

## INDEPENDENT AUDITOR'S REPORT

To the Members of HOEC Bardahl India limited

### Report on the Financial Statements

We have audited the accompanying financial statements of HOEC Bardahl India limited ("the Company"), which comprise of the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### 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 that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with 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 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 judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### 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 thereunder. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India, as 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 controls 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 audit opinion on the financial statements.

### Opinion

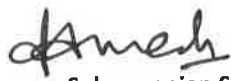
In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2015, its profit and its 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, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure 1 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, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the 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 March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of section 164 (2) of the Act;
  - (f) 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 has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 27 to the financial statements;
    - ii. The Company did not have any long-term contracts, including derivative contracts, for which there were any material foreseeable losses;
    - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For **S.R. Batliboi & Associates LLP**  
Chartered Accountants  
ICAI Firm Registration Number: 101049W



per **Subramanian Suresh**  
Partner  
Membership Number: 83673



Place: Chennai  
Date: May 27, 2015

For **H.R. Lalka & Co**  
Chartered Accountants  
ICAI Firm Registration Number: 105574W



per **Hiren Lalka**  
Proprietor  
Membership Number: 040242



Place: Mumbai  
Date: May 27, 2015

**Annexure 1 referred to in paragraph 1 under the heading "Report on other legal and regulatory requirements" of our report of even date**

**Re: HOEC Bardahl India limited ('the Company')**

- (i)(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (i)(b) Fixed assets have been physically verified by the management during the year and no material discrepancies were identified on such verification. In respect of fixed assets lying with third parties which are not physically verified, confirmation has been obtained by management.
- (ii)(a) The management has conducted physical verification of inventory at reasonable intervals during the year.
- (ii)(b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (ii)(c) The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
- (iii)(a) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii)(a) and (b) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, as well as taking into consideration the management representation that certain items of inventories purchased are of special nature for which alternative quotations are not available, there is an adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchase of fixed assets and inventory and sale of goods. During the course of our audit, we have not observed any major weakness or continuing failure to correct any major weakness in the internal control system of the Company in respect of these areas.
- (v) The Company has not accepted any deposits from the public.
- (vi) To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under clause 148(1) of the Companies Act, 2013, for the products of the Company.
- (vii)(a) Undisputed statutory dues including provident fund, employee's state insurance, customs duty, excise duty, income-tax, sales-tax, value added tax, wealth-tax, service tax, cess and other material statutory dues as applicable to the Company have generally been regularly deposited with the appropriate authorities though there has been slight delay in a few cases.
- (vii)(b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employee's state insurance, income-tax, sales-tax, wealth-tax, value added tax, service tax, cess and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.



(vii)(c) According to the records of the Company, the dues outstanding of income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, value added tax and cess on account of any dispute, are as follows:

Name of the statute	Nature of dues	Amount (Rs.)	Period to which the amount relate	Forum where dispute is pending
Central Excise Act,1944 and Cenvat Credit rules,2004	Disallowance of input credit of service tax	300,844	FY 2007-08	Central Excise and Service Tax Appellate Tribunal
Income Tax Act ,1961	Income Tax	1,001,120	AY 2010-11	Income Tax Appellate Tribunal
Income Tax Act ,1961	Income Tax	319,796	Various years	Demand is as per TDS central processing cell

(vii)(d) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder.

(viii) The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year.

(ix) Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to a bank. The Company has not obtained any borrowings from a financial institution or issued any debentures during the period.

(x) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.

(xi) The Company did not have any term loans outstanding during the year.

(xii) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the year.

For **S.R. Batliboi & Associates LLP**  
Chartered Accountants  
ICAI Firm Registration Number: 101049W



per **Subramanian Suresh**  
Partner  
Membership Number: 83673



Place: Chennai  
Date: May 27, 2015

For **H.R.Lalka & Co**  
Chartered Accountants  
ICAI Firm Registration Number: 105574W



per **Hiren Lalka**  
Proprietor  
Membership Number: 040242



Place: Mumbai  
Date: May 27, 2015

# HOEC BARDAHL INDIA LIMITED

## BALANCE SHEET AS AT MARCH 31, 2015

(All amounts are in Indian Rupees, unless otherwise stated)

	Notes	March 31, 2015	March 31, 2014
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	1	5,000,200	5,000,200
Reserves and surplus	2	87,949,905	73,844,820
		<b>92,950,105</b>	<b>78,845,020</b>
<b>Non-current liabilities</b>			
Long-term provisions	3	840,000	60,000
		<b>840,000</b>	<b>60,000</b>
<b>Current liabilities</b>			
Trade payables	4	29,768,764	26,567,495
Other current liabilities	5	13,856,236	11,522,100
Short-term provisions	3	1,054,540	891,718
		<b>44,679,540</b>	<b>38,981,313</b>
<b>TOTAL</b>		<b>138,469,645</b>	<b>117,886,333</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed assets</b>			
Tangible assets	6	3,096,538	3,137,982
Intangible assets	7	131,698	101,248
Deferred tax assets	8	1,677,522	1,259,519
Long-term loans and advances	9	4,948,447	6,270,745
		<b>9,854,205</b>	<b>10,769,494</b>
<b>Current assets</b>			
Current investments	11	51,936,193	38,422,353
Inventories	12	34,758,430	29,264,846
Trade receivables	10	24,006,773	22,947,428
Cash and cash equivalents	13	1,941,152	4,448,535
Short-term loans and advances	9	15,972,892	12,033,677
		<b>128,615,440</b>	<b>107,116,839</b>
<b>TOTAL</b>		<b>138,469,645</b>	<b>117,886,333</b>
Background	A		
Significant accounting policies	B		

The accompanying notes are an integral part of the financial statements.

As per our report of even date


For H. R. Lalka & Co.  
Firm Registration No.:105574W  
Chartered Accountants

  
Hiren Lalka  
Proprietor  
Membership No. 40242



Place: Mumbai  
Date: May 27, 2015

For S. R. Batliboi & Associates LLP  
Firm Registration No.:101049W  
Chartered Accountants

  
per Subramanian Suresh  
Partner  
Membership No. 83673



Place: Chennai  
Date: May 27, 2015

For and on behalf of the Board of Directors

  
Chairman

  
Director

Place: Chennai  
Date: May 27, 2015

# HOEC BARDAHL INDIA LIMITED

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2015

(All amounts are in Indian Rupees, unless otherwise stated)

	Notes	March 31, 2015	March 31, 2014
<b>Income</b>			
Revenue from operations (Gross)	14	219,889,210	227,794,352
Less : Excise Duty		(27,488,005)	(28,211,805)
Revenue from operations (Net)		192,401,205	199,582,547
Other income	15	4,231,984	2,674,713
<b>Total revenue (I)</b>		<b>196,633,189</b>	<b>202,257,260</b>
<b>Expenses</b>			
Purchase of traded goods	16	86,459,895	80,506,300
Repacking Cost	17	32,431,467	28,864,555
(Increase) / Decrease in inventories of traded goods	18	(8,912,034)	6,048,672
Employee benefit expenses	19	23,044,413	18,913,158
Other expenses	20	41,365,361	51,553,017
Depreciation and amortization expense	6 & 7	1,406,862	795,675
Finance costs	21	368,426	452,776
<b>Total expenses (II)</b>		<b>176,164,390</b>	<b>187,134,153</b>
<b>Profit before tax (I) - (II)</b>		<b>20,468,799</b>	<b>15,123,107</b>
<b>Tax expenses</b>			
Current tax expense for current year		6,540,000	4,350,000
Current tax expense relating to prior years		241,717	(2,527)
Net current tax expense		6,781,717	4,347,473
Deferred tax	8	(418,003)	(52,210)
<b>Total tax expense</b>		<b>6,363,714</b>	<b>4,295,263</b>
<b>Balance carried to Balance Sheet</b>		<b>14,105,085</b>	<b>10,827,844</b>
<b>Earnings per equity share</b> in INR computed on the basis of profit for the year [nominal value of share INR 100 (March 31, 2014: INR 100)]	22		
Basic and Diluted		282.09	216.55
<b>Significant accounting policies</b>	B		

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For H. R. Lalka & Co.  
Firm Registration No.:105574W  
Chartered Accountants




Hiren Lalka  
Proprietor  
Membership No. 40242



Place: Mumbai  
Date: May 27, 2015

For S. R. Batliboi & Associates LLP  
Firm Registration No.:101049W  
Chartered Accountants

  
per Subramanian Suresh  
Partner  
Membership No. 83673



Place: Chennai  
Date: May 27, 2015

For and on behalf of the Board of Directors



Chairman



Director

Place: Chennai  
Date: May 27, 2015

# HOEC BARDAHL INDIA LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2015

(All amounts are in Indian Rupees, unless otherwise stated)

	March 31, 2015	March 31, 2014
<b>Cash flow from operating activities</b>		
<b>Profit before tax</b>	20,468,799	15,123,107
Adjustments for:		
Depreciation and amortization	1,406,862	795,675
(Profit) / loss on sale / write off of assets	41,855	(869)
Provision for doubtful trade and other receivables (net)	(580,302)	238,396
Net (gain)/ loss on sale of current investments	(31)	4,069
Dividend income	(2,813,809)	(2,278,609)
<b>Operating profit before working capital changes</b>	<b>18,523,374</b>	<b>13,881,769</b>
Movements in working capital :		
Increase/ (decrease) in trade payables, other liabilities and provisions	6,478,227	(11,168,528)
Decrease / (increase) in trade receivables	(479,043)	6,518,387
Decrease / (increase) in inventories	(5,493,584)	6,708,156
Decrease / (increase) in loans and advances	(4,472,823)	(3,570,199)
Cash generated from operations	<b>14,556,151</b>	<b>12,369,585</b>
Direct taxes paid (net of refunds)	(4,925,811)	(4,136,000)
<b>Net cash flow from operating activities (A)</b>	<b>9,630,340</b>	<b>8,233,585</b>
<b>Cash flows from investing activities</b>		
Purchase of fixed assets (including CWIP and capital advances)	(1,486,371)	(528,484)
Proceeds from sale of fixed assets	48,648	5,238
Dividend received	2,813,809	2,278,609
Net gain/ (loss) on sale of current investments	31	(4,069)
<b>Net cash flow from investing activities (B)</b>	<b>1,376,117</b>	<b>1,751,294</b>
<b>Net increase in cash and cash equivalents (A + B)</b>	<b>11,006,457</b>	<b>9,984,879</b>
Cash and cash equivalents at the beginning of the year	42,870,888	32,886,009
<b>Cash and cash equivalents at the end of the year</b>	<b>53,877,345</b>	<b>42,870,888</b>
<b>Components of cash and cash equivalents</b>		
Current Investments (Refer note 11)	51,936,193	38,422,353
Balances with banks (Refer note 13)		
- on current account	1,941,152	4,448,535
<b>Total cash and cash equivalents</b>	<b>53,877,345</b>	<b>42,870,888</b>

Notes:

- 1) The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard-3 on "Cash flow statements".
- 2) Amounts in bracket indicate a cash outflow or reduction.

As per our report of even date

For H. R. Lalka & Co.  
Firm Registration No.:105574W  
Chartered Accountants

Hiren Lalka  
Proprietor  
Membership No. 48242

Place: Mumbai  
Date: May 27, 2015



For S. R. Batliboi & Associates LLP  
Firm Registration No.:101049W  
Chartered Accountants

per Subramanian Suresh  
Partner  
Membership No. 83673

Place: Chennai  
Date: May 27, 2015



For and on behalf of the Board of Directors

Chairman

Director

Place: Chennai  
Date: May 27, 2015

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

(All amounts are in Indian Rupees, unless otherwise stated)

**A. Background**

HOEC Bardahl India Limited (HBIL or 'the Company') was incorporated on November 24, 1988 in the state of Gujarat. HBIL is engaged in the business of marketing "Bardahl" brand of auto additives from U.S.A and is the sole authorised distributor for Bardahl products in India, Nepal and SriLanka. The Company is a wholly owned subsidiary of Hindustan Oil Exploration Company Limited.

**B. Summary of significant accounting policies**

**i Basis of preparation**

The financial statements of the company have been prepared in accordance with the 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 section 133 of the Companies Act 2013, read together with Rule 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

**ii Changes in accounting policy**

Depreciation on fixed assets

Till the year ended 31 March 2014, Schedule XIV to the Companies Act, 1956, prescribed requirements concerning depreciation of fixed assets. From the current year, Schedule XIV has been replaced by Schedule II to the Companies Act, 2013. The applicability of Schedule II has resulted in the following changes related to depreciation of fixed assets.

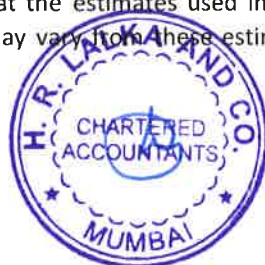
Useful lives/ depreciation rates

Till the year ended 31 March 2014, depreciation rates prescribed under Schedule XIV were treated as minimum rates and the Company was not allowed to charge depreciation at lower rates even if such lower rates were justified by the estimated useful life of the asset. Schedule II to the Companies Act 2013 prescribes useful lives for fixed assets which, in many cases, are different from lives prescribed under the erstwhile Schedule XIV. However, Schedule II allows companies to use higher/ lower useful lives and residual values if such useful lives and residual values can be technically supported and justification for difference is disclosed in the financial statements.

Considering the applicability of Schedule II, the management has re-estimated useful lives and residual values of all its fixed assets. The management believes that depreciation rates currently used fairly reflect its estimate of the useful lives and residual values of fixed assets. Hence the opening written down balance is being depreciated over the revised remaining useful life. Had the Company continued to use the earlier basis of providing depreciation, the charge to the statement of profit and loss before taxation for the current year would have been lower by Rs. 423,195 and the net block of fixed assets would correspondingly be higher by the same amount. In accordance with the transitional provision of Schedule II, the Company has charged off the written down value of assets where there is no revised remaining useful life as at April 01, 2014, amounting to Rs. 32,094 to the statement of profit and loss.

**iii Use of estimates**

The preparation of the financial statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the financial statements and the reported income and expenses during the reporting period like provision for employees benefits, useful lives of fixed assets, provision for doubtful debts, provision for tax, recognition of deferred tax assets / liabilities, etc. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Future results may vary from these estimates. Any revisions to accounting estimates are recognised prospectively.





**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

(All amounts are in Indian Rupees, unless otherwise stated)

**iv Fixed Assets, depreciation and amortization:**

Fixed assets comprise the following:

• **Tangible assets:**

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.

Depreciation is provided on the "Written Down Value" method at the rates specified in Schedule II of the Companies Act, 2013 as per the estimated useful lives of the assets. Assets individually costing less than or equal to Rs. 5,000 are fully depreciated in the year of acquisition.

Improvements to Leasehold premises are amortised over the period of 5 years.

• **Intangible assets:**

Intangible assets are stated at cost less accumulated amortisation and impairment loss, if any. Cost includes all expenses incurred for acquisition of assets (Net of Cenvat, value added tax, wherever applicable). Computer softwares cost are amortised over their license period or 10 years, whichever is shorter.

**v. Impairment**

At each Balance Sheet date, the Company reviews the carrying amount of its assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss.

Where the impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but not exceeding the carrying amount that would have been determined had no impairment loss been recognized for the asset in prior accounting periods.

**vi. Leases**

**As lessee**

Assets taken on lease under which all risks and rewards of ownership are effectively retained by the lessor are classified as operating lease. Lease payments under operating leases are recognised as expenses on straight line basis over the lease term.

**vii. Investments**

Investments are capitalised at cost plus brokerage and stamp charges. Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are valued at lower of cost and fair value determined on an individual investment basis. Long term investments are valued at cost. Long term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the investments.

**viii. Inventories**

Inventories are valued at cost or net realisable value, whichever is lower. Cost is ascertained on a specific identification basis. Inventories includes Packed goods, Unpacked goods and Packing Materials. Cost of Unpacked goods includes cost of materials (net of Cenvat / VAT), Custom duty, Insurance, Freight, Clearing Charges. Cost of Packed Materials includes materials (net of Cenvat / VAT), Custom duty, Insurance, Freight, Clearing Charges and repacking cost.

Excise duty liability is included in the valuation of closing inventory of Packed Materials.

Obsolescence of inventory is determined on the material consumption pattern / specific review and is accordingly provided for.



**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

(All amounts are in Indian Rupees, unless otherwise stated)

**ix. Revenue recognition**

Revenue is recognised 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 recognised.

**Revenue from operating activities**

**From sale of traded goods**

Sales of goods are recognised on shipment or dispatch to customers. Sales are stated exclusive of Value Added Tax, Central Sales Tax and are net of Sales return and Trade Discount. Excise duty deducted from turnover (gross) is the amount that is included in the amount of turnover (gross) and not the entire amount of liability that arose during the year.

**Interest income**

Interest income is recognised on time proportion basis taking into account the amount outstanding and the rate applicable.

**Dividend income**

Dividend income is recognised when the right to receive the dividend is unconditional.

**x. Employee Benefits**

**a. Defined Contribution Plan**

Contributions towards Employees' Provident Fund are made to the Employees Provident Fund Scheme in accordance with the statutory provisions. Contributions towards Employees' Provident Fund are recognized as an expense in the year incurred. There are no obligations other than the contribution payable to the respective fund.

**b. Defined Benefit Plan**

The Company makes annual contribution to a Gratuity Fund administered by trustees and managed by the Life Insurance Corporation of India. The Company accounts its liability for future gratuity benefits based on actuarial valuation, as at the Balance Sheet date, determined every year by an Actuary appointed by the Company using the Projected Unit Credit method. Actuarial gains / losses are recognised in the statement of Profit and Loss. Obligation under the defined benefit plan is measured at the present value of estimated future cash flows. The estimate of future salary increase takes into account inflation, likely increments, promotions and other relevant factors.

**c. Compensated absences**

The liability for long term compensated absences carried forward on the balance sheet date is provided for based on actuarial valuation done by an independent actuary using the Projected Unit Credit method at the end of each accounting period. Short term compensated absences is recognized based on the eligible leave at credit on the Balance Sheet date and is estimated based on the terms of the employment contract.

**d. Other Employment Benefit**

Other employee benefits, including allowances, bonus, incentives, etc. are recognised based on the terms of the employment contract.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

(All amounts are in Indian Rupees, unless otherwise stated)

**xi. Foreign currency transactions and translations**

The Company translates foreign currency transactions into Indian Rupees at the rate of exchange prevailing at the transaction date. Monetary assets and liabilities denominated in foreign currency are translated into Indian Rupees at the rate of exchange prevailing at the balance sheet date. Exchange differences arising on the settlement of monetary items or on reporting the Company's monetary items at rates different from those at which they were initially recorded during the period, or reported in previous financial statements, excluding long term foreign currency monetary items, are recognised as income or as expenses in the period in which they arise.

**xii. Taxation**

**Income Tax** : Current tax is the amount of tax payable on the taxable income for the year and is provided with reference to the provisions of the Income Tax Act, 1961.

**Deferred Tax** : Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets and deferred tax liabilities are offset and relate to the taxes on income levied by same governing taxation laws. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

At each balance sheet date the Company re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be when sufficient future taxable income will be available against which such deferred tax assets can be realised.

**xiii. Provisions, Contingent liabilities and Contingent assets**

Provisions are recognised only when the Company has present or legal obligations as a result of past events for which it is probable that an outflow of economic benefit will be required to settle the transaction and when a reliable estimate of the amount of obligation can be made. Contingent liability is disclosed for (i) possible obligations which will be confirmed only by future events not wholly within the control of the Company or (ii) present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made. Contingent assets are not recognised in the financial statements since this may result in the recognition of income that may never be realised. Product warranty expenses are accounted as incurred.



## HOEC BARDAHL INDIA LIMITED

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

(All amounts are in Indian Rupees, unless otherwise stated)

#### 1. Share capital

	March 31, 2015	March 31, 2014
<b>Authorised shares</b>		
100,000 (March 31, 2014: 100,000) equity shares of INR 100 each	10,000,000	10,000,000
<b>Issued, subscribed and fully paid up shares</b>		
50,002 (March 31, 2014: 50,002) equity shares of INR 100 each (The Company is a wholly owned subsidiary of Hindustan Oil Exploration Company Limited)	5,000,200	5,000,200
<b>Total issued, subscribed and fully paid-up share capital</b>	<b>5,000,200</b>	<b>5,000,200</b>

#### (a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

	March 31, 2015		March 31, 2014	
	No	INR	No	INR
At the beginning of the period	50,002	5,000,200	50,002	5,000,200
Issued during the period	-	-	-	-
<b>Outstanding at the end of the period</b>	<b>50,002</b>	<b>5,000,200</b>	<b>50,002</b>	<b>5,000,200</b>

#### (b) Terms/ rights attached to equity shares

The Company has only one class of equity shares having par value of INR 100 per share. Each holder of equity shares is entitled to one vote per share. The dividend, if any, proposed by the Board of Directors will be 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 assets of the Company remaining after settlement of all liabilities. The distribution will be in proportion to the number of equity shares held by the shareholders.

#### (c) Shares held by holding company

	March 31, 2015	March 31, 2014
<b>Holding Company and its nominees</b>		
Hindustan Oil Exploration Company Limited and its nominees	50,002	50,002

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

	March 31, 2015		March 31, 2014	
	No.	% holding	No.	% holding
Equity shares of INR 100 each fully paid Hindustan Oil Exploration Company Limited and its nominees	50,002	100	50,002	100

As per records of the Company, including its register of shareholders/ members, the above shareholding represents legal and beneficial ownerships of shares.



# HOEC BARDAHL INDIA LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

(All amounts are in Indian Rupees, unless otherwise stated)

### 2. Reserves and surplus

	March 31, 2015	March 31, 2014
<b>General Reserve</b>	<b>3,800,000</b>	<b>3,800,000</b>
<b>Surplus in the Statement of Profit and Loss</b>		
Balance as per last financial statements	70,044,820	59,216,976
Profit for the year	14,105,085	10,827,844
<b>Closing Balance</b>	<b>84,149,905</b>	<b>70,044,820</b>
<b>Total Reserves and Surplus</b>	<b>87,949,905</b>	<b>73,844,820</b>

### 3. Provisions

	Long-term		Short-term	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
<b>Provision for employee benefits</b>				
Provision for gratuity (note 23)	-	-	201,338	-
Provision for compensated absences	-	-	853,202	891,718
	-	-	<b>1,054,540</b>	<b>891,718</b>
<b>Other Long Term Liabilities</b>				
Rent Equalisation	840,000	60,000	-	-
	<b>840,000</b>	<b>60,000</b>	-	-
	<b>840,000</b>	<b>60,000</b>	<b>1,054,540</b>	<b>891,718</b>

### 4. Trade Payables

	March 31, 2015	March 31, 2014
Micro, Small & Medium Enterprises	7,529,806	3,855,545
Others	22,238,958	22,711,950
	<b>29,768,764</b>	<b>26,567,495</b>

### Disclosure under Section 22 of the Micro, Small and Medium Enterprise Development Act, 2006

The details of amounts outstanding are as under :

Particulars	March 31, 2015	March 31, 2014
Principal amount due and remaining unpaid	7,529,806	3,855,545
Interest due on above	-	-
Interest paid on all delayed payments.	-	-
Payments made beyond the respective due date	-	-
Interest due and payable for the period of delay	-	-
Interest accrued and remaining unpaid.	-	-
Amount of further interest remaining due and payable in succeeding year.	-	-

All payments due to Micro, Small and Medium enterprises have been made within the prescribed time limits and / or date agreed upon under the contract.

### 5. Other current liabilities

	March 31, 2015	March 31, 2014
Statutory dues payable	5,548,075	4,035,890
Payable to employees	2,581,984	2,183,643
Deposits	5,480,000	4,825,000
Advances from customers	246,177	477,567
	<b>13,856,236</b>	<b>11,522,100</b>



**HOEC BARDAHL INDIA LIMITED**

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

(All amounts are in Indian Rupees, unless otherwise stated)

**6 & 7. Fixed Assets**

	Gross Block			Depreciation and Amortization expense				Net Block	
	Balance as at April 1, 2014	Additions	Deletion	Balance as at March 31, 2015	Balance as at April 1, 2014	Depreciation charge for the year	On Deletion	Balance as at March 31, 2015	Balance as at March 31, 2014
	Amount	Amount	Amount	Amount	Amount	Amount	Amount	Amount	Amount
<b>6 Tangible Assets</b>									
Freehold Land	1,175,601	-	-	1,175,601	-	-	-	1,175,601	1,175,601
Plant & Equipment	1,879,426	82,253	84,696	1,876,983	1,222,335	122,984	66,574	598,238	657,091
Furniture & Fixture	669,062	91,563	-	760,625	526,569	112,929	-	639,498	121,127
Office Equipments	662,361	655,545	137,071	1,180,835	477,905	394,071	76,511	795,465	385,370
Others - Computer	1,142,544	272,193	92,122	1,322,615	830,927	353,803	80,301	1,104,429	218,186
Improvement to Lease Hold Premises	1,900,810	330,817	-	2,231,627	1,234,086	399,525	-	1,633,611	598,016
<i>Previous Year</i>	<b>7,429,804</b>	<b>1,432,371</b>	<b>313,889</b>	<b>8,548,286</b>	<b>4,291,822</b>	<b>1,383,312</b>	<b>223,386</b>	<b>5,451,748</b>	<b>3,096,538</b>
<b>7 Intangible Assets</b>									
Computer Software	181,498	54,000	-	235,498	80,250	23,550	-	103,800	131,698
<i>Previous Year</i>	<b>181,498</b>	<b>-</b>	<b>-</b>	<b>181,498</b>	<b>62,100</b>	<b>18,150</b>	<b>-</b>	<b>80,250</b>	<b>101,248</b>



# HOEC BARDAHL INDIA LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

(All amounts are in Indian Rupees, unless otherwise stated)

### 8. Deferred tax assets

	March 31, 2015	March 31, 2014
<b>Deferred tax assets</b>		
Doubtful Debts	424,398	612,706
Employee Related Cost	342,198	240,553
Fixed Assets : Impact of difference between tax depreciation and depreciation / amortisation charged in financial reporting	638,346	406,260
Others	272,580	-
<b>Deferred tax assets</b>	<b>1,677,522</b>	<b>1,259,519</b>

### 9. Loans and advances

	Non-current		Current	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
<b>Unsecured and considered good</b>				
Security deposit	1,620,000	1,620,000	26,999	51,999
Security Deposit with related parties (note 24)	-	-	8,500,000	8,500,000
Gratuity (note 23)	-	-	-	150,413
Advances recoverable in cash or kind (also refer note 24)	2,369,158	1,835,550	6,464,063	2,370,143
	3,989,158	3,455,550	14,991,062	11,072,555
<b>Other loans and advances</b> (unsecured and considered good)				
Income-tax (net of provision - INR 43,828,632) (March 31, 2014 - INR 37,346,313)	959,201	2,815,107	-	-
Fringe benefit tax (net of provision - INR 638,912) (March 31, 2014 - INR 638,912)	88	88	-	-
Central Excise PLA Balance	-	-	154,883	156,207
Service Tax Input Credit	-	-	297,703	296,076
Prepaid expenses	-	-	529,244	508,839
	959,289	2,815,195	981,830	961,122
	<b>4,948,447</b>	<b>6,270,745</b>	<b>15,972,892</b>	<b>12,033,677</b>

### 10. Trade receivables

	Current	
	March 31, 2015	March 31, 2014
<b>Secured, considered good</b>		
Outstanding for a period exceeding six months from the date they are due for payment	67,291	-
Other receivables	3,606,264	3,418,539
	3,673,555	3,418,539
<b>Unsecured, considered good</b>		
Outstanding for a period exceeding six months from the date they are due for payment	192,343	666,251
Other receivables	20,140,875	18,862,638
<b>Unsecured, considered doubtful</b>	1,307,852	1,888,154
	21,641,070	21,417,043
Less : Provision for doubtful trade receivables	(1,307,852)	(1,888,154)
	20,333,218	19,528,889
	<b>24,006,773</b>	<b>22,947,428</b>



# HOEC BARDAHL INDIA LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

(All amounts are in Indian Rupees, unless otherwise stated)

### 11. Current Investments

	March 31, 2015	March 31, 2014
<b>Unquoted Mutual Funds</b>		
<b>(Units of Liquid / Liquid Plus scheme in Mutual Funds)</b>		
1,150,102 (March 31, 2014 - 44,797) Units of Rs. 10 each of HDFC Liquid Fund - Treasury Advantage Plan - Daily Dividend Reinvestment	11,537,246	449,382
382,075 (March 31, 2014 - 359,131) Units of Rs. 100 each of ICICI Prudential Flexible Income Plan - Premium - Daily Dividend Reinvestment	40,398,947	37,972,971
	<b>51,936,193</b>	<b>38,422,353</b>

### 12. Inventories

	March 31, 2015	March 31, 2014
<b>i. Stock of traded goods</b>		
<b>A. Unpacked</b>		
Additives	5,428,499	7,099,241
Lubricants	1,993,825	2,106,278
Car Care	630,447	738,350
<b>( A )</b>	<b>8,052,771</b>	<b>9,943,869</b>
<b>B. Packed</b>		
Additives	14,216,704	5,900,497
Lubricants	1,188,422	1,310,770
Car Care	4,024,017	1,414,744
<b>( B )</b>	<b>19,429,143</b>	<b>8,626,011</b>
<b>( A + B )</b>	<b>27,481,914</b>	<b>18,569,880</b>
<b>ii. Unpacked Stock in transits</b>	5,446,749	8,373,189
<b>iii. Stock of Packing Material</b>	1,829,767	2,321,777
<b>Total (i)+(ii)+(iii)</b>	<b>34,758,430</b>	<b>29,264,846</b>

### 13. Cash and Cash equivalents

	March 31, 2015	March 31, 2014
<b>Balances with banks:</b>		
– in current accounts	1,941,152	4,448,535
	<b>1,941,152</b>	<b>4,448,535</b>

### 14. Revenue from operations

	March 31, 2015	March 31, 2014
Sale of traded goods	191,721,600	198,828,553
Add: Excise Duty	27,488,005	28,211,805
	219,209,605	227,040,358
Other operating revenue	679,605	753,994
	<b>219,889,210</b>	<b>227,794,352</b>

### Details of sales of traded goods

Additives	160,722,119	175,409,950
Lubricants	191,020	631,854
Car Care	37,598,897	29,196,489
Less : Distribution Expenses	(6,790,436)	(6,409,740)
	<b>191,721,600</b>	<b>198,828,553</b>





# HOEC BARDAHL INDIA LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

(All amounts are in Indian Rupees, unless otherwise stated)

### 15. Other income

	<u>March 31, 2015</u>	<u>March 31, 2014</u>
Interest income		
Others	32,207	3,325
Dividend income on current investments	2,813,809	2,278,609
Gain on sale of current investments (net)	31	-
Provision for Doubtful debts no longer required written back	580,303	-
Miscellaneous Income	805,634	392,779
	<u>4,231,984</u>	<u>2,674,713</u>

### 16. Purchase of traded goods

	<u>March 31, 2015</u>	<u>March 31, 2014</u>
Additives	62,910,957	64,968,615
Lubricants	-	-
Car Care	21,982,623	14,911,927
Taxes paid on local purchase of Raw Material	-	2,524,200
Increase / (Decrease) in Excise duty on closing stock	2,125,924	(1,192,857)
Increase / (Decrease) in Output VAT	22,792	34,479
Cost of Samples & replacements	(582,401)	(740,064)
	<u>86,459,895</u>	<u>80,506,300</u>

### 17. Repacking Cost

	<u>March 31, 2015</u>	<u>March 31, 2014</u>
Packing Material consumed	23,528,920	21,143,325
Increase / (Decrease) in Output VAT on closing stock of Packing Material	-	17,513
Repacking Cost	8,902,547	7,223,490
Taxes paid on local purchase of Packing Material	-	480,227
	<u>32,431,467</u>	<u>28,864,555</u>

### 18. (Increase) / Decrease in inventories of traded goods

	<u>March 31, 2015</u>	<u>March 31, 2014</u>
Inventories at the beginning of the year	18,569,880	24,618,552
Inventories at the end of the year	27,481,914	18,569,880
	<u>(8,912,034)</u>	<u>6,048,672</u>

### 19. Employee benefit expenses

	<u>March 31, 2015</u>	<u>March 31, 2014</u>
Salaries, wages and bonus	19,826,319	16,651,664
Contribution to provident fund	1,617,526	718,751
Staff welfare expenses	1,600,568	1,542,743
	<u>23,044,413</u>	<u>18,913,158</u>



## HOEC BARDAHL INDIA LIMITED

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

(All amounts are in Indian Rupees, unless otherwise stated)

#### 20. Other expenses

	<u>March 31, 2015</u>	<u>March 31, 2014</u>
Product Promotion Expenses (net)	6,341,003	9,287,996
Incentives for Marketing	2,695,028	3,202,652
Rebates & Discounts	6,582,729	9,309,938
Sales Promotion	3,129,602	3,775,646
Field Staff Expenses	3,713,117	3,524,368
Travelling and Conveyance	616,795	475,164
Legal and professional fees	909,850	650,523
Exchange difference (net)	238,233	2,467,557
Loss on sale of investments	-	4,069
Rent	8,948,700	6,534,120
Warehousing Services	1,836,677	7,056,000
Power & Fuel	583,477	191,190
Rates and Taxes	147,588	147,588
Insurance	31,870	72,126
Payment to auditors	550,194	698,681
Repairs and maintenance	393,861	218,470
Provisions for Doubtful debts	-	238,397
Miscellaneous expenses	4,646,637	3,698,532
	<b><u>41,365,361</u></b>	<b><u>51,553,017</u></b>

#### Payment to Auditors

	<u>March 31, 2015</u>	<u>March 31, 2014</u>
Audit fee	390,000	438,204
Tax Audit fee	50,000	56,180
Other Services	36,350	39,326
Reimbursement of expenses	73,844	164,971
	<b><u>550,194</u></b>	<b><u>698,681</u></b>

#### 21. Finance costs

	<u>March 31, 2015</u>	<u>March 31, 2014</u>
Interest *	309,911	397,250
Bank charges	58,515	55,526
	<b><u>368,426</u></b>	<b><u>452,776</u></b>

\* Interest cost includes INR NIL paid towards Income tax demand for the Assessment year 2011-12 (March 31, 2014 - INR 39,800)

#### 22. Earnings per share (EPS)

The following reflects the profit and share data used in the basic and diluted EPS computations:

	<u>March 31, 2015</u>	<u>March 31, 2014</u>
<b>Profit after tax as per Statement of Profit &amp; Loss</b>	<b>14,105,085</b>	<b>10,827,844</b>
	<u>No.</u>	<u>No.</u>
Weighted average number of equity shares in calculating basic and diluted EPS	50,002	50,002
<b>Earnings per equity share in INR computed on the basis of profit for the year</b>		
Basic and Diluted	282.09	216.55



# HOEC BARDAHL INDIA LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

(All amounts are in Indian Rupees, unless otherwise stated)

### 23. Gratuity

HOEC Bardahl India Limited has a defined benefit gratuity plan for its employees. Under the gratuity plan, every employee who has completed atleast five years of continuous service gets a gratuity on departure at 15 days of last drawn salary for each completed year of service. The scheme is funded with an insurance company in the form of qualifying insurance policy.

The following tables summarize the components of net benefit expense recognized in the statement of profit and loss, the funded status and amounts recognized in the balance sheet for the respective plans.

	March 31, 2015	March 31, 2014
<b>Statement of Profit and Loss</b>		
<b>Net employee benefit expense recognized in the employee cost</b>		
Current service cost	227,392	208,616
Interest cost on benefit obligation	261,246	287,051
Expected return on plan assets	(330,300)	(303,724)
Net actuarial (gain) / loss recognized in the year	324,542	(459,352)
<b>Net benefit expense</b>	<b>482,880</b>	<b>(267,409)</b>
Actual return on plan assets	341,623	303,724
Loss / (Gain) on Obligation as per Annexure III	335,865	(459,352)
Loss / (Gain) on Assets as per Annexure IV	(11,323)	-
Net actuarial Loss / (Gain)	324,542	(459,352)
<b>Balance sheet</b>		
Benefit asset/ liability		
Present value of defined benefit obligation	4,051,008	3,624,447
Fair value of plan assets	3,849,670	3,774,860
Net asset / (liability)	<b>(201,338)</b>	<b>150,413</b>

### Changes in the present value of the defined benefit obligation are as follows

Opening defined benefit obligation	3,624,447	3,588,132
Current service cost	227,392	208,616
Interest cost	261,246	287,051
Benefits paid	(397,942)	-
Actuarial (gains) / losses on obligation	335,865	(459,352)
Closing defined benefit obligation	<b>4,051,008</b>	<b>3,624,447</b>

### Changes in the fair value of plan assets are as follows:

Opening fair value of plan assets	3,774,860	3,471,136
Expected return	330,300	303,724
Contributions by employer	131,129	-
Benefits paid	(397,942)	-
Actuarial gains / (losses)	11,323	-
Closing fair value of plan assets	<b>3,849,670</b>	<b>3,774,860</b>

The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:

	March 31, 2014	March 31, 2014
Investments with insurer	100%	100%

The principal assumptions used in determining gratuity for the Company's plans are shown below:

	March 31, 2015	March 31, 2014
Discount rate	7.70%	9.00%
Future salary increase	6.50%	6.50%
Expected rate of return on assets	8.00%	8.75%
Employee turnover	1% to 5%	1% to 5%



## HOEC BARDAHL INDIA LIMITED

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

(All amounts are in Indian Rupees, unless otherwise stated)

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled.

Experience adjustments for the current and previous four periods are as follows:

	March 31, 2015	March 31, 2014	March 31, 2013	March 31, 2012	March 31, 2011
Experience gain / (loss) on plan assets	11,323	-	15,560	14,354	6,038
Experience (gain) / loss on plan liabilities	335,865	(459,352)	(181,659)	89,960	(3,832)

The Group is maintaining a fund with the Life Insurance Corporation of India (LIC) to meet its gratuity liability. The fair value of the plan assets represents the balance available with the LIC as at the end of the year. The total value of plan assets is as certified by the LIC.

## 24. Related party disclosures

### Names of related parties and related party relationship

#### Related parties where control exists

Holding company : Hindustan Oil Exploration Company Limited

#### Related parties with whom transactions have taken place

Holding company : Hindustan Oil Exploration Company Limited

### Related party transactions

The following table provides the total amount of transactions that have been entered into with related parties for the relevant financial year:

Nature of the Transactions	Related Party	March 31, 2015	March 31, 2014
Warehousing Services (net of service tax)	Hindustan Oil Exploration Company Limited	1,764,000	7,056,000
Rent (net of service tax)	Hindustan Oil Exploration Company Limited	4,777,500	4,200,000

Balances outstanding as at the end of the year:

Nature of the Balance	Related Party	March 31, 2015	March 31, 2014
Security Deposits	Hindustan Oil Exploration Company Limited	8,500,000	8,500,000
Advances	Hindustan Oil Exploration Company Limited	3,552,063	-
	<b>Total</b>	<b>12,052,063</b>	<b>8,500,000</b>

## 25. Lease

Particulars	March 31, 2015	March 31, 2014
Rent charged to Statement of Profit and Loss	8,948,700	6,534,120

Future Minimum Rentals payable under Non-Cancellable operating leases are as follows :

Within one year	3,662,496	3,391,200
After one year but not more than five years	10,064,088	13,726,584
More than five years	-	-

## 26. Capital and other commitments

There are no contracts remaining to be executed and not provided for.



## HOEC BARDAHL INDIA LIMITED

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

(All amounts are in Indian Rupees, unless otherwise stated)

#### 27. Contingent liabilities

Claims against the Company not acknowledged as debts :

	March 31, 2015	March 31, 2014
Income tax demand	1,320,916	1,445,852
Fringe Benefit Tax demand	-	523,345
Central Excise demand	300,844	300,844

#### 28. Derivative instruments and unhedged foreign currency exposure

Particulars of Unhedged Foreign Currency Exposure at the Balance Sheet date

	March 31, 2015	March 31, 2014
Trade payables	8,103,128	8,373,189

#### 29. Expenditure in foreign currency

Particulars	March 31, 2015	March 31, 2014
Travelling and conveyance	17,688	29,261
Others - Samples	9,157	-
Machinery	-	139,921

#### 30. Value of imports calculated on CIF basis

Particulars	March 31, 2015	March 31, 2014
Traded Goods	52,691,460	57,633,348
Machinery	-	139,921

#### 31. Segmental Reporting

##### Business and Geographical segments

The business of the Company falls under a single segment i.e. Automotive and related components, hence segment information as per Accounting Standard AS-17 is not required to be disclosed. The Company is catering only to the need of the domestic market as such there is no reportable Geographical Segments

#### 32. Previous year figures

Previous year's figures have been regrouped wherever necessary to conform to the current year's presentation.

As per our report of even date

For H. R. Lalka & Co.  
Firm Registration No.:105574W  
Chartered Accountants




Hiren Lalka  
Proprietor  
Membership No. 40242

Place: Mumbai  
Date: May 27, 2015



For S. R. Batliboi & Associates LLP  
Firm Registration No.:101049W  
Chartered Accountants

  
per Subramanian Suresh  
Partner  
Membership No. 83673

Place: Chennai  
Date: May 27, 2015



For and on behalf of the Board of Directors



Chairman



Director

Place: Chennai  
Date: May 27, 2015