



SANJEEV ANAND & ASSOCIATES
Chartered Accountants
77, Navyug Market,
Ghaziabad.

INDEPENDENT AUDITORS' REPORT

To
The Members of
SWACHH INDUSTRIES LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of Swachh Industries Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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 and the Order under section 143(11) of the Act.

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.



SWACHI INDUSTRIES LIMITED

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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2017 and 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 'Annexure A' a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that :
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b. In our opinion, proper books of account as required by law, have been kept by the Company so far as it appears from our examination of those books.
 - 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.
 - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. On the basis of written representations received from the directors as on March 31, 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" to this report.
 - 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



SWACHI INDUSTRIES LIMITED

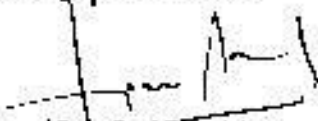
opinion and to the best of our information and according to the explanations given to us :

- i. The Company does not have any pending litigations which has impact on its financial position;
- ii. The Company does not have any long term contracts including derivative contracts for which there were any material foreseeable losses;
- iii. The company does not have amounts which were required to be transferred to the Investor Education and Protection Fund.
- v. The company has provided requisite disclosures in the financial statements as to holding as well as dealing in Specified Bank Notes during the period from 8th November 2016 to 30th December 2016. Based on audit procedures and relying on the management representation, we report that the disclosures are in accordance with the books of account maintained by the company and as produced to us by the management. Refer to note no. 13.



Place : GHAZIABAD
Date : 29th May 2017

For SANJEEV ANAND & ASSOCIATES
Chartered Accountants
Firm Reg. No. 007171C


(S. AGARWAL)
Partner
M.NO. 072907

ANNEXURE 'B' TO THE INDEPENDENT AUDITORS' REPORT

(Referred to paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

We have audited the internal financial controls over financial reporting of Swachh Industries Limited ("the Company") as on March 31, 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 controls over financial reporting criteria established by the company considering 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 asset, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of the reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards of Auditing prescribed under Section 143(10) of the Act and the Guidance Note, to the extent applicable to an audit of internal financial controls. Those standards and the Guidance Note require that we comply with the 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 control 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 standalone 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.



SWACHI INDUSTRIES LIMITED

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 preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial controls over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 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.



Place : GHAZIABAD
Date : 29th May 2017

For SANJEEV ANAND & ASSOCIATES
Chartered Accountants
Firm Reg. No. 007171C

(S. AGARWAL)
Partner
M.NO. 072907

ANNEXURE 'A' TO THE INDEPENDENT AUDITORS' REPORT

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

Report on Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Companies Act, 2013 ("the Act") of Swachh Industries Limited ("the Company"):

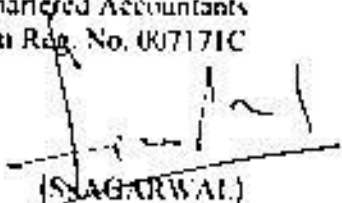
1. The company is not having any fixed assets.
2. The company is not having any inventories.
3. According to the information and explanations given to us, the company has granted loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Act, which are not prima facie prejudicial to the interest of the Company.
4. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
5. The company has not accepted any deposits during the year and does not have any unclaimed deposits as on 31st March, 2017.
6. Reporting under clause 3(vi) of the Order is not applicable as the Company's business activities are not covered by the Companies (Cost Records and Audit) Rules, 2014.
7. According to the information and explanations given to us, in respect of statutory dues:
 - i. The Company has generally been regular in depositing undisputed statutory dues including provident fund, employees' state insurance, Income tax, sales tax, service tax, value added tax, duty of customs, duty of excise, cess and any other material statutory dues applicable to it with appropriate authorities.
 - ii. There are no undisputed amounts payable in respect of provident fund, employees' state insurance, Income tax, sales tax, service tax, value added tax, duty of customs, duty of excise, cess and any other material statutory dues in arrears as at 31st March, 2017 for a period of more than six months from the date they became payable.




SWACHH INDUSTRIES LIMITED

8. In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of loans or borrowings to the banks. The Company does not have any outstanding dues in respect of financial institutions and debenture holders during the year.
9. Based on the information and explanations given to us by the management, the Company has not raised any money by way of term loan or initial public offer or further public offer (including debt instrument)
10. According to the information and explanations given to us, no material fraud by the company or on the company by its officers or employees has been noticed or reported during the course of our audit.
11. According to the information and explanations given to us, the management has paid managerial remuneration in accordance with the provisions of section 197 read with Schedule V to the Companies Act, 2013.
12. In our opinion, the Company is not a nidhi company. Therefore, the provisions of clause 3(xii) of the order are not applicable.
13. According to the information and explanations given to us, the transactions with the related parties are in compliance with Section 177 and 188 of the Companies Act 2013 where applicable and details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
14. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures hence reporting under clause 3(xiv) of the order is not applicable to the Company.
15. According to the information and explanations given to us, the company has not entered in to any non-cash transaction with the director or persons connected with him as referred to in section 192 of the Companies Act, 2013.
16. According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.

For SANJEEV ANAND & ASSOCIATES
Chartered Accountants
Firm Reg. No. 007171C


(SAGARWAL)
Partner
M.NO. 072907


Place : GHAZIABAD
Date : 29th May 2017

SWACHH INDUSTRIES LIMITED.BALANCE SHEET AS AT 31st MARCH 2017

Particulars	Note No	As on 31.03.2017
I. EQUITY AND LIABILITIES		
Shareholder's Funds		
Share Capital	1	10 000 000.00
Reserves and Surplus	2	(6,515.00)
Non-Current Liabilities		
Long-term borrowings		-
Deferred tax liabilities (Net)		-
Current Liabilities		
Trade payables		-
Other current liabilities	3	6,515.00
Short Term Provisions		-
Total		10,000,000.00
II. Assets		
Non-current assets		
Fixed assets		
Tangible assets		
Non-current investments	4	3 065 500.00
Other non-current assets	5	222,480.00
Current assets		
Current investments		
Inventories		-
Trade receivables		-
Cash and cash equivalents	6	177,520.00
Short-term loans and advances	7	6,534,500.00
Total		10,000,000.00

As per our report of even date attached
For SANJEEV ANAND & ASSOCIATES
Chartered Accountants

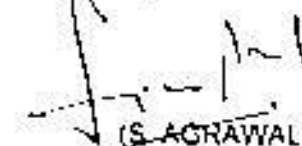
Firm Regn. No. 0071711


For & ON BEHALF OF BOARD
For SWACHH INDUSTRIES LIMITED

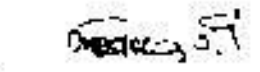
For Swachh Industries Limited

For Swachh Industries Limited

Place Ghaziabad
Dated: 29th May 2017


(S. AGRAWAL)
Partner
M.No. 072907


(Sushil Kumar Garg)
Director
Din 01578114


(Sunil Kumar Garg)
Director
Din 01494934

SWACHH INDUSTRIES LIMITED.

STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED 31st MARCH 2017

Particulars	Note	As on 31st March 2017
Income		
Revenue from operations		-
Total (I)		-
Expenses		
Financial costs		-
Depreciation and amortization expense		-
Other expenses	8	6,515.00
Total (II)		6,515.00
Profit before exceptional items and tax (I - II)		(6,515.00)
Exceptional Items		-
Prior Period Adjustments		-
Profit before tax		(6,515.00)
Tax expense:		
Current tax		-
Deferred tax		-
Profit/(Loss) for the period		(6,515.00)
Earning per equity share:		
(1) Basic		-
(2) Diluted		-

Notes on Financial Statements & Significant accounting policies

1 to 14

As per our report of even date attached
For SANJEEV ANAND & ASSOCIATES
Chartered Accountants
Firm Regn No 00717

For & ON BEHALF OF BOARD
For SWACHH INDUSTRIES LIMITED

For Swachh Industries Limited

For Swachh Industries Limited

Place: Ghaziabad
Dated 29th May 2017

(S. AGRAWAL)
Partner
M No. 072907

(Sushil Kumar Garg)
Director
D.n 01578114

(Sunil Kumar Garg)
Director
Din 01494994

M/s SWACHH INDUSTRIES LTD.CASH FLOW STATEMENT AS AT 31ST MARCH, 2017

<u>PARTICULARS</u>	<u>31.03.2017</u>	<u>31.03.2016</u>
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Profit before tax and extraordinary items	(6,515)	.
Adjustments for :		
Depreciation	-	.
Loss on Sale of Fixed Assets	-	.
Finance Cost	-	.
Other Income from Investments	-	.
Operating profit before working capital changes	(6,515)	.
Adjustments for :		
Trade & Other Receivables	(6,756,980)	.
Inventories	-	.
Trade & Other Payables	6,515	.
Cash generated from operations	(6,756,980)	.
Direct Taxes	-	.
Previous Year Adjustment	-	.
NET CASH FROM OPERATING ACTIVITIES (A)	(6,756,980)	.
<u>CASH FLOW FROM INVESTMENTS ACTIVITIES</u>		
Purchase of fixed assets	-	.
Sale of fixed assets	-	.
Purchase of Investments	(3,065,500)	.
Other Income from Investments	-	.
NET CASH USED IN INVESTING ACTIVITIES (B)	(3,065,500)	.
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
Proceeds from Unsecured Loans	-	.
Proceeds from borrowing from working capital	-	.
Proceeds from Issue of Share Capital	10,000,000	.
Proceeds from borrowing from term loans	-	.
Interest paid	-	.
NET CASH USED IN FINANCING ACTIVITIES (C)	10,000,000	.
Net change in cash and cash equivalents	177,520	.
Cash and cash equivalents as at 1st April	.	.
Cash and cash equivalents as at 31st March	177,520	.

As per our report of even date attached
For SANJEEV ANAND & ASSOCIATES

Chartered Accountants

Firm Regn. No. 00717

For & ON BEHALF OF BOARD
For SWACHH INDUSTRIES LIMITED

For Swachh Industries Limited For Swachh Industries Limited

Place: Ghaziabad
Dated 29th May 2017

(S. AGRAWAL)
Partner
M No 072907

Director

(Sushil Kumar Garg)
Director
Din 01578114

Director

(Sunit Kumar Garg)
Director
Din 01494994

SWACHH INDUSTRIES LIMITEDNOTES ON FINANCIAL STATEMENT FOR THE YEAR ENDED 31st MARCH 2017

PARTICULARS	As on 31.03.17
1. SHARE CAPITAL	
Authorised Capital	
10,00,000 equity shares of Rs 10/- each	10,000,000.00
Issued, Subscribed capital	
10,00,000 equity shares of Rs 10/- each	10,000,000.00
Paid-up Capital	
Balance as per the last financial statements	-
Add: Issued during the year	
10,00,000 equity shares of Rs 10/- each	10,000,000.00
Closing Balance	
10,00,000 equity shares of Rs 10/- each	10,000,000.00
TOTAL:	10,000,000.00

Details of shareholding more than 5%	As on 31.03.2017		As on 31.03.2016	
	No. of shares	% Held	No. of shares	% Held
Goodluck India Ltd	1,000,000	100.00%	-	-

2. RESERVES AND SURPLUS**Surplus in the statement of Profit & Loss**

Balance as per the last financial statements

Add: Profit for the year

(6,515.00)

Amount available for appropriation

(6,515.00)

Less: Appropriations:

Amount transferred to General Reserve

Closing Balance**(6,515.00)****J. OTHER CURRENT LIABILITIES****Others**

Liabilities for Expenses

6,515.00

TOTAL:**6,515.00**

SWACHH INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENT FOR THE YEAR ENDED 31st MARCH 2017

PARTICULARS	As on 31.03.17
4. <u>NON CURRENT INVESTMENTS</u> (valued at cost unless stated otherwise) Unquoted Equity Instruments Novalty Enterprises Pvt. Ltd.	3 065 500.00
TOTAL:	<u>3,065,500.00</u>
5. <u>OTHER NON CURRENT ASSETS</u> Preliminary Expenses	222,480.00
TOTAL:	<u>222,480.00</u>
6. <u>CASH AND CASH EQUIVALENT</u> Cash In hand Balances with banks In current account	177 520.00
TOTAL:	<u>177,520.00</u>
7. <u>SHORT TERM LOANS & ADVANCES</u> (Unsecured considered good unless stated otherwise) Advances recoverable in cash or in kind or for value to be received	6,534,500.00
	<u>6,534,500.00</u>
8. <u>OTHER EXPENSES</u> Printing & Stationery Misc Expenses Audit Fees	315.00 450.00 5 750.00
TOTAL:	<u>6,515.00</u>



SWACHH INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENT FOR THE YEAR ENDED 31st MARCH 2017

9. The company was incorporated on 10th March 2017 and the final accounts have been prepared from 11.03.2017 to 31.03.2017.
10. Related Party Disclosure as required as per Accounting Standard (AS-18) on "Related Party Disclosure" issued by the Institute of Chartered Accountants of India are as below:

Name of Related parties and description of relationship with whom transactions have taken place during the year -

- (a) Entities controlled by Directors and their Relatives,
Novalty Enterprises Pvt. Ltd

Nature of Transaction	(Rs. In Lacs)	
	Entities Controlled by Directors & their relatives	
	2016-17	2015-16
Advances Given	65.35	.

11. CONTINGENT LIABILITIES

Contingent Liabilities not provided NIL

12. Estimated amount of contracts remaining to be executed on capital account and not provided for amounts to NIL.
13. The notification G.S.R. 308(E) dated March 31, 2017 issued by MCA with regard to Specified Bank Notes (SBNs) is not applicable since the company was incorporated on 11th March, 2017.

14. SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The Financial Statements are prepared under the historical cost convention, on accrual basis of accounting, in accordance with the generally accepted accounting principles, as applicable, accounting standards issued by The Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 1956

B. USE OF ESTIMATES

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amounts of assets, liabilities and disclosure of contingent liabilities on the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized



SWACHH INDUSTRIES LIMITED.

NOTES ON FINANCIAL STATEMENT FOR THE YEAR ENDED 31st MARCH 2017

C. PROVISIONS, CONTINGENT LIABILITIES AND ASSETS

Provisions are recognized only when there is a present obligation as a result of past events and when a reliable estimate of the amount of the obligation can be made. Contingent liability is disclosed for (i) Possible obligation which will be confirmed only by future events not wholly within the control of the Company or (ii) Present obligation arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made. Contingent Assets are not recognized or disclosed in the financial statements




Place: Ghaziabad
Dated 29th May 2017

As per our report of even date attached
For SANJEEV ANAND & ASSOCIATES
Chartered Accountants
Firm Regn. No 0071710

For & ON BEHALF OF BOARD
For SWACHH INDUSTRIES LIMITE

For Swachh Industries Limited For Swachh Industries Limited


S. AGRAWAL (Sushil Kumar Garg)
Partner Director
M No 072907 Din 01578114


(Sunil Kumar Garg)
Director Director
D:n 01494994



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF M/s NOVALTY ENTERPRISES PRIVATE LIMITED Formerly Known as (VENUS INSEC PRIVATE LIMITED)

We have audited the accompanying standalone financial statements of **M/s NOVALTY ENTERPRISES PRIVATE LIMITED Formerly Known as (VENUS INSEC PRIVATE LIMITED)** ("the Company"), which comprise the Balance Sheet as at March 31, 2017 and the Statement of Profit and Loss and the Statement of cash flows for the year then ended, and a summary of the 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 Standalone financial statements that give a true and fair view of the financial position and financial performance and the cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Standalone 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 Standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Standalone 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 Standalone 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 Standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2017, and its profits and cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, we report that:

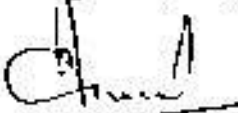
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss and statement of cash flows dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid Standalone 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 March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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 A".

(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company does not have any pending litigations which would affect its financial position in the standalone financial statements.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings Specified Bank Notes (SBNs) as defined in Notification S.O. 3407(E) dated November 8, 2016 of ministry of finance during the period from November 08, 2016 to December 31, 2016 and these are in accordance with the books of accounts maintained by the company and as produced to us by the management.

2. As required by the companies (Auditor's Report) Order, 2016 ('The Order') issued by the Central Government in terms of section 143(11) of the Act, we give in 'Annexure B' a statement on the matters specified in paragraph 3 and 4 of the Act.

For Sudhir Agarwal & Associates
Chartered Accountants
(Firm's Registration No. 509930C)


Sudhir Kr. Agarwal
(Partner)
Membership Number: 088583

Place: New Delhi
Date: May 29, 2017

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

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

Report on the Internal Financial Controls Under Clause (f) 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 **M/s NOVALTY ENTERPRISES PRIVATE LIMITED Formerly Known as (VENUS INSEC PRIVATE LIMITED)** ("the Company") as of March 31, 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for the Internal Financial Controls

The Company's management is responsible for establishing and maintaining Internal financial controls based on internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note of Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include 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 the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's 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 Guidance Note of Audit of Internal Financial Controls over Financial Reporting (the 'Guidance Note') and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were established and maintained and if such controls operated effectively in all material aspects.

Our audit involves performing procedures to obtain audit evidence about adequacy of the Internal financial controls 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

2

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 preparation of financial statements for external purpose 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 disposition of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of the Management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detections of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statement.

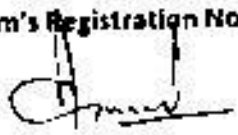
Inherent Limitations of Internal Financial Control over Financial Reporting

Because of the inherent limitations of internal financial control 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 internal financial control over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and 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 March 31, 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 on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Sudhir Agarwal & Associates
Chartered Accountants
(Firm's Registration No. 509930C)


Sudhir K Agarwal
(Partner)
Membership Number: 088583

Place: New Delhi
Date: May 29, 2017

ANNEXURE B TO THE AUDITORS' REPORT


[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' of our Report of even date]

Report on Companies (Auditor's Report) Order, 2016 ('The Order') issued by the Central Government in terms of section 143(11) of the Companies Act, 2013 ('The Act') of M/s NOVALTY ENTERPRISES PRIVATE LIMITED Formerly Known as (VENUS INSEC PRIVATE LIMITED) ('The Company')

- (i) According to the information and explanations given to us, the company has no any fixed assets for which depreciation is be applied. Hence the notes shall not be applicable in the case of the Company.
- (ii) As explained to us, the Inventories were physically verified during the year by the management at reasonable intervals and no material discrepancies were noticed on physical verification.
- (iii) According to the information and explanations given to us, the Company has not granted any interest free unsecured loans to wholly owned subsidiary companies covered in the Register maintained under Section 189 of the Companies Act, 2013; and the provisions of Clause 3(iii)(a),(b),(c) of the said Order are not applicable to the Company as they are wholly owned companies.
- (i) The company has not given loans to its wholly owned companies and not given any guarantees and security according to provisions of section 185 and 186 of the Companies Act, 2013; and therefore, the provision of Clause 3(iv) of the said Order is not applicable to the Company.
- (ii) Based on our scrutiny of the company's records and according to the information and explanation provided by the management, in our opinion the Company has not accepted any deposits from the public within the meaning of Rule 2 of the Companies (Acceptance of Deposits) Rules, 2014 or any directives issued by the RBI.
- (iii) As Informed to us, the Central Government has prescribed for maintenance of cost records under sub-section (1) of Section 148 of the Act and company has been maintained such accounts and records.
- (vii) In respect of statutory dues:
 - (a) According to the records of the Company and information and explanations given to us, the Company has generally been regular in depositing undisputed statutory dues, including Income Tax, Tax Deducted at Sources, Service Tax and other material statutory dues applicable to it, with the appropriate authorities.
 - (b) According to the information and explanations given to us, there were no undisputed amounts payable in respect of Income Tax, Tax Deducted at Source, Service Tax and other material statutory dues in arrears/were outstanding as at March 31, 2017 for a period of more than six months from the date they became payable.

- (viii) In our opinion and according to the Information and explanations given to us, the Company has not defaulted in the repayment of dues to financial institutions and banks.
- (ix) The company has not raised any money from initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the order is not applicable.
- (x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or its employees has been noticed or reported during the year.
- (xi) In our opinion and to best of our information & explanation given to us, the company has paid/provided the managerial remuneration in accordance with the requisite approvals mandated by the provisions of sec-197 r.w. Sch-V of the Act.
- (xii) In our opinion and to the best of our information and according to the explanations given by the management, we are of the opinion that the company is not a Nidhi. Hence, in our opinion, the requirements of Clause 3(xii) of the Order do not apply to the company.
- (xiii) In our opinion and to the best of our information and according to the explanations given by the management, Transactions with the related parties are in compliance with sections 188 of Companies Act, 2013 and section 177 of Companies Act, 2013 is not applicable to the said company.
- (xiv) The Company has not made any preferential allotment of shares to parties during the year. Accordingly, the provisions of Clause 4(xiv) of the Order are not applicable to the Company.
- (xv) In our opinion and to the best of our information and according to the explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of Clause 4(xv) of the Order are not applicable to the Company.
- (xvi) In our opinion and to the best of our information and according to the explanations given by the management, the company is not required to be registered under section 45-IA of the RBI Act, 1934.

For Sudhir Agarwal & Associates
Chartered Accountants
(Firm's Registration No. 509930C)


Sudhir K Agarwal
(Partner)
Membership Number: 088583

Place: New Delhi
Date: May 29, 2017

NOVALTY ENTERPRISES PRIVATE LIMITED

CIN No. U74899DL1995PTC069210
Balance Sheet As At 31st March 2017

(Amount in ₹)

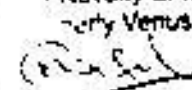
PARTICULARS	Note	As at 31.03.2017	As at 31.03.2016
I EQUITY AND LIABILITIES			
(1) Shareholders' Fund			
Share Capital	2	30,65,500	30,65,500
Reserve and Surplus	3	2325,31,365	1955,22,373
(2) Current Liabilities			
Short Term Borrowings		65,34,500	
Trade Payables		-	
Other Current Liabilities	4	36,89,860	5,000
Short-Term Provisions	5	102,37,100	34,88,434
TOTAL		2560,58,325	2020,81,307
II ASSETS			
(1) Non-Current Assets			
Advance Against Property		25,00,000	
(2) Current Assets			
Current Investments	6	-	899,50,000
Cash and Cash Equivalents	7	25,229	255,92,231
Short-Term Loans and Advances	8	2482,30,357	829,07,571
Other Current Assets	9	53,02,739	36,31,505
TOTAL		2560,58,325	2020,81,307

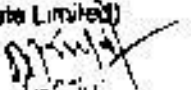
Significant Accounting Policies and Other Notes
Forming Part of the Financial Statements

1

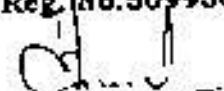
(Notes 1 to 11 referred to above form an integral part of the Balance Sheet & Profit & Loss A/c.)

For And On Behalf Of The Board
Novalty Enterprises Private Limited
(Incorporated in India under the Companies Act, 1956)
(Formerly Venus Insect Private Limited)


Anshu Mittal
Director
DIN No. 07538511


Madhur Gupta
Director
DIN No. 03193827

In terms of our separate report of even date attached
For M/B Sudhir Agarwal & Associates
Chartered Accountants
Firm Reg. No. 509930C


CA Sudhir K Agarwal
Partner
M.No. 088583

Place : Ghaziabad
Date : 29.05.2017

NOVALTY ENTERPRISES PRIVATE LIMITED

CIN No. U74899DL1995PTC069210

Statement of Profit & Loss for the year 31st March, 2017

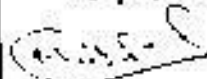
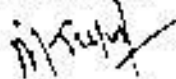
(Amount in Rs.)

PARTICULARS		Note	As at 31.03.2017	As at 31.03.2016
I	Revenue from Operations		-	4,33,280
II	Other Income	10	481,82,905	271,53,162
III	Total Revenue		481,82,905	275,86,442
IV	EXPENSES:			
	Purchases		-	-
	Changes in inventories of stock in trade	11	-	44,81,730
	Employee Benefits Expenses	12	6,40,000	3,10,000
	Administration and Other Expenses	13	1,00,387	32,17,512
V	Total Expenses		7,40,387	80,09,242
VI	Profit Before Tax (III-V)		474,42,518	195,77,200
VII	Tax Expenses:			
	(1) Current Tax		102,37,100	36,83,720
	(2) Earlier Year Tax Adjustment		1,96,426	2,091
VIII	Profit After Tax (VI - VII)		370,08,992	158,91,389
	Earning per Equity Share:			
	(1) Basic		120.73	51.84
	(2) Diluted		120.73	51.84

Significant Accounting Policies and Other Notes
Forming Part of the Financial Statements

1

(Notes 1 to 18 referred to above form an integral part of the Balance Sheet & Profit & Loss A/c.)

For And On Behalf Of The Board
Novalty Enterprises Private LimitedFor Novalty Enterprises Private Limited
(formerly Venus Insec Private Limited)Director
Madhur Mittal
Director
DIN No. 07538511Director
Madhur Gupta
Director
DIN No. 03193827In terms of our separate report of even date attached
For M/S Sudhir Agarwal & Associates
Chartered Accountants
Firm Reg. No.509930C
Sudhir K. Agarwal
Partner
M.No. 088583Place : Ghaziabad
Date : 29.05.2017

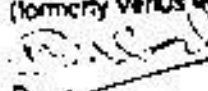
NOVALTY ENTERPRISES PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31.03.2017

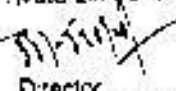
(Amount in ₹)

PARTICULARS	31st March, 2017	31st March, 2016
A CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before taxation, and extraordinary items	474,42,518	158,91,389
Adjustment for :		
Depreciation	-	-
Operating Profit Before Working Capital Changes	474,42,518	158,91,389
Adjustment for :		
(Increase)/Decrease in Inventories	-	44,81,730
Increase/(Decrease) in Short Term Provision	67,48,688	34,48,362
(Increase)/Decrease in Other Current Assets	(16,71,234)	11,22,518
(Increase)/Decrease in Loan & Advances	(1653,22,786)	(603,07,571)
Increase/(Decrease) in Other Current Liability	36,84,850	-
Increase/(Decrease) in Loans Liability	(1061,17,976)	(553,65,554)
Direct Taxes paid	104,33,528	-
Net Cash From Operating Activities (A)	(1195,51,602)	(553,65,554)
B CASH FLOW FROM INVESTING ACTIVITIES:		
Sale of investment	899,50,000	800,00,000
Advance Against Property	(25,00,000)	-
Net Cash used in Investing Activities (B)	874,50,000	800,00,000
C CASH FLOW FROM FINANCING ACTIVITIES:		
Net Cash used in Financing Activities (C)	65,34,500	-
Net Increase/(Decrease) in cash and cash equivalents (A+B+C)	(255,87,002)	248,34,446
Cash & Cash Equivalents as at beginning of the year.	255,92,231	9,57,785
Cash & Cash Equivalents as at Closing of the year.	25,229	255,92,231

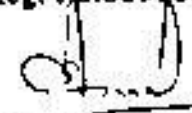
For And On Behalf Of The Board
 Novalty Enterprises Private Limited

For Novalty Enterprises Private Limited
 (Formerly Venus Insec Private Limited)


 Madhu Mittal
 Director
 DIN No. 07538511


 Madhur Gupta
 Director
 DIN No. 03193827

In terms of our separate report of even date attached
 For M/S Sudhir Agarwal & Associates
 Chartered Accountants
 Firm Reg. No. 509930C


 CA Sudhir K Agarwal
 Partner
 M.No. 088583

Place: Ghazalabad
 Date: 29.05.2017

NOVALTY ENTERPRISES PRIVATE LIMITED

CIN No. U74899DL1995PTC049210

Notes on Financial Statements for the Year Ended 31st March, 2017

(Amount in Rs.)

PARTICULARS	As at			
	31.03.2017	31.03.2016		
NOTE: 2 SHARE CAPITAL				
(a) Authorized Capital 200000 Equity Shares of ₹ 10- Each	200,00,000	200,00,000		
TOTAL	200,00,000	200,00,000		
(b) Issued, Subscribed & Paid Up Capital 10,65,500 Equity Shares of ₹ 10- Each Fully Paid up in Cash	10,65,500	10,65,500		
TOTAL	10,65,500	10,65,500		
-c) Shares in the Company held by each Shareholder holding more than 5% Shares are as under				
Name of the Shareholder	As at 31st March 2017		As at 31st March 2016	
	No. of Shares Held	% of Holding	No. of Shares Held	% of Holding
Sratchh Industries Limited	308470	99.99%		
ND Financial Services Pvt. Ltd.			120000	41.16%
NOTE: 3 RESERVE & SURPLUS				
Securities Premium A/C			1762,84,908	1762,84,500
- Opening Balance of Securities Premium				
- Addition During The Year				
Sub-Total (A):			1762,84,908	1762,84,500
Profit & Loss A/C-Surplus				
Opening Balance of P&L A/C			192,37,873	31,48,484
Current year P&L A/C			378,08,993	188,91,388
Sub-Total (B):			570,46,866	192,37,873
TOTAL (A+B)			2333,31,774	194,62,373
NOTE: 4 OTHER CURRENT LIABILITIES				
Audit fee Payable			8,000	5,000
Other Payables			34,84,860	
TOTAL			34,92,860	5,000
NOTE: 5 SHORT TERM PROVISIONS				
Current year provision for tax			102,37,100	14,89,414
TOTAL			102,37,100	14,89,414
NOTE: 6 CURRENT INVESTMENT				
Investment in Eq. Shares				
Non-Trade Investment: quoted				
Equity Shares of Good Luck Steels & Tubes Limited			-	899,50,000
(A):			-	899,50,000
Non-Trade Investment: Unquoted				
Equity Shares of corporate			-	-
(B):			-	-
TOTAL		(A+B)	-	899,50,000

Sc

NOVALTY ENTERPRISES PRIVATE LIMITED

CIN No. U74899DL1995PTC067210

Notes on Financial Statements for the Year Ended 31st March, 2017

[Amount in Rs.]

PARTICULARS	As at 31.03.2017	As at 31.03.2016	
NOTE 7 CASH & CASH EQUIVALENTS			
a) Cash in Hand	7,133	6,65,739	
B) Balances with Scheduled Banks:			
(i) Current Accounts	15,806	219,26,492	
TOTAL	22,939	225,92,231	
SPECIFIED BANK NOTES DISCLOSURE (SBNs)			
In accordance with the MCA notifications G.S.R. 308(E) dated March 30, 2017 details of specified Bank Notes (SBN) and other Denominations Notes (DDN) held transacted the period from November 3, 2016 is given below:			
Particulars	SBNs	DDNs	Total
Closing Cash on hand as on November 3, 2016	6,00,000	5,861	6,05,861
(+) Non Permitted Receipts	-	-	-
(+) Permitted Receipts	-	-	-
(-) Permitted Payments	-	3,801	3,801
(-) Amount Deposited in Banks	6,00,000	-	6,00,000
Closing Cash on Hand as on December 31, 2016	-	6,460	6,460
NOTE 8 SHORT-TERM LOANS & ADVANCES (Unsecured, Considered Good) Advances recoverable in cash or in kind for value to be received	2482,30,367		2482,30,367
TOTAL	2482,30,367		2482,30,367
NOTE 9 OTHER CURRENT ASSETS			
TDS	16,71,204		
Closing Stock	36,31,608		36,31,608
TOTAL	53,02,738		53,02,738
NOTE 10 OTHER INCOME			
Dividend Income	-	24,00,000	
Interest Income	167,12,338	19,52,857	
Profit on sale of Shares (Long Term)	214,78,671	227,10,206	
TOTAL	381,91,009	470,63,063	
NOTE 11 CHANGES IN INVENTORIES OF STOCK IN TRADE			
Opening Bal. of Stock in Trade	36,31,608	81,13,235	
Closing Bal. of Stock in Trade	36,31,608	36,31,608	
TOTAL	-	44,81,730	
NOTE 12 EMPLOYEES BENEFITS EXPENSES			
Salaries & Wages	6,40,000	3,10,000	
TOTAL	6,40,000	3,10,000	
NOTE 13 ADMINISTRATION AND OTHER EXPENSES			
Audit Fee	3,000	5,000	
Bank Charges	1,781	2,729	
Filing Fee	34,800	3,650	
Office Expenses	6,256	63,516	
Printing & Stationary	2,630	4,970	
Professional Fee	19,000		
Conveyance	6,423	57,620	
Demat Charges	4,638	6,812	
General Expenses	14,263	42,610	
Telephone Expenses	8,830	27,584	
Bad debt	-	55,00,000	
TOTAL	1,09,387	32,17,812	

F

NOVALTY ENTERPRISES PRIVATE LIMITED Formerly Known as (VENUS INSEC PRIVATE LIMITED)

Notes forming parts of the financial statements for the year ended 31st March, 2017

Note No.1

I. Basis of Preparation

The Financial Statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Financial Statements have been prepared to comply with in all material respects with the accounting standards prescribed under the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. The Financial Statements have been prepared on an accrual basis and under the historical cost convention.

The Accounting policies adopted in the preparation of the financial statements are consistent with those of previous year.

II. Summary of significant accounting policies.

a. Use of Estimates

The preparation of financial statements in conformity with the Generally Accepted Accounting Principles requires. The Management has made estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions. Therefore, The actual results could be differ from these estimates. Difference between the actual results and estimates are recognized in the period in which the results are known/materialized.

b. Revenue Recognition

Revenue is recognized only on the basis of its certainty to receive and right of its recognition.

i) Income from investment is accounted for as and when right to receive of such income is established.

ii) For any other incomes, the company follows the accrual basis of accounting except :

(a) Where there is no reasonable certainty regarding the amount and / or its collectivity.

(b) Dividend Income is recognized as and when it has received.

c. Inventories

Inventories are valued at cost (computed on FIFO method), after providing for cost of obsolescence and other costs in bringing the inventories to their present location and condition.

5

d. Investments

Long-term investments are stated at cost. Provision for diminution in the value of long term investment is made only if, such a decline is other than temporary in the opinion of the management. The Current investments are stated at lower of cost or quoted/fair vale market value computed category wise.

e. Fixed ,Intangible Assets & Borrowing Cost

(i) Fixed Assets are stated at the r original cost, less provision for impairment losses, if any ,depreciation ,amortization and adjustments on account of foreign exchange fluctuations in respect of changes in rupee liability of foreign currency loans used for acquisition of fixed assets.

(ii) There is no Intangible Assets.

(iii) The borrowing cost such as interest, processing fee etc are recognized in accordance with principal laid down in the Accounting Standard :6 Cost of borrowing related to General borrowing is charged to Profit and loss account.

f. Depreciation & Amortization

Depreciation on Tangible Assets is provided based on the useful lives prescribed under Part C of Schedule II of the Companies Act 2013. Accordingly the remaining life of the Asset is considered after adjusting already lapsed life of assets, from the life prescribed under the new Companies Act. Accordingly depreciation calculated as per new provision.

g. Cash & Cash Equivalent

Cash and cash equivalents comprises cash In Hand and Balances with banks and corporations. The company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to know amounts of cash to be cash equivalents.

h. Employee Benefits

Company is not liable for any P.F and Gratuity.

i. Accounting for taxes for income

Deferred Tax: Deferred tax adjustment is provided on timing differences between tax and accounting treatments that originate in one period and are expected to be reversed or settled in subsequent periods. Deferred tax assets and liabilities are measured using the enacted/substantively enacted tax rate for continuing operations. Adjustment of Deferred tax liability attributable to change in tax rate is shown in the statement of profit and loss as a part of the deferred tax adjustment for the year.

j. Provisions and Contingent Liabilities

Provisions are recognized for present obligations of uncertain timing or amount, arising as a result of a past event where a reliable estimate can be made and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation. Where it is not probable that an outflow of resources embodying economic benefits will be required or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability unless the possibility of outflow of resources embodying economic benefits is remote.

Possible obligations, whose existence will only be confirmed by the occurrence or non occurrence of one or more uncertain future events, are also disclosed as contingent liabilities unless the possibility of outflow of resources embodying economic benefits is remote.

The Company has made proper provision for Taxation for the Financial Year 2016-17.

k. Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares during the year.

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

14. Contingent Liabilities and commitments		Amount in Rupees	
Particulars	Year ended March 31,2017	Year ended March 31,2016	
Guarantee given by bank	Nil	Nil	

15. Obligation & Commitments Outstanding			
Particulars	Year ended March 31,2017	Year ended March 31,2016	
a). Estimated Value of contracts remaining to be executed	Nil	Nil	
b). Bill Discounted with Bank	Nil	Nil	
c). Inventories, loans & advances, trade receivables and other current / non-current assets are reviewed annually and in the opinion of the management do not have a value on realization in the ordinary course of business, less than the amount at which they are stated in the balance sheet.			

16. Auditors Remuneration		Amount in Rupees	
Particulars	Year ended March 31,2017	Year ended March 31,2016	
I} Audit Fees	5,000	5,000	
Total	5,000	5,000	

17. Earnings per share		
	Amount in Rupees	
Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Profit after tax	3,70,08,992	1,58,91,389
Numerator used for calculating basic and diluted earnings per share	3,70,08,992	1,58,91,389
Equity shares outstanding as at the year end	30,65,500	30,65,500
Weighted average number of shares used as denominator for calculating basic & diluted earnings per share	30,65,500	30,65,500
Nominal value per share	10.00	10.00
Basic & Diluted Earnings per share (In rupees)	120.73	51.84

18. Related parties disclosures

Name of related party :

(i) Holding Company	Swachh Industries Limited
(ii) Subsidiary companies	Nil
(iii) Fellow Subsidiary companies	Nil
(iv) Associates	Nil
(v) Key managerial personnel	Mr. Ashish Garg, Mr. Madhur Gupta, Mr. Madhur Mittal,

(vi) Relatives of Key Managerial Persons

a). Transaction with Related Parties

Particulars Key Managerial Persons

	Current Year (Rs.)	Previous Year (Rs.)
Remuneration (Including Perquisites)	-	-
Contribution to Provident Fund & other funds	-	-
Royalty (Including Service Tax.)	-	-
Interest	-	-
Outstanding		
a). Amount Receivable	-	-
b). Amount Payable	65,34,500	-
c). Unsecured loan Given by Director	-	-

For Novaty Enterprises Private Limited
(Formerly Venus Insec Private Limited)

Director

Date

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