

INDEPENDENT AUDITOR'S REPORT

**TO
THE MEMBERS OF
M/S IMOOGI FASHIONS PRIVATE LIMITED
Report on the Financial Statements**

We have audited the accompanying financial statements of **M/S IMOOGI FASHIONS PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March 2018, the Statement of Profit and Loss and Cash Flow Statement for the year ended on that date, 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 stated in Section 134(5) of 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 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 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 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 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 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 control system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the company's management, 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 Balance Sheet of the **state of affairs** of the Company as at 31st March 2018;

(b) In the case of Statement of Profit and Loss, of the **profit** of the Company for the year ended on that date; *and*

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies(Auditors Report) Order, 2016 ('the order') issued by the Central Government of India in terms of subsection (11) of the section 143 of the Act, we give in the Annexure-A, a statement on the matters specified in the paragraphs 3 and 4 of the Order, to the extent applicable.

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 purposes 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 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 31st March 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2018, from being appointed as a director in terms of Section 164 (2) of the 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"; and
- (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 on financial position in its financial statements ;
 - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred by the Company to the Investor Education and Protection Fund.

For MITTAL & AGARWAL
Chartered Accountants
FRN: 322461E

Sd/-
(A. K. Mittal)
Partner
Membership Number: 056496

Place: Kolkata
Date : 17 May, 2018

Annexure - B to the Independent Auditors' Report

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 Imoogi Fashions Private Limited ("the Company") as of 31 March, 2018 in conjunction with our audit of the 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 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 judgment, 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 31 March 2018, 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.

For MITTAL & AGARWAL
Chartered Accountants
FRN: 322461E

Sd/-
(A. K. Mittal)
Partner
Membership Number: 056496

Place: Kolkata
Date : 17 May, 2018

ANNEXURE 'A' TO THE INDEPENDENT AUDITORS' REPORT
(Referred to in our report of even date.)

IMOOGI FASHIONS PRIVATE LIMITED

Clause No.	Remarks
I	The Company does not have any Fixed Asset. Thus, paragraph 3 (i) of the Order is not applicable to the Company.
II	According to the information and explanations given to us and on the basis of our examination of the inventory of the company has been physically verified by the management at reasonable intervals. No material discrepancies more noticed on such verification.
III	According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loan, Secured or unsecured to any Companies, firm or to other parties listed in the register maintained under Section 189 of the Companies Act, 2013. Thus sub clauses (a), (b) and (c) paragraph 3 (iii) are not applicable to the company.
IV	In our opinion and according to the information and explanation given to us, the Company has neither granted any loan nor made any investment under section 185 and 186 of Companies act, 2013. Thus paragraph 3 (iv) of the Order is not applicable to the Company.
V	The Company has not accepted any deposits from the public. Thus paragraph 3 (v) of the Order is not applicable to the Company.
VI	The Central Government has not prescribed the maintenance of the Cost records under section 148(1) of the Companies Act, 2013. Thus, paragraph 3 (vi) of the Order is not applicable to the Company.
VII	<p>(a) According to the information and explanations given to us and on the basis of our examinations of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income Tax, Sales tax, Service Tax, Custom Duty, Excise Duty, Value Add Tax, Cess to the extent applicable and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.</p> <p>(b) According to the information and explanations given to us, there are no dues of Income Tax and other material statutory dues which have not been deposited as on 31st March, 2018 with the appropriate authorities on account of any dispute.</p>

VIII	The Company does not have any loans or borrowings from any financial institution, bank, government, or debenture holders during the year. Thus, paragraph 3 (viii) of the Order is not applicable to the Company.
IX	The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Thus, paragraph 3 (ix) of the Order is not applicable to the Company.
X	According to the information and explanations given to us, no fraud on or by the Company or by its officers' or employees' has been noticed or reported during the course of our audit.
XI	According to the information and explanations provided to us, managerial remuneration has not been paid or provided by the Company during the year.
XII	According to the information and explanations provided to us, the Company is not a Nidhi Company as defined under section 406 of Companies Act, 2013.
XIII	In our opinion and according to the information and explanations given to us, transactions with the related parties are in compliance with Sections 177 and 188 of Companies Act, 2013 where applicable and the details of such transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.
XIV	According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
XV	According to the information and explanations provided to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him. Thus, paragraph 3 (xv) of the Order is not applicable to the Company.
XVI	The company is not required to be registered under section 45-IA of Reserve Bank of India Act, 1934. Hence, paragraph 3 (xvi) of the Order is not applicable to the company.

For MITTAL & AGARWAL
Chartered Accountants
FRN: 322461E

Sd/-
(A. K. Mittal)
Partner
Membership Number: 056496

Place: Kolkata
Date : 17 May, 2018

IMOOGI FASHIONS PRIVATE LIMITED

CIN: U17120WB2010PTC140976

Balance Sheet as at 31st March 2018

(Amount in Rs)

Particulars	Note No.	31st March 2018	31st March 2017	1st April 2016
ASSETS				
Non-current assets				
(a) Deferred tax Asset	4	30,333	24,607	-
		30,333	24,607	-
Current assets				
(a) Inventories	5	2,29,89,567	1,69,37,529	2,13,06,660
(b) Financial assets				
(i) Trade receivable	6	1,05,04,044	46,26,881	31,62,311
(ii) Cash and cash equivalents	7	45,56,566	1,59,85,552	2,72,65,339
(c) Other current assets	8	37,80,494	5,22,256	1,81,406
		4,18,30,670	3,80,72,218	5,19,15,716
TOTAL ASSETS		4,18,61,004	3,80,96,825	5,19,15,716
EQUITY AND LIABILITIES				
Equity				
(a) Equity share capital	9	1,00,000	1,00,000	1,00,000
(b) Other equity	10	2,28,63,735	1,93,45,248	1,66,44,910
		2,29,63,735	1,94,45,248	1,67,44,910
Current liabilities				
(a) Financial Liabilities				
(i) Trade payables	11			
- Total outstanding dues of creditors to micro enterprises and small enterprises		-	-	-
- Total outstanding dues of creditor to other than micro enterprises and small enterprises		81,00,816	48,53,666	1,58,11,391
(ii) Other Financial Liabilities	12	25,18,018	22,05,638	16,99,873
(b) Provisions	13	1,16,667	79,633	-
(c) Current tax liabilities (net)	14	4,97,355	3,01,762	29,72,409
(c) Other liabilities	15	76,64,412	1,12,10,878	1,46,87,133
		1,88,97,268	1,86,51,577	3,51,70,806
TOTAL EQUITY & LIABILITIES		4,18,61,004	3,80,96,825	5,19,15,716

Basis of Accounting 2
Significant accounting policies 3
Significant Judgements and key estimates 3.2
The notes are the integral part of these financial statements

As per our report of even date

For Mittal & Agarwal

Chartered Accountants

Firm Registration No. 322461E

For and on behalf of the Board of Directors

Sd/-

(CA A. K. MITTAL)

Partner

Membership No. 056496

Place: Kolkata

Date: May 17, 2018

Sd/-

RAMESH AGARWAL

Director

DIN: 00230702

Sd/-

VIKASH AGARWAL

Director

DIN: 00230728

IMOOGI FASHIONS PRIVATE LIMITED
CIN: U17120WB2010PTC140976
Statement of Profit and Loss for the year ended 31st March 2018

		(Amounts in Rs)	
Particulars	Note No.	For The Year Ending 31st March 2018	For The Year Ending 31st March 2017
I Revenue from operations	16	3,94,53,564	3,18,45,571
II Other income	17	6,16,425	1,54,779
III Total Income (I+II)		4,00,69,988	3,20,00,350
IV Expenses			
Cost of materials consumed	18	2,53,12,552	1,71,03,469
Changes in inventories of finished goods and work in Progress	19	(32,41,012)	29,43,110
Employee benefits expense	20	47,14,327	26,33,365
Finance costs	21	1,56,954	2,07,634
Other expenses	22	84,10,228	51,16,041
Total Expenses (IV)		3,53,53,049	2,80,03,619
V Profit before Exceptional items & Tax (III-IV)		47,16,939	39,96,731
VI Exceptional Items			
VII Profit/(Loss) Before Tax (V-VI)		47,16,939	39,96,731
VIII Tax expense			
a) Current tax		12,31,074	13,21,000
b) Deferred tax	23	(12,719)	(24,607)
IX Profit for the year (VII- VIII)		34,98,585	27,00,338
X Other Comprehensive Income			
A. (i) Items that will not be reclassified to profit or loss			
-Remeasurements of defined benefit plans		26,896	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		(6,993)	-
XI Other Comprehensive Income for the year [(A(i-ii) +B(i-ii))]		19,903	-
XII Total Comprehensive Income for the year (IX+XI)		35,18,488	27,00,338
XIII Earnings per equity share			
Basic earnings per share (Rs)	25	349.86	270.03
Diluted earnings per share (Rs)	25	349.86	270.03
Basis of Accounting	2		
Significant accounting policies	3		
Significant Judgements and key estimates	3.2		
The notes are the integral part of these financial statements			

As per our report of even date

For Mittal & Agarwal

Chartered Accountants

Firm Registration No. 322461E

For and on behalf of the Board of Directors

Sd/-

(CA A. K. MITTAL)

Partner

Membership No. 056496

Place: Kolkata

Date: May 17, 2018

Sd/-

RAMESH AGARWAL

Director

DIN: 00230702

Sd/-

VIKASH AGARWAL

Director

DIN: 00230728

IMOOGI FASHIONS PRIVATE LIMITED
CIN: U17120WB2010PTC140976
CASH FLOW STATEMENT for the year ended 31st March, 2018

Particulars	31st March, 2018		31st March, 2017	
A. CASH FLOW ARISING FROM OPERATING ACTIVITIES				
Profit Before Tax		47,16,939		39,96,731
Adjustment to reconcile profit before tax to net cash flows				
(a) Finance Cost	1,56,954		2,07,634	
(b) Bad debts / Expenses written off	39,730		27,119	
(c) Interest Income	(6,16,425)	(4,19,741)	(1,54,609)	80,144
Operating Profit before Working Capital Changes		42,97,198		40,76,875
Changes in Working capital				
(a) Increase/(Decrease) in Trade Payables	32,47,150		(1,09,57,725)	
(b) Increase/(Decrease) in other Current Liabilities	(32,34,086)		(29,70,491)	
(c) Increase/(Decrease) in Provisions	63,930		79,633	
(d) (Increase)/ Decrease in Inventories	(60,91,768)		43,69,131	
(e) (Increase) / Decrease in Trade Receivables	(58,77,163)		(14,91,689)	
(f) (Increase) / Decrease in other Current Assets	(32,58,238)	(1,51,50,174)	(3,40,850)	(1,13,11,990)
Cash Generated from Operations		(1,08,52,976)		(72,35,115)
Less: (a) Direct Taxes Paid		(10,35,481)		(39,91,647)
Net Cash from Operating Activities		(1,18,88,457)		(1,12,26,762)
B. CASH FLOW ARISING FROM INVESTING ACTIVITIES				
(a) Interest received		6,16,425		1,54,609
Net Cash used in Investing Activities		6,16,425		1,54,609
C. CASH FLOW ARISING FROM FINANCING ACTIVITIES				
(a) Finance Cost		(1,56,954)		(2,07,634)
Net Cash from Financing Activities		(1,56,954)		(2,07,634)
Net Increase/(Decrease) in Cash & Cash Equivalent (A+B+C)		(1,14,28,986)		(1,12,79,787)
Cash & Cash Equivalents at the beginning of the year		1,59,85,552		2,72,65,339
Cash & Cash Equivalents at the end of the year		45,56,566		1,59,85,552

1. Previous Year figures have been regrouped/reclassified to confirm to current year's classification.

For Mittal & Agarwal
Chartered Accountants
Firm Registration No. 322461E

Sd/-
(CA. A. K. Mittal)
Partner
Membership No. 056496

Sd/-
Ramesh Agarwal
Director
DIN : 00230702

Place: Kolkata
Dated: May 17, 2017

Sd/-
Vikash Agarwal
Director
DIN : 00230728

IMOOGI FASHIONS PRIVATE LIMITED

CIN: U17120WB2010PTC140976

Standalone Statement of Change in Equity for the year ended 31st March, 2018

a) Equity Share Capital

Amounts in Rs

Balance as at 1st April 2016	1,00,000
Add/(Less): Changes in Equity Share Capital during the year	-
Balance as at 31st March 2017	1,00,000
Add/(Less): Changes in Equity Share Capital during the year	-
Balance as at 31st March 2018	1,00,000

b) Other Equity

(Amount In Rs)

	Reserves & Surplus	Total
	Retained Earnings	
Balance as at 1st April, 2016	1,66,44,910	1,66,44,910
Profit for the Year	27,00,338	27,00,338
Remeasurement Gain on defined benefit plans (Net of Taxes)	-	-
Total Comprehensive Income	27,00,338	27,00,338
Balance as at 31st March, 2017	1,93,45,248	1,93,45,248

	Reserves & Surplus	Total
	Retained Earnings	
Balance as at 31st March, 2017	1,93,45,248	1,93,45,248
Profit for the Year	34,98,585	34,98,585
Remeasurement Gain on defined benefit plans (Net of Taxes)	19,903	19,903
Total Comprehensive Income	35,18,488	35,18,488
Balance as at 31st March, 2018	2,28,63,736	2,28,63,736

The Notes are an integral part of the Standalone Financial Statements

As per our report of even date

For Mittal & Agarwal

Chartered Accountants

Firm Registration No. 322461E

Sd/-

(CA A. K. MITTAL)

Partner

Membership No. 056496

Place: Kolkata

Date: May 17, 2018

Sd/-

RAMESH AGARWAL

Director

DIN: 00230702

Sd/-

VIKASH AGARWAL

Director

DIN: 00230728

IMOOGI FASHIONS PRIVATE LIMITED

CIN: U17120WB2010PTC140976

Notes to the Financial Statements for the year ended 31st March 2018

4. Deferred Tax Asset
Deferred Tax Assets

Arising on account of :

Provision for Gratuity

Amount in Rs

As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
30,333	24,607	-
30,333	24,607	-

4.1 Movement in deferred tax assets during the year ended 31st March, 2017 and 31st March, 2018

Particulars	As at 1st April, 2016	Recognized in Statement of Profit and Loss	Recognized in Other Comprehensive Income	As at 31st March, 2017
Deferred Income Tax Assets				
Provision for Gratuity	-	24,607	-	24,607
	-	24,607	-	24,607

Particulars	As at 1st April, 2017	Recognized in Statement of Profit and Loss	Recognized in Other Comprehensive Income	As at 31st March, 2018
Deferred Income Tax Assets				
Provision for Gratuity	24,607	12,719	(6,993)	30,333
	24,607	12,719	(6,993)	30,333

5. Inventories

(Valued at lower of cost and Net realisable value)

Raw Material

Raw Material

Finished / Semi-finished products

Finished Goods

Work in Progress

	31st March 2018	31st March 2017	1st April 2016
Raw Material	1,02,86,150	74,75,124	89,01,145
	1,02,86,150	74,75,124	89,01,145
Finished Goods	1,12,99,520	83,82,455	1,13,56,165
Work in Progress	14,03,897	10,79,950	10,49,350
	1,27,03,417	94,62,405	1,24,05,515
	2,29,89,567	1,69,37,529	2,13,06,660

Mode of Valuation - Ref Note no. 3 (I) of Accounting policy.

6. Trade receivable

Unsecured, considered good

	31st March 2018	31st March 2017	1st April 2016
Unsecured, considered good	1,05,04,044	46,26,881	31,62,311
	1,05,04,044	46,26,881	31,62,311

a) Trade receivables are measured at amortised cost

b) No trade receivables are due from directors or other officers of the Company either severally or jointly with any other person.

7. Cash and cash equivalents

Cash in hand

Balances with banks

Current accounts

Deposits with original maturity for less than 3 months

	31st March 2018	31st March 2017	1st April 2016
Cash in hand	62,266	41,667	37,304
Balances with banks			
Current accounts	44,94,300	58,09,235	2,72,28,035
Deposits with original maturity for less than 3 months	-	1,01,34,650	-
	45,56,566	1,59,85,552	2,72,65,339

8. Other Assets (Unsecured Considered)

Advances Other than Capital Advances

Advance against supply of goods & services

Balance with Govt Authorities

	31st March 2018	31st March 2017	1st April 2016
Advances Other than Capital Advances			
Advance against supply of goods & services	-	-	-
Balance with Govt Authorities	4,64,113	-	-
	-	-	-

	31st March 2018	31st March 2017	1st April 2016
Advances Other than Capital Advances			
Advance against supply of goods & services	33,16,381	5,22,256	1,81,406
Balance with Govt Authorities	4,64,113	-	-
	37,80,494	5,22,256	1,81,406

IMOOGI FASHIONS PRIVATE LIMITED
CIN: U17120WB2010PTC140976
Notes to the Financial Statements for the year ended 31st March 2018
9. Equity share capital
Authorised share capital

Equity shares of Rs 10 each

As at 31 st March 2018		As at 31 st March 2017		As at 1st April 2016	
No. of Shares	Amount	No. of Shares	Amount	No. of Shares	Amount
1,00,000	10,00,000	1,00,000	10,00,000	1,00,000	10,00,000
1,00,000	10,00,000	1,00,000	10,00,000	1,00,000	10,00,000

Issued share capital

Equity shares of Rs 10 each

10,000	1,00,000	10,000	1,00,000	10,000	1,00,000
10,000	1,00,000	10,000	1,00,000	10,000	1,00,000

Subscribed & Paid-up share capital

Equity shares of Rs. 10 each

10,000	1,00,000	10,000	1,00,000	10,000	1,00,000
10,000	1,00,000	10,000	1,00,000	10,000	1,00,000

a) Reconciliation of the number of shares at the beginning and at the end of the year

There has been no change/ movements in number of shares outstanding at the beginning and at the end of the year.

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 shares is entitled to one vote per share. The Company declares and pays dividend in Indian Rupee. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company. The distribution will be in proportion to the number of equity shares held by the shareholders.

c) Share hold by Holding or Ultimate Holding Company

Name	Nature of relationship	As at 31st March,2018		As at 31st March,2017		As at 31st March,2016	
		No.	Amount	No.	Amount	No.	Amount
Rupa & Company Limited	Holding Company	10,000	1,00,000	10,000	1,00,000	10,000	1,00,000

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

	As at 31 st March 2018		As at 31 st March 2017		As at 1st April 2016	
	No. of Shares	% Holding	No. of Shares	% Holding	No. of Shares	% Holding
Equity Shares of Rs 10/- each, fully paid up						
Rupa & Company Limited	10,000	100.00%	10,000	100.00%	10,000	100.00%

As per records of the Company, including its register of shareholders / members as on 31st March, 2018, the above shareholding represents legal ownership of shares.

e) The company has neither issued bonus shares not has bought back any shares during last 5 years
f) No ordinary shares have been reserved for issue under options and contracts/ commitments for the sale of shares/ disinvestment as at the Balance Sheet date.
g) No securities convertible into Equity/ Preference shares have been issued by the Company during the year.
h) No calls are unpaid by any Director or Officer of the Company during the year.

Particulars	Ref. Note	31st March 2018	31st March 2017	1st April 2016
10. Other equity				
Retained earnings	10.1	2,28,63,735	1,93,45,248	1,66,44,910
		2,28,63,735	1,93,45,248	1,66,44,910

Particulars	31st March 2018	31st March 2017
10.1 Retained earnings		
Opening balance	1,93,45,248	1,66,44,910
Add: Profit for the period	34,98,585	27,00,338
Less: Remeasurement of Defined benefit plans net of tax	19,903	-
	2,28,63,735	1,93,45,248

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Notes to the Financial Statements for the year ended 31st March 2018

11. Trade payables

Due to micro, small and medium enterprises (refer note 24)

Due to Creditors other than micro, small and medium enterprises

Current		
31st March 2018	31st March 2017	1st April 2016
-	-	-
81,00,816	48,53,666	1,58,11,391
81,00,816	48,53,666	1,58,11,391

12. Other Financial Liabilities

Security Deposit from Customers

Payable to Employees

Others

Non Current		
31st March 2018	31st March 2017	1st April 2016
-	-	-
-	-	-

Current		
31st March 2018	31st March 2017	1st April 2016
17,47,000	16,03,701	13,93,680
4,42,684	3,22,110	1,78,238
3,28,334	2,79,827	1,27,955
25,18,018	22,05,638	16,99,873

13. Provisions

Provision for gratuity

Non Current		
31st March 2018	31st March 2017	1st April 2016
-	-	-
-	-	-

Current		
31st March 2018	31st March 2017	1st April 2016
1,16,667	79,633	-
1,16,667	79,633	-

14. Current Tax Liabilities (Net)

Provisions for Taxation (Net of Advance Tax and TDS)

Current		
31st March 2018	31st March 2017	1st April 2016
4,97,355	3,01,762	29,72,409
4,97,355	3,01,762	29,72,409

15. Other Liabilities

Advances from customers

Statutory dues payable

Non Current		
31st March 2018	31st March 2017	1st April 2016
-	-	-
-	-	-
-	-	-

Current		
31st March 2018	31st March 2017	1st April 2016
75,41,052	1,11,47,889	1,44,80,480
1,23,360	62,989	2,06,653
76,64,412	1,12,10,878	1,46,87,133

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Notes to the Financial Statements for the year ended 31st March 2018

Notes to the Financial Statements for the year ended 31st March 2018		
Particulars	31st March 2018	(Amount In Rs) 31st March 2017
16. Revenue from operations		
Sale of products :		
Finished Goods	3,82,33,374	3,06,73,165
Semi-Finished Goods	7,70,604	5,85,568
	3,90,03,978	3,12,58,733
Other operating revenues		
Consignment Commission	4,49,586	5,86,837
	4,49,586	5,86,837
	3,94,53,564	3,18,45,571

Details of product sold

Knitwear	3,82,33,374	3,06,73,165
Than/Yarn	7,70,604	5,85,568

Particulars	31st March 2018	(Amount In Rs) 31st March 2017
17. Other income		
Interest income :		
On Bank deposits	6,16,425	1,54,609
On other receivable	-	170
	<u>6,16,425</u>	<u>1,54,779</u>

Particulars	31st March 2018	31st March 2017
18. Cost of material consumed		
Opening inventory	74,75,124	89,01,144
Add : Purchases	2,81,23,577	1,56,77,447
Less : Inventory at the end of the year	1,02,86,150	74,75,123
	2,53,12,552	1,71,03,469
Details Of Raw Material Consumed		
Yarn / Than	2,07,56,292	1,39,98,403
Packing Material	45,56,260	31,05,066

Particulars	31st March 2018	(Amount In Rs) 31st March 2017
19. Changes in Inventories of Finished Goods and Work in Progress		
Opening stock		
Finished Goods	83,82,455	1,13,56,165
Work in Progress	10,79,950	10,49,350
	94,62,405	1,24,05,515
Closing stock		
Finished Goods	1,12,99,520	83,82,455
Work in Progress	14,03,897	10,79,950
	1,27,03,417	94,62,405
	(32,41,012)	29,43,110

Particulars	(Amount In Rs)	
	31st March 2018	31st March 2017
20. Employee benefit expense		
Salaries, Wages and Bonus	46,26,056	25,53,732
Contribution to Provident and Other Funds	24,341	-
Gratuity**	63,930	79,633
Staff Welfare Expenses	-	-
	47,14,327	26,33,365

** For descriptive notes on disclosure of defined benefit obligation refer note no. 26

IMOOGI FASHIONS PRIVATE LIMITED
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Notes to the Financial Statements for the year ended 31st March 2018
(Amount In Rs)

Particulars	31st March 2018	31st March 2017
21. Finance costs		
Interest Expenses		
On Deposits and Others	1,53,420	2,03,504
Other Borrowing Costs		
Other Financial Charges	3,534	4,130
	1,56,954	2,07,634

Particulars	31st March 2018	31st March 2017
22. Other expenses		
Sub-contracting /Job Worker expenses	45,07,138	26,21,794
Freight outwards and Forwarding expenses	1,84,839	1,06,383
Rates and taxes	73,776	51,032
Insurance	42,500	4,140
Advertising & Sales Promotions	7,99,975	7,41,632
Brokerage	1,58,182	1,51,300
Travelling and Conveyance	20,83,565	10,31,547
Legal and professional fees	98,980	1,70,000
Payment to auditor (refer note below)	27,000	39,065
Bad Debts/ advance written off	39,730	27,119
Miscellaneous expenses	3,94,544	1,72,029
	84,10,228	51,16,041

Particulars	31st March 2018	31st March 2017
23. Tax Expense		
Current Tax for the year	12,31,074	13,21,000
Deferred Tax for the year	(12,719)	(24,607)
Tax Expense in Statement of Profit & Loss	12,18,354	12,96,393

Reconciliation of estimated Income tax expense at Indian statutory Income tax rate to income tax expense reported in statement of comprehensive Income

Income before Income taxes	47,16,939	39,96,731
Indian Statutory Income tax Rate*	25.75%	30.90%
Estimated Income tax expenses	12,14,612	12,34,990

Tax effect of adjustments to reconcile expected Income tax expense to reported Income tax expense:

Expenses Disallowed for tax purpose	16,462	24,607
Deferred tax arising out of timing difference	(16,462)	(24,607)
Provision for Interest for delayed payment under Income Tax Act	-	61,404
Others*	3,742	-
Income Tax expense in the Statement of Profit and Loss	12,18,354	12,96,394

* includes impact of reinstatement of opening deferred tax asset / liability at enacted tax rate of 26% against previously recognised tax rate of 30.90%

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Notes to the Financial Statements for the year ended 31st March 2018

- 24** In the absence of any confirmation from vendors regarding the status of their registration under the "Micro, Small and Medium Enterprises Development Act 2006" the Company is unable to make provision wherever required under the said Act.

25 Earning per share

	(Amount in Rs.)	
	2017-18	2016-17
Profit as per Statement of Profit & Loss attributable to Equity Shareholders (a)	34,98,585	27,00,338
Weighted average number of Equity Shares (in number) (b)	10,000	10,000
Basic & Diluted Earnings Per Share (a/b) (Nominal Value - ₹ 1 per share)	349.86	270.03

26 Employee Benefit (Defined Benefit Plan)

The Company has a defined benefit gratuity plan. Every employee who has completed at least five years or more of service is entitled to Gratuity on terms as per the provisions of The Payment of Gratuity Act, 1972.

The following tables summarize the components of net benefit expense recognized in the statement of profit and loss and the present value of defined benefit obligation measured with actuarial valuation being carried out

	31-Mar-18	31-Mar-17	01-Apr-16
Change Defined Benefits obligation			
Obligations at beginning of the year	79,633	-	-
Current Service cost	57,758	50,956	-
Past Service cost	-	28,677	-
Interest Cost	6,172	-	-
Benefits settled	-	-	-
Actuarial (gain) /loss (through OCI)	(26,896)	-	-
Obligations at end of the year	1,16,667	79,633	-
	31-Mar-18	31-Mar-17	01-Apr-16
Net Asset/(Liabilities) recognised in Balance Sheet			
Net defined benefit Liability/(Asset) at the beginning of the year	79,633	-	-
Defined benefit cost included in Profit and Loss Statement	63,930	79,633	-
Total remeasurements included in Other Comprehensive Income	(26,896)	-	-
Net Asset/(Liability) recognised in the Balance Sheet	1,16,667	79,633	-
	31-Mar-18	31-Mar-17	01-Apr-16
Expenses recognised in the Statement of Profit & Loss			
Current Service Cost	57,758	50,956	-
Past Service Cost	-	28,677	-
Interest Cost	6,172	-	-
Actuarial (Gain)/Loss through OCI	(26,896)	-	-
Actuarial (Gain)/Loss through OCI	37,034	79,633	-
	31-Mar-18	31-Mar-17	01-Apr-16
The principal assumptions used in determining gratuity benefit obligations			
Discount Rate	7.75%	7.50%	-
Future salary increases	6.00%	6.00%	-
Mortality Rate	IALM (2006-08) table	-	-
Withdrawal Rate	1%-8%	1%-8%	-
Particulars	31-Mar-18		
A quantitative sensitivity analysis for significant assumption	Increase		Increase
Discount Rate	1%	1,03,568	1% 1,32,234
Further salary increase	1%	1,32,980	1% 1,02,772
Withdrawal Rate	1%	1,15,936	1% 1,17,142

The sensitivity analyses above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

27 Related Party Disclosures:**Names of related parties and related party relationship**

- Related parties where control exists Rupa & Company Limited
- Enterprises in which key managerial Rupa Dyeing & Printing Pvt Ltd
personnel (KMP) or their relatives
have significant influence

Details of transactions entered into with related parties along with balances as at year end are as given below:

Nature of Transaction	Name of the party	2017-18	2016-17
Purchase	Rupa & Company Limited	2,05,27,561	1,10,92,589
	Rupa Dyeing & Printing Pvt Ltd	3,06,718	8,26,871
Sales	Rupa & Company Limited	10,78,34,502	14,05,94,850

Balance As at year end

Particulars	Name of the party	31-Mar-18	31-Mar-17	31-Mar-16
Advance from Customers	Rupa & Company Limited	75,41,052	1,11,47,889	1,41,25,693
Trade Payables	Rupa Dyeing & Printing Pvt Ltd	3,12,014	4,593	80,680

28 Capital Management

The Company's objective is to maintain a strong capital base to ensure sustained growth in business. The Capital Management focusses to maintain an optimal structure that balances growth and maximizes shareholder value. The Company is wholly equity financed. Further, the Company has sufficient cash, cash equivalents and financial assets which are liquid to meet the debts.

29 Disclosure on Financial Instrument and Fairvalue Hierarchy

Fair value of the financial instruments is classified in various fair value hierarchies based on the three levels as disclosed in accounting Policy no. 3(IX)

There are no transfer between levels during the year.

The carrying value of trade receivables, trade payables, cash and cash equivalents and other current financial assets and liabilities approximate their fair values largely due to the short-term maturities. The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

30 Financial Risk Management

The Company's activities expose it to the following risks:

- a) Credit risk
- b) Liquidity risk
- c) Market risk

a) Credit risk

Credit risk is the risk that counter party will not meet its obligations under a financial instruments or customer contract leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities including deposits with banks and financial institutions

i) Trade receivables

Customer credit risk is managed by the Company subject to the Company's established policy, procedures and control relating to customer credit risk management. Outstanding customer receivables are regularly monitored. The maximum exposure to credit risk at the reporting date is the carrying value of trade receivable disclosed in note 6.

ii) Bank deposit

Credit risk is limited as the Company generally invest in deposits with banks.

b) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. Typically the Company ensures that it has sufficient cash on demand to meet expected short term operational expenses.

c) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises two types of risk: interest rate risk and foreign currency risk. Financial instruments affected by market risk include borrowings, trade receivable and trade payable.

Interest rate risk is the risk that the fair value or future cash flows of the Company's financial instruments will fluctuate because of changes in market interest rates. The Company does not have any debt obligations with floating interest rates, hence, is not exposed to any interest rate risk.

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company does not have any foreign currency exposure and hence, is not exposed to any foreign currency risk.

31 First time adoption

These financial statements, for the year ended 31 March 2018, are the first the Company has prepared in accordance with Ind AS. For periods up to and including the year ended 31 March 2017, the Company prepared its financial statements in accordance with generally accepted accounting principles in India (Previous GAAP).

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for periods ending on or after 31 March 2018, together with the comparative period data as at and for the year ended 31 March 2017, as described in the summary of significant accounting policies. In preparing these financial statements, the Company's opening statement of financial position was prepared as at 1 April 2016, the Company's date of transition to Ind AS.

In restating its Previous GAAP financial statements as at 1 April 2016 and the financial statements as at and for the year ended 31 March 2017, there has been no adjustments.

Exceptions and Exemptions Applied

IND AS 101 "First-time adoption of Indian Accounting Standards" (hereinafter referred to as Ind AS 101) allows first time adopters certain mandatory exceptions and optional exemptions from the retrospective application of certain IND AS, effective for 1st April, 2016 opening balance sheet. In preparing these Standalone financial statements, the Company has applied the below mentioned mandatory exceptions and optional exemptions.

Estimates:

Ind AS 101 requires an entity's estimates in accordance with Ind ASs at the date of transition to Ind AS to be consistent with estimates made for the same date in accordance with Previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.

Transition to IND AS - Reconciliations

The following reconciliations provide the explanation and qualification of the differences arising from the transition from Previous GAAP to Ind AS in acc

- I Reconciliation of material items of Balance sheet as at 1st April, 2016 (Transition Date) and as at 31st March, 2017
- II Reconciliation of Statement of Profit & Loss for the year ended 31st March, 2017
- III Reconciliation of total equity as at April 1, 2016 and March 31, 2017

IMOOGI FASHIONS PRIVATE LIMITED
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Notes to the Financial Statements for the year ended 31st March 2018
Transition to Ind AS - Reconciliations
I Effect Of Ind AS adoption on the Balance Sheet as at 31st March 2017 and 1st April 2016

Amount In Rs

Particulars	Notes	Balance sheet as at 31 March 2017			Opening balance sheet as at 01-Apr-2016		
		Previous	Effect of	Ind AS	Previous	Effect of	Ind AS
		GAAP	Transition to Ind		GAAP	Transition to Ind	
ASSETS							
Non-current assets							
Deferred tax liabilities (net)		24,607	-	24,607		-	-
		24,607	-	24,607	-	-	-
Current Assets							
Inventories		1,69,37,529	-	1,69,37,529	2,13,06,660	-	2,13,06,660
Financial Asset			-			-	
(i) Trade receivable		46,26,881	-	46,26,881	31,62,311	-	31,62,311
(ii) Cash and cash equivalents		1,59,85,552	-	1,59,85,552	2,72,65,339	-	2,72,65,339
Other Current Asset		5,22,256	-	5,22,256	1,81,406	-	1,81,406
Total Assets		3,80,96,825	-	3,80,96,825	5,19,15,716	-	5,19,15,716
EQUITY AND LIABILITIES							
Equity							
Equity share capital		1,00,000	-	1,00,000	1,00,000	-	1,00,000
Other equity		1,93,45,248	-	1,93,45,248	1,66,44,910	-	1,66,44,910
Total equity		1,94,45,248	-	1,94,45,248	1,67,44,910	-	1,67,44,910
Current Liabilities							
Financial Liabilities							
(i) Trade payables		48,53,666	-	48,53,666	1,58,11,391	-	1,58,11,391
(ii) Other Financial Liabilities		22,05,638	-	22,05,638	16,99,873	-	16,99,873
Provisions		79,633	-	79,633		-	-
Current tax liabilities (net)		3,01,762	-	3,01,762	29,72,409	-	29,72,409
Other current liabilities		1,12,10,878	-	1,12,10,878	1,46,87,133	-	1,46,87,133
Total liabilities		1,86,51,577	-	1,86,51,577	3,51,70,806	-	3,51,70,806
Total equity and liabilities		3,80,96,825	-	3,80,96,825	5,19,15,716	-	5,19,15,716

IMOOGI FASHIONS PRIVATE LIMITED
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Notes to the Financial Statements for the year ended 31st March 2018
II Effect Of Ind AS adoption on the Statement of Profit & Loss for the year ended 31st March 2017.
Amount In Rs

Particulars	Notes	Year ended 31 March 2017		
		Previous GAAP	Effect of transition to Ind AS	IND AS
Income				
Revenue from operations		3,18,45,571	-	3,18,45,571
Other income		1,54,779	-	1,54,779
TOTAL		3,20,00,350	-	3,20,00,350
Expenses				
Cost of raw materials consumed		1,71,03,469	-	1,71,03,469
(Increase)/decrease in inventories		29,43,110	-	29,43,110
Employee benefits expense		26,33,365	-	26,33,365
Finance costs		2,07,634	-	2,07,634
Other expenses		51,16,041	-	51,16,041
TOTAL		2,80,03,619	-	2,80,03,619
Profit before tax		39,96,731	-	39,96,731
Tax expense				
Current tax		13,21,000	-	13,21,000
Deferred tax		(24,607)	-	(24,607)
Income tax expense		12,96,393	-	12,96,393
Profit for the year		27,00,338	-	27,00,338
Other Comprehensive Income				
Other comprehensive income not to be reclassified to profit or loss in subsequent periods:		-	-	-
Re-measurement gains/ (losses) on defined benefit plans		-	-	-
Income tax effect		-	-	-
Other comprehensive income for the year, net of tax		-	-	-
Total comprehensive income for the year, net of tax		27,00,338	-	27,00,338

IMOOGI FASHIONS PRIVATE LIMITED**CIN: U17120WB2010PTC140976****Notes to the Financial Statements for the year ended 31st March 2018****III Reconciliation of Total Equity**

Particular	Refer Note No.	As at 31st March, 2017	As at 1st April, 2016
Equity under Previous Indian GAAP		1,94,45,248	1,67,44,910
Adjustment pursuant to transition to Ind AS		-	-
Total Equity as per Ind AS	9 & 10	1,94,45,248	1,67,44,910

Footnotes to the reconciliation of equity as at 1 April 2016 and 31 March 2017 and profit and loss for the year ended 31 March 2017**1 Defined Benefit Obligations**

Under Previous GAAP, actuarial gains and losses were recognized in the statement of profit and loss. Under Ind AS, the actuarial gains and losses form part of re-measurement of net defined benefit liability/asset which is recognized in other comprehensive income in the respective periods.

2 Statement of cash flows

The transition from Indian GAAP to Ind AS has not had a material impact on the statement of cash flows.

3 The figures of the previous year as at and for the year ended 31 March 2017 and as at 1 April 2016 have been regrouped/reclassified, wherever necessary.

31 Previous years figures have been regrouped/ reclassified, wherever necessary to conform to current year's classification.

As per our report of even date

For Mittal & Agarwal

Chartered Accountants

Firm Registration No. 322461E

For and on behalf of the Board of Directors

Sd/-

(CA A. K. MITTAL)

Partner

Membership No. 056496

Place: Kolkata

Date: May 17, 2018

Sd/-

RAMESH AGARWAL

Director

DIN: 00230702

Sd/-

VIKASH AGARWAL

Director

DIN: 00230728