</b>																																										
Term loan from Non Banking Financial Institutes (Hypothecation of equipments purchased against the loan taken from the Edelweiss Retail Finance Limited )  (Personal guarantee given by the Managing Director, Mr. Ch Suresh Mohan Reddy as co-obligant for the equipments purchased against the loan taken from the Edelweiss Retail Finance Limited )	7,01,05,107	77,26,085																																								
<b>Hire Purchase Vehicle Loans</b> (Hypothecation of vehicles purchased against the loan taken from the Banks)  The terms of repayment is given below:	82,78,600	22,39,665																																								
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: center;">Name of the Bank</th> <th style="text-align: center;">Vehicle Name</th> <th style="text-align: center;">EMI Amt.</th> <th style="text-align: center;">No. of EMI Pending</th> </tr> </thead> <tbody> <tr> <td>Axis Bank Ltd</td> <td>Ecosport</td> <td style="text-align: right;">24658</td> <td style="text-align: center;">4</td> </tr> <tr> <td>HDFC Bank Ltd</td> <td>Hyundai I10</td> <td style="text-align: right;">23053</td> <td style="text-align: center;">21</td> </tr> <tr> <td>HDFC Bank Ltd</td> <td>DCM - 1</td> <td style="text-align: right;">37750</td> <td style="text-align: center;">26</td> </tr> <tr> <td>HDFC Bank Ltd</td> <td>DCM - 2</td> <td style="text-align: right;">37750</td> <td style="text-align: center;">26</td> </tr> <tr> <td>Volkswagen Financial Ser</td> <td>Vento 1.5TDI</td> <td style="text-align: right;">38244</td> <td style="text-align: center;">35</td> </tr> <tr> <td>Alphera Financial Services</td> <td>Creta Vehicle</td> <td style="text-align: right;">28899</td> <td style="text-align: center;">52</td> </tr> <tr> <td>Nissan Financial Services</td> <td>Nissan Car</td> <td style="text-align: right;">25331</td> <td style="text-align: center;">37</td> </tr> <tr> <td>HDFC Bank Ltd</td> <td>BMW Car</td> <td style="text-align: right;">107370</td> <td style="text-align: center;">53</td> </tr> <tr> <td>HDFC Bank Ltd</td> <td>Innova</td> <td style="text-align: right;">65092</td> <td style="text-align: center;">28</td> </tr> </tbody> </table>	Name of the Bank	Vehicle Name	EMI Amt.	No. of EMI Pending	Axis Bank Ltd	Ecosport	24658	4	HDFC Bank Ltd	Hyundai I10	23053	21	HDFC Bank Ltd	DCM - 1	37750	26	HDFC Bank Ltd	DCM - 2	37750	26	Volkswagen Financial Ser	Vento 1.5TDI	38244	35	Alphera Financial Services	Creta Vehicle	28899	52	Nissan Financial Services	Nissan Car	25331	37	HDFC Bank Ltd	BMW Car	107370	53	HDFC Bank Ltd	Innova	65092	28		
Name of the Bank	Vehicle Name	EMI Amt.	No. of EMI Pending																																							
Axis Bank Ltd	Ecosport	24658	4																																							
HDFC Bank Ltd	Hyundai I10	23053	21																																							
HDFC Bank Ltd	DCM - 1	37750	26																																							
HDFC Bank Ltd	DCM - 2	37750	26																																							
Volkswagen Financial Ser	Vento 1.5TDI	38244	35																																							
Alphera Financial Services	Creta Vehicle	28899	52																																							
Nissan Financial Services	Nissan Car	25331	37																																							
HDFC Bank Ltd	BMW Car	107370	53																																							
HDFC Bank Ltd	Innova	65092	28																																							
<b>Unsecured:</b>																																										
Unsecured Loans from Directors	3,71,36,272	3,53,19,354																																								
<b>Total</b>	<b>11,55,19,979</b>	<b>4,52,85,104</b>																																								
<b>5 Deferred Tax Liabilities (Net)</b>																																										
a. Deferred Tax Liabilities																																										
- Depreciation on fixed assets	45,60,354	48,16,063																																								
b. Deferred Tax Asset on Provision	19,35,752	17,26,266																																								
<b>Net Deferred Tax Liabilities</b>	<b>26,24,602</b>	<b>30,89,796</b>																																								
<b>6 Long Term Provision</b>																																										
Provision for Employee Benefits																																										
- Provision for Gratuity	55,83,191	49,03,403																																								
- Provision for compensated Absences	1,00,000	4,16,370																																								
<b>Total</b>	<b>56,83,191</b>	<b>53,19,773</b>																																								



**AHLADA ENGINEERS PRIVATE LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

Particulars	As at 31-03-2017 Rs.	As at 31-03-2016 Rs.
<b>7 Short Term Borrowings</b>		
<b>Secured:</b>		
Working Capital Loan from SBH (Refer Note No. 28)	18,72,70,569	18,59,42,889
Working Capital Loan from Axis Bank Ltd	21,27,140	-
L C Payable to SBH (Refer Note No.28)	3,03,84,785	3,44,86,258
Current Maturities on Hire Purchase Loans	34,69,490	11,26,274
Current Maturities on Long Term Loans	3,44,58,997	1,09,45,901
<b>Unsecured:</b>		
Current Maturities on Unsecured Loans	16,96,917	13,83,812
<b>Total</b>	<b>25,94,07,898</b>	<b>23,38,85,134</b>
<b>8 Trade Payables - Micro and Small Enterprises</b>		
Sundry Creditors		
Creditors for Hardware Items	40,07,125	31,72,782
Creditors for Spares & Consumables	37,61,831	26,10,368
Creditors for Expenses	-	36,796
Creditors for Rawmaterials	52,73,071	31,90,276
<b>Total</b>	<b>1,30,42,027</b>	<b>90,10,221</b>
<b>9 Trade Payables - Other than Micro and Small Enterprises</b>		
Sundry Creditors		
Creditors for Hardware Items	3,62,70,364	3,74,27,871
Creditors for Spares & Consumables	2,79,87,723	3,39,25,941
Creditors for Expenses	1,12,96,016	56,48,593
Creditors for Rawmaterials	11,78,51,262	13,36,21,088
<b>Total</b>	<b>19,34,05,365</b>	<b>21,06,23,493</b>
<b>10 Other Current Liabilities</b>		
Other Payables	8,40,86,344	6,12,68,704
<b>Total</b>	<b>8,40,86,344</b>	<b>6,12,68,704</b>
Other Payables Pertains to:		
(i) Outstanding Liabilities	2,22,95,807	1,69,51,831
(ii) Creditors for Capital Goods	12,41,486	20,59,155
(iii) Advance from Customers	5,59,61,348	3,74,88,211
(ii) Dealers Deposits	45,87,704	47,69,507
<b>11 Short - Term Provisions</b>		
Provision for Gratuity	2,93,852	2,58,074
Provision for Taxation	2,04,80,562	1,75,86,141
<b>Total</b>	<b>2,07,74,414</b>	<b>1,78,44,214</b>
<b>13 Non - Current Investments</b>		
Non Trade Investments( Valued at cost)	1,00,000	1,00,000
Unquoted - Investments in SBI Mutual Fund ( 10,000 units of Rs 10/- each		
<b>Total</b>	<b>1,00,000</b>	<b>1,00,000</b>
<b>14 Inventories (at Lower of cost or Net relisable value)</b>		
Raw Materials , Hardware & Consumables	12,30,83,705	10,65,93,976
Finished Goods	9,42,17,500	7,39,82,142
Work in Progress	9,43,63,591	9,38,52,130
Trading Goods	-	44,78,449
<b>Total</b>	<b>31,16,64,796</b>	<b>27,89,06,697</b>



*Ch. S. Reddy*

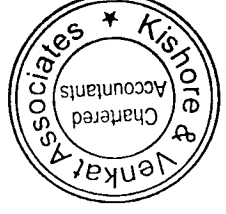
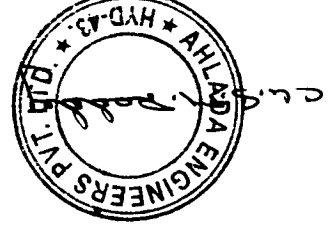


12. FIXED ASSETS

Tangible Assets

(Amount in Rs.)

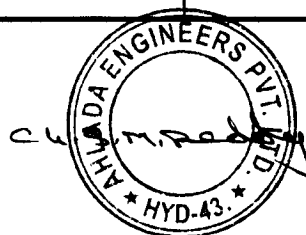
Description of Assets	GROSS BLOCK			DEPRECIATION BLOCK			NET BLOCK	
	As at	Additions during the year	Deletions during the year	As at	For the year	Deletions during the year	As at	As at
Land	1,26,18,297	-	-	-	-	-	1,26,18,297	1,26,18,297
Buildings	5,58,25,269	1,72,34,032	7,30,59,301	1,89,94,616	45,91,174	2,35,85,790	4,94,73,511	3,68,30,653
Civil & Furniture (WIP)	1,77,74,737	-	-	-	-	-	-	1,77,74,737
Capital Work in Process	7,86,089	57,41,108	59,26,440	-	-	-	59,26,440	7,86,089
Plant & Machinery	13,44,62,895	7,22,31,462	20,66,94,357	6,87,47,866	1,38,95,523	8,26,43,389	12,40,50,968	6,57,15,029
Internal Accessories	1,15,53,320	-	1,15,53,320	35,40,908	11,15,429	46,56,337	68,96,983	80,12,412
Electricals & Fittings	51,87,179	17,11,192	68,98,371	33,46,933	7,68,775	41,15,708	27,82,663	18,40,246
Cell Phones	1,25,677	61,550	1,87,227	80,319	56,085	1,36,404	50,823	45,358
Furniture & Fittings	22,75,030	25,54,767	48,29,797	17,21,020	6,62,053	23,83,073	24,46,724	5,54,010
Office Equipment	22,76,168	41,70,221	64,46,389	12,89,645	12,98,680	25,88,325	38,58,064	9,86,523
Computers	1,07,09,176	47,60,362	1,54,69,538	66,47,493	35,33,783	1,01,81,276	52,88,262	40,61,683
Vehicles	1,43,06,136	1,53,51,700	2,96,57,836	95,30,936	40,85,824	1,36,16,760	1,60,41,076	47,75,200
Patent Rights	91,100	-	91,100	91,100	-	91,100	-	-
<b>TOTAL</b>	<b>26,79,91,073</b>	<b>12,38,16,394</b>	<b>1,83,75,494</b>	<b>37,34,31,973</b>	<b>11,39,90,836</b>	<b>14,39,98,162</b>	<b>22,94,33,811</b>	<b>15,40,00,237</b>



**AHLADA ENGINEERS PRIVATE LIMITED**

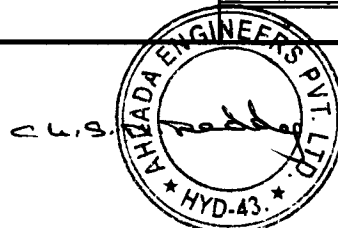
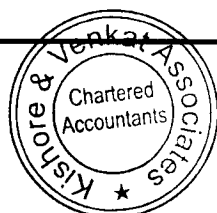
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

Particulars	As at 31-03-2017 Rs.	As at 31-03-2016 Rs.
<b>15 Trade Receivables</b>		
Unsecured, Considered Good		
- Less than six months from the due date	22,06,59,844	25,85,23,175
- Exceeding six months from the due date Due Retention Amount	3,55,13,663	3,99,54,276
<b>Total</b>	<b>25,61,73,506</b>	<b>29,84,77,451</b>
<b>16 Cash and Cash Equivalents</b>		
Cash on Hand	88,335	15,70,502
Balance with Banks		
- Current Accounts	34,29,499	30,79,432
Other Bank Balances		
- Fixed deposit with Bank	22,30,995	20,66,734
- Margin Money Accounts for bank guarantees and Letter of Credit	1,01,60,702	1,19,00,000
<b>Total</b>	<b>1,59,09,531</b>	<b>1,86,16,668</b>
<b>17 Short Term Loans and Advances</b>		
(Unsecured, Considered good)		
a) Others		
(i) Advances recoverable in cash from Employees & Contractors	8,84,867	7,58,10,206
(ii) Advances Paid to Suppliers	14,66,33,751	-
(iii) Deposits	34,35,268	26,50,879
(iv) Balance with Central Excise Authorities	37,69,164	40,16,664
(v) Advance Income Tax and Tax Deducted at Source	48,15,811	36,33,880
(vi) Advance Paid to LIC for Gratuity Fund	3,60,854	3,35,329
(vii) Prepaid Expenses	4,93,025	20,77,086
(viii) Retention Amount & Security Deposit	18,17,551	-
<b>Total</b>	<b>16,22,10,291</b>	<b>8,85,24,043</b>
<b>18 Other Current Assets</b>		
(Unsecured, Considered good)		
(i) Interest receivable	-	67,532
<b>Total</b>	<b>-</b>	<b>67,532</b>
Particulars	For the period ended 31.03.2017 Rs	For the period ended 31.03.2016 Rs
<b>19 Revenue from Operations</b>		
<b>Manufactured Goods</b>		
Domestic Sales	1,13,59,04,925	1,03,49,72,706
Export Sales	24,79,000	78,02,966
Scrap Sales	8,09,550	16,37,733
<b>Total - Sale of Manufactured Goods</b>	<b>1,13,91,93,475</b>	<b>1,04,44,13,405</b>
<b>Trade Goods</b>		
Domestic Sales - MS Materials	-	2,99,37,609
<b>Total - Sale of Traded Goods</b>	<b>-</b>	<b>2,99,37,609</b>
<b>Total</b>	<b>1,13,91,93,475</b>	<b>1,07,43,51,014</b>



**AHLADA ENGINEERS PRIVATE LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

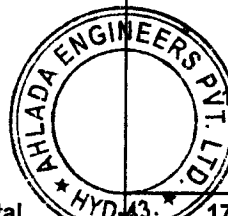
Particulars	For the period ended 31.03.2017 Rs	For the period ended 31.03.2016 Rs
<b>20 Other Income</b>		
Service Charges	4,51,89,632	3,63,97,116
Interest Income:		
- Interest from Fixed Deposits	11,00,903	15,88,876
Profit on sale of Asset	-	5,60,738
Special Discount Received	50,584	-
Creditors Written off	-	15,64,250
Profit / ( Loss ) on Exchange Fluctuations	-8,601	2,56,603
<b>Total</b>	<b>4,63,32,517</b>	<b>4,03,67,583</b>
<b>21 Cost of Materials Consumed</b>		
<b>Materials Consumed Comprises of:</b>		
Opening Stock	10,65,93,976	9,43,04,724
Add: Purchases	72,92,51,631	67,01,26,299
Carriage Inward	18,04,510	17,71,676
	<b>83,76,50,116</b>	<b>76,62,02,698</b>
Less: Closing Stock	12,30,83,705	10,65,93,976
	<b>71,45,66,411</b>	<b>65,96,08,722</b>
<b>Total</b>	<b>71,45,66,411</b>	<b>65,96,08,722</b>
<b>22 Purchase of Traded Goods</b>		
Opening Stock of MS Material	44,78,449	31,64,483
Add: Purchase During the year	-	2,93,65,756
Less: Closing Stock	-	44,78,449
<b>Total</b>	<b>44,78,449</b>	<b>2,80,51,789</b>
<b>23 Change in Inventories of Finished Goods and WIP</b>		
<b>Opening Stock</b>		
Work in Progress	9,38,52,130	9,47,17,853
Finished Goods	7,39,82,142	6,52,87,239
	<b>16,78,34,271</b>	<b>16,00,05,092</b>
<b>Closing Stock</b>		
Work in Progress	9,43,63,591	9,38,52,130
Finished Goods	9,42,17,500	7,39,82,142
	<b>18,85,81,091</b>	<b>16,78,34,271</b>
<b>(Increase)/ Decrease in Inventories of F.G. and W.I.P.</b>	<b>Total</b>	<b>(2,07,46,819)</b>
<b>24 Employee Benefits Expenses</b>		
Salaries, Wages	6,68,60,408	6,04,67,867
Gratuity	7,37,871	20,60,203
Earned Leave	-	40,070
Sales Incentives	66,268	2,16,847
Directors Remuneration	1,68,00,000	1,68,00,000
Contribution to Provident Fund	36,64,658	31,75,664
Contribution to ESI	11,93,338	11,64,811
Staff Welfare Expenses	37,09,224	36,59,016
<b>Total</b>	<b>9,30,31,767</b>	<b>8,75,84,478</b>



**AHLADA ENGINEERS PRIVATE LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

Particulars	For the period ended 31.03.2017 Rs	For the period ended 31.03.2016 Rs
<b>25 Finance Cost</b>		
Interest on Term Loans	32,34,673	8,75,804
Interest on Working Capital Loan	2,27,43,636	2,26,74,865
Interest on Vehicle Loans	8,78,960	3,68,336
Interest on Unsecured Loans	89,50,482	62,37,978
Interest on Delay payment of Duties & Taxes	8,94,683	7,09,926
Bank Charges	50,12,150	41,96,206
<b>Total</b>	<b>4,17,14,585</b>	<b>3,50,63,114</b>
<b>26 Other Expenses</b>		
<b>Direct Manufacturing Expenses</b>		
Power, Fuel and Gas	1,65,49,316	1,64,82,160
Jobwork & Errection charges	2,28,71,826	2,20,81,929
Repairs & Maintenance	18,48,901	1,42,287
Factory Maintenance	97,340	3,28,467
Labour Charges	1,33,47,268	38,55,664
Loading & Unloading Charges	11,72,762	8,54,516
Testing Charges	16,86,960	4,36,161
<b>Administrative &amp; Selling Expenses:</b>		
Advertisement	3,86,435	11,47,012
Audit Fee	4,00,000	2,00,000
Business Promotion	8,61,443	2,21,459
Computer Maintenance	6,45,017	90,270
Conveyance Charges	28,20,706	29,08,300
Discount Allowed	5,51,013	12,16,836
Documentation Charges	2,63,109	2,87,771
Exhibition Expenses	1,75,500	72,075
Electricity Charges - Admn	11,12,630	4,43,890
Free Samples	-	51,040
Insurance	24,32,647	9,05,467
Licence and Renewals	71,900	89,251
Octroi Charges	21,30,398	7,09,002
Miscllaneous Expenses	1,75,393	3,67,097
Office Maintenance	5,22,383	3,09,226
Penalty Paid Expenses	4,09,569	2,01,674
Pooja Expenses	2,28,479	2,24,451
Postage & Courier Charges	1,80,832	1,54,927
Printing & Stationery	6,79,457	8,07,173
Professional Charges	25,69,143	27,83,903
Prior Period Expenses	12,26,810	2,61,977
Duties & Taxes	5,71,222	1,57,275
Repairs & Maintenance	24,29,774	3,60,773
Rent	49,04,938	47,16,256
Service Tax	62,31,372	42,61,789
VAT / CST	6,43,09,367	7,64,64,634
Telephone Charges	22,17,901	20,85,480
Tour Expenses	55,39,415	46,93,465
Foreign Travel Expenses	3,18,174	19,44,640
Transport Outward	49,28,713	1,08,53,049
Vehicle Maintenance	18,23,969	15,79,367
Web Maintenance	1,50,720	-
<b>Total</b>	<b>17,88,42,802</b>	<b>16,47,50,711</b>

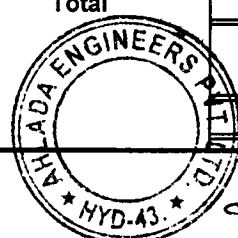


*C. S. M. Reddy*

**AHLADA ENGINEERS PRIVATE LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

Particulars	As at	
	31-03-2017	31-03-2016
	Rs.	Rs.
<b>27 Contingent Liabilities in respect of</b>		
(a) Unexpired Bank Guarantee	74,91,632	68,56,848
(b) Unexpired Letter of Credit	-	37,81,324
(c) Showcause cum Demand Notice from Central Excise Dept	6,85,76,312	1,04,12,496
<p>The Company received Showcause cum Demand notice from the Office of Commissioner of Customs and Central Excise, Hyderabad -IV Commissionerate for an amount of Rs.6,85,76,312/- towards Excise duty for the period from August 2008 to March 2016 on sale of Hardware items. The Company is persuing the matter with the Department.</p>		
<b>28</b>	<p>The Working capial loan and LC payable to SBH are secured by a) 1st charge on stocks, book debts and all other current assets of the Company; b) First charge on entire fixed assets present and future of the Company; c) EM of Factory Land and Building (3630 sq yards + 1210 sq yards + 1210 sq yards) in Sy No.66, 68 &amp; 69 situated at Bahadurpally Village, Quthbullapur Mandal standing in the name of the Company; d) EM of factory land in Sno.66 &amp; 68 admeasuring 1210 sq yards situated at Bahadurpally Village, Quthbullapur Mandal standing in the name of the A. Golla Pedda Komaraiah; e) Lien on FDR worth of Rs.15 lakhs; f) Personal guarantee of Sri Ch Suresh Mohan Reddy, Sri K Rajashekara Reddy, Sri K Vinod Kumar Reddy and Sri K Balagangadhar Reddy, Directors of the Company; and g) Personal guarantee of Sri A Golla Pedda Komaraiah as third party guarantors.</p>	
<b>29 Value of Raw Materials and Stores and Spares Consumed:</b>		
	Amount in Rs.	
	31-03-2017	
	Value	%
<b>Raw Materials:</b>		
Imported	87,48,670.73	1.22
Indigenous	52,16,15,438	73.00
<b>Total</b>	53,03,64,109	74.22
<b>Stores and Spares:</b>		
Imported	17,55,361	0.25
Indigenous	182446941	25.53
<b>Total</b>	18,42,02,302	25.78
	Amount in Rs.	
	31-03-2016	
	Value	%
Imported	65,07,04,555	98.65
Indigenous	65,07,04,555	98.65
<b>Total</b>	65,07,04,555	98.65
Imported	89,04,167.00	1.35
Indigenous	89,04,167.00	1.35
<b>Total</b>	89,04,167.00	1.35
<b>30 Auditors Remuneration:( Amount inRs. )</b>		
Audit fee	3,00,000	1,30,000
Tax Audit fee	1,00,000	70,000
<b>Total</b>	4,00,000	2,00,000
<b>Managerial Remuneration (Amount in Rs. )</b>		
Directors Remuneration		
Mr. Suresh Mohan Reddy Ch                      Managing Director	42,00,000	42,00,000
Mr. Rajasekhar Reddy K                      Director	42,00,000	42,00,000
Mr. Vinod Kumar Reddy K                      Director	42,00,000	42,00,000
Mr. Bala Gangadhar Reddy K                      Director	42,00,000	42,00,000
<b>Total</b>	1,68,00,000	1,68,00,000
<b>31 Value of Import on CIF basis</b>		
Components, Stores and Spare Parts	1,36,66,402	1,54,55,313
<b>Total</b>	1,36,66,402	1,54,55,313
<b>32 Expenditure in Foreign Currency :</b>		
Travelling Expenses	3,18,174	19,44,640
<b>Total</b>	3,18,174	19,44,640
<b>33 Earnings in foreign Exchange</b>		
FOB Value of Exports	24,79,000	78,02,966
	24,79,000	78,02,966

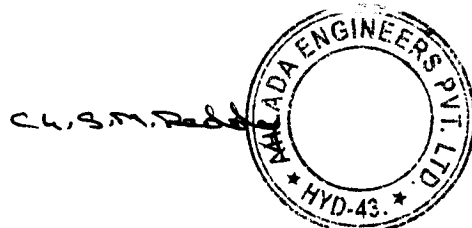


*C. S. M. Reddy*

**AHLADA ENGINEERS PRIVATE LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

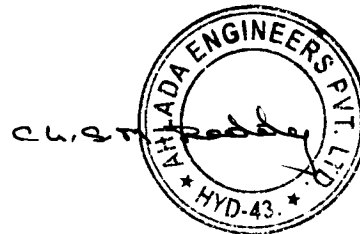
Particulars	As At 31-03-2017 Rs.	As At 31-03-2016 Rs.
<b>34 a) PARTICULARS OF RAW MATERIALS:</b>		
<b>Opening Stock</b>		
- S S Material ( 50225 Kgs X Rs. 161.030/- Avg. Prices )	80,87,778	1,81,30,532
- M S Material( 267447 Kgs X Rs. 31.565/- Avg. Price)	84,42,128	62,43,266
- Other Materials (i.e Puff, Gule, Rockwool & Honey Core etc.)	2,05,525	12,67,685
- Puff (3180 Kgs X Rs. 128.38/- Av. Price)	4,08,235	-
- Glue (1822.68 Kgs X Rs. 322.797/- Avg. Price)	5,86,533	-
- Honey Comb (2000 Sq Mtrs X Rs.67.5/- Avg. Price)	1,35,000	-
- RockWool (489 Sq Mtrs X Rs.176.47/- Avg. Price)	86,293	-
- Acetone (1200 Kgs X 50/- Avg. Price)	60,000	-
- Aluminium Sections (6246 Sqmtrs X Rs.201.99/- Avg. Price)	12,61,657	-
- Ceiling Grid (284 Mtrs X 166.93/- Avg. Price)	47,409	-
- CR Coil (22514 Kgs X Rs.27.35/- Avg. Price)	6,15,758	-
- HR Coil (125215 Kgs X Rs.30.13/- Avg. Price)	37,73,080	-
- Paints & Powders (18412 Ltrs / Kgs X Rs. 251.948/- Avg Price)	46,38,870	49,50,327
- Hardware, Consumables & Other Material	3,11,30,496	5,09,96,588
- Embossed Sheets (6217 No's X Rs. 838.345/- Avg. Price)	52,11,989	10,24,665
- Heat Transfer Paper (29265 Mtrs X Rs. 45.76/- Avg. Price)	13,39,157	16,56,446
- G I Material ( 1090866 Kgs X Rs. 37.1845/- Avg. Price)	4,05,63,787	1,00,35,215
	<b>10,65,93,695</b>	<b>9,43,04,724</b>
<b>Add: Purchases:</b>		
- S S Material ( 58334 Kgs X Rs. 163.37/- Avg. Prices )	95,29,830	11,12,21,394
- S S Items (Under Semifinished Condition Goods)	11,51,65,075	-
- GI Sheets (1247277 Kgs X Rs. 52.33/- Avg.)	6,52,68,056	-
- Sheets (37495 Kgs X Rs. 38.64/- Avg.)	14,48,865	-
- M S Material( 128325 Kgs X Rs. 44.17/- Avg. Price)	56,67,659	14,53,94,875
- Other Materials	3,70,936	2,15,41,424
- Puff (108940 Kgs X Rs. 134.82/- Av. Price)	1,46,87,669	-
- Glue (21402 Kgs X Rs. 308.00/- Avg. Price)	65,91,764	-
- Honey Comb (56482 Sq Mtrs X Rs.69.40/- Avg. Price)	39,20,094	-
- RockWool (1238 Sq Mtrs X Rs.191.12/- Avg. Price)	2,36,535	-
- RockWool (4690 No's X Rs.32/- Avg. Price)	1,50,080	-
- Acetone (31947 Kgs X 71.06/- Avg. Price)	22,70,074	-
- Aluminium Sections (41908 Sqmtrs X Rs.168.02/- Avg. Price)	70,41,258	-
- Aluminium Sections (255 Kgs X Rs.174.66/- Avg. Price)	44,537	-
- Ceiling Grid (11328 Mtrs X 175.53/- Avg. Price)	19,88,353	-
- CR Coil (5781156 Kgs X Rs.35.79/- Avg. Price)	20,68,82,041	-
- HR Coil (556240 Kgs X Rs.32.96/- Avg. Price)	1,83,32,158	-
- Paints & Powders	1,55,21,266	1,95,23,491
- Hardware, Consumables & Other Material	20,42,81,197	37,85,48,804
- Embossed Sheets (3106 No's X Rs. 912.88/- Avg. Price)	28,35,412	67,32,872
- Heat Transfer Paper (100000 Mtrs X Rs. 16.989/- Avg. Price)	16,98,910	9,85,360
- GI Ducting (4490 Sqmtrs X Rs.424.86/-)	19,07,609	-
- GI Profiles (6811 Kgs X Rs.172.64/-)	11,75,865	-
- Packing Material	1,17,93,143	-
- GPSP Coil (1244171 Kgs X Rs. 59.17/- Avg. Price)	7,36,17,758	49,50,53,927
	<b>77,24,26,144</b>	<b>1,17,90,02,147</b>



**AHLADA ENGINEERS PRIVATE LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

Particulars	As At 31-03-2017 Rs.	As At 31-03-2016 Rs.
<b>Less: Closing Stock</b>		
- S S Material (14127Kgs X Rs. 154.65/- Avg. Prices )	21,84,663	80,87,778
- M S Material(57590 Kgs X Rs. 39.81/- Avg. Price)	22,92,407	84,42,128
- Sheets (73722 Kgs X Rs. 52.35/- Avg. Price)	38,59,347	-
- Other Materials	-	12,00,293
- Glue (2158 Kgs X 321.52/- Avg. Price)	6,93,849	-
- Puff (2130 Kgs X 203.21/- Avg. Price)	4,32,832	-
- Embossed Sheets (1781 No's X Rs. 830.01/- Avg. Price)	14,78,240	52,11,989
- Heat Transfer Paper (48340 Mtrs X Rs. 34.84/- Avg. Price)	16,84,130	13,39,157
- Honey Comb (15059 Mtrs X Rs. 72.60/- Avg. Price)	10,93,267	-
- Rock Wool (474 Sq Mtrs X Rs. 181.01/- Avg. Price)	85,727	-
- RockWool (4690 No's X Rs.32/- Avg. Price)	1,50,080	-
- Paints & Powders	32,21,149	46,38,870
- GPSP Coil (1020303 Kgs X Rs. 53.63/- Avg. Price)	5,47,19,033	4,05,63,787
- HR Coil (185058 Kgs X Rs. 37.96/- Avg. Price)	70,23,978	-
- CR Coil (442764 Kgs X Rs. 44.84/- Avg. Price)	1,98,55,256	-
- Acetone (1000 Kgs X Rs.74/- Avg. Price)	74,000	-
- Aluminium Section (2943 Sqmtrs X Rs. 167.36/- Avg. Price)	4,92,530	-
- Ceiling Grid (514 Sqmtrs X Rs. 184.48/- Avg. Price)	94,871	-
- Packing Material	18,14,090	-
- Hardware, Consumables & Other Material	2,18,34,256	3,71,09,693
	<b>12,30,83,705</b>	<b>10,65,93,695</b>
<b>b) PARTICULARS OF MANUFACTURE GOODS (SALES):</b>		
- Steel Doors, Windows etc,	1,13,83,83,925	1,07,27,13,281
- Scrap Sales	8,09,550	16,37,733
	<b>1,13,91,93,475</b>	<b>1,07,43,51,014</b>
<b>c) PARTICULARS OF WORK-IN- PROCESS:</b>		
- Clean Room Furniture & Equipment	12023647	1,88,42,453
- Clean Room Panel	13285070	-
- Clean Room / Steel Doors	21493395	7,34,96,540
- Pravesh Steel Doors	29861812	-
- Pravesh Steel Windows	8833109	-
- Pravesh Display Stands	337950	-
- Residential Windows	361118	-
- Windows	1182560	-
- Sheets	3900820	-
- Air Handling Unit	2824109	15,13,137
	<b>94103590</b>	<b>9,38,52,130</b>



**AHLADA ENGINEERS PRIVATE LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

Particulars	As At 31-03-2017 Rs.	As At 31-03-2016 Rs.
<b>35 Earning Per share</b>		
Face Value Per Share	10	10
Net Profit after Tax	3,16,58,669	3,15,62,938
Weighted average Number of Shares	43,78,000	43,78,000
Basic and Diluted Earnings per Share	7.23	7.21

**36 Related Party Disclosures:**

**Associates in which the Directors and their relatives exercise significant influence:**

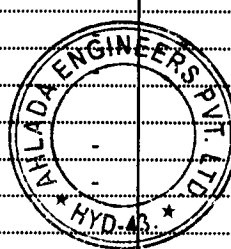
- |                                       |  |
|---------------------------------------|--|
| 1. Bluefence Systems Private Limited  | 6. Vibrant Technologies India Pvt. Ltd.    |
| 2. Sree Lakhmi Industries             | 7. Diabetomics Medical Pvt. Ltd.           |
| 3. Mettle Engineers                   | 8. Ripple Constructions Products Pvt. Ltd. |
| 4. Shanta Biotechnics Private Limited | 9. Evertogen Lifesciences Ltd.             |
| 5. Ahlada Marketing Private Limited   |  |

**Key Managerial Personnel:**

- |                         |   |                       |
|-------------------------|---|-----------------------|
| Ch Suresh Mohan Reddy   | - | Managing Director     |
| K. Rajasekhar Reddy     | - | Director              |
| K. Bala Gangadhar Reddy | - | Director              |
| K. Vinod Kumar Reddy    | - | Director              |
| M Annapurna             | - | Wife of a Director    |
| K Krishna Mohan         | - | Brother of a Director |

Transaction	Associates		Key Managerial Personnel	
	2016-17	2015-16	2016-17	2015-16
1. Purchases	58,90,220	64,56,555		-
2. Sales	3,26,12,720	1,73,21,946		77,38,264
3. Services rendered				
- Remuneration	-	-	1,68,00,000	1,68,00,000
- Other services	-	-	12,00,000	14,79,580
4. Unsecured Loan taken	-	-	9,86,24,131	7,54,75,000
5. Unsecured Loan repaid	-	-	9,68,07,213	4,84,33,000

Particulars	As at 31.03.2017 Rs.		As at 31.03.2016 Rs.	
	Associates		Key Managerial Personnel	
Year End Balances	31.03.2017	31.03.2016	31.03.2017	31.03.2016
Bluefence Systems Pvt. Ltd - Payable	44,66,203	40,90,766	-	-
Shanta Biotechnics Pvt. Ltd - Receivable	27,03,128	11,48,640	-	-
Ahlada Marketing Pvt. Ltd - Receivable	4,05,297	-	-	-
Vibrant Technologies India Pvt. Ltd. -	37,28,020	-	-	-
Diabetomics Medical Pvt. Ltd. - Receivable	1,49,826	-	-	-
Ripple Constructions Products Pvt. Ltd. -	3,152	-	-	-
Evertogen Lifesciences Ltd. - Receivable	1,234	-	-	-
Ch Suresh Mohan Reddy				
'Unsecured Loan	-	-	1,13,27,334	3,41,19,354
'Remuneration & Others	-	-	1,50,000	-
K. Rajasekhar Reddy				
'Unsecured Loan	-	-	78,00,000	-
'Remuneration & Others	-	-	1,00,000	45,000
K. Bala Gangadhar Reddy				
'Unsecured Loan	-	-	40,08,938	-
'Remuneration & Others	-	-	2,85,000	20,000
K. Vinod Kumar Reddy				
'Unsecured Loan	-	-	1,40,00,000	12,00,000
'Remuneration & Others	-	-	1,50,000	10,10,000
M Annapurna				
'Consultancy charges	-	-	6,30,000	1,05,000



*Ch. S. M. Reddy*



**AHLADA ENGINEERS PRIVATE LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

Particulars	As At 31-03-2017 Rs.	As At 31-03-2016 Rs.
<b>37 Micro, Small and Medium Enterprises Development Act, 2006</b>		
The principal amount remaining unpaid as at the end of the year	1,30,42,027	90,10,221
The amount of interest accrued and remaining unpaid at the end of the year	-	-
Amount of interest paid by the Company in terms of Section 16 of Micro, Small and Medium Enterprise Development Act, 2006 along with the amounts of payments made beyond the appointed date during the year	-	-
Amount of interest due and payable for the period of delay in making payments without the interest specified under the Micro, Small and Medium Enterprise Development Act, 2006	-	-
Amount of further interest remaining due and payable in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises for the purpose of dis allowance as a deductible expenditure under section 23 of the Micro, Small and Medium Enterprise Development Act, 2006	-	-

**38 Disclosure on Specified Bank Notes:**


During the year, the Company had Specified Bank Notes (SBNs) or other denomination notes as defined in the MCA notification, G.S.R. 308(E), dated March 31, 2017. The details of SBNs held and transacted during the period from November 8, 2016 to December 30, 2016, the denomination-wise SBNs and other notes as per the notification are as follows :

Particulars	SBNs	Other denomination notes & coins	Total
Closing cash in hand as on November 8, 2016	4,00,000	6,81,918	10,81,918
Add : Permitted receipts		2,65,702	2,65,702
Add : Cash withdrawn from Bank	-	3,24,000	3,24,000
Less : Permitted payments		10,73,538	10,73,538
Less : Amount deposited in Banks	4,00,000	-	4,00,000
Closing cash in hand as on December 30, 2016	-	1,98,082	1,98,082

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

**For KISHORE & VENKAT ASSOCIATES.,**

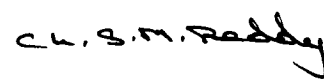
Chartered Accountants  
Firm Regn. No : 001807S

  
**(M V RAMANA REDDY)**  
Partner  
M.No : 026845



Place : Hyderabad.  
Date : 04.09.2017

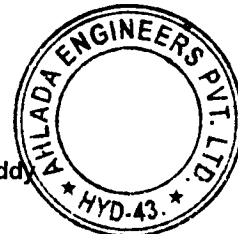
For and on Behalf of the Board of Directors

  
**Ch. Suresh Mohan Reddy**

Managing Director  
DIN:00090543



**K Rajasekhara Reddy**  
Director  
DIN:00090733



Name and Address of the Assessee

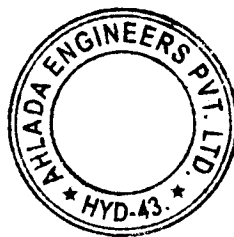
**AHLADA ENGINEERS PRIVATE LIMITED**

Sy. Nos: 66 and 68  
Bahadurpally, Dindigal Post  
Quthabullapur Mandal  
R.R.District - 500043.

Previous Year Ending 31st MARCH 2017  
Assessment Year 2017 - 18  
Date of Incorporation 08-10-2005  
Status Domestic Company  
PAN AAFC A3213M  
Range Range - 1  
E mail ID accounts.ahlada@gmail.com  
Phone No : 9866616995 / 9963999966  
Bank Account No : 62023173771  
IFSC CODE : SBIN0020828  
Phone No 9866616995/ 9963999966

**COMPUTATION OF TOTAL INCOME**

PARTICULARS	AMOUNT	
	Rs.	Rs.
<b>I. INCOME FROM BUSINESS :</b>		
Net Profit as per Profit & Loss A/c		5,16,74,036
<b>Add: Inadmissible Expenditure:</b>		
a) Depreciation as per Companies Act	3,00,07,326	
b) Interest on delay payments	8,94,683	
c) Penalties	4,09,569	
d) Provision for Gratuity	7,37,871	
Less: Amount paid to LIC for gratuity fund	-	
e) Prior Period Expenditure	12,26,810	
f) Provision for Leave encashment	-	
g) CST Differencial Tax non issued of C - foams	-	3,32,76,259
		8,49,50,295
<b>Less: Allowable Expenditure:</b>		
a) Depreciation as per Income Tax Act	2,89,58,761	
		2,89,58,761
<b>Income from Business</b>		5,59,91,534
<b>Total Income</b>		5,59,91,534
<b>Or Say</b>		5,59,91,530



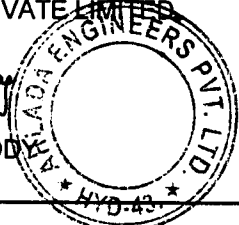
*C. S. M. Reddy*

COMPUTATION OF TAX LIABILITY		
PARTICULARS	AMOUNT	AMOUNT
Tax on Taxable Income		1,67,97,459
Add: Surcharge @ 7%		11,75,822
		1,79,73,281
Add: Education Cess @ 3%		5,39,198
Total Tax Payable		1,85,12,480
Less: Tax Deducted at Source		10,59,516
Balance of tax payable		1,74,52,963
Less: Advance tax paid	15-09-2016	4,50,000
	19-10-2016	5,00,000
	23-03-2017	5,00,000
		14,50,000
		1,60,02,963
Add: Interest U/s	234B	11,20,207
	234C	8,47,875
Balance of tax payable		1,79,71,045
Less: Self Assessment tax paid U/S 140A		-
Balance of tax payable		1,79,71,045

AHLADA ENGINEERS PRIVATE LIMITED

*C. W. S. M. Reddy*

CH. SURESH MOHAN REDDY  
Managing Director

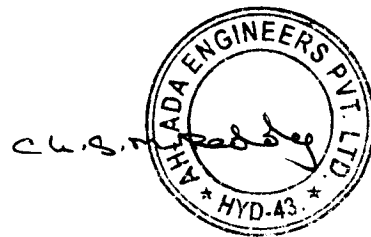


COMPUTATION OF TAX U/S 115 j b		
PARTICULARS	AMOUNT Rs.	AMOUNT Rs.
<b>I. INCOME FROM BUSINESS :</b>		
Net Profit as per Profit & Loss A/c		5,16,74,036
<b>Add: Inadmissible Expenditure:</b>		
d) Provision for Gratuity	737871	
Less: Amount paid to LIC for gratuity fund	0	7,37,871
f) Provision for Leave encashment		-
		7,37,871
<b>Income from Business</b>		5,24,11,907
<b>Total Income</b>		5,24,11,907
<b>Or Say</b>		5,24,11,910
<b>PARTICULARS</b>	<b>AMOUNT</b>	<b>AMOUNT</b>
Tax on Taxable Income		96,96,203
Add: Surcharge @ 7%		6,78,734
		1,03,74,938
Add: Education Cess @ 3%		3,11,248
Total Tax Payable		1,06,86,186

Note: MAT tax is lower than the regular corporate tax hence regular corporate tax is considered for the FY 2016-17

**AHLADA ENGINEERS PVT LTD**

<b>Deferred Tax Liability for the year ended 31-03-2017</b>	
PARTICULARS	Amount Rs.
<b><u>Deferred Tax Liability</u></b>	
Net Block as per Companies Act, 1956	22,35,07,371
WDV as per Income Tax Act, 1961	20,97,14,450
	1,37,92,922
Deferred Tax Liability @ 30%*1.07*1.03	45,60,354
Deferred Tax Asset	
Provision for Employee Benefits	58,54,738
	19,35,752
<b>Deferred Tax Liability as on 31.03.2017</b>	<b>26,24,602</b>
Deferred Tax Liability/(Asset) as on 31.03.16	30,89,796
Deferred Tax Liability/(Asset) for the year 2016 - 2017	<b>(4,65,194)</b>



**AHLADA ENGINEERS PRIVATE LIMITED**

DEPRECIATION AS PER THE INCOME TAX ACT FOR THE ASSESSMENT YEAR 2017 - 18

DESCRIPTION OF ASSET	AS ON 01.04.16	GROSS BLOCK			DELETIONS	Total	DEP. FOR THE YEAR	NET BLOCK AS ON 31.03.17
		ADDITIONS	Before 30.09.16	After 30.09.16				
Land	1,26,18,297	-	-	-	-	1,26,18,297	-	1,26,18,297
Buildings	3,54,35,588	1,50,77,418	21,56,614	-	-	5,26,69,620	51,59,131	4,75,10,489
Capital Working Process	10.00%	-	-	-	-	-	-	-
Plant & Machinery	15.00%	5,73,13,825	1,15,95,784	6,06,35,678	-	12,95,45,287	1,48,84,117	11,46,61,170
Computers	60.00%	32,93,079	20,50,683	27,09,679	-	80,53,441	40,19,161	40,34,280
Cell Phones	15.00%	62,151	61,550	-	-	1,23,701	18,555	1,05,146
Electricals & Fittings	15.00%	19,63,064	16,82,292	28,900	-	36,74,256	5,48,971	31,25,285
Furniture	10.00%	12,17,631	25,54,767	-	-	37,72,398	3,77,240	33,95,158
Patent Rights	15.00%	31,782	32,67,249	9,02,972	-	31,782	4,767	27,015
Office Equipments	15.00%	14,37,499	32,67,249	9,02,972	-	56,07,720	7,73,435	48,34,285
Vehicles	15.00%	72,25,009	1,25,10,064	28,41,636	-	2,25,76,709	31,73,384	1,94,03,325
<b>Total</b>		<b>12,05,97,925</b>	<b>4,87,99,807</b>	<b>6,92,75,479</b>	<b>-</b>	<b>23,86,73,211</b>	<b>2,89,58,761</b>	<b>20,97,14,450</b>

