

AUDITOR'S REPORT

To

The Members of Ambani Organics Private Limited,

1. We have audited the accompanying financial statements of **Ambani Organics Private Limited** (the Company), which comprise the Balance Sheet as at 31st March, 2015, Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.
2. Management is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation 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 the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, 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.
3. Our responsibility is to express an opinion on these financial statements based on our audit. 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 disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.
4. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion. In our opinion and to the best of our information and according to the explanations given to us, the 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:
 - a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2015;
 - b) in the case of Profit & Loss Account, of the loss for the year ended on that date; and

c) In the case of Cash Flow Statement, of the cash flows for the year ended on that date.

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

- a) We have sought and obtained all information and explanations, 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 examination of those books.
- c) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- d) In our opinion, the Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement comply with the Accounting Standards specified under section 133 Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors as on 31st March 2015 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2015, from being appointed as a director in terms of section 164(2) of the Companies Act, 2013.
- f) With respect to the other matters included in the Auditor's Report and to our best of our information and according to the explanations given to us –
 - i. The Company does not have pending litigation.
 - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.

For Kavita Birla & Co.
Chartered Accountants
FRN: 013208c

Kavita Totla



CA. Kavita Totla
Partner
M. No. 405577

Place:-Mumbai
Date: -22/09/2015

THE ANNEXURE REFERRED TO IN PARAGRAPH 1 OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF THE COMPANY ON THE ACCOUNTS OF THE COMPANY FOR THE YEAR ENDED 31st MARCH 2015

Re: Ambani Organics Private Limited ('the Company')

On the basis of such checks as we considered appropriate and in terms of the information and explanations given to us during the course of our audit, we report that:

- (i) The Company has maintained the proper records showing full particulars including quantitative details and situation of fixed assets.

According to the information and explanations given to us, all fixed assets of the Company have been physically verified by the management during the year and the procedures of physical verification followed by the management, in our opinion, was reasonable having regard to the size of the Company and the nature of its assets and no material discrepancies were noticed during such verification.

- (ii) In respect of its inventories:

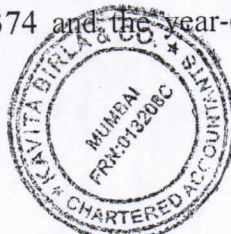
As explained to us, inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.

In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.

In our opinion and on the basis of our examination of the records, the Company is generally maintaining proper records of its inventories. No material discrepancy was noticed on physical verification of stocks by the management as compared to book records.

- (iii) In respect of loans, secured or unsecured granted or taken to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.

- a) According to information and explanation given to us, the Company has not granted interest-free unsecured Loans from companies listed in the register maintained under Section 189 of the Act. As explained to us, the Company has not granted loans, secured or unsecured, to any other party listed in the register Maintained Under Section 189 of the Act.
- b) In our opinion, the rate of interest and other terms and conditions on which loans have been granted to the Companies and the firm listed in the register maintained under Section 189 of the Act are not, prima facie, Prejudicial to the interest of the Company.
- c) The loans granted to companies covered in the register maintained under Section 189 of the Act are repayable on demand. According to the information and explanations given to us, the principal and interest have been paid as demanded by the Company during the year 2014-15.
- d) As there is no stipulation for repayment of loan, the question of overdue amount does not arise.
- e) According to the information and explanation given to us, the Company has taken unsecured loans from 1 directors listed in the register maintained under section 189 of Act. The maximum amount involved during the year was Rs. 5,81,374 and the year-end balance of such loans taken is Rs 2,48,374.



- f) In our opinion and according to information and explanation given to us, the rate of interest and other terms and conditions on which the above loans have been taken from the company listed in the register maintained under section 189 of the Act, are not prima facie, prejudicial to the interest of the Company.
- g) Since there is no stipulation for repayment of loan, the question of overdue amount does not arise.
- (iv) In our opinion and according to the information and explanations given to us, there is generally an adequate internal control procedure commensurate with the size of the company and the nature of its business. During the course of our audit, no major instance of continuing failure to correct any weaknesses in the internal controls has been noticed.
- (v) The Company has not accepted any deposits from the public. Hence the provisions of this clause are not applicable.
- (vi) We have broadly reviewed the books of account maintained by the Company pursuant to the rules prescribed by the Central Government for maintenance of cost records under Section 148(1) of the Act and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the records.
- (vii) (a) The Company is regular in depositing with appropriate authorities all undisputed statutory dues for the FY 2014-15. There is no undisputed amounts payable in respect of any statutory dues as at 31st March, 2015

Nature of the Dues	Amount (Rs.)	Period to which the amount relates
1 Indirect Tax	0.356 lacs	FY 2014-2015
2 Indirect Tax	0.273 lacs	FY 2013-2014
3 Indirect Tax	0.188 lacs	FY 2012-2013
4 Indirect Tax	0.1125 lacs	FY 2011-2012
5 Indirect Tax	0.045 Lacs	FY 2010-2011

There are no disputed dues on the Company as on the end of the year subject to the above.

- (c) The Company is not a listed company with SEBI hence the relevant provisions of Companies Act regarding investor education and protection fund not applicable to company.
- (viii) According to information and explanation given to us, the Company has accumulated losses at the end of the year & cash loss in such financial year is 3,37,21,937.
- (ix) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to any Bank or financial institutions during the year.
- (x) The Company has not given any guarantees for loans taken by others from banks or financial institutions.
- (xi) According to the information and explanations given to us and the records examined, the term loan taken by the company has been applied for the purpose for which they were raised.



(xii) According to the information and explanations given to us and on an overall examination of the Balance Sheet and Cash Flow Statement of the Company, we report that none of the funds raised on short-term basis have been applied for long-term purpose during the financial

For Kavita Birla & Co.
Chartered Accountants
FRN: 013208c

Kavita Totla



CA. Kavita Totla
Partner
M. No. 405577

Place:-Mumbai
Date: -22/09/2015