

33rd

ANNUAL REPORT

F.Y. 2016-17

SATYA SHYAM TRADING LTD

CIN:L51102MP1984PLC002664

110, Siyaganj Indore (M.P.) –452007

Email:vk39@yahoo.co.in

BOARD OF DIRECTORS

Mr. Shiv Prasad Agarwal	- Managing Director
Mr. Binod Kumar Bansal	- Director
Mr. Ashok Kumar Bansal	- Whole-time Director
Mr. Raj Bansal	- Director
Mr. Siddharth Bansal	- Director

SATYA SHYAM TRADING LTD. INDORE
FY 2016-17

BOARD OF DIRECTORS

SHRI S. P. AGARWAL
(Managing Director)

SHRI ASHOK KUMAR BANSAL
(Whole Time Director)

SHRI BINOD KUMAR BANSAL
(Director)

SHRI RAJ BANSAL
(Director)

SHRI SIDDHARTH BANSAL
(Director)

REGISTERED OFFICE

110, SIYAGANJ
INDORE - 7
(M.P.)

BRANCH OFFICE

- [A] 4, CHITTARANJAN AVENUE
HINDUSTHAN BUILDING,
CALCUTTA (W.B.)
- [B] 1014, AGARWAL MARKET, 1ST FLOOR
MISHRA RAJAJI KA RASTA
JAIPUR (RAJASTHAN)
- [C] 1617/1, BALISIMGH BHAGWAN SINGH ROAD,
NEAR INDO ARYA TRANSPORT NAGAR,
NEW TRANSPORT NAGAR, JAHAJGARH,
AMRITSAR [PUNJAB]
- [D] 303-A, ASTAHAN COMPLEX,
OPP. POLYTECHNIC COLLEGE,
AMBAVADI,
AHMEDABAD- [GUJRAT]
- [E] H/NO. -56, SREE NAGAR
BARA MARKET
GAUHATI - [ASSAM]
- [F] BHUPAL BUILDING
NAYA BAZAR
SILIGURI - (W.B.)

AUDITORS

M/S. MAHENDRA BADJATYA & CO.
[CHARTERED ACCOUNTANTS]
208, MORYA CENTRE, 2ND FLOOR
16, RACE COURSE ROAD,
INDORE-[M.P.]

0/c

DIRECTORS REPORT

Dear Members,

Your Directors are Pleased to present the 33rd Annual Report and the Company's Audited financial statements for the Financial Year ended March 31st, 2017.

1. FINANCIAL RESULTS

The Company's financial performance, for the year ended March 31st, 2017 is Summarized Below:

(Amount in ₹)		
Particulars	2016-17	2015-16
GROSS TURNOVER	590966364	571270297
PROFIT BEFORE TAX	5800870	5202093
Less: Current Tax	1900000	1800000
Less: Deferred Tax	(18699)	28389
Less: Earlier Year Tax	199000	0
PROFIT FOR THE YEAR	3720569	3373704

2. RESULTS OF OPERATIONS AND THE STATE OF COMPANY'S AFFAIRS

During the year the company has achieved a turnover of ₹ 59.10 Crore as against a turnover of ₹ 57.13 Crore in the previous year registering a marginal increase of 3.45%. There is also an increase in net profit from ₹ 33.74 Lacs to ₹ 37.21 Lacs registering an increase of 10.28%. The overall performance of the company remains satisfactory.

3. DIVIDEND

The Company has not declared any dividend during the year.

4. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES.

The company has no Subsidiaries and Joint Ventures. There is no Associate in which the company directly holds more than 20% voting rights in the equity of the subject company.

5. DIRECTORS RESPONSIBILITY STATEMENT

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013:

- (a) In the preparation of the annual accounts, the applicable accounting had been followed along with proper explanation relating to material departure;
- (b) The directors had 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 of the company for that period;
- (c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) The directors had prepared the annual accounts on a going concern basis; and
- (e) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

6. AUDITOR AND AUDITORS REPORT

In terms of the provision of Section 139(2) of the act, the retiring auditors M/s. Mahendra Badjatya & Co are not eligible to be re-appointed as statutory auditors of the company consequent to completion of their term as per Act. Accordingly, it is proposed to appoint **M/s SAP Jain & Associates (ICAI FRN 019356C) Chartered Accountants**, as Statutory Auditors of the Company to hold their office from the conclusion of ensuing Annual General Meeting till the conclusion to the 38th Annual general meeting subject to the ratification of their appointment at every general meeting. A resolution in this respect is being included in the notice of the ensuing AGM for the approval of the members of the company.

The company has received consent from incoming statutory auditors and confirmation to the effect that they are not disqualified to be appointed as Statutory Auditors of the company in terms of the provisions of the Companies Act, 2013 and rules framed there under.

The Notes on financial statement referred to in the Auditor's Report are self-explanatory and do not call for any further comments. The Auditor's Report does not contain any qualification, reservation or adverse remark. There is no fraud reported by the auditors to the central government which needs to be disclosed as per the requirement of sec 134(3) of the Companies Act, 2013.

7. CORPORATE SOCIAL RESPONSIBILITY (CSR)

The Provisions of Section 135 of the companies act 2013 read with rule 8 of Companies (Corporate Social Responsibility Policy) Rules, 2014 is not applicable to the company.

8. RISK MANAGEMENT

The company does not have any risk other than normal business risk therefore there is no any written risk management policy so far adopted by the company.

9. CHANGE IN COMPOSITION OF BOARD OF DIRECTORS

During the year Mr. Raj Bansal and Mr. Ashok kumar bansal the directors of the company retire by rotation and being eligible offer themselves for reappointment

Shri Vinod Daga (DIN 07886481) and Shri Shankar Lal Bihani (DIN 07886681) were appointed as additional directors in the position of independent directors of the company . Smt. Vandana Bansal (DIN 07898420) was appointed as Additional Director in the position of the Woman director by the board which are proposed to be confirmed in the ensuing annual general meeting .

10. INTERNAL AUDIT/Secretarial Audit

The size of the company does not require internal audit and secretarial audit, however for the purpose of good governance. The company may appoint the same in future.

11. PUBLIC DEPOSITS

The company has not accepted any deposit from public within the meaning of section 73 of the Companies Act, 2013.

12. RELATED PARTY TRANSACTION

All related party transactions entered into during the financial year were on the arms length basis and were in the ordinary course of business. The details of material related party transactions were reported as per Note 20(B)(5) of the Audited Financial statement read with form AOC-2 enclosed here with as per **Annexure - B**.

13. DISCLOSURE RELATING TO REMUNERATION OF DIRECTORS

The remuneration of directors paid during the year is within the authority of the company and disclosed in the annual financial statement.

14. INTERNAL FINANCIAL CONTROLS

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weaknesses in the design or operations were observed.

15. DISCLOSURE U/S 134 (3)

Pursuant to the provisions of sec 134 (3) read with Companies (Accounts) Rules, 2014, the required information's & disclosures, to the extent applicable to the company and not reported elsewhere in this report are as under:

- a) The Extracts of Annual Return as per Form no. **MGT-9** is annexed herewith as **Annexure - A**.
- b) There is no change in the nature of business of the company.
- c) The company has no unclaimed dividend and therefore nothing is required to be transferred to the investor education & protection fund.
- d) During the year Ten Board meetings were held, as against the minimum requirement of four meetings.
- e) Particulars of Investments made are given as per Note 7 of attached financial statement.
- f) The requirement of disclosure of Conservation of energy, technology absorption and foreign exchange earnings and outgo is not applicable to the Company.

16. VIGIL MECHANISM

Pursuant to the provisions of Rule 7 of the Companies (Meeting of Board and its Powers) Rules 2014 the company is at present not required to

establish any vigil mechanism system. However if necessary the company will introduce such system in future.

17. MATERIAL CHANGES

There are no material changes affecting the financial position of the company which occurred between the end of the financial year of the company to which the financial statements relate and the date of this report. However the company is in process of getting its securities listed with Metropolitan Stock Exchange Of India Limited and accordingly a suitable resolution is proposed in the ensuing annual general meeting of the company.

18. ACKNOWLEDGEMENT

The Board of Directors places its sincere gratitude for the assistance and co-operation received from Banks, Customers and Shareholders. The Directors take the opportunity to express their sincere appreciation for the dedicated services of the Executives and staffs for their contribution to the overall performance of the company.

Registered Office:

Satya Shyam Trading Limited

CIN- U51102MP1984PLC002664

110, Siyaganj

INDORE - 452007 (M.P.)

Per Satya Shyam Trading Ltd.
R. Bansal
By Order of the Board

RAJ BANSAL
Director

Director.

S. P. Agarwal
Shiv Prasad Agarwal
Managing Director
(DIN: 00545387)

PLACE: INDORE

DATE: 02/09/2017

(DIN: 00545292)

I. Registration and Other Details.

II. Principal Business Activities of the Company:

III. Particulars of Holding, Subsidiary and Associate Companies - NA

i) Category-wise Shareholding

[illegible]

Promoter Shareholding									
Individual/ HUF	0	0	0	0	0	0	0	0	0
A) Bodies Corporate	0	272150	272150	13.65	272150	0	272150	13.65	0
B) Bodies Corporate	0	399030	399030	20.03	0	399030	399030	20.03	0
C) Any Other	0	1321380	1321380	66.32	29710	1291670	1321380	66.32	0
Grand Total (A+B+C)	0	1992560	1992560	100	301860	1690700	1992560	100	0

ii) Shareholding of Promoters

S. No	Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total shares of the Company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total shares of the Company	% of Shares Pledged / encumbered to total shares	
1	New Tea Company Limited	272150	13.65	0.00	272150	13.65	0.00	0.00
	Total	272150	13.65	0.00	272150	13.65	0.00	0.00

iv) Shareholding Pattern of Top Ten Shareholders (Other than Directors, Promoters and Holders of GDRs and ADRs)

	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Shareholding at the end of the year		Changes during the year					Reason
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company	Date	No. shares before Change	No. shares After Change	Increase	Decrease	
1	Gaytri devi Agarwal	156000	7.83	156000	7.83	0	0	0	0	0	----
2	Divya Agarwal	136900	6.87	136900	6.87	0	0	0	0	0	----
3	Bhagwati prasad Agarwal	130600	6.55	130600	6.55	0	0	0	0	0	----
4	Manju devi agarwal	125000	6.27	125000	6.27	0	0	0	0	0	----
5	Eagle Vanijya Pvt. Ltd.	120000	6.02	120000	6.02	0	0	0	0	0	----
6	Hindustan Building Society	60000	3.01	60000	3.01	0	0	0	0	0	----
	Roshan Lal Agarwal	55000	2.76	55000	2.76	0	0	0	0	0	----
8	Ranji Agarwal	55000	2.76	55000	2.76	0	0	0	0	0	----
9	Subhash Chandra Agarwal	50000	2.51	50000	2.51	0	0	0	0	0	----
10	Akhil Bansal	43400	2.18	43400	2.18	0	0	0	0	0	----

v) Shareholding of Directors and Key Managerial Personnel

	For Each of the Director (At the beginning of the year)	Shareholding at the beginning of the year (01/04/2016)		Changes during the year				Shareholding at the end of the year (31/03/2017)	
		No of Shares	% of total Shares of the Company	Date	Increase (No of Shares)	Decrease (No of Shares)	Reason	No of Shares	% of total Shares of the Company
1	Shiv Prasad Agarwala	6320	0.32	----	0	0	----	6320	0.32
2	Binod Kumar Bansal	100	0.01	----	0	0	----	100	0.01
3	Siddharth Bansal	11000	0.55	----	0	0	----	11000	0.55
4	Raj Bansal	9300	0.47	----	0	0	----	9300	0.47
5	Ashok Kumar Bansal	3000	0.15	----	0	0	----	3000	0.15

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment
(₹ in Lacs)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	0	22000000	0	22000000
ii) Interest due but not paid	0	1946549	0	1946549
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	0	23946549	0	23946549
Change in Indebtedness during the financial year				
Addition	0	10786228	0	10786228
Reduction	0	0	0	0
Net Change	0	10786228	0	10786228
Indebtedness at the end of the financial year				
i) Principal Amount	0	31203195	0	31203195

Indebtedness at the end of the financial year				
i) Principal Amount	0	31203195	0	31203195
ii) Interest due but not paid	0	3529582	0	3529582
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	0	34732777	0	34732777

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

S.No.	Particular of Remuneration	Mr. Shiv Prasad Agarwal Managing Director	Mr. Ashok Kumar Bansal Whole-time Director	Total
1	Gross Salary			
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	1800000	1740000	3540000
	(b) Value of perquisites under Section 17(2) Income Tax Act, 1961	0	0	0
	(c) Profits in lieu of salary under Section 17(3) Income Tax Act, 1961	0	0	0
2	Stock Options	0	0	0
3	Sweat Equity	0	0	0
4	Commission			
	- as % of profit	0	0	0
	- Others, specify....	0	0	0
5	Others, please specify,	0	0	0
	Total	1800000	1740000	3540000
	Ceiling as per the Act	3000000	3000000	6000000

B. Remuneration to other directors: NIL

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

During the year there were no Penalties/Punishments/Compounding of offences levied/ordered against the Company or any of its Directors/Officers.

Registered Office:

Satya Shyam Trading Limited

CIN- U51102MP1984PLC002664

110, Siyaganj

INDORE - 452007 (M.P.)

By Order of the Board

For Satya Shyam Trading Ltd.,

R. Bansal

Director.

RAJ BANSAL

Director

(DIN: 00545292)

PLACE: INDORE

DATE: 02/09/2017

For Satya Shyam Trading Ltd.

S. P. Agarwal

Shiv Prasad Agarwal

Managing Director

(DIN: 00545387)

Annexure - B
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.

Form 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 arms length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

[illegible]

. Details of contracts or arrangements or transactions at Arm's length basis.

Name(s) of the related party (Refer note no.1 below)	Nature and particulars of transactions(refer note no.2 below)	Amount of transactions (In Rs.)
(a)	(b)	(c)
New Tea Company Limited ✓	Adhat Purchase	74040637
	Commission Received	2194039
	Brokerage Received	259283
Atal Tea Co (1943) Limited ✓	Adhat Purchase	10912154
	Brokerage Received	11042
	Commission Received	494701
Rheabari Tea Company Private Limited ✓	Adhat Purchase	40820900
	Brokerage Received	168675
	Commission Received	1055056
Chandan Tea Industries Private Limited ✓	Adhat Purchase	16542114
	Commission Received	583482
	Brokerage Received	60945
Chandanmall Binod Kumar (Amritsar) ✓	Local Purchase	49722907
Chandanmall Binod Kumar (Indore) ✓	Adhat Sales	1605301
	Import Sales	134684
North Dinajpur Tea Agro Private Limited ✓	Adhat Purchase	68939726
	Commission Received	3448485
Rahul Tea Company ✓	Adhat Sales	19191764

Cooch Behar Agro Tea Estate Private Limited	Adhat Purchase	42612428
	Commission Received	1264346
	Brokerage Received	251042
Maharaja Tea Private Limited	Adhat Sales	101786
New Tea Company (Partnership Firm)	Rent Received	168000
	Sales	38442655
Micro Multicom Private Limited	Sales	123585797
New Tea Marketing Private Limited	Import Sales	119346172
	Job Work	501888
	Commission	19760
	Rent Paid	41400
	Sales	70082381
Balason Tea Company Limited	Adhat Purchase	45594098
	Commission Received	911742
	Brokerage Received	413783
Jalpaiguri Dairs Tea Company Limited	Adhat Purchase	20818924
	Commission Received	524777
	Brokerage Received	121992
Senchal Agro P. Ltd.	Purchase	31282498
	Commission	1532048
Ashok Kumar Bansal	Director Remuneration	1740000
	LIC Super Annuation	261000
	Godown Rent	78000

SHARDA DEVI AGARWAL	GODOWN RENT	78000
NISHA DEVI BANSAL	GODOWN RENT	78000
SHYAM TEA COMPANY	IMPORT SALES	405385
	ADHAT SALES	1372897

Note: (1) All the above parties are related parties as there are common directors or relatives of the directors of company are directors in these companies.

(2) All the above transactions are entered into by the company in the ordinary course of business. The price, quantities or commission orally negotiated from time to time as per the demand and available quality of tea.

Registered Office:

SatyaShyam Trading Limited

CIN- U51102MP1984PLC002664

110, Siyaganj

INDORE - 452007 (M.P.)

SatyaShyam Trading Ltd.

R. Bansal

Director.

RAJ BANSAL

Director

(DIN: 00545292)

PLACE: INDORE

DATE: 02/09/2017

By Order of the Board

For Satya Shyam Trading Ltd.

S. P. Agarwal

Managing Director

Shiv Prasad Agarwal

Managing Director

(DIN: 00545387)



INDEPENDENT AUDITOR'S REPORT

**TO THE MEMBERS OF
SATYA SHYAM TRADING LIMITED**

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of **SATYA SHYAM TRADING LIMITED** ('the Company'), which comprise the Balance Sheet as at 31st March 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with 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 and the Companies (Accounting Standards) Amendment Rules, 2016. 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.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made 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 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.

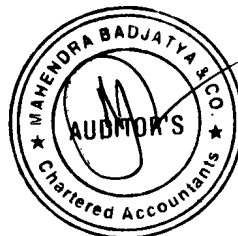
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the 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 31st March 2017, its profit and its 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, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure A**", a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 and proper returns adequate for the purpose of our audit have been received from branches not visited by us;
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account and returns received from branches not visited by us.
 - (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 31st March 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2017 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "**Annexure B**"; and
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:



- a. The Company has disclosed the impact, if any, of pending litigations as at 31st March 2017 on its financial position in its financial statements
- b. The Company has not entered into any such contract therefore the requirement is not applicable to the company as at 31st March 2017.
- c. There is no amount, required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended 31st March 2017.
- d. The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November, 2016 to 30 December, 2016 and these are in accordance with the books of account maintained by the Company. Refer to Note 20(B)(12) to the financial statements.

Statutory Auditors
FOR: MAHENDRA BADJATYA & CO
CHARTERED ACCOUNTANTS
ICAI FRN 001457C



M. Badjatya
CA M.K. BADJATYA
PARTNER
ICAI MNO 070578

PLACE: INDORE
DATE: 02/09/2017

Annexure – "A" to the Independent Auditors' Report

Annexure required under CARO, 2016 referred to in our Report to the members of the **SHYAM TRADING LIMITED** ("the Company") for the year ended 31st March 2017, and according to information and explanations given to us, we report as under:

- (I)(a) The company has maintained adequate records on computer showing general particulars, including quantitative details and situation of fixed assets.
- (b) The fixed assets have been physically verified by the management during the year in accordance with a regular programme of verification which, in our opinion is reasonable having regard to the size of the company and the nature of its assets. The discrepancies noticed on such verification which were not material have been properly dealt with in the books of account.
- (c) In our opinion, all the immovable properties of the company are held in the name of company.
- (ii) In our opinion and on the basis of our examination of the records of the company, the inventories have been Physical verified by the management at the end of the year and the material discrepancies noticed if any, has properly been dealt with in the books of account.
- (iii) The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnership or other parties covered in the register maintained under section 189 of the Companies Act 2013. Therefore, clauses (iii) (a), (b) and (c) of the aforesaid order are not applicable.
- (iv) During the year the company has not granted any loans, guarantees or securities to any party covered under section 185 of the Companies Act, 2013 therefore the reporting requirement of this clause is not applicable to the company. During the year the company has made certain investments and the provisions of section 186 of the Companies Act, 2013 are complied with.
- (v) The company has neither invited nor accepted any deposits from the public during the period therefore the reporting requirement of the clause is not applicable to the company.
- (vi) As the company is carrying on the business of Trading of Tea, therefore, the requirements of maintenance of cost records under sub section (1) of section 148 of the Companies Act, 2013, are not applicable to the Company.
- (vii)(a) 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, Service Tax, Duty of Custom, Duty of Excise, Value Added Tax, Cess and any other statutory dues, whichever is applicable to the company with the appropriate authorities during the year and no undisputed amounts were outstanding as at 31st March 2017 for a period of more than six months, from the date they become payable.



-) In our opinion, there are no dues of Income Tax, Sales tax, Service Tax, Duty of Custom, Duty of Excise, Value Added Tax, Cess and any other statutory dues which have not been deposited on account of any dispute.

Name of Statute	Nature of Dues	Demand in (₹)	Deposited in (₹)	Period to which the amount relates	Forum where dispute is pending	Net Payable in (₹)
Income Tax Act, 1961	Income Tax	24990	0	2008-09	Jurisdiction AO, Indore	24990
Income Tax Act, 1961	Income Tax	156520	0	2010-11	CPC, Bengaluru	156520

- (viii) The company has not defaulted in repayments of loans or borrowings to a financial institution, Bank, Government and also does not have any debenture holder therefore the reporting requirement of the clause is not applicable to the company.
- (ix) The company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. In our opinion the company has not obtained any term loan during the year.
- (x) Based upon the audit procedures performed, during the year no fraud by the company or on the company by its officers or employees has been noticed or reported during the course of our audit;
- (xi) In our opinion and based on our examination of the records of the company the company has paid/provided for managerial remuneration in accordance with requisite approvals and mandate by provisions of section 197 read with Schedule V to the Companies Act, 2013
- (xii) In our opinion the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the order is not applicable.
- (xiii) In our opinion all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 wherever applicable and the details have been disclosed in the financial statement as required by the applicable standards.
- (xiv) To the best of our knowledge and belief, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Consequently, requirements of clause (xiv) of paragraph 3 of the order are not applicable.
- (xv) In our opinion the company has not entered into any non cash transaction with directors or persons connected with him. Accordingly, paragraph 3(xv) of the order is not applicable.



As per the transactions of the company, the company is not required to be registered u/s 451A of the Reserve Bank of India Act, 1934 therefore the reporting requirement of the clause is not applicable to the company.

We
TR
of

M.

Statutory Auditors
FOR: MAHENDRA BADJATYA & CO
CHARTERED ACCOUNTANTS
ICAI FRN 001457C



CA M.K. BADJATYA
PARTNER
ICAI MNO 070578

PLACE: INDORE
DATE: 02/09/2017

Annexure - B to the to the Independent Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **SATYA SHYAM TRADING LIMITED** ("the Company") as of 31st March 2017 in conjunction with our audit of the financial statements of the Company for the year ended and as on that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note"). 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 Act.

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 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. 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 CONTROLS OVER FINANCIAL REPORTING

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in



...ance with generally accepted accounting principles, and that receipts and
...itures of the company are being made only in accordance with authorizations of
...ement and directors of the company; and (3) provide reasonable assurance
...ing prevention or timely detection of unauthorized acquisition, use, or disposition of
...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, and to the best of our information and according to the explanation 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 31st March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

Statutory Auditors

FOR: MAHENDRA BADJATYA & CO
CHARTERED ACCOUNTANTS
ICAI FRN 001457C



M. Badjatya
CA M.K. BADJATYA
PARTNER
ICAI MNO 070578

PLACE: INDORE
DATE: 02/09/2017

SATYA SHYAM TRADING LIMITED
BALANCE SHEET AS AT 31st MARCH, 2017

(Amount in `)

	Note No.	2016-17	2015-16
LIABILITIES			
Owner's Funds	"1"	19925600	19925600
Share Capital	"2"	49379948	45659379
Reserves and Surplus			
Current Liabilities		495836	514535
(a) Deferred Tax Liabilities (Net)			
Current Liabilities	"3"	34732777	23946549
(a) Short-Term Borrowings	"4"	94334726	119483380
(b) Trade Payables	"5"	1301328	738811
(c) Short-Term Provisions			
Total		200170215	210268254
ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets	"6"	4323077	3628622
Tangible Assets	"7"	15508539	15508539
(b) Non-Current Investments	"8"	207728	194577
(c) Long Term Loans And Advances			
(2) Current Assets	"9"	20537452	15996289
(a) Inventories	"10"	149830059	165743206
(b) Trade Receivables	"11"	3877472	5323465
(c) Cash and Cash Equivalents	"12"	5885888	3873556
(d) Short-Term Loans and Advances			
Total		200170215	210268254

Significant Accounting Policies and Additional Notes on Accounts Forming an Integral Part of these Financial Statements

"20"

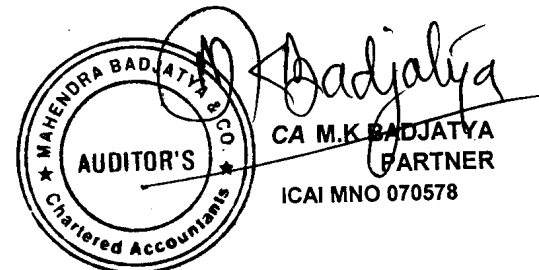
As Per our report of even date attached
Statutory Auditors
For MAHENDRA BADJATYA & CO
CHARTERED ACCOUNTANTS
ICAI FRN 001457C

For Satya Shyam Trading Ltd.
R. Bansal *S.P. Agarwal*

RAJ BANSAL
DIRECTOR
(DIN: 00545292)

SHIV PRASAD AGARWAL
MANAGING DIRECTOR
(DIN: 00545387)

PLACE: INDORE
DATE : 02/09/2017



SATYA SHYAM TRADING LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2017

(Amount in `)

	Note No.	2016-17	2015-16
Operations	"13"	589695310	570039784
	"14"	1271054	1230513
Total Revenue		590966364	571270297
Cost of Sales	"15"	571170685	551345085
Inventories	"16"	(4541163)	(1324983)
Benefit Expenses	"17"	4257130	4113414
Depreciation and Amortization Expenses	"18"	3607563	2313325
Other Expenses	"6"	394656	399862
	"19"	10231688	9221501
Total Expenses		585120559	566068204
Profit Before Exceptional Items and Tax		5845805	5202093
Exceptional Items		(54265)	0
Earlier Year Expense		9330	0
Earlier Year Income			
Profit Before Tax		5800870	5202093
Tax Expense:			
(1) Current Tax		1900000	1800000
(2) Deferred Tax		(18699)	(28389)
(3) Earlier Year Tax		199000	0
Profit for the year		3720569	3373704

Earning per equity share of `10/- each (Basic & Diluted)

1.87

1.69

Significant Accounting Policies and Additional Notes on Accounts Forming an Integral Part of these Financial Statements

"20"

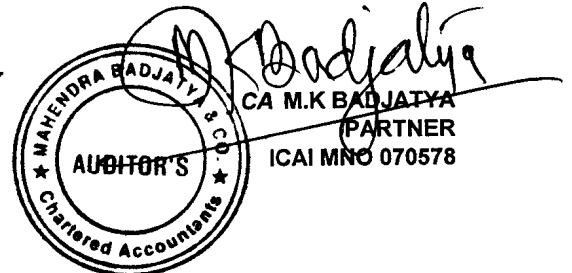
As Per our report of even date attached
Statutory Auditors
For MAHENDRA BADJATYA & CO
CHARTERED ACCOUNTANTS
ICAI FRN 001457C

For Satya Shyam Trading Ltd.,
R. Bansal
S.P. Agarwal

RAJ BANSAL
DIRECTOR
(DIN: 00545292)

SHIV PRASAD AGARWAL
MANAGING DIRECTOR
(DIN: 00545387)

PLACE: INDORE
DATE : 02/09/2017



CA M.K. BADJATYA
PARTNER
ICAI MNO 070578

SATYA SHYAM TRADING LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March, 2017

	2016-17	2015-16
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax & Extra-ordinary Items	5845805	5202093
Adjustment for		
Depreciation	394656	399862
(Profit)/loss on Sale of Fixed Assets	67970	(213998)
Profit on Sale of Shares (Net)	-	(7659)
Dividend Income	(8364)	(12194)
Operating Profit Before Working Capital Changes	6300067	5368104
Movement in Working Capital		
(Increase)/Decrease in Inventories	(4541163)	(1324983)
(Increase)/Decrease in Trade Receivables	15913147	(33999442)
Increase/(Decrease) in Trade Payable	(25148654)	21756114
(Increase)/Decrease in Loan & Advances	(2025483)	1177202
(Increase)/Decrease in Short term Provisions	562517	-
Cash generated from Operations	(8939569)	(7023005)
Earlier Year Direct Tax paid (net)	(243935)	-
Direct Tax paid (net)	(1900000)	(1800000)
Net Cash Used in Operating Activities	(A) (11083504)	(8823005)
B) CASH FLOW FROM INVESTING ACTIVITIES :		
Purchases of Fixed Assets	(1457081)	(672445)
Sale of Fixed Assets	300000	214000
Purchases of Investment	-	(2003315)
Sale of Investment	-	2007659
Dividend Income	8364	12194
Net Cash used in Investing Activities	(B) (1148717)	(441907)
C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds / (Repayment) from Unsecured Loan	10786228	6472018
Net Cash generated from Financing Activities	(C) 10786228	6472018
Net increase in cash and cash equivalents (A + B + C)	(1445993)	(2792894)
Opening Balance of Cash & Cash Equivalents	5323465	8116359
Closing Balance of Cash & Cash Equivalents	3877472	5323465

As Per our report of even date attached
Statutory Auditors
For MAHENDRA BADJATYA & CO
CHARTERED ACCOUNTANTS
ICAI FRN 001457C

PLACE: INDORE
DATE : 02/09/2017

RAJ BANSAL
DIRECTOR
(DIN: 00545292)

SHIV PRASAD AGARWAL
MANAGING DIRECTOR
(DIN: 00545387)

CA M K BADJATYA
PARTNER
ICAI MNO 070578



SATYA SHYAM TRADING LIMITED
NOTES FORMING PART OF BALANCE SHEET

CAPITAL

(Amount in `)

Particulars	2016-17		2015-16	
	Number		Number	
Authorized Equity Shares of `10 each	3000000	30000000	3000000	30000000
Issued, Subscribed & Paid up Equity Shares of `10 each	1992560	19925600	1992560	19925600
Total	1992560	19925600	1992560	19925600

Note: The Company has only one class of equity shares, each equity share is entitled for one vote.

Reconciliation of the Equity Shares outstanding at the beginning and at the end of the year

Particulars	2016-17		2015-16	
Shares Outstanding at the Beginning of the Year	1992560	19925600	1992560	19925600
Shares Issued during the Year	0	0	0	0
Shares Bought Back during the Year	0	0	0	0
Shares Outstanding at the end of the Year	1992560	19925600	1992560	19925600

Details of Shareholders holding more than 5% of Share Capital of the Company

Particulars	2016-17		2015-16	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
New Tea Company Ltd.	272150	13.65%	272150	13.65%
Eagle Vanijya Pvt. Ltd.	120000	6.02%	120000	6.02%
Gaytri Devi Agarwal	156000	7.83%	156000	7.83%
Divya Agarwal	136900	6.87%	136900	6.87%
Bhagwati Prasad Agarwal	130600	6.55%	130600	6.55%
Manju Devi Agarwal	125000	6.27%	125000	6.27%
Total	940650	47.19%	940650	47.19%



SATYA SHYAM TRADING LIMITED

(Amount in ₹)

	2016-17	2015-16
RESERVE AND SURPLUS		
Premium Account		
Balance as per last year	14944200	14944200
General Reserve		
Balance as per last year	2000000	2000000
Surplus		
Opening balance in profit & Loss A/c	28715179	25341475
Add: Net Profit for the current year	3720569	3373704
Closing Balance	32435748	28715179
Total ₹	49379948	45659379

NOTE - 3**SHORT TERM BORROWINGS****Unsecured Loans**

From Companies

	34732777	23946549
Total ₹	34732777	23946549

NOTE - 4**TRADE PAYABLES**

Creditors for Goods

Related Parties

Others

Outstanding liability for expenses :

Statutory Liabilities

Other Liabilities

	83319002	111072276
	3642554	2878480
	2067481	1759745
	5305690	3772879
Total ₹	94334726	119483380

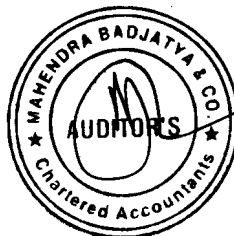
NOTE - 5**SHORT TERM PROVISIONS**

Provision for Gratuity

Provision for Income Tax

Less: Advance Tax and TDS

	573894	530481
1900000		
1172566	727434	208330
Total ₹	1301328	738811



SATYA SHYAM TRADING LIMITED

SATYA SHYAM TRADING LIMITED

INVESTMENTS

(Amount in ₹)

				2016-17	2015-16
Investment (At Cost, fully paid unless otherwise stated)					
Name of the Company	No. of Shares		Face Value		
	Curr. Yr.	Prev. Yr.			
(a) Investment in Equity Instruments (Quoted)					
Reliance Industries Ltd.	107	107	10	104997	104997
Jai Prakash Associates Limited	21	21	10	3314	3314
Unitech Ltd.	300	300	10	22778	22778
				131089	131089
(b) Investment in Equity Instruments (Unquoted)					
(i) Related Parties					
Atal Tea Co. (1943) Ltd.	100000	100000	10	1000000	1000000
Bijalimoni Tea & Finance Pvt. Ltd.	20000	20000	10	200000	200000
Candour Engineering Pvt. Ltd.	30500	30500	10	68625	68625
CB Impex Pvt. Ltd.	90000	90000	10	900000	900000
Chandan Tea Industries Pvt. Ltd.	700000	700000	10	6872174	6872174
Cooch Behar Agro Tea Estate Pvt. Ltd.	152500	152500	10	1525000	1525000
Eagle Vanijya Pvt. Ltd.	50000	50000	10	116550	116550
Kolkata Wagons Pvt. Ltd.	5000	5000	10	500000	500000
Matidhar Tea & Finance Ltd.	20000	20000	10	200000	200000
Multipack Plastics Pvt. Ltd.	12000	12000	10	27000	27000
New Tea Properties Pvt. Ltd.	100000	100000	10	1000000	1000000
North Dinaipur Tea Agro Pvt. Ltd.	10000	10000	10	100000	100000
Nutan Finvest Pvt. Ltd.	86500	86500	10	131400	131400
Rajathan Housing & Investment Pvt. Ltd.	34770	34770	10	347700	347700
Rishab Finvest Pvt. Ltd.	35000	35000	10	350000	350000
Yuvaraj Finvest Pvt. Ltd.	30000	30000	10	300000	300000
(ii) Others					
Ellenbarri Tea Co.Ltd.	200	200	10	12000	12000
Pioneer Finance & Marketing Ltd.	25000	25000	10	250000	250000
				13900449	13900449
(c) Investment in Mutual Fund (Quoted)					
Birla S/L Dividend Yield [Growth]	691	691		55668	55668
HDFC MID-CAP OPP. GROWTH [U-1407.401]	1407	1407		28311	28311
HDFC MID-CAP OPPORTUNITY [U-1318.085]	1318	1318		28806	28806
IDFC Premier [Growth]	334	334		10000	10000
IDFC Small & Midcap [Growth]	591	591		10000	10000
RELIANCE EQUITY OPP. GROWTH [U-1220.283]	1220	1220		46080	46080
Reliance MF Vision [Growth Plan]	572	572		154280	154280
Religare Mid [Growth]	1980	1980		27547	27547
SBI MF [Infrastructure]	100000	100000		1000000	1000000
Standard Chartered MF	10000	10000		100000	100000
				1460691	1460691
(d) Investment in Non-convertible Debenture (Unquoted)					
Tisco (NCD)	10	10	10	6000	6000
12.5% Vxl India Ltd.	20	20	50	10310	10310
				16310	16310
Total (a+b+c+d+e)				15508539	15508539
Aggregate cost of un-Quoted Investments				13916759	13916759
Aggregate cost of Quoted Investments				1591780	1591780
Aggregate Market Value of Quoted Investments				2210276	1674289



SATYA SHYAM TRADING LIMITED

(Amount in ₹)

2016-17 2015-16

LOANS AND ADVANCES

(Considered good, unless otherwise stated)

Government Authorities

	207728	194577
Total ₹	207728	194577

REVENUES

(Valued and Certified by Management)

Trade of Tea

	20537452	15996289
Total ₹	20537452	15996289

NOTE - 10

RECEIVABLES

(Considered good, unless otherwise stated)

Due for More than Six Months

Considered Good

Considered Doubtful

(Including Related Parties)

	663167	1020600
	160945	207317
	149005947	164515289
Total ₹	149830059	165743206

NOTE - 11

CASH AND CASH EQUIVALENTS

Balances with Banks in Current Account

Cash on Hand

	2475850	4131730
	1401622	1191735
Total ₹	3877472	5323465

NOTE - 12

SHORT-TERM LOANS AND ADVANCES

(Unsecured, considered good, unless otherwise stated)

Advance Against Property Purchases

Advances Receivable in Cash or in Kind or for Value to be Received:

Income Tax Refundable

VAT Credit Receivables

	1679307	1679307
	3979579	1824042
	23520	286130
	203482	84077
Total ₹	5885888	3873556

NOTE - 13

REVENUE FROM OPERATIONS

Sale of Tea

(Including Related Party as per note no 20(B)(5))

Adhat Sales

Adhat Commision

Own Sales

	395115158	327734252
	13430444	11678720
	181149708	230626812
Total ₹	589695310	570039784



SATYA SHYAM TRADING LIMITED

(Amount in `)

2016-17**2015-16****NOTE - 14**

Debit Balance (Net)

Debit Balance

Debit Balance

Debit Balance Debtor Parties

Debit Balance Charges (Related Party)

Debit Balance Receipts

Debit Balance (Related Party)

Debit Balance Sale of Asset

Debit Balance Gain on Sale of MF (Net)

148750

8481

8364

66858

501888

368713

168000

0

0

Total**1271054**

187031

39224

12194

105810

436428

60169

168000

213998

7659

1230513**NOTE - 15****CHARGE OF TEA (INCLUDING DIRECT EXPENSES)**

Debit Balance Related Party as per note no 20(B)(5)

Debit Balance Purchase

Debit Balance Purchase

395115166

176055519

Total**571170685**

327734252

223610833

551345085**NOTE - 16****CHANGES IN INVENTORIES (TEA)****(Increase) / Decrease in Stocks**

Opening Stock

Stock in Trade

Less : Closing Stock

Stock in Trade

15996289

14671306

20537452

15996289

Total**(4541163)****(1324983)****NOTE - 17****EMPLOYEE BENEFIT EXPENSES**

Provision for Gratuity

Salary, Wages and Bonus

Staff Welfare Expenses

43413

3915568

298149

Total**4257130**

353022

3518899

241493

4113414**NOTE - 18****FINANCE COSTS**

Bank Charges

Interest Paid

22012

3585551

Total**3607563**

27384

2285941

2313325

SATYA SHYAM TRADING LIMITED

(Amount in `)

2016-17**2015-16****EXPENSES**

Advertisement & Publicity		335782	232551
Director Remuneration			
Audit	82600		
Debt	<u>17700</u>	100300	147750
Insurance, Discount & Rebates		39900	24364
Charity & Donation		878537	1512321
Director Remuneration		37000	28100
Director's LIC (Superannuation)		3540000	2596260
Insurance Charges		531000	387000
Legal & Professional Fees		87334	84440
Miscellaneous Expenses		103241	152855
Office Expenses		243148	326030
Postage & Telegram Charges		373768	279970
Rates & Taxes		617362	625371
Rent		46495	60357
Related Party	353400		
Others	<u>996623</u>	1350023	1131142
Sales Promotion Expenses		522268	307636
Loss on sale of Asset		67970	0
Travelling & Conveyance Expenses		1357560	1325354

Total**10231688****9221501**

SATYA SHYAM TRADING LIMITED

ACCOUNTING POLICIES AND ADDITIONAL NOTES ON ACCOUNTS FORMING AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

ACCOUNTING POLICIES :

ACCOUNTING

The financial statements have been prepared in accordance with generally accepted accounting principals and specified standards in India under the historical cost convention on accrual basis in accordance with the provisions of section 133 of the Companies Act, 2013 read with rule 7 of Companies (Accounts) Rules 2014.

The Company is also carrying on the business of Adhat Sales on Commission basis. The Sales & Purchase on this account are booked at gross value excluding adhat commission.

ASSETS :

Assets are stated at acquisition cost less depreciation.

DEPRECIATION :

The company has adopted the overall useful life of its assets pursuant to the provisions of section 123 read with schedule II part C of Companies Act, 2013, and accordingly depreciation is charged on straight line method.

INVESTMENTS :

Investments classified as Long term Investments are stated at cost. No provision against diminution in the value of Investment is made as the same are considered as long term.

INVENTORY :

Inventories are valued at Cost or Market Value whichever is lower.

GRATUITY :

Adequate provision of gratuity has been made in books of accounts.

TAXATION :

Current tax is determined as the amount of tax payable in respect of taxable income for the year. The deferred tax for timing difference between the book and tax profit for the year is accounted for at the prevailing tax rates at the Balance Sheet date. The Deferred Tax Asset, if any, is ignored as a matter of prudence.

8) RETIREMENT BENEFITS:

As per Accounting Standard-15 no calculation is made however-

- 1) Retirement benefits in the form of Provident Fund & Other Fund, if any, are charged to the Statement of Profit and Loss account of the year when contributions to the respective Funds are due.
- 2) Gratuity liability under the Payment of Gratuity Act is paid, if any, and charged to the Statement of Profit and Loss account for the year when contributions to the LIC Group Gratuity trust is due.

9) CONTINGENT LIABILITIES :

Contingent liabilities as defined in the accounting standards 29 on "Provisions, Contingent Liabilities and Contingent Assets" are disclosed by way of additional notes on accounts. Disclosure is not made if the possibilities of the future economic benefit/obligations, claims are remote. Provision is made, if it is probable that an outflow of future economic benefit/claims will be required to settle the obligation.

B) ADDITIONAL NOTES ON ACCOUNTS :

1) Notes 1 to 20 Referred herein above forms an integral part of these Financial Statements.

2) The company is contingently liable in respect of VAT Tax Demand ` 102353 (Pr.Yr. ` 146423), Entry Tax Demand ` 4389 (Pr.Yr. ` 4548) and Income Tax Demand ` 181510 (Pr.Yr. ` NIL) and amount deposited there against under protest ` 106732 (Pr.Yr. ` 150971).

3) In accordance with the accounting standard AS - 13, the long-term investments held by the Company are to be carried at cost. All the investments of the Company have been considered by the management to be of long - term nature and no provision, if any, for the diminution in the value of investments is considered necessary. The relevant share certificates are subject to Verification/Confirmation.

4) Additional information as required under part II of schedule III to the companies Act, 2013 in respect of foreign exchange earnings and outgo - Nil (Pr.Yr. Nil).

5) RELATED PARTY TRANSACTIONS AS PER ACCOUNTING STANDARD - 18

In accordance with Accounting Standard-18 the related party disclosure is as under, the information regarding related party have been determined to the extent, such parties have been identified on the basis of information available with the company:

I Name of related parties:

a) Associates in which key managerial personnel & their relatives exercise significant influence:

- 1) Atal Tea Company Ltd.
- 2) Balason Tea Company Ltd.
- 3) CB Impex Pvt. Ltd.
- 4) Candour Engineering Pvt. Ltd.
- 5) Chandan Tea Industries Pvt. Ltd.
- 6) Chandan Mall Binod Kumar (Proprietorship)
- 7) Cooch Behar Agro Tea Estate P. Ltd.
- 8) Jalpaiguri Duars Tea Company Ltd.
- 9) Maharaja Tea Pvt. Ltd.
- 10) Multipack Plastics Pvt. Ltd.
- 11) New Tea Company (Partnership Firm)
- 12) New Tea Company Ltd.
- 13) New Tea Marketing Pvt. Ltd.
- 14) North Dinajpur Tea Agro Ltd.
- 15) Rahul Tea Company (Proprietorship)
- 16) Rheabari Tea Company Ltd.
- 17) Senchal Agro Pvt. Ltd.
- 18) Micro Multicom Pvt. Ltd.
- 19) Harsh Tea Company



Personnel:
Managing Director
Whole Time Director
Director
Director
Director

Managerial Personnel:
Devi Bansal
Devi Agrawal
Devi Agarwal
Bansal

with related parties (on arm's length basis) for the year ended 31/03/2017

Transaction	Enterprises in which key managerial personnel exercise significant influence	Key managerial personnel	Relative of key managerial personnel
1) Purchase	351563479	-	-
2) Adhat Sales	254382581	-	-
3) Local Purchase	49722907	-	-
4) Import Sales	119886241	-	-
5) Commission Received	12028436	-	-
6) Brokerage Received	1286762	-	-
7) Director Remuneration	-	3540000	-
8) LIC Super Annuation	-	531000	-
9) Rent Paid	41400	-	-
10) Rent Received	168000	-	-
11) Godown Rent	-	156000	156000
12) Job Work Income	501888	-	-

6) EARNING PER SHARE:

In accordance with AS 20 the earning per share of the company stands as under :

Particulars	2016-17	2015-16
Profit after Tax	3720569	3373704
No. of Shares Outstanding	1992560	1992560
Earning Per Share Basic	1.87	1.69
Earning Per Share Basic (Diluted)	1.87	1.69

7) The Company is operating in only one Segment therefore the Accounting standard AS-17 "Segment Reporting" is not applicable to the Company.

8) As per AS-3 the Cash Flow Statement is enclosed herewith.

9) Deferred Tax : Deferred Tax is recognized on the timing differences and accounted at the current rate of tax as under :-

Particulars	2016-17 (in `)	2015-16 (in `)
WDV as per Company Law	4323077	3628622
WDV as per Income Tax Act	2718430	1963461
Timing Difference	1604647	1665161
Deferred Tax element - Tax Effect	495836	514535
Less : Already Provided	514535	486146
Deferred tax to be provided	(18699)	28389

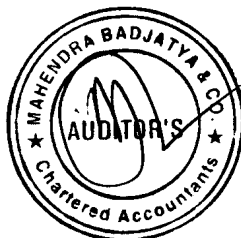
10) The Company is entitled to receive the subsidy of ` 523547/- (P.Y. ` 523547/-) on New Plant & Machinery from the tea Board under " TEA QUALITY UP-GRADATION and PRODUCT DIVERSIFICATION " Scheme. The Amount of subsidy will be accounted for as and when received.

11) Auditor's Remuneration:

PARTICULARS	2016-17 (in `)	2015-16 (in `)
Statutory Audit Fees	82600	70000
Tax Audit Fees	17700	15000
Certification and Consultancy	0	62750
Total	100300	147750

12) The details of Specified Bank Notes (SBN) held and transacted during the period from 8th November, 2016 to 30th December, 2016 pursuant to the requirement of Notification G.S.R 308(E) dated 30th March 2017. Further to confirm that the company has complied with all relevant guidelines/notifications issued by Reserve Bank of India from time to time in respect of holding and dealing with Specified Bank Notes, and that the company had proper controls, system and procedures in place for such compliances.

Particulars	Specified Bank Notes (in `)	Other	Total (in `)
Closing Cash in Hand as on 08.11.2016	2545500	339248	2884748
(+) Permitted Receipts	0	2658258	2658258
(-) Permitted Payments	0	285605	285605
(-) Amount Deposited in Banks	2545500	1865650	4411150
Closing Cash in Hand as on 30.12.2016	0	846251	846251



- 13) As per the information on records, the Company does not have any due outstanding to Micro and Small Industries enterprises under MSMED Act, 2006.
- 14) Figures of Trade Receivables, Trade Payables, Loans & Advances are subject to respective consent, confirmation, reconciliation and consequential adjustments, if any.
- 15) Previous Year figures have been rearranged, recasted and regrouped wherever necessary.

As Per our report of even date attached
Statutory Auditors

For MAHENDRA BADJATYA & CO
CHARTERED ACCOUNTANTS

ICAI FRN 001457C

For Satya Shyam Trading Ltd. Satya Shyam Trading Ltd.

PLACE: INDORE
DATE : 02/09/2017

RAJ BANSAL
DIRECTOR
(DIN: 00545292)

SHY PRASAD AGARWAL
MANAGING DIRECTOR
(DIN: 00545387)

CA N.K. BADJATYA
PARTNER
(ICAI FRN 070578)

