



ANNUAL REPORT

2015-16

Shiva Granito Export Limited

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BOARD OF DIRECTORS:

- | | |
|---------------------------|---------------------|
| 1. Shri Suresh Upadhyay | Whole Time Director |
| 2. Shri Abhishek Upadhyay | Managing Director |
| 3. Ms. Asha Upadhyay | Director |
| 4. Ms. Meeta Raina | Director |
| 5. Shri Vinod Kumar Jain | Director |

STATUTORY AUDITOR:

M/s. Nenawati & Associates
Chartered Accountants
Udaipur

COMPANY SECRETARY & COMPLIANCE OFFICER:

Ms. Swati Maheshwari

BANKER:

Bank of Baroda, Town Hall, Udaipur – 313001 (Rajasthan) INDIA

REGISTERED OFFICE:

8, Bhatt Ji Ki Baari, Udaipur – 313001 (Rajasthan) INDIA

REGISTRAR & SHARE TRANSFER AGENT:

Bigshare Services Private Limited
E2, Ansa Industrial Estate, Sakhivihar Road, Saki Naka, Andheri (East) Mumbai - 400072

SHIVA GRANITO EXPORT LIMITED

CIN : U14200RJ2015PLC048974

Regd. Office :-8, Bhatt Ji Ki Baari, Udaipur-313001.

Phone : 0294-2418228, Fax – 0294-2414463

Website : shivaexport.in

E-Mail:- investors@shivaexport.in

NOTICE

NOTICE is hereby given that the 1st Annual General Meeting of the Shareholders of **SHIVA GRANITO EXPORT LIMITED** will be held at the Registered Office of the Company at 8, Bhatt Ji Ki Baari, Udaipur-313001(Rajasthan) on **Friday, the 30th December, 2016 at 3.00 P.M.** to transact the following business:-

Ordinary Business:-

1. To receive, consider and adopt the Financial Statements of the Company for the year ended March 31st, 2016 including the Audited Balance Sheet as at 31st March, 2016 Statement of Profit & Loss for the year ended on that date, Cash Flow Statement for the year ended on that date and the Directors' and Auditors' Report thereon.
2. To appoint a Director in place of Ms. Asha Upadhyay (DIN 07396269), who retires by rotation and being eligible offers herself for re-appointment.

To consider and if thought fit, to pass with or without modification the following resolution as an Ordinary Resolution :

“RESOLVED THAT, pursuant to provision of Section 152(6)(c) and read with all other applicable provisions of the Companies Act,2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules,2014 (including any Statutory modification (s) or re-enactment thereof for the time being in force) and subject to any other approvals, if any , Ms. Asha Upadhyay (DIN : 07396269), Director of the Company be and is hereby re-appointed as Director of the Company.”

“RESOLVED FURTHER THAT, the Company do hereby empowers the Board of Directors of the company to decide the components of the remuneration and to complete all necessary documentation and other formalities in this respect.”

3. To re-appoint Statutory Auditors of the Company and to fix their remuneration
To consider and if thought fit, to pass with or without modification the following resolution as an Ordinary Resolution :

“RESOLVED THAT, pursuant to provision of section 139, 142 and other applicable provisions of the Companies Act, 2013 and rules made thereunder and pursuant to the recommendations of the Audit Committee, M/s Nenawati & Associates, Chartered Accountants (FRN : 02148C), Udaipur be and is hereby as statutory auditors of the company to hold office from the conclusion of Sixth Annual General Meeting and the Board of Directors be and is hereby authorized to fix the remuneration payable to them for the financial year ending on 31st March, 2017 as may be determined by the audit committee in consultation with the auditors.”

By order of the Board of Directors

Place : Udaipur

(Swati Maheshwari)

Date : 11.11.2016

Company Secretary & Compliance Officer

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING (MEETING) IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. A person can act as proxy on behalf of members not exceeding 50 (fifty) and holding in the aggregate not more than 10% (ten) of the total share capital of the Company. A member holding more than 10% (ten) of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person cannot act as a proxy for any other person or shareholder. The instrument appointing the Proxy, in order to be effective, must reach to the Registered Office of the Company not less than forty eight hours before the commencement of the meeting.**
2. Corporate members are requested to send a duly certified copy of the Board Resolution/Power of Attorney authorizing their representative to attend the Annual General Meeting.
3. In case of joint holders attending the meeting, only such joint holders who are higher in the order of names will be entitled to vote.
4. The register of Members and Share Transfer Books of the Company shall remain closed from 23rd December, 2016 to 30th December, 2016 (both days inclusive) for the purpose of Annual General Meeting.
5. Members who wish to attend the meeting are requested to bring duly filled attendance sheet and their copy of the Annual Report at the Meeting.

By order of the Board of Directors

Place : Udaipur

(Swati Maheshwari)

Date : 11.11.2016

Company Secretary & Compliance Officer

DIRECTORS' REPORT TO THE MEMBERS

Your Directors are pleased to present 1st Annual Report on the business and operations of your Company and the audited financial Statement for the period ended 31st March, 2016 and Auditor's report thereon.

OPERATIONAL AND FINANCIAL RESULT

The Financial Result of the Company's for the period from 31st December 2015 (Date of incorporation) to 31st March 2016 are as under :

	(Rs. in Lacs)	
Particulars	Current Year	
Revenue from operation	530.33	
Other income	2.35	
Financial Cost	(33.92)	
Depreciation and amortization expenses	(46.26)	
Profit before exceptional and extraordinary items and tax (A-B)	(55.42)	
Exceptional Items	0	
Profit before extraordinary items and tax	(55.42)	
Extraordinary Items	0	
Profit before tax	(55.42)	
Tax Expenses :	(8.04)	
1. Current Tax		
2. Deferred Tax (8.04)		
Profit /Loss from the period from continuing operations	(63.46)	
Profit / Loss for the Period	(63.46)	

COMPANY'S PERFORMANCE

During the year under review, the Company's performance from the date of incorporation 31.12.2016 to 31.03.2016 recorded as Net Sales of the Company recorded at Rs. 530.33 Lacs . The Company achieved the Net Loss of Rs. 63.46 Lacs.

Management of the Company is committed to the growth and hopes to improve the performance in coming years.

DIVIDEND

Your Directors are still constrained not to recommend any dividend for the year keeping in view the need of funds for expansion and working capital.

TRANSFER TO RESERVE

The company does not propose to transfer any amount to reserves.

DIRECTORS AND KEY MANAGERIAL PERSONNEL**(a) Structure of the Board**

The Board of Directors of the Company is formed in terms of the provisions of the Companies Act, 2013 and consist the following :

Sr. No.	Directors & Key Managerial Personnel	Designation
1.	Shri Suresh Upadhyay	Whole Time Director
2.	Shri Abhishek Upadhyay	Managing Director
3.	Shri Vinod Kumar Jain	Independent Director
4.	Ms Asha Upadhyay	Director
5.	Ms Meeta Raina	Independent Director
6.	Shri Abhinav Upadhyay	Chief Financial Officer
7.	Mr. Youdhveer Singh Rathore	Company Secretary

(b) Retirement by Rotation

In accordance with the provision of the Act, Asha Upadhyay (DIN:07396269), Director of the Company retire by rotation at the ensuing Annual General Meeting and being eligible offers herself for reappointment.

AUDITORS

At the Board Meeting held on January 30, 2016 M/s Nenawati & Associates, Chartered Accountants, Udaipur were appointed as Statutory Auditor of the Company to hold office till the conclusion of the 1st Annual General Meeting. Your Directors recommend for their re-appointment.

AUDITOR'S REPORT

The observations made in the Auditor's report read together with the relevant notes thereon are self-explanatory and hence, do not call for any further comments under section 134 of the Companies Act, 2013.

EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

There was no qualifications, reservations or adverse remarks made by the Auditors in their respective reports.

Loan, Guarantees or Investment

The Company has not given any Loan, Guarantee and also not made any Investments in compliance of Section 186 of the Companies Act, 2013 during the Financial Year.

NUMBER OF BOARD MEETINGS

The Board of Directors of your Company met 4 (four) times during the period from 31.12.2016 to 31.03.2016 on January 01, 2016 January 15, 2016 January 30, 2016 March 28, 2016 to discuss and approve various matters.

Deposits

The Company has not accepted or renewed any fixed deposits during the year under review and no fixed deposit is outstanding for payment at the year ended 31st March, 2016.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

There were no materially significant related party transactions entered by the Company with Promoters, Directors, Key Managerial Personnel or other persons which may have a potential conflict with the interest of the Company. All related party transactions have been done at arm's length price and in the ordinary course of the business with the prior approval of the Board of the Company.

Since there were no related party transaction during the year under review except in the ordinary course of business, and Form AOC-2 as prescribed under section 134(3)(h) of the Companies Act, 2013 is enclosed as Annexure 'A'.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

A Statement giving details of conservation of energy, technology absorption, foreign exchange earnings and outgo in accordance with the Rule 8(3) of the Companies (Accounts) Rules, 2014 is enclosed as Annexure – 'B'.

MATERIAL CHANGES AND COMMITMENTS

No material changes and commitments have occurred between the end of financial year of the company and the date of this report affecting the financial position of the Company as at March 31, 2016.

RISK MANAGEMENT

The Company has devised proper system to identify the risks involved in the business of the company. There is system to mitigate the risk involved in the business of the company using the internal controls of the company and necessary steps to reduce the risk factors involved in the business of the company were taken from time to time.

EXTRACT OF ANNUAL RETURN

Extract of Annual Return of the Company is annexed herewith as Annexure 'C' to this Report.

DETAILS OF SUBSIDIARY, ASSOCIATE COMPANY

The Company does not have any subsidiary, joint venture & associate company.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS:

There are no significant material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.'

DIRECTORS' RESPONSIBILITY STATEMENT

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act 2013, the Board of Directors of the Company hereby state and confirm that

- (a) In the preparation of the Annual Accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (b) They have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) They have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) They have prepared the Annual Accounts on a going concern basis;
- (e) They have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- (f) They have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

The Company has in place an Anti-Sexual harassment Policy, in line with the requirements of Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013. The Company has set up an Internal Complaints Committee to redress complaints received regarding sexual harassment. No Complaints were received during the year under review.

DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROL WITH REFERENCE TO FINANCIAL STATEMENTS

The Company is having adequate Internal Financial Control with reference to the Financial Statements.

ACKNOWLEDGEMENT

Directors wish to express their grateful appreciation for assistance and co-operation received from various Department during the year under review. Your Directors also wish to place on record their appreciation for the committed services of all the associates, vendors of the Company.

For and on Behalf of the Board of Directors

Place: Udaipur
Date: 23.04.2016

Sd/-
Abhishek Upadhyay
Managing Director
(DIN: 01889928)

Sd/-
Suresh Upadhyay
Director
(DIN: 01858367)

ANNEXURE 'A'

Form No. AOC-2

(Pursuant to Clause (h) of sub section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Forms for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of contract or arrangements or transactions not at arm's length basis

- (a) Name(s) of the related party and nature of relationship: Nil
- (b) Nature of contracts/arrangements/transactions: Nil
- (c) Duration of the contract/arrangements/transactions: Nil
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any: Nil
- (e) Justification for entering into such contract or arrangements or transactions: Nil
- (f) Date(s) of approval by the Board: Nil
- (g) Amount paid as advances, if any: Nil
- (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188: Nil

2. Details of material contracts or arrangement or transactions at arm's length basis

- (a) Name(s) of the related party and nature of relationship: Nil
- (b) Nature of contracts/arrangements/transactions: Nil
- (c) Duration of the contracts/arrangements/transactions: Nil
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any: Nil
- (e) Date(s) of approval by the Board, if any: Nil
- (f) Amount paid as advances, if any: Nil

Form shall be signed by the persons who have signed the Board's report.

Place: Udaipur
Date : 23.04.2016

Sd/-
Abhishek Upadhyay
Managing Director
(DIN: 01889928)

Sd/-
Suresh Upadhyay
Director
(DIN: 01858367)

'Annexure B'

Information pursuant to Rule 8(3) of the Companies (Accounts) Rules, 2014 under section 134(3) of the Companies Act, 2013 and forming part of Directors' Report for the year ended 31st March, 2016.

1. Conservation of Energy:

- (a) Energy Conservation measures remains one of the priority areas of the management. The company has taken necessary steps for reducing the energy consumption. The factory premise of the company is designed in such a way to have appropriate sunlight during day time which reduces consumption of electricity. In order to reduce the electricity consumption the company is using CFL and LED lights instead of old patterned lights which consume more energy. In the office premises of the Company, it is focusing on purchase of Laptop in replacement of old CRT monitors which are not energy efficient. The company also uses the electric products with energy star ratings that consumes minimum energy.
- (b) The company is making continuous efforts to conserve and optimize the use of energy and is identifying energy saving systems.
- (c) Disclosures on energy consumption are as under :

Electricity consumed	Current Year	Previous Year
A. Purchased		
Unit (kwh)	169835	
Total Amount (in Rs. in lacs)	1316306	
Rate (in Rs.)	7.75	
B. Own Generation through Diesel Generator		
Liter	14850	
Total Amount (in Rs. in lacs)	712797	
Rate (in Rs.)	48	

Consumption per kg. of Production		
Quartz Powder(Tons)	98950	
Electricity Unit/tons	7.31	
Resin(Kg.)	37563	
Electricity Unit/Kg	10.27	
Slabs(Sqft)	19498	
Electricity Unit/Sqft	10.65	

2. Technology Absorption:

- (a) Research and Development is carried out for development of new products and for improvement in the production process and quality of products. Due to its R & D efforts, the Company has been able to launch new product.
- (b) The Company has been continuously improving the quality of its existing products and developed new products from time to time. Plant & Technology both has been imported during the year.
- (c) Management is committed to strengthen R & D activities further to improve its competitiveness in times to come.
- (d) The expenditure incurred on Research and Development:

3. Foreign Exchange Earning and Outgo

Foreign Exchange Earnings: 57382\$

Foreign Exchange Outgo:

Place : Udaipur
Date : 23.04.2016

Sd/-
Abhishek Upadhyay
Managing Director
(DIN: 01889928)

Sd/-
Suresh Upadhyay
Director
(DIN: 01858367)

Annexure 'C'

Form No. MGT - 9

EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON 31.03.2016

[Pursuant to section 92 (3) of the Companies Act, 2013 and rule 12 (1) of the Companies (Management and Administration) Rules, 2014]

1. REGISTRATION AND OTHER DETAILS

i.	CIN	U14200RJ2015PLC048974
ii.	Registration Date	31.12.2015
iii.	Name of the Company	SHIVA GRANITO EXPORT LIMITED
iv.	Category/Sub-Category of the Company	PUBLIC / LIMITED BY SHARES
v.	Address of the Registered office and contact details	8, BHATTJI KI BAARI, UDAIPUR.
vi.	Whether listed company	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	NA

2. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sr.No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	QUARTZ POWDER	14297	2%
2	POLYESTER RESIN	24139	37%
3	QUARTZ GRANITE SLABS	26960	51%

3. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name And Address of The Company	CIN/GLN	Holding/ Subsidiary /Associate	%of shares held	Applicable Section
Not Applicable					

4. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**i. Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Dem at	Physical	Total	% of Total Shares	
A. Promoter									
1) Indian									
a) Individual/ HUF		2015050	2015050	100		9015050	9015050	100	347.386%
b) Central Govt									
c) State Govt(s)									
d) Bodies Corp									
e) Banks / FI									
f) Any Other									
Sub-total(A)(1):-		2015050	2015050	100		9015050	9015050	100	347.386%
2) Foreign									
g) NRIs- Individuals									
h) Other- Individuals									
i) Bodies Corp.									
j) Banks / FI									
k) Any Other....									
Sub-total(A)(2):-									
B. Public Shareholding									
1. Institutions									
a) Mutual Funds									
b) Banks / FI									
c) Central Govt									
d) State Govt(s)									
e) Venture Capital Funds									
f) Insurance Companies									
g) FIIs									

h) Foreign Venture Capital Funds									
i) Others (specify)									
Sub-total(B) (1)									
2. Non Institutions									
a) Bodies Corp.									
(i) Indian									
(ii) Overseas									
b) Individuals									
(i) Individual shareholders holding nominal share capital upto Rs. 1 lakh									
(ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh									
c) Others (Specify)									
Sub-total (B) (2)									
TotalPublic Shareholding (B)=(B)(1)+ (B)(2)									
C.Shares heldby Custodianfor GDRs&ADRs									
GrandTotal (A+B+C)		2015050	2015050	100		9015050	9015050	100	347.386%

ii. *Share holding of Promoters*

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbe red to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbe red to total shares	% change in share holdi ng durin g the year
1.	Suresh Upadhyay	1997671	99	0	8622671	95.65	0	-3.35
2.	Abhishek	17329	0.86	0	17329	0.19	0	-0.67
3.	Upadhyay Abhinav Upadhyay	10	0.00050	0	10	0.00011	0	-0.00039
4.	Asha Upadhyay	10	0.00050	0	10	0.00011	0	-0.00039
5.	Harshita Upadhyay	10	0.00050	0	10	0.00011	0	-0.00039
6.	Rachna Upadhyay	10	0.00050	0	10	0.00011	0	-0.00039
7.	Kailash Upadhyay	10	0.00050	0	10	0.00011	0	-0.00039
8.	Shiva Explosives India Pvt. Ltd.	0	0	0	375000	4.16	0	+4.16
		201505000	100	0	9015050	100	0	0

iii. *Change in Promoters' Shareholding (please specify, if there is no change)*

Sr. no		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	2015050	100	9015050	100
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				
	At the End of the year	2015050	100	9015050	100

5. **INDEBTEDNESS**

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount				
ii) Interest due but not paid	63949969	82761092		146711061
iii) Interest accrued but not paid	0	0		
	0	0		
Total (i+ii+iii)	63949969	82761092		146711061
Change in Indebtedness during the financial year				
- Addition	0	5043000		5043000
- Reduction	1100000	86434500		87534500
Net Change	1100000	-81391500		-80291500
Indebtedness at the end of the financial year				
i) Principal Amount	62849969	1369592		64219561
ii) Interest due but not paid	1093733	0		1093733
iii) Interest accrued but not due	0	0		
Total (i+ii+iii)	63943702	1369592		65313294

6. **REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL NA**A. **Remuneration to Managing Director, Whole-time Directors and/or Manager**

Sl No.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Suresh Upadhyay 2,25,000	Abhishek Upadhyay 1,50,000			3,75,000
2.	Stock Option	NIL	NIL			NIL
3.	Sweat Equity	NIL	NIL			NIL
4.	Commission - as % of profit - others, specify...	NIL	NIL			NIL
5.	Others, please specify	NIL	NIL			NIL
6.	Total (A)	2,25,000	1,50,000			3,75,000
	Ceiling as per the Act	NIL	NIL			NIL

B. Remuneration to the directors:

Sl No.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
	<u>Independent Directors</u> · Fee for attending board committee meetings · Commission · Others, please specify	NIL	NIL
	Total (1)	NIL	NIL
	<u>Other Non-Executive Directors</u> · Fee for attending board committee meetings · Commission · Others, please specify	NIL	NIL
	Total (2)	NIL	NIL
	Total (B) = (1+2)	NIL	NIL
	Total Managerial Remuneration		
	Overall Ceiling as per the Act		

C. Remuneration to Key Managerial Personnel Other Than MD / Manager / WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NIL	60000/- Yodhveer Singh	75000/- Abhinav Upadhyay	135000/-
2.	Stock Option	NIL			NIL
3.	Sweat Equity	NIL			NIL
4.	Commission - as % of profit	NIL			NIL
5.	Others, please specify	NIL			NIL
6.	Total	NIL	60000/-	75000/-	135000/-

7. Penalties/punishment/compounding of offences: NA

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD /NCLT/Court]	Appeal made. If any (give details)
A. Company					
Penalty	NIL				
Punishment	NIL				
Compounding	NIL				
B. Directors					
Penalty	NIL				
Punishment	NIL				
Compounding	NIL				
C. Other Officers In Default					
Penalty	NIL				
Punishment	NIL				
Compounding	NIL				

Palace : UDAIPUR
DATE : 23.04.2016

Sd/-
Abhishek Upadhyay
Managing Director
(DIN: 01889928)

Sd/-
Suresh Upadhyay
Director
(DIN: 01858367)

INDEPENDENT AUDITORS' REPORT

TO,
THE MEMBERS OF SHIVA GRANITO EXPORT LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of Shiva Granito Export Limited which comprises the Balance sheet as at 31st March, 2016, and the statement of Profit & Loss for the year then ended and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statement

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 and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' 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 the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the

Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the afore said 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:

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2016.
- b) In the case of statement of the Profit and Loss of the loss of the company for the year ended on that date.

Report on other Legal & Regulatory Requirement

As required by the Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub section (11) of section 143 of the Companies Act, 2013. We give in the Annexure a statements on the matters specified in paragraphs 3 and 4 of the order, to the extent applicable.

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 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 the written representations received from the directors as on 31/03/2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31/03/2016 from being appointed as a director in terms of Section 164 (2) of the Act.

- (f) In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016.
- (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 on 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 was no amount which were required, or required to be transferred, to the Investor Education and Protection Fund by the Company.

Annexure to the Independent Auditors' Report

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

(1) In respect of Fixed Assets

- (a) The company has maintained proper records showing full particulars including quantitative details and situation of the fixed assets.
- (b) The Fixed assets have been physically verified by the management at reasonable intervals; According to the information and explanation given to us no material discrepancies were noticed on such verification.
- (c) The land taken on lease and the title deeds held in the name of lease holder.

(2) In respect of Inventory

- (a) As explained to us, inventories were physically verified during the year by the management at reasonable Intervals.
- (b) In our opinion and according to the information and explanations given to us, the company has maintained Proper records of its inventories and no material discrepancies were noticed on physical verification.
- (3) The Company has not granted any loans secured or unsecured to Companies, firms, limited

liability Partner ships or other parties covered in the register maintained under section 189 of The Companies Act 2013. Accordingly, the provisions Of clause 3(iii)(a) to (c) of the order are not applicable.

- (4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the companies Act,2013 in respect of loans, investments, guarantee, and security.
- (5) According to the information and explanations given to us, the company has not accepted any deposit from public during the year hence the directives issued by Reserve Ban of India and the provisions of section 73 to 76 or any other relevant provision of the Act and the companies(Acceptance of deposit) Rules,2015 with regard to the deposits accepted from public are not applicable.
- (6) According to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under sub-section (l) of section 148 of the Companies Act for the products of the company
- (7) (a) According to the information and explanations given to us and on the basis of our examination of the books of accounts and records the Company has generally been regular in depositing undisputed statutory dues including income-tax, Sales-tax, service tax, value added tax ,custom duty, Excise duty, cess and any other statutory dues with the appropriate Authorities. .We are informed that the provisions of Employees Provident Fund Act and State Insurance Act is not applicable to the Company. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in areas as at March 31,2016 for a period of more than six months from the date on when they become payable.
- (b) In our opinion and information given to us there are no other disputes pending regarding statutory due of income-tax, Sales-tax, service tax, value added tax ,custom duty, Excise duty, cess.
- (8) Based on our audit and according to the information and explanations given by the management, we are of the opinion that the company has not defaulted in the repayment of dues to financial institutions and Banks.
- (9) Based on our audit and according to the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term oans . Accordingly, the provisions of clause 3(ix) of the order are not applicable to the company hence not commented upon.
- (10) Based on our audit and according to the information and explanations given by the management, we report that no fraud by the company or on the company by its officers or employees has been notices or reported during the year.
- (11) Based on our audit and according to the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals by the provisions of section 197 read with schedule V to the Companies Act.

- (12) In our opinion, the company is not a Nidhy Company, therefore, the provisions of clause 3(xii) of the order are not applicable to the company.
- (13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of the Companies Act 2013 and details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (14) Based on our audit and according to the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review except shares issued in exchange of capital of firms which has been acquired by the company. Accordingly, the provisions of clause 3(xiv) of the order are not applicable to the company hence not commented upon.
- (15) Based on our audit and according to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3(xv) of the order are not applicable to the company hence not commented upon.
- (16) In our opinion, the company is not required to be registered under section 45IA of the Reserve Bank of India Act, 1934 and Accordingly, the provisions of clause 3(xvi) of the order are not applicable to the company hence not commented upon.

FOR NENAWAT & ASSOCIATES.

Chartered Accountants

FRN 02148C

Sd/-

(C.S.NENAWATI)

Partner

M.No.071341

Place: Udaipur

Date: 23rd April, 2016

The Independent Auditor's Report.

Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date

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 Shiva Granito Exports limited ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on control criteria of "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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

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

our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Control 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 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, 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on control criteria of "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 NENAWAT & ASSOCIATES.

Chartered Accountants

FRN 02148C

Sd/-

(C.S.NENAWATI)

Partner

M.No.071341

Place: Udaipur
Date: 23rd April, 2016

**SHIVA GRANITO EXPORT LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2016**

EQUITY AND LIABILITIES	Notes	As at 31st March 2016	
Share Holders' Funds			72226127
Share capital	1	90150500	
Reserves and surplus	2	-17924373	
Share Application Money Pending Allotment			
Non Current Liabilities			66117899
Long-term borrowings	3	65313294	
Other Long term liabilities			
Deferred tax liabilities(net)		804605	
Current Liabilities			42761820
Short-term borrowings	4	23964350	
Trade payables	5	13637049.07	
Other current liabilities	6	5160421	
Short-term provisions			
TOTAL			<u>181105846</u>
ASSETS			
Non Current Assets			106,425,260
Fixed assets		101194319	
Tangible assets	7		
Intangible assets			
Capital work-in-progress			
Intangibles assets under development			
Non-current investment			
Long term loans and advances	8	4169831	
Other non-current assets	9	1061110	
Current Assets			74680586
Current investment	10	1946814	
Inventories	11	22412377	
Trade receivables	12	43235999	
Cash and cash equivalents	13	93727	
Short-term loans and advances	14	6991669	
Other current assets			
TOTAL			<u>181105846</u>

Significant Accounting Policies

Notes on Financial Statements

As per report of even date

For Nenawati & Associates

Chartered Accountants

FRN 02148C

(C S Nenawati)

Partner

M.No. 071341

Palace : UDAIPUR

Dated : 23rd April, 2016

For and on Behalf Of The Board

Suresh Upadhyay
Director

Abhishek Upadhyay
Director

Statement of Profit and Loss for the period ended 31st March,2016

INCOME		Amount
REVENUE FROM OPERATION	15	5,30,33,183
OTHER INCOME	16	2,35,339
Total Revenue		<u>53268522</u>
EXPENDITURES		
Cost of material consumed	17	25,529,673
Purchase of stock-in-trade		8361107
Changes in inventories of finished goods,		
work in progress and stock in trade	18	82,53,484
Employee benefit expense	19	2111600
Financial cost	20	3392644
Depreciation and amortisation expense		46,26,486
Other expenses	21	6535784
Total Expenses		<u>58810779</u>
Profit before exceptional and extraordinary items and tax		-5542257
Exceptional items		0
Profit before extra ordinary items and tax		-5542257
Extraordinary items		0
Profit before tax		-5542257
TAX EXPENSES:		
1) Current tax		0
2) Deferred tax		-804605
Profit(loss) from the period from continuing operations		-6346862
Profit/loss from discontinuing operation		0
Tax expenses of discounting operations		0
Profit/loss from discontinuing operations		0
Profit/loss for the period		(63,46,862)
EARNING PER EQUITY SHARE:		
1) Basic		
2) Diluted		

Significant Accounting Policies
Notes on Financial Statements
As per report of even date

For Nenawati & Associates
Chartered Accountants
FRN 02148C

(C S Nenawati)
Partner
M.No. 071341

Palace : UDAIPUR
Dated : 23rd April, 2016

For and on Behalf Of The Board

Suresh Upadhyay
Director

Abhishek Upadhyay
Director

Cash Flow Statement For The Year Ended 31st March 2016

₹ in rupees

	PARTICULARS	31st March 2016	31st March 2015
A.	Cash Flow From Operating Activities		
	Net Profit before tax and extraordinary items(as per Statement of Profit and Loss)	(55,42,257.00)	
	Adjustments for non Cash/ Non trade items:		
	Depreciation & Amortization Expenses	46,26,486.00	
	Finance Cost	33,92,644.00	
	Adjustments for unrealised foreign exchange Losses / (Gains)	(18,868.00)	
	Interest received	(87,398.00)	
	Other Inflows / (Outflows) of cash	(1,15,77,511.00)	
	Operating profits before Working Capital Changes	(92,06,904.00)	
	Adjusted For:		
	(Increase) / Decrease in trade receivables	(4,32,35,999.00)	
	Increase / (Decrease) in trade payables	1,36,37,049.00	
	(Increase) / Decrease in inventories	(2,24,12,377.00)	
	Increase / (Decrease) in other current liabilities	51,60,421.00	
	(Increase) / Decrease in Short Term Loans & Advances	(69,91,669.00)	
	Cash generated from Operations	(6,30,49,479.00)	
	Net Cash flow from Operating Activities(A)	(6,30,49,479.00)	
B.	Cash Flow From Investing Activities		
	Purchase of tangible assets	(13,50,16,669.00)	
	Current Investments / (Purchased) sold	(19,46,814.00)	
	Interest Received	87,398.00	
	Cash advances and loans made to other parties	(41,69,831.00)	
	Other Inflow / (Outflows) of cash	(10,61,110.00)	
	Net Cash used in Investing Activities(B)	(14,21,07,026.00)	
C.	Cash Flow From Financing Activities		
	Finance Cost	(33,92,644.00)	
	Increase in / (Repayment) of Short term Borrowings	2,39,64,350.00	
	Increase in / (Repayment) of Long term borrowings	6,53,13,294.00	
	Increase / (Decrease) in share capital	9,01,50,500.00	
	Net Cash used in Financing Activities(C)	17,60,35,500.00	
D.	Net Increase / (Decrease) in Cash & Cash Equivalents(A+B+C)	(2,91,21,005.00)	
F.	Cash & Cash Equivalents at End of period	93,727.00	
G.	Net Increase / (Decrease) in Cash & Cash Equivalents(F-E)	93,727.00	
H.	Difference (F-(D+E))	2,92,14,732.00	

The accompanying notes are an integral part of the financial statements.
As per our report of even date

For NENAWATI & ASSOCIATES
Chartered Accountants
(FRN: 02148C)

For and On behalf of the Board

CHANDRA SINGH NENAWATI
PARTNER

Suresh Upadhyay
Director

Abhishek Upadhyay
Director

Membership No.: 071341

Place: UDAIPUR

Date: 23.04.2016

Note

1. The Cash Flow Statement has been prepared by Indirect Method as per AS-3 issued by ICAI.
2. Figures of previous year have been rearranged/regrouped wherever necessary
3. Figures in brackets are outflow/deductions

Notes on Financial Statement for the period ended 31st March, 2016**1. SHARE CAPITAL****As at 31st March, 2016**

Authorised Share Capital:	<u>140000000</u>
140,00,000 Equity Shares of Rs 10/- each	
Issued ,Subscribed and Paid up	<u>90150500</u>
9015050 Equity Shares of Rs 10/- each	<u>90150500</u>

1.1 The details of
shareholders holding more
than 5 % shares

Name of Share Holders	No. of Shares	% held
Shree Suresh Upadhyay	7747671	85.94
Abhishek Enterprises	875000	9.71

1.2 Reconciliation of the
number of shares outstanding
at the beginning and at the
end of the year

Particulars	As at 31st March. 2016 No of shares
Number of shares at the beginning of the period	0
Number of shares issued during the period	9015050
Number of shares bought back during the period	0
Number of shares outstanding at the end of the period	9015050

2.RESERVE AND SURPLUS

Securities Premium Account	14000000	
Surplus in statement of Profit & Loss		
Balance as at the beginning of the year	3618353	
Add depreciation on transition to schedule II of the companies Act 2013 on fixed assets	-29195864	
Balance as at the end of the year	(-6346862)	-17924373
		<u>-17924373</u>

**3 . LONG TERM
BORROWINGS****Secured****Term loans from SIDBI**

63943702

Secured by equitable
mortgage of Company`s
present and future immovable
fixed assets and personal
guarantee of the Directors of
the company.

Un Secured

Loans and advances from related parties

921092

Loan from directors

448500

65313294**4 SHORT TERM BORROWINGS****Secured**

Working Capital Loan from
Bank

23964350

(Working capital loan from
Bank of Baroda is secured by
hypothecation
of stock, debtors and
collateral security)

23964350**5 TRADE PAYABLES**

Others

13637049

Total13637049**6. OTHER CURRENT
LIABILITIES**

Advance from customers

4377697

Other payables

782724

Total5160421

**As at
31st March. 2016**

**8 LONG TREM LOANS
AND ADVANCES**

(Un secured considered good)

Deposits

749031

Loans and Advances to
related parties(Refer note 22)

3420800

Total4169831

**09 OTHER NON
CURRENT ASSETS**

Preliminary expenses	263100
Share issue expenses	798010
	<u>1061110</u>

**10 CURRENT
INVESTMENTS**

Kotak Bank Fixed Deposit guarantee	1946814
	<u>1946814</u>

11 . INVENTORIES

(Valued and certified by the
management)

Raw Materials and	12486129
Work in progress	2457026
Finished goods	7416921
Stores and Spares	52301
Total	<u>22412377</u>

12 TRADE RECEIABLES

(Un secured and considered
Good)

Over six month	
Others	43235999
Total	<u>43235999</u>

13 : CASH AND CASH EQUIVALENTS

Balances with banks	28772
Cash on hand	64955
Total	<u>93727</u>

14 SHORT TERM LOANS AND ADVANCES

Balance with authorities	5950475
Advance Income Tax	15852
Others	108270
Advance to supplier	917072
Total	<u>6991669</u>

**For the period ended
31st March .2016**

15 REVENUE FROM OPERATIONS

Sales others	40,849,014
Sales exports	12,184,169
TOTAL	<u>53,033,183</u>

16. Other Income

Interest income	87,398
Discount received	36,052
Export Drawback receipts	93,020
Forex gain	18,868
	<u>235,339</u>

17 COST OF MATERIAL CONSUMED

Opening Stock	2,49,93,455
Add : Purchases with expenses	1,30,22,347
	3,80,15,802
Less : Closing Stock	1,24,86,129
Total :	<u>25,529,673</u>

**For the period ended
31st March, 2016**

18 CHANGES IN INVENTORIES OF FINISHED GOODS, WIP AND STOCK-IN-TRADE

OPENING STOCK		
Finished goods	59,30,661	
WIP	<u>1,21,96,770</u>	1,81,27,431
less: CLOSING STOCK		
Finished goods	74,16,921	
WIP	<u>24,57,026</u>	98,73,947
		<u>82,53,484</u>

19 EMPLOYEE BENEFIT EXPENSES

Salary and wages	1736600
Director's Remuneration	375000
	<u>2111600</u>

20 FINANCIAL COST

Interest Expenses	3233882
Bank charges and Other	158762
	<u>3392644</u>

21 OTHER EXPENSES**Manufacturing Expenses**

Stores, Chemicals and Packing Materials	591461
Electric Power, Fuel and Water	2029103
Factory Expenses	477670
	<u>3098234</u>

Selling and Distribution Expenses

Excise duty on sales	2143724
Packing, Clearing & Forwarding expenses	565396
	<u>2709120</u>

Establishment Expenses

Printing & stationary	11192
Advertisement expenses	25573
Repair & Maintenance	19553
Conveyance expenses & allowances	5250
Salary to Staff	418450
Office expenses	10971
Social Welfare expenses	33000
Legal and professional Expenses	49660
Insurance	17864
Auditor's remuneration	17250
Telephone & postage	97897
Vehicle running expenses	14570
Rent	7200
	<u>728430</u>

22 Related Party disclosures:**(A) Related parties and their relationship****i) Key Management Personnel**

01. Mr. Suresh Upadhyay	Director
02. Mr. Abhishek Upadhyay	Director
03. Mr. Abhinav Upadhyay	CFO
04. Mrs. Asha Upadhyay	Director

ii) Related Parties

Mr. ABHINAV UPADHYAY	CFO Son of Director Mr. Suresh Upadhyay
M/s ABHISHEK ENTERPRISES	Proprietor is M/s Suresh Upadhyay HUF
Mr. Abhishek Upadhyay	Director
M/s SHIVA EXPLOSIVES INDIA PVT. LTD.	Mr Suresh, Mr. Abhishek and Mr. Abhinav Upadhyay are Directors
Mr. SURESH UPADHYAY	Director

III) Transaction with Related parties (figure in lakhs)	Transaction Amount	Outstanding (in lakhs) as on 31/03/2016
Salary paid to Director Mr Suresh Upadhyay	2.25	NIL
Salary paid to Director Mr Abhishek Upadhyay	1.50	NIL
Salary paid to CFO Mr Abhinav Upadhyay	0.75	NIL
Loan from Mr Suresh Upadhyay	0.63	0.63 Cr.
Advance paid to Abhishek Enterprises	15.90	0.98 Cr.
Lease Rent paid to Shiva Explosive India Pvt Ltd	0.07	0.00 Cr.
Security for Land to Shiva Explosive India Pvt Ltd	0.00	34.21 Dr.
Shiva Explosives India Pvt Ltd Loan paid	45.00	7.04 Cr.
Loan tpaid to Mr Abhishek Upadhyay	6.00	3.85 Cr.

23 EARNING PER

SHARE(eps)	0.00
Net profit after tax Rs in Lakhs	-63.47

- 24 The Company incorporated on 31.12.2015 with the one main object to acquire whole business as going concern of of Ms Shiva Export Co. a partnership firm and acquired entire assets and liabilities of the firm.
- 25 Financial Statememt prepared from the date of incorporation 31.12.2015 to 31.03.2016

- including all transaction made by Shiva Export Co. now a unit of Company after 30.12.2015.
- 26 During the period no amount was remitted in foreign currency on account of dividend and there was no earning in foreign currency except otherwise stated.
- 27 During the period total prior period expenditure is of Rs. NIL
- 28 The SSI status of the creditors is not known to the company, hence the information is not given
29. Fixed assets are stated as cost appeared in the books of M/s Shiva Export Co.
- 30 During the year the company has revised the estimated useful lives of certain assets based on a technical study and evaluation of useful life of the assets conducted in this regard and management's assessment thereof. The details of previously applied depreciation rates and useful life and revised useful life are as follows

Assets	Previous depreciation rate	Revised useful life based on WDV
Furnitures and Fixtures	10.00%	10 Years
Factory Building	10%	30 Years
Plant & Machinery	15.00%	15 Years
Computer and Data processing	60%	3 years
Vehicles	15.00%	10 Years

- 31 Auditors expenses 31.03.2016
Audit fees 17250
- 32 It is not possible to give the quantitative details of such sales and other information required under paragraph 3,4C,and 4D of part II of schedule VI of the Companies Act 1956 as the quantity is not maintained.
- 33 **SIGNIFICANTS ACCOUNTING POLICIES AND NOTES ON ACCOUNTS**
- 1. Basis of preparation of financial statement**
- a) The financial statements are prepared under the historical cost convention in accordance with the generally accepted accounting principles in India to comply with the Accounting Standards specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (accounts) Rules 2014 and relevant provisions of the Companies Act 2013, as applicable. The financial statements have been prepared as going concern on accrual basis. The accounting policies adopted in the preparation of financial statements are consistent with those followed in previous years by the previous firm except for change in the accounting policy for depreciation

as more fully described in notes

2. Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amount of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The management believes that the estimates used in preparation of the financial Difference between the actual results and estimates are recognised in the period to which the results

3. Fixed Assets and Depreciation

1 Fixed Assets are stated at cost less accumulated depreciation and impairment losses, if any All cost including financing cost till commencement of business, net charges on foreign exchanges contracts and adjustments arising from exchange rate variation attributable to the fixed assets are capitalised.

2. Depreciable amount for assets is the cost of an assets or other amount substituted for cost less its, estimated residual value Depreciation on Tangible fixed assets has been provided on the written down value method as per the use full life prescribed in schedule II to the Companies Act, 2013 subject to the followings deviations :- Additions and disposals are reckoned on the first and last day of the month respectively. The estimated use full life of the Tangible assets and amortisation period are reviewed at the end of each financial year and the amortisation period is revised to reflect the changed pattern, if any Capital assets costing up to Rs.5000/- are wholly depreciated in the year of purchase.

4. Inventories

Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchases, cost of conversion and cost of manufacturing overhead incurred in bringing them to their respective present location and condition. Cost of raw material, stores, consumables and packing materials are determined at cost.

5 Revenue Recognition

Revenue is recognised only when it can be reliably measured and it is reasonable to express ultimate collection Turnover includes sales and service provided by the company.

6. Employee Benefits:

i Short term employee benefit are recognised as an expenses at the undiscounted amount in the profit and loss account of the year in which the related services is rendered.

- ii Retirement benefits as regards to employees are accounted at the time of payment
- iii No provision for accrued leave encashment has been made ,as the payments are accounted on cash basis.

7 Taxes on income:

- i. Provision for current tax is made after taking into consideration benefits admissible under the provisions of Income tax Act 1961. Deferred tax resulting from timing difference between taxable and accounting income is accounted for using the tax rates and laws are enacted as on balance date.

8. Contingent Liabilities

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources to settle the obligation and in respect of to settle the obligation and in respect of Provision is determined based on the best estimates required to settle the obligation at the year end date . These are review Contingent liabilities are not provided for in the accounts and are separately shown in notes on account . Contingent assets are neither recognised nor provided or disclosed in the financial statements.

As per report of even date
For Nenawati & Associates
Chartered Accountants
FRN 02148C

For and on Behalf of The Board

(C S Nenawati)
Partner
M.No. 071341
Palace : UDAIPUR
Dated : 23rd April, 2016

Suresh Upadhyay
Director

Abhishek Upadhyay
Director

SHIVA GRANITO EXPORT LIMITED

CIN : U14200RJ2015PLC048974

Regd. Office :-8, Bhatt Ji Ki Baari, Udaipur-313001.

Phone : 0294-2418228, Fax – 0294-2414463

Website : shivaexport.in

E-Mail:- investors@shivaexport.in

ATTENDANCE SLIP

Only Shareholder or the Proxies will be allowed to attend the meeting

DP ID*
Client ID *

L.F. No.
No. of Shares held

I / We hereby record my / our presence at the 1st Annual General Meeting of the Company being held on Friday, the 30th December, 2016 at 3.00 PM at Registered office of the Company situated at 8, Bhatt Ji Ki Baari, Udaipur-313001(Rajasthan).

Signature of Shareholder(s) : 1. _____ 2. _____

Signature of the Proxy holder _____

* Applicable for Investors holding Shares in Electronic form

Note : Shareholders attending the meeting in person or by Proxy are requested to complete the attendance slip and hand it over at the entrance of the meeting venue.

PROXY FORM

(Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies
(Management and Administration) Rules, 2014)

CIN : U14200RJ2015PLC048974
Name of Company : SHIVA GRANITO EXPORT LIMITED
Registered Office : 8, Bhatt Ji Ki Baari, Udaipur-313001 (Raj.)

Name of the Member(s)	
Registered Address	
Email ID	
Folio No. / Client ID	
DP ID	

I/We, being the member(s) of..... Shares of Shiva Granito Export Limited, hereby
appoint :

- (1) Name : Address
Email ID : Signatureor falling him;
- (2) Name : Address
Email ID : Signatureor falling him;
- (3) Name : Address
Email ID : Signatureor falling him;

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 1st Annual General Meeting of the Company to be held on Friday, the 30th December, 2016 at 3.00 PM at Registered office 8, Bhatt Ji Ki Baari, Udaipur-313001 (Raj.) and at any adjournment thereof in respect of such resolutions as are indicate below:

Resolution No.	RESOLUTIONS
1.	Adoption of Audited Balance Sheet as at 31 st March, 2016, Profit and Loss Statement for the year ended on that date Directors' and Auditors' Reports thereon.
2.	Re-appointment of Director in place of Ms. Asha Upadhyay (DIN 07396269), who retires by rotation and being eligible offers himself for re-appointment.
3.	Appointment of Auditors and to fix their remuneration.

Signed this..... day of2015

Signature of shareholder

Signature of proxy holder(s).....

Affix
Revenue Stamp

Note: (1) This form of proxy in order to be effective should be duly completed and deposited at the registered office of the company at 8, Bhatt Ji Ki Baari, Udaipur-313001 (Raj.), not less than 48 hours before the commencement of the meeting.

- (2) For the Resolutions, Explanatory Statement and Notes, please refer to the Notice of the 1st Annual General Meeting.
- (3) * Please put a 'X' in the appropriate column against the resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all the resolutions, your proxy will be entitled to vote in the manner as he/she thinks appropriate.
- (4) In case of joint holders, signatures of any one holders will be sufficient, but names of the joint holders should be stated.



If undelivered please return to:

SHIVA GRANITO EXPORT LIMITED

Regd. Office: 8, Bhatt Ji Ki Baari,
Udaipur – 313001 (Rajasthan) India

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