
Dai-ichi Gosei Chemicals (India) Ltd.

Statement of Accounts for 2018-19

CIN : U24100MH1991PLC059922

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DAI-ICHI GOSEI CHEMICALS (INDIA) LIMITED ON THE ACCOUNTS FOR THE YEAR ENDED 31st MARCH 2019

Report on the Financial Statements:

We have audited the accompanying Ind AS financial statements of **Dai-ichi Gosei Chemicals (India) Limited**, which comprise the Balance sheet as at 31st March 2019, the Statement of the Profit & Loss (including other comprehensive income), the Cash Flow Statement and the Statement of changes in Equity for the year then ended and summary of significant accounting policies and other explanatory information (herein referred to as 'Ind AS financial statements').

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 of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income and cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 Ind AS 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 Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS 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 Ind AS 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 Ind AS 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 Ind AS financial statements.



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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, including Ind AS, of the financial position of the Company as at 31st March 2019, the financial performance including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Emphasis of Matters

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

Note 8 –B (1) in the Ind AS financial statements which indicate that the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, the financial statements of the Company have been prepared on a going concern basis for the reasons stated in the said Note.

The Company has accumulated losses and its net worth has been substantially eroded.

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 subsection (11) of Section 143 of the Act, we enclose in the Annexure 'A' statement on the matters specified in paragraphs 3 & 4 of the said Order.

2. As required by Section 143 (3) of the Act, we report that:

- a) we have sought and obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) in our opinion proper books of account as required by law have been kept by the company so far as appears from our examinations of these books.
- c) the Balance Sheet, Statement of Profit & Loss and the Cash Flow statement and the Statement of Changes in Equity dealt with by this report are in agreement with the books of account
- a) in our opinion, the Balance sheet and statement of Profit & Loss and cash flow statement comply with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014
- b) The going concern matter described in sub-paragraph (b) under the Emphasis of Matters paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.
- c) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
- d) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
- e) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:



- i. The Company does not have any pending litigations which would impact its financial position
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

Place: Mumbai
Date:



For Mahesh C. Mathur & Co.
Chartered Accountants
Firm Regn No. 105800W

Mahesh Mathur
(Mahesh C. Mathur)
Proprietor
M/No.5880(1963)
16/4/19

**ANNEXURE "A" AS REFERRED TO IN PARAGRAPH 5 OF OUR AUDIT REPORT OF EVEN
DATE ON ACCOUNTS OF DAI-ICHI GOSEI CHEMICALS INDIA LIMITED FOR THE YEAR
ENDED ON 31ST MARCH, 2019**

1. Since the Company does not have any fixed assets, the provisions of clause 3 (i) (a) of the Companies (Auditor's Report) Order, 2016 are not applicable.
2. Since the Company does not have any fixed assets, the provisions of clause 3 (i) (b) of the Companies (Auditor's Report) Order, 2016 are not applicable.
3. Since the Company does not have any fixed assets, the provisions of clause 3 (i) (c) of the Companies (Auditor's Report) Order, 2016 are not applicable.
4. Since the Company did not have any inventory during the year, the provisions of clause 3 (ii) of the Companies (Auditor's Report) Order, 2016 are not applicable.
5. The Company has not granted any loans, secured or unsecured, to companies, firms, limited liability partnerships or other parties listed in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3 (iii) (a), (b) & (c) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.
6. The Company has not granted any loans, secured or unsecured, investments, guarantees and security as per Sec 185 and 186 of the Companies Act, 2013. Accordingly, the provisions of clause 3 (iii) (iv) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.
7. Since the Company has not accepted deposits from the public the provisions of clause 3 (v) of the Companies (Auditor's Report) Order, 2016 are not applicable. According to the information and explanations given to us no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal on the Company.
8. Since, the Company has not transacted any business, the provisions of clause 3 (vi) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.
9. According to the information and explanations given to us and on the basis of our examination of the books of account, in our opinion, the Company is regular in depositing with the appropriate authorities undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth-tax, Service tax, Custom Duty, Excise Duty, Goods and Service Tax, Cess and other statutory dues applicable to it. According to the information and explanations given to us, there are no arrears of outstanding statutory dues as at 31st March 2019 for a period of more than six months from the date they became payable.
10. According to the information and explanations given to us and the records of the Company examined by us, there are no amounts in respect of Sales Tax, Income Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and Goods and Service Tax that have not been deposited with the appropriate authorities on account of any dispute.
11. Based on our audit procedures and on the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
12. Since Company has not raised any moneys by way of initial public offer nor taken any term loans. Hence, the provisions of clause 3 (ix) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.
13. 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 instances of material fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by management.



14. The Company has not paid or provided for any managerial remuneration during the year. Hence, the provisions of clause 3 (xi) of the Companies (Auditor's Report) Order, 2016 are not applicable.
15. The company is not a Nidhi Company and hence, the provisions of clause 3 (xii) of the Companies (Auditor's Report) Order, 2016 are not applicable.
16. The Transactions with related parties are in compliance with Sec 177 & 188 of the Companies Act 2013 and have been disclosed in the Ind AS Financial Statements as required by the applicable Accounting Standards.
17. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Hence, the provisions of clause 3 (xiv) of the Companies (Auditor's Report) Order, 2016 are not applicable.
18. The company has not entered into any cash transactions with directors or persons connected with the directors. Hence, the provisions of clause 3 (xv) of the Companies (Auditor's Report) Order, 2016 are not applicable.
19. The company is not required to be registered under Sec 45-IA of the Reserve Bank Act, 1944. Hence, the provisions of clause 3 (xvi) of the Companies (Auditor's Report) Order, 2016 are not applicable.

For Mahesh C. Mathur & Co.
Chartered Accountants
Firm Regn No. 105800W



Mahesh C. Mathur

(Mahesh C. Mathur)
Proprietor
M/No.5880(1963)

16/4/19

Place: Mumbai
Date:

**ANNEXURE "B" AS REFERRED TO IN PARAGRAPH 5 OF OUR AUDIT REPORT OF EVEN
DATE ON ACCOUNTS OF DAI-ICHI GOSEI CHEMICALS INDIA LIMITED FOR THE YEAR
ENDED ON 31ST MARCH, 2019**

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

We have audited the internal financial controls over financial reporting of Dai-ichi Gosei Chemicals India Limited ("the Company") as at 31st March, 2019 in conjunction with our audit of the Ind AS Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

- (a) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (b) 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
- (c) 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, adequate internal financial controls system over financial reporting, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Mumbai

Date:



**For Mahesh C. Mathur & Co.
Chartered Accountants
Firm's Regn No: 105800W**

Mahesh C. Mathur

**Mahesh C. Mathur
M. No: 5880 (1963)**

16/4/19

Dai-ichi Gosei Chemicals (India) Ltd.

Balance Sheet as at 31/03/2019

Particulars	Notes	31-03-2019 Rupee	31-03-2018 Rupee
ASSETS			
1 Current assets			
a) Cash and cash equivalents	1	2,48,637	2,43,000
b) Other assets	2	2,656	1,462
Total Assets		<u>2,51,293</u>	<u>2,44,462</u>
EQUITY AND LIABILITIES			
1 Equity			
a) Share Capital	3	5,00,000	5,00,000
b) Other Equity	4	(2,69,910)	(2,64,941)
		<u>2,30,090</u>	<u>2,35,059</u>
2 Liabilities			
Current liabilities			
Other Financial Liabilities			
a) Other Liabilities	5	21,203	9,403
Total Equity and Liabilities		<u>2,51,293</u>	<u>2,44,462</u>

Notes to the accounts

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As per our report attached
For Mahesh C. Mathur & Co.
Chartered Accountants
Firm Reg. No. 105800W
Mahesh C. Mathur
Mahesh C. Mathur
Proprietor
Membership No. 5880 (1963)

For and on behalf of the Board
CIN : U24100MH1991PLC059922

S. F. Vakil
S. F. Vakil
(Director)
DIN : 00002519

P. R. Mehta
P. R. Mehta
(Director)
DIN : 01070431

Place : Mumbai
Date : 16th April, 2019



Statement of Profit and Loss for the period ended 31st March, 2019

Particulars	Notes	31/3/2019 Rupee	31/03/2018 RUPEE
I REVENUE			
II Revenue from operations		-	-
III Other income	6	11,938	12,294
Total Revenue		<u>11,938</u>	<u>12,294</u>
IV EXPENSES			
Other expenses	7	16,907	14,466
Total expenses		<u>16,907</u>	<u>14,466</u>
V Profit/(Loss) before exceptional and extraordinary items and tax		<u>(4,969)</u>	<u>(2,172)</u>
VI Exceptional items		-	-
VII Profit/(Loss) before extraordinary items and tax		<u>(4,969)</u>	<u>(2,172)</u>
VIII Extraordinary items		-	-
IX Profit/(Loss) before tax		<u>(4,969)</u>	<u>(2,172)</u>
X TAX EXPENSES			
i) Less : Current Tax		-	-
ii) Add : Tax adjustment for earlier years		-	-
XI Profit/(Loss) for the period from continuing operations		<u>(4,969)</u>	<u>(2,172)</u>
XII Profit from discontinuing operations		-	-
XIII Less : Tax expenses on discontinuing operations		-	-
XIV Profit/(Loss) from discontinuing operations		<u>-</u>	<u>-</u>
XV Profit/(Loss) for the period		<u>(4,969)</u>	<u>(2,172)</u>
XVI Other Comprehensive Income			
Items that will not be reclassified to Profit or Loss		-	-
Remeasurments of posts-employments benefit obligation		-	-
Income tax related to items that will not be reclassified to Profit or Loss		-	-
Other Comprehensive Income for the year, net of Income Tax		<u>-</u>	<u>-</u>
XVII Total Comprehensive Income/(Loss) for the period		<u>(4,969)</u>	<u>(2,172)</u>
XVIII Earning per equity share :			
1) Basic		(0.10)	(0.04)
2) Diluted		(0.10)	(0.04)

Notes to the accounts
As per our report attached

8 For and on behalf of the Board
CIN : U24100MH1991PLC059922



For Mahesh C. Mathur & Co.
Chartered Accountants
Firm Reg. No. 105800W

Mahesh C. Mathur
Proprietor
Membership No. 5880 (1963)
Place : Mumbai
Date : 16th April, 2019

Mahil

S. F. Vakil
(Director)
DIN : 00002519

P. R. Mehta

P. R. Mehta
(Director)
DIN : 01070431

Dai-ichi Gosei Chemicals (India) Ltd.

Cash Flow Statement for the year ended 31st March, 2019

	2018-19 Rupees	2017-18 Rupees
CASH FLOW FROM OPERATING ACTIVITIES :		
A Profit / (Loss) as per accounts	(4,969)	(2,172)
Adjustments for :		
Interest Income	11,938	12,294
Operating Profit/(Loss)before Working Capital Changes	(16,907)	(14,466)
Adjustments for Increase/(Decrease) in Current Liabilities and provision	11,800	262
Adjustments for (Increase)/Decrease in Loan and Advances	-	1,176
Cash generated from operations	(5,107)	(13,028)
Income tax (net)	(1,194)	91
Net Cash from Operating Activities	(6,301)	(12,937)
B CASH FLOW FROM INVESTING ACTIVITIES :		
Interest received	11,938	12,294
Net Cash from Investing Activities	11,938	12,294
C CASH FLOW FROM FINANCING ACTIVITIES :		
Net Cash from Financing activities	-	-
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	5,637	(643)
Cash & Cash Equivalents at beginning of the year	2,43,000	2,43,643
Cash & Cash Equivalents at close of the year	2,48,637	2,43,000

Notes :

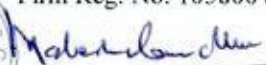
The Cash Flow Statement has been prepared under the indirect method as set out in the Accounting Standard-3: "Cash Flow Statements"

As per our report attached

For Mahesh C. Mathur & Co.

Chartered Accountants

Firm Reg. No. 105800W


Mahesh C. Mathur
Proprietor
Membership No: 5880 (1963)

For and on behalf of the Board

CIN : U24100MH1991PLC059922


S. F. Vakil
(Director)
DIN : 00002519


P. R. Mehta
(Director)
DIN : 01070431

Place : Mumbai

Date : 16th April, 2019



Dai-ichi Gosei Chemicals (India) Ltd.

**Schedules annexed to and forming part of accounts
for the year ended 31st March, 2019**

Particulars	31-03-2019 Rupee	31-03-2018 Rupee		
1 Current assets				
d) Cash and cash equivalents :				
i) Cash and Cash equivalents				
a) Balance with banks	73,250	67,613		
b) Cash on hand	387	387		
	<u>73,637</u>	<u>68,000</u>		
iv) Deposits :				
With more than 12 months maturity	1,75,000	1,75,000		
Total	<u>2,48,637</u>	<u>2,43,000</u>		
2 Other Assets				
Loan and Advances :				
i) Income Tax (net of provision)	2,656	1,462		
	<u>2,656</u>	<u>1,462</u>		
3 Share capital				
Authorised				
50,00,000 (P.Y. : 50,00,000) Equity shares of Rs.10 each.	5,00,00,000	5,00,00,000		
Issued, subscribed and paid -up				
50,000 (P.Y : 50,000) Equity shares of Rs.10 each fully paid up.	5,00,000	5,00,000		
	<u>5,00,000</u>	<u>5,00,000</u>		
(Of the above, 48,500 shares are held by Holding Company - Dai-ichi Karkaria Ltd.)				
The company has only one class of shares referred to as Equity shares of Rs. 10 each. Equity holder is entitled to one vote per share.				
The details of shareholders holding more than 5% shares as at 31/3/19 is set out below :				
Name of share holders	Nos of Shares	31/3/19 % held	Nos of Shares	31/3/18 % held
Dai-ichi Karkaria Ltd.	48,500	97.00%	48,500	97.00%
4 Other Equity				
f) Surplus				
As per last balance sheet			(2,64,941)	(2,62,769)
Add : Transferred Surplus from Current year statement of and Profit and Loss			(4,969)	(2,172)
Total			<u>(2,69,910)</u>	<u>(2,64,941)</u>
5 Other Financial Liabilities				
Other Liabilities			21,203	9,403
			<u>21,203</u>	<u>9,403</u>



Dai-ichi Gosei Chemicals (India) Ltd.

**Schedules annexed to and forming part of accounts
for the year ended 31st Mar, 2019**

Particulars	31/3/2019 Rupee	31/03/2018 Rupee
6 Other income :		
a) Interest (gross) :		
Banks	11,938	12,217
Others	-	77
Total	11,938	12,294
7 Other expenses :		
Rates and taxes	2,500	2,537
Bank charges	177	59
Legal and professional fees	1,180	2,370
Audit fees	11,800	8,850
Miscellaneous expenses	1,250	650
Total	16,907	14,466



8. NOTES TO THE ACCOUNTS FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2019

A - SIGNIFICANT ACCOUNTING POLICIES:

1. BASIS OF ACCOUNTING:

- i) The financial statements are prepared under historical cost convention and on accrual basis and are in compliance with the Accounting Standards notified under Companies (Accounting Standard rules) 2206 as amended and are in accordance with the requirements of the Companies Act, 2013.
- ii) This is First-time adoption of Ind AS. There is no adjustment due to adoption of Ind AS.

2. FIXED TANGIBLE AND INTANGIBLE ASSETS:

- a) Capitalized at cost of acquisition or construction, including directly attributable charges for bringing the assets to their working conditions for use.
- b) Expenditure relating to existing fixed tangible assets is added to the cost of the assets where it increases the performance /life of the assets as assessed earlier.
- c) Fixed tangible assets are eliminated from financial statements on their disposal.

3. DEPRECIATION:

The Company provides for depreciation on the fixed tangible assets on straight line method for the full year, at the rates prescribed from time to time under Schedule II of the Companies Act, 2013.

4. BORROWING COSTS:

Borrowing costs that are attributable to the acquisitions, constructions or production of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is an asset which takes a period of twelve months or more to get ready for its intended use or sale. All other borrowing costs are recognized as expense, in the period in which they are incurred.

5. TAXES ON INCOME:

Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act 1961.

Deferred tax is recognized on timing differences between the accounting income and the taxable income for the year and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date.

At present since the Company is not carrying on any business; there is no transaction for timing difference to account assets/liabilities on this account.

Deferred tax assets are recognized and carried forward to the extent that there is a virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

6. FOREIGN CURRENCY

Foreign Currency transactions are accounted for at the rates prevailing on the dates of transactions. Foreign currency current assets and current liabilities are reinstated at rates prevailing at the year-end and if the resultant difference is a net gain/loss, the same is credited/debited to the Profit and Loss Account.

Foreign currency assets and liabilities covered by forward contracts are reinstated at the contracted rates.

The exchange differences on settlement/conversion are adjusted to:

- I) Cost of fixed assets, if foreign currency liability relates to fixed assets.
- II) Profit and Loss account in other cases, wherever forward contracts are entered into, the exchange differences are dealt with in Profit and Loss account over the period of contracts.



At present, the Company has no transaction on this account.

7. CONTINGENCIES AND EVENTS OCCURRING AFTER THE BALANCE SHEET DATE:

Accounting for contingencies (gains & losses) arising out of contractual obligations, are made only on the basis of mutual acceptances.

Events occurring after the Balance Sheet date, where material, are considered up-to the date of adoption of the accounts.

B - OTHER NOTES:

1. The Company had been incorporated on 22nd January, 1991 for a proposed project for the manufacture of Polyacrylamide (PAAM). The said project was subsequently transferred to M/s Dai-ichi Karkaria Limited (Promoters) in terms of tripartite agreement dated 28th June, 1994, and the Company has not yet transacted any business. However, the accounts are prepared on a going concern basis since the Board of Directors has plans for undertaking other profitable activities in the near future.

2. Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) is Rs...Nil/- (Previous year Rs..Nil).

3. Provision has been made for Income-tax in view of the Profit after considering other deductions available under the Income Tax Act, 1961.

4. Balances in Sundry Creditors, Current Liabilities are subject to confirmations, reconciliations and consequent adjustments, if any.

5	Expenditure in Foreign Currency (Rs.)	2018-19 Nil	2017-18 Nil
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6.	Earning in Foreign Exchange (Rs.)	2018-19 Nil	2017-18 Nil
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7. Disclosures as required by Accounting Standard (AS) 18 Related Party Disclosures:

i) List of Related Parties

Sr. No.	Name of Related Parties	Relationship
1	Dai-ichi Karkaria Limited	Holding Company

ii) Disclosure of Related Party Transactions:

Sr. No.	Nature of Transaction	Name of Related Party	Amount (in Rupees)
1	Reimbursement of amount / Receiving of service	Dai-ichi Karkaria Limited	Rs. Nil (P.Y.Rs. Nil)

8. The Company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and disclosures, if any, relating to amounts unpaid as at the year end together with interest paid / payable as required under the said Act have not been given.



9. Previous year's figures have been regrouped/re-classified wherever necessary.

Signatures to Notes

As per our report attached
For Mahesh C. Mathur & Co.
Chartered Accountants
Firm Reg. No. 105800W



Mahesh C. Mathur
Mahesh C. Mathur
Proprietor
Membership No: 5880 (1963)

14/4/19

For and on behalf of the board
CIN : U24100MH1991PLC059922

S.F. Vakil
S.F. Vakil (Director) DIN:00002519

P.R. Mehta
P.R. Mehta (Director) DIN:01070431

Place : Mumbai
Date : 16th April, 2019