

RAJDIN APPARELS PRIVATE LIMITED

Balance Sheet as at 31 March 2014

All amounts in Indian Rupees, except stated otherwise

	Notes	31 March 2014	31 March 2013
EQUITY AND LIABILITIES			
Shareholder's funds			
Share Capital	3	200,000	200,000
Reserves and Surplus	4	20,008,232	19,670,506
		20,208,232	19,870,506
Non- current liabilities			
Long-term Provisions	5	4,838,895	4,130,273
		4,838,895	4,130,273
Current Liabilities			
Trade payables	6	331,084	388,562
Other current liabilities	6	20,293,070	21,908,647
Short term provisions	5	3,871,415	2,540,630
		24,495,569	24,837,839
TOTAL		49,542,696	48,838,618
ASSETS			
Non-current assets			
Fixed assets	7		
Tangible assets		7,585,518	10,854,744
Intangible assets		-	-
Capital work-in-progress		-	-
		7,585,518	10,854,744
Non-current investments	8	600	600
Long-term loans and advances	9	37,927,087	36,674,124
		45,513,205	47,529,468
Current assets			
Trade receivables	10	2,097,891	140,508
Cash and Cash equivalents	11	1,704,655	762,089
Short-term loans and advances	9	226,945	406,553
		4,029,491	1,309,150
TOTAL		49,542,696	48,838,618

Summary of significant accounting policies 2

The accompanying notes are integral part of the financial statements.

As per our report of even date

For GIRISH MURTHY & KUMAR

Firm Regn. No: 000934S

Chartered Accountants

GIRISH RAO.B

Partner.

M.No. 85745

Place : Bangalore

Date : 8th May, 2014

For and on behalf of the Board
For RAJDIN APPARELS PRIVATE LIMITED

Gautam Chakravarti
Director

Sumit Keshan
Director

RAJDIN APPARELS PRIVATE LIMITED**Notes to financial statements for the year ended 31 March 2014***All amounts in Indian Rupees, except stated otherwise***3 Share Capital**Authorised shares

20,000 (2013:20,000) Equity Shares of Rs. 10 each

31 March 2014 31 March 2013

200,000 200,000

Issued, subscribed and fully paid-up

20,000 (2013:20,000) Equity Shares of Rs. 10 each fully paid-up

200,000 200,000

200,000 200,000

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity shares	31 March 2014		31 March 2013	
	No.	Amount	No.	Amount
At the beginning of the period	20,000	200,000	20,000	200,000
Issued during the period	-	-	-	-
Outstanding at the end of the period	20,000	200,000	20,000	200,000

b) Terms/ rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholder in ensuing Annual General meeting.

In event of liquidation of the Company, the holders of equity shares would be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(c) Shares held by holding/ ultimate holding Company and/ or their subsidiaries/ associates

	31 March 2014 Amount	31 March 2013 Amount
Holding Company : Gokaldas Exports Ltd.,	200,000	200,000

(d) Details of shareholders holding more than 5% shares in the Company

Equity shares	31 March 2014		31 March 2013	
	No.	shareholding %	No.	shareholding %
Gokaldas Exports Ltd.,	20,000	100.00%	20,000	100.00%

As per records of the Company, including its register of shareholders/ members and other declaration received from shareholders regarding beneficial interest, the above shareholding represent both legal and beneficial ownership of shares.



RAJDIN APPARELS PRIVATE LIMITED**Notes to financial statements for the year ended 31 March 2014**

	31 March 2014	31 March 2013
4 Reserves and Surplus		
Securities Premium Reserve		
Balance as per last account	16,890,000	16,890,000
Surplus / (deficit) in the statement of profit and loss		
Balance as per last financial statements	2,780,506	2,337,751
Profit / (loss) for the year	337,726	442,755
Net surplus / (deficit) in the statement of profit and loss	3,118,232	2,780,506
Total Reserves and Surplus	20,008,232	19,670,506

	Non Current		Current	
	31 March 2014	31 March 2013	31 March 2014	31 March 2013
5 Provisions				
Provision for employee benefits				
Provision for gratuity	4,838,895	4,130,273	1,347,065	703,426
Provision for leave benefits	-	-	2,524,350	1,837,204
	4,838,895	4,130,273	3,871,415	2,540,630

	31 March 2014	31 March 2013
6 Trade payables and Other Current Liabilities		
Trade Payables		
to Micro and Small Enterprises	-	-
to Others	331,084	388,562
	331,084	388,562
Other current liabilities		
Employees benefit payable	14,385,100	15,958,566
Other expenses payable	3,494,075	3,342,036
Advance received from customers	14,429	
Book Overdraft	18,691	136,341
Due to Holding Company	-	239,924
ESI payable	574,671	541,601
Provident fund payable	1,520,318	1,437,202
TDS payable	258,409	238,327
Professional tax payable	25,250	14,650
Service tax payable	2,127	-
	20,293,070	21,908,647
	20,624,154	22,297,209

	31 March 2014	31 March 2013
8 Non-current investments		
Non Trade investments [valued at cost unless stated otherwise]		
Investment in Government Securities (unquoted)		
Indira Vikas Patra	600	600
	600	600



RAJDIN APPARELS PRIVATE LIMITED

NOTES TO ACCOUNTS FOR THE YEAR ENDED MARCH, 31, 2014

7 Tangible assets

	Building	Improvement on lease hold rights	Electrical Equipments	Office Equipments	Furniture & Fixtures	Plant & Machinery	Computers	Vehicle	Total
Cost or valuation									
At 1 April 2012	6,575,017	7,178,444	3,892,823	924,900	3,152,330	15,118,548	27,576	71,305	36,940,943
Additions									-
Other adjustments									
Disposals	6,575,017	7,178,444	3,892,823	924,900	3,152,330	15,118,548	27,576	71,305	36,940,943
At 31 March 2013									
Additions									-
Other adjustments									
Disposals /Write off	6,575,017	7,178,444	3,892,823	924,900	3,152,330	15,118,548	27,576	71,305	36,940,943
At 31 March 2013									
Depreciation									
At 1 April 2012	4,129,484	4,091,129	2,280,673	435,559	2,128,977	9,474,304	26,959	64,262	22,631,347
Charge for the year	955,333	1,234,926	224,235	68,063	185,227	784,998	247	1,823	3,454,852
Disposals									-
At 31 March 2013	5,084,817	5,326,055	2,504,908	503,622	2,314,204	10,259,302	27,206	66,085	26,086,199
Charge for the year	953,637	1,234,926	193,046	58,596	151,701	675,821	148	1,351	3,269,226
Disposals									-
At 31 March 2014	6,038,454	6,560,981	2,697,954	562,218	2,465,905	10,935,123	27,354	67,436	29,355,425
Assets Written off during the year									-
Net Block									
At 31 March 2013	1,490,200	1,852,389	1,387,915	421,278	838,126	4,859,246	370	5,220	10,854,744
At 31 March 2014	536,563	617,463	1,194,869	362,682	686,425	4,183,425	222	3,869	7,585,518



RAJDIN APPARELS PRIVATE LIMITED**Notes to financial statements for the year ended 31 March 2014****9 Loans and advances**

(unsecured, considered good)

	Non Current		Current	
	31 March 2014	31 March 2013	31 March 2014	31 March 2013
Security deposits	20,352,177	20,155,926	-	-
Due from fellow subsidiaries	-	-	-	6,639
Advances recoverable in cash / kind	-	-	10,000	10,134
Staff advances	-	-	56,233	20,000
Advance Tax net of Provision	17,533,696	16,518,198	-	-
Balances with customs, excise and other authorities	-	-	2,334	-
Prepaid expenses	41,214	-	158,378	369,780
	37,927,087	36,674,124	226,945	406,553

10 Trade Receivables

(unsecured, considered good)

	Current	
	31 March 2014	31 March 2013
- Outstanding for a period exceeding six months from the date they are due for payment	8,021	-
- Other receivables	749,245	140,508
Due from Holding Company	1,340,625	-
Total Trade receivables	2,097,891	140,508

11 Cash and bank balancesCash and cash equivalents

Balance with banks :

-- in Current accounts

Cash on hand

	Current	
	31 March 2014	31 March 2013
	1,580,393	556,894
	124,262	205,195
	1,704,655	762,089



RAJDIN APPARELS PRIVATE LIMITED**Statement of profit and loss for the year ended 31 March 2014***All amounts in Indian Rupees, except stated otherwise*

	Notes	31 March 2014	31 March 2013
Revenue from operations (Gross)	12	179,440,533	184,581,762
Other income	13	30,038	6,427,007
Total Revenue		179,470,571	191,008,769
Expenses			
Employee benefits expense	14	134,657,816	147,962,345
Other expenses	15	39,592,239	37,926,264
Depreciation and amortisation expense	16	3,269,226	3,454,852
Finance costs	17	5,527	5,146
Total Expenses		177,524,808	189,348,607
Profit before and tax		1,945,763	1,660,162
Tax expense:			
Current tax		1,048,919	312,407
Tax of earlier years (net)		559,118	905,000
		1,608,037	1,217,407
Profit for the period		337,726	442,755
Earnings per equity share - (Nominal value per share - Rs. 10) :			
Basic		16.89	22.14
Diluted		16.89	22.14

Summary of significant accounting policies

2

The accompanying notes are integral part of the financial statements.

As per our report of even date**For GIRISH MURTHY & KUMAR**

Firm Regn. No: 000934S

Chartered Accountants

GIRISH RAO.B

Partner.

M.No. 85745

Place : Bangalore

Date : 8th May, 2014

**For and on behalf of the Board
For RAJDIN APPARELS PRIVATE LIMITED****Gautam Chakravarti**
Director**Sumit Keshan**
Director

RAJDIN APPARELS PRIVATE LIMITED**Notes to financial statements for the year ended 31 March 2014***All amounts in Indian Rupees, except stated otherwise*

	31 March 2014	31 March 2013
12 Revenue from operations		
Contract Receipt	179,440,533	184,581,762
	179,440,533	184,581,762
13 Other Income		
Other non-operating income	30,038	6,427,007
	30,038	6,427,007
14 Employee benefits expense		
Salaries, wages and bonus	110,597,319	122,390,175
Contribution to provident fund and other fund	13,087,880	14,537,431
Gratuity expense	3,544,991	2,153,129
Staff welfare expenses	7,427,626	8,881,610
	134,657,816	147,962,345
15 Other expenses		
Power and fuel	6,868,785	6,680,111
Job work charges	2,399,817	2,796,571
Other manufacturing expenses	450,783	534,422
Repairs and maintenance		
- Plant and machinery	395,193	649,514
- Buildings	137,927	145,609
- Others	308,246	654,685
Rent	24,722,916	22,553,412
Insurance	-	4,473
Rates and taxes	261,422	196,768
Legal and professional charges	212,999	241,557
Printing and stationery	926	3,107
Communication costs	-	2,567
Travelling and conveyance	254,989	426,906
Security expenses	3,067,977	2,640,797
Payment to auditors	61,810	61,810
Bad debts written off	82,842	210,669
Other Miscellaneous expenses	365,607	123,286
	39,592,239	37,926,264
Payment to auditor		
As Auditor		
Audit fees	61,810	61,810
	61,810	61,810
16 Depreciation and amortisation expense		
Depreciation on tangible assets	3,269,226	3,454,852
	3,269,226	3,454,852
17 Finance costs		
Bank charges	5,527	4,914
Interest on others	-	232
	5,527	5,146



Notes to Account

18. Contingent liabilities

(Amount in Rs.)

Particulars	2014	2013
Claims against the Company not acknowledged as debts	1,234,280	439,554
Guarantees given by banks	Nil	Nil
Outstanding letters of credit	Nil	Nil
Export Bills discounted with banks	Nil	Nil
Estimated amount of contracts remaining to be executed on capital accounts and not provided for (net of advances)	Nil	Nil

19. Gratuity

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded with an insurance company in the form of a qualifying insurance policy.

The following tables summarise the components of net benefit expense recognised in the profit and loss account and the funded status and amounts recognised in the balance sheet for the respective plans.

Net employee benefit expense (in Profit and Loss Account)

(Amount in Rs)

	2014	2013
Current Service Cost	2,386,446	1,953,046
Interest cost on benefit obligation	448,795	412,419
Expected Return on Plan Assets	(94,694)	(112,251)
Actuarial gain/(loss)	804,444	(100,086)
Net benefit expense	3,544,992	2,153,129

Details of Provision for gratuity (in Balance Sheet)

(Amount in Rs)

	2014	2013
Defined benefit obligation	7,416,319	6,047,233
Fair value of plan asset	1,230,359	1,213,535
Liability recognized in the balance sheet	(6,185,961)	(4,833,699)

Changes in the present value of the defined benefit obligation are as follows:

(Amount in Rs)

	2014	2013
Opening defined benefit obligation – Current	703,426	135,097
Opening defined benefit obligation – Non current	5,353,807	6,074,321
Opening defined benefit obligation Total	6,047,233	6,209,418
Current Service Cost	2,386,446	1,953,046
Interest Cost	448,795	412,419
Benefits Paid	(2,252,460)	(2,420,798)
Actuarial (gain)/loss	786,305	(106,852)
Closing defined benefit obligation – Current	1,347,065	703,426
Closing defined benefit obligation – Non current	6,069,254	5,343,807
Closing defined benefit obligation	7,416,319	6,047,233



Changes in the fair value of plan asset are as follows:

(Amount in Rs)

	2014	2013
Opening fair value of plan asset	1,213,535	1,698,213
Expected return	94,694	112,251
Actuarial gain/(loss)	(18,139)	(6,766)
Contributions(less risk premium,Service tax)	0	0
Benefits Paid	(59,731)	(590,163)
Contribution for Benefits settled directly by company	2,192,729	1,830,635
Benefits settled directly by company	(2,192,729)	(1,830,635)
Closing fair value of plan asset	1,230,359	1,213,535

The principal assumptions used in determining gratuity obligations for the Company's plan are shown below:

Interest Rate	9.12%	8.25%
Discount Factor	9.12%	8.25%
Estimated Rate of return on Plan Assets	8.00%	8.00%
Attrition Rate	40.00%	40.00%
Rate of escalation in Salary per annum	20.00%	5.00%
Retirement Age	60	60

The Company expects to contribute Rs.6,200,000 to gratuity in 2014-15.

The major categories of plan asset as a percentage of the fair value of total plan asset are as follows:

	2014	2013
Investments with insurer %	100	100

Notes:

The estimate of future salary increases considered in actuarial valuation takes into account inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

20Segment information

a) Primary business segment

The Company is engaged in a single business segment of job work related to garment, and hence, no additional disclosures are required, other than those already given in the financial statements.

b) Secondary business segment (by geographical area based on location of customers):

(Amount in Rs)

Geographical Segment	Revenues	Carrying amount of segment assets (Debtors)
In India	179,440,533 (184,581,762)	2,097,891 (140,508)
Outside India		
Total	179,440,533 (184,581,762)	2,097,891 (140,508)

Note:

- Figures in brackets relate to previous year.
- All fixed assets are located in India.



21. Related party disclosures

A. Names of related parties and description of relationship:

Ref	Description of Relationship	Names of related parties
a.	<i>Parties where control exists:</i>	
(i)	Immediate Holding Company	Gokaldas Exports Limited
(ii)	Fellow Subsidiaries	Deejay Trading Private Limited Glamourwear Apparels Private Limited Madhin Trading Private Limited Magenta Trading Private Limited Rafter Trading Private Limited All Colour Garments Private Limited Reflexion Trading Private Limited Rishikesh Apparels Private Limited Robot Systems Private Limited Seven Hills Clothing Private Limited SNS Clothing Private Limited Vignesh Apparels Private Limited
b.	<i>Key management personnel:</i>	
(i)	Director	Mr. Gautam Chakravarti
(ii)	Director	Mr. Sumit Keshan

B. The following are the volume of transactions with related parties during the year and outstanding balances as at the year- end disclosed in aggregate by type of related party:

(Amount in Rs)

Nature of transactions	Holding Company	Fellow Subsidiaries	Others	Total
	A(i)	A(ii)	A(b)	
Income				
Job work charges	177,471,182 (183,164,450)			177,471,182 (183,164,450)
Balances outstanding as at March 31, 2013				
-- Credit balances	Nil (239,924)	Nil (Nil)	Nil (Nil)	Nil (239,924)
-- Debit balances	1,340,625 (Nil)	Nil (6,639)	Nil (Nil)	1,340,625 (6,639)

Figures in brackets relate to previous year.

Disclosure for transactions that exceed 10% of total value of each class of transactions:

(Amount in Rs)

	2014	2013
Debit balances from fellow subsidiaries		
Glamourwear Apparels Private Limited	-	6,639

22. Leasing Arrangements:

The Company's leasing arrangements in respect of its office, factory and residential premises are in the nature of operating leases. These leasing arrangements are usually cancellable at the option of the lessee any time.



23. Earnings per share

Particulars	(Amount in Rs)	
	2014	2013
Net profit for the year as per profit and loss account before exceptional items	337,726	442,756
Net profit for the year as per profit and loss account after exceptional items	337,726	442,756
Weighted average number of equity shares (Nos.)	20,000	20,000
Nominal value per share	10	10
Earnings per share – Basic and diluted		
Before exceptional items	16.89	22.14
After exceptional items		

24. Deferred taxes – Components of assets / (liability)

Particulars	(Amount in Rs)		
	As at March 31, 2013	Current year (charge)/credit	As at March 31, 2014
Difference between book and tax base of fixed assets	-		-
Retirement benefits allowed on payment basis accrued in books			
Total	-		-

25. Remuneration to directors

Particulars	(Amount in Rs)	
	2014	2013
Salaries	Nil	Nil

26. Licensed, installed capacities and production

Particulars	Unit	2014	2013
<i>Licensed capacity</i>			
Readymade garments	Pcs	Not Applicable	Not Applicable
<i>Installed capacity</i>			
Readymade garments		Refer note below	
<i>Production</i>			
Readymade garments			
- Own production	Pcs		
- Through Job workers			

Note: Installed capacity cannot be quantified on account of a large variety of products that can be manufactured with varying specifications.

27. CIF value of imports

Current Year : Nil Previous Period : Nil



28. Expenditure in foreign currency on accrual basis

Current Year : Nil Previous Period : Nil

29. Imported and indigenous raw materials, stores and spare parts consumed

Particulars	2014		2013	
	Amount (Rs)	%	Amount (Rs)	%
<i>Raw Materials</i>				
Imported	Not Applicable		Not Applicable	
Indigenous				
<i>Consumables, Stores and Spares</i>				
Imported	Not Applicable		Not Applicable	
Indigenous				

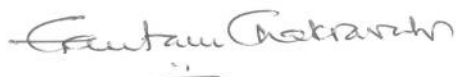
30. Earnings in foreign currency

Current Year : Nil Previous Period : Nil

31. Based on the information available with the company, there are no suppliers who are registered as micro, small or medium enterprises under the Micro, Small or Medium Enterprises Development Act 2006.
32. Previous year's figures have been regrouped/rearranged/reclassified, wherever necessary to conform to the current year's presentation.

Signatures to schedules 1 to 32

For and on behalf of the Board



GautamChakravarti
Director



SumitKeshan
Director

Place : Bangalore
Dated: 8th May, 2014

As per our report of even date

For Girish Murthy & Kumar

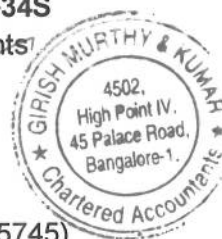
Firm Regn. No. 000934S

Chartered Accountants



Girish Rao.B
(Partner)

(Membership No.85745)



RAJDIN APPARELS PRIVATE LIMITED

Cash-flow statement for the year ended 31 March 2014
All amounts in Indian Rupees, except stated otherwise

PARTICULARS	2014	2013
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Profit before tax from continuing operations	1,945,763	1,660,162
Loss before tax	1,945,763	1,660,162
Non-cash adjustment to reconcile profit before tax to net cash flow		
Depreciation/amortization on continuing operations	3,269,226	3,454,852
Interest expense	-	(232)
Operating Profit before working capital changes	5,214,989	5,114,782
Movements in Working Capital :		
(Increase)/Decrease in trade receivables	(1,957,383)	1,557,644
(Increase)/Decrease in non current loans and advances	(237,465)	272,869
(Increase)/Decrease in current loans and advances	179,608	3,588,754
Increase/(Decrease) in trade payables	(57,478)	(681,789)
Increase/(Decrease) in other current liabilities	(1,615,577)	(5,739,531)
Increase/(Decrease) in long term provisions	708,622	(2,678,410)
Increase/(Decrease) in short term provisions	1,330,785	2,009,583
Cash Generated from / (used in) Operations	3,566,102	3,443,903
Direct taxes paid (net of refunds)	(2,623,537)	(3,789,352)
Net Cash Flow from Operating Activities	942,565	(345,449)
Net Cash Flow from / (used in) Operating Activities	942,565	(345,449)
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Net Cash Flow from / (used in) Investing Activities	-	-
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Interest paid	-	232
Net Cash Flow from / (used in) Financing Activities	-	232
D. Net Increase / (Decrease) in Cash & Cash Equivalents (A+B+C)	942,565	(345,217)
E. Opening Balance of Cash & Cash Equivalents	762,089	1,391,858
F. Closing Balance of Cash & Cash Equivalents	1,704,655	1,046,641
Components of Cash and Cash Equivalents		
Cash on hand	124,262	205,195
Bank Balances with Scheduled Banks:		
-- in Current Accounts	1,580,393	556,894
	1,704,655	762,089
	1,704,655	762,089


For and on behalf of the Board
For RAJDIN APPARELS PRIVATE LIMITED

Gautam Chakravarti **Sumit Keshan**
Director Director

Place : Bangalore
Date : 8th May, 2014

As per our report of even date
For GIRISH MURTHY & KUMAR
Firm Regn. No: 000934S
Chartered Accountants


GIRISH RAO.B
Partner
M.No. 85745

