Independent Auditors' Report

To the Members of
SR CONTINENTAL LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **SR CONTINENTAL LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March , 2016, 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 Financial Statements

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

Auditors' Responsibility

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and 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 the 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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the

reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016 and its losses and its cash flows for the year ended on that date.

Emphasis of Matters

We draw attention to Note 9 in the financial statements which discloses the Company has discontinued the manufacturing operation and no permanent employees as on date.

Our opinion is not modified as under

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 Companies Act, 2013, we give in the Annexure '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 Companies Act, 2013, we report that:

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

    b. in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

    c. the balance sheet, the statement of profit and loss and the cash flow statement dealt with by this Report are in agreement with the books of account;

    d. in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;

    e. on the basis of the written representations received from the directors as on 31 March 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016 from being appointed as a director in terms of Section 164 (2) of the Act;

    f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure 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 information and according to the explanations given to us:

i. There is no pending litigation hence its impact on financial positions needs not to be disclosed.

ii. the Company has made necessary provision in its financial statements under the applicable law or accounting standards, wherever required;

iii. There is no amount which is required to be transferred to the Investor Education and protection funds by the Company. Hence there is no question of delay arise.

For A.K Maheshwari & Associates
Chartered Accountants
Firms Registration No.500106N

(Tushar Jain)
Partner
Membership No. 524134
Date:- 21/05/2016
Place: New Delhi

Annexure 'A' to Independent Auditors' Report

Referred to in Paragraph 1 under the heading of "report on other legal and regulatory requirements" of our report of even date

1. (a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

   (b) The company has a phased programme of physical verification of its fixed assets which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. In accordance with such programme, the management has physically verified its fixed assets during the year and no material discrepancies were noticed by them.

   (c) All immovable property are in the name of the company.

2. According to the information and explanations given to us, physical verification of inventories is conducted by the management at periodic intervals. The procedures followed by the company for physical verification of inventories are reasonable and adequate in relation to the size of the company and the nature of its business. The company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification as compared to book records.

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. Consequently sub-clauses 3 (a), (b) & (c) of this clause are not applicable.

4. The Company has not made any transaction in respect of loans covered under section 185 of the Companies Act 2013 and in respect of loans, investments, guarantees and security covered under section 186 of the Companies Act, 2013, the provisions of the said section 186 have been duly complied.

5. The Company has not accepted any deposits from the public and consequently, the directives issued by Reserve Bank of India, the provisions of sections 73 to 76 of the Companies Act, 2013 and rules framed there under are not applicable.

6. In accordance with the information given by the management the maintenance of cost records has not been prescribed by the Central Government under section 148 (1) of the Companies Act, 2013.

7. (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the company is regular in depositing the undisputed statutory dues including provident fund, employees' state insurance,

income tax, sales tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues as applicable with the appropriate authorities. According to the information and explanations given to us, there was no undisputed amounts payable in respect of the above dues which were outstanding as at 31st March, 2016 for a period of more than six months from the date of their becoming payable.

(b) According to the information and explanations given to us, there is no amounts payable in respect of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues which have not been deposited on account of any disputes.

8. The company has not any defaulted during the year, in repayment of any loans or borrowing to a financial institution, bank, Government or dues to debenture holders.

9. According to the information and explanations given to us, during the year the Company has not raised any term loans and and hence clause 3 (ix) is not applicable

10. According to the information and explanations given to us, no fraud by the company or no fraud by the Company's officers or employees has been noticed or reported during the year.

11. The company has not paid managerial remuneration during the year therefore, clause 3 (xi) is not applicable.

12. The company is not the Nidhi Company and hence clause 3 (xii) is not applicable.

13. The transactions with the related parties made by the Company are in compliance with sections 177 and 188 of Companies Act 2013 where applicable and the details have been disclosed in the Financial Statements, as required by the applicable accounting standards.

14. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year and hence clause 3 (xiv) is not applicable.

15. As per information and explanation given to us, the company has not entered into any non- cash transactions with directors or persons connected with him and hence clause 3 (xiv) is not applicable.

16. In our opinion and according to the information and explanation given to us , the Company is not required to be registered under section 45 IA of the Reserve Bank of India Act,1934.

For A.K Maheshwari & Associates
Chartered Accountants
Firms Registration No.500106N

(Tushar Jain)
Partner
Membership No. 524134
Date:- 21/05/2016
Place: New Delhi

"Annexure B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of SR CONTINENTAL LIMITED

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

We have audited the internal financial controls over financial reporting of SR CONTINENTAL LIMITED ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the company, considering the essential components of internal control stated in the guidance note issued by the ICAI

For A.K Maheshwari & Associates
Chartered Accountants
Firms Registration No.500106N

(Tushar Jain)
Partner
Membership No. 524134
Date:- 21/05/2016
Place: New Delhi

SR CONTINENTAL LIMITED
CIN- U55101WB1979PLC032095
BALANCE SHEET AS AT 31ST MARCH 2016

	Note No.	31.03.2016 Rs./Lacs	31.03.2015 Rs./Lacs
EQUITY AND LIABILITIES			
SHAREHOLDER'S FUND			
Share Capital	2	18.50	18.50
Reserves & Surplus	3	78.66	235.97
		97.16	254.47
NON CURRENT LIABILITIES			
Long-Term Borrowings	4	-	0.40
Deferred Tax Liabilities (Net)	5	-	0.83
Other Long-Term Liabilities	6	4.25	5.47
Long-Term Provisions	7	-	2.95
		4.25	9.65
CURRENT LIABILITIES			
Short-Term Borrowings	8	-	47.57
Trade Payables	9	1.12	8.01
Other Current Liabilities	10	5.48	38.86
Short-Term Provisions	11	-	0.71
		6.60	95.15
TOTAL		108.01	359.27
ASSETS			
NON CURRENT ASSETS			
Fixed Assets			
- Tangible Assets	12	15.02	24.36
Non-Current Investments	13	3.92	7.91
Long-Term Loans and Advances	14	2.99	2.99
		21.93	35.26
CURRENT ASSETS			
Current Investments	13A	34.70	33.00
Inventories	15	-	114.01
Trade Receivables	16	2.25	114.59
Cash and Cash Equivalents	17	33.25	17.32
Short-Term Loans and Advances	18	15.88	45.09
		86.08	324.01
TOTAL		108.01	359.27

Significant Accounting Policies and Explanatory Notes 1(A) & 1(B)

As per our audit report of even date attached
For A. K. Maheshwari & Associates
Chartered Accountants
(Firm Regn. No. - 500106N)

For and on behalf of Board of Directors

CA TUSHAR JAIN
Partner
Membership No.:- 524134
Place: New Delhi
Date: 21st May, 2016

Director
(G.L.Sultania)
DIN 00060931

Director
(R.K.Daga)
DIN 00227746

SR CONTINENTAL LIMITED
CIN- U55101WB1979PLC032095
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH , 2016

	Note No.	31.03.2016 Rs./Lacs	31.03.2015 Rs./Lacs
INCOME			
Revenue from Operations	19	133.00	603.68
Other Income	20	5.39	8.91
Total Revenue		138.39	612.59
EXPENSES			
Cost of Materials Consumed	21	45.30	324.16
Purchases of Stock-In-Trade		20.04	150.03
Change in Inventories of Finished Goods Work-in-Progress and Stock-in-Trade	22	51.05	(15.45)
Employee Benefit Expense	23	109.90	82.18
Finance Costs	24	3.48	7.28
Depreciation and Amortization Expense	12	2.48	4.28
Other Expenses	25	64.28	102.30
Total Expenses		296.53	654.78
Profit/(Loss) before Exceptional and Extraordinary Items and Tax		(158.14)	(42.19)
Exceptional Items		-	-
Profit/(Loss) before Extraordinary Items and Tax		(158.14)	(42.19)
Extraordinary Items		-	-
Profit/(Loss) before Tax		(158.14)	(42.19)
Tax Expense:			
(1) Current Tax		-	-
(2) Deferred Tax Charges/Credit		(0.83)	(1.28)
(3) Tax for earlier years		-	(0.01)
Profit (Loss) for the period from Continuing Operations		(157.31)	(40.90)
Earnings per Equity Share (In Rs.) :	1(B). 4		
Basic		(85.03)	(22.11)
Diluted		(85.03)	(22.11)

Significant Accounting Policies and Explanatory Notes 1(A) & 1(B)

As per our audit report of even date attached
For A. K. Maheshwari & Associates
Chartered Accountants
(Firm Regn. No. - 500106N)

For and on behalf of Board of Directors

CA TUSHAR JAIN
Partner
Membership No.:- 524134
Place: New Delhi
Date: 21st May, 2016

Director
(G.L.Sultania)
DIN 00060931

Director
(R.K.Daga)
DIN 00227746

SR CONTINENTAL LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016

Particulars	31.03.2016	31.03.2015
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before Tax and extra-ordinary	(158.14)	(42.19)
Adjustment for		
- Depreciation	2.48	4.28
- Interest expenses	3.48	7.28
- Profit on sale of fixed assets	(0.13)	-
- Profit on sale of Investments	(1.13)	(3.17)
- Diminution in value of Investments	0.05	(2.95)
-Fixed Assets Write Off	2.46	-
-Sundry balance written off/back	(0.69)	(0.41)
-Liability no longer required written back	(0.05)	-
-Interest received	(0.93)	(0.55)
-Refund of Tax For Earlier Year	(1.87)	
	3.67	4.48
Operating profit before Working capital changes	(154.47)	(37.71)
Adjustment for		
- Inventories	114.01	(2.37)
- Trade Receivables	113.03	36.56
- Other Receivables	28.77	(24.04)
- Trade Payables	(45.10)	(25.34)
	210.71	(15.19)
Cash generated from operations	56.24	(52.90)
Less:-Direct Tax Paid	2.31	4.88
Cash flow from operating activities	58.55	(48.02)
B. CASH FLOW FROM INVESTING ACTIVITIES		
- Purchase of Fixed Assets	-	(3.26)
- Sale of Fixed Assets	4.53	-
- Sale of Investments	38.07	103.03
-Purchase of Investments	(34.70)	(33.00)
-Interest Received	0.93	0.55
Net cash used in Investing activities	8.83	67.32
C. CASH FLOW FROM FINANCING ACTIVITIES		
- Increase/(Decrease) on Working Capital Limi	(47.57)	(24.52)
-Proceed/(Repayment) of long term loan	(0.40)	(0.97)
- Interest Paid	(3.48)	(7.28)
Cash flow from Financing activities	(51.45)	(32.77)
Net increase/(Decrease) in Cash & Cash equivaler	15.93	(13.47)
Cash & Cash Equivalents at Opening	17.32	30.79
Cash & Cash Equivalents at Closing	33.25	17.32

As per our Audit Report of Even Date Attached
For A. K. Maheshwari & Associates
Chartered Accountants
(Firm Regn. No. - 500106N)

or and on behalf of Board of Director

Director	Director
(G.L.Sultania)	(R.K.Daga)
DIN 00060931	DIN 00227746

CA TUSHAR JAIN
Partner
Membership No.:- 524134
Place: New Delhi
Date: 21st May, 2016

SR CONTINENTAL LIMITED

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS

1 (A). Significant Accounting Policies

I. Method of Accounting

The financial statements have been prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on accrual basis of accounting in accordance with the applicable accounting standards as prescribed under section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014. These Accounting policies have been consistently applied, except where a newly issued accounting standard is initially adopted by the company. Management evaluates the effect of accounting standards issued on a going basis and ensures that they are adopted as mandated by the said rules. The Company follows accrual system of accounting in the preparation of accounts except where otherwise stated.

II. Use of estimates

The preparation of financial statements in conformity with GAAP requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities, disclosure of contingent liabilities and reported amount of income and expenses during the year. Examples of such estimates include provisions for doubtful debts, employee benefits and provision for income tax. Actual results could differ from these estimates. Any revision in accounting estimates is recognized prospectively in the year of revision

III. Fixed Assets & Depreciation

Fixed assets are stated at cost net of CENVAT / Value added Tax, rebates, less accumulated depreciation and impairment of loss if any. Depreciation is provided on WDV method as per Part 2 of Schedule II of the Companies Act, 2013 except in case of car which will be written off over 5 years period instead of 8 years. As Per Company policy, the car is transferred to employee concerned after 5 years. On the assets acquired during the year, depreciation is calculated on pro-rata basis from the date of acquisition / installation of the assets. On assets sold/discarded during the year, depreciation is provided up to the date of sale/discarding.

IV. Investments

Long-term Investments are stated at cost less provision for diminution in the value other than temporary. Current investments are stated at cost or market value whichever is lower

V. Inventories

Finished stocks are valued at lower of cost or net realizable value except waste or scrap, which is valued at net realizable value. Stock in process is taken at raw material cost. Cost of Raw material, Stores and Spare parts are computed on weighted average basis. Cost of finished goods is determined by taking material, labour and related overheads. Cost of finished goods includes excise duty.

VI. Interest on Borrowings

Interest on working capital management is charged against the Profit for the year in which it is incurred except interest on borrowings for capital assets which is capitalized till the date of commercial use of the asset.

VII. Excise & Customs Duty

Excise duty has been accounted for on the basis of both payments made in respect of goods cleared and also provision made for goods lying in bonded warehouse.

VIII. CENVAT Credit

The CENVAT credit available on purchase of raw material, other eligible inputs and capital goods is adjusted against excise duty payable on clearance of goods produced. The un-availed CENVAT credit is shown under the head "Other Current Assets".

IX. Earning Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average numbers of equity shares outstanding during the period are adjusted for events of bonus issue and share split. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

X. Taxes on Income

Provision for tax for the year comprises estimated current income-tax determined to be payable in respect of taxable income and deferred tax being the tax effect of timing differences representing the difference between taxable and accounting income that originate in one period and are capable of reversal in one or more subsequent periods and is calculated in accordance with the relevant domestic tax laws. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will available against which such deferred tax assets can be realized.

XI. Impairment of Assets

The Company on an annual basis makes an assessment of any indicator that may lead to impairment of assets. If any such indication exists, the Company estimates the recoverable amount of the assets. If such recoverable amount is less than the carrying amount, then the carrying amount is reduced to its recoverable amount by treating the difference between them as impairment loss and is charged to Statement of profit and loss.

XII. Gratuity and Other Retirement Benefits

a) Defined Contribution Plan :
The Company makes contributions to an independently constituted trust recognized by income tax authorities and regional provident fund commissioner. The plan is a defined contribution plan and contributions paid or payable is recognised as an expense in the period in which services are rendered by the employee.

b) Defined Benefit Plan :
Retirement benefits in the form of Gratuity are considered as defined benefit obligations and are provided for on the basis of an actuarial valuation.

c) Other short term absences are provided based on past experience of leave availed.

d) Actuarial gain/losses, if any, are immediately recognized in the Statement of Profit and Loss.

XIII. Revenue Recognition

a) Domestic Sale of goods is recognized at the point of dispatch of material to customers. Sales represent invoiced value of goods, net of sales return and trade discount but inclusive of Excise Duty, wherever applicable. Export Sales are accounted on the basis of Bill of Lading.

b) Profit/Loss on sale of investments and fixed assets are recognized in the year of sale.

c) Dividend income is accounted as and when received by the Company.

d) Interest income is recognized on accrual basis

SR CONTINENTAL LIMITED

NOTES TO THE BALANCE SHEET		31.03.2016 Rs./Lacs	31.03.2015 Rs./Lacs
2	**SHARE CAPITAL**		
	A. Authorised		
	5,00,000 (Previous year 5,00,000) Equity Shares of Rs. 10 /-each	50.00	50.00
	B. Issued, Subscribed and Paid up		
	1,85,000(Previous year 1,85,000) Equity Shares of Rs 10/- each	18.50	18.50
		18.50	18.50
(a)	Reconciliation of Equity Share Capital (In Number)		
	Shares outstanding at the beginning of the year	185,000	185,000
	Add: Shares issued during the year	-	-
	Less: Shares bought back during the year	-	-
	Shares outstanding at the end of the year	185,000	185,000
(b)	The Company has only one class of Equity Shares having face value of Rs 10/- each and each shareholder is entitled to one vote per share. Each shareholders have the right in profit/surplus in proportion to amount paid up with respect to shareholder. In the event of winding up, the equity shareholders will be entitled to receive the remaining balance of assets if any,in proportionate to their individual shareholding in the paid up equity capital of the Company.		
(c)	List of shareholders holding more than 5% of the equity share capital of the Company (In Number)		
	100% shares held by Somany Ceramics Limited and its nominees	185,000	185,000
3	**RESERVE & SURPLUS**		
	General Reserve		
	As per last year	79.05	79.05
	Surplus in Statement of Profit & Loss		
	Balance at the beginning of the year	156.92	197.82
	Net Profit/(Loss) for the current year	(157.31)	(40.90)
	Closing Balance at the end of the year	(0.39)	156.92
	Total of Reserve & Surplus	78.66	235.97
4	**LONG TERM BORROWINGS**		
	Term loans-Secured		
	Car Loans	-	0.40
	(Secured against Car purchased out of such loans)		
		-	0.40
5	**DEFERRED TAX LIABILITIES**		
	Beginning of the year	0.83	2.11
	During the year	(0.83)	(1.28)
	Closing Balance	-	0.83
6	**OTHER LONG TERM LIABILITIES**		
	Deposit against Car	-	1.67
	Security Deposit from dealer	4.25	3.80
		4.25	5.47
7	**LONG TERM PROVISIONS**		
	Leave encashment payable	-	2.95
		-	2.95

SR CONTINENTAL LIMITED

NOTES TO THE BALANCE SHEET		31.03.2016 Rs./Lacs	31.03.2015 Rs./Lacs
8	**SHORT-TERM BORROWINGS**		
	Secured Loans:		
	Cash Credit limit from Central Bank of India, Bahadurgarh	-	47.57
	(Secured against hypothecation of Stocks of Raw Material, Stock in Trade, Finished Products and Consumable Stores and Document of title of goods and First Charge on block assets of the Company)		
		-	47.57
9	**TRADE PAYABLES**		
	Outstanding dues of Micro Enterprises and Small Enterprises	-	-
	Outstanding dues of Creditors other than Micro Enterprises and Small Enterprises	1.12	8.01
		1.12	8.01
10	**OTHER CURRENT LIABILITIES**		
	Current maturities of long term borrowings- Car loan	0.40	1.10
	(Secured against Car)		
	Statutory Dues	0.23	4.49
	Other liability	2.00	14.23
	Deposit against Car	1.90	-
	Advance from customers	0.95	19.04
		5.48	38.86
11	**SHORT TERM PROVISIONS**		
	Leave encashment payable	-	0.71
		-	0.71

SR CONTINENTAL LIMITED

Note No.12-Fixed Assets

(Rs. in Lacs)

Description	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As AT 01.04.2015	ADDITIONS	DISPOSALS/ ADJUSTMENTS	AS AT 31.03.2016	UPTO 01.04.2015	FOR THE YEAR	ADJUSTMENTS	UPTO 31.03.2016	AS AT 31.03.2016	AS AT 31.03.2015
I. **Tangible Assets**										
(a) Freehold Land	1.00	-	-	1.00	-	-	-	-	1.00	1.00
(b) Buildings	53.91	-	-	53.91	43.95	0.42	-	44.37	9.54	9.96
(c) Plant and Machinery	70.09	-	63.08	7.01	58.23	1.40	56.72	2.91	4.10	11.86
(d) Furniture and Fixtures	1.26	-	1.26	-	1.15	0.01	1.16	-	-	0.11
(e) Office Equipments	1.23	-	1.23	-	0.82	0.02	0.84	-	-	0.41
(f) Computers	0.25	-	0.25	-	0.24	-	0.24	-	-	0.01
(f) Vehicles	6.04	-	-	6.04	5.03	0.63	-	5.66	0.38	1.01
	133.78	**-**	**65.82**	**67.96**	**109.42**	**2.48**	**58.96**	**52.94**	**15.02**	**24.36**
II. **Intangible Assets**	-	-	-	-	-	-	-	-	-	-
Total Current Year	**133.78**	**-**	**65.82**	**67.96**	**109.42**	**2.48**	**58.96**	**52.94**	**15.02**	**24.36**
Previous Year	**130.52**	**3.26**	**-**	**133.78**	**105.14**	**4.28**	**-**	**109.42**	**24.36**	**-**

SR CONTINENTAL LIMITED
NOTES TO THE BALANCE SHEET

			31.03.2016 Rs./Lacs	31.03.2015 Rs./Lacs
13	**NON-CURRENT INVESTMENTS**			
	Investment In Equity Instruments			
	(I) Quoted, Fully Paid Up			
	(A) Equity Shares of Rs. 10/- each		-	-
	19,500 (Previous year 19500) Bhilwara Holdings Limited		0.33	0.33
	2,073 (Previous year 2,073) Soma Textiles & Industries Limited		0.33	0.33
			0.32	0.27
	Less: Provision for diminution in value of investment		0.01	0.06
	(B) Equity Shares of Rs. 4/- each		3.91	3.91
	3,90,800 (Previous year 3,90,800) Schablona India Limited			
			3.92	3.97
		Total (I)		
	(II) Unquoted, Fully Paid Up			
	Equity Shares of Rs. 10/- each		-	3.94
	Nil (Previous year 19500) Bhilwara Holdings Limited			
			-	3.94
		Total (II)	3.92	7.91
		Total (I+II)	**71.82**	**43.05**
	Market Value Of Quoted Investments			
13A	**CURRENT INVESTMENTS**			
	Investment in Units of Mutual Fund			
	Mutual Fund		34.70	33.00
	1193.185(Previous year 119918.891) HDFC Liquid Fund *			
			34.70	33.00
	NAV of Investments in Mutual Fund		**35.61**	**33.07**
* During the year, Face value has been changed from Rs. 10/- to Rs. 1000/-				
14	**LONG TERM LOANS AND ADVANCES**			
	Security Deposits :			
	With Government Departments		2.99	2.99
	Advances recoverable in cash or in kind or for value to be received		-	-
			-	-
			-	-
			-	-
			2.99	2.99
15	**INVENTORIES**			
	Raw Materials / Packing Material		-	38.66
	Stores and Spares		-	21.33
	Stock-in-Progress		-	27.83
	Finished Goods		-	26.19
	Trading stock		-	-
			-	114.01
16	**TRADE RECEIVABLES**			
	(Unsecured, considered good unless stated otherwise)			
	Exceeding six month from Due Date			
	Good		-	13.84
	Doubtful		11.25	-
			11.25	13.84
	Less: Provision for doubtful debt		9.00	-
			2.25	13.84
	Others		-	100.75
			2.25	114.59
17	**CASH AND CASH EQUIVALENTS**			
	Cash in hand		1.88	1.19
	Draft / Cheque in hand		-	-
	Balance with Banks :			
	On Current Accounts		25.07	9.83
	On Fixed Deposit Accounts (lodged as security)		6.30	6.30
	On Margin Money Accounts		-	-
	With Post Office in Saving Bank Accounts		-	-
	(lodged with Central Excise Department Rs. 2,000)		-	-
	In Dividend Accounts		-	-
			-	-
			33.25	17.32
18	**SHORT TERM LOANS AND ADVANCES**			
	(Unsecured, considered good unless stated otherwise)			
	Inter Corporate Deposits			
	- To Parent Company		-	-
	Advance to Supplier		13.30	-
	Balance with Central Excise in C/A		-	11.31
	Vat/Entry Tax Receivable		-	-
	Deposit with others		1.50	1.50
	Mat credit receivable		-	-
	Advance payment of Income Tax		0.25	0.69
	Advances recoverable in cash or in kind or for value to be received		0.83	31.59
	Inter Depot		-	-
			15.88	45.09

SR CONTINENTAL LIMITED

NOTES TO THE STATEMENT OF PROFIT AND LOSS

		31.03.2016 Rs./Lacs	31.03.2015 Rs./Lacs
19	**REVENUE FROM OPERATIONS**		
	Sales (Domestic)	103.10	451.83
	Others (Job Works)	9.87	32.85
	Sale of Traded Goods	20.26	167.33
	Miscellaneous Sales	9.99	0.38
	Liabilities no longer required written back (net)	0.05	-
	Sundry balances written back (Net)	0.99	0.41
		144.26	652.80
	Less: Excise Duty	11.26	49.12
		133.00	603.68
20	**OTHER INCOME**		
	Interest received	0.93	0.55
	Rent and Lease Rent received	1.32	1.32
	Profit on sale of fixed assets	0.13	-
	Profit on sale of Investment	1.13	3.17
	Diminution In Value Of Investment	-	2.95
	Insurance claim	0.01	0.92
	Miscellaneous receipts	1.87	-
		5.39	8.91
21	**COST OF MATERIAL CONSUMED**		
	Raw Material Consumed	44.44	322.35
	Packing Material Consumed	0.86	1.81
		45.30	324.16
22	**INCREASE/DECREASE IN STOCK**		
	Opening Stock		
	Finished Goods	26.19	16.95
	Trading Stock	-	0.47
	Total Finished Goods	26.19	17.42
	Stock-in-Process	27.83	19.78
		54.02	37.20
	Less:Closing Stock		
	Finished Goods	-	26.19
	Trading Stock	-	-
	Total Finished Goods	-	26.19
	Stock-in-Process	-	27.83
		-	54.02
	Increase (Decrease) in Stock	(54.02)	16.82
	Add / (Less): (Increase) Decrease in Excise Duty on Stock	2.97	(1.37)
		(51.05)	15.45
23	**EMPLOYEE BENEFIT EXPENSE**		
	Salary, Wages, Bonus & Gratuity	105.28	73.17
	Contribution to Provident Fund and other funds	1.95	4.67
	Workmen & Staff Welfare	2.67	4.34
		109.90	82.18
24	**FINANCE COSTS**		
	Interest	1.52	6.18
	Other Borrowing Cost	1.96	1.10
		3.48	7.28

SR CONTINENTAL LIMITED

NOTES TO THE STATEMENT OF PROFIT AND LOSS

		31.03.2016 Rs./Lacs	31.03.2015 Rs./Lacs
25	**OTHER EXPENSES**		
	Stores, Spare Parts	25.08	6.56
	Power & Fuel	17.98	66.53
	Repairs and Maintenance		
	- Buildings	0.09	1.28
	- Plant & Machinery	0.10	0.17
	- Others	0.14	0.22
	Rent	2.42	2.39
	Rates & Taxes	0.53	0.74
	Insurance	0.44	0.41
	Bank charges	0.17	0.25
	Travelling & Conveyance expenses	0.44	1.59
	Miscellaneous expenses	3.94	2.58
	Payment to Auditor's		
	Statutory Audit Fees	0.35	0.35
	Tax Audit Fees	0.15	0.15
	Auditor out of Pocket Expenses	0.11	0.01
	Audit Certificate Charges	-	0.28
	Selling & Distribution expenses	-	6.78
	Discount	-	0.20
	Freight Outward and Handling charges	0.09	1.46
	Freight On F.O.R Sales	0.06	-
	Advertisement expenses	-	0.05
	Bad Debts	-	10.22
	Sales Tax Paid	0.02	0.01
	Service Tax paid	0.36	0.07
	Diminution In Value Of Investment	0.05	-
	Sundry balances written off (net)	0.30	-
	Provision for Doubtful Debts	9.00	-
	Fixed Assets Discard /Written Off	2.46	-
		64.28	102.30

1 (B). Notes to Accounts

	31.03.2016	(Rs. in Lacs) 31.03.2015
1. Contingent Liabilities not provided for		
In respect of Co-surety given on behalf of Somany Ceramics Limited (Holding Company)	12.50	12.50
2. Maximum outstanding from the Somany Ceramics Ltd. at any time during the period in respect of sales made	92.64	152.27

3. Related party disclosure in accordance with the Accounting Standard "18" issued by The Institute of Chartered Accountants of India:

A. Related Parties and Nature of relationship

Somany Ceramics Limited: Holding Company and its nominees (holds 100% of the equity share capital of the Company) Somany Global Limited: Fellow Subsidiary of Somany Ceramics Limited

B. Transaction that have taken place during the period with related parties by the Company

(Rs. in Lacs)

SL. No.	Particulars of transactions	31.03.2016	31.03.2015
	Somany Ceramics Ltd:-		
i	Rent paid	0.06	0.06
ii	Rent Received	1.08	1.08
iii	Sale of goods (Including Job Work, net of discounts,excluding Duty & Tax)	89.21	360.28
	Outstanding balance (Included in Sundry Deditors)	0.00	12.77
iv	Purchase of goods (Excluding Duty & Tax)	5.78	16.90
	Outstanding balance (Included in Sundry Creditors)	0.48	1.81
v	Reimbursement of Expenses to Holding Company	15.78	25.79
	Somany Global Ltd:-		
i	Rent Received	0.24	0.24

4. Earnings Per Share (EPS)

Particulars	2015-16	2014-15
Profit attributable to the equity share holders (Rs. in Lacs)	(157.31)	(40.90)
Weighted Average No. of Equity Shares outstanding during the year (in Nos)	185,000	185,000
Nominal Value of Equity shares (Rs.)	10.00	10.00
Basic/Diluted EPS (Rs.)	(85.03)	(22.11)

5. In terms of Accounting Standard 22 issued by The Institute of Chartered Accountants of India, the Company has recognized a net deferred tax liability of Nil (previous year liability of Rs. 0.83 lacs) on a reasonable and conservative basis out of brought forward tax losses and depreciation estimate which would be available for set off against the future profits of the Company.

Rs. in Lacs

DEFERRED TAX ASSET / LIABILITY	31.03. 2016	31.03. 2015
A. Deferred Tax Liability (Opening Balance)	0.83	2.11
B. Charged to Statement of P & L	0.83	(1.28)
C. Net Deferred Tax (Asset)/ Liability (A+B)	0.00	0.83

In compliance with AS-22, deferred tax assets has not been recognized because it not probable that future taxable Profit will be available against which the Company can use the benefit.

6. In the opinion of Board of Directors, Current Assets, Long Term Loan & Advances and Non-Current Investment if realised in ordinary course of business will amount to the value stated in the Balance Sheet except where stated otherwise and the provisions have been made for all known liabilities and that no personal expenses have been charged in the accounts.

7. The Company has not received full information from vendors regarding their status under Micro, Small and Medium Enterprises Development Act ,2006 (MSMED ACT);hence, disclosure relating to amount unpaid at year end together with interest paid/payable have been given based on the information so far available with the Company/ identified by the Company management. The detail of the same is as under:-

Sr. No	Particulars	31.03.16	31.03.15
a)	i) Principal amount remaining unpaid at the end of the accounting year	-	-
	ii) Interest due on above	-	-
b)	i) Interest paid by the Company in terms of Section 16 of MSMED ACT	-	-
	ii) Payment made to supplier beyond the appointed day during the year.	-	-
c)	The amount of interest due and payable for the period of delay in making payment {which have been paid but beyond the due date during the year } but without adding interest specified under this Act.	-	-
d)	The amount of interest accrued and remaining unpaid at the end of financial year	-	-
e)	e) The amount of further interest remaining due and payable even in succeeding years, until such date when the interst due as above are actually paid.	-	-

8. **Payment to Auditors:-**

(Rs. in Lacs)

Particulars	31.03.2016	31.03.2015
Audit Fee	0.35	0.35
Tax Audit Fee	0.15	0.15
Out of Pocket Expenses	0.11	0.01
Audit Certificate Charges	0.00	0.28
TOTAL	**0.61**	**0.79**

9. During the current year, the Company has closed the manufacturing operations Further, there has no permanent employees on the roll of the Company as on March 31, 2016.

10. Balances in Trade Receivables, Trade Payables, Other Current Liabilities and Short Term Loans & Advances in some cases are subject to confirmation/ reconciliation/ adjustment if any. The effect of such adjustments shall be determined and accounted for in the year of determination.
11. Since it is not possible to ascertain with reasonable certainty the quantum of accrual in respect of certain insurance and other claims, the same will be accounted on actual receipt basis.
12. Additional Information as required by Section 129 of Schedule III of Companies Act 2013 for the year ended 31st March,2016

A. Stock & Sales

(Rs. in Lacs)

Particulars	**2015-16**	**2014-15**
Wall Tile (Trading)		
Opening Stock	0.00	0.47
Purchases	18.69	140.54
Closing Stock	0.00	0.00
Sales	19.12	157.62
Tile Laying (Trading)		
Opening Stock	0.00	0.00
Purchases	1.35	9.49
Closing Stock	0.00	0.00
Sales	1.14	9.71

B. Raw Material & Packing Material Consumed

(Rs. in Lacs)

	2015-16		2014-15	
Class of Goods	**Quantity(MT)**	**Value**	**Quantity(MT)**	**Value**
Clay & Minerals	108.240	32.78	289.052	73.71
Oxides & Others	9.594	11.66	58.519	248.64
Packing Material	N.A	0.86	N.A	1.81
		45.30		**324.16**

C. Value of Imported & Indiegenous Raw Material & Packing Material & Spare Parts Consumed during the year

(Rs. in Lacs)

	Raw Material & Packing Material				Stores & Spares			
	2015-16		2014-15		2015-16		2014-15	
	Value	%	**Value**	%	**Value**	%	**Value**	%
Indigenous	45.30	100	324.16	100	25.08	100	6.56	100
	45.30	**100**	**324.16**	**100**	**25.08**	**100**	**6.56**	**100**

	2015- 16	2014-15
D. CIF Value of Import	**Nil**	**Nil**
E. FOB Value of Exports	**Nil**	**Nil**
F. Expenditure in Foreign Currency (Cash Basis)	**Nil**	**Nil**
G. Earnings in Foreign Currency (Cash Basis)	**Nil**	**Nil**

13. Note "1" to "25" form an integral part of Balance Sheet and Statement of Profit & Loss
14. Previous Year's figures have been regrouped / rearranged reclassified wherever considered necessary.

As per our report of even date
For **A. K. MAHESHWARI & ASSOCIATES**
Chartered Accountants
(Firm Regn No-500106N)

For and on behalf of Board of Directors

(CA TUSHAR JAIN)
Partner
Membership No.: 524134

Place: New Delhi
Dated: 21st May, 2016

Director
(G.L.Sultania)
DIN 00060931

Director
(R.K.Daga)
DIN 00227746