

DEEPIYOTI TEXTILES LIMITED
CIN: L27200MH1994PLC083950

BALANCE SHEET AS AT MARCH 31, 2017

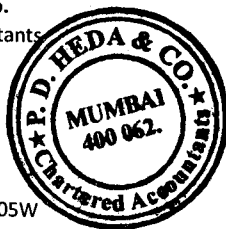
Particulars	Note No.	As at 31 March 2017		As at 31 March 2016	
		Rs.	Rs.	Rs.	Rs.
A EQUITY AND LIABILITIES					
(1) Shareholders' Funds					
(a) Share Capital	2	50,100,000		50,100,000	
(b) Reserves and Surplus	3	54,387,633	104,487,633	50,673,475	100,773,475
(2) Current Liabilities					
(a) Trade payables	4	166,085		4,325,400	
(b) Other current liabilities	5	210,482		196,658	
(c) Short term provisions	6	1,750,000		2,210,000	
TOTAL			2,126,567		6,732,058
			106,614,200		107,505,533
B ASSETS					
(1) Non - current assets					
(a) Fixed Assets					
(i) Tangible assets	7	489,555		708,222	
(b) Deferred tax assets (Net)	8	272,363	761,918	297,118	1,005,340
(2) Current Assets					
(a) Trade receivables	9	59,437,355		84,563,461	
(b) Cash and cash equivalents	10	18,619,916		6,266,172	
(c) Short term loans and advances	11	25,692,269		13,208,467	
(d) Other current assets	12	2,102,742		2,462,093	
TOTAL			105,852,282		106,500,193
			106,614,200		107,505,533

Significant Accounting Policies 1
Notes are an integral part of the financial statements

As per our report of even date

For P.D.Heda & Co.
Chartered Accountants

M.D.Heda
(Proprietor)
M. No.:031508
Firm Reg.No.:103605W



For and on behalf of the Board

Manjusha Mundra

Director

[Signature]

Director

Place: Mumbai
Date: 30.05.2017

DEEPIYOTI TEXTILES LIMITED
CIN: L27200MH1994PLC083950

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

Particulars	Note No.	For the year ended 31 March 2017	For the year ended 31 March 2016
		Rs.	Rs.
I. Revenue from Operations	13	313,092,895	407,146,711
II Other Income	14	4,030,458	3,574,931
III Total revenue (I + II)		317,123,353	410,721,642
IV Expenses			
Changes in Inventories	15	304,213,848	396,732,854
Employee benefits expense	16	4,589,750	4,460,653
Finance costs	17	3,392	2,903
Depreciation and amortization expense	18	219,778	374,740
Other expenses	19	2,589,047	2,266,895
Total Expenses		311,615,814	403,838,045
V Profit before tax (VII-VIII)		5,507,539	6,883,597
VI Tax expense:			
(1) Current tax		1,750,000	2,210,000
(2) Deferred tax		24,755	(48,410)
(3) Tax Adjustments		18,627	-
		1,793,382	2,161,590
VII Profit/(Loss) for the period from continuing operations (VII-VIII)		3,714,157	4,722,007
VIII Earning per equity share:			
(1) Basic	20	0.74	0.94
(2) Diluted			

Significant Accounting Policies

Notes are an integral part of the financial statements

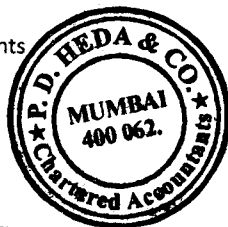
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As per our report of even date

For and on behalf of the Board

For P.D.Heda & Co.
Chartered Accountants

M.D.Heda
(Proprietor)
M. No.:031508
Firm Reg.No.:103605W



Manjusha Mundra

Director

Director

Place: Mumbai
Date: 30.05.2017

DEEPJYOTI TEXTILES LIMITED

Notes to financial statement for the year ended March 31, 2017

Note - 1

SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS: 31st March 2017

I. Significant accounting policies:

1. Company overview:

Deepjyoti Textiles Limited ('the Company') is a domestic public listed Company and engaged in Trading of Yarn. The Company was listed at Pune and Ahmedabad Stock Exchange; however these exchanges have ceased functioning as per Circular / Guidelines issued by the SEBI. At present company is in process of listing at Metropolitan Stock Exchange of India Ltd.

2. Basis of preparation:

The financial statements have been prepared to comply in all material aspects except wherever otherwise stated and presented under the historical cost convention, on the accrual basis of accounting in accordance with the Indian Generally Accepted Accounting Principles (GAAP) and comply with accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified and applicable) and guidelines issued by the Central Government, in exercise of the powers conferred under sub-section (1) & (2) of Section 469 and the relevant provisions of the Companies Act, 2013 & Securities and Exchange Board of India (SEBI).

3. Use of Estimate:

The preparation of financial statements in conformity with the Indian GAAP requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets & liabilities, income & expenses, and the disclosures of contingent liabilities on the date of financial statements during the reporting period. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognized prospectively in the current and future periods.

4. Revenue Recognition:

Revenue from sale of goods is recognized upon transfer of all significant risks and rewards of ownership to the buyer which generally corresponds with the dispatch/delivery of goods to buyers based on the terms of the contract. The amount recorded as sale is exclusive of discounts & net of returns.

All other income has been accounted for on accrual basis except for those entailing recognition on realization based. All expenses are provided on accrual basis unless stated otherwise.

5. Earnings per Share (EPS):

The Company reports basic and diluted earnings EPS in accordance with AS-20. In determining Basic EPS is computed by dividing net profit/loss after tax for the year attributable to equity shareholders by the weighted average number of shares outstanding during the year, Diluted EPS is computed using weighted average number of shares after adjusting the effects of all dilutive potential equity shares outstanding during the year.

6. Fixed assets:

Fixed Assets are stated at their original cost of acquisition/installation less depreciation. Cost comprises the purchase price and any cost attributable to bring the asset to its working condition for its intended use. Depreciation on Fixed Assets for the year has been provided on all assets on WDV as per the useful life prescribed in Schedule II to the Companies Act, 2013.

7. Inventory

Inventories are valued at lower of cost or market value. However, since the Sale happens immediately while goods in transit itself therefore there is no closing stock.

8. Taxation

Tax expense comprises current income tax, deferred tax. Current income tax comprises the amount of tax for the period determined in accordance with the Income-tax Act, 1961. Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date. The effect of change in tax rates on deferred tax assets and liabilities is recognised in the profit and loss account in the year of change.

Deferred tax assets are recognized only if virtually certainty backed by convincing evidence of realization of such assets. Deferred tax assets are reviewed as at each Balance Sheet date and are appropriately adjusted to reflect the amount that is reasonably or virtually certain to be realized.

9. Impairment of Assets:

The Company assesses at each Balance Sheet date whether there is any indication that any asset may be impaired. If any such indication exists, the carrying value of such asset is reduced to its recoverable amount and the impairment loss is charged to profit and loss account. If at the Balance Sheet date there is any deduction that a previously assessed impairment loss no longer exists, then such loss is reversed and the asset is restated to the affect.

10. Accounting of provisions & contingent liabilities

A provision is made based on a reliable estimate when it is probable that an outflow of resources embodying economic benefits will be required to settle an obligation. Contingent liabilities, if material, are disclosed by way of notes to accounts.

II. Notes on Accounts:

1. In the opinion of the management, the realizable value of current assets including debtors, loans and advances are not less than the value at which they are stated in the Balance Sheet, in the ordinary course of business.
2. Outstanding amounts payable to Micro, Small and Medium Enterprises included under current liabilities, as per the information available with the Company and accepted by the auditors - Nil (Previous Year - Nil).

3. Auditor Remuneration:

Particulars	Current Year 2016-17	Previous Year 2015-16
Audit Fees	50,000	50,000
Tax Audit Fees	10,000	10,000

4. Inventory details:

Particulars	Current Year 2016-17		Previous Year 2015-16	
	Quantity (In Bags)	Amount (In Rs.)	Quantity (In Bags)	Amount (In Rs.)
Opening Stock	-	NIL	-	NIL
Purchases	26,745	30,42,13,848	38,666	39,67,32,854
Sales	(26,745)	31,30,92,895	(38,666)	40,71,46,711
Closing Stock	-	NIL	-	NIL

5. The requirements of Accounting Standard 15 "Employee Benefit" is not applicable to the Company therefore, the provisions are not made.
6. As per the recommendation of Accounting Standard 17 "Segment Reporting" keeping in view the fact that the Company operates only in one segment of business (i.e. Trading in Yarn) and there is no Geographical Segment, no separate information for segment wise disclosure is required.
7. As per Accounting Standard 18 "Disclosure of Related Party Transactions" is as under:

A. Relationships:

(i)	Promoter & Key Management Personnel (KMP)	Mr. Sanjay Mundra Mrs. Manjusha Mundra
(ii)	Other related parties with whom transactions have taken place during the year	Sanjay Vanijya (Prop. Mr. Sanjay Mundra) Sagar Polytex Private Limited

B. Transactions with the Related Parties

Party	Relationship	Nature of Transaction	Opening	For the Year	Paid/ Received	Closing
Sanjay Mundra	Director	Remuneration	NIL	15,00,000	(15,00,000)	NIL
Manjusha Mundra	Director	Remuneration	NIL	12,00,000	(12,00,000)	NIL
Sanjay Vaniyya	Other related party	Loan Given	1,31,08,467	1,10,59,345	(18,24,626)	2,23,43,186

Note: Related parties have been identified by the Management and relied upon by the Auditors.

8. As per Accounting Standard 20 "Earnings/(Loss) per Share"

Particulars	Current Year 2016-17	Previous Year 2015-16
Profit/(Loss) for the Year (Amount used as numerator for calculating EPS) (Rs.)	37,14,157	47,22,007
No. of Equity Shares (used as denominator (Avg.))	50,10,000	50,10,000
Nominal Value per Equity Share (Rs.)	10	10
Earnings / (Loss) per Share (Rs.)	0.74	0.94

9. As per the requirement of Accounting Standard 22 "Deferred Tax Asset/(Liabilities)" details is as under:

Particulars	Current Year 2016-17	Previous Year 2015-16
DTA Opening Balance	2,97,118	2,48,708
Addition for the year	(24,755)	48,410
DTA Closing Balance	2,72,363	2,97,118

10. During the year, The Company had Specified Bank Notes (SBN) or other denomination notes as defined in the MCA notification, G.S.R. 308(E), dated March 31, 2017. The details of SBNs held and transacted during the period from 08.11.2016 to 30.12.2016 as provided in the table below:-

Particulars	SBNs	Other denomination notes	Total
Closing Cash in Hand on 08.11.2016	7,500.00	247.50	7,747.50
(+) Permitted receipts/withdrawals from Bank	0	1,10,000.00	1,10,000.00
(-) Permitted Payments	0	67,387.00	(67,387.00)
(-) Amount Deposited in Banks	7,500.00	0	(7,500.00)
Closing Cash in Hand as on 30.12.2016	NIL	42,860.50	42,860.50

Note: For the purposes of this clause, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated the 8th November, 2016.

11. The figures of the previous year have been regrouped / rearranged/reclassified wherever necessary.

For P.D. Heda & Co.

Chartered Accountants

Firm Registration No. 103605W

For Deepjoyti Textiles Limited



M. D. Heda

Proprietor

Membership No. 031508

Mr. Manjusha Mundra

Director

Din No. 01739476

Mrs. Sanjay Mundra

Director

Din No. 01205282

Place: Mumbai

Date: 30.05.2017

DEEPJYOTI TEXTILES LIMITED

Notes forming part of Financial Statements as at March 31, 2017

2 Share Capital:

Particulars	As at end of 31 March 2017		As at end of 31 March 2016	
	Number	Amount in Rs.	Number	Amount in Rs.
Authorised Share Capital				
Equity shares of Rs. 10 /- each	5,500,000	55,000,000	5,500,000	55,000,000
	5,500,000	55,000,000	5,500,000	55,000,000
Issued, Subscribed and fully paid up:				
Equity shares of Rs.10 each, fully paid up	5,010,000	50,100,000	5,010,000	50,100,000
Total Share Capital	5,010,000	50,100,000	5,010,000	50,100,000

A) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period:

Particulars	As at March 31, 2017		As at March 31, 2016	
	No. of Shares	Amount in Rs.	No. of Shares	Amount in Rs.
Shares outstanding at the beginning of the year	5,010,000	50,100,000	5,010,000	50,100,000
Shares Issued during the year -Bonus Issue	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	5,010,000	50,100,000	5,010,000	50,100,000

B) Terms/rights attached to equity shares :

The Company has only one class of equity shares having a par value of Rs.10 per shares. Each holder of equity Shares is entitled to one vote per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to received remaining assets of the Company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the Shareholders.

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

Particulars	As at 31 March 2017		As at 31 March 2016	
	No. of Shares	% of holding	No. of Shares	% of holding
Sanjay Mundra	1,523,000	30.40%	1,523,000	30.40%
Manjusha Mundra	1,103,630	22.03%	1,103,630	22.03%

3 Reserves and Surplus:

Particulars	As at end of 31 March 2017		As at end of 31 March 2016	
	Amount in Rs.		Amount in Rs.	
Surplus/(Deficit) in the statement of P&L A/c				
Balance as per last financial statement	50,673,475		45,951,468	
Add: Profit/(Loss) for the year	3,714,157		4,722,007	
Balance as at the end of the year	54,387,633	54,387,633	50,673,475	50,673,475
Total		54,387,633		50,673,475

DEEPIYOTI TEXTILES LIMITED

NOTES TO FINANCIAL STATEMENTS

4 Trade Payables

Particulars		As at 31 March 2017	As at 31 March 2016
		Rs.	Rs.
i)	To Micro, Small and Medium Enterprises	-	-
ii)	<u>Creditors payable</u>		
	Creditors For Goods	9,254	3,918,011
	Creditors For Brokerage	156,831	407,389
	Total	166,085	4,325,400

5 Other current liabilities:

Particulars		As at 31 March 2017	As at 31 March 2016
		Rs.	Rs.
i)	<u>Other payables</u>		
	- R.H.Shah	25,000	25,000
	- P.D.Heda & Co.	94,500	62,700
	- I.A.Shah	7,500	7,500
	Confidence Advertising	-	4,578
ii)	Liabilities for expenses	8,053	20,377
iii)	TDS Payable	73,854	75,103
iv)	Professional Tax Payable	1,575	1,400
		210,482	196,658

6 Short term provisions:

Particulars		As at 31 March 2017	As at 31 March 2016
		Rs.	Rs.
	Provision for Tax	1,750,000	2,210,000
		1,750,000	2,210,000

DEEPIYOTI TEXTILES LIMITED

Notes forming part of Financial Statements as at March 31, 2017

7 Fixed Assets:

Particulars	GROSS BLOCK (AT COST)			ACCUMULATED DEPRECIATION				NET BLOCK		
	Opening Balance 01.04.2016	Additions for the year	Sale/Scrapped out during the year	Closing Balance 31.03.2017	Opening Balance 01.04.2016	Depreciation for the year	Adj. Asset W/off	Closing Balance 31.03.2017	as at 31.03.17	as at 31.03.16
Tangible Assets										
FURNITURE	167,635	-	-	167,635	52,749	27,894	-	80,643	86,992	114,886
OFFICE EQUIPMENT	179,690	5,750	-	185,440	150,987	11,686	1,296	163,969	21,471	28,703
MOTOR VEHICLES	3,454,880	-	-	3,454,880	2,918,202	171,690	-	3,089,892	364,988	536,678
COMPUTER	275,558	-	-	275,558	247,602	8,508	3,344	259,454	16,104	27,956
Current Year (2016-17)	4,077,763	5,750	-	4,083,513	3,369,540	219,778	4,640	3,593,958	489,555	708,222
Previous Year (2015-16)	4,046,263	31,500	-	4,077,763	2,994,801	374,740	-	3,369,540	708,222	

DEEPIYOTI TEXTILES LIMITED

NOTES TO FINANCIAL STATEMENTS

8 Deferred Tax Assets/Liabilities(Net)

Particulars	As at 31 March 2017	As at 31 March 2016
	Rs.	Rs.
Deferred tax asset:		
On account of depreciation on fixed assets	272,363	297,118
Net Deferred tax (liability)/asset	272,363	297,118

9 Trade Receivable

Particulars	As at 31 March 2017	As at 31 March 2016
	Rs.	Rs.
Trade receivables:		
i) Trade receivables exceeding six months	19,189,732	7,489,683
ii) others	40,247,623	77,073,778
	59,437,355	84,563,461
Less: Provision for doubtful debts	-	-
	59,437,355	84,563,461

10 Cash and cash equivalents:

Particulars	As at 31 March 2017	As at 31 March 2016
	Rs.	Rs.
i) Balances with banks		
- Canara Bank	453,060	264,198
- HDFC Bank	17,901,556	5,758,112
- in deposit accounts exceeding 12 months maturity		
- in other accounts		
- HDFC Bank Linked Term Deposits	245,093	228,209
ii) Cash in hand	20,208	15,653
	18,619,916	6,266,172

11 Short Term Loans & Advances

Particulars	As at 31 March 2017	As at 31 March 2016
	Rs.	Rs.
i) Loans and advances to related parties		
- Sanjay Vanijya	22,343,186	13,108,467
ii) Others		
- Advance paid to Creditors	3,249,083	-
- High Value Management & Consultants	100,000	100,000
	25,692,269	13,208,467

12 Other Current Assets

Particulars	As at 31 March 2017	As at 31 March 2016
	Rs.	Rs.
- TDS Receivable	396,176	352,307
- Advance Income Tax	1,000,000	1,350,000
- I.Tax Refund Receivable (A.Y.2008-09)	121,204	121,204
- I.Tax Refund Receivable (A.Y.2009-10)	129,182	129,182
- Deposits	300,000	300,000
- Prepaid Expenses	62,384	117,377
- VAT Receivable	79,178	79,178
- Accrued Interest	717	1,545
- CDSL India Pvt. Ltd.	8,901	8,901
- R.K.Chandak & Co.	-	2,400
- Salary Paid in Advance	5,000	-
	2,102,742	2,462,093

DEEPIYOTI TEXTILES LIMITED

NOTES TO FINANCIAL STATEMENTS

Particulars		For the year ended 31 March 2017	For the year ended 31 March 2016
13	Revenue from operations:		
	i) Sale of products		
	- Cotton and blended Yarn	313,092,895	407,146,711
	Others	-	-
	Total	313,092,895	407,146,711
	ii) Sale of services	-	-
	iii) Other operating revenues	-	-
	Less:	313,092,895	407,146,711
	Excise duty	-	-
		313,092,895	407,146,711
14	Other Income:		
	Interest income - Late Payment & advances	4,012,618	3,516,033
	- Term Deposits With Bank	17,840	20,295
	- Other Income	-	38,603
		4,030,458	3,574,931
15	Changes In Inventory		
	Opening Stock	-	-
	Add: Purchases	304,213,848	396,732,854
	Less: Closing Stock	-	-
		304,213,848	396,732,854
16	Employee Benefit Expenses:		
	i) Salaries, Wages & Bonus	1,867,600	1,708,100
	ii) Remuneration to whole time directors	2,700,000	2,700,000
	iii) Staff welfare expenses	22,150	52,553
		4,589,750	4,460,653

DEEPIYOTI TEXTILES LIMITED

NOTES TO FINANCIAL STATEMENTS

Particulars		For the year ended 31 March 2017	For the year ended 31 March 2016
17	Finance Costs:		
	i) Interest on TDS Late Payment	979	-
	ii) Bank Charges/ Commission	2,413	2,903
		3,392	2,903
18	Depreciation and amortization:		
	Depreciation	219,778	374,740
		219,778	374,740
19	Other expenses:		
	I) Conveyance	19,446	16,030
	II) Brokerage	430,305	564,102
	III) Annual Custodial Fees	25,763	25,763
	IV) Telephone & Internet	18,899	21,496
	V) Insurance Charges	197,830	125,162
	VI) Rent	529,200	514,500
	VII) Printing & Stationary	9,921	14,554
	VIII) Motor car Expenses	177,342	233,049
	IX) Bad Debts	94,603	-
	X) M VAT (CST Paid)	-	66,797
	XI) Legal and professional charges	399,566	219,180
	XII) Postage & Courier Charges	837	861
	XIII) Office Repairs & Manitanance	21,310	18,294
	XIV) Electricity Charges	47,610	54,090
	XV) Computer Repairs and Maintanance	33,670	5,962
	XVI) Advertisement Expenses	55,452	50,516
	XVII) Miscellaneous expenses	4,861	4,653
	XVIII) Sales Promotion Expenses	446,792	261,186
	XIX) Professional Tax (PTEC)	2,000	2,000
	XXI) Asset W/off	4,640	-
	XXII) <u>Auditor's Remuneration</u>		
	Audit Fees	69,000	68,700
		2,589,047	2,266,895

DEEPIYOTI TEXTILES LIMITED

NOTES TO FINANCIAL STATEMENTS

Particulars		For the year ended 31 March 2017	For the year ended 31 March 2016
20	Earnings per share:		
	After extraordinary item:		
	Profit for the year after tax expense	3,714,157.24	4,722,006.97
	Less:		
	Preference dividend payable including dividend tax	3,714,157.24	4,722,006.97
	Weighted average number of equity shares	5,010,000.00	5,010,000.00
	Earning per share	0.74	0.94
	Before extraordinary item:		
	Profit for the year after tax expense	3,714,157.24	4,722,006.97
	Adjustment for Extraordinary item (net of tax)		
	Less:	3,714,157.24	4,722,006.97
	Preference dividend payable including dividend tax	3,714,157.24	4,722,006.97

DEEPJYOTI TEXTILES LIMITED

CIN: L27200MH1994PLC083950

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017

Particulars	Year ended 31st March,2017	Year ended 31st March,2016
A. Cash flow from operating activities		
Net Profit before tax and extraordinary items	5,507,539	6,883,597
Adjustments for:		
Depreciation	219,778	374,740
Interest on Late Payment	(4,030,458)	(3,536,328)
Interest Expenses	979	-
Assets written off	4,640	-
Eariler year Adjustments	(18,627)	-
Operating Profit before working Capital Changes	1,683,851	3,722,009
Adjustments for:		
(Increase)/Decrease in Current Assets	14,397,832	648,067
Increase/(Decrease) in Current Liabilities	(6,355,491)	(3,332,474)
Cash generated from operations:	9,726,192	1,037,602
Income Taxes Paid	1,396,176	1,350,000
Net Cash from operating activities	8,330,016	(312,398)
B. Cash flow from investing activites		
Purchase of fixed asset	(5,750)	(31,500)
Interest on Late Payment	4,030,458	3,536,328
Net Cash used in investing activities	4,024,708	3,504,828
C. Cash flow from Financing Activities		
Interest Expenses	(979)	-
Net Cash used in Financing Activities	(979)	-
D. Net Increase in Cash & Cash Equivalents	12,353,745	3,192,430
Cash and Cash Equivalents as at the beginning of the year	6,266,172	3,073,742
Cash and Cash Equivalents as at the end of the year	18,619,916	6,266,172

- 1) Cash flow statement has been prepared under the Indirect Method as set out in the AS-3 "Cash Flow Statement".
2) Previous year figures has been regrouped/rearranged wherever necessary.

As per our report of even date attached

For P.D.Heda & Co.

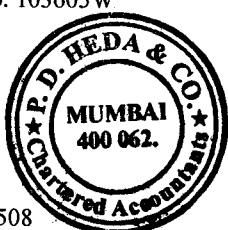
Chartered Accountants

Firm Registration No. 103605W

M.D. HEDA

Proprietor

Membership No.031508



For DEEPJYOTI TEXTILES LIMITED

Manjusha Mundra

Manjusha Mundra

Director

DIN : 01739476

Sanjay Mundra

Director

DIN 01205282

Place : Mumbai

Date : 30.05.2017

Place : Mumbai

Date : 30.05.2017