



SATENDRA RAWAT & COMPANY

CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

To the Members of Suraj Industries Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Suraj Industries Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2016, Statement of Profit & 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 the Companies Act 2013 ("the Act") with respect to the preparation of these financial statements to give a true and fair view of the financial position, financial performance and cash flow 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 of the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgment 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 financial statements based on our audit. We have taken in to account the provisions of the Act and the Rules made thereunder including the Accounting Standards and matters which are required to be included in the audit report. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act and other applicable authoritative announcement issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements 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 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 qualified audit opinion.

Basis for Qualified Audit Opinion

1. *Attention is drawn to note no 1(a) and Note 14 of the Balance sheet to the effect that these accounts have been prepared without following the going concern assumption on the closure & cessation of the two business segments by the company and disposal of major assets of these discontinued segments in preceding years.*
2. *Company has a sum of Rs 6.38 lacs as recoverable advances on account of sales tax and income tax refunds, which in view of long time lag, in our opinion, are not realizable and should have been written off. Therefore, the Loss of the year and current assets are shown more by Rs 6.38 lacs and deficit in Statement of profit & loss account is shown less to that extent.*

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, 2016;
- b) in the case of the Statement of Profit & Loss, of the Loss for the year ended on that date; and
- c) in case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements:

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of such checks of the books and records of the Company as we consider appropriate and according to the information and explanations given to us, we enclose in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the said order.
2. As required by section 143(3) of the Act, we report that:
 - (a) We have 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 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 accounts;
- (d) Except for the effects of the matter described in the Basis for Qualified Opinion paragraph, in our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow statement comply with the Accounting Standards specified in Section 133 of the Act; read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of written representation received from the Directors as on March 31, 2016 and taken on record by the Board of Directors, we report that 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 Act.
- (f) With respect to the adequacy of the internal financial control 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 knowledge and belief and according to the information and explanations given to us-
- (i) The Company has disclosed the impact of pending litigations as at March 31, 2016 on its financial position in its financial statements.
 - (ii) The Company has made provision as at March 31, 2016, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts.
 - (iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended March 31, 2016.

For Satendra Rawat & Co
Chartered Accountants
FRN- 008298C



(CA. Satendra Rawat)
Partner

Membership No. - 074126

Date: 30.05.2016

Place: New Delhi



ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

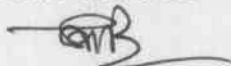
(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date for the year ended March 31, 2016)

1. a) The company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
b) During the year, Fixed assets of the Company have been physically verified by the management which, in our opinion, is reasonable having regard to the size of the company and the nature of its fixed assets. As mentioned to us no material discrepancies were noticed by the management on such verification.
c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company does own any immoveable property.
2. Since there is no inventory as at the end of the year with the company hence clause relating to physical verification and maintaining of proper records of inventory is not applicable for the year.
3. The company has not granted any loan secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Act.
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 Act, with respect to the loans and investments made.
5. The Company has not accepted any deposits from the public within the meaning of Sections 73 and 74 of the Act and the rules framed there under to the extent notified.
6. Pursuant to the rules made by the Central Government for the maintenance of cost records in respect of the Vanaspati segment, under section 148 of the Act. We are of the opinion that, prima facie, the prescribed accounts and records, relating to materials, labour and other items of cost, was not required to be maintained for the year as there was no manufacturing activity for the year under review.
7. a) According to the information and explanations given to us and the records of the Company examined by us, we are of the opinion that the Company is regular in depositing the undisputed statutory dues including Investor Education Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, VAT, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other statutory dues applicable to it.
b) According to the records of the company and information and explanations given to us, there are no dues of Sales Tax, Income Tax, Custom Duty, Service Tax, Wealth Tax, Excise Duty and Cess on account of any dispute.
8. According to the records of the Company examined by us and the information given to us, we are of the opinion that the company has not defaulted in repayment of dues to banks. However, there are no dues payable to financial institutions or debenture holders.



9. 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. Accordingly, paragraph 3 (ix) of the Order is not applicable.
10. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanation provided to us, we have neither come across any instance of material fraud on or by the company, noticed or reported during the year, nor have been informed of any such case by the management.
11. The Company has not paid any managerial remuneration during the year. Hence, the clause is not applicable.
12. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
13. According to the information and explanations given to us and based on our examination of the records of the Company has not entered into any transactions with the related parties as specified in sections 177 and 188 of the Act.
14. According to the information and explanations give 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.
15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
16. According to the information and explanations given to us and on the basis of our examination of records of the Company, the Company is not required to be registered with Reserve Bank of India u/s 45-IA of the Reserve Bank of India Act, 1934.

For Satendra Rawat & Co
Chartered Accountants
FRN- 008298C



(CA. Satendra Rawat)
Partner
Membership No.- 074126



Date: 30.05.2016
Place: New Delhi

Annexure – B to the Independent Auditor’s 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 Suraj Industries Limited (“the company”) as of March 31, 2016 in conjunction with our audit of 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.

Auditor’s 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 issued by the Institute of Chartered Accountants of India. Those Standards and 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 procedure 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 assessed risk. The procedure selected depends on the auditor’s judgement, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we obtained is sufficient and appropriate to provide the 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 controls 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 controls over financial reporting includes those policies and procedures that (1) pertain to maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the asset of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statement in accordance with generally accepted accounting principles, and that receipts and expenditure 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 Limitation of internal financial controls over financial reporting

Because of the inherent limitation of internal financial controls over financial reporting, including the possibility of collusion or improper management, override of controls, material misstatement 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 control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal controls 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 ICAI.

For Satendra Rawat & Co
Chartered Accountants
FRN- 008298C



(CA. Satendra Rawat)
Partner
Membership No.- 074126



Date: 30.05.2016
Place: New Delhi

SURAJ INDUSTRIES LIMITED

BALANCE SHEET AS AT 31ST MARCH 2016

(In Rs)

	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	2	73,430,000	73,430,000
(b) Reserves and surplus	3	(82,785,797)	(81,946,350)
2 Non-current liabilities			
Long-term provisions	4	70,217	68,717
2 Current liabilities	5		
(a) Short Term Borrowings		11,354,000	11,354,000
(b) Trade payables		16,302,870	17,307,128
(c) Other current liabilities		500,000	500,000
(d) Short-term provisions		12,500	34,477
TOTAL		18,883,789	20,747,972
II. ASSETS			
Non-current assets			
1 (a) Fixed assets			
(i) Tangible assets	6	30,816	30,816
(ii) Intangible assets		-	-
2 Current assets			
(a) Cash and cash equivalents	7	51,297	63,970
(b) Short-term loans and advances	8	18,164,127	20,015,637
(c) Other current assets	9	637,549	637,549
TOTAL		18,883,789	20,747,972

Significant Accounting Policies

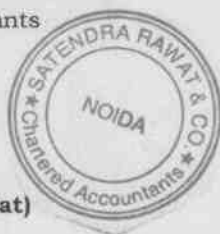
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Notes form part of these financial statements

2-24

This is the balance sheet referred to in our report of even date

For Satendra Rawat & Co
Chartered Accountants
FRN- 008298C

(CA. Satendra Rawat)
Partner
Membership No.- 074126


Date: 30.05.2016

Place: New delhi

For and on behalf of the Board of Directors


Syed Azizur Rahman
(Whole Time Director)
DIN- 00242790


J K Jain
(Director)
DIN: 00120204


Bhanumati Ramachandran
(Company Secretary)

SURAJ INDUSTRIES LIMITED

PROFIT & LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH 2016

(In Rs)

Particulars	Note No.	2015-2016	2014-2015
I. Revenue from operations		-	-
II. Balances Written Back		0	105,108
III. Total Revenue (I + II)		0	105,108
IV. Expenses:			
Employee benefits expense	10	31,500	27,500
Other expenses	11	807,948	55,896
Total expenses		839,448	83,396
V. Profit before exceptional and extraordinary items and tax (III-IV)		(839,447)	21,712
VI. Exceptional items		-	-
VII. Profit/(Loss) before extraordinary items and tax (V - VI)		(839,447)	21,712
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII- VIII)		(839,447)	21,712
X Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		-	-
XI Profit (Loss) for the period from continuing operations (VII-VIII)		-	-
XII Profit/(loss) from discontinuing operations		(839,447)	21,712
XIII Tax expense of discontinuing operations		-	-
XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		(839,447)	21,712
XV Profit (Loss) for the period (XI + XIV)		(839,447)	21,712
XVI Earnings per equity share (Refer Note 31):			
(1) Basic		(0.11)	0.003
(2) Diluted		(0.11)	0.003

Significant Accounting Policies
Notes form part of these financial statements

1
2-24

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

For Satendra Rawat & Co
Chartered Accountants
FRN- 008298C

(CA. Satendra Rawat)
Partner
Membership No.- 074126



For and on behalf of the Board of Directors

Syed Azizur Rahman
(Whole Time Director)
DIN- 00242790

J K Jain
(Director)
DIN: 00120204

Bhanumati Ramachandran
(Company Secretary)

Date: 30.05.2016
Place: New delhi

SURAJ INDUSTRIES LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2016

(Amount in Rs.)

		2015-16	2014-15
A)	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Profit before Tax	(839,447)	21,712
	Adjustments	-	-
	Operating Profit before Working Capital Changes	(839,448)	21,712
	Adjustment for:		
	Trade & Other Receivables	1,851,510	1,000,000
	Trade Payables & Other Liabilities	(1,024,735) 826,775	(1,071,731) (71,731)
	Cash Generated from Operations	(12,673)	(50,019)
	Less: Taxes Paid	-	-
	Net Cash from Operating Activities.....A	<u>(12,673)</u>	<u>(50,019)</u>
B)	CASH FLOW FROM INVESTING ACTIVITIES		
	Net Cash from Investing Activities.....B	-	-
C)	CASH FLOW FROM FINANCING ACTIVITIES		
	Net Cash from Financing Activities.....C	-	-
D)	NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS (A + B + C)	(12,673)	(50,019)
	Opening Cash & Cash Equivalents	63,970	113,989
	Closing Cash & Cash Equivalents	51,297	63,970

NOTE: Figures in Brackets represent outflows.

As per our report of even date attached.

For Satendra Rawat & Co
Chartered Accountants
FRN- 008298C



(CA. Satendra Rawat)
Partner
Membership No.- 074126

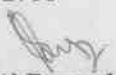


Date: 30.05.2016
Place: NOIDA

For and on behalf of the Board of Directors


Syed Azizur Rahman
(Whole Time Director)
DIN- 00242790


J K Jain
(Director)
DIN: 00120204


Bhanumati Ramachandran
(Company Secretary)

SURAJ INDUSTRIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS AS AT 31.03.2016

Note 1 SIGNIFICANT ACCOUNTING POLICIES

a) ACCOUNTING CONVENTION

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India under the historical cost convention on accrual basis. Pursuant to Section 133 of the Companies Act, 2013 ("the Act"), read with Rule 7 of the Companies(Accounts) Rules 2014, till the standards of accounting or any addendum thereto are prescribed by Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under the Companies Act, 1956 shall continue to apply. Consequently, these financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 211(3C) of the Companies Act, 1956 (Companies (Accounting Standards) Rules, 2006, as amended) and other relevant provisions of the Companies Act, 2013.

b) RECOGNITION OF INCOME AND EXPENDITURE

Revenues/Incomes and Cost/Expenditures are accounted on accrual as they are earned or incurred in accordance with the generally accepted accounting principles, Accounting Standard and provisions of the Companies Act, 1956. The service charges are recognised at gross amount received / receivable on completion of performance or receipt, whichever is earlier.

c) RETIREMENT AND PENSION BENEFITS

- i) Retirement benefits in the form of Provident fund and Family Pension fund is a defined contribution scheme and the contributions are charged to the profit and loss account of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective funds.
- ii) Gratuity is a defined benefit obligation. Gratuity liability is accrued and provided for on the basis of an actuarial valuation on the projected unit credit method made at the end of the financial year.
- iii) Long term compensated balances in the form of leave encashment are provided for based on actuarial valuation at the end of the financial year. The actuarial valuation is done as per projected unit credit method.
- iv) Actuarial gains/losses are debited to profit and loss account and are not deferred.

d) FIXED ASSETS

- i) Fixed Assets are stated at cost, less accumulated depreciation other than 'Leasehold Land', where no amortization is made. The cost includes taxes, duties, freight and other incidental expenses related to acquisition, installation and commissioning.
- ii) Capital subsidies, if any, on acquisition of specified fixed assets are reduced from the original cost and the net amount are adopted as the historical cost of gross block and depreciated accordingly.
- iii) Capital work in progress is capitalized as fixed assets on the date of commissioning of the asset.

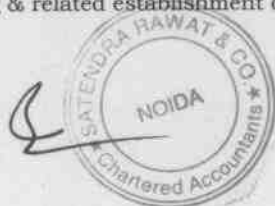
e) METHOD OF DEPRECIATION AND AMORTISATION:

- i) Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Straight Line Method (SLM). Depreciation is provided based on useful life of the assets as prescribed in the Schedule II of the Companies Act, 2013.
- ii) An asset is treated as impaired when the carrying cost of the assets exceeds its recoverable value. An impairment loss is charged to the Profit & Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

f) VALUATION OF INVENTORIES :

- i) Raw Material, Packing Material- At cost
- ii) Finished Goods (Including Goods in Transit)- At cost or net realisable value
- iii) Stock in Process- At cost
- iv) By Products- At net realisable value
- v) Loose Tools- At cost and charged off when discarded

In the above, cost is arrived at by weighted average cost method and in case of Finished Goods and Stock in Process it also includes manufacturing & related establishment overheads, interest and depreciation.



g) INCOME TAX

Provision for current Income Tax is made on the basis of estimated taxable income after taking into consideration, estimates of benefits admissible under the provisions of Income Tax, 1961. The company provides for deferred tax liability (after netting off deferred tax assets), based on the tax effect of timing difference resulting from the recognition of items in the financial statements. Deferred tax assets (after, netting of deferred tax liabilities), are generally not recognized unless there is strong circumstances exists for its adjustment/realization in near future.

h) SEGMENT REPORTING:

The segment reporting, if any & to the extent identified, is made in accordance with the company's accounting policies as enumerated above unless otherwise separately stated along with the segment results.

i) PROVISIONS AND CONTINGENT LIABILITIES:

i) A provision is recognized when the company has a present obligation as a result of past event and 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 management 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 management estimates.

ii) The disclosure is made for all possible or present obligations that may but probably will not required outflow of resources, as contingent liability in the financial statements.

Note 2 Share Capital

Particulars	As at 31 March 2016		As at 31 March 2015	
	Number	Rs	Number	Rs
Authorised Equity Shares of Rs 10/- each	10,000,000	100,000,000	10,000,000	100,000,000
Issued and Subscribed Equity Shares of Rs 10/- each	7,400,000	74,000,000	7,400,000	74,000,000
Paid up Equity Shares of Rs 10/- each fully paid	7,286,000	72,860,000	7,286,000	72,860,000
Equity Shares of Rs 10/- Rs 5 paid -up	114,000	570,000	114,000	570,000
	7,400,000	73,430,000	7,400,000	73,430,000

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

Particulars	31.03.2016		31.03.2015	
	No of shares	Rs	No of shares	Rs
Equity shares outstanding at the beginning of the year	7,400,000	73,430,000	7,400,000	73,430,000
Equity shares Issued during the year	-	-	-	-
Equity shares bought back during the year	-	-	-	-
Equity shares outstanding at the end of the year	7,400,000	73,430,000	7,400,000	73,430,000

b) Details of shareholders holding more than 5% Equity Shares in the Company

Name of Shareholder	31.03.2016		31.03.2015	
	Holding %	No. of Equity shares held	Holding %	No. of Equity shares held
SURAJ GUPTA	36.15	2,675,030	36.15	2,675,030
DELHI LIQUORS LIMITED	7.60	562,500	7.60	562,500
SUSHIL KUMAR	5.06	374,500	5.06	374,500



- c) The Company has only one class of equity shares having par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share and has a right to receive dividend as recommended by the board of directors subject to the necessary approval from the shareholders.

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

Note 3 Reserves & Surplus

Particulars	As at 31 March 2016	As at 31 March 2015
Capital Reserve As per Last Year	22,598,507	22,598,507
Surplus / (Deficit) in the Statement of Profit & Loss		
Opening Balance	(104,544,857)	(104,265,122)
Add/(Less): Additional depreciation pursuant to enactment of schedule II of the Companies Act 2013(Refer Note No-6)	-	(301,447)
Net Profit/(Net Loss) for the current year	(839,447)	21,712
Closing Balance	(105,384,304)	(104,544,857)
Total	(82,785,797)	(81,946,350)

Note 4 Long Term Provisions:

Provision for employee benefits	70,217	68,717
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Note 5 Current Liabilities

Particulars	As at 31 March 2016	As at 31 March 2015
	Rs	Rs
Short Term Borrowings		
Other Unsecured Loans (Interest Free)		
- From Bodies Corporate*	10,929,000	10,929,000
- From Others*	425,000	425,000
	11,354,000	11,354,000
<u>Terms of repayment*</u>		
All loans are interest free without any specific terms of repayment.		
Trade Payables [Due to MSME -Nil] [Refer to Note - 16]	16,302,870	17,307,128
Other current liabilities:		
Security Deposits (Interest Free)	500000	500000
	500000	500000
Short Term Provisions:		
Salary & Wages Payable	-	2,200
Provision for expenses	12,500	32,277
	12,500	34,477
Total	28,169,370	29,195,605



SURAJ INDUSTRIES LIMITED

Note 6 FIXED ASSETS

PARTICULARS	GROSS BLOCK			ACCUMULATED DEPRECIATION			NET BLOCK		
	As at 01.04.2015	Additions during the year	Disposals during the year	As at 31.03.2016	Charge for the year	On Disposals	Deduction/ Adjustments	As at 31.03.2016	As at 31.03.2015
Tangible assets:									
Other Equipments & Appliances	334,200	-	-	334,200		-		317,490	16,710
Furniture & Fixtures	282,125	-	-	282,125		-		268,019	14,106
TOTAL	616,325	-	-	616,325	-	-	-	585,509	30,816
<i>Previous year figures</i>	616,325	-	-	616,325	284,062	-	301,447	585,509	332,263

Note: No depreciation is charged for the year as the WDV on 01.04.2015 remains only 5% of the gross value of the assets.



SURAJ INDUSTRIES LIMITED

Note 7 Cash & Cash Equivalents

Particulars	As at 31 March 2016	As at 31 March 2015
	Rs	Rs
Cash on Hand	37,111	50,344
Balances with Banks in Current Accounts	14,187	13,627
Total	51,297	63,971

Note 8 Short Term Loans & Advances

Particulars	As at 31 March 2016	As at 31 March 2015
	Rs	Rs
Other Advances (Unsecured, considered good)	18,164,127	20,015,637
Total	18,164,127	20,015,637

Note 9 Other Current Assets

Particulars	As at 31 March 2016	As at 31 March 2015
	Rs	Rs
Sales Tax Deposit (Refundable)	275,000	275,000
Unrealised Stock Invest*	99,000	99,000
Income Tax Refund Due	263,549	263,549
Total	637,549	637,549

*Stock invest pertaining to Share application money for 10,300 equity Shares (Previous year 10,300 equity shares) of Rs. 10/- each were returned unrealized by the Bankers and the same were allotted and included in Share Capital during the financial year 1993-94 as part of Company's maiden public issue. Out of these shares, the company has to still receive a sum of Rs. 99,000 as on 31.03.2016 as per details given below:

- On 9,500 Shares @ Rs. 10/- each amounting to Rs. 95,000
- On 800 Shares @ Rs. 5/- each (Rs. 5/- each paid on allotment) amounting to Rs. 4,000



SURAJ INDUSTRIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS AS AT 31.03.2016

Note 10 EMPLOYEE BENEFIT EXPENSE

Particulars	For the year ended 31 March 2016	For the year ended 31 March 2015
	Rs	Rs
Salaries and incentives	31,500	27,500
Total	31,500	27,500

Note 11 OTHER EXPENSES

Particulars	For the year ended 31 March 2016	For the year ended 31 March 2015
	Rs	Rs
Fee & Taxes	546,696	42,777
Legal & Professional Expenses	163,000	-
Advertisement	55,805	-
Auditors Remuneration(Statutory Audit Fees)	12,500	12,500
Other Expenses	29,946	619
Total	807,948	55,896

Note 12

In the opinion of the board, the current assets, loans & advances have a value on realisation in the ordinary course of business at least equal to the amount at which these are stated in the balance sheet as at 31.03.2016.

Note 13

The balances of some of the Sundry Creditors, Loans & Advances are subject to letters of confirmations without expecting any major deviations to affect materiality of these accounts.

Note 14

Upto the end of the previous reporting periods, the Company had two business segments viz. (i) Manufacturing of Vanaspati; (ii) Liquor, identified as discontinued operations. During the previous year, the discontinued operations were completed and the remaining assets or liabilities which continue after the discontinued operations are completed, have been eliminated from the disclosures of Discontinued operations. After the completion of said discontinued operations were completed, the company has not yet commenced any new sustainable business activity and therefore these accounts have been prepared on the same basis without following the going concern assumption as in the previous years. In view of these facts, the company has not identified any separate business segment for its review and disclosures. The intermittent trading operations, if any, which may be non-recurring and casual in nature, has not been considered as a separate business segment for the purpose of reviewing its operations.

Note 15

The company has a defined benefit gratuity plan & leave encashment as long term benefits to employees. In view of the limited number of employees left on discontinued operations of the company, the actuarial valuation has not been carried out during the year for such long term benefits. However, in compliance of AS-15, a reasonable estimate of company's liability towards such long term benefits to all the employees, has been made on the presumption as if all are retiring on the balance sheet date.

Note 16

There are no amount due to small scale Industrial undertaking suppliers, covered under Micro, Small and Medium Enterprises Development Act, 2006.

Note 17 RELATED PARTY DISCLOSURE

The information given below is only in respect of the transactions entered into by the company or any outstanding, during the year with the related parties.

A) Names of the Related parties and description of relationship

Key Managerial Personnel

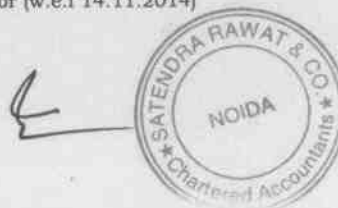
a) J K Jain, Director

b) Shashi Sharma, Director

d) Narendra Singh Bisht, Director

d) Shuchi Bahl, Director

e) Syed Azizur Rahman, Whole Time Director (w.e.f 14.11.2014)



B) Transactions during the year with the Related Parties:

Transaction	For the year ended 31 March 2016	For the year ended 31 March 2015
	Rs	Rs
No Transaction	Nil	Nil

Note 18 Deferred Tax:

Major components of Deferred Tax Asset (net) arising on account of timing difference are as under:

	2015-16 Rs in Lacs	2014-15 Rs in Lacs
Deferred Tax Liabilities		
Fixed Assets	0.10	0.10
Total	0.10	0.10
Deferred Tax Assets		
Provision for Gratuity, Bonus & Leave Encashment	0.22	0.21
Unabsorbed depreciation and business losses as per IT	53.16	50.63
Total	53.38	50.84
Accumulated Net Deferred Tax Assets	53.28	50.75

In view of the continuing business losses & accounting policy of the company, the net deferred tax asset for the year has not been recognized, as the same does not appear to be realizable in near future.

Note 19 PROVISION FOR INCOME TAX

The provision for the current Income Tax is not considered necessary for the financial year 2015-2016 in view of the brought forward business loss, unabsorbed depreciation allowance, other deductions and benefits under the provisions of Income Tax Act, 1961.

Note 20 Expenditure in Foreign Currency during the year- Nil (Previous Year Nil)

Note 21 Value of Imports on CIF Basis- Nil (Previous Year Nil)

Note 22 Value of imported and indigenous raw materials, stores, spare parts and components consumed -Nil (Previous Year Nil)

Note 23 BASIC AND DILUTED EARNING PER SHARE

The Basic and Diluted Earning Per Share has been arrived as follows:

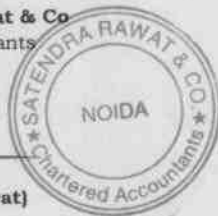
Particulars	As at 31.03.2016 (Rs)	As at 31.03.2015 (Rs)
Profit for the year after extra-ordinary items	(839,447)	21,712
Profit for the year before extra-ordinary items	(839,447)	21,712
No. of weighted average equity shares (Basic & Diluted)	7,343,000	7,343,000
BASIC & DILUTED EARNING PER SHARE (Rs.)		
Before extra-ordinary items	(0.11)	0.003
After extra-ordinary items	(0.11)	0.003

Note 24 The previous year's figures have been re-classified/re-grouped wherever required to conform with the current year's figures.

For Satendra Rawat & Co
Chartered Accountants
FRN- 008298C

(CA. Satendra Rawat)
Partner
Membership No.- 074126

Date: 30.05.2016
Place: New delhi



For and on behalf of the Board of Directors

Syed Azizur Rahman
(Whole Time Director)
DIN: 00242790

J K Jain
(Director)
DIN: 00120204

Bhanumati Ramachandran
(Company Secretary)