

**INDEPENDENT AUDITOR'S REPORT**

To
The Members of
M/s. POLAR CUBE COLD STORAGE SOLUTIONS PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying (Standalone) financial statements of **M/s. POLAR CUBE COLD STORAGE SOLUTIONS PRIVATE LIMITED** (*“the Company”*) which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the (Standalone) 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 (Standalone) 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these (Standalone) 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 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 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 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 (Standalone) financial statements

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid (Standalone) 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, 2016;
- (b) in the case of the Profit and Loss, the Profit for the period ended on that date; and
- (c) in the case of the cash flow statement of the Company as at March 31, 2016

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure-A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.
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 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 (Standalone) 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 written representations received from the directors as on March 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016 from being appointed as a director in terms of Section 164 (2) of the Companies 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. 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 were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

“Annexure A” to the Independent Auditors’ Report

Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the (Standalone) financial statements of the Company for the year ended March 31, 2016:

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
- (c) The title deeds of immovable properties are held in the name of the company.
- 2) (a) The management has conducted the physical verification of inventory at reasonable intervals.
- b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.
- 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 Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified

by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.

- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2016 for a period of more than six months from the date on when they become payable.

b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has taken any Term loan and Cash credit from financial institutions or from the government and has not issued any debentures.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have

been disclosed in the Financial Statements as required by the applicable accounting standards.

- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

“Annexure B” to the Independent Auditor’s Report of even date on the (Standalone) Financial Statements of M/s. POLAR CUBE COLD STORAGE SOLUTIONS PRIVATE 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 **M/s. POLAR CUBE COLD STORAGE SOLUTIONS PRIVATE LIMITED** (“the Company”) as of March 31, 2016 in conjunction with our audit of the (Standalone) 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 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”. 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 unauthorized 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 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".

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

R 

(R. Srinivasu)
Partner
M. No. 224033

Place: Hyderabad
Date: 01.09.2016.

PART I - Form of BALANCE SHEET
M/s POLAR CUBE COLD STORAGE SOLUTIONS PRIVATE LIMITED
Balance Sheet as at 31.03.2016

Particulars	Refer Note No.	As at 31/03/2016	As at 31/03/2015
1	2	3	4
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	4,450,000	4,450,000
(b) Reserves and surplus	2	181,865	81,331
(c) Money received against share warrants			
		4,631,865	4,531,331
2 Share application money pending allotment		-	-
3 Non-current liabilities			
(a) Long-term borrowings		-	-
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities		-	-
(d) Long-term provisions		-	-
		-	-
4 Current liabilities			
(a) Short-term borrowings	3	-	-
(b) Trade payables	4	2,358,000	2,944,172
(c) Other current liabilities	5	397,179	705,132
(d) Short-term provisions	6	22,435	-
		2,777,614	3,649,304
TOTAL		7,409,479	8,180,635
II. ASSETS			
Non-current assets			
1 (a) Fixed assets	7	3,809,515	4,656,178
(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)		118,282	
(d) Long-term loans and advances		380,000	380,000
(e) Other non-current assets		-	-
		4,307,797	5,036,178
2 Current assets			
(a) Bills Receivables		-	-
(b) Inventories		-	-
(c) Trade receivables	8	999,959	1,337,379
(d) Cash and cash equivalents	9	1,566,197	1,723,205
(e) Short-term loans and advances	10	535,526	83,872
(f) Other current assets	11	-	-
		3,101,682	3,144,456
TOTAL		7,409,479	8,180,634
Notes forming part of the financial statements	1 To 18		

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

M/s. SVP & co.,
Chartered Accountants

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

Place:Hyderabad
Date:01.09.2016

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

(Signature)
Director

(Signature)
Director

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 31.03.2016

	Particulars	Refer Note No.	As at 31/03/2016	As at 31/03/2015
I.	Revenue from operations	12	2,690,193	4,078,805
II.	Other income	13	-	355,350
			2,690,193	4,434,155
III.	Total Revenue (I + II)			
IV.	Expenses:			
	Direct Expenses	14	379,244	1,633,318
	Employee Cost	15	946,518	594,459
	Administration Expenses	16	387,096	1,135,483
	Depreciation	7	846,663	1,036,683
	Finance Cost	17	12,937	2,675
	Total expenses		2,572,458	4,402,618
V.	Profit before exceptional and extraordinary items and tax (III-IV)		117,735	31,537
VI.	Exceptional items			
VII.	Profit before extraordinary items and tax (V - VI)		117,735	31,537
VIII.	Extraordinary Items		-	-
IX.	Profit before tax (VII- VIII)		117,735	31,537
X	Tax expense:			
	(1) Current tax		22,435	
	(2) Tax for Previous Year		113,048	
	(2) Deferred tax		-118,282	
XI	Profit (Loss) for the period from continuing operations (VII-VIII)		100,534	31,537
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)		100,534	31,537
XVI	Earnings per equity share:			
	(1) Basic		0.23	0.07
	(2) Diluted		-	-
	Notes forming part of the financial statements	1 To 18		

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

Place:Hyderabad
Date:01.09.2016

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

Director

Director

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
	31/03/2016	31/03/2015
	Rs	Rs
Authorised		
445000 Equity Shares of `10 each	4,450,000	4,450,000
Issued		
445000 Equity Shares of `10 each	4,450,000	4,450,000
Subscribed & Paid up		
445000 Equity Shares of `10 each	4,450,000	4,450,000
Subscribed but not fully Paid up		
NIL Equity Shares of `NA each, not fully paid up	-	-
Total	4,450,000	4,450,000

NOTE 1 A

Particulars	Equity Shares 31.03.2016		Equity Shares 31.03.2015	
	Number	Amount(Rs)	Number	Amount(Rs)
Shares outstanding at the beginning of the year	445,000	4,450,000	445,000	4,450,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	445,000	4,450,000	445,000	4,450,000

NOTE 1 B

100% of Equity Shares are held by M/s.Tanvi Foods (India) Private Limited Of the company.

NOTE 1C

(if more than 5%)

S.No	Name of Shareholder	As at 31-03-2016		As at 31-03-2015	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
1	Smt.P.Sarada			222,495.00	50.00
2	Smt.M.Sravanthi			222,500.00	50.00
3	Others			5.00	0.00
4	M/s.TANVI FOODS (INDIA) PRIVATE LIMITED	445,000.00	100.00		
	Total	445,000.00	100.00	445,000.00	100.00



Tanvi P. A. Sri Nair

NOTE 2

Reserves and Surplus	As at	As at
	31/03/2016	31/03/2015
	Rs	Rs
b. Surplus		
Opening balance	81,331	311,296
(+) Net Profit/(Net Loss) For the current year	100,534	31,537
(+) Transfer from Reserves	-	-
(-) Proposed Dividends	-	-
(-) Interim Dividends	-	-
(-) Transfer to Reserves	-	261,502
(-/+) Adjustments	-	-
Closing Balance	181,865	81,331
TOTAL	181,865	81,331



Handwritten signature: Saad P. Al-Sayid

Note 3

<u>Short Term Borrowings</u>	As at	As at
	31/03/2016	31/03/2015
	Rs	Rs
<u>Secured</u>	-	-
<u>Unsecured</u>		
(a) Loans repayable on demand	-	-
From banks	-	-
From Others	-	-
(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	-	-
	-	-
In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to (a) (b) &		
1. Period of default	-	-
2. Amount	-	-
Total	-	-

NOTE 4

<u>Trade Payables</u>	As at	As at
	31/03/2016	31/03/2015
	Rs	Rs
Dues to Micro, Small and Medium Enterprises *	-	-
Dues to Others	2,358,000	2,944,172
Total	2,358,000	2,944,172

Note 5

<u>Other Current Liabilities</u>	As at	As at
	31/03/2016	31/03/2015
	Rs	Rs
Duties & Taxes	329,319	453,893
TDS Payable	42,860	39,210
Provisions	-	94,093
Audit Fees Payable	25,000	-
Salaries Payable	-	117,936
Total	397,179	705,132

Note 6

<u>Short-term provisions</u>	As at	As at
	31/03/2016	31/03/2015
	Rs	Rs
Income tax payable	22,435	-
Total	22,435	-

Note 8

<u>Trade receivables</u>	As at	As at
	31/03/2016	31/03/2015
	Rs	Rs
Period not Exceeding 6 Months	982,738	1,212,729
Period Exceeding 6 Months	17,221	124,650
Total	999,959	1,337,379



Sandeep *A. Singh*

Note 9

Cash and cash equivalents	As at	As at
	31/03/2016	31/03/2015
	Rs	Rs
a. Balances with banks		
-Axis Bank	-	274,691
b. Cash on hand	1,566,197	1,448,514
c. Others (specify nature)	-	-
Total	1,566,197	1,723,205

Note 10

Short-term loans and advances	As at	As at
	31/03/2016	31/03/2015
	Rs	Rs
Loans and Advances	423,769	-
Balances with government authorities		
TDS	111,757	83,872
Total	535,526	83,872

Note 11

Other Current Assets	As at	As at
	31/03/2016	31/03/2015
	Rs	Rs
Other Current Assets	-	-
Total	-	-

Deffered Tax Liabilites	31.03.2016	31.03.2015
	Rs	Rs
Opening balance	-	-
WDV as per Income Tax	4,192,306	-
WDV as per Companies Act	3,809,515	-
Differrence	382,791	-
Deffered Tax Asset	118,282	-
	118,282	-



Kanad, P. *d. Sri Narayana S.*

Note 12 Direct Income

Particulars	Year Ended 31/03/2016	Year Ended 31/03/2015
	Rs	Rs
Freezer Income	1,840,193	4,078,805
Lease Income	850,000	-
Total	2,690,193	4,078,805

Note 13 Other Income

Other Income	Year Ended 31/03/2016	Year Ended 31/03/2015
	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
Total	-	355,350



Kaushal P.

V. Sri Narayana S.

Note 14 Direct Expenses

Direct Expenses	Year Ended 31/03/2016	Year Ended 31/03/2015
	Rs	Rs
Electricity Charges FK	379,244	1,633,318
	379,244	1,633,318

Note 15 Employee Cost

Employee Cost	Year Ended 31/03/2016	Year Ended 31/03/2015
	Rs.	Rs.
Salaries	936,118	545,179
Staff Welfare	-	19,444
ESI & PF	10,400	29,836
	946,518	594,459

Note 16 Administrative Expenses

Administration Expenses	Year Ended 31/03/2016	Year Ended 31/03/2015
	Rs	Rs
Repairs And Maintainence	62,490	214,935
Cargo Charges	-	6,000
Printing & Stationery		2,300
Rates and Taxes	69,390	10,866
Rent	208,690	385,200
Transportation Expenses	-	16,070
Internet & Phone Bill	2,154	10,109
Office Expenditure	19,372	101,573
Audit Fees	25,000	10,000
Other Expenses		238,430
ROC Expenses	-	140,000
Total	387,096	1,135,483

Note 17 Finance Cost

Finance Cost	Year Ended 31/03/2016	Year Ended 31/03/2015
	Rs	Rs
Bank Charges	12,937	2,675
Total	12,937	2,675



Sanade P

A. San Nade

M/s POLAR CUBE COLD STORAGE SOLUTIONS PRIVATE LIMITED
Note 6

S No	Fixed Assets	31.03.2015		31.3.2016		31.03.2015		31.03.2016		31.03.2016		31.03.2015	
		Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
a	Tangible Assets*												
	Cold Room	6,800,000	-	6,800,000	-	2,156,542	840,930	2,997,472	3,802,528	4,643,458			
	Office Equipment	22,500	-	22,500	-	9,780	5,733	15,513	6,987	12,720			
	Total	6,822,500	-	6,822,500	-	2,166,322	846,663	3,012,985	3,809,515	4,656,178			
b	Intangible Assets												
	Goodwill	-	-	-	-	-	-	-	-	-			
	Total	-	-	-	-	-	-	-	-	-			
c	Capital Work In Progress												
	Intangible assets under development	-	-	-	-	-	-	-	-	-			
	Total	6,822,500	-	6,822,500	-	2,166,322	846,663	3,012,985	3,809,515	4,656,178			

688,258
3,149



R
Kandarp
D. Sri Nand
4,275

NOTE 18

**M/s. POLAR CUBE COLD STORAGE SOLUTIONS PRIVATE LIMITED
I -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, 2013. 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

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

➤ **Income from operations**

The company follows mercantile system of accounting and recognizes the income on accrual basis.

d. Fixed Assets and Depreciation

Fixed assets are stated at cost, less accumulated depreciation and impairment losses if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

Depreciation is provided on written down value method at the rates specified in Schedule II of the Companies Act, 2013

e. Foreign Currency Transactions

➤ **Initial Recognition**



Y. Saada P.

A. San Nair

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

➤ **Conversion**

Foreign currency monetary items, if any are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

All other exchange differences are recognized as income or as expenses in the period in which they arise.

f. Preliminary Expenditure:

Preliminary Expenses are amortized during the first financial year.

g. Income Taxes

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

h. 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.

i. 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.



Handwritten signature

Handwritten signature

j. 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.

II- EXPLANATORY NOTES

1. **Managerial Remuneration**

The Company carries out periodic reviews of comparable Companies and through commissioned survey ascertains the remuneration levels prevailing in these Companies. The Company's Remuneration Policy is designed to ensure that the remuneration applicable to Managers in the Company is comparable with Companies operating in similar industries in India.

Managerial remuneration was paid as set out below:

Name of the Person	Designation	2015-16	2014-15
Smt. M.Sravanthi	Director	7,20,000	4,60,000
TOTAL		7,20,000	4,60,000

2. **Auditors' Remuneration**

PARTICULARS	2015-16	2014-15
Statutory Audit	25,000	25,000
Tax Audit	-	-
TOTAL	25,000	25,000

Note: All amounts are stated exclusive of Service Tax.

3. **Disclosures under the Micro, Small and Medium Enterprises Act, 2006**

The management has initiated the process of identifying enterprises which have provided goods and services to the Company and which qualify under the definition of micro and small enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006. Accordingly, the disclosure in respect of the amounts payable to such enterprises as at March 31, 2016 has been made in the financial statements based on information received and available with the Company. The Company has not received any claim for interest from any supplier under the said Act. In view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the aforesaid Act is not expected to be material.



[Handwritten signature]

[Handwritten signature]

Particulars	As at March 31, 2016
The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier as at the end of each accounting year.	NIL
The amount of interest paid by the buyer in terms of section 16, of the Micro Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	NIL
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006.	NIL
The amount of interest accrued and remaining unpaid at the end of each accounting year.	NIL
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro Small and Medium Enterprise Development Act, 2006	NIL

4. Unconfirmed balances of Receivable, Payables and Advances

Where written confirmation has not been obtained from the parties themselves, the management has certified them to be true and correct. The management does not anticipate any material changes in these amounts considered in the financial statements.

5. Disclosure under AS - 18 : Related Party Disclosures

List of Related Parties and their Relationships:

Related party Transaction Firms/Company		
SI. No.	Name of the Firm	
1	M/s. Tanvi Foods (India) Private Limited	
2	M/s. Squarepeg Distributions services P Ltd.	
KEY MANAGEMENT PERSONNEL (KMP)		
SI. No.	Name of the Person	Designation
1	Sri.A.Sri Nagaveer	Director
2	Smt.M.Sravanthi	Director
3	Smt. P.Sarada	Director



Sarada P.

Sri Nagaveer

Transactions / Balances with Related Parties

NATURE OF TRANSACTION	Mr.Sravanthi .M	M/s. Tanvi Foods (India) Private Limited	M/s. Squarepeg Distributions services P Ltd.
1. Director's Remuneration	7,20,000	-	
2. Loans accepted	-	-	
3. Loans repaid	-	-	
4. Sundry Debtors/Creditors	-	-	2,55,925/-
5. Advances Given	-	-	
6. Hire Income		50,000	

Closing Balance with Related Parties (Debit / (Credit))

Name of the Party	Amount in Rs (As at 31 st March 2016)
M/s. Tanvi Foods (India) Private Limited	Nil
Smt .M.Sravanthi	Nil
M/s. Squarepeg Distributions services P Ltd.	2,55,925

Note: Related Party Relationships are as identified by the Company and relied upon by the Auditors

7. Disclosure under AS -20 : Earnings Per Share

PARTICULARS	2015-16	2014-15
Profit/(Loss) after tax (net profit attributable to Equity Shareholders)	100,534	31,537
Weighted average number of equity shares outstanding during the year	4,45,000	4,45,000
Earnings per share (Basic & Diluted)	0.23	0.07

8. Foreign Exchange Earned:

Receipt of Foreign Currency Rs. Nil

Payment of Foreign Currency Rs. Nil

9. Disclosure under AS - 22 : Accounting for Taxes on Income



1/Grade.P

A. Sri Narayana S.

Major components of Deferred Tax, arising on account of Timing Differences

PARTICULARS	As at 31st March, 2016 (in Rs.)
Deferred Tax Liabilities	Rs. Nil
Depreciation & Amortization	3,82,791/-
Expenses disallowed as per the Income Tax Act, 1961	-
Previous year expenses now allowed	-
Net Deferred Tax Assets as at 31.03.2016	1,18,282/-

In accordance with "Accounting Standard 22", the Company has recognized in its Profit & Loss Account a sum of Rs. 1,18,282/- as Deferred Tax.

10. Disclosure under AS - 29 : Provisions, Contingent Liabilities and Contingent Assets
Contingent Liabilities

Nil

11. Comparatives and Disclosures:

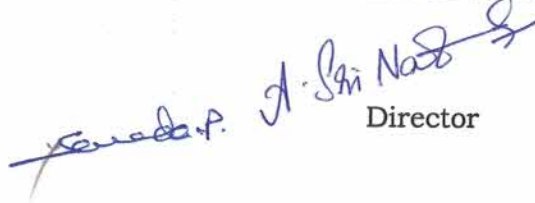
The previous year figures have been regrouped, reworked, rearranged and reclassified wherever necessary.

M/s.S V P & Co.,
Chartered Accountants
FRN:014048S


R.Srinivasu
Partner
M.No:224033

Date: 01.09.2016
Place: Hyderabad

For and on behalf of the Board


Director


Director