

INDEPENDENT AUDITOR'S REPORT

To
The Members of
M/s. POLAR CUBE COLD STORAGE SOLUTIONS (P) LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of M/s **POLAR CUBE COLD STORAGE SOLUTIONS (P) LTD** ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and the Cash flow statement for the year then ended, and a summary of 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 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, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the 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 of the frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provision 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 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 control relevant to the Company's preparation of the financial statements that give true and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and reasonableness of the accounting estimates made by 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:

- (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 the Profit and Loss Account, of the **Profit** for the period ended on that date; and

Report on Other Legal and Regulatory Requirements


1. This report does not contain a statement on the matters specified in paragraphs 3 and 4 of the Companies (Auditor's Report) Order, 2015 issued by the Central Government of India in terms of section 143 of the Act, since in our opinion and according to the information and explanation given to us, the said Order is not applicable to the company.
2. As required by section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) In our opinion proper books of accounts 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 & Loss, and 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 March 31, 2015 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015 from being appointed as a director in terms of sub-section (2) of section 164 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 any pending litigations which would impact its financial position.
- (ii) The company did not have any long-term contracts including derivative contracts for which they were any material foreseeable losses.
- (iii) There were no amounts which required to be transferred to the Investor Education and Protection Fund by the company.

Place: Hyderabad
Date : 02.09.2015

For S V P and Co.,
Chartered Accountants
Firm Reg. No. 014048S

R



(R. Srinivasu)
Partner
M. No. 224033

PART I - Form of BALANCE SHEET
M/s POLAR CUBE COLD STORAGE SOLUTIONS PRIVATE LIMITED
Balance Sheet as at 31.03.2015

Particulars	Refer Note No.	As at 31/03/2015	As at 31/03/2014
1	2	3	4
I. EQUITY AND LIABILITIES			
I Shareholders' funds			
(a) Share capital	1	4,450,000	4,450,000
(b) Reserves and surplus	2	81,330	311,296
(c) Money received against share warrants			
		4,531,330	4,761,296
2 Share application money pending allotment		-	-
3 Non-current liabilities			
(a) Long-term borrowings		-	-
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities	3	2,300,000	2,610,000
(d) Long-term provisions			
		2,300,000	2,610,000
4 Current liabilities			
(a) Short-term borrowings		-	-
(b) Trade payables	4	644,172	60,000
(c) Other current liabilities	5	705,132	324,356
(d) Short-term provisions			
		1,349,304	384,356
TOTAL		8,180,534	7,755,652
II. ASSETS			
Non-current assets			
1 (a) Fixed assets	6	4,656,178	5,931,864
(i) Tangible assets			
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments			
(c) Deferred tax assets (net)			
(d) Long-term loans and advances			
(e) Other non-current assets			
		4,656,178	5,931,864
2 Current assets			
(a) Bills Receivables		-	-
(b) Inventories		-	-
(c) Trade receivables	7	1,337,379	915,174
(d) Cash and cash equivalents	8	1,723,205	463,577
(e) Short-term loans and advances	9	380,000	380,000
(f) Other current assets		83,872	65,038
		3,524,456	1,823,789
TOTAL		8,180,634	7,755,652
Notes forming part of the financial statements	1 To 14		

This is the Balance Sheet referred to in our report of even date.

M/s. SVP & co. SVP & Co.
Chartered Accountants
R.Srinivasu
(Partner)
M.No:224033
FRN:014048S

For and on behalf of Board of Directors
M /s. POLAR CUBE COLD STORAGE SOLUTIONS (P) LTD

Sarada P.
Director
Sarada.p


A. Sri Naga
Director
Adusumilli Sri
Nagaveeni

Place:Hyderabad
Date:02/09/2015


PART II - Form of STATEMENT OF PROFIT AND LOSS
M/s POLAR CUBE COLD STORAGE SOLUTIONS PRIVATE LIMITED
Profit and loss statement for the year ended 31.03.2015

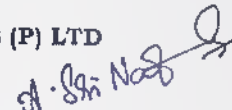
Particulars	Refer Note No.	As at 31/03/2015	As at 31/03/2014
I. Revenue from operations	10	4,078,805	4,595,789
II. Other income	11	355,350	60,000
III. Total Revenue (I + II)		4,434,155	4,655,789
IV. Expenses:			
Employee Cost	12	564,623	1,423,145
Administration Expenses	13	2,801,312	1,969,395
Depreciation	6	1,036,683	868,136
 Total expenses		4,402,618	4,260,676
V. Profit before exceptional and extraordinary items and tax (III-IV)		31,537	395,113
VI. Exceptional items		-	-
VII. Profit before extraordinary items and tax (V - VI)		31,537	395,113
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII- VIII)		31,537	395,113
X Tax expense:			
(1) Current tax			83,817
(2) Deferred tax			-
XI Profit (Loss) for the period from continuing operations (VII-VIII)		31,537	311,296
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV Profit (Loss) for the period (XI + XIV)		31,537	311,296
XVI Earnings per equity share:			
(1) Basic		-	-
(2) Diluted		-	-
Notes forming part of the financial statements	1 To 14		

This is the Profit & Loss account referred to in our report of even date.

M/s. SVP & co.,
Chartered Accountants

R. Srinivasu
(Partner)
M.No:224033
FRN:014048S

For and on behalf of Board of Directors
M/s POLAR CUBE COLD STORAGE SOLUTIONS (P) LTD


Director
Sasiada P


Director
Adusumilli Sri Nagaveer

Place:Hyderabad
Date :02.09.2015

NOTE 1

Disclosure pursuant to Note no. 6(A)(a,b & c) of Part I of Schedule III to the Companies Act, 2013

Share Capital	As at	As at
	31/03/2015	31/03/2014
	Rs	Rs
Authorised		
445000 Equity Shares of `10 each	4,450,000.00	4,450,000
Issued		
445000 Equity Shares of `10 each	4,450,000.00	4,450,000
Subscribed & Paid up		
445000 Equity Shares of `10 each	4,450,000.00	4,450,000
Subscribed but not fully Paid up		
NIL Equity Shares of `NA each, not fully paid up	-	-
Total	4,450,000.00	4,450,000

NOTE 1 A

Disclosure pursuant to Note no. 6(A)(d) of Part I of Schedule III to the Companies Act, 2013

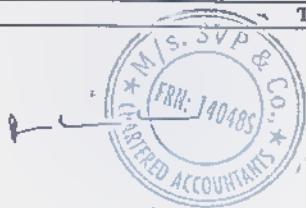
Particulars	Equity Shares	
	Number	Amount(Rs)
Shares outstanding at the beginning	-	-
Shares issued during the year	445,000	4,450,000.00
Shares bought back during the year	-	-
Shares outstanding at the end of the	445,000	4,450,000.00

NOTE 2

Reserves and Surplus	As at	As at
	31/03/2015	31/03/2014
	Rs	Rs
b. Surplus		
Opening balance	311,296	-
(+) Net Profit/(Net Loss) For the current year	31,537	311,296
(+) Transfer from Reserves	-	-
(-) Proposed Dividends	-	-
(-) Interim Dividends	-	-
(-) Transfer to Reserves	261,502	-
(-/+) Adjustments	-	-
Closing Balance	81,330	311,296
TOTAL	81,330	311,296



Note 3		
Disclosure pursuant to Note no. 6(F) of Part I of Schedule III to the Companies Act, 2013		
Other Long term Liabilities	As at	As at
	31/03/2015	31/03/2014
	Rs	Rs
Secured	-	-
Unsecured		
(a) Loans repayable on demand		
from banks	-	-
From Others	2,300,000	2,610,000
(of the above, _____ is guaranteed by Directors and / or others)		
(b) Loans and advances from related parties	-	-
(c) Deposits	-	-
(d) Other loans and advances (specify nature)		
Advance From Customers	-	-
	2,300,000	2,610,000
in case of continuing default as on the balance sheet date in repayment of loans and interest with respect to (a) (b) & (d)		
1. Period of default	-	-
2. Amount	-	-
Total	2,300,000	2,610,000
NOTE 4		
Trade Payables	As at	As at
	31/03/2015	31/03/2014
	Rs	Rs
Sundry Creditors	644,172	60,000
Total	644,172	60,000
Note 5		
Disclosure pursuant to Note no.R of Part I of Schedule III to the Companies Act, 2013		
Other Current Liabilities	As at	As at
	31/03/2015	31/03/2014
	Rs	Rs
Duties & Taxes	453,893	45,760
Provisions	133,303	96,000
Audit Fees Payable		25,000
Salaries Payable	117,936	73,779
Income tax payable	-	83,817
Total	705,132	324,356
Note 7		
Disclosure pursuant to Note no.R of Part I of Schedule III to the Companies Act, 2013		
Trade receivables	As at	As at
	31/03/2015	31/03/2014
	Rs	Rs
Sundry Debtors	1,337,379	915,174
Total	1,337,379.00	915,174



Disclosure pursuant to Note no. 1 (i), (ii), (iii); Note no. J (i), (ii); Note no. J and Note no. L of Part I of Schedule III to the Companies Act, 2013

S No	Fixed Assets	Rate of Depreciation	Gross Block		Accumulated Depreciation		Net Block	
			31.03.2014	31.3.2015	31.03.2014	31.03.2015	31.03.2015	31.03.2014
			Rs	Rs	Rs	Rs	Rs	Rs
a	Tangible Assets*							
	Cold Room	18.10%	6,800,000	6,800,000	868,136	2,156,542	4,643,458	5,931,864
	Office Equipment	63.16%	22,500	22,500	-	9,780	12,720	-
	Total		6,800,000	6,822,500	868,136	2,166,322	4,656,178	5,931,864
b	Intangibles Assets							
	Goodwill		-	-	-	-	-	-
	Total		-	-	-	-	-	-
c	Capital Work In Progress							
	Intangible assets under development		-	-	-	-	-	-
	Total		6,800,000	6,822,500	868,136	2,166,322	4,656,178	5,931,864



Note 8		
Cash and cash equivalents	As at	As at
	31/03/2015	31/03/2014
	Rs	Rs
a. Balances with banks*		
-Axis Bank	274,691	443,777
b. Cash on hand*	1,448,514	19,800
c. Others (specify nature)	-	-
Total	1,723,205	463,577

*Repatriation restrictions, if any, in respect of cash and bank balances shall be separately stated.

Note 9

Disclosure pursuant to Note no.R of Part I of Schedule III to the Companies Act, 2013

Short-term loans and advances	As at	As at
	31/03/2015	31/03/2014
	Rs	Rs
(a) Loans and		
(b) Other	380,000	380,000
Preliminary	-	-
TDS	83,872	65,038
Total	83,872.00	65,038



Note 10**Disclosure pursuant to Note no. 2 of Part II of Schedule III to the Companies Act, 2013**

Particulars	Year Ended 31/03/2015	Year Ended 31/03/2014
	Rs	Rs
Sale of services	4,078,805	4,595,789
Other operating revenues	-	-
Total	4,078,805	4,595,789

Note 11**Disclosure pursuant to Note no. 4 of Part II of Schedule III to the Companies Act, 2013**

Other Income	Year Ended 31/03/2015	Year Ended 31/03/2014
	Rs	Rs
Interest Income (in case of a company other than a	-	-
Dividend Income	-	-
Net gain/loss on sale of investments	-	-
Other non-operating income (net of expenses directly attributable to such income)	355,350.00	60,000
Total	355,350.00	60,000



Note 12

Employee Cost	Year Ended 31/03/2015	Year Ended 31/03/2014
	Rs.	Rs.
Salary	545179	1,347,665
Staff Welfare	19444	75,480
	564,623	1,423,145

Note 13

Administration Expenses	Year Ended 31/03/2015	Year Ended 31/03/2014
	Rs	Rs
Bank Charges	2,675	6,795
Computers and printers Maintenance	10,400	1,400
Cold Room Maintanace	204,535	135,401
Cargo Charges	6,000	
Discount	-	15,861
GSP Power Controll Service	-	14,746
Petrol and Diesel Expenses	21,809	57,700
Postage & Courier	2,080	1,325
Printing & Stationery	2,300	36,148
Pooja Expenses	1,491	
Rates and Taxes	6,000	23,580
Rent	385,200	396,000
Insurance		19,100
Interest on Income Tax	2,120	
Interest on TDS	2,746	
Esi and PF	29,836	
Travelling Expences	-	1,141
Transportation Expenses	16,070	
Water Charges	14,075	12,625
Electricity Charges-FK	1,633,318	949,267
Internet & Phone Bill	10,109	13,234
Journals & Periodicals	2,160	1,000
Office Expenditure	59,958	136,200
Audit Fees	10,000	25,000
Repairs & Maintenance	238,430	32,872
ROC Expenses	140,000	55,000
Preliminery exp		35,000
Total	2,801,312	1,969,395



NOTE 14

SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Accounting:

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on an accrual basis and under the historical cost convention.

b. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires Management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting year end. Although these estimates are based upon Management's best knowledge of current events and actions, actual results could differ from these estimates.

c. Revenue Recognition

The commercial operations of the company is not yet started.

d. Preliminary Expenditure:

Preliminary Expenses are amortized during the first financial year.

e. Income Taxes

This is the Second financial year of the company, Commercial operations are not yet started, statement of profit and loss account shows loss, and hence there are no tax obligations to the company.

f. Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.



g. Cash & Bank balances

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

h. Provisions

A provision is recognized when the Company has a present obligation as a result of past event i.e., it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Place: Hyderabad

Date: 23.09.2015.

