

**INDEPENDENT AUDITORS' REPORT**

**TO THE MEMBERS OF IGL CHEM INTERNATIONAL USA LLC**

**Report on the Financial Statements**

- 1 We have audited the accompanying financial statements of **IGL CHEM INTERNATIONAL USA LLC** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information which we have signed under reference to this report.

**Management's responsibility for the Financial Statements**

- 2 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 provision 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' Responsibility**

- 3 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.
- 4 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 control relevant to the Company's preparation and fair presentation of



- e. 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. There were no pending litigations which would impact the consolidated financial position of the Company;
  - ii. The Company did not have any foreseeable losses on long term contracts and had no derivative contracts outstanding as at 31<sup>st</sup> March, 2016; and
  - iii. The Company did not have any dues on account of Investor Education and Protection Fund.

**PLACE OF SIGNATURE: NEW DELHI**  
**DATE:**

**For K.N. GUTGUTIA & COMPANY**  
**CHARTERED ACCOUNTANTS**  
**FRN 304153E**

  
**(B. R. GOYAL)**  
**PARTNER**  
**M. NO. 12172**



**IGL CHEM INTERNATIONAL USA LLC****BALANCE SHEET as at 31st March, 2016**

| Particulars                    | Note No | As at 31st March<br>2016<br>(Amt in USD) | As at 31st March<br>2016<br>(Amt in Rs) | As at 31st March<br>2015<br>(Amt in USD) | As at 31st March<br>2015<br>(Amt in Rs) |
|--------------------------------|---------|--|---|--|---|
| <b>EQUITY AND LIABILITIES</b>  |         |  |   |  |   |
| <b>(1) Shareholder's Funds</b> |         |  |   |  |   |
| (a) Share Capital              | 2       | 200,000                                  | 12,700,000                              | 100,000                                  | 6,283,000                               |
| (b) Reserves and Surplus       | 3       | (356,601)                                | (23,076,404)                            | (23,047)                                 | (1,473,816)                             |
| <b>(2) Current Liabilities</b> |         |  |   |  |   |
| (a) Trade Payables             |         | 341,998                                  | 22,660,789                              | -  | -                                       |
| (b) Other current liabilities  | 4       | 41,596                                   | 2,756,134                               | 23,047                                   | 1,440,317                               |
| <b>Total</b>                   |         | <b>226,992</b>                           | <b>15,040,519</b>                       | <b>100,000</b>                           | <b>6,249,500</b>                        |
| <b>Assets</b>                  |         |  |   |  |   |
| <b>(1) Non-Current assets</b>  |         |  |   |  |   |
| (a) Fixed assets               | 5       |  |   |  |   |
| Tangible Assets                |         | 4,949                                    | 327,914                                 | -  | -                                       |
| Intangible Assets              |         | 196                                      | 12,995                                  | -  | -                                       |
| <b>(2) Current assets</b>      |         |  |   |  |   |
| (a) Inventories                | 6       | 213,998                                  | 14,179,494                              | -  | -                                       |
| (b) Cash and cash equivalents  | 7       | 7,850                                    | 520,116                                 | 100,000                                  | 6,249,500                               |
| (d) Current Investment         |         |  |   |  |   |
| <b>Total</b>                   |         | <b>226,992</b>                           | <b>15,040,519</b>                       | <b>100,000</b>                           | <b>6,249,500</b>                        |

Summary of significant accounting policies

1


The accompanying notes (1 to 23) are integral part of the financial statements

IN TERMS OF OUR REPORT OF EVEN DATE.

FOR K N GUTGUTIA & CO.  
 CHARTERED ACCOUNTANTS  
 Firm Registration Number: 304153E

For and on behalf of the Board

  
 B R GOYAL  
 PARTNER  
 M. NO.12172

  
 U.S. Bhartia  
 Director

Mehta Dharmesh Yashwant  
 Director

NOIDA  
 DATE : 25th May, 2016



**STATEMENT OF PROFIT AND LOSS for the year ended march, 31 2016**

| Particulars                           | Note No | For The Year<br>Ended 31St<br>March,2016<br>(Amt in USD) | For The Year<br>Ended 31St<br>March,2016<br>(Amt in Rs) | For The Year<br>Ended 31St<br>March,2015<br>(Amt in USD) | For The Year<br>Ended 31St<br>March,2015<br>(Amt in Rs) |
|---------------------------------------|---------|--|---|--|---|
| <b>REVENUE</b>                        |         |  |   |  |   |
| Revenue from operations               | 8       | 256,400  | 16,918,444  | -  | -   |
| Other income                          | 9       | 0  | 2   | -  | -   |
| <b>Total Revenue</b>                  |         | <b>256,400</b>   | <b>16,918,446</b>                                       | <b>-</b>   | <b>-</b>  |
| <b>EXPENSES</b>                       |         |  |   |  |   |
| Purchase of Stock-n-Trade             | 10      | 471,998  | 31,193,188  | -  | -   |
| Change in Inventory of Stock In trade | 11      | (213,998)  | (14,168,794)  | -  | -   |
| Employee Benefit Expenses             | 12      | 193,079  | 12,290,896  | -  | -   |
| Finance Cost                          | 13      | 644  | 41,601  | -  | -   |
| Depreciation & Amortisation           | 5       | 1,027  | 68,072  | -  | -   |
| Other expenses                        | 14      | 137,204  | 10,698,284  | 23,047   | 1,438,832   |
| <b>Total Expenses</b>                 |         | <b>589,954</b>   | <b>40,123,246</b>                                       | <b>23,047</b>  | <b>1,438,832</b>  |
| <b>Profit/(loss) before tax</b>       |         | <b>(333,554)</b>   | <b>(23,204,800)</b>                                     | <b>(23,047)</b>  | <b>(1,438,832)</b>                                      |
| Tax expense:                          |         |  |   |  |   |
| - Current tax                         |         | -  | -   | -  | -   |
| - Adjustment related to earlier year  |         | -  | -   | -  | -   |
| <b>Profit/(Loss) for the period</b>   |         | <b>(333,554)</b>   | <b>(23,204,800)</b>                                     | <b>(23,047)</b>  | <b>(1,438,832)</b>                                      |
| Earning per equity share:             |         |  |   |  |   |
| - Basic                               | 19      | (2.06)   | (143.22)  | (4.01)   | (250.08)  |
| - Diluted                             | 19      | (2.06)   | (143.22)  | (4.01)   | (250.08)  |

**Summary of significant accounting policies** 1


**The accompanying notes (1 to 23) are integral part of the financial statements**

IN TERMS OF OUR REPORT OF EVEN DATE.

FOR K N GUTGUTIA & CO.  
 CHARTERED ACCOUNTANTS  
 Firm Registration Number: 304153E

For and on behalf of the Board

  
 B R GOYAL  
 PARTNER  
 M. NO.12172

  
 U.S. Bhartia  
 Director

Mehta Dharmesh Yashwant  
 Director

NOIDA  
 DATE : 25th May, 2016



## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH,2016


| Particulars  | For The Year Ended 31St<br>March,2016 |                     | For The Year Ended 31St<br>March,2015 |              |
|--|---------------------------------------|---------------------|---------------------------------------|--------------|
|  | Amt in USD                            | Amt in Rs           | Amt in USD                            | Amt in Rs    |
| <b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>                          |                                       |                     |                                       |              |
| Net Profit/(Loss) Before Tax   | (333,554)                             | (23,204,800)        | (23,047)                              | (1,438,832)  |
| Adjustment for :<br>Depreciation & Amortisation                          | 1,027                                 | 68,072              | -                                     | -            |
| Operating profit before working capital changes                          | (332,527)                             | (23,136,729)        | (23,047)                              | (1,438,832)  |
| Adjustment for :<br>(Increase)/Decrease in Inventory                     | (213,998)                             | (14,179,494)        | -                                     | -            |
| Increase/(Decrease) in other payables                                    | 360,547                               | 23,976,606          | 23,047                                | 1,440,317    |
| <b>Cash Generated from Operations</b>                                    | <b>(185,978)</b>                      | <b>(13,339,617)</b> | <b>-</b>                              | <b>1,484</b> |
| Less : Income Tax Paid   | -                                     | -                   | -                                     | -            |
| <b>Net Cash Inflow/(outflow) from Operating Activities (A)</b>           | <b>(185,978)</b>                      | <b>(13,339,617)</b> | <b>-</b>                              | <b>1,484</b> |
| <b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>                          |                                       |                     |                                       |              |
| Purchase of Fixed Assets   | (6,172)                               | (408,980)           | -                                     | -            |
| Net Cash Inflow/(outflow) from Investing Activities (B)                  | (6,172)                               | (408,980)           | -                                     | -            |
| <b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>                          |                                       |                     |                                       |              |
| Proceeds from issue of shares  | 100,000                               | 6,417,000           | 100,000                               | 6,283,000    |
| Net cash Inflow/(outflow) from financing activities (C)                  | 100,000                               | 6,417,000           | 100,000                               | 6,283,000    |
| <b>D. Effect of Changes in Currency Fluctuation Reserve (D)</b>          |                                       | 1602213             |                                       | (34,984)     |
| Net increase/ (Decrease) in cash and cash equivalents (A+B+C+D)          | (92,150)                              | (5,729,384)         | 100,000                               | 6,249,500    |
| Cash and cash equivalents at the beginning of the year (Opening Balance) | 100,000                               | 6,249,500           | -                                     | -            |
| Cash and cash equivalents at the closing of the year (Closing Balance)   | 7,850                                 | 520,116             | 100,000                               | 6,249,500    |

## Note:-

- 1 Previous period's figures have been regrouped / rearranged wherever considered necessary to confirm to make them comparable.
- 2 The above cash flow has been prepared under the Indirect Method as set out in the Accounting Standard-3 Cash Flow Statements issued by The Institute of Chartered Accountants of India.

IN TERMS OF OUR REPORT OF EVEN DATE.


CHARTERED ACCOUNTANTS  
Firm Registration Number: 304153E

  
**B R GOYAL**  
PARTNER  
M. NO.12172

NEW DELHI  
DATE : 25th May, 2016



For and on behalf of the Board

  
**U.S. Bhartia**  
Director

**Mehta Dharmesh Yashwant**  
Director

## NOTES TO ACCOUNT

### NOTE NO. 1 Significant Accounting Policies

#### 1.1 Basis of Accounting

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule II to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – noncurrent classification of assets and liabilities.

#### 1.2 Investments

Long term investments are stated as cost. Diminution in its value is provided, if the diminution is other than temporary nature and such provision is reviewed at each of the Balance Sheet date.

#### 1.3 Revenue Recognition

##### 1.3.1 Rental Income

Rental Income, if any, is accounted for on time propitiation basis.

##### 1.3.2 Dividend Income

Dividend Income, if any is accounted for, when the right to receive the income is established

##### 1.3.3 Interest Income

Interest income if any, is accounted for on time proportion basis.

#### 1.4 Income Tax

Tax expense for the period, comprising current tax (including MAT under section 115JB of Income Tax Act,1961 and deferred tax, are included in the determination of the net profit or loss for the period.

Current tax expense is based on the provisions of Income Tax Act, 1961 and judicial interpretations thereof as at the Balance Sheet date and takes into consideration various deductions and exemptions to which the Company is entitled to as well as the reliance placed by the Company on the legal advices received by it.

#### 1.5 Minimum Alternate Tax

Minimum Alternate Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which MAT credit becomes eligible to be recognized as an asset in accordance with the recommendation contained in the Guidance Note on "Accounting for Credit Available in respect of Minimum Alternative Tax under The Income Tax Act, 1961" issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Profit and Loss Account and shown as MAT Credit Entitlement.

#### 1.6 Borrowing Cost

Ancillary costs incurred in connection with the arrangement of borrowings are amortized over the period of such borrowings on time proportion basis.



**IGL CHEM INTERNATIONAL USA LLC**

| Note No 2 | Particulars  | As at 31st March 2016 | As at 31st March 2016 | As at 31st March 2015 | As at 31st March 2015 |
|-----------|--|-----------------------|-----------------------|-----------------------|-----------------------|
|           |  | Amt in USD            | Amt in Rs             | Amt in USD            | Amt in Rs             |
|           | <b>Authorized</b><br>200000 (P/Y 100000) Shares of USD. 1/- each                                     | 200,000               | 12,700,000            | 100,000               | 6,283,000             |
|           | <b>Issued, Subscribed &amp; Paid up</b><br>200000 (P/Y 100000) Shares of USD. 1/- each fully paid up | 200,000               | 12,700,000            | 100,000               | 6,283,000             |
|           |  | 200,000               | 12,700,000            | 100,000               | 6,283,000             |

**2.1 Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period**

| Particulars                                       | As at 31st March 2016 | As at 31st March 2015 |
|---|-----------------------|-----------------------|
|   | Number                | Number                |
| Shares outstanding at the beginning of the year   | 100,000               | -                     |
| Shares Issued during the year (Refer Note No 2.3) | 100,000               | 100,000               |
| Shares outstanding at the end of the year         | 200,000               | 100000                |

2.2 There is no Bonus issue /Right Issue, buy-back of shares of the Company from the date of its incorporation upto 31st March,2016.

2.3 The Company has only one class of Equity Shares having a par value of USD 1 per share. Each holder of Equity Shares is entitled to one vote per share.

2.4 The Company declares and pays dividends in Indian rupees.No dividend was declared during the for the year ended 31st March 2016.

2.5 During the year, 1,00,000 shares of USD 1/- each issued and allotted at par to its holding company, namely India Glycols Limited.

**2.6 Shares in the company held by each shareholder holding more than 5 percent shares**

| Name of Shareholder   | As at 31st March 2016 |              | As at 31st March 2015 |              |
|-----------------------|-----------------------|--------------|-----------------------|--------------|
|                       | No. of Shares held    | % of Holding | No. of Shares held    | % of Holding |
| INDIA GLYCOLS LIMITED | 200,000               | 100%         | 100000                | 100%         |

**2.6 The details of shares held by holding / ultimate holding company and / or their subsidiaries / associates: -**

| Name of Shareholder   | As at 31st March 2016 |              | As at 31st March 2015 |              |
|-----------------------|-----------------------|--------------|-----------------------|--------------|
|                       | No. of Shares held    | % of Holding | No. of Shares held    | % of Holding |
| INDIA GLYCOLS LIMITED | 200,000               | 100%         | 100000                | 100%         |

| Note No.3 | Reserves & Surplus   | As at 31st March 2016 | As at 31st March 2016 | As at 31st March 2015 | As at 31st March 2015 |
|-----------|--|-----------------------|-----------------------|-----------------------|-----------------------|
|           |  | Amt in USD            | Amt in Rs             | Amt in USD            | Amt in Rs             |
|           | <b>a. Surplus/(Deficit)</b>  |                       |                       |                       |                       |
|           | As per last Balance Sheet  | (23,047)              | (1,438,832)           | -                     | -                     |
|           | Add: Profit/(loss) after tax transferred from statement of Profit & Loss | (333,554)             | (23,204,800)          | (23,047)              | (1,438,832)           |
|           |  | (356,601)             | (24,643,633)          | (23,047)              | (1,438,832)           |
|           | <b>b. Foreign Currency Translation Reserve</b>                           |                       |                       |                       |                       |
|           | As per last Balance Sheet  | -                     | (34,984)              | -                     | -                     |
|           | Add:- Addition during the year   | -                     | 1,602,213             | -                     | (34,984)              |
|           |  | -                     | 1,567,229             | -                     | (34,984)              |
|           |  | (356,601)             | (23,076,404)          | (23,047)              | (1,473,816)           |

| Note No. 4 | Other current liabilities | Amt in USD  | Amt in Rs | Amt in USD | Amt in Rs |
|------------|---------------------------|---|-----------|------------|-----------|
|            |                           | Other payables (Refer Note No.-18 for related party Disclosure) | 41,596    | 2,756,134  | 23,047    |
|            | <b>Total</b>              | 41,596  | 2,756,134 | 23,047     | 1,440,317 |



Note No. 5 Fixed Assets

| Description              | Gross Carrying Amount |           |            |           |                         |           |                  |           | Depreciation/Amortisation |           |              |           |                         |           |                  |           | Net Carrying Value |           |                  |           |
|--------------------------|-----------------------|-----------|------------|-----------|-------------------------|-----------|------------------|-----------|---------------------------|-----------|--------------|-----------|-------------------------|-----------|------------------|-----------|--------------------|-----------|------------------|-----------|
|                          | As at 01.04.2015      |           | Additions  |           | Sales/Other Adjustments |           | As at 31.03.2016 |           | As at 01.04.2015          |           | For the year |           | Sales/Other Adjustments |           | As at 31.03.2016 |           | As at 31.03.2016   |           | As at 31.03.2015 |           |
|                          | Amt in USD            | Amt in Rs | Amt in USD | Amt in Rs | Amt in USD              | Amt in Rs | Amt in USD       | Amt in Rs | Amt in USD                | Amt in Rs | Amt in USD   | Amt in Rs | Amt in USD              | Amt in Rs | Amt in USD       | Amt in Rs | Amt in USD         | Amt in Rs | Amt in USD       | Amt in Rs |
| <b>Tangible Assets</b>   |                       |           |            |           |                         |           |                  |           |                           |           |              |           |                         |           |                  |           |                    |           |                  |           |
| Office Equipments        | -                     | -         | 2,308      | 152,924   | -                       | -         | 2,308            | 152,924   | -                         | -         | 648          | 42,941    | -                       | -         | 648              | 42,941    | 1,660              | 109,983   | -                | -         |
| Furniture & Fixtures     | -                     | -         | 3,621      | 239,924   | -                       | -         | 3,621            | 239,924   | -                         | -         | 332          | 21,993    | -                       | -         | 332              | 21,993    | 3,289              | 217,931   | -                | -         |
| Total (A)                | -                     | -         | 5,929      | 392,848   | -                       | -         | 5,929            | 392,848   | -                         | -         | 980          | 64,934    | -                       | -         | 980              | 64,934    | 4,949              | 327,914   | -                | -         |
| <b>Intangible Assets</b> |                       |           |            |           |                         |           |                  |           |                           |           |              |           |                         |           |                  |           |                    |           |                  |           |
| Softwares                | -                     | -         | 243        | 16,132    | -                       | -         | 243              | 16,132    | -                         | -         | 47           | 3,137     | -                       | -         | 47               | 3,137     | 196                | 12,995    | -                | -         |
| Total (B)                | -                     | -         | 243        | 16,132    | -                       | -         | 243              | 16,132    | -                         | -         | 47           | 3,137     | -                       | -         | 47               | 3,137     | 196                | 12,995    | -                | -         |
| <b>Total (A+B)</b>       | -                     | -         | 6,172      | 408,980   | -                       | -         | 6,172            | 408,980   | -                         | -         | 1,027        | 68,071    | -                       | -         | 1,027            | 68,071    | 5,145              | 340,909   | -                | -         |





| Note No. 6 | Inventories<br>Trading Goods | Amt in USD | Amt in Rs  | Amt in USD | Amt in Rs |
|------------|------------------------------|------------|------------|------------|-----------|
|            |                              | 213,998    | 14,179,494 | -          | -         |
| Total      |                              | 213,998    | 14,179,494 | -          | -         |

| Note No. 7 | Cash and cash equivalents<br>Balances with banks in Current Accounts | Amt in USD | Amt in Rs | Amt in USD | Amt in Rs |
|------------|--|------------|-----------|------------|-----------|
|            |  | 7,850      | 520,116   | 100,000    | 6,249,500 |
| Total      |  | 7,850      | 520,116   | 100,000    | 6,249,500 |

| Note No. 8 | Particulars<br>Revenue From Operation<br>Sale of Product-Guargum | For The Year Ended 31st March, 2016 | For The Year Ended 31st March, 2016 | For The Year Ended 31st March, 2015 | For The Year Ended 31st March, 2015 |
|------------|--|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
|            |  | Amt in USD                          | Amt in Rs                           | Amt in USD                          | Amt in Rs                           |
|            |  | 256,400                             | 16,918,444                          | -                                   | -                                   |
| Total      |  | 256,400                             | 16,918,444                          | -                                   | -                                   |

| Note No. 9 | Particulars<br>Other Income<br>Interest income | For The Year Ended 31st March, 2016 | For The Year Ended 31st March, 2016 | For The Year Ended 31st March, 2015 | For The Year Ended 31st March, 2015 |
|------------|--|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
|            |  | Amt in USD                          | Amt in Rs                           | Amt in USD                          | Amt in Rs                           |
|            |  | 0                                   | 2                                   | -                                   | -                                   |
| Total      |  | 0                                   | 2                                   | -                                   | -                                   |

| Note No. 10 | Particulars<br>Cost of Goods Sold<br>Purchases of traded Goods-Guargum | For The Year Ended 31st March, 2016 | For The Year Ended 31st March, 2016 | For The Year Ended 31st March, 2015 | For The Year Ended 31st March, 2015 |
|-------------|--|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
|             |  | Amt in USD                          | Amt in Rs                           | Amt in USD                          | Amt in Rs                           |
|             |  | 471,998                             | 31,193,188                          | -                                   | -                                   |
| Total       |  | 471,998                             | 31,193,188                          | -                                   | -                                   |

| Note No. 11                         | Particulars<br>Change in Inventory of Stock In trade | For The Year Ended 31st March, 2016 | For The Year Ended 31st March, 2016 | For The Year Ended 31st March, 2015 | For The Year Ended 31st March, 2015 |
|-------------------------------------|--|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
|                                     |  | Amt in USD                          | Amt in Rs                           | Amt in USD                          | Amt in Rs                           |
| Closing stock                       |  | 213,998                             | 14,179,494                          | -                                   | -                                   |
| Opening Stock                       |  | -                                   | -                                   | -                                   | -                                   |
| Decrease/(increase) in stock        |  | (213,998)                           | (14,179,494)                        | -                                   | -                                   |
| Foreign Currency Transaction Impact |  | -                                   | 10,700                              | -                                   | -                                   |
| Net Decrease/(increase) in stock    |  | (213,998)                           | (14,168,794)                        | -                                   | -                                   |

| Note No. 12 | Particulars<br>Employee Benefit Expenses<br>Salary & Wages | For The Year Ended 31st March, 2016 | For The Year Ended 31st March, 2016 | For The Year Ended 31st March, 2015 | For The Year Ended 31st March, 2015 |
|-------------|--|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
|             |  | Amt in USD                          | Amt in Rs                           | Amt in USD                          | Amt in Rs                           |
|             |  | 193,079                             | 12,290,896                          | -                                   | -                                   |
| Total       |  | 193,079                             | 12,290,896                          | -                                   | -                                   |



| Note No. 13 | Finance Cost     | Amt in USD | Amt in Rs     | Amt in USD | Amt in Rs |
|-------------|------------------|------------|---------------|------------|-----------|
|             | Finacial Charges | 644        | 41,601        | -          | -         |
|             | <b>Total</b>     | <b>644</b> | <b>41,601</b> | <b>-</b>   | <b>-</b>  |

|             | Particulars  | For The Year Ended 31st March, 2016 | For The Year Ended 31st March, 2016 | For The Year Ended 31st March, 2015 | For The Year Ended 31st March, 2015 |
|-------------|--|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
|             |  | Amt in USD                          | Amt in Rs                           | Amt in USD                          | Amt in Rs                           |
| Note No. 14 | Other Expenses   |                                     |                                     |                                     |                                     |
|             | Rent   | 21,751                              | 1,410,670                           | 6,993                               | 437,607                             |
|             | Rates & Taxes  | 14,517                              | 957,785                             | -                                   | -                                   |
|             | Insurance  | 6,174                               | 401,820                             | -                                   | -                                   |
|             | Travelling & Conveyance Expenses                               | 43,236                              | 2,772,192                           | 5,608                               | 350,449                             |
|             | Legal & Professional Fees                                      | 19,686                              | 1,279,272                           | 10,446                              | 650,776                             |
|             | Printing & stationery, Postage, Telephone & other Misc Expense | 31,839                              | 3,876,545                           | -                                   | -                                   |
|             | <b>Total</b>   | <b>137,204</b>                      | <b>10,698,284</b>                   | <b>23,047</b>                       | <b>1,438,832</b>                    |

**Note No. 15** Accounts of the Company (a wholly owned subsidiary of India Glycols Limited, India, a company incorporated in India), incorporated in USA have been made out as per the requirements of Companies Act, 2013 of India ("the Act"), in due adherence of provisions of the Act. This entailed drawing up the Balance Sheet, Statement of Profit and Loss & Cash Flow Statement (including Auditor's Report thereon) of the subsidiary in a manner so as to make it appear conforming to requirements of the Act for the purpose of annexing the particulars of the Company with its holding company and for the preparation of the consolidated accounts of the group pursuant to the provisions of the Act and consolidating the Financial Statements of this company with the parent holding company in terms of AS-21 in respect of Consolidation of Accounts as required under AS-21 notified by the Ministry of Corporate Affairs and in pursuant of the provisions of the Act and this exercise also related to translation of treatment of various heads of accounts in terms of accounting standards referred to in the Act, read with the accounting policy of parent company and presentation of accounts in terms of Schedule III of the Act, including disclosure of necessary information as laid down under the said Act.

**Note No. 16** Commitments - NIL

**Note No. 17** Contingent Liabilities to the extent not provided for - NIL

**Note No. 18** Related Party Disclosure:

| Name of Related Party          | Relationship             |
|--------------------------------|--------------------------|
| India Glycols Limited          | 100% holding company     |
| IGL Chem International Pte Ltd | Fellow Subsidiary        |
| Mehta Dharmesh Yashwant        | Key Management Personnel |

The Company has entered into transactions with the following related parties:

**Mehta Dharmesh Yashwant (Director)**

| Nature of transactions    | (Amt in USD)<br>FOR THE PERIOD<br>ENDED 31st<br>March, 2016 | (Amt in Rs)<br>FOR THE<br>PERIOD ENDED<br>31st March, 2016 | (Amt in USD)<br>FOR THE<br>PERIOD<br>ENDED 31st<br>March, 2015 | (Amt in Rs)<br>FOR THE<br>PERIOD<br>ENDED 31st<br>March, 2015 |
|---------------------------|---|--|--|---|
| Salary                    | 185,379   | 12,060,351   | -  | -   |
| Total outstanding payable | -   | -  | -  | -   |

**India Glycols Limited (Holding Company)**

| Nature of transactions     | (Amt in USD)<br>FOR THE PERIOD<br>ENDED 31st<br>March, 2016 | (Amt in Rs)<br>FOR THE<br>PERIOD ENDED<br>31st March, 2016 | (Amt in USD)<br>FOR THE<br>PERIOD<br>ENDED 31st<br>March, 2015 | (Amt in Rs)<br>FOR THE<br>PERIOD<br>ENDED 31st<br>March, 2015 |
|----------------------------|---|--|--|---|
| Allotment of equity Shares | 100,000   | 6,417,000  | 100,000  | 6,283,000   |
| Re-imbusement of Expenses  | -   | -  | 2,338  | 144,902   |
| Purchase of Goods          | 471,998   | 31,193,188   | -  | -   |
| Total outstanding payable  | 344,336   | 22,815,704   | 2,338  | 146,082   |

**IGL Chem International Pte Ltd (Fellow Subsidiary)**

| Nature of transactions    | (Amt in USD) | (Amt in Rs) | (Amt in USD) | (Amt in Rs) |
|---------------------------|--------------|-------------|--------------|-------------|
| Re-imbusement of Expenses | -            | -           | 20,709       | 1,293,931   |
| Total outstanding payable | 20,709       | 1,294,235   | 20,709       | 1,294,235   |



Note No. 19 Earnings per share

| Particulars  | FOR THE PERIOD ENDED 31st March, 2016 | FOR THE PERIOD ENDED 31st March, 2016 | FOR THE PERIOD ENDED 31st March, 2015 | FOR THE PERIOD ENDED 31st March, 2015 |
|--|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|
|  | (Amt in USD)                          | (Amt in Rs)                           | (Amt in USD)                          | (Amt in Rs)                           |
| Profit/(loss) after tax  | (333,554)                             | (23,204,800)                          | (23,047)                              | (1,438,832)                           |
| Weighted Average Number of Shares outstanding during the year (Nos.) | 162,022                               | 162,022                               | 5,753                                 | 5,753                                 |
| Face Value per Share (in USD)  | 1                                     | 1                                     | 1.00                                  | 1.00                                  |
| Basic and diluted EPS  | (2.06)                                | (143.22)                              | (4.01)                                | (250.08)                              |

Weighted average number of equity shares for Earnings Per Share computation

| Particulars   | FOR THE PERIOD ENDED 31st March, 2016 | FOR THE PERIOD ENDED 31st March, 2015 |
|---|---------------------------------------|---------------------------------------|
| Numbers of shares at the beginning                                | 100,000                               | -                                     |
| Add: Shares issued during the year on 18.08.2015 (100000*227/366) | 62,022                                | -                                     |
| Add: Shares issued during the year on 11.03.2015 (100000*21/365)  | -                                     | 5,753                                 |
| Weighted average number of equity shares                          | 162,022                               | 5,753                                 |

Note No. 20 Company has one operating lease for the office premises for the period of 1 year which is cancellable and usually renewable on mutual agreeable terms. During the year company has paid lease rent of USD 21751.22 equivalent to Rs. 1410670/- in respect of said premises.


Note No. 21 For the purpose of conversion of accounts in to Indian Currency, following rates are applied:

|                             |                   |
|-----------------------------|-------------------|
| Average rate for 2014-15    | 1 USD = Rs 62.43  |
| Rate as at 31st March, 2015 | 1 USD = Rs 62.495 |
| Average rate for 2015-16    |                   |
| Q-I                         | 1 USD = Rs 63.07  |
| Q-II                        | 1 USD = Rs 64.61  |
| Q-III                       | 1 USD = Rs 65.87  |
| Q-IV                        | 1 USD = Rs 66.21. |
| Rate as at 31st March, 2016 | 1 USD = Rs 66.26  |

Note No. 22 Figures in USD have been given only for conversion purpose.

Note No. 23 Previous year's figures have been regrouped/rearranged/recast, wherever considered necessary.


For K. N. GUTGUTIA & COMPANY  
CHARTERED ACCOUNTANTS  
FRN 304153E

  
(B. R. GOYAL)  
PARTNER  
M. NO. 12172

NOIDA  
DATE : 25th May, 2016



For and on behalf of the Board

  
U.S. Bhartia  
Director

Mehta Dharmesh Yashwant  
Director