

**G. K. TULSYAN & CO.**

***CHARTERED ACCOUNTANTS***

**4, GANGADHAR BABU LANE,  
KOLKATA-700 012**

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## **Independent Auditor's Report**

**To the Members of**

**GMB Ceramics Ltd.**

### **Report on the Financial Statements**

We have audited the accompanying (Standalone) financial statements of GMB Ceramics Limited ("the company") which comprise the Balance Sheet as at 31<sup>st</sup> March, 2017 the statement of Profit and Loss, the Cash Flow statement and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility for the (Standalone) Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these (Standalone) Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these (standalone) financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on



the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the (Standalone) financial statements

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid (Standalone) financial statements give, *subject to non provision of depreciation on Fixed Assets & non apportionment of value of lease (amount unascertained) as defined in Note 1 ( c ) of the Balance Sheet , because of which assets of the company are overstated & loss of the current year is understated by this amount*, 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, 2017, and its Profit/Loss for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

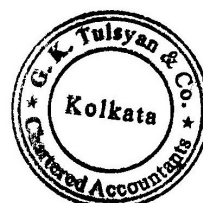
1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by section 143 (3) of the Act, we report that:

a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

b. in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

c. the Balance Sheet, the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account



d. in our opinion, the aforesaid (Standalone) financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e. On the basis of written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.

f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company does not have any pending litigations which would impact its financial position.

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

iv. The company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the company.

For and on behalf of  
**G.K. Tulsyan & Co.**  
Chartered Accountants  
Firm's registration number: 323246E

**U.K. Senapati**  
Partner  
Membership number: 58084  
Place: Kolkata  
Date: 09<sup>th</sup> Day of August, 2017





**"Annexure A" to the Independent Auditors' Report**

The Annexure referred to in our report to the members of **GMB CERAMICS LIMITED** ("the Company") for the year ended 31<sup>st</sup> March, 2017. We Further report that :-

1) (a) The Company has not maintained proper records showing full particulars, including quantitative details and situation of fixed assets; we are explained that the factory of the company was in the custody of financial institution subsequent to which the relevant register kept in the factory are not available.

(b) The Fixed Assets have not been physically verified by the management during the year .

(c) The title deeds of immovable properties are held in the name of the company

2) The inventories have not been physically verified by the management during the year .

3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (c) of the Order are not applicable to the Company and hence not commented upon.

4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.

5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

6) Since the company's manufacturing activity continues to remain suspended during the year and no other activity and transaction took place, in our opinion the provisions of sub-section (1) of section 148 of the Companies Act, 2013 is not applicable to the company.

7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts



payable in respect of the above were in arrears as at March 31, 2017 for a period of more than six months from the date on when they become payable.

b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.

8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.

9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.

10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.

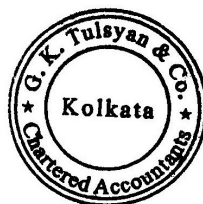
11) The Company has not paid or provided any managerial remuneration.

12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.

13) In our opinion, the company has not entered into any transaction with the related parties under section 177 and 188 of Companies Act, 2013 .Therefore , the provisions of clause 3 (xiii) of the order are not applicable to the company.

14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.

15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.



16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For and on behalf of  
G.K. Tulsyan & Co.  
Chartered Accountants  
Firm's registration number: 323246E

U.K. Senapati  
Partner  
Membership number: 058084  
Place: Kolkata  
Date: 09<sup>th</sup> Day of August, 2017



## **“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 GMB Ceramics Limited (“the Company”) as of March 31, 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

#### **Management’s Responsibility for Internal Financial Controls**

The Company’s management is responsible for establishing and maintaining internal financial controls based on “the internal control over financial reporting 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”. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and



evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

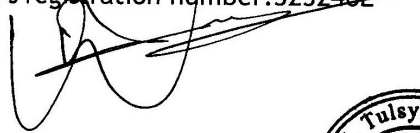
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.



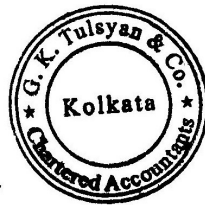
## Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

For and on behalf of  
G.K. Tulsyan & Co.  
Chartered Accountants  
Firm's registration number: 323246E



U.K. Senapati  
Partner  
Membership number: 058084  
Place: Kolkata  
Date: 09<sup>th</sup> Day of August, 2017



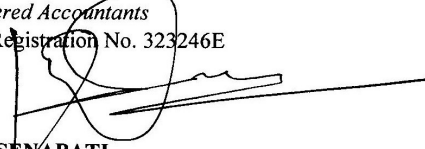
**GMB CERAMICS LTD.**

**BALANCE SHEET AS AT 31ST MARCH, 2017**

	<u>Note No.</u>	As at 31.03.2017 Rs.	As at 31.03.2016 Rs.
<b>I <u>EQUITY &amp; LIABILITIES</u></b>			
(1) <b>Share Holders Fund</b>			
(a) Share Capital	2	34,927,500	34,927,500
(b) Reserves & Surplus	3	(33,874,759)	(32,002,385)
(2) <b>Non - Current Liabilities</b>			
(a) Long Term Borrowings	4	65,885,261	63,302,227
(3) <b>Current Liabilities</b>			
(a) Trade Payables	6	180,133	191,784
(b) Other Current Liabilities	7	292,451	622,425
(c) Short Term Provisions	8	6,480	2,160
<b>TOTAL</b>		<b>67,417,066</b>	<b>67,043,711</b>
<b>II <u>ASSETS</u></b>			
(1) <b>Non - Current Assets</b>			
(a) Fixed Assets			
(i) Tangible Assets	9	53,702,936	53,702,936
(2) <b>Current Assets</b>			
(a) Inventories	11	4,231,341	4,231,341
(b) Cash & Cash Equivalents	13	31,894	103,403
(c) Short Term Loans & Advances	14	9,450,895	9,006,031
<b>TOTAL</b>		<b>67,417,066</b>	<b>67,043,711</b>
Significant Accounting Policies	1	-	-

As per Annexed report of even date.  
**For G.K. Tulsyan & Company**  
Chartered Accountants  
Firm Registration No. 323246E

  
Directors

  
**U. K. SENAPATI**  
Partner  
Membership No.58084

4, Gangadhar Babu Lane, Kolkata - 700012

Dated the 9th day of August, 2017



  
(A. Senapati)

**GMB CERAMICS LTD.**

**PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017**

	<u>Note No.</u>	<b>For the year ended <u>31.03.2017</u> Rs.</b>	<b>For the year ended <u>31.03.2016</u> Rs.</b>
(I) <b>REVENUE FROM OPERATIONS</b>		-	3,669
(II) <b>OTHER INCOME</b>		-	-
(III) <b>TOTAL REVENUE (I +II)</b>		-	3,669
(IV) <b>EXPENSES</b>			
Changes in inventories of finished goods/WIP/Stock in Tr:	15	-	2,938
Employee Benefit Expenses	16	614,647.00	268,575
Other Expenses	17	1,257,727.00	1,264,720
<b>TOTAL EXPENSES</b>		1,872,374.00	1,536,233
(V) Profit before tax		(1,872,374.00)	(1,532,564)
(VI) Tax Expense			
(1) Current Tax		-	-
(2) Deferred Tax		-	-
(VII) Profit/(Loss) for the period		(1,872,374.00)	(1,532,564)
(VII) Earnings per Equity Share			
(1) Basic		(0.53)	(0.44)
(2) Diluted		(0.53)	(0.44)

Significant Accounting Policies

1

As per Annexed report of even date.

For **G.K. Tulsyan & Company**

Chartered Accountants

Firm Registration No. 323246E

**U. K. SENAPATI**

Partner

Membership No.58084

4, Gangadhar Babu Lane, Kolkata - 700012

Dated the 9th day of August, 2017



  
Directors

  
(A. De.)



**GMB CERAMICS LTD.**

Cash Flow Statement for the year ended 31st March, 2017	2016-17	2015-16
	Rs.	Rs.
<b>A. Cash Flow from Operating Activities</b>		
Net Profit before Tax & Extra-ordinary Items	(1,872,374)	(1,532,564)
Adjustment for :		
Transfer to capital reserves	-	-
Interest charged to Profit & Loss Account	-	-
Opening Profit/(Loss) before Working Capital Changes	(1,872,374)	(1,532,564)
Adjustment for :		
(Increase) / Decrease in Trade Receivables	-	-
Increase / (Decrease) in Current Liabilities	(329,974)	322,495
Increase / (Decrease) in Short Term Provisions	4,320	-
(Increase) / Decrease Inventories	-	2,938
Increase / (Decrease) in Trade payables	(11,651)	53,888
Cash generated from Operations	(2,209,679)	(1,153,243)
Cash Flow before Extra-ordinary Items	-	-
Net Cash from Operating Activities	(2,209,679)	(1,153,243)
<b>B. Cash flow from Investing Activities</b>		
(Increase) / Decrease in Long Term Loans & Advances	(444,864)	(6,387,050)
(Increase) / Decrease in investments	-	-
(Increase) / Decrease in Fixed Asstes	-	1,287,281
Net Cash from investing Activities	(444,864)	(5,099,769)
<b>C. Cash Flow from Financing Activities</b>		
Increase/(Decrease) in Long term Borrowings	2,583,034	6,290,000
Increase/ (Decrease) in Short Term Borrowings	-	-
Net Cash from Financing Activities	2,583,034	6,290,000
Net Changes in Cash and Cash Equivalent (A+B+C)	(71,509)	36,988
Cash & Cash Equivalents as at 1st April, 2016 (Opening Balance)	103,403	66,415
Cash & Cash Equivalents as at 31st March, 2017 (Closing Balance)	31,894	103,403

Note : Figures in Bracket represent Cash Outflows.

As per Annexed report of even date  
For **G.K. Tulsyan & Company**  
Chartered Accountants  
Firm Registration No. 323246E

Directors

**U. K. SENAPATI**  
Partner  
Membership No.58084  
4, Gangadhar Babu Lane, Kolkata - 700012

Dated the 9th day of August, 2017



(A. Se.)

**Messrs.GMBCeramicsLimited**

**NoteNo.-1**

**SignificantAccountingPolicies:**

a) **General:**

The books of accounts have been maintained on mercantile basis and according to the double entry system of accounting.

b) Pending ascertainment of physical status and value of the fixed assets and inventories after take over of the possession from the Receiver in December, 2011, the book values of the assets as per the last record have been carried forward.

c) **Fixed Assets & Depreciation:**

i) Fixed Assets are stated as cost less depreciation.

ii) No Depreciation has been provided since March, 2001 as the company's plant continues to remain inoperative since 15th November, 1997.

iii) Proportionate cost of leasehold land has not been written off.

d) **Retirement Benefit:**

Retirement benefit, if any, are provided on actual payment basis.

**Additional Information:**

1. Earning in foreign exchange FOB value of exports Nil
2. Value of imports CIF basis raw materials Nil
3. Particulars as regards finished Product
- i) Production: Nil for the current year and previous year.
- ii) Closing Stock:

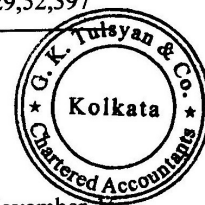
	Quantity	Value	Quantity	Value
Indian Water Closet	4,848	9,01,994	4,848	9,01,994
European Water Closet	7,110	8,79,880	7,117	8,81,053
Wash Basins	16,654	3,00,846	16,662	3,01,932
Others	52,766	8,66,739	52,771	8,67,418
<b>Total</b>	<b>81,378</b>	<b>29,49,459</b>	<b>81,398</b>	<b>29,52,397</b>

4. Imported materials consumed : Nil
5. Indigenous materials consumed : Nil
6. Raw Materials Consumed : Nil for the current year and previous year.

7. In view of the suspension of production / operations by the Company effective from November 15, 1997, the Company has not provided interest and depreciation in its books for the accounting year ending on March 31<sup>st</sup>, 2017 too.

8. Previous year figures have been regrouped / rearranged wherever necessary.

9. Production continues to remain suspended since the Factory is under Lock-out from 15<sup>th</sup> November.



10. In the opinion of the management there are no dues payable to SSI Units.
11. The legal and other expenditure under the head 'Short Term Loans & Advances' include advertisement and other incidental expenses for disposal of unused assets and legal & other expenses on arbitration award before various judicial forum; these expenditure are expected to be set off against realization of the sale proceeds of the unused assets and arbitration claim.
12. During the year the Company sold certain items of Plant & Machinery in the form of scrap and the original cost and written down value of such fragmented item are undeterminable.
13. Earnings per Share :  
The following reports basic and diluted earning per equity shares in accordance with basic earning per share has been computed by dividing net profit or loss by weighted average number of equity shares outstanding for the period. Diluted earning per share has been computed using the weighted average number of equity shares and diluted potential equity shares outstanding for the period.
14. Taxes on Income :  
Current tax is determined on the basis of the amount payable for the year under the Income Tax Act. Deferred tax is calculated at current statutory Income Tax rate and is recognized on timing difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent period. In the above Company there is no timing difference between taxable income and accounting income. So, deferred tax does not arise.
15. Deferred Tax :  
Subject to consideration of prudence we do not provide for the deferred tax asset arising from brought forward losses.
16. List of Associate Company and the proportion of its ownership & interest.

Associate Company	Country of Incorporation	Shareholding
Nafisa Trading Co .Ltd.	India	24.54%

17. DISCLOSURE ON SPECIFIED BANK NOTES (SBN).

Particulars	SBNs	Other denomination on notes	Total
<u>Closing cash in hand as on November 8, 2016</u>	41,000	316	41,316
<u>(+) Permitted receipts</u>	-	14,200	14,200
<u>(-) Permitted payments</u>	-	10,430	10,430
<u>(-) Amount deposited in Banks</u>	41,000	-	41,000
<u>Closing cash in hand as on December 30, 2016</u>	-	4,086	4,086



**GMB CERAMICS LTD.**

NOTES TO ACCOUNTS FOR THE YEAR ENDED 31st MARCH 2017

	31 March, 2017 Rs.	31 March, 2016 Rs.		
<b>2 SHARE CAPITAL</b>				
<b>(a) Capital Structure</b>				
<u>Authorised</u>				
55,00,000 Equity Shares of Rs. 10/- each.	55,000,000	55,000,000		
	55,000,000	55,000,000		
<u>Issued, Subscribed and Fully Paid Up</u>				
35,00,000 Equity Shares of Rs. 10/- each fully paid in cash	35,000,000	35,000,000		
Less: Allotment Money in Arrear	72,500	72,500		
	34,927,500	34,927,500		
<b>(b) Share Capital Reconciliation</b>				
Equity Shares				
	Nos.	Amount	Amount	
Opening balance	3,500,000	35,000,000	35,000,000	
Issued during the period	-	-	-	
Closing Balance	3,500,000	35,000,000	35,000,000	
<b>(c) Particulars of Equity Shareholders holding more than 5% Shares at Balance Sheet date</b>				
Name of the shareholder	No. of shares	% holding	No. of shares	% holding
INDSTL Promn & Invst Corpn of Orissa Ltd	525,000	15	525,000	15
Nevelni Ceramics & Refractories Ltd	180,000	5	180,000	5
Nafisa Trading Co Ltd	859,500	25	859,500	25
Swati Nivesh & Services Pvt Ltd	309,700	9	309,700	9
Rupak Trading Pvt Ltd	253,062	7	253,062	7
Pratush Consultants Pvt Ltd	254,362	7	254,362	7
<b>3 RESERVES &amp; SURPLUS</b>				
Capital Reserves		91,000,860	91,000,860	
Other Reserves -				
- Central Investment Subsidy		2,500,000	2,500,000	
- Project Subsidy		300,000	300,000	
- BIFR Relief & Concession		6,481,885	6,481,885	
Profit & Loss Statement				
As per last Balance Sheet	(132,285,130)			
Add : Profit/(Loss) for the year	(1,872,374)	(134,157,504)	(132,285,130)	
<b>Total Reserves &amp; Surplus</b>		(33,874,759)	(32,002,385)	



**GMB CERAMICS LTD.****NOTES TO ACCOUNTS FOR THE YEAR ENDED 31st MARCH 2017**

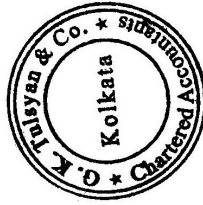
	31 March, 2017 Rs.	31 March, 2016 Rs.
<b>4 LONG TERM BORROWINGS</b>		
(a)Loans & Advances from Related Parties		
Advances		
- from directors (Unsecured)	19,468,261	11,368,227
- from body corporates (Unsecured)	46,417,000	51,934,000
	<u>65,885,261</u>	<u>63,302,227</u>
<b>6 TRADE PAYABLES</b>		
Sundry Creditors	1,661	84,517
Integrated Capital Services Ltd	73,500	
NFS Maintenance & Services	104,972	107,267
	<u>180,133</u>	<u>191,784</u>
<b>7 OTHER CURRENT LIABILITIES</b>		
- Security Deposit	5,000	5,000
Advance From debtors		
Balasure Scrap	169,681	169,681
- Other Advance		
Suparna Mukherjee	-	20,655
Rajan Deb	-	183,600
Kirin Negel	-	18,360
- Other Liabilities	117,770	225,129
	<u>292,451</u>	<u>622,425</u>
<b>8 SHORT TERM PROVISIONS</b>		
- Employees Providend fund	6,480	2,160
	<u>6,480</u>	<u>2,160</u>
<b>11 INVENTORIES</b>		
Stores & Spares ( At cost)	417,880	417,880
Stock of Electricals goods (At Cost)	15,016	15,016
Stock of Klin Materials (At cost)	61,025	61,025
Raw Materials (At Cost)	125,507	125,507
Packing Materials (At Cost)	23,195	23,195
Finished Goods (At Cost)	2,949,459	2,949,459
Finished Moulds & Other Items ( At cost)	639,259	639,259
	<u>4,231,341</u>	<u>4,231,341</u>
<b>13 CASH &amp; CASH EQUIVALENTS</b>		
Cash in Hand	8,006	41,644
UCO BANK KOLKATA	13,594	
SBI BALASORE	10,294	61,759
	<u>31,894</u>	<u>103,403</u>
<b>14 SHORT TERM LOANS &amp; ADVANCES</b>		
- Legal and other Expenditure (See note 11 on Notes to Accounts)	9,186,773	
-Advance to IDCO	216,002	
-Advance to Staff	30,940	
	<u>9,433,715</u>	8,988,851
Security Deposit	10,000	10,000
Central Excise(Excess Paid)	1,773	1,773
Sales Tax (Excess Paid)	5,407	5,407
	<u>9,450,895</u>	<u>9,006,031</u>
<b>15 CHANGES IN INVENTORIES OF STOCK IN TRADE</b>		
Closing Stock	4,231,341	4,231,341
Less Opening Stock	4,231,341	4,234,279
	<u>-</u>	<u>2,938</u>



**GMB CERAMICS LTD**  
**Schedule of fixed Assets & Depreciation**

Note No. - 9

PARTICULARS	GROSS CARRYING AMOUNT		ACCUMULATED DEPRECIATION		NET CARRYING AMOUNT	
	As on 31/03/2016	As on 31/03/2017	As on 31/03/2016	As on 31/03/2017	As on 31/03/2017	As on 31/03/2016
	Additions	Deductions	Additions	Deductions		
Land	4,400,229	-	-	-	4,400,229	4,400,229
Building	35,666,779	-	10,838,039	-	24,828,740	24,828,740
Furniture & Fixture	905,767	-	571,116	-	334,651	334,651
Plant & Machinery	53,478,402	-	29,339,086	-	24,139,316	24,139,316
<b>TOTAL</b>	<b>94,451,177</b>	<b>-</b>	<b>40,748,241</b>	<b>-</b>	<b>53,702,936</b>	<b>53,702,936</b>



**GMB CERAMICS LTD.****NOTES TO ACCOUNTS FOR THE YEAR ENDED 31st MARCH 2017**

	31 March, 2017 Rs.	31 March, 2016 Rs.
<b>16 EMPLOYEE BENEFIT EXPENSES</b>		
Salary & allowances	216,000	216,000
Employers PF	39,720	35,400
Arrears Of Provident Fund	341,617	-
Gratuity payment	17,000	15,600
Staff Welfare A/c	310	1,575
	<u>614,647</u>	<u>268,575</u>
<b>17 OTHER EXPENSES</b>		
Bank Charges	2,541	1,633
Certification Fess	-	5,000
Conveyance Expenses	470	8,623
Discount	-	438
Factory expenses	311,160	418,930
Filing Fees	68,024	22,294
General Expenses	20,460	24,709
Interest	4,500	7,723
Interest on TDS	80	45
Listing fees	57,125	11,798
Postage & Telegram	53,715	130
Penalty	10,188	-
Printing & Stationary	77,510	34,790
Processing Fees	11,500	-
Professional Charges	61,700	18,000
Professional Tax	2,500	2,500
Security Expenses	504,819	616,573
Service charges	-	1,400
Telephone Expenses	-	1,000
Trade Licence	1,900	1,900
Transportation Charges	-	24,500
Travelling expenses	37,957	38,964
Website expenses - email	7,978	770
Audit fees -	20,000	23,000
GST on above	3,600	-
	<u>1,257,727</u>	<u>1,264,720</u>

