



Independent Auditor's Report

To the Members of
Synergy Films Private Limited.

REPORT ON FINANCIAL STATEMENTS

We have audited the accompanying financial statements of Synergy Films Private Limited ("the Company"), which comprise of the Balance Sheet as at March 31, 2015, and 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 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 and presentation 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 the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with rule 7 of the companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal Financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

AUDITORS REDSPONSIBILITY

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 there under.

We conducted our audit in accordance with the Standards on Auditing specified under section 143 (10) of the Act. Those Standards require that we comply with 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 but not for the purpose of expressing an opinion on whether the company has in place an adequate financial controls system over Financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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 March 31, 2015; and its profit and cash flows for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2015 ("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 statement on the matters specified in paragraph 3 of the Order.
2. As required by section 143(3) of the Act, we report that:
 - a) we have 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 and Statement of Profit and Loss, dealt with by this Report are in agreement with the books of account.
 - d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in section 133 of the Companies Act, 2013;
 - e) on the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Companies Act, 2013.
 - f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditions) 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 litigation which would impact its Financial position.
 - ii. The Company did not have any long-term contract including derivative contracts for which there were any material foreseeable losses.

For SANDEEP S SHARMA & CO.

Chartered Accountants

FRN:326114E


SANDEEP SHARMA

(Proprietor)

Membership No. : 62857



Place: GUWAHATI

Date: 12th May 2015

The Annexure referred to in paragraph 1 of the Our Report of even date to the members of Synergy Films Private Limited on the accounts of the company for the year ended 31st March, 2015.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.

(b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
2. (a) As explained to us, inventories have been 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 procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.

(c) In our opinion and on the basis of our examination of the records, the Company is generally maintaining proper records of its inventories. No material discrepancy was noticed on physical verification of stocks by the management as compared to book records.
3. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 189 of the Companies Act, 2013.
4. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the company and the nature of its business, for the purchase of inventories and fixed assets and for sale of goods and services.
5. The Company has not accepted any deposits within the meaning of provisions of section 73 to 76 of the Companies Act, 2013. r.w. The Companies (Acceptance of Deposits) Rules 2014.

As per information & explanations given by the management, the Company has an internal audit system commensurate with its size and the nature of its business.
6. Provisions relating to maintenance of cost records under Section 148(1) of the Companies Act 2013 are not applicable to the company.
7. According to the records of the company, it is generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax Cess and other statutory dues with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on 31st of March, 2015 for a period of more than six months from the date they became payable.



8. The Company has been registered for a period exceeding five years.
The accumulated losses of the Company at the end of the financial year are more than its net worth. It has not incurred any cash loss in the year under audit and in the immediately preceding financial year.
9. Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that, the Company has not defaulted in repayment of dues to a financial institution and bank.
10. According to the information and explanations given to us, the Company has not given any guarantees for loan taken by others from a bank or financial institution.
11. The Term Loans were applied for the purpose for which loans were obtained.
12. Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year.

For SANDEEP S SHARMA & CO.

Chartered Accountants

FRN:326114E


SANDEEP SHARMA

(Proprietor)

Membership No. : 62857



Place:GUWAHATI

Date: 12th May 2015

SYNERGY FILMS PRIVATE LIMITED
BALANCE SHEET AS AT 31 MARCH, 2015

Particulars	Note No.	As at 31 March,	As at 31 March,
		2015	2014
		₹	₹
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	3	11,953,600	11,953,600
Reserves and surplus	4	(24,698,005)	(30,316,963)
		(12,744,405)	(18,363,363)
Non-current liabilities			
Long-term borrowings	5	42,833,429	47,375,492
Current liabilities			
Short-term borrowings	6	7,134,186	186,228
Trade payables	7	11,554,959	22,296,901
Other current liabilities	8	4,290,310	7,358,381
		22,979,455	29,841,510
TOTAL		53,068,480	58,853,639
ASSETS			
Non-current assets			
Fixed assets			
Tangible assets	9	23,408,025	25,035,603
Long-term loans and advances	10	319,402	755,410
Current assets			
Inventories	11	11,697,923	12,560,264
Trade receivables	12	14,394,576	18,051,667
Cash and cash equivalents	13	809,204	1,256,247
Short-term loans and advances	14	2,230,530	1,058,878
Other current assets	15	208,820	135,571
		29,341,053	33,062,626
TOTAL		53,068,480	58,853,639

See accompanying notes forming part of the financial statements
Notes No. 1 to 31

In terms of our report attached.

For **SANDEEP S SHARMA & CO**
Chartered Accountants

S. Sharma
SANDEEP SHARMA
Proprietor
M.N.-062857
FRN No-326114E



For and on behalf of the Board of Directors

N. B. Desai
Mr. N. B. Desai
Director

M. D. Desai
Mr. M. D. Desai
Director

Place : Guwahati
Date : 12 MAY 2015

Place : Valsad
Date : 02-05-2015


SYNERGY FILMS PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH, 2015

	Note No.	For the year ended	For the year ended
		31 March, 2015	31 March, 2014
		₹	₹
Income			
Revenue from operations	16	114,061,234	78,247,437
Other income	17	197,181	736,415
Total Revenue		114,258,415	78,983,852
Expenses			
Cost of materials consumed	18	97,616,588	64,413,418
Changes in inventories of finished goods, work-in-progress and stock-in-trade	19	(896,616)	227,176
Employee benefits expense	20	2,917,439	2,302,817
Other expenses	21	7,916,776	6,194,333
Total		107,554,187	73,137,744
Earnings before interest, tax, depreciation and amortisation (EBITDA)		6,704,228	5,846,107
Finance costs	22	2,453,000	4,092,610
Depreciation and amortisation expense		3,302,592	1,483,543
Profit/(Loss) before tax		948,636	269,954
Tax expense:		-	-
PROFIT/(LOSS) FOR THE YEAR		948,636	269,954
See accompanying notes forming part of the financial statements - Notes No. 1 to 31			

In terms of our report attached.

For **SANDEEP S SHARMA & CO**
Chartered Accountants

For and on behalf of the Board of Directors


SANDEEP SHARMA
Proprietor
M.N.-062857
FRN No-326114E




Mr.N.B.Desai
Director

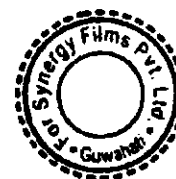

Mr M.D.Desai
Director

Place : Guwahati
Date : 12 May 2015

Place : Valsad
Date : 02-05-2015

SYNERGY FILMS PRIVATE LIMITED
Cash Flow Statement for the year ended 31 March, 2015

Particulars	For the year ended 31 March, 2015		For the year ended 31 March, 2014	
	Amount in Rs.		Amount in Rs.	
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		948,636		269,955
<u>Adjustments for:</u>				
Depreciation and amortization	3,291,552		1,472,502	
(Profit) / loss on sale / write off of assets			140,296	
Finance costs	2,453,900		4,092,610	
Interest income & Other Non-operating Incomes	(197,181)		(2,443,312)	
Liabilities / provisions no longer required written back			-	
Provision for doubtful trade and other receivables, loans and advances			-	
Preliminary Expenses	11,040		11,040	
Operating profit / (loss) before working capital changes		5,558,411		3,273,136
<u>Changes in working capital:</u>		6,507,046		3,543,091
<u>Adjustments for (increase) / decrease in operating assets:</u>				
Inventories	862,341		(6,357,624)	
Trade receivables	3,657,091		(5,046,910)	
Short-term loans and advances	(1,171,652)		323,949	
Long-term loans and advances	436,008		(5,177)	
Other current assets	(73,250)		(132,817)	
<u>Adjustments for increase / (decrease) in operating liabilities:</u>				
Trade payables	(10,741,942)		12,944,511	
Other current liabilities	(3,068,071)		(322,849)	
Short-term provisions			-	
Long-term provisions			-	
		(10,099,475)		1,403,083
		(3,592,428)		4,946,175
Cash generated from operations		(3,592,428)		4,946,175
Net income tax (paid) / refunds				-
Net cash flow from / (used in) operating activities (A)		(3,592,428)		4,946,175



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SYNERGY FILMS PRIVATE LIMITED
Cash Flow Statement for the year ended 31 March, 2015

Particulars	For the year ended 31 March, 2015 Amount in Rs.		For the year ended 31 March, 2014 Amount in Rs.	
	B. Cash flow from investing activities			
Capital expenditure on fixed assets, including capital advances	(586,024)		(754,165)	
Proceeds from sale of fixed assets			100,000	
Proceeds from Capital Subsidy	4,662,329			
Interest received				
- Others	197,481		2,443,313	
		3,192,489		1,789,148
		3,192,489		1,789,148
Net cash flow from / (used in) investing activities (B)		3,192,489		1,789,148

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SYNERGY FILMS PRIVATE LIMITED
Cash Flow Statement for the year ended 31 March, 2015

Particulars	For the year ended 31 March, 2015		For the year ended 31 March, 2014	
	Amount in Rs.		Amount in Rs.	
C. Cash flow from financing activities				
Proceeds from long-term borrowings	(4,542,000)		2,281,669	
Repayment of long-term borrowings	6,947,958		(4,616,100)	
Repayment of other short-term borrowings	(2,453,000)		(4,092,610)	
Finance cost		(47,105)		(6,427,041)
Net cash flow from / (used in) financing activities (C)		(47,105)		(6,427,041)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		(447,044)		308,282
Cash and cash equivalents at the beginning of the year		1,256,247		947,965
Cash and cash equivalents at the end of the year		809,204		1,256,247
Cash and cash equivalents at the end of the year Comprises :				
(a) Cash on hand		540,488		181,489
(b) Balances with banks				
(i) In current accounts		253,716		354,958
(ii) In EEFC accounts				-
(iii) In deposit accounts (As Margin against Letter of Credit)		15,000		719,800
		809,204		1,256,247

Notes:

- 1 The Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 "Cash Flow Statement" issued by the Institute of Chartered Accountants of India
- 2 The previous year's figures have been regrouped/ restated wherever necessary to conform to this year's classification.

In terms of our report attached.
For **SANDEEP S SHARMA & CO.**
Chartered Accountants

S. Sharma
SANDEEP SHARMA
Proprietor
M.N - 062857
FRN No-326114E



Place : Guwahati

Date: 12 Feb 2015

For and on behalf of the Board of Directors

N.B. Desai
Mr. N.B Desai
Director

M.D. Desai
Mr. M.D Desai
Director

Place : Valsad

Date : 02-05-2015



N.B. Desai

Synergy Films Pvt. Ltd.
Notes on Financial Statements for the Year ended 31st March, 2015

NOTES FORMING PART OF THE ACCOUNTS

1 Corporate Information

Synergy Films Private Limited is a Private Limited Company, domiciled in India and incorporated under the provisions of the Companies Act, 1956. The Company is engaged in the business of manufacturing, processing and selling of Co-extruded Plastic Film. The principal place of business of the company is at Kalapahar Industrial Area Guwahati.

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Synergy Films Private Limited
Notes on Financial Statements for the Year ended 31st March, 2015

NOTES FORMING PART OF THE ACCOUNTS

NOTE NO 2 :Summary of Significant Accounting Policies

i) Basis of Accounting

Financial Statements are prepared under historical cost convention on accrual basis of accounting and in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India and referred to in Section 133 of the Companies Act, 2013.

ii) Use of Estimates

The presentation of Financial Statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognised in the period in which the results are known/materialised.

iii) Revenue Recognition

- a. Domestic Sales are recognised when goods are dispatched. Sales are accounted net of amount recovered towards Excise duty, Central Sales tax and Value added tax.
- b. Sales rejections are accounted on actual receipt of rejected goods/settlement of claims.
- c. Price differences are accounted on actual settlement with the parties.
- d. Insurance and other claims are accounted on cash basis.

iv) Fixed Assets & Depreciation

- a. Fixed Assets are stated at cost of acquisition or construction less accumulated depreciation.
- b. Depreciation is provided based on useful life of assets as prescribed by schedule II to the Companies Act, 2013.
- c. Depreciation on additions / deletions to fixed assets is provided prorata from the date of addition / deletion.



Synergy Films Private Limited
Notes on Financial Statements for the Year ended 31st March, 2015

v) Machinery Spares

Machinery spares other than stand-by spares are charged to Profit & Loss Account as and when consumed. Machinery spares in the nature of stand - by equipments/ spares are capitalised and depreciated over the useful life of the principal item.

vi) Borrowing Costs

Borrowing costs directly attributable to the acquisition or construction of fixed assets are capitalised as part of the cost of the assets, upto the date the asset is put to use. Other borrowing costs are charged to the Profit and Loss Account in the year in which they are incurred.

vii) Employee Benefits

Short term employees benefits

All employees benefits payable wholly within 12 months of rendering service are classified as short term employees benefits. Benefits such as salaries, wages and short term compensated absences etc. and the expected cost of bonus/ex-gratia are recognised in the period in which the payment is made to the employee.

Defined Contribution Plans

Employee's Family Pension :

The Company has Defined Contribution Plan for Post-employment benefits in the form of family pension for all eligible employees, which is administered by the Regional Provident Fund Commissioner and is charged to revenue every year. Company has no further obligation beyond its monthly contributions.

Provident Fund :

The Company has Defined Contribution Plan for Post-employment benefits in the form of Provident Fund for all eligible employees; which is administered by the Regional Provident Fund Commissioner and is charged to revenue every year. Company has no further obligations beyond its monthly contributions.



Synergy Films Private Limited
Notes on Financial Statements for the Year ended 31st March, 2015

Defined Benefit Plans

Gratuity :

Liability for Payment of Gratuity is accounted in the year in which payment is made.

Compensated Absences :

Liability for Compensated Absences is accounted in the year in which payment is made.

Termination Benefits

Termination benefits are recognised as expense immediately

viii) Cenvat Credit

Cenvat credit available on purchase of services / materials / capital goods is accounted by reducing cost of services / materials / capital goods. Cenvat credit availed of is accounted by way of adjustment against Excise duty payable on dispatch of finished goods.

ix) Taxation

Current tax

In view of losses no provision of Income Tax has been made.

x) Provisions/ Contingencies

The Company recognises a provision when there is a present obligation as result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure for a Contingent liability is made when there is a present obligation that may, but probably will not, require a outflow of resources. When there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure as specified in Accounting Standard 29 - 'Provisions, Contingent Liabilities and Contingent Assets, is made. Contingent Assets are neither recognised nor disclosed, in the financial statements.



Synergy Films Private Limited
Notes on Financial Statements for the Year ended 31st March, 2015

xi) Valuation of Stock

The mode of valuing closing stock is as under:

- Raw-Materials and Packing Materials - at Cost.
- Finished Goods - at lower of Cost or market value.
- Semi-Finished Goods - at lower of Cost or market value.

The cost for the purpose of valuation of Finished and Semi - Finished goods is arrived at on FIFO basis and includes Cost of conversion and other cost incurred in bringing the inventories to their present location and condition. Due allowance is estimated and made for defective and obsolete items, wherever necessary, based on the past experience of the company.

- Machinery Spares, Ink and Fuel - at cost.
- Scrap - at market value.

xii) Lease

For Land and Premises taken on lease, lease rentals payable are charged to revenue



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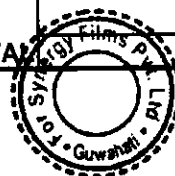
Synergy Films Pvt. Ltd.
Notes on Financial Statements for the Year ended 31st March, 2015

NOTE NO. 3 : SHARE CAPITAL

Particulars	As at 31 March, 2015	As at 31 March, 2014
	₹	₹
Authorised 15,00,000 Equity shares of ₹ 10/- each	15,000,000	15,000,000
Issued subscribed and fully paid up 11,95,360 Equity shares of ₹ 10/- each fully paid up with Voting right.	11,953,600	11,953,600
Company has only one class of equity shares having a Par Value of Rs. 10/- per share. Each shareholder is eligible for one vote per share.		
The Reconciliation of the Number of Shares outstanding is set out below :		
	31/03/15	31/03/14
	<u>No. of Shares</u>	<u>No. of Shares</u>
Equity Shares outstanding at the beginning of the year	1,195,360	1,195,360
	₹ 11,953,600	11,953,600
Add : Fresh issue during the year	--	--
Less : Buy back during the year	--	--
Equity Shares outstanding at the end of the year	1,195,360	1,195,360
	₹ 11,953,600	11,953,600
Details of share holders holding more than 5 % shares		
Name of Shareholders	No. of Shares	
	31.03.2015	31.03.2014
	%	%
Ecoplast Ltd.	11,95,360 100	11,95,360 100
Total Shares	<u>11,95,360 100</u>	<u>11,95,360 100</u>
TOTAL	11,953,600	11,953,600

NOTE NO. 4 : RESERVES AND SURPLUS

Particulars	As at 31 March, 2015	As at 31 March, 2014
	₹	₹
Securities premium account 11,73,200 Equity shares of Rs. 10/- each issued at a Premium of Rs. 2/- per Share.	2,346,400	2,346,400
Capital Reserve Central Capital Subsidy (Received during the year)	4,662,329	-
(Deficit) in Statement of Profit and Loss Opening Deficit	(32,641,276)	(32,911,230)
Less/Add : Depreciation charge in respect of assets where useful life has expired	3,047	-
Profit/(Loss) for the year	948,636	269,954
	(31,695,687)	(32,641,276)
Preliminary Expenses (To the extent not written off)	(11,047)	(22,087)
TOTAL	(24,698,005)	(30,316,963)



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Synergy Films Pvt. Ltd.
Notes on Financial Statements for the Year ended 31st March, 2015

NOTE NO. 5 : LONG TERM BORROWINGS

Particulars	As at 31 March, 2015	As at 31 March, 2014
	₹	₹
Term/ Demand loans - Secured		
1 North Eastern Development Finance Corporation Limited (NEDFi)	-	3,148,223
2 Bank of Baroda Working Capital Demand Loan(BOB)	-	1,000,000
Secured by : -		
1 NEDFi :		
(i) 1st charge by way of Equitable Mortgage of Land and Building at Kalaphar industrial area.		
(ii) 1st charge by way of Hypothecation of Plant and Machineries and other moveable assets.		
(iii) Corporate Gaurantee of Ecoplast Ltd. and Personal Guarantee of Mr. J. B. Desai, Managing Director of Ecoplast Ltd. (Holding Company)		
2 BOB		
(i) 1st Charge by way of Hypothecation of entire raw materials, stock-in-process, stores and spares, packing materials, finished goods and Book Debts both present and future.		
(ii) 2nd charge by way of equitable mortgage of lease hold rights of the Land at Kalapahar Industrial Area together with factory building structure constructed thereon and 2nd charge by way of hypothecation of all Plant and Machineries and other movable assets.		
(iii) Corporate gurantees of Ecoplast Ltd. personal gurantees Mr. J. B. Desai, Managing Director of Ecoplast Ltd. (Holding Company)		
(iv) This Demand Loan carry interest @ 13.25% p.a.		
Loans and advances from related party - Unsecured		
Interest Free Loan from Holding Company	37,218,771	37,218,771
Loans and advances from Others - Unsecured		
Inter Corporate Deposit Interest (@ 9.5% p.a).	5,280,538	5,591,223
The repayment of these Loans will be mutually decided based on recovery of past losses.		
Car Finance under H.P. Agreement-Unsecured	334,120	417,275
Loan carry interest @ 10.25% p.a., repayable by 31/03/2019 in 60 monthly installments of Rs. 10,896/- each.		
TOTAL	42,833,429	47,375,492



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Synergy Films Pvt. Ltd.
Notes on Financial Statements for the Year ended 31st March, 2015

NOTE NO. 6 : SHORT TERM BORROWING

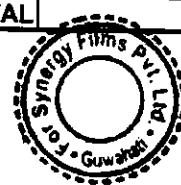
Particulars	As at 31 March, 2015	As at 31 March, 2014
	₹	₹
Loans repayable on demand - Secured		
From Bank		
Bank of Baroda Cash Credit (BOB)	7,134,186	186,228
B O B	7,134,186	186,228
Secured by : -		
(i) 1st Charge by way of Hypothecation of entire stock of raw materials, stock-in-process, stores and spares, packing materials, finished goods and Book Debts both present and future.		
(ii) 2nd charge by way of equitable mortgage of lease hold rights of the Land at Kalapahar Industrial Area together with factory building structure constructed thereon and 2nd charge by way of hypothecation of all Plant and Machineries and other movable assets.		
(iii) Corporate guarantees of Ecoplast Ltd. personal guarantees of Mr. J. B. Desai, Managing Director of Ecoplast Ltd. (Holding Company)		
(iv) This Cash credit facility carry interest @ 13.25 % p.a.		
TOTAL	7,134,186	186,228

NOTE NO.7 : Trade Payable

Particulars	As at 31 March, 2015	As at 31 March, 2014
	₹	₹
Trade Payable		
Holding Copnany	5,827,922	13,869,917
Others	5,727,037	8,426,984
TOTAL	11,554,959	22,296,901

NOTE NO. 8 : OTHER CURRENT LIABILITIES

Particulars	As at 31 March, 2015	As at 31 March, 2014
	₹	₹
Current maturities of Long Term Debt - NEDFi	3,055,000	4,740,000
Current maturities of Long Term Debt -BOB	1,000,000	2,400,000
Statutory Dues Payable	99,415	132,278
Advances against orders	7,621	8,378
Car Loan Instalments	87,150	77,725
Interest Payable NEDFI Term Loan	41,124	
TOTAL	4,290,310	7,358,381



NSD

SYNERGY FILMS PRIVATE LIMITED
Notes on Financial Statements for the Year ended 31st March, 2015

NOTE NO. 9 : FIXED ASSETS (Figures in brackets represents previous year figure)

Tangible assets Owned	Gross block				Accumulated depreciation and impairment			Net Block	
	Balance as at 1 April, 2014	Additions	Deduction	Balance as at 31 March, 2015	Balance as at 1st April, 2014	Depreciation / for the year	Balance as at 31 March, 2015	Balance as at 31 March, 2014	
	₹	₹		₹	₹	₹	₹	₹	₹
Buildings	10,858,795 (10,858,795)	-	-	10,858,795 (10,858,795)	2,172,614 (1,809,930)	339,302 (362,684)	2,511,916 (2,172,614)	8,346,879 (8,686,181)	8,686,181 (9,048,865)
Plant and Equipment	21,550,975 (21,550,975)	1,644,521	-	23,195,496 (21,550,975)	6,034,090 (5,010,416)	2,797,955 (1,023,673)	8,832,046 (6,034,089)	14,363,451 (15,516,886)	15,516,885 (16,540,560)
Furniture and Fixtures	94,272 (94,272)	-	-	94,272 (94,272)	33,238 (27,271)	14,154 (5,967)	47,392 (33,238)	46,880 (61,034)	61,034 (67,001)
Vehicles	716,165 (521,405)	(716,165)	(521,405)	716,165 (716,165)	7,213 (235,103)	134,628 (53,218)	141,841 (7,213)	574,324 (708,952)	708,952 (286,302)
Computer	157,537 (157,537)	-	-	157,537 (157,537)	155,405 (129,868)	- (25,537)	155,405 (155,405)	2,132 (2,132)	2,132 (27,669)
Cycle	2,770 (2,770)	-	-	2,770 (2,770)	1,113 (917)	- (196)	1,113 (1,113)	1,657 (1,657)	1,658 (1,853)
C C T V	38,000	-	-	38,000	135	2,569	2,704	35,296	37,866
Air Conditioner	-	(38,000)	-	(38,000)	-	(134)	(134)	(37,866)	-
	23,000	22,500	-	45,500	2,105	2,944	5,049	40,451	20,895
	(23,000)	-	-	(23,000)	(1,012)	(1,093)	(2,105)	(20,895)	(21,988)
TOTAL	33,441,514	1,667,021	-	35,108,535	8,405,913	3,291,552	11,697,466	23,411,070	25,035,603
Previous year	(33,208,754)	(754,165)	(521,405)	(33,441,514)	(7,214,517)	(1,472,502)	(8,405,911)	(25,035,603)	(25,994,238)



NSD



Synergy Films Pvt. Ltd.
Notes on Financial Statements for the Year ended 31st March, 2015

NOTE NO. 10 : LONG TERM LOANS AND ADVANCES UNSECURED CONSIDERED GOOD

Particulars	As at 31 March, 2015	As at 31 March, 2014
	₹	₹
Capital advances	8,460	8,460
Security deposits	310,942	746,950
TOTAL	319,402	755,410

NOTE NO. 11 : INVENTORY

Particulars	As at 31 March, 2015	As at 31 March, 2014
	₹	₹
Raw Materials	10,174,380	11,351,564
Packing Materials	381,732	349,523
Semi Finished Goods	1,138,340	241,724
Stores and Spares	3,471	3,471
Raw Material In Transit	-	613,982
TOTAL	11,697,923	12,560,264

NOTE NO. 12 : TRADE RECEIVABLE UNSECURED CONSIDERED GOOD

Particulars	As at 31 March, 2015	As at 31 March, 2014
	₹	₹
Over six months	2,197,010	2,197,010
Others	12,197,566	15,854,657
TOTAL	14,394,576	18,051,667

NOTE NO. 13 : CASH AND CASH EQUIVALENTS

Particulars	As at 31 March, 2015	As at 31 March, 2014
	₹	₹
Cash on hand	540,488	181,489
Balances with banks		
(i) In current accounts	253,716	354,958
(ii) In Fixed Deposit Account (As Margin Money for Letter of Credit.)	15,000	719,800
TOTAL	809,204	1,256,247



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Synergy Films Pvt. Ltd.
Notes on Financial Statements for the Year ended 31st March, 2015

NOTE NO. 14 : SHORT TERM LOANS AND ADVANCES

Particulars	As at 31 March, 2015	As at 31 March, 2014
	₹	₹
Loans and advances to employees Unsecured, considered good	31,500	28,000
Prepaid expenses - Unsecured, considered good.	147,019	89,817
Balances with Central Excise / VAT Authorities	1,444,386	631,044
Income Tax Refunds Due	148,535	225,569
Advance to Trade Payable	459,090	84,448
TOTAL	2,230,530	1,058,878

NOTE NO. 15 : OTHER CURRENT ASSETS

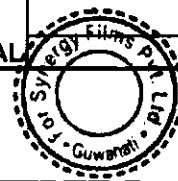
Particulars	As at 31 March, 2015	As at 31 March, 2014
	₹	₹
Interest Accrued on Fixed Deposits with-Bank of Baroda	5,959	59,197
Discount Receivable	142,751	76,374
Interest Receiveable-APDCL-Electrical Security Deposit	60,110	
TOTAL	208,820	135,571

NOTE NO. 16 : REVENUE FROM OPERATORS

Particulars	For the year ended 31 March, 2015	For the year ended 31 March, 2014
	₹	₹
Sale of products	128,020,165	89,098,146
Less : Excise Duty / VAT	13,958,931	10,850,709
	114,061,234	78,247,437
Processing Charges	-	-
TOTAL	114,061,234	78,247,437

NOTE NO. 17 : OTHER INCOME

Particulars	For the year ended 31 March, 2015	For the year ended 31 March, 2014
	₹	₹
Interest income	157,773	146,011
Other income	23,028	307,520
Foreign Exchange Rate Difference	16,380	282,884
TOTAL	197,181	736,415



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Synergy Films Pvt. Ltd.
Notes on Financial Statements for the Year ended 31st March, 2015

NOTE NO. 18 : COST OF MATERIAL CONSUMED

Particulars	For the year ended 31 March, 2015	For the year ended 31 March, 2014
	₹	₹
Opening stock	11,701,088	5,717,219
Add: Purchases	96,471,613	70,397,287
	108,172,701	76,114,506
Less: Closing stock	10,556,113	11,701,088
Cost of material consumed	97,616,588	64,413,418
Material consumed comprises:		
Poly Granuales	94,307,414	62,051,074
Other Materials	3,309,174	2,362,344
TOTAL	97,616,588	64,413,418
Imported and Indigenous Raw Materials Consumed :		
	For the year ended 31 March, 2015	For the year ended 31 March, 2014
Raw Materials :		
Imported		
Value	64,777,090	28,425,217
Percentage	66%	44%
Indigenous		
Value	32,839,498	35,988,201
Percentage	34%	56%
Total Value	97,616,588	64,413,418
Total Percentage	100%	100



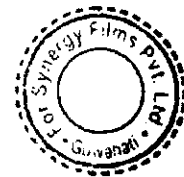
Synergy Films Pvt. Ltd.
Notes on Financial Statements for the Year ended 31st March, 2015

NOTE NO. 19 : CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE

Particulars	For the year ended 31 March, 2015	For the year ended 31 March, 2014
	₹	₹
<u>Inventories at the end of the year:</u>		
Finished goods	-	-
Work-in-progress	1,138,340	241,724
	1,138,340	241,724
<u>Inventories at the beginning of the year:</u>		
Finished goods	-	-
Work-in-progress	241,724	468,900
	241,724	468,900
Net (increase) / decrease	(896,616)	227,176

NOTE NO. 20 : EMPLOYEE BENEFITS EXPENSE

Particulars	For the year ended 31 March, 2015	For the year ended 31 March, 2014
	₹	₹
Salaries and wages	2,354,649	1,853,167
Contributions to provident and other funds	263,980	214,180
Staff welfare expenses	298,810	235,470
TOTAL	2,917,439	2,302,817



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Synergy Films Pvt. Ltd.
Notes on Financial Statements for the Year ended 31st March, 2015

NOTE NO. 21 : OTHER EXPENSES

Particulars	For the year ended 31 March, 2015	For the year ended 31 March, 2014
	₹	₹
Consumption of stores and spare parts	27,120	4,734
Power and fuel	4,549,581	3,461,585
Rent including lease rentals	67,956	67,956
Repairs and maintenance - Machinery	615,823	165,282
Repairs and maintenance - Others	42,508	77,246
Insurance	127,346	125,108
Rates and taxes	17,169	64,112
Communication	92,950	50,043
Travelling and conveyance	19,499	101,519
Freight and forwarding	1,583,032	1,162,431
Donations and contributions	7,051	6,201
Legal and professional	180,940	246,147
Audit Fees	20,000	15,000
Miscellaneous expenses	565,801	506,673
Loss on Sale of Car	-	140,296
TOTAL	7,916,776	6,194,333

NOTE NO. 22 : FINANCE COSTS

Particulars	For the year ended 31 March, 2015	For the year ended 31 March, 2014
	₹	₹
Interest Expense	2,112,052	3,333,054
Other borrowing costs	340,948	330,389
Interst Expense paid to Holding Company	-	429,167
TOTAL	2,453,000	4,092,610



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Ecoplast Ltd.
Notes on Financial Statements for the Year ended 31st March, 2015

	For the year ended 31 March, 2015	For the year ended 31 March, 2014
	₹	₹
NOTE NO. 23 DEPRECIATION AND AMORTISATION EXPENSES		
Depreciation	3,291,552	1,472,502
Preliminary Expenses written off	11,040	11,040
	3,302,592	1,483,542
NOTE NO. 24 VALUE OF IMPORTS ON CIF BASIS		
Raw Materials	65,438,527	23,650,228
NOTE NO. 25 VALUE OF STORES AND SPARES CONSUMED		
Indigenous		
Value	27,120	4,734
Percentage	100	100
	27,120	4,734
	100	100
NOTE NO. 26		
Contingent Liabilities not provided for : NIL		
NOTE NO. 27		
As per the information available with the company, there are no Small Scale Industrial Undertaking as defined under Section 3(3) of the Industries (Development & Regulation) Act 1951 to whom the company owes any sum.		



SYNERGY FILMS PRIVATE LIMITED

NOTE NO 28 : DISCLOSURES UNDER ACCOUNTING STANDARD AS15

Particulars

Related party transactions

Details of related parties:

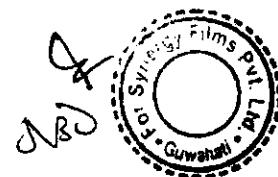
Description of relationship	Names of related parties
Holding Company Key Management Personnel (KMP) Company in which KMP / Relatives of KMP can exercise significant influence	Ecoplast Ltd.

Note: Related parties have been identified by the Management.

Details of related party transactions during the year ended 31 March, 2014 and balances outstanding as at 31 March, 2015

	Holding Company	KMP	Entities in which KMP / relatives of KMP have significant influence	Total
Purchase of goods	57,241,820 (13,221.52)			57,241.82 (13,221.52)
Other	-			-
Intrest Paid on Loans	(429,167)			(429,167)
Purchase of Plant	450,000 -			450,000 -
Finance (including loans and interest thereon)	- (10,526,250)			- (10,526,250)
Balances outstanding at the end of the year				
Trade Payables	5,827,922 (13,869,917)			5,827,922 (13,869,917)
Long Term Borrowings	37,218,711 (37,218,711)			37,218,711 (37,218,711)

Note: Figures in bracket relates to the previous year



Ecoplast Ltd.
Notes on Financial Statements for the Year ended 31st March, 2015

NOTE NO. 29 DISCLOSURES UNDER ACCOUNTING STANDARD AS 17
Segment Reporting :

The Company's sole business segment is Plastic Films and all activities are incidental to this sole business segment. Given this fact and that the Company services its domestic and export markets from India only, the financial statements reflect the information required by AS - 17 for the sole business segment of Plastic Films. The whole of the business assets are situated in India.

NOTE NO. 30 IMPAIRMENT OF ASSETS - AS 28

As at March 31, 2015, the Company has reviewed the future earnings of all its cash generating assets in accordance with the Accounting Standard 28 "Impairment of Assets". As the carrying amount of assets does not exceed the future recoverable amount, consequently, no adjustment to carrying amount of assets is considered necessary by the management.

NOTE NO. 31

Previous years figures are regrouped and reclassified wherever found necessary to confirm with current year's figures.

In terms of our report attached.
For SANDEEP S SHARMA & CO
Chartered Accountants



SANDEEP SHARMA
Proprietor
M.N.- 062857
FRN No-326114E



Place : Guwahati
Date: 12 MAY 2015

For and on behalf of the Board of Directors


Mr. N. B. Desai
Director


Mr. M. D. Desai
Director

Place : Valsad
Date : 02-05-2015

