M S A & CO.
Chartered Accountants

Eden House, 3rd Floor
15, Gangadhar Babu Lane
Room No. 301 & 304, Kolkata - 700 012
☎ : 033 4005 0753 / +91 94331 46020
: rasik.singhania@gmail.com

Independent Auditor's Report
To the Members of Myjoy Pharmaceuticals Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Myjoy Pharmaceuticals Private Limited ("the Company"), which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility 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 the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2016, its loss, and its cash flows for the year ended on that date.

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Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, 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 appears from our examination of those books;

(c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;

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

(e) on the basis of written representations received from the directors as on 31 March 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016, from being appointed as a director in terms of section 164 (2) of the Act;

(f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure B; and

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

for **M S A & CO.**
Chartered Accountants
Firm Registration Number: 324464E

Rasik Singhania

Rasik Singhania
Partner
Membership Number: 064390

M S A & CO. KOLKATA Chartered Accountants

Kolkata
23 May 2016

M S A & CO.
Chartered Accountants

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Annexure - A to the Independent Auditors' Report

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2016, we report that:

(i) (a) The company has maintained proper records showing full particulars, including quantitative details and situation of Fixed Assets.

(b) Fixed assets have been physically verified by the management during the year and no material discrepancies were identified on such verification.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.

(ii) The inventories have been physically verified by the management during the year. In our opinion and accordingly to the information and explanations given to us, the frequency of such verification is reasonable and no material discrepancies were noticed on such physical verification.

(iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of paragraph 3 (iii) (a) and (b) of the Order are not applicable to the Company and hence not commented upon.

(iv) In our opinion and according to the information and explanations given to us, provisions of section 185 and 186 of the Companies Act 2013 in respect of loans to directors including entities in which they are interested and in respect of loans and advances given, investments made and, guarantees, and securities given have been complied with by the company..

(v) The Company has not accepted any deposits from the public.

(vi) To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under section 148 (1) of the Companies Act, 2013, for the products of the Company.

(vii) (a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, cess and other material statutory dues applicable to it.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, cess and other undisputed statutory dues were in arrears as at 31 March 2016 for a period of more than six months from the date they became payable.

(b) According to the information and explanation given to us, there are no dues of income tax, sales-tax, wealth tax, service tax, customs duty, excise duty and cess which have not been deposited on account of any dispute.

(viii) Apart from unsecured loans from debenture holders which are fully convertible, the Company does not have any loans or borrowings from any financial institutions, banks, government during the year. The Company has not defaulted in the repayment of any dues.

(ix) The Company did not raise any money by the way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.

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(x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the company or no fraud /material fraud on the company by the officers and employees of the Company has been noticed or reported during the year.

(xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3 (xii) of the Order is not applicable.

(xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with the sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) According to the information and explanations given by the management, the Company has complied with the provisions of Section 42 of the Companies Act, 2013 in respect of the preferential allotment or private placement of compulsorily convertible debentures during the year. According to the information and explanations given by the management, we report that the amounts raised, have been used for the purposes for which the funds were raised.

(xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with the directors or persons connection with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

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

for **M S A & CO.**
Chartered Accountants
Firm Registration Number: 324464E

Rasik Singhania

Rasik Singhania
Partner
Membership Number: 064390

M S A & CO. KOLKATA Chartered Accountants

Kolkata
23 May 2016

M S A & CO.
Chartered Accountants

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Annexure – B to the Independent Auditors' 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 Myjoy Pharmaceuticals Private Limited ("the Company") as of 31 March 2016 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 on Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

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.



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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 31 March 2016, 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 **M S A & CO.**
Chartered Accountants
Firm Registration Number: 324464E

Rasik Singhania

Rasik Singhania
Partner
Membership Number: 064390

M S A & CO. KOLKATA Chartered Accountants

Kolkata
23 May 2016

MYJOY PHARMACEUTICALS PRIVATE LIMITED

CORPORATE IDENTITY NO. (CIN) - U24232WB2011PTC169959

JINDAL TOWERS, 21/1A/3 DARGA ROAD, UNIT-502, BLOCK-B, 5TH FLOOR

KOLKATA - 700 017

BALANCE SHEET AS AT MARCH 31, 2016

	Notes	As at 31.03.2016 ₹	As at 31.03.2015 ₹
I. EQUITY AND LIABILITIES			
1. Shareholders' Funds			
(a) Share Capital	2	2,51,00,000	2,51,00,000
(b) Reserves and Surplus	3	(6,90,51,071)	(2,02,78,059)
2. Non-Current Liabilties			
(a) Long-Term Borrowings	4	4,50,00,000	-
(b) Other Long term Liabilities	5	-	1,00,000
(c) Long term Provisions	6	9,13,281	2,37,591
3. Current Liabilities			
(a) Trade Payables	7		
Total outstanding dues of micro enterprises and small enterprises		12,45,657	14,39,648
Total outstanding dues of creditors other than micro enterprises and small enterprises		37,31,635	97,26,970
(b) Other Current Liabilities	8	59,01,073	12,27,076
(c) Short Term Provisions	9	5,967	1,580
		1,28,46,542	1,75,54,806
II. ASSETS			
1. Non Current Assets			
(a) Fixed Assets	10		
(i) Tangible Assets		10,21,754	8,83,178
(ii) Intangible Assets		13,384	1,05,650
(b) Non Current Investments	11	31,264	31,256
(c) Long Term Loans and Advances	12	2,68,100	2,67,500
2. Current Assets			
(a) Current Investments	13	-	10,00,000
(b) Inventories	14	24,09,774	19,42,611
(c) Trade Receivables	15	15,52,192	73,54,350
(d) Cash and Bank Balances	16	73,38,014	58,49,660
(e) Short Term Loans and Advances	17	2,12,060	1,20,601
		1,28,46,542	1,75,54,806
Summary of significant accounting policies	1		

The accompanying notes are an integral part of the financial statements

As per our report of even date

For M S A & Co.
Firm Registration No: 324464E
Chartered Accountants

Rasik Singhania
Partner
Membership No.: 064390

Place : Kolkata
Date : 24th May, 2016

M S A & CO. KOLKATA Chartered Accountants

For and on behalf of the Board of Directors

Chetan Chand Jain
Director
DIN : 06861148

Manoj Kumar Singh
Director
DIN : 06861160

Myjoy Pharmaceuticals Pvt. Ltd. Kolkata

MYJOY PHARMACEUTICALS PRIVATE LIMITED

CORPORATE IDENTITY NO. (CIN) - U24232WB2011PTC169959
JINDAL TOWERS, 21/1A/3 DARGA ROAD, UNIT-502, BLOCK-B, 5TH FLOOR
KOLKATA - 700 017

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2016

	Notes	2015-16 ₹	2014-15 ₹
I. Revenue from Operations	18	28,99,62,198	14,66,69,306
II. Other Income	19	22,627	30,046
III. Total Revenue		28,99,84,825	14,66,99,352
IV. EXPENSES:			
Purchase of Traded Goods	20	26,35,50,463	13,72,98,859
(Increase) / Decrease in Inventory	21	(4,67,163)	(19,42,611)
Employee Benefits Expense	22	4,08,45,432	1,25,72,183
Other Expenses	23	3,44,24,445	1,87,98,658
Finance Cost		-	8,491
Depreciation Expense	9	3,97,370	1,41,669
Share of Loss in Limited Liability Partnership (net) [Refer Note 28]		7,290	5,824
		33,87,57,837	16,68,83,073
V. PROFIT / (LOSS) BEFORE TAX		(4,87,73,012)	(2,01,83,721)
VI. Tax Expenses:			
(a) Current Tax		-	-
(b) Deferred Tax		-	-
		-	-
VII. PROFIT / (LOSS) FOR THE YEAR		(4,87,73,012)	(2,01,83,721)
VIII. Earnings Per Equity Share:			
Basic & Diluted (Nominal Value per Share ₹ 10)	24	(19.43)	(59.58)
Summary of significant accounting policies	1		

The accompanying notes are an integral part of the financial statements

As per our report of even date

For M S A & Co.
Firm Registration No: 324464E
Chartered Accountants

Rasik Singhania
Partner
Membership No.: 064390

Place : Kolkata
Date : 24th May, 2016

M S A & CO. KOLKATA Chartered Accountants

For and on behalf of the Board of Directors

Chetan Chand Jain
Director
DIN : 06861148

Manoj Kumar Singh
Director
DIN : 06861160

Myjoy Pharmaceuticals P. Ltd. Kolkata

MYJOY PHARMACEUTICALS PRIVATE LIMITED

CORPORATE IDENTITY NO. (CIN) - U24232WB2011PTC169959
JINDAL TOWERS, 21/1A/3 DARGA ROAD, UNIT-502, BLOCK-B, 5TH FLOOR
KOLKATA - 700 017

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016

(Amount in ₹)

	Particulars	2015-16	2014-15
A.	**Cash Flow from Operating Activities**		
	Net Profit / (Loss) before tax	**(4,87,73,012)**	(2,01,83,721)
	Adjustments for :-		
	Profit on sale of Mutual Funds	**(22,345)**	(30,046)
	Share of Loss in LLP	**7,290**	5,824
	Gratuity Expense	**6,80,077**	2,39,171
	Finance Cost	**-**	8,491
	Liabilities no longer required written back	**(282)**	
	Depreciation Expense	**3,97,370**	1,41,669.00
	Operating cash flow before working capital changes	**(4,77,10,902)**	(1,98,18,612)
	Increase / (Decrease) in Trade Payables	**(61,89,044)**	1,15,91,713
	Increase / (Decrease) in Other Long Term Liabilities	**(1,00,000)**	1,00,000
	Increase / (Decrease) in Other Current Liabilities	**46,66,699**	7,82,749
	(Increase) / Decrease in Trade Receivables	**58,02,158**	(73,54,350)
	(Increase) / Decrease in Inventories	**(4,67,163)**	(19,42,611)
	(Increase) / Decrease in Long Term Loans and Advances	**(600)**	(2,67,500)
	(Increase) / Decrease in Short Term Loans and Advances	**(91,459)**	(1,20,857)
	Cash (used in)/generated from operations	**(4,40,90,311)**	(1,70,29,468)
	Income Tax paid	**-**	-
	Net cash (used in) / generated from operating activities	**(4,40,90,311)**	(1,70,29,468)
B.	**Cash Flow from Investing Activities**		
	Purchase of Fixed Assets including Capital Advances	**(4,43,680)**	(8,85,309)
	Purchase of Current Investments	**-**	(60,00,000)
	Proceeds from Sale of Current Investments	**10,22,345**	50,30,046
		5,78,665	(18,55,263)
C.	**Cash Flows from Financing Activities**		
	Share Application Money received	**-**	2,44,69,000
	Proceeds from Long Term Borrowings	**-**	2,50,000
	Proceeds from issue of compulsorily convertible debentures	**4,50,00,000**	-
	Interest on Loan	**-**	(8,491)
	Net cash generated from/(used in) financing activities	**4,50,00,000**	2,47,10,509
D.	**Net change in cash and cash equivalents (A+B+C)**	**14,88,354**	58,25,778
E.	**Cash and Cash equivalents - Opening Balance**	**58,49,660**	23,882
F.	**Cash and Cash equivalents - Closing Balance***	**73,38,014**	58,49,660

Note :

The Cash flow statement has been prepared under the "Indirect Method" set out in Accounting Standard 3 'Cash Flow Statement'

* Components of Cash and Cash Equivalents as indicatetd in Note 16 comprises of:

Cash on Hand	**14,80,803**	19,66,095
Balance with Scheduled Banks on Current Account	**58,57,211**	38,83,565
Total	**73,38,014**	58,49,660

As per our attached report of even date

For M S A & Co.
Firm Registration No. : 324464E
Chartered Accountants

Rasik Singhania
Partner
Membership No. : 064390

Place : Kolkata
Date : 24th May, 2016

M S A & CO. KOLKATA Chartered Accountants

For and on behalf of the Board of Directors

Chetan Chand Jain
Director
DIN : 06861148

Manoj Kumar Singh
Director
DIN : 06861160

Myjoy Pharmaceuticals Pvt. Ltd. Kolkata

MYJOY PHARMACEUTICALS PRIVATE LIMITED
JINDAL TOWERS, 21/1A/3 DARGA ROAD, UNIT-502, BLOCK-B, 5TH FLOOR
KOLKATA - 700 017

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2016

	As at 31.03.2016 ₹	As at 31.03.2015 ₹
2. SHARE CAPITAL		
Authorised		
26,00,000 (26,00,000) Equity Shares of ₹ 10 each	**2,60,00,000**	2,60,00,000
	2,60,00,000	2,60,00,000
Issued, Subscribed and Paid-up		
25,10,000 (25,10,000) Equity Shares of ₹ 10 each fully paid up	**2,51,00,000**	2,51,00,000
	2,51,00,000	2,51,00,000

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

Equity Shares

	As at 31.03.2016		As at 31.03.2015	
	Nos.	**₹**	Nos.	₹
At the beginning of the year	**25,10,000**	**2,51,00,000**	10,000	1,00,000
Issued during the year	**-**	**-**	25,00,000	2,50,00,000
Outstanding at the end of the year	**25,10,000**	**2,51,00,000**	25,10,000	2,51,00,000

(b) Terms / Rights attached to the equity shares

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

(c) Shares held by holding / ultimate holding company

Out of the equity shares issued by the company, shares held by its holding company are as below:-

	31.03.2016 ₹	31.03.2015 ₹
Microsec Health Buddy Limited, the Holding Company		
25,10,000 (25,10,000) Equity Shares of ₹ 10 each, fully paid up	**2,51,00,000**	2,51,00,000

Further, Microsec Financial Services Limited is the Ultimate Holding Company

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

Name of the shareholder	As at 31.03.2016		As at 31.03.2015	
	No. of shares	**% of holding**	No. of shares	% of holding
Equity shares of ₹ 10 each full paid up Microsec Health Buddy Limited (includes shares held by its nominees)	**25,10,000**	**100**	25,10,000	100

M S A & CO. KOLKATA Chartered Accountants

Myjoy Pharmaceuticals Pvt. Ltd. Kolkata

MYJOY PHARMACEUTICALS PRIVATE LIMITED
JINDAL TOWERS, 21/1A/3 DARGA ROAD, UNIT-502, BLOCK-B, 5TH FLOOR
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NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2016

	As at 31.03.2016 ₹	As at 31.03.2015 ₹
3. RESERVES AND SURPLUS		
Surplus / (Deficit) in the statement of Profit and Loss		
As per Last Account	**(2,02,78,059)**	(94,338)
Add : Profit / (Loss) for the year	**(4,87,73,012)**	(2,01,83,721)
	(6,90,51,071)	(2,02,78,059)
4. LONG TERM BORROWINGS		
(Unsecured)		
45,00,000 Zero Coupon Compulsorily Convertible Debentures of ₹ 10 each	**4,50,00,000**	-
	4,50,00,000	-

35,00,000 Zero coupon Debentures are converable within a maximum period of 5 years from the date of allotment i.e. 29th February, 2016. However, the same may be converted fully or in such trenches at the option of the subscriber. The debenture holder is entitled to receive 1 equity share against 1 debenture each on conversion.

10,00,000 Zero coupon Debentures are converable within a maximum period of 5 years from the date of allotment i.e. 31st March, 2016. However, the same may be converted fully or in such trenches at the option of the subscriber. The debenture holder is entitled to receive 1 equity share against 1 debenture each on conversion.

5. OTHER LONG TERM LIABILITIES		
Security Deposit	-	1,00,000
	-	1,00,000
6. LONG TERM PROVISIONS		
Provision for Gratuity [Refer Note 27]	**9,13,281**	2,37,591
	9,13,281	2,37,591
7. TRADE PAYABLES		
Total outstanding dues of micro and small enterprises [Refer Note 30]	**12,45,657**	14,39,648
Total outstanding dues of creditors other than micro and small enterprises	**37,31,635**	97,26,970
	49,77,292	1,11,66,618
8. OTHER CURRENT LIABILITIES		
Statutory Dues Payable	**8,85,717**	7,87,474
Share of Loss in LLP [Refer Note 26]	**7,298**	6,080
Other Payables	**50,08,058**	4,33,522
	59,01,073	12,27,076
9. SHORT TERM PROVISIONS		
Provision for Gratuity [Refer Note 27]	**5,967**	1,580
	5,967	1,580

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Myjoy Pharmaceuticals Pvt. Ltd. Kolkata

MYJOY PHARMACEUTICALS PRIVATE LIMITED
JINDAL TOWERS, 21/1A/3 DARGA ROAD, UNIT-502, BLOCK-B, 5TH FLOOR
KOLKATA - 700 017

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2016

10. FIXED ASSETS

Tangible Assets (Amount in ₹)

Particulars	Vehicles	Freehold Land	Office Equipment	Total
Gross Block				
At April 1, 2014	-	2,45,188	-	**2,45,188**
Additions	6,93,759	-	54,000	**7,47,759**
Disposals	-	-	-	-
At March 31, 2015	**6,93,759**	**2,45,188**	**54,000**	**9,92,947**
Additions	3,01,000	-	86,767	**3,87,767**
Disposals	-	-	-	-
At March 31, 2016	**9,94,759**	**2,45,188**	**1,40,767**	**13,80,714**
Depreciation				
At April 1, 2014	-	-	-	-
Charge for the year	91,379	-	18,390	**1,09,769**
Disposals	-	-	-	-
At March 31, 2015	**91,379**	**-**	**18,390**	**1,09,769**
Charge for the year	2,12,380	-	36,811	**2,49,191**
Disposals	-	-	-	-
At March 31, 2016	**3,03,759**	**-**	**55,201**	**3,58,960**
Net Block				
At March 31, 2015	6,02,380	2,45,188	35,610	8,83,178
At March 31, 2016	**6,91,000**	**2,45,188**	**85,566**	**10,21,754**

Intangible Assets (Amount in ₹)

Particulars	Computer Software
Gross Block	
At April 1, 2014	-
Additions	1,37,550
Disposals	-
At March 31, 2015	**1,37,550**
Additions	55,913
Disposals	-
At March 31, 2016	**1,93,463**
Depreciation	
At April 1, 2014	-
Charge for the year	31,900
Disposals	-
At March 31, 2015	**31,900**
Charge for the year	1,48,179
Disposals	-
At March 31, 2016	**1,80,079**
Net Block	
At March 31, 2015	1,05,650
At March 31, 2016	**13,384**

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Myjoy Pharmaceuticals Pvt. Ltd. Kolkata

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2016

	As at 31.03.2016 ₹	As at 31.03.2015 ₹
11. NON-CURRENT INVESTMENTS		
Non Trade Investments - Unquoted		
(Valued at Cost unless stated otherwise)		
In Limited Liability Partnership		
Alokik Advisory Services LLP	**10,000**	10,000
Dreamscape Advisors LLP	**10,000**	10,000
Kailashwar Advisory Services LLP	**10,264**	10,256
Stuti Advisory Services LLP	**1,000**	1,000
Total Non-Current Investments	**31,264**	31,256
Aggregate Value of Investments		
Quoted	-	-
Unquoted	**31,264**	31,256

The details of Investment in Limited Liability Partnership are as follows:

(a) Investment in Alokik Advisory Services LLP		
Name of the Partner and Share in Profits (%)		
Microsec Health Buddy Limited (99% upto 20th September,2015)		
PRP Technologies Limited (99% w.e.f 21st September,2015)		
Myjoy Pharmaceuticals Private Limited (1%)		
Total Capital of the firm (₹)	**5,00,00,000**	5,00,00,000
(b) Investment in Dreamscape Advisors LLP		
Name of the Partner and Share in Profits (%)		
Microsec Health Buddy Limited (99% upto 22th September,2015)		
PRP Technologies Limited (99% w.e.f 23rd September,2015)		
Myjoy Pharmaceuticals Private Limited (1%)		
Total Capital of the firm (₹)	**5,00,00,000**	5,00,00,000
(c) Investment in Kailashwar Advisory Services LLP		
Name of the Partner and Share in Profits (%)		
PRP Technologies Limited (98%)		
Myjoy Tasty Food Private Limited (1%)		
Myjoy Pharmaceuticals Private Limited (1%)		
Total Capital of the firm (₹)	**10,00,00,000**	10,00,00,000
(d) Investment in Stuti Advisory Services LLP		
Name of the Partner and Share in Profits (%)		
Microsec Health Buddy Limited (99% upto 22th September,2015)		
PRP Technologies Limited (99% w.e.f 23rd September,2015)		
Myjoy Pharmaceuticals Private Limited (1%)		
Total Capital of the firm (₹)	**2,00,00,000**	2,00,00,000

M S A & CO. KOLKATA Chartered Accountants

Myjoy Pharmaceuticals Pvt. Ltd. Kolkata

MYJOY PHARMACEUTICALS PRIVATE LIMITED
JINDAL TOWERS, 21/1A/3 DARGA ROAD, UNIT-502, BLOCK-B, 5TH FLOOR
KOLKATA - 700 017

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2016

			As at 31.03.2016 ₹	As at 31.03.2015 ₹
12. LONG TERM LOANS AND ADVANCS				
(Unsecured, Considered Good)				
Security Deposit			**2,68,100**	2,67,500
			2,68,100	2,67,500
13. CURRENT INVESTMENTS				
(At lower of Cost and Market Value)	**No. of Units**	**Face value per unit**		
Mutual Funds (Unquoted)				
Reliance Liquid Fund - Treasury Plan - Growth Plan - Growth Option	-	1,000	-	10,00,000
	(294.150)			
			-	10,00,000
Aggregate value of investments				
Unquoted			-	10,00,000
Net Asset Value of Mutual Fund			-	10,01,762
14. INVENTORIES				
(Valued at lower of cost and net realisable value)				
Traded Goods				
- FMCG Products			**24,09,774**	19,42,611
			24,09,774	19,42,611.00
15. TRADE RECEIVABLES				
(Unsecured, Considered good)				
Outstanding for a period exceeding six months from the date they are due for payment			**1,12,078**	-
Other Receivables			**14,40,114**	73,54,350
			15,52,192	73,54,350
16. CASH AND BANK BALANCES				
Cash and Cash Equivalents				
Cash on Hand			**14,80,803**	19,66,095
Balances with Scheduled Banks on Current Accounts			**58,57,211**	38,83,565
			73,38,014	58,49,660
17. SHORT TERM LOANS AND ADVANCS				
(Unsecured, Considered Good)				
Balance with Government Authorities			-	1,05,957
Advances recoverable in cash or in kind or for value to be received or pending adjustments			**2,12,060**	14,644
			2,12,060	1,20,601

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MYJOY PHARMACEUTICALS PRIVATE LIMITED
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KOLKATA - 700 017

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2016

	2015-16 ₹	2014-15 ₹
18. REVENUE FROM OPERATIONS		
Sale of traded goods		
Medicines	25,81,11,838	12,84,29,660
FMCG Products	3,17,26,000	1,81,52,012
Other Operating Income		
Shipping Charges	1,24,360	87,634
	28,99,62,198	14,66,69,306
19. OTHER INCOME		
Profit on sale of Current Investments	22,345	30,046
Liabilities no longer required written back	282	-
	22,627	30,046
20. PURCHASE OF TRADED GOODS		
Medicines	23,43,02,463	11,87,11,237
FMCG Products	2,92,48,000	1,85,87,622
	26,35,50,463	13,72,98,859
21. (INCREASE) / DECREASE IN INVENTORY		
Inventory at the beginning of the year	19,42,611	-
Less: Inventory at the end of the year [Refer Note 14]	24,09,774	19,42,611
	(4,67,163)	(19,42,611)
22. EMPLOYEE BENEFITS EXPENSE		
Salary, Bonus, etc	3,65,83,459	1,15,08,341
Contribution to Provident and Other Funds	23,95,951	5,64,552
Contribution to Employees State Insurance Scheme	11,85,945	2,60,119
Gratuity Expense (Refer Note 27)	6,80,077	2,39,171
	4,08,45,432	1,25,72,183
23. OTHER EXPENSES		
Bank and Demat Charges	10,04,122	2,26,841
Filing Fees	10,800	2,96,019
Printing and Stationery	1,25,213	51,627
Advertisement and Business Promotion	2,67,798	6,54,080
Communication Expense	8,63,954	3,02,798
Rates and Taxes	63,040	51,650
Commission Expense [Including Rs. 81,643.00 (2014-15: Nil) For Earlier Years]	1,42,78,026	84,51,233
Service Charges for Manpower	1,38,23,708	75,41,979
Shipping Charges Paid	57,542	75,194
Electricity Expenses	4,42,500	98,946
Travelling and Conveyance	11,38,531	2,80,351
Rent	13,20,806	4,12,500
Insurance Premium	13,970	3,558
Postage & Courier Expenses	92,917	11,270
Repairs and Maintenance - Others	4,06,358	1,15,078
Baddebts written off	55,587	-
Legal and Professional Fees	2,13,157	78,238
Auditors' Remuneration		
As Auditors		
Audit Fees	1,14,500	56,180
For Other Services	28,625	-
Miscellaneous Expenses	1,03,291	91,116
	3,44,24,445	1,87,98,658
24. EARNINGS PER SHARE		
Basis for calculation of Basic and Diluted Earnings Per Share is as under:		
Profit / (Loss) after tax (₹)	(4,87,73,012)	(2,01,83,721)
Weighted Average Number of Equity Shares (Nos.)	25,10,000	3,38,767
Nominal Value of each Equity Share (₹)	10	10
Basic and Diluted Earning Per Share (₹)	(19.43)	(59.58)

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Myjoy Pharmaceuticals Pvt. Ltd. Kolkata

1. Summary of Significant Accounting Policies

i. Basis of preparation of Financial Statements

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material aspects with the accounting standards notified under Section 133 of the Companies Act, 2013 read together with paragraph 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting polices applied by the Company, are consistent with those used in the previous year.

ii. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent liabilities at the date of financial statements and the results of operations during the reporting year end. Although these estimates are based upon the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amount of assets and liabilities in future periods.

iii. Revenue Recognition

- Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.
- Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. The company collects sales taxes and value added taxes (VAT) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue.

iv. Tangible Fixed Assets

Tangible Fixed assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Any trade discount and rebates are deducted in arriving at the purchase price.

Gains or losses arising from de-recognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is de-recognised.

v. Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and impairment losses, if any.

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Myjoy Pharmaceuticals Pvt. Ltd. Kolkata

vi. **Depreciation**

- Depreciation on fixed assets is calculated on a WDV basis using the rates arrived at based on the useful lives estimated by the management which is as per the rates specified in Schedule II to the Companies Act, 2013.
- Depreciation on Fixed Assets added/disposed off during the period is provided on prorata basis with reference to the date of addition/disposal.
- In case of impairment, if any, depreciation is provided on the revised carrying amount of the assets over their remaining useful life.

vii. **Impairment of tangible and intangible assets:**

The carrying amounts of assets are reviewed at each balance sheet date to determine whether there is any indication of impairment based on external/internal factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount which represents the greater of the net selling price and 'Value in use' of the assets. In assessing the value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset.

After impairment, depreciation / amortization is provided on the revised carrying amount of the assets over its remaining useful lives.

A previously recognized impairment loss is increased or reversed depending on the changes in the circumstances. However, the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation / amortization if there was no impairment.

viii. **Investments**

Investments that are readily realisable and intended to be held for not more than one year from the date on which such investment is made are classified as Current Investments. All other Investments are classified as Long term Investments. Current Investments are stated at lower of cost and market rate on an individual investment basis. Long term investments are considered "at cost" on individual investment basis, unless there is a decline other than temporary in the value, in which case adequate provision is made against such diminution in the value of investments.

ix. **Inventories**

Traded Goods are valued at lower of cost and net realizable value. Cost includes cost of purchase and other costs incurred in bringing the inventory to their present location and condition.

Net realizable value is the estimated selling price in the ordinary course of business less estimated costs necessary to make the sale.

x. **Taxes on Income**

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961. Deferred Income tax reflects 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 for timing differences between the book and tax profit for the year is accounted for using the tax rates and laws that have been substantively enacted as of the Balance Sheet date. Deferred tax asset

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is recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax asset can be realised. If the Company has carry forward unabsorbed depreciation and tax losses, deferred tax asset is recognised only to the extent that there is virtual certainty supported by convincing evidence that sufficient taxable income will be available in future against which such deferred tax asset can be realised.

The carrying amount of deferred tax asset is reviewed at each Balance Sheet date. The company writes down the carrying amount of a Deferred Tax Asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

At each Balance Sheet date, the Company recognizes the unrecognized deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax asset can be realized.

xi. **Retirement and other employees benefits**

- Retirement benefit in the form of provident fund is a defined contribution scheme. The company has no obligation, other than the contribution payable to the provident fund. The company recognizes contribution payable to the provident fund scheme as an expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre payment will lead to a reduction in future payment or a cash refund.

- Gratuity liability being a defined benefit obligation is provided for on the basis of actuarial valuation on projected unit credit method at the end of each financial year. Actuarial gains / losses are recognized in full in the period in which they occur in the Statement of Profit and Loss. Bifurcation of current and non-current provisions for gratuity is done based on actuarial valuation.

- Short term compensated absences are provided for based on estimates.

xii. **Cash and Cash Equivalents**

Cash and cash equivalents in the cash flow statement comprise of cash at bank and Cash/Cheque on hand and short-term investments with an original maturity of three months or less.

xiii. **Earnings Per Share**

Basic Earning per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

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Pharmaceuticals Pvt. Ltd. Kolkata

xiv. **Provisions**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past event and it is probable that there will be an outflow of resources and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation, at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

xv. **Contingent Liabilities**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.





25. The Company has only one business segment and its operations are also confined to one geographical segment i.e. India. As such, no further disclosure under Accounting Standard 17 "Segment Reporting" is required.

26. In terms of Accounting Standard 18 – the related party disclosure is given below:-

(a) Name of the Related Parties

Holding Company / Ultimate Holding Company

Microsec Health Buddy Limited, Holding Company

Microsec Financial Services Limited, Ultimate Holding Company

Limited Liability Partnership (Entity over which control is exercised)

Stuti Advisory Services LLP

Alokik Advisory Services LLP

Dreamscape Advisors LLP

Kailashwar Advisory Services LLP

Enterprise in which significant influence is exercises

Microsec Capital Limited

Key Management Personnel

Manoj Kumar Singh

Chetan Chand Jain

(b) Details of Related Party Transactions

(Amount in ₹)

Particulars	Holding Company	Entity over which control is exercised	Key Management Personnel	Total
Loans Taken				
Microsec Health Buddy Limited	-	-	-	-
	(2,50,000)	-	-	(2,50,000)
Interest Paid				
Microsec Health Buddy Limited	-	-	-	-
	(8,491)	-	-	(8,491)
Rent Paid				
Microsec Health Buddy Limited	-	-	-	-
	(1,00,000)	-	-	(1,00,000)
Demat Charges				
Microsec Capital Limited	-	**706**	-	**706**
	(-)	(1,320)	-	(1,320)
Purchase of Traded Goods				
Microsec Health Buddy Limited	**26,35,50,463**	-	-	**26,35,50,463**
	(13,72,98,859)	-	-	(13,72,98,859)
Shipping Charges Paid				
Microsec Health Buddy Limited	**57,542**	-	-	**57,542**
	(75,194)	-	-	(75,194)
Purchase of Fixed Assets				
Microsec Health Buddy Limited	-	-	-	-
	(2,91,059)	-	-	(2,91,059)
Share of Profit / Loss in LLP				
Alokik Advisory Services LLP	-	**-496**	-	**-496**
	-	**(-262)**	-	**(-262)**
Dreamscape Advisors LLP	-	**-1,555**	-	**-1,555**
	(-)	(-435)	-	(-435)

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Particulars	Holding Company	Entity over which control is exercised	Key Management Personnel	Total
Kailashwar Advisory Services LLP	-	**8**	-	**8**
	(-)	(256)	-	(256)
Stuti Advisory Services LLP	-	**-5,247**	-	**-5,247**
	(-)	(-5,383)	-	(-5,383)
Balance of Fixed Capital Account				
Alokik Advisory Services LLP	-	**10,000**	-	**10,000**
	(-)	(10,000)	-	(10,000)
Dreamscape Advisors LLP	-	**10,000**	-	**10,000**
	(-)	(10,000)	-	(10,000)
Kailashwar Advisory Services LLP	-	**10,264**	-	**10,264**
	(-)	(10,256)	-	(10,256)
Stuti Advisory Services LLP	-	**1,000**	-	**1,000**
	(-)	(1,000)	-	(1,000)
Share Application Money Received				
Microsec Health Buddy Limited	-	-	-	-
	(2,44,69,000) *	-	-	**(2,44,69,000)**
Issue of Equity Shares				
Microsec Health Buddy Limited	-	-	-	-
	(2,50,00,000)	-	-	**(2,50,00,000)**
Issue of Zero Coupon Compulsorily Convertible Debentures				
Microsec Capital Limited	**4,50,00,000**	-		**4,50,00,000**
	(-)	(-)	(-)	(-)
Managerial Remuneration				
Manoj Kumar Singh	-	-	**2,92,141**	**2,92,141**
	-	-	(1,56,149)	(1,56,149)
Chetan Chand Jain	-	-	**5,75,796**	**5,75,796**
	-	-	(3,34,414)	(3,34,414)
Balance Payable				
Alokik Advisory Services LLP	-	**496**	-	**496**
	(-)	(262)	-	(262)
Dreamscape Advisors LLP	-	**1,555**	-	**1,555**
	(-)	(435)	-	(435)
Stuti Advisory Services LLP	-	**5,247**	-	**5,247**
	(-)	(5,383)	-	(5,383)
Microsec Health Buddy Limited	**27,93,097**	-	-	**27,93,097**
	(72,90,910)	(-)	-	(72,90,910)





27. The Company have a defined benefit gratuity plan. Every employee, who has completed five years or more of services, is entitled to gratuity on terms not less favorable than the provisions of the payment of Gratuity Act, 1972. The scheme is unfunded.

The following tables summaries the components of gratuity expenses recognised in the Statement of Profit and Loss and in Balance Sheet.

	Particulars	2015 – 16 (₹)	2014 – 15 (₹)
(i)	**Net Employee Expense /(benefit)**		
	Current service cost	6,76,214	2,09,820
	Interest cost on benefit obligation	19,134	-
	Net Actuarial (gain) /loss recognised in the year	(15,271)	29,351
	Total employer expense / (benefit) recognised in Statement of Profit and Loss	6,80,077	2,39,171
(ii)	**Benefit Asset/(Liability)**		
	Defined benefit obligation	9,19,248	2,39,171
	Fair value of Plan Assets	-	-
	Benefit Asset/(Liability)	(9,19,248)	(2,39,171)
(iii)	**Movement in benefit liability**		
	Opening defined benefit obligation	2,39,171	-
	Interest cost	19,134	-
	Current service cost	6,76,214	2,09,820
	Benefits paid	-	-
	Actuarial (gains)/losses on obligation	(15,271)	29,351
	Closing benefit obligation	9,19,248	2,39,171
(iv)	**The principal actuarial assumptions are as follows**		
	Discount Rate	8.00%	8.00%
	Salary increase	6.00%	6.00%
	Withdrawal rates	1.00%	1.00%
(v)	**Amount incurred as expense for defined contribution plans**		
	Contribution to Provident / Pension fund	23,95,951	5,64,552
	Contribution to Employees State Insurance	11,85,945	2,60,119
(vi)	The estimates of future salary increases considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.		
(vii)	The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled.		
(viii)	**Amounts for the current year and previous years are as follows : ***	**Year Ended 31st March, 2016**	**Year Ended 31st March, 2015**
	Gratuity		
	Defined Benefit Obligation	9,19,248	2,39,171
	Surplus / (Deficit)	(9,19,248)	(2,39,171)
	Experience adjustments on plan liabilities	(15,271)	29,351

* The Company had started recording gratuity liability based on actuarial valuation from the 2014-15 and therefore disclosure has been made only for F.Y. 2014-15 and 2015-16.

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28. The Company has investments in Limited Liability Partnerships. Share of Profit / (Loss) in LLP for the year has been allocated to the Company as follows.

Name of the LLP	Share of Profit / (Loss)	Amount (₹)
Alokik Advisory Services LLP	1%	(496)
Dreamscape Advisors LLP	1%	(1,555)
Kailashwar Advisory Services LLP	0.02%	8
Stuti Advisory Services LLP	1%	(5,247)
Total		**(7,290)**

29. **Deferred Tax Asset**

Deferred Tax Asset has not been recognized in these accounts in view of the Accounting Policy specified in significant policies in Note 1(viii) above.

30. **Details of dues to Micro and Small Enterprises as defined under the MSMED Act,2006**

Particulars	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
i) The principal amount and the interest due thereon remaining unpaid to any supplier as at end of each accounting year		
Principal amount due to micro and small enterprises	**12,45,657**	14,39,648
Interest due on above	**Nil**	Nil
ii) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act 2006 along with the amounts of the payment made to supplier beyond the appointed day during each the accounting year		
Principal	**Nil**	Nil
Interest	**Nil**	Nil
iii) The amount of interest due and payable for the period of delay in making payment (which been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006	**Nil**	Nil
iv) The amount of interest accrued and remaining unpaid at the end of each accounting year	**Nil**	Nil
v) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro Small and Medium Enterprise Development Act, 2006.	**Nil**	Nil

M S A & CO. KOLKATA Chartered Accountants

Kolkata

31. Previous year figures have been re-grouped and rearranged wherever necessary.

As per our report of even date

For M S A & CO.
Firm Registration No.: 324464E
Chartered Accountants

Rasik Singhania
Partner
Membership No.: 064390

For and on behalf of the Board of Directors

Chetan Chand Jain
Director
DIN: 06861148

Manoj Kumar Singh
Director
DIN: 06861160

Place: Kolkata
Date: 24th May, 2016