



**R Sogani & Associates**  
Chartered Accountants

“Shree Dham”

R-20, YudhishterMarg, 'C'-Scheme, Jaipur - 302005

Tel: 2222734, 2220735, 2220736

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**INDEPENDENT AUDITOR'S REPORT**  
**Prepared for Consolidation Purpose**

**From: R Sogani & Associates**

**Date: 27<sup>th</sup> May, 2019**

**Subject: Consolidation of Gravita Infotech Limited For the year ended**

**31<sup>st</sup> March, 2019.**

**To: Deloitte Haskins & Sells, Gurgaon, India**

In accordance with the instructions in your e-mail dated 26<sup>th</sup> February, 2019, we have audited, for purpose of your audit of the consolidated financial statements of Gravita India Limited, the accompanying balance sheet of Gravita Infotech Limited as at 31<sup>st</sup> March 2019, the Statement of profit and loss and also the Cash flow statement of the company for the year ended on the same date and other reconciliations and information (all collectively referred to as the Fit For Consolidation (FFC) Accounts).

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the accompanying Balance Sheet of Gravita Infotech Limited as of 31<sup>st</sup> March, 2019 for the year then ended has been prepared, in all material respects, in accordance with the accounting policies generally accepted in India:

- a) In case of the consolidated Balance Sheet, of the state of affairs of the company as at March 31<sup>st</sup>, 2019;
- b) In case of the consolidated Statement of Profit and Loss, of the Loss for the year ended on that date.
- c) In case of the consolidated Cash Flow Statement, for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by ICAI, and we have fulfilled our other ethical responsibilities in accordance with the





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provisions of the Companies Act, 2013. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Responsibilities of Management and those charged with governance for the FFC Accounts:**

Management is responsible for the preparation and presentation of this FFC Accounts in accordance with accounting policies generally accepted in India. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of the FFC Accounts that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. This FFC Accounts has been prepared solely to enable Gravita India Limited to prepare its consolidated financial information.

**Auditor's Responsibilities:**

Our responsibility is to express an opinion on this FFC Accounts based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards on Auditing require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the FFC Accounts is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the FFC Accounts. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the FFC Accounts, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and presentation of the FFC Accounts in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, made by management, as well as evaluating the overall presentation of the FFC Accounts.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Restriction to use and Distribution**

These FFC accounts have been prepared for the purpose of providing information to **Gravita India Limited** to enable it to prepare the consolidated financial statement of the group, as a result these FFC accounts are not the complete set of financial statement of Gravita Infotech Limited in accordance with the accounting principles generally accepted in India and is not Intended to give a true and fair view of financial position of Gravita Infotech Limited as on 31<sup>st</sup> March, 2019 and of its financial performance, in accordance with the accounting principles generally accepted in





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India. The financial information may, therefore, not be suitable for another purpose.

**For R Sogani & Associates**  
**Chartered Accountants**  
**FRN: 018755C**

**(Bharat Sonkhiya)**

**Partner**

**Membership No: 403023**



**Place : Jaipur**

**Date : 27<sup>th</sup> May, 2019**



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## **INDEPENDENT AUDITOR’S REPORT**

### **TO THE MEMBERS OF Gravita Infotech Limited**

#### **Report on the Audit of the Standalone Financial Statements**

#### **Opinion**

We have audited the standalone financial statements of Gravita Infotech Limited (“the Company”), which comprise the balance sheet as at 31<sup>st</sup> March 2019, the statement of Profit and Loss, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information .

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (“the Act”) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, (“Ind AS”) and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, the loss, the total comprehensive income, and its cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor’s Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



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### **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, total comprehensive income, and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. 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 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company’s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the Company’s financial reporting process.

### **Auditor’s Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to



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design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.





We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

### **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 the section 143 of companies act, 2013, we give in the ‘Annexure-A’, a statements on the matters specified in paragraph 3 and 4 of the order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
  - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid 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 the written representations received from the management as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 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 has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



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- iv. The Company has provided requisite disclosures in the financial statements, on the basis of information available with the Company. Based on audit procedures and relying on the management representation, we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management.

**For R Sogani & Associates**

**Chartered Accountants**

**FRN: 018755C**

**(Bharat Sonkhiya)**

**Partner**

**Membership No: 403023**

**Place : Jaipur**

**Date : 27<sup>th</sup> May, 2019**





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**ANNEXURE ‘A’ REFERRED TO IN THE AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS OF GRAVITA INFOTECH LIMITED FOR THE YEAR ENDING 31<sup>ST</sup> MARCH, 2019**

As required by the Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in terms of section 143(11) of the Companies Act, 2013, we report that:

1. In respect of fixed assets:

- A) As explained to us, the Company has maintained records showing full particulars, including quantitative details and situation of fixed assets on the basis of available information.
- B) As explained to us, all the fixed assets have been physically verified by the management during the year at reasonable intervals. As explained, no material discrepancies were noticed on such physical verification. However, no formal documents have been provided to us for verification.
- C) As informed to us, title deeds of immovable properties are held in the name of the Company.

2. In respect of its inventories:

According to information and explanation given to us, the Company does not have any inventory during the year hence this clause is not applicable to the Company.

3. In respect of loans:

According to the information and explanations given to us, the Company has not granted any loans, secured and unsecured, to companies, firms and other parties covered in the register maintained under section 189 of Companies Act, 2013.





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4. According to the information and explanations given to us, in respect of loans, investments and guarantees, provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
5. According to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of the directives issued by the Reserve Bank of India and the provisions of section 73 to 76 or any relevant provisions of the Companies Act, 2013 and the rules made there under.
6. In respect of cost records:

We have been explained that the maintenance of cost records has not been prescribed by the Central Government under Section 148(1) of the Companies Act, 2013 for the period under review.

7. In respect of statutory dues:

- A. The Company is generally regular in depositing with the appropriate authorities undisputed statutory dues including, Income Tax, Custom Duty, Goods and Service Tax, Cess and other material statutory dues applicable to it.

According to the information and explanation given to us, no disputed amount payable in respect of Provident Fund, Employees’ State Insurance, Income Tax, Goods and Service Tax, Custom Duty, Cess and other material statutory dues applicable are in arrears as at 31st March 2019 for a period of more than six months from the date they become payable.

- B. According to the information and explanations given to us, there are no dues of Income Tax, Goods and Service Tax which have not been deposited on account of any dispute.





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8. In respect of repayment of dues:

According to information and explanation given to us Company has not borrowed any amount from financial institution or bank or debenture holders.

9. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) or taken any term loan during the year.

10. According to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.

11. In respect of Managerial Remuneration:

According to the information and explanations given to us we report that the Company do not have any profits during the year and therefore has not paid any managerial remuneration to any of its directors.

12. In respect of Nidhi Company:

The Company is not a Nidhi Company. Therefore, this clause is not applicable to the Company.

13. In respect of related parties:

All transactions with the related parties are in compliance with Section 188 and 177 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc. as required by the Ind AS 24 and Companies Act, 2013.

14. In respect of preferential allotment / private placement of shares:

The Company has not made any preferential allotment / private placement of shares or fully or partly convertible debentures during the year under review.





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15. In respect of Non-cash transactions with directors:

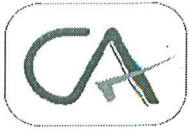
According to information and explanation given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him.

16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For R Sogani & Associates**  
**Chartered Accountants**  
**FRN: 018755C**

**(Bharat Sonkhiya)**  
**Partner**  
**Membership No: 403023**

**Place : Jaipur**  
**Date : 27<sup>th</sup> May, 2019**



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**ANNEXURE - B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON  
THE STANDALONE FINANCIAL STATEMENTS OF GRAVITA INFOTECH LIMITED**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of  
Section 143 of the Companies Act, 2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of Gravita Infotech Limited (“the Company”) as of March 31, 2019 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that are 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



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ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India.

Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidences we have obtained are 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:





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- 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; and
- 2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- 3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

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

Because of the inherent limitations of internal financial controls over financial reporting, includes 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, judging by the nature and quantum of transactions appearing in the financial statements, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2019, 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



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on Audit of Internal Financial Controls Over Financial Reporting issued by the  
Institute of Chartered Accountants of India.

**For R Sogani & Associates**  
**Chartered Accountants**  
**FRN: 018755C**

**(Bharat Sonkhiya)**  
**Partner**  
**Membership No: 403023**

**Place : Jaipur**

**Date : 27<sup>th</sup> May, 2019**



Gravita Infotech Ltd  
CIN U51109RJ2001PLC016924  
501, Rajputana Tower, A-27B, Shanti Path, Tilak Nagar, Jaipur  
Balance sheet As at Mar 31, 2019

(Rs In lacs)

Particulars	Note	As at Mar 31, 2019	As at March 31, 2018
<b>I. ASSETS</b>			
<b>1 Non - current assets</b>			
(a) Property, Plant and Equipment	2	114.63	124.77
(b) Other Intangible assets	3	0.04	0.04
<b>(c) Financial Assets</b>			
(i) Investments	4	27.57	27.57
(ii) Loans	11	1.93	1.83
(d) Tax Assets (net)	8	10.00	16.55
		<b>154.17</b>	<b>170.76</b>
<b>2 Current assets</b>			
<b>(a) Financial Assets</b>			
(i) Investments	9	4.85	118.05
(ii) Trade receivables	5	5.59	0.00
(iii) Cash and cash equivalents	10	11.98	8.17
<b>(b) Other current assets</b>	6	<b>114.90</b>	<b>18.03</b>
		<b>137.32</b>	<b>144.26</b>
<b>Total Assets</b>		<b>291.49</b>	<b>315.02</b>
<b>II. EQUITY AND LIABILITIES</b>			
<b>1 Equity</b>			
(a) Equity Share capital	12	20.00	20.00
(b) Other equity		256.40	272.14
<b>Equity attributable to owners of the Company</b>		<b>276.40</b>	<b>292.14</b>
<b>Non-controlling interests</b>		-	-
<b>Total Equity</b>		<b>276.40</b>	<b>292.14</b>
<b>2 Liabilities</b>			
<b>Non - current liabilities</b>			
(a) Deferred tax Liabilities (net)	7	10.56	10.56
		<b>10.56</b>	<b>10.56</b>
<b>3 Current liabilities</b>			
<b>(a) Financial Liabilities</b>			
(i) Trade payables	15	1.99	2.57
(b) Other current liabilities	14	0.64	0.61
(c) Provisions	13	1.90	1.94
(d) Current tax Liabilities (net)	16	-	7.19
		<b>4.53</b>	<b>12.31</b>
		<b>15.09</b>	<b>22.88</b>
<b>Total Equity and Liabilities</b>		<b>291.49</b>	<b>315.02</b>

See accompanying notes forming part of the financial statements

1 to 27

As per our report of even date

For R Sogani & Associates  
Chartered Accountants  
Firm Reg. No.- 018755C

(Bharat Sonkhiya)  
Partner  
M.No. 403023

For & on behalf of the board of Directors

Rajat Agrawal  
(DIN- 00855284)  
(Director)

M P Agarwal  
(DIN- 00188179)  
(Director)

Place: Jaipur

Date:

27 MAY 2019



Gravita Infotech Ltd  
CIN U51109RJ2001PLC016924  
501, Rajputana Tower, A-27B, Shanti Path, Tilak Nagar, Jaipur  
Statement of profit and loss for the period ended Mar 31, 2019

(Rs In lacs)

Particulars	Note	For the Period ended Mar 31, 2019	For the year ended March 31, 2018
I Revenue from operations	17	8.22	563.86
II Other income	18	12.90	9.65
<b>III Total income (I + II)</b>		<b>21.12</b>	<b>573.51</b>
IV Expenses:			
(a) Cost of materials consumed	19	-	507.76
(b) Employee benefits expense	20	8.35	9.07
(c) Depreciation and amortisation expense	21	8.70	15.58
(d) Other expenses	22	27.00	29.48
<b>Total expenses (IV)</b>		<b>44.05</b>	<b>561.89</b>
V Share of profit of associates			
<b>V Profit before tax (III - IV + V)</b>		<b>(22.93)</b>	<b>11.62</b>
VI Tax expense:			
(a) Current tax	24	(7.19)	37.82
<b>VII Profit for the year (V - VI)</b>		<b>(15.74)</b>	<b>(26.20)</b>
<b>VIII Total comprehensive income for the year</b>		<b>(15.74)</b>	<b>(26.20)</b>
IX Earnings per share (of Rs.10 each):			
Basic	25	(7.87)	(13.10)
Diluted		(7.87)	(13.10)

See accompanying notes forming part of the financial statements

1 to 27

As per our report of even date

For R Sogani & Associates  
Chartered Accountants  
Firm Reg. No.:- 018755C

(Bharat Sonkhiya)  
Partner  
M.No. 403023

For & on behalf of the board of Directors

Rajat Agrawal  
(DIN- 00855284)  
(Director)

M P Agarwal  
(DIN- 00188179)  
(Director)

Place: Jaipur  
Date:

27 MAY 2019



Gravita Infotech Ltd  
CIN U51109RJ2001PLC016924  
501, Rajputana Tower, A-27B, Shanti Path, Tilak Nagar, Jaipur  
Statement of Cash flows as at March 31, 2019

(Rs In lacs)

Particulars	For the year ended Mar 31, 2019		For the year ended March 31, 2018	
<b>A. Cash flow from operating activities</b>				
Profit before extraordinary items and tax		(22.93)		11.62
Adjustments for :				
Depreciation and amortisation	8.70		15.58	
Lease hold land amortisation	-		-	
Loss/(Profit) on sale of fixed assets	-		1.06	
Finance Cost	-		-	
Interest income on deposits	(0.39)		(0.38)	
Interest income on Income Tax Refund	-		-	
Interest income on loans and advances and others	-		-	
Income from financial guarantee contracts	-		-	
Exp on ESOP	-		-	
Written off/provision for doubtful trade receivables, loans and advances	-		-	
		8.31		16.28
<b>Operating profit before working capital changes</b>		(14.62)		27.90
Changes in working capital:				
Adjustments for (increase) / decrease in operating assets:				
Inventories	-		-	
Trade receivables	(5.59)		30.31	
Other non-current assets	-		-	
Non Current Tax Assets	6.55		(0.96)	
Long-term loans and advances	(0.10)		-	
Short-term loans and advances	(96.86)		-	
Other current assets	-		(15.26)	
Adjustments for increase / (decrease) in operating liabilities:				
Trade payables	(0.58)		0.47	
Current Tax Liabilities (Net)	(7.19)		(5.00)	
Other current liabilities	0.03		(126.61)	
Long term and Short term Provisions	(0.04)		0.27	
		(103.78)		(116.78)
<b>Cash generated from operations</b>		(118.40)		(88.88)
Income taxes paid				
<b>Net cash flow (used) / from operating activities (A)</b>		(118.40)		(88.88)
<b>B. Cash flow from investing activities</b>				
Capital expenditure on fixed assets (adjusted for suppliers payable and capital work-in-Progress)	1.45		1.26	
Proceeds from sale of fixed assets	113.20		125.79	
Movement in Current and Non current investments	-		-	
Proceeds from Investment in non-current fixed deposits	0.39		0.38	
Interest income	-		-	
Movement in bank balances not considered as cash and cash equivalents	-		-	
<b>Net cash flow from / (used in) investing activities (B)</b>		115.04		127.43
<b>C. Cash flow from financing activities</b>				
Proceeds from changes in Capital	7.19		(37.83)	
Proceeds from long-term & Short term borrowings (net)	-		(0.19)	
<b>Net cash flow from / (used in) financing activities (C)</b>		7.19		(38.02)
<b>Net increase / (decrease) in Cash and cash equivalents (A+B+C)</b>		3.83		0.53
Cash and cash equivalents at the beginning of the year		8.17		7.64
<b>Cash and cash equivalents at the end of the year</b>		11.99		8.17

See accompanying notes forming part of the financial statements

As per our report of even date

For R Sogani & Associates  
Chartered Accountants  
Firm Reg. No.: 018755C

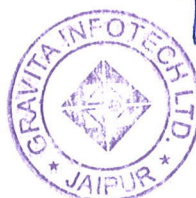
(Bharat Sonkhiya)  
Partner  
M.No. 403023

Place: Jaipur  
Date: 27 MAY 2019

For & on behalf of the board of Directors

Rajat Agrawal  
(DIN- 00855284)  
(Director)

M P Agarwal  
(DIN- 00188179)  
(Director)



Gravita Infotech Ltd  
CIN U51109RJ2001PLC016924  
501, Rajputana Tower, A-27B, Shanti Path, Tilak Nagar, Jaipur  
Statement of changes in equity for the period ended Mar 31, 2019

A Other equity

(Rs In lacs)

Particulars	Other equity		
	Reserves and surplus	Attributable to owners of the parent	Total
	Surplus in Statement of Profit and Loss		
Balance as at March 31, 2017	298.34	298.34	298.34
1 Profit for the year	(26.20)	(26.20)	(26.20)
Total comprehensive income for the year	(26.20)	(26.20)	(26.20)
Balance as at March 31, 2018	272.14	272.14	272.14
1. Profit for the year	(15.74)	(15.74)	(15.74)
Total comprehensive income for the year	(15.74)	(15.74)	(15.74)
Balance as at Mar 31, 2019	256.40	256.40	256.40

See accompanying notes forming part of the financial statements

As per our report of even date

For R Sogani & Associates  
Chartered Accountants  
Firm Reg. No.- 018755C

(Bharat Sonkhiya)  
Partner  
M.No. 403023

For & on behalf of the board of Directors

Rajat Agrawal  
(DIN- 00855284)  
(Director)

M P Agarwal  
(DIN- 00188179)  
(Director)

Place: Jaipur

Date: 27 MAY 2019



Gravita Infotech Ltd  
CIN U51109RJ2001PLC016924  
501, Rajputana Tower,A-27B, Shanti Path, Tilak Nagar, Jaipur  
Notes forming part of the financial statements

**Note 1 - General information and Significant Accounting Policies**

**Note 1.1 - General information**

Gravita Infotech Ltd is a Company incorporated in India, having registered office at Jaipur of Rajasthan State and having principal place of business in Jaipur itself.

**Note 1.2 - Statement of compliance**

These financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 ("The Act") and other relevant provisions of the Act, as applicable.

**I. Basis of preparation and presentation**

The financial statements have been prepared on accrual basis under the historical cost basis except for certain financial instruments which are measured at fair value at the end of each reporting period.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 or value in use in Ind AS 36.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;  
Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and  
Level 3 inputs are unobservable inputs for the asset or liability.

**II. Revenue recognition**

Effective April 1, 2018, the Company has applied Ind AS 115 which establishes a comprehensive framework for determining whether, how much and when revenue is to be recognised. Ind AS 115 replaces Ind AS 18 Revenue and Ind AS 11 Construction Contracts. The Company has adopted Ind AS 115 using the cumulative effect method. The effect of initially applying this standard is recognised at the date of initial application (i.e. April 1, 2018). The impact of the adoption of the standard on the financial statements of the Company is insignificant.

Revenue is recognised upon transfer of control of promised products or services to customers in an amount that reflects the consideration which the Company expects to receive in exchange for those products or services.

Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, service level credits, performance bonuses, price concessions and incentives, if any, as specified in the contract with the customer. Revenue also excludes taxes collected from customers.

Income from partnership Firms :- Profit from partnership Firms which are in the same line of operation is considered as operating Income. The share of profit in partnership Firms is recognised as income in the statement of profit and loss as and when the right to receive the profit share is established.

**III. Property, Plant and Equipment**

- i. Property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation and impairment, if any. For this purpose, cost includes deemed cost which represents the carrying value of property, plant and equipment recognised as at 1st April, 2017 measured as per the previous GAAP. Cost is inclusive of inward freight, non refundable duties and taxes and incidental expenses related to acquisition or construction. All upgradation / enhancements are charged off as revenue expenditure unless they bring similar significant additional benefits. An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the Statement of Profit and Loss. Depreciation of these assets commences when the assets are ready for their intended use which is generally on commissioning. Items of property, plant and equipment are depreciated in a manner that amortizes the cost (or other amount substituted for cost) of the assets after commissioning, less its residual value, over their useful lives as specified in Schedule II of the Companies Act, 2013 on a straight line basis. Freehold Land is not depreciated.

**IV. A. Depreciation / amortisation**

- i. The company is following the straight line method of depreciation in respect of Property, plant and equipment.
- ii. Depreciation on all tangible assets is provided over their useful lives as specified in Schedule II of the Companies Act, 2013 on a straight line basis. Freehold Land is not depreciated.
- iii. Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.
- iv. Intangible assets, comprising of development expenditure on technical know how and commercial rights are amortised on a straight line method over a period of 5 years.



## V Financial Instruments

### Initial recognition

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of financial asset or financial liabilities, as appropriate, on initial recognition.

### Subsequent measurement

#### Non derivative financial instruments

(i) **Financial assets carried at amortised cost** : A financial asset is subsequently measured at amortised cost if it is held in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(ii) **Financial assets carried at fair value through other comprehensive income (FVTOCI)**: A financial asset is subsequently measured at FVTOCI if it is held not only for collection of cash flows arising from payments of principal and interest but also from the sale of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income.

(iv) **Financial assets carried at fair value through profit or loss (FVTPL)**: A financial asset which is not classified in any of the above categories are subsequently measured at fair value through profit or loss.

(v) **Financial liabilities** : Financial liabilities are subsequently measured at amortized cost using the effective interest method. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

## VI Employee Benefits

- i. The Company has various schemes of employee benefits such as provident fund, employee state insurance scheme, gratuity and Compensated Absences, which are dealt with as under:
- ii. Contributions to provident fund and employee state insurance scheme are charged to statement of profit and loss based on the amount of contribution required to be made and when services are rendered by the employees.
- iii. Provision for gratuity is determined using the Projected Unit Credit Method, with actuarial valuations being carried out at each balance sheet date. Re-measurement comprising actuarial gains and losses are recognized in the other comprehensive income for the period in which they occur and is not reclassified to profit or loss.
- iv. Provision for leave encashment (including long term compensated absences) is made based on an actuarial valuation. Actuarial gains and losses are recognized in the statement of profit and loss for the period in which they occur.  
Liability on account of short term employee benefits, comprising largely of compensated absences and performance incentives, is recognised on an undiscounted accrual basis during the period when the employee renders service.

## VII Use of estimates and judgement

The preparation of the financial statements in conformity with recognition and measurement principles of Ind AS requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which estimates are revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods. The following are the key assumptions concerning the future, and other sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities in future are:

(i) Useful lives and residual value of property, plant and equipment, intangible assets and investment properties : Useful life and residual value are determined by the management based on a technical evaluation considering nature of asset, past experience, estimated usage of the asset, vendor's advice etc and same is reviewed at each financial year end.

(ii) Deferred tax assets : The Company has reviewed the carrying amount of deferred tax assets including MAT credit at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

## VIII Earnings per share

Basic earnings / (loss) per share is calculated by dividing the net profit / (loss) for the current year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The number of shares used in computing diluted earnings per share comprises the weighted average share considered for calculating basic earnings / (loss) per share, and also the weighted average number of shares, which would have been issued on the conversion of all dilutive potential equity shares. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The number of equity shares and potentially dilutive equity shares are adjusted for bonus shares as appropriate.

## IX Operating Cycle

Based on the nature of products / activities of the company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the company determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.



Notes forming part of the financial statements

**Note 2 - Property, Plant and Equipment**

**As at Mar 31, 2019 and March 31, 2018**

Particulars	Freehold land	Buildings	Plant and equipments	Office Equipment	Computer and accessories	Furniture and fixtures	Vehicles	Total
<b>Cost</b>								
As at March 31, 2017		97.91	0.35	17.19	(1.15)	23.72	21.56	159.59
Additions during the year	-	-	-	(7.31)	(4.06)	(1.85)	-	-
Disposals/ Adjustments	-	97.91	0.35	9.88	(5.21)	21.87	-	(13.22)
As at March 31, 2018	-	97.91	0.00	9.88			21.56	146.37
Additions during the year	-	97.91	0.35	9.88	(5.21)	(0.28)	(9.34)	0.00
Disposals/ Adjustments	-							(9.62)
As at Mar 31, 2019	-	97.91	0.35	9.88		21.59	12.22	136.75
<b>Depreciation</b>								
As at March 31, 2017	-	1.70	0.04	3.96	(2.06)	3.38	9.89	16.91
Charge for the year	-	1.70	0.04	3.50	0.24	3.40	6.70	15.58
Deletions	-	-	-	(6.21)	(3.97)	(0.71)	-	(10.90)
As at March 31, 2018	-	3.40	0.08	1.24	(5.79)	6.07	16.59	21.59
Charge for the year	-	1.70	0.04	2.28	0.06	3.07	1.56	8.70
Deletions	-	5.09	0.12	3.52	(5.73)	(0.09)	(8.09)	(8.18)
As at Mar 31, 2019	-	92.82	0.23	6.36	0.52	12.54	2.16	114.63
<b>Net block</b>								
As at March 31, 2018	-	94.52	0.27	8.64	0.58	15.80	4.97	124.78



Gravita Infotech Ltd  
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501, Rajputana Tower,A-27B, Shanti Path, Tilak Nagar, Jaipur  
501, Rajputana Tower,A-27B, Shanti Path, Tilak Nagar, Jaipur

Note 3 - Other Intangible assets

As at March 31, 2019 and March 31, 2018

(Rs In lacs)

Particulars	Computer Software	Total
<b>Cost</b>		
As at March 31, 2017	0.04	0.04
As at March 31, 2018	0.04	0.04
As at March 31, 2019	<b>0.04</b>	<b>0.04</b>





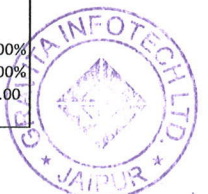
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Notes forming part of the financial statements

Note 4 - Non-current investments

Particulars	(Rs In lacs)	
	As at March 31, 2019	As at March 31, 2018
	Amount	Amount
<b>Investment in equity instruments (valued at cost) (Unquoted, in subsidiary companies) Fully paid shares</b>		
Noble Build Estate Private Limited	0.04	0.04
<b>Total investments in subsidiaries</b>	<b>0.04</b>	<b>0.04</b>
<b>Investment in associates Unquoted (using equity method of accounting) Pearl Landcon Pvt. Ltd.</b>		
	0.50	0.50
<b>Total investments in associates</b>	<b>0.50</b>	<b>0.50</b>
<b>Investment in partnership firms (refer note below) Unquoted (valued at cost)</b>		
M/s Gravita Metals	20.00	20.00
M/s Gravita Metal Inc	5	5.00
M/s Gravita Infotech (Formerly known as M/s Gravita Technomech)	1.02	1.02
<b>Total investments in partnership firms</b>	<b>26.02</b>	<b>26.02</b>
<b>Investment in Government securities Unquoted (valued at amortised cost) National saving certificate</b>		
	0.03	0.03
<b>Total investments in Government securities</b>	<b>0.03</b>	<b>0.03</b>
<b>Other investments Unquoted (valued at cost) Investment in limited liability partnership (LLP) -M/s Recycling Infotech LLP</b>		
	0.98	0.98
<b>Total investments in others</b>	<b>0.98</b>	<b>0.98</b>
<b>Total Investments</b>	<b>27.57</b>	<b>27.57</b>
<b>Total Investments</b>	<b>27.57</b>	<b>27.57</b>
Aggregate amount of unquoted investments	27.57	27.57

**Note : Other details relating to Investment in partnership firms**

Particulars	As at 31-Mar-19	As at March 31, 2018
<b>(1) Investment in M/s Gravita Metals</b>		
Name of the partner and share in profits (in %)		
Gravita India Limited	95.00%	95.00%
Gravita Infotech Limited	5.00%	5.00%
Total capital of the firm (in lacs)	400.00	400.00
<b>(2) Investment in M/s Gravita Metal Inc</b>		
Name of the partner and share in profits (in %)		
Gravita India Limited	95.00%	95.00%
Gravita Infotech Limited	5.00%	5.00%
Total capital of the firm (in lacs)	100.00	100.00
<b>(3) Investment in M/s Gravita Infotech</b>		
Name of the partner and share in profits (in %)		
Gravita India Limited	49.00%	49.00%
Gravita Infotech Limited	51.00%	51.00%
Total capital of the firm (in lacs)	2.00	2.00
<b>(4) Investment in M/s Recycling Infotech LLP</b>		
Name of the partner and share in profits (in %)		
Gravita India Limited	51.00%	51.00%
Gravita Infotech Limited	49.00%	49.00%
Total capital of the firm (in lacs)	2.00	2.00



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Notes forming part of the financial statements

Note 5 - Trade receivables

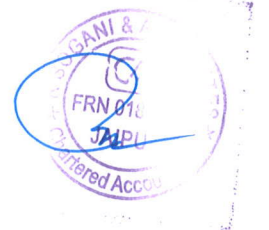
Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
Secured (Considered good)		
Unsecured, considered good	-	-
Doubtful	5.59	-
Less: Provision for doubtful trade receivables	19.91	19.57
	(19.91)	(19.57)
	5.59	0.00
Current		
Non-current	5.59	0.00

(iv) Age of receivables:

Particulars	As at Mar 31, 2019	As at March 31, 2018
within the credit period		
1 to 180 days past due	4.18	
More than 180 days past due	1.41	

Note 6 - Other assets

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
Unsecured, considered good		
Advances to related parties		
Advances to vendors	110.45	7.18
Advances to employees	0.03	7.77
Prepaid expenses	0.40	0.02
Others (amount deposited with Government authorities)	0.12	0.31
	3.90	2.75
Total (b)	114.90	18.03



Gravita Infotech Ltd  
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Notes forming part of the financial statements

**Note 7 - Deferred tax assets (net)**

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
Tax effect of items constituting deferred tax assets		
Other temporary differences	(10.56)	(10.56)
<b>Deferred tax assets (net)</b>	<b>(10.56)</b>	<b>(10.56)</b>

**Note 8 - Tax Assets (Net)**

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
<b>(a) Non Current</b>		
Advance income tax and tax deducted at source receivables	10.00	16.55
<b>Total (a)</b>	<b>10.00</b>	<b>16.55</b>

**Note 9 - Current investments**

Particulars	(Rs In lacs)	
	As at Mar 31, 2019 Amount	As at March 31, 2018 Amount
<b>-Investment in partnership firms (unquoted) #*</b>		
<b>Valued at cost</b>		
M/s Gravita Metals	0.17	108.13
M/s Gravita Metal Inc	4.86	19.32
M/s Gravita Infotech (Formerly known as M/s Gravita Technomech)	(0.15)	(9.82)
<b>Total investments in partnership firms</b>	<b>4.88</b>	<b>117.64</b>
<b>Other investments</b>		
Unquoted (valued at cost)		
Investment in limited liability partnership (LLP)		
-M/s Recycling Infotech LLP	(0.03)	0.41
<b>Total investments in others</b>	<b>(0.03)</b>	<b>0.41</b>
<b>Total investments</b>	<b>4.85</b>	<b>118.05</b>
Aggregate amount of unquoted investments	4.85	118.05

# As current capital account is covered by partnership deed, the closing balance in current capital account has been disclosed as current investments.

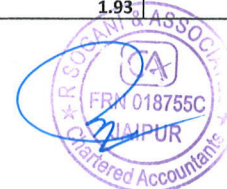
\*Refer note 4 for other details relating to Investment in partnership firms

**Note 10 - Cash and cash equivalents**

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
<b>(a) Cash and cash equivalents</b>		
Balances with banks		
-on current accounts	4.41	0.95
on Deposits	5.62	5.62
Cash on hand	1.60	1.60
Balances held as margin money against borrowings	0.35	-
<b>Total (a)</b>	<b>11.98</b>	<b>8.17</b>

**Note 11 - Loans**

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
<b>Non current, Unsecured, considered good</b>		
(i) Security deposits	1.93	1.83
<b>Total (a)</b>	<b>1.93</b>	<b>1.83</b>



Gravita Infotech Ltd  
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Note 12 - Equity share capital

(Rs In lacs)

Particulars	As at Mar 31, 2019		As at March 31, 2018	
	Amount		Amount	
Authorised 2,00,000 Equity shares of Rs. 10 each		20.00		20.00
Issued, subscribed and fully paid up 2,00,000 Equity shares of Rs. 10 each fully paid up		20.00		20.00
<b>Total</b>		<b>20.00</b>		<b>20.00</b>

(a) Changes in equity share capital during the year :

Particulars	As at Mar 31, 2019		As at March 31, 2018	
	No of Shares	Share Capital	No of Shares	Share Capital
Equity shares with voting rights				
Shares outstanding at the beginning of the year	200,000	2,000,000.00	200,000.00	2,000,000.00
Add : Shares issued during the year	-	-	-	-
Shares outstanding at the end of the year	<b>200,000</b>	<b>2,000,000.00</b>	<b>200,000</b>	<b>2,000,000.00</b>

(b) Shareholder holding more than 5 percent shares :

Particulars	As at Mar 31, 2019		As at March 31, 2018	
	No. of shares held	% of holding	No. of shares held	% of holding
Equity shares with voting rights Gravita India Limited (Holding Co)	200,000	100.00	200,000	100.00



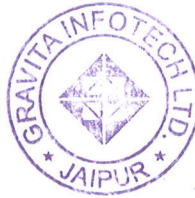
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Note 13 - Provisions

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
<b>(a) Other than Long term</b>		
Provision for employee benefits	1.11	1.11
Provision for gratuity (net)	0.79	0.83
Provision for compensated absences	1.90	1.94

Note 14 - Other Liabilities

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
<b>(a) Current</b>		
-Statutory remittances*	0.64	0.61
	0.64	0.61



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Note 15 - Trade payables

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
Outstanding dues to Micro and Small enterprises	-	-
Outstanding dues to parties other than Micro and Small enterprises	1.99	2.57

Note 16 - Tax Liabilities (Net)

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
Tax liabilities		
Provision for taxation	-	7.19
	-	7.19



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Note 17 - Revenue from operations

Particulars	(Rs In lacs)	
	For the Period ended Mar 31, 2019	For the year ended March 31, 2018
<b>(a) Sale of products (including excise duty)</b>		
Manufactured goods	-	-
Traded goods	-	536.83
<b>Total</b>	<b>-</b>	<b>536.83</b>
<b>(b) Other operating revenues</b>		
Export incentives	0.84	12.19
Share of profit from partnership firms (net)	7.38	14.83
<b>Revenue from operations</b>	<b>8.22</b>	<b>563.86</b>

Note 18 - Other income

Particular	(Rs In lacs)	
	For the Period ended Mar 31, 2019	For the year ended March 31, 2018
<b>(a) Interest income</b>		
Interest income earned on financial assets that are not designated as at fair value through profit and loss		
(a) On bank deposits (at amortised cost)	0.39	0.38
Miscellaneous income	1.21	0.12
<b>(b) Other gains and losses</b>		
Loss on disposal of property, plant and equipment		
Gain on disposal of property, plant and equipment (net)	1.65	-
Rental Income	9.65	9.15
<b>Total</b>	<b>12.90</b>	<b>9.65</b>

Note 19 - Cost of material consumed

Particulars	(Rs In lacs)	
	For the Period ended Mar 31, 2019	For the year ended March 31, 2018
Raw materials and bought out components consumed	-	508
	-	<b>507.76</b>



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**Note 20 - Employee benefits expense**

(Rs In lacs)

Particulars	For the Period ended Mar 31, 2019	For the year ended March 31, 2018
(i) Salaries and wages	8.30	8.03
(ii) Contribution to provident and other funds	0.30	0.52
(iii) Share-based payments to employees	-	-
(iii) Staff welfare expenses	(0.25)	0.51
	<b>8.35</b>	<b>9.07</b>

**Note 21 - Depreciation and amortisation expense**

(Rs In lacs)

Particulars	For the Period ended Mar 31, 2019	For the year ended March 31, 2018
(a) Depreciation of Property, Plant and Equipment	8.70	15.58
	<b>8.70</b>	<b>15.58</b>

**Note 22 - Other expenses**

(Rs In lacs)

Particulars	For the Period ended Mar 31, 2019	For the year ended March 31, 2018
Power and fuel	2.23	1.94
Rates and taxes	0.11	0.38
Legal and professional	0.54	0.29
Repairs and maintenance	-	-
-Buildings	-	0.01
-Others	1.04	1.04
Insurance	0.69	0.62
Rent	6.64	6.33
Communication	0.05	0.07
Payment to auditors	0.09	0.07
Written off/provision for doubtful trade receivables, loans and advances	7.87	-
Net loss on foreign currency transactions and translation	-	6.25
Loss on property plant and equipment discarded/scrap/written off	-	1.06
Bank charges	0.18	4.64
Miscellaneous expenses	7.56	6.78
	<b>27.00</b>	<b>29.48</b>

**Note 23 - Payment to Auditors**

(Rs In lacs)

Particulars	For the Period ended Mar 31, 2019	For the year ended March 31, 2018
(a) For audit	0.09	0.07
	<b>0.09</b>	<b>0.07</b>





Note 24 - Tax expense

(Rs In lacs)

Particulars	For the Period ended Mar 31, 2019	For the year ended March 31, 2018
<b>(a) Current Tax</b>		
Short provision for tax relating to prior years	(7.19)	37.82
	<b>(7.19)</b>	<b>37.82</b>
<b>Income tax recognised in Profit and Loss</b>	<b>(7.19)</b>	<b>37.82</b>
<b>The Income tax expense for the year can be reconciled to the accounting profit as follows :-</b>		
Profit before tax	(22.93)	11.62
Income tax expense calculated at 34.608% (Previous year 34.608%)		4.02
Others	(7.19)	33.80
<b>Income tax expense recognised in statement of profit and loss</b>	<b>(7.19)</b>	<b>37.82</b>



Note 25 - Disclosure under Ind-AS 17 "Leases"

ii) Operating leases :

General description of the Company's operating lease arrangements:

The Company has entered into operating lease arrangements for lease of certain facilities and office premises.

Some of the significant terms and conditions of the arrangements are:

- agreements are generally executed for the period of 11 months and may generally be terminated by either party by serving a notice period
- the lease arrangements are generally renewable on the expiry of the lease period subject to mutual agreement;
- the Company shall not sublet, assign or part with the possession of the premises without prior written consent of the lessor.

Future minimum lease payments under non cancellable operating leases are :

	(Rs In lacs)	
	As at March 31, 2019	As at March 31, 2018
- Not later than one year	3.49	6.56
- Later than one year but not more than 5 years	1.03	8.76
- Later than 5 years		

	(Rs In lacs)	
	Current year	Previous year
Lease rent in respect of the above, charged to the statement of profit and loss for the year :	6.64	6.33

Note 26 - Earning per share

	For the year ended March 31, 2019	For the year ended March 31, 2018
Profit for the year attributable to equity shares	(15.74)	(26.20)
Weighted average number of Basic equity shares outstanding	200,000	200,000
Weighted average number of Diluted equity shares outstanding	200,000	200,000
Basic earnings per share (face value - Rs. 10 per share)	(7.87)	(13.10)
Diluted earnings per share (face value - Rs. 10 per share)	(7.87)	(13.10)



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Note 27 - Related party disclosures under Accounting Standard Ind-AS - 24 "Related Party Disclosures"

(i) Detail of transaction and balance outstanding with related parties

Transactions with related parties :

(Rs In lacs)

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
<b>Sales to Related Party</b>		
Gravita India Limited	0.20	13.87
<b>Purchase from Related Party</b>		
Gravita India Limited	-	456.14
<b>Rent Income From</b>		
Gravita India Limited	9.65	9.15

Closing balances with related parties :

Particulars	As at March 31, 2019	As at March 31, 2018
<b>Receivables / advances</b>		
Gravita India Ltd	110.44	7.18
<b>Recoverable from related party</b>		
Gravita India Ltd	5.48	
<b>Capital Account</b>		
Gravita India Ltd.	256.40	275.26
<b>Investment Balances</b>		
Recycling Infotech LLP	(0.03)	0.41
Gravita Metals	0.17	108.13
Gravita Metal Inc	4.86	19.32
Gravita Infotech (Formerly know as Gravita Technomech)	(0.15)	(9.82)

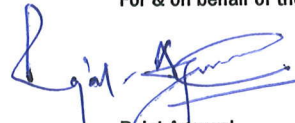

See accompanying notes forming part of the financial statements

As per our report of even date

For R Sogani & Associates  
Chartered Accountants  
Firm Reg. No.- 018755C

(Bharat Sonkhya)  
Partner  
M.No. 403023

For & on behalf of the board of Directors

Rajat Agrawal  
(DIN-00855284)  
(Director)

M P Agarwal  
(DIN- 00188179)  
(Director)

Place: Jaipur  
Date:

27 MAY 2019

