

ENCOMPASS DESIGN INDIA PRIVATE LIMITED

Regd.Office :101, Cama Industrial Estate, Sun Mill Compound, Lower Parel, Mumbai – 400 013.

CIN NO.U74210MH2010PTC200672

NOTICE

NOTICE IS HEREBY GIVEN THAT 5th ANNUAL GENERAL MEETING OF ENCOMPASS DESIGN INDIA PRIVATE LIMITED WILL BE HELD ON Wednesday, 30TH SEPTEMBER, 2015 AT 1.30 P.M. AT THE REGISTERED OFFICE OF THE COMPANY, TO TRANSACT THE FOLLOWING BUSINESS:-

ORDINARY BUSINESS:

1. To receive, consider and adopt the Financial Statements of the Company for the year ended March 31, 2015 including audited Balance Sheet as at March 31, 2015 and the Statement of Profit and Loss for the year ended on that date and the Reports of the Board of Directors and Auditors thereon
2. Ratification of Auditors appointment

By order of the board of directors

For ENCOMPASS DESIGN INDIA PRIVATE LIMITED

SD/-

Amit Dalmia

Director

DIN: 00210919

Date: 17th August 2015

Place: Mumbai

ENCOMPASS DESIGN INDIA PRIVATE LIMITED

Regd.Office :101, Cama Industrial Estate, Sun Mill Compound, Lower Parel, Mumbai – 400 013.

CIN NO.U74210MH2010PTC200672

NOTE:-

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy and vote instead of himself and the proxy need not be a member of the company. In order to be effective the proxy form must be received by the company not less than 48 hours before the meeting.
2. The proxy, in order to be effective, should be duly completed, stamped and signed and must be deposited at the registered office of the company not less than 48 hours before the commencement of the meeting.

ENCOMPASS DESIGN INDIA PRIVATE LIMITED

Regd. Office : 101, Cama Industrial Estate, Sun Mill Compound, Lower Parel, Mumbai - 400 013.

Phone : 022 40383000 / Fax : 022 66623049

CIN : U74210MH2010PTC200672

DIRECTORS' REPORT FOR THE FINANCIAL YEAR 2014-2015

To,
Dear Shareholder,

Your directors have pleasure in presenting their 5th Annual Report on the business and operations of the company together with the Audited Statement of Accounts for the year ended 31st March, 2015.

Financial Highlights (Standalone)

The Company's product Gross Merchandise Value is 211,402,769.60 at the end of the year. Further during the year, performance of your company is as under:

Particulars	Year ended 31st March, 2015	Year ended 31st March, 2014
Turnover	96,492,167	51,718,126
Profit/(Loss) before taxation	(17,169,591)	(9,266,710)
Less : Tax Expense	(11,748,915)	(3,737,779)
Profit/(Loss) after tax	(5,420,676)	(13,004,490)
Add : Balance B/F from the previous year	(13,004,490)	-
Balance Profit / (Loss) C/F to the next year	(5,420,676)	(13,004,490)

State of Company's Affairs and Future Outlook:

During the Financial Year 2014-15 Company has earned Rs. 97,337,319 by way of operating income and other income as compared to previous financial year 2013-14 Rs. 51,847,895. The Company has incurred loss (before tax) of Rs. 17,169,591 as compared to previous year Loss for financial year 2013-14 Rs. 9,266,710 and during the financial Year 2014-15 the Company has earned Net Loss (after Tax) Rs. 5,420,676 as compared to previous financial year 2013-14 Rs. 13,004,490.

Dividend

In the view of loss, the directors of the company are not recommending any payment of dividend.

Amounts Transferred to Reserves

The Board of the company has proposed that since there is loss in the company, no amount has been transferred to reserves.

Changes in Share Capital, if any

During the Financial Year 2014-15, the share capital of the Company has been increased from 2,166,650 to 2,452,610, pursuant to allotment of 28,596 Preference shares.

ENCOMPASS DESIGN INDIA PRIVATE LIMITED

Regd. Office : 101, Cama Industrial Estate, Sun Mill Compound, Lower Parel, Mumbai – 400 013.

Phone : 022 40383000 / Fax : 022 66623049

CIN : U74210MH2010PTC200672

Disclosure regarding Issue of Equity Shares with Differential Rights

There has been no issue of equity shares with differential rights for the financial year 2014-2015.

Disclosure regarding issue of Employee Stock Options

There has been no issue of employee stock options for the financial year 2014-2015.

Disclosure regarding issue of Sweat Equity Shares

There has been no issue of sweat equity shares for the financial year 2014-2015.

Extract of Annual Return

The extract of Annual Return, in format MGT -9, for the Financial Year 2014-15 has been enclosed with this report. **[Annexure I]**

Number of Board Meetings

During the Financial Year 2014-15, 10 meetings of the Board of Directors of the company were held.

Sr. No	Date Of Board Meeting	Directors Present
1	10.04.2014	1) Amit Dalmia 2) Susmita Amit Dalmia 3) Arunanshu Vijay Kumar Agarwal
2	03.07.2014	1) Amit Dalmia 2) Susmita Amit Dalmia 3) Arunanshu Vijay Kumar Agarwal
3	22.07.2014	1) Amit Dalmia 2) Susmita Amit Dalmia 3) Arunanshu Vijay Kumar Agarwal
4	10.08.2014	4) Amit Dalmia 5) Susmita Amit Dalmia 6) Arunanshu Vijay Kumar Agarwal
5	28.08.2014	1) Amit Dalmia 2) Susmita Amit Dalmia 3) Arunanshu Vijay Kumar Agarwal
6	01.12.2014	1) Amit Dalmia 2) Susmita Amit Dalmia 3) Arunanshu Vijay Kumar Agarwal

ENCOMPASS DESIGN INDIA PRIVATE LIMITED

Regd. Office : 101, Cama Industrial Estate, Sun Mill Compound, Lower Parel, Mumbai - 400 013.

Phone : 022 40383000 / Fax : 022 66623049

CIN : U74210MH2010PTC200672

7	13.12.2014	4) Amit Dalmia 5) Susmita Amit Dalmia 6) Arunanshu Vijay Kumar Agarwal
8	23.01.2015	1) Amit Dalmia 2) Susmita Amit Dalmia 3) Arunanshu Vijay Kumar Agarwal
9	20.02.2015	1) Susmita Amit Dalmia 2) Arunanshu Vijay Kumar Agarwal
10	26.03.2015	1) Amit Dalmia 2) Susmita Amit Dalmia 3) Arunanshu Vijay Kumar Agarwal

Particulars of Loan, Guarantees and Investments under Section 186

The company has no Loan, Guarantees and Investments under Section 186.

Particulars of Contracts or Arrangements with Related Parties

The particulars of contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act 2013 for the Financial Year 2014-15 in the prescribed format, AOC 2 has been enclosed with the report. [Annexure II]

Explanation to Auditor's Remarks

There have been no adverse remarks made by the Auditors.

Material Changes Affecting the Financial Position of the Company

There have been no material changes and commitments, if any, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

Conservation of Energy, Technology, Absorption, Foreign Exchange Earnings and Outgo

The details of Energy, Technology, Absorption, Foreign Exchange Earnings and Outgo are as under:

Sr.No	Particulars	Director's Reply or Feedback
a)	Conservation of Energy:	
	Steps taken for conservation	Directors are glad to inform that company is providing serious attention towards conservation of energy. It has continued to focus on environment friendly.
	Steps taken for utilizing alternate sources of energy	
	Capital investment on energy conservation equipment's	

ENCOMPASS DESIGN INDIA PRIVATE LIMITED

Regd. Office : 101, Cama Industrial Estate, Sun Mill Compound, Lower Parel, Mumbai – 400 013.

Phone : 022 40383000 / Fax : 022 66623049

CIN : U74210MH2010PTC200672

b)	Technology Absorption:	
	Efforts made for technology absorption	There was no import of technology.
	Benefits derived	
	Expenditure on Research & Development, if any	
	Details of technology imported, if any	
	Year of import	
	Whether imported technology fully absorbed	
	Areas where absorption of imported technology has not taken place, if any	
c)	Foreign Exchange Earnings/ Outgo:	
	Earnings	-
	Outgo	6,08,259

Details of Subsidiary, Joint Venture or Associates

The company has no subsidiaries, joint ventures or associate companies during the financial year 2014-2015.

Details of Directors and Key Managerial Personnel

There has been no change in the Directors and Key Managerial Personnel in the financial year 2014-2015.

Details of significant & material orders passed by the regulators or courts or tribunal

There are no significant & material orders passed by the regulators or courts or tribunal.

Deposits

There are no deposits in the company during the financial year 2014-2015.

Receipt of any commission by MD / WTD from a Company or for receipt of commission / remuneration from it holding or subsidiary

There has been no Receipt of commission by MD / WTD of the Company or for receipt of commission / remuneration from it holding or subsidiary.

ENCOMPASS DESIGN INDIA PRIVATE LIMITED

Regd. Office : 101, Cama Industrial Estate, Sun Mill Compound, Lower Parel, Mumbai – 400 013.

Phone : 022 40383000 / Fax : 022 66623049

CIN : U74210MH2010PTC200672

Corporate Social Responsibility (CSR) Policy

The Company is not required to constitute a Corporate Social Responsibility Committee as it does not fall within purview of Section 135(1) of the Companies Act, 2013 and hence it is not required to formulate policy on corporate social responsibility.

Disclosures under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013

There have been no cases filed under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 in the financial year 2014-2015.

Statutory Auditors

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and Companies (Audit and Auditors) Rules, 2014, V.K Beswal & Associates Chartered Accountants, (FRN No. 101083W) was appointed till the conclusion of the 8th Annual General Meeting (AGM). However, their appointment as Statutory Auditors of the Company is subject to ratification by the Members at every Annual General Meeting. The Company has received a certificate from the said Auditors that they are eligible to hold office as the Auditors of the Company and are not disqualified for being so appointed.

Necessary resolution for ratification of appointment of the said auditors is included in the Notice of the Annual General Meeting for seeking approval of Members.

Directors Responsibility Statement

In accordance with the provisions of Section 134(5) of the Companies Act 2013, your directors confirm that:

- a) in the preparation of the annual accounts for the financial year ended 31st March, 2015, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- 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 as at 31st March, 2015 and of the profit /loss 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 the Companies Act 2013 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;
- 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.

ENCOMPASS DESIGN INDIA PRIVATE LIMITED

Regd. Office : 101, Cama Industrial Estate, Sun Mill Compound, Lower Parel, Mumbai – 400 013.

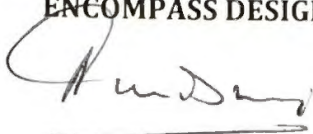
Phone : 022 40383000 / Fax : 022 66623049

CIN : U74210MH2010PTC200672

Acknowledgment

The Directors express their sincere appreciation to the valued shareholders, bankers and clients for their support.

**For and on behalf of the Board of Directors of
ENCOMPASS DESIGN INDIA PRIVATE LIMITED**



Amit Dalmia
Director
DIN:00210919
Address:57, Presidency Society,
White House,
N. S. Road - 7, Vile Parle (W),
Mumbai 400049



Arunanshu Agarwal
Director
DIN: 00166400
Address:93B, Maker Tower,
Cuffe Parade,
Colaba,
Mumbai 400005

Place:Mumbai

Date:17/08/2015

ENCOMPASS DESIGN INDIA PRIVATE LIMITED

Regd. Office : 101, Cama Industrial Estate, Sun Mill Compound, Lower Parel, Mumbai - 400 013.

Phone : 022 40383000 / Fax : 022 66623049

CIN : U74210MH2010PTC200672

ANNEXURE II

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)


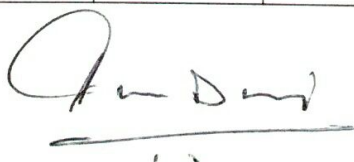
Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso thereto.

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

Name(S) of the Related Party and Nature of Relationship	Nature of contracts/ arrangements/ transactions	Duration of contracts/ arrangements/ transaction	Salient terms of contracts/ arrangements/ transactions including value, if any	Date(s) of approval by the Board, if any	Amount paid as advances , if any
N.A.	N.A.	N.A.	N.A.	N.A.	N.A.

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

Name(S) of the Related Party and Nature of Relationship	Nature of contracts/ arrangements/ transactions	Duration of contracts/ arrangements/ transaction	Salient terms of contracts/ arrangements/ transactions including value, if any	Date(s) of approval by the Board, if any	Amount paid as advances , if any
Creative Portico Private Limited	Purchases	Perpetual	As approved by the Board from time to time	NA	NIL
Creative Global Services Private Limited	Purchases	Perpetual	As approved by the Board from time to time	NA	NIL
Creative Garments Private Limited	Purchases/ Sales	Perpetual	As approved by the Board from time to time	NA	NIL
Creative Textile Mills Private Limited	Purchases	Perpetual	As approved by the Board from time to time	NA	NIL



INDEPENDENT AUDITOR'S REPORT

To the Members of **Encompass Design India Private Limited,**

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **Encompass Design India Private Limited** ("the Company"), which comprises the Balance Sheet as at March 31st, 2015, 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 Standalone 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, financial performance and cash flows of the Company in accordance with accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the act for safeguarding of the assets of the company 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 the 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 misstatements, 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 issued by the Institute of Chartered Accountants of India, as specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the company has in place an adequate internal financial system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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 standalone 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:

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at September 16, 2014 and
- (b) In the case of statement of Profit and Loss, of the **Loss** for the period ended on that date.

Report on Other Legal and Regulatory Requirements

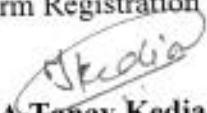
1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure 1 a statement on the matters specified in paragraphs 3 and 4 of the Order.

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;

- f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us;
- i) The company does not have any pending litigations which would impact 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) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the company.

For **V.K. Beswal & Associates**
Chartered Accountants
Firm Registration No.101083W


CA Tanay Kedia
(Partner)
Membership No.154778



Place: Mumbai
Date: 17 AUG 2015

Annexure to the Auditor's Report even date
(Referred to in paragraph 1 thereof)

1. In respect of Fixed Assets:

- a) The Company has maintained proper records showing full particulars, quantitative details and situation of its fixed assets.
- b) The fixed assets have been physically verified by the management at reasonable intervals during the year. We are informed that no material discrepancies were noticed by the management on such verification.

2. In respect of Inventories:

- a) As explained to us physical verification of inventories has been conducted during the year by the management at reasonable intervals.
- b) In our opinion, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
- c) In our opinion and according to the information and explanation given to us, the Company is maintaining proper records of its inventories and no material discrepancies were noticed on physical verification.

3. In respect of loans, secured or unsecured granted by the Company to the companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013:

- a) During the year Company has not granted any loans to parties covered in the register maintained under Section 189 of the Companies Act, 2013.
- b) In view of our comments above, clause 4 (iii) (a), (b) of the said order is not applicable to the company.

4. In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of goods and fixed assets and sale of goods. Further, on the basis of our examination of the books and records of the company, carried out in accordance with the auditing standards generally accepted in India and according to the information and explanations given to us, we have neither come across nor have we been informed of any continuing failure to correct weaknesses in the aforesaid internal control system.

5. According to the information and explanations given to us, the Company has not accepted any deposits from public.
6. As per the information and explanations provided to us, we are the opinion that the maintenance of cost records u/s. 148(1) (d) of the Companies Act, 2013 has not been prescribed by the Central Government for any of the services rendered by the company.
7. In respect of Statutory Dues:
 - a) According to record of the Company produced before us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education And Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and other statutory dues applicable to it. According to the information and explanations given to us there were no outstanding statutory dues as on 31st of March, 2015 for a period of more than six months from the date they became payable.
 - b) According to the records of the company there are no dues of Income-Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty/Cess which have not been deposited on account of any dispute.
 - c) According to the records of the company there are no amounts to be transferred to Investor Education & Protection Fund.
8. The Company does not have any accumulated loss at the end of the financial year and has incurred cash loss of Rs. 70.81 Lakhs during the financial year covered by our audit and Rs 92.19 Lacs in the immediately preceding financial year.
9. According to the records of the Company and as per the information and explanations given to us, the Company has not defaulted in repayment of dues to banks. Further the Company has not borrowed loans from financial institutions and issued debentures.
10. The company has not given any Corporate guarantees in connection with loan taken by others from banks or financial institutions.

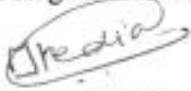


11. According to the records of the Company, the Company has not taken any term loans during the year hence this clause is not applicable.
12. Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For **V.K. BESWAL & ASSOCIATES**

Chartered Accountants

Firm Registration No.: 101083W


CA Tanay Kedia

(Partner)

Membership Number – 154778



Place: Mumbai

Date: 17 AUG 2015

ENCOMPASS DESIGN INDIA PRIVATE LIMITED
BALANCE SHEET AS AT 31st MARCH, 2015

PARTICULARS	Note	As at 31st March, 2015	As at 31st March, 2014
<u>EQUITY AND LIABILITIES</u>			
Shareholders' Funds			
Share Capital	2	2,452,610	2,166,650
Reserves and Surplus	3	11,665,404	(752,250)
		14,118,014	1,414,400
Share Application Money Pending Allotment		5,000,000	-
Non-Current Liabilities			
Deferred Tax Liabilities (Net)	4	-	3,737,779
Other Long Term Liabilities	5	80,000,000	40,000,000
Long Term Provisions	6	657,029	273,042
		80,657,029	44,010,821
Current Liabilities			
Short-Term Borrowings	7	24,068,737	7,403,340
Trade Payables	8	16,446,716	10,521,905
Other Current Liabilities	9	16,049,372	4,512,080
		56,564,826	22,437,326
Total		156,339,869	67,862,548
<u>ASSETS</u>			
Non-Current Assets			
Fixed Assets	10		
Tangible Assets		2,910,734	745,973
Intangible Assets		48,222,185	12,227,063
Deferred Tax Assets (Net)	4	8,011,136	-
Long-Term Loans and Advances	11	192,348	192,349
		59,336,403	13,165,385
Current Assets			
Inventories	12	45,635,315	12,449,711
Trade Receivables	13	46,836,738	39,150,977
Cash and Bank Balances	14	496,632	635,520
Short-Term Loans and Advances	15	4,034,781	2,460,954
		97,003,466	54,697,163
Total		156,339,869	67,862,548

Significant Accounting Policies

1

Accompanying Notes form an integral part of the Financial Statements

As per our report of even date attached

For **V K BESWAL & ASSOCIATES**

CHARTERED ACCOUNTANTS

Firm No. 101083W

CA Tanay Kedia
(Partner)

M No. 154778

Place : Mumbai

Date : 17 AUG 2015



[Signature]
AD
Director



[Signature]
AA
Director

ENCOMPASS DESIGN INDIA PRIVATE LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2015

Particulars	Note	Year ended on 31st March, 2015	Year ended on 31st March, 2014
Income :			
Revenue from operations	16	96,492,167	51,718,126
Other Income	17	845,153	129,769
Total Revenue		97,337,319	51,847,895
Expenses:			
Purchase of Stock in Trade		116,345,730	60,810,760
(Increase)/Decrease in Inventories	18	(33,185,604)	(12,449,711)
Employee Benefits Expense	19	9,839,359	6,104,744
Finance Costs	20	1,923,907	282,941
Depreciation and Amortization		1,585,062	48,048
Other Expenses	21	17,998,457	6,317,823
Total expenses		114,506,910	61,114,605
Loss before tax		(17,169,591)	(9,266,710)
Tax expense :			
Current Tax			-
Deferred Tax		11,748,915	(3,737,779)
Loss for the year		(5,420,676)	(13,004,490)
Loss transferred to Balance Sheet as Pre-Operative Expenses			
Balance carried forward		(5,420,676)	(13,004,490)
Earnings per share			
Basic and diluted - par value Rs 10. per share		(27.87)	(66.86)
Significant Accounting Policies	2		

Accompanying Notes form an integral part of the Financial Statements

As per our report of even date attached

For V K BESWAL & ASSOCIATES

CHARTERED ACCOUNTANTS

Firm No.101083W

CA Tanay Kedia
(Partner)

M No. 154778

Place : Mumbai

Date : 17 AUG 2015



[Signature]
AD
Director

[Signature]
AA
Director



ENCOMPASS DESIGN INDIA PRIVATE LIMITED
Cash Flow Statement for the period ended 31 March 2015

Particulars	As at 31st March, 2015	As at 31st March, 2014
A. Cash flows from operating activities		
Net Loss before taxation and extraordinary items	(17,169,591)	(9,266,710)
Adjustments for:		
Depreciation	1,585,062	48,048
Interest and Finance Charges	1,923,907	282,941
Operating Loss before working capital changes	(13,660,622)	(8,935,721)
Adjustments for:		
Inventories	(33,185,604)	(12,449,711)
Trade Receivables	(7,685,761)	(39,150,977)
Short Term Loans and Advances	(1,513,826)	(2,460,954)
Other Current Assets	-	60,527
Trade Payables	5,924,811	50,521,905
Other liabilities and provisions	11,537,292	4,509,575
Cash generated from Operations	(38,583,710)	(7,905,357)
Income taxes paid	60,000	-
Net Cash Flow from Operating Activities	(38,643,710)	(7,905,357)
B. Cash flows from Investing Activities		
Purchase of fixed assets	(39,744,945)	(13,021,084)
Net Cash Flow from Investing Activities	(39,744,945)	(13,021,084)
C. Cash flows from financing activities		
Increase in Share Capital	285,960	2,066,650
Increase in Share Application Money	5,000,000	-
Increase in Share Premium	17,838,330	12,252,240
Increase in Borrowings	56,665,397	7,403,340
Increase in Other Long term Liabilities	383,987	269,929
Interest and Finance Charges	(1,923,907)	(282,941)
Increase in Other Long term Advances	-	(167,349)
Net cash generated from financing activities	78,249,767	21,541,869
Net increase / (decrease) in cash and cash equivalents (A+B+C)	(138,888)	615,429
Cash and cash equivalents at the beginning of the year	635,520	20,091
Cash and cash equivalents at the end of the year	496,632	635,520

Accompanying Notes form an integral part of the Financial Statements

As per our report of even date attached

For **V K BESWAL & ASSOCIATES**

CHARTERED ACCOUNTANTS

Firm No. 101083W

(Signature)
CA Tanay Kedia
 (Partner)

M No. 154778

Place : Mumbai

Date : 17 AUG 2015



For and on behalf of the Board of Directors

(Signature)
AD Director

(Signature)
AA Director



ENCOMPASS DESIGN INDIA PRIVATE LIMITED
Notes Forming Part of Financial Statements for the year ended March 31, 2015

Particulars	Note	As on 31st March, 2015		As on 31st March, 2014	
				No of Shares	Amount in Rs.
Share Capital	2				
Authorised					
Equity Shares of Rs.10/- each		200,000	2,000,000	200,000	2,000,000
Preference Shares of Rs.10/- each		100,000	1,000,000	100,000	1,000,000
		300,000	3,000,000	300,000	3,000,000
Issued, Subscribed and fully paid up					
Equity Shares of Rs.10/- each		194,489	1,944,890	194,489	1,944,890
Preference Shares of Rs.10/- each		50,772	507,720	22,176	221,760
		245,261	2,452,610	216,665	2,166,650
Reconciliation of No. of Shares outstanding at the beginning and end of the reporting period	2.1				
Equity Shares of Rs.10/- each					
Outstanding at the beginning of the year			194,489		10,000
Add : Allotted during the year			-		184,489
Outstanding at the end of the year			194,489		194,489
Preference Shares of Rs.10/- each					
Outstanding at the beginning of the year			22,176		-
Add : Allotted during the year			28,596		22,176
Outstanding at the end of the year			50,772		22,176
Rights, Preferences and restrictions attached to equity shares	2.2				
The company has only one class of equity shares referred to as equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share.					
In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.					
Rights, Preferences and restrictions attached to Preference shares	2.3				
The company has only one class of preference shares referred to as preference shares having a par value of Rs.10 per share.					
In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.					
Details of Shareholders holding more than 5% Equity shares in the Company	2.4				
		No of Shares	% of Shareholding	No of Shares	% of Shareholding
Amit Dalmia		52,500	27.01%	52,500	27.01%
Vijay Kumar Agarwal		134,389	69.13%	134,389	69.13%
Details of Shareholders holding more than 5% Preference shares in the Company	2.5				
		No of Shares	% of Shareholding	No of Shares	% of Shareholding
Vijay Kumar Agarwal		5,511	10.85%	5,511	24.85%
Arunanshu Agarwal		15,360	30.25%	-	-
IL & FS Trust Company Limited		29,901	58.89%	16,665	75.15%
Details pursuant to Part I of Schedule III of the Companies Act, 2013					
Equity Shares :					
Fully paid up pursuant to contract(s) without payment being received in cash			NIL		NIL
Fully paid up by way of bonus shares			NIL		NIL
Shares bought back			NIL		NIL



ENCOMPASS DESIGN INDIA PRIVATE LIMITED

Notes Forming Part of Financial Statements for the year ended March 31, 2015

Particulars	Note	As on 31st March, 2015		As on 31st March, 2014	
Reserves and Surplus	3				
Surplus in Statement of Profit and Loss					
Opening balance			(13,004,490)		
Add: Net Loss for the current year			(5,420,676)		(13,004,490)
Closing Balance			(18,425,166)		(13,004,490)
Share Premium Account					
Opening balance			12,252,240		
Add: Added during the current year			17,838,330		12,252,240
Closing Balance			30,090,570		12,252,240
Total Reserves and Surplus			11,665,404		(752,250)
Deferred Tax Liability	4				
Deferred Tax Liability					
Net Block as per Companies Act (31.03.2015)		51,132,919		12,973,036	
Net Block as per Income Tax Act (31.03.2015)		2,477,137		606,734	
Difference			48,655,782		12,366,302
Deferred tax liability (A)		30.9000%	15,034,637	30.9000%	3,821,187
Deferred tax assets					
Expenditure to be disallowed u/s 43B -					
Gratuity		657,029			269,929
Business Loss		73,090,957			
Unabsorbed Depreciation Loss		833,801	74,581,787		
Deferred tax assets(B)		30.9000%	23,045,772	30.9000%	83,408
Deferred Tax Asset			-8,011,136		3,737,779
Less : Deferred Tax (Liability) (Opening)			3,737,779		-
To be Dr/(Cr) in the P & L			-11,748,915		3,737,779
Other Long Term Liabilities	5				
From Related Parties			80,000,000		40,000,000
Repayable on Demand			80,000,000		40,000,000
Long Term Provisions	6				
Provision for Employee benefits:					
Gratuity			657,029		273,042
Total Other Long Term Liabilities			657,029		273,042
Short Term Borrowings	7				
CC limits from Canara Bank			24,068,737		7,403,340
[The above loan is secured against hypothecation of Stock and Book debts. Further security has been offered by way of Corporate Guarantee of (M/s. Creative Global Services Private Limited)]					
Total Short Term Borrowings			24,068,737		7,403,340
Trade Payables	8				
Trade payables (Refer Note 8.1 and 8.2)			16,446,716		10,521,905
Total Trade Payables			16,446,716		10,521,905
The Company has not received any intimation from 'suppliers' regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid/payable as required under the said Act have not been given.	8.1				
Trade payables are subject to reconciliation and confirmation.	8.2				



ENCOMPASS DESIGN INDIA PRIVATE LIMITED
Notes Forming Part of Financial Statements for the year ended March 31, 2015

Particulars	Note	As on 31st March, 2015		As on 31st March, 2014	
Other Current Liabilities	9				
Outstanding Liabilities			2,228,070		1,043,644
Security Deposits Payables			252,560		20,000
Statutory Dues			1,210,975		839,419
Creditors for Fixed Assets			68,720		-
Creditors for Expenses			12,289,048		2,609,017
Total Other Current Liabilities			16,049,372		4,512,080
Long Term Loans and Advances	11				
(Unsecured and Considered Good)					
Security Deposits					
-With Govt. Bodies			25,000		25,000
-With Others			167,348		167,349
Total Long Term Loans and Advances			192,348		192,349
Inventories	12				
As certified by the management					
Finished goods (Valued at cost or Net realisable value whichever is lower)			45,635,315		12,449,711
Total Inventories			45,635,315		12,449,711
Trade Receivables	13				
(Unsecured, considered good)					
Outstanding for a period exceeding Six months					
Others			46,836,738		39,150,977
Total Trade Receivables			46,836,738		39,150,977
Cash and Bank Balances	14				
Cash on Hand			301,541		302,539
Balances with Banks					
In Current Accounts			195,091		332,981
Total Cash and Bank Balances			496,632		635,520
Short Term Loans and Advances	15				
(Unsecured, considered good)					
Prepaid Expenses			114,563		134,766
Balance with Statutory Authorities			71,934		33,017
Advances to Employees			411,452		145,763
Advances to others			3,436,832		2,147,408
Total Short Term Loans and Advances			4,034,781		2,460,954



SK

Tangible Assets

Particulars	Gross block			Accumulated depreciation			Net block	
	As at 01/04/2014	Additions during the year	Deletions during the year	As at 31/03/2015	As at 01/04/2014	Depreciation for the year	As at 31/03/2015	As at 31/03/2014
Computers & Peripherals	292,757	900,859	-	1,193,616	35,905	222,516	258,421	256,852
Furniture & fixtures	383,449	1,279,477	-	1,662,926	9,305	77,515	1,581,105	374,144
Office Equipment	117,815	336,581	-	454,396	2,838	57,124	394,434	114,977
Total	794,021	2,516,917	-	3,310,938	48,048	352,156	400,204	745,973
Previous year		794,021		794,021		48,048	48,048	

Intangible Assets

Particulars	Gross block			Accumulated depreciation			Net block	
	As at 01/04/2014	Additions during the year	Deletions during the year	As at 31/03/2015	As at 1 April 2013	Depreciation for the year	As at 31/03/2015	As at 31/03/2014
BED BATH MORE BRANDS	12,227,063	37,228,028	-	49,455,091	-	1,232,906	1,232,906	12,227,063
Total	12,227,063	37,228,028	-	49,455,091	-	1,232,906	1,232,906	12,227,063
Previous year		12,227,063		12,227,063		-	-	
Grand Totals	13,021,084	39,744,945	-	52,766,029	48,048	1,585,062	1,633,110	12,973,036



R

ENCOMPASS DESIGN INDIA PRIVATE LIMITED
Notes Forming Part of Financial Statements for the year ended March 31, 2015

Particulars	Note	Year ended on 31st March, 2015	Year ended on 31st March, 2014
Revenue from Operations	16		
<u>Sale of Products</u>		96,492,167	51,718,126
Total		96,492,167	51,718,126
Other Income	17		
Interest Received		-	128,935
Miscellaneous income		600,000	834
Miscellaneous Balances Written back		245,153	-
Total		845,153	129,769
(Increase)/Decrease in Inventories	18		
Opening Stock of Finished Goods		12,449,711	-
Less: Closing Stock of Finished Goods		45,635,315	12,449,711
		(33,185,604)	(12,449,711)
Employee Benefits Expense	19		
Salaries, Wages and Other Benefits		9,625,866	5,966,746
Staff Welfare Expenses		213,493	137,998
		9,839,359	6,104,744
Finance Costs	20		
Interest		1,923,907	282,941
		1,923,907	282,941
Other Expenses	21		
Housekeeping Expenses		834,717	326,641
Printing and Stationary		255,707	111,344
Auditors Remuneration *		112,360	112,360
Legal Professional and Consultancy Charges		3,824,271	1,493,603
Travelling and Conveyance Expenses		1,218,523	481,375
Forex Fluctuation		3,094	1,965
Internet Gateway and Domain charges		1,008,955	485,180
Insurance Charges		202,351	13,774
Miscellaneous Expenses		639,748	298,797
Marketing Expenses **		4,680,545	948,284
Other Interest		147,915	46,467
Postage and Courier Charges		2,857,690	999,399
Electricity Charges		381,944	220,331
Rent, Rates and Taxes		807,031	74,065
Registration and Filing Fees		9,480	158,811
Repairs and Maintenance		379,982	359,323
Telephone Expenses		175,404	60,367
Bank Charges		122,142	65,211
Job Work Charges		336,598	-
Miscellaneous Expenses written off			60,527
		17,998,457	6,317,823
		17,998,457	6,317,823
*Auditors Remuneration			
Audit fee		84,270	84,270
Tax Audit		28,090	28,090
		112,360	112,360
**Marketing Expenses			
Current year		4,680,545	388,080
Prior Period		-	560,204
		4,680,545	948,284
Depreciation and Amortization			
On tangible assets		352,156	48,048
On intangible assets		1,232,906	-
		1,585,062	48,048



Schedule 7: Trade Payables	2014 - 15	2014 - 15	2013 - 14	2013 - 14
Creditors for Goods				
A & Retail Inc		56,113		21,634
Alak Industries Limited				
Aluka Apparels Private Limited (Creditors)		189,877		
ANS Apparels		34,112		
Bombay Furnitures		75,600		
Concept Home Textiles		13,752		4,126
Creative Garments Private Ltd		750,269		
Creative Global Services Pvt Ltd		3,867,545		1,519,679
Creative Portfolio (India) Pvt Ltd (Domestic Div)		36,750		36,750
Creative Portfolio Private Limited		5,747,748		47,710,899
Creative Textile Mills Pvt. Ltd.		467,560		574,511
Dolphin Bean Bags		152,676		
East Coast Distributors Pvt Ltd		0		
Elephant Company Retail Pvt Ltd		0		
En Vogue Furnishings (India) Pvt Ltd		131,129		937
Enigma Enterprises (P) LTD.		14,170		18,905
Excel Creations		3,830		
Fastpass Global Pvt Ltd		49,897		
FMS International Pvt Ltd		3,163		
Home Collective India Pvt Ltd		8,573		13,645
House of Clocks & Watches Pvt Ltd		1,625		
H P Associates				
India Citrus Retail Pvt Ltd		0		0
Indian Home Variations & Distributions LLP		126,474		48,838
Jayanta Exports Pvt Ltd		8,335		9,941
Jawant Bros. Manufacturing India P. Ltd.		203		
K.D. Impex		115,138		
Kaaria		259,869		2,503
Lines Design Company Private Limited		498,627		114,962
Nagpole International Ltd		4,126		
Nagpole Retail Ltd		10,858		
NAX Traders		197,521		
Nakra Textiles Private Limited		1,299		
OM Creation		2,880		
Omkar Polymers		188,354		
Orchid Industries Pvt Ltd		760		
Parin Furniture Pvt. Ltd.		237,795		
Petals		228,420		
Raymond Limited		2,952,836		728,097
Renaissance Creations Pvt Ltd		9,679		
Sanda Incorporation		1,551		
Sankalan		5,552		
Sassoon Fab International Pvt Ltd		3,636		
Shah Distributors		3,718		
Shreej & Sons		3,462		3,462
Shrijee Lifestyle Private Limited		692		
Softabrand		5,998		
Spread Home Products Pvt. Ltd.		172,895		97,786
S.T. Unicorn Pvt. Ltd.		18,576		
The Bombay Dyeing & Mfg. Co. Ltd.				-100,186
Tree of Life		100,995		
Untrade Corporation		177,975		0
Valiant Glass Works (P) Ltd		21,000		
Vdesignshine		0		
Victorinox India Pvt Ltd		152,660		
Vividha Home Fashions Pvt Ltd				2,522
VS Associates		4,082		
VSC Silk Pvt Ltd		7,813		
Welique Global Brands Limited		95,935		
Wimark Enterprises Pvt Ltd		91,492		
Wonderchef Home Appliances Pvt Ltd		9,898		9,534
Woodmark		58,807		
		<u>16,446,716</u>		<u>58,521,905</u>

Schedule 8: Other Current Liabilities

Outstanding Liabilities		
Audit Fees Payable	112,360	112,360
Medical Payable	0	74,719
Salary Payable	2,054,209	843,282
Provision for Expenses	42,232	6,489
Telephone Expenses Payable	37,375	6,817
	<u>2,328,876</u>	<u>1,043,667</u>



Other Payables		
Security Deposit-Lovvile Online Private Limited	20,000	20,000
Rageshwar Verma	10,000	
Security Deposit-Dealemaing.Com	30,000	0
Security Deposit -City Traders Association	20,000	
Advance Received from Customer	172,560	
	<u>252,560</u>	<u>20,000</u>
Statutory Dues		
TDS on Advertisement	72,517	5,328
TDS on Contract	15,838	
TDS on Professional Fees	175,556	12,217
TDS on Salary	87,099	51,290
CST Payable	209,728	294,748
Employee's Cont. to MHF	1,440	1,440
Employee's Cont. to P.F.	41,290	1,560
Employee's Cont. to ESIC	298	
Profession Tax	87,100	46,176
Service Tax Payable	4,250	6,658
Maharashtra Welfare Fund	804	
TDS Payable	0	62,127
VAT Payable	314,811	348,970
	<u>5,318,975</u>	<u>839,418</u>
Creditors for Fixed Assets		
FDM India (A Unit of GDM)	<u>68,729</u>	<u>0</u>
	<u>68,729</u>	<u>0</u>
Creditors for Expenses		
21 Travels Private Limited	0	4,403
Aarya Logistics Solutions Pvt Ltd	371,982	
Allied Group Security Force	0	18,791
Archana Rushwah	45,000	
Asheet Conkline	5,958	5,058
Assured Advertising & Media Pvt Ltd	879,462	
Baptist Dyeing	1,500	
Balak Ramesh	0	
Best Electrical Undertaking	26,418	51,150
Bharti Axa General Insurance Company Limited	0	
Bluebird Express Limited	19,022	18,357
Burns Ventures Advisors Pvt Ltd	0	
Bombay Stationery Mart	13,433	3,342
Came Industrial Estate Association	72,318	
Chetna Poly Prints	0	
Creative Global Services P. (MM Salary)	0	644
Dreamweber Entertainment	94,632	
Dweeptronics	0	
East Village Technologies Pvt Ltd	1,143	
Ebay India Pvt. Ltd.	0	
Equal Communications	80,702	
Exotel Techvare Private Limited	0	
Facebook	3,071,621	
FeedEx Express Services (India) Pvt. Ltd	471,616	128,896
Fear C Plus (Internet) Co. Limited	56,237	51,169
Ganesh Second Screen	0	5,259
Google India Private Limited	1,357,619	
Gurunath B. Patel	45,000	
IC Legal	90,000	
Indie On Time Express Pvt Ltd	0	177,032
Interactive Avenues	0	1,480,732
Intendra Kaurat	4,800	23,213
Kavita Tandel	14,100	14,300
Klass Enterprises	4,123	
Kunal Consultancy Private Limited	7,865	
Lex Firmat	54,800	
LinkedIn	6,900	
Logic Information Pvt Ltd	15,790	
Merging Layers	480,620	
Microsoft Systems (India) Pvt. Ltd.	7,617	2,810
Honesty Subscription Agency	0	
Muster	18,000	
Nano Job Consultants Pvt Ltd	0	
Neon Turtle Studio Pvt Ltd	0	
Netmagic IT Services Private Limited	199,713	6,241
Nexus Computers Pvt Ltd	254,928	112,725
Nikhat Jawed	64,800	
Nilesh Pandhal	4,250	
Nyasa Enterprises	68,750	
One97 Communications Limited	11,238	
Onesoft Technologies Pvt Ltd	1,446	1,346
Payal Chadha Malik	56,700	81,900
Peppert (India) Pvt Ltd	0	
Platinum Services	17,839	
Positive Advertising	3,050	
Poonam Enterprise	0	2,843
P. Padma	12,600	10,000
Prabhakar B. Pawar	10,055	20,000
Pradeep Malik	0	4,820
Proshans	117,387	
Provenance Land Private Ltd	21,900	
Provision for Salary	0	113,661
Pysis Pictures Private Limited	0	
Quicktel Logistics Private Limited	62,412	
Quickchex Pvt Ltd	11,787	
Right Choice Tours & Travels Private Limited	0	
Routes Solutions Limited	0	
Sagar Tailor	0	



Saksham Professional Services	1,000		1,000
Sai Poole Enterprises	0		1,050
Searecrow Communications Ltd	332,670		
Scribble The Design People	25,200		
Seema S. Dubey	80,749		
SONO Maintenance Service	0		35,925
Shiv International	6,264		8,128
Shiv Shankar Singh Kushwah	0		
Shree Net			8,080
Siddhivivek Enterprises	5,848		0
S K Enterprises	10,590		4,900
Smriti Digital	67,582		6,854
Sokrati Technologies Pvt Ltd	470,558		
Studio 127	98,645		
Sun N Sand Hotels Pvt Ltd	0		85,656
Tanay Media	45,000		
TATA Communications	41,048		
Tata Sky Ltd	467,154		
Teja Lele	67,500		
The American Express Corporate Card	12,442		47,383
Tyler Power Limited	6,359		
Troobrac	11,941		1,972
Unicommerce Solutions Pvt Ltd	98,286		
United India Ins. Co. Ltd	0		
Venere Lobo	38,640		
Vijayabhadur L. Yadav	4,320		
Vikas Raut	0		7,500
Vishal Advertising Photography	83,328		63,328
V K Bernal & Associates			
VXL Service	0		7,528
Webkutterjam Digital Solutions Pvt Ltd	122,892		
Yahoo India Private Limited	789,672		
	<u>17,289,848</u>		<u>7,809,817</u>

Schedule 10: Long Term Loans and Advances

Security Deposits			
Deposit for VAT Registration	25,000		25,000
Bipin Narshi Shah	43,011		43,011
Darshini Bipin Shah	43,011		43,011
Nayna Shailesh Shah	18,315		38,516
Shailesh Narshi Shah	43,011	167,348	43,011
			<u>197,349</u>

Schedule 11: Trade Receivables

Others		20,936	
Sundry Debtors	35,830,656		28,26,7604
		35,830,656	-81,772
			28,189,881
Claims Receivable		10,985,146	10,985,146
		<u>66,816,738</u>	<u>39,156,977</u>

Schedule 12: Short Term Loans and Advances

Prepaid Expenses		0	134,766
Balance with Statutory Authorities			
TDS 2013 2014	11,934		11,934
TDS 2014 2015	60,000		
VAT 12.50%			4,623
VAT 3.00%		71,934	16,460
			33,017



Advance to Employees			
Apoorva Desai (Adv)	16,500		
Aditya S (Adv)	1,000		
Amit Parmarandika (Advance)	0		
Anant Behar (Adv)	8,000		
Dhananjay Singh (Advance)	678	1,000	
Ratan Bhargava (Adv)	500		
Krishna (Adv)	2,160		
Krishna Sahu (Adv)	0		
K.S. Haribharan (Adv)	42,865	22,895	
Mahendra Singh (Adv)	0		
Manish Malik (Adv)	204,600		
Ritesh Chavan (Advance)	5,000	2,000	
Omkar Kadam (Adv)	200		
Prakash Shinde (Adv)	9,000		
Prashant Solanki	-2,750		
P. Srivallam (Adv)	8,728		
Ranul Desai (Advance)	8,000		
Raju Shivam	14,000	8,000	
Rakash Sonawane (Adv)	10,000		
Rishan (Adv)	5,272		
Sachin Trivedi (Adv)	0	6,000	
Sachin Trivedi (Petty Cash)	22,000	16,000	
Saleesh (Advance)	190		
Sandeep Mandal (Adv)	8,558	900	
Shanti Pawar (Adv)	0		
Shubangini Naidu (Adv)	41,000	28,000	
S.P. Dubey (Advance)	-12,828	60,000	
Suresh Parmar (Adv)	1,000		
Vinod Parjola (Adv)	0		
Vanshi (Adv)	9,980		
Arish George	8,000	411,452	145,768

Advance to Others

Worldwide Media Pvt Ltd	1,000,000		
Wire Media Consulting Pvt Ltd	125,000		
Shree Net	2,500		
Nano Job Consultants Pvt Ltd	900,000		
Right Choice Tours & Travels Private Limited	184,881		
Alak Industries Limited	8,500		
H.P. Associates	5,000		
The Bombay Dyeing & Mfg. Co. Ltd.	100,184		
Vandha Home Fashions Pvt Ltd	7,359		
Sparkle	0	40,000	
Anika Apparels Private Limited	0	1,000,000	
Pysik Pictures Private Ltd	1,000,000		
Gajanan Tubes	107,408	3,438,832	1,507,408
		<u>3,920,218</u>	<u>2,487,808</u>

Schedule 17: Sales

Total Gross Sales	109,718,846		61,292,980
Less: Trade and Coupon Discount	87		608,310
Net Sales Value	109,718,759		60,682,670
Less: CST 2%	1,252,931		806,035
Less: VAT 12.5%	1,278,380		505,104
Less: VAT 5%	1,490,616		629,805
Sales - Net of VAT/CST	105,781,833		58,741,725
Less: Credit Notes	0		2,256,531
Less: Rate Difference	9,285,666		4,767,002
Total Sales as per P&L	<u>96,496,167</u>		<u>51,718,128</u>

Schedule 18: Other Income

Interest		9,583	
Interest on LC		118,842	128,955
Interest Received - Gajanan	0		
Mo Other Income	0		836
	<u>0</u>		<u>129,791</u>

Schedule 20: Employee Benefit Expense

Salaries, Wages and Other Expenses			
Employer Contribution on Provident Fund	99,204		11,375
Gross Salary	9,133,950		5,681,314
PF Admin Chg	8,725		1,015
Gratuity	383,987		273,042
	<u>9,622,866</u>		<u>6,065,746</u>

Staff Welfare Expenses			
Medical Expenses	200		81,864
Medical Exp (Max Bupa Health Ins)	29,405		5,859
Staff Welfare Exp	<u>147,784</u>		<u>50,295</u>
	<u>147,984</u>		<u>137,988</u>

Schedule 21: Finance Costs

Interest on CC	1,923,907		282,941
----------------	-----------	--	---------



ENCOMPASS DESIGN INDIA PRIVATE LIMITED

NOTE 1

Significant accounting policies annexed to & forming part of balance sheet as at 31st March 2015

1. SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PREPARATION

The Company follows the mercantile system of accounting and recognizing income and expenditure on accrual basis. The accounts are prepared on historical cost basis as a going concern and are consistent with generally accepted accounting principles.

B. FIXED ASSETS

Fixed Assets are stated at cost less depreciation. The cost includes all expenses incurred to bring the assets to its present location & condition.

Intangible Assets are stated at cost less accumulated amortization.

C. DEPRECIATION

Depreciation on Fixed Assets is provided based on the useful life of the assets in the manner prescribed in Schedule II to the Companies Act, 2013.

Intangible assets are amortized pro-rata on Straight Line basis over the useful life of the assets, estimated by the management.

D. INVESTMENTS

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

E. FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions are recorded at the exchange rate on the date of transaction. Gains & losses arising out of subsequent fluctuations in exchange rate are accounted for on actual payment or realization. Monetary items denominated in foreign currency as at the Balance Sheet date are converted at the exchange rates prevailing on balance sheet date. Exchange difference is recognized in the Profit and Loss Account.

F. TAXATION

Tax on income for the current period is determined on the basis of taxable income computed in accordance with the provisions of the Income Tax Act, 1961.

Deferred Tax is recognized on timing differences between the accounting income & the taxable income for the year, and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date.



Deferred Tax assets are recognized and carried forward to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

G. RETIREMENT BENEFITS

Gratuity provision is made for qualifying employees. Gratuity liability is defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit cost method.



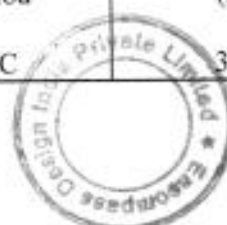
✓

NOTE TO ACCOUNTS**22. Gratuity and other employment benefits:**

I	Assumptions as at	Valuation Date 31st March, 2015	Valuation Date 31st March, 2014
II	Discount Rate Rate of increase in compensation	7.80% 6.00%	9.10% 9%
	Changes in present value of obligations		
	PVO at beginning of period	2,73,042	-
	Interest cost	21,297	-
	Current Service Cost	3,97,766	2,73,042
	Benefits Paid	-	-
	Actuarial (gain)/loss on obligation	(35,076)	-
	PVO at end of period	657,029	2,73,042
III	Changes in fair value of plan assets		
	Fair Value of Plan Assets at beginning of period	-	-
	Adjustment to Opening Fair Value of Plan Assets	-	-
	Expected Return on Plan Assets	-	-
	Contributions	-	-
	Benefit Paid	-	-
	Actuarial gain/(loss) on plan assets	-	-
	Fair Value of Plan Assets at end of period	-	-
IV	Fair Value of Plan Assets		
	Fair Value of Plan Assets at beginning of period	-	-
	Adjustment to Opening Fair Value of Plan Assets	-	-



	Actual Return on Plan Assets	-	-
	Contributions	-	-
	Benefit Paid	-	-
	Fair Value of Plan Assets at end of period	-	-
	Funded Status	-	(2,73,042)
	Excess of actual over estimated return on Plan Assets	-	-
V	Actuarial Gain/(Loss) Recognized		
	Actuarial Gain/(Loss) for the period (Obligation)	35,076	-
	Actuarial Gain/(Loss) for the period (Plan Assets)	-	-
	Total Gain/(Loss) for the period	35,076	-
	Actuarial Gain/(Loss) recognized for the period	-	-
	Unrecognized Actuarial Gain/(Loss) at end of period	-	-
VI	Amounts to be recognized in the Balance Sheet and statement of Profit & Loss Account		
	PVO at end of period	657,029	2,73,042
	Fair Value of Plan Assets at end of period	-	-
	Funded Status	-	(2,73,042)
	Unrecognized Actuarial Gain/(Loss)	-	-
	Net Asset/(Liability) recognized in the balance sheet	(657,029)	(2,73,042)
VII	Expense recognized in the statement of P & L A/C		
	Current Service Cost	3,97,766	2,73,042
	Interest cost	21,297	-
	Expected Return on Plan Assets	-	-
	Net Actuarial (Gain)/Loss recognized for the period	(35,076)	-
	Expense recognized in the statement of P & L A/C	3,83,987	2,73,042



A handwritten signature in black ink, appearing to be a stylized 'S' or 'J' followed by a horizontal line.

VIII	Movements in the Liability recognized in Balance Sheet		
	Opening Net Liability	2,73,042	-
	Adjustment to Opening Fair Value of Plan Assets	-	-
	Expenses as above	3,83,987	2,73,042
	Contribution paid	-	-
	Closing Net Liability	6,57,029	2,73,042
IX	Experience Analysis - Liabilities		
	Actuarial (Gain)/Loss due to change in basis	(35,076)	-
	Experience (Gain) / Loss due to Change in Experience	-	-
	Total	(35,076)	-
	Experience Analysis - Plan Assets		
	Experience (Gain) / Loss due to Change in Plan Assets	-	-
X	Schedule VI Details		
	Current Liability	14,603	3,113
	Non-Current Liability	6,42,426	2,69,929



A handwritten signature in dark ink, appearing to be a stylized name.

23. RELATED PARTY TRANSACTIONS:

Disclosure in respect of related parties pursuant to AS – 18 Related Party Disclosures is as under:

Sr	Name of Related Party	Relationship
a)	Creative Portico Private Limited	Other Related Company
b)	Creative Global Services Private Limited	Other Related Company
c)	Creative Garments Private Limited	Other Related Company
d)	Creative Textile Mills Private Limited	Other Related Company
e)	Mr. Arunanshu Agarwal (Director)	Key Managerial Personnel
f)	Mr. Amit Dalmia (Director)	Key Managerial Personnel
g)	Mr. Sushmita Dalmia (Director)	Key Managerial Personnel

The summary of transactions is as under:

Nature of transaction	As on 31/03/2015		As on 31/03/2014	
	Key Management Personnel	Associate Concerns	Key Management Personnel	Associate Concerns
Purchases	-	9,74,47,288	-	6,89,70,318
Sales	-	91,199	-	2,30,218
TOTAL	-	9,75,37,231	-	6,92,00,536

24. Expenditure in foreign currency

Purchases

Rs 6,08,259

Rs.530,590

25. EARNING IN FOREIGN CURRENCY

Income

NIL

NIL

26. Contingent Liability

NIL

NIL

27. In the opinion of the Board of Directors, the current assets, loans and advances have a value, which on realization in the ordinary course of business is at least equal to the amount stated in the Balance Sheet. Sundry Debtors and Creditors are subject to confirmation.



(Signature)

28. Calculation of EPS

Earnings Per Share is calculated in accordance with Accounting Standard 20- 'Earnings Per Share' - (AS20), notified by the Company's (Accounting Standards) Rules, 2006 as Under:

Particulars	Current Year	Previous Year
Profit after tax (Rs.)	(56,94,178)	(1,30,04,490)
Weighted Average No. of Equity Shares	1,94,489	1,94,489
Earnings Per Share- (In Rs.) Basic	(29.28)	(66.86)

29. Figures of previous years have been regrouped/rearranged wherever necessary. Figures in bracket indicate previous year figures.

As per our report of even date, For **ENCOMPASS DESIGN INDIA PRIVATE LIMITED**

For **V.K. BESWAL & ASSOCIATES,**
Chartered Accountants,
Firm Registration 101083W


CA TANAY KEDIA

[Partner]

Membership Number - 154778

PLACE: Mumbai

DATED: 17 AUG 2015




AD [DIRECTOR]


[DIRECTOR]
AA



Groupings**Schedule 21: Other Expenses****Administrative Charges**

Housekeeping Exp.
 Inspection Chg
 Octroi Chg
 Office Expenses
 Printing & Stationery
 Printing & Stationery - WH
 Security Chg
 Society Maintenance
 Warehouse Expenses
 Water Charges
 Computer Expenses

Typ	Am't
Adm	326,641
Adm	3,483
Adm	5,532
Adm	139,111
Adm	55,804
Adm	55,540
Adm	36,404
Adm	6,462
Adm	49,843
Adm	12,750
Adm Total	691,571

Legal & Professional Charges

Consultancy Chg
 Professional Fees

Cons	90,000
Cons	1,403,603
Cons Total	1,493,603

Travelling and Conveyance Expenses

Car Hiring Charges
 Conveyance - WH
 Conveyance Expense
 Hire Charges
 Petrol Exp
 Travelling Expenses

Conv	149,550
Conv	54,456
Conv	72,171
Conv	5,469
Conv	139,870
Trav	59,859
Conv Total	481,375

Foreign Exchange Fluctuation

Forex	1,965
Forex Total	1,965

Internet Gateway and Domain Charges

Domain Registration Fees
 Hosting Charges
 Internet Access Expense
 Internet Gateway Charges

Inet	1,346
Inet	290,159
Inet	101,531
Inet	92,144
Inet Total	485,180

Insurance Charges

Insurance Charges
 United India Ins. Co. Ltd

Ins	490
Ins	13,284
Ins Total	13,774

Miscellaneous Expenses

Balances W/ff
 Bonus and Incentives
 General Expenses
 R/off Diff
 Roundoff Diff

Misc	1,853
Misc	3,000
Misc	65,353
Misc	(341)
Misc	91
Misc Total	69,956

Marketing Expenses

Commision
 Market Place Charges
 Royalty

Mkt	55,782
Mkt	325,293
Mkt	7,005
Mkt Total	388,080

Prior Period Expenses

Advertising Exp - Prior Period
 Advertising Expenses - Prior Period

Prior	427,619
Prior	132,585
Prior Total	560,204

Other Interest

Int on Service Tax
 Int on TDS
 Interest on Sales Tax

Oth Int	279
Oth Int	5,967
Oth Int	40,221
Oth Int Total	46,467

Courier & Postage Charges

Post	999,399
Post Total	999,399

Electricity Charges

Electricity Charges
 Electricity Charges (WH)

Power	213,845
Power	6,486
Power Total	220,331

Rent

Adm	55,783
Adm Total	55,783



Registration and Filing Fees

Filing Fees
Filing Charges
Registers of Trademarks
Registration Fee

Regn	59,791
Regn	62,080
Regn	3,500
Regn	33,440
Regn Total	158,811

Repair & Maintenance

Annual Maintenance Charges - Uniware
Repair & Maintenance

Rep	130,338
Rep	222,523
Rep Total	352,861

Telephone Expenses

27780065 (WH)
8879365652 Dujon (Data Card)
9004314214 Sunidhi Mehta
9619348112 Sachin S Trivedi
9619501435 Susmita Dalmia
9619501438 (Amit Dalmia)
9619719283 (Data Card W H)
Telephone Expenses (Sachin Trivedi)
Telephone Expenses (Anish George)
Telephone Expenses (Shanil Pawar)
Telephone Expenses (Shubangini Naidu)

Tel	23,157
Tel	164
Tel	720
Tel	7,886
Tel	5,277
Tel	5,277
Tel	1,092
Tel	4,706
Tel	668
Tel	9,401
Tel	2,019
Tel Total	60,367

Grand Total 2,666,548

