

SUREKA ASSOCIATES
CHARTERED ACCOUNTANTS

45 C, MANDHANA MANOR, MOGAL LANE,
MATUNGA ROAD (W), MUMBAI 400 016.
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INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BESA DEVELOPERS AND INFRASTRUCTURE PRIVATE LIMITED

Report on the Financial Statements

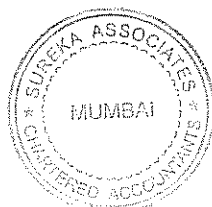
1. We have audited the accompanying financial statements of **Besa Developers and Infrastructure Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements to 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit.
4. We have taken into account the provisions of the Act and the Rules made thereunder including the accounting standards and matters which are required to be included in the audit report.
5. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements 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.
6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.



7. 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

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2016, and its profit and its cash flows for the year ended on that date

Report on Other Legal and Regulatory Requirements

9. As required by 'the Companies (Auditor's Report) Order, 2016', issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure B, a statement on the matters specified in paragraphs 3 and 4 of the Order.
10. 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 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 the written representations received from the directors as on March 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016 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 Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
 - i) The Company does not have any pending litigations as at March 31, 2016 which would impact its financial position.



- ii) The Company does not have any long-term contracts as at March 31, 2016 for which there could be any material foreseeable losses. The Company does not have derivative contracts as at March 31, 2016.
- iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2016.

For and on behalf of
SUREKA ASSOCIATES
Chartered Accountants
Firm's Registration No. 110640W



Suresh Sureka
Partner
Membership No. 34132

Place : Mumbai
Date : 14 April 2016



ANNEXURE A TO INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 10(f) of the Independent Auditors' Report of even date to the members of **Besa Developers and Infrastructure Private Limited** on the financial statements as of and for the year ended March 31, 2016

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

1. We have audited the internal financial controls over financial reporting of Besa Developers and Infrastructure Private Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act 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 ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. 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

6. A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that



(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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

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

Opinion

8. In our opinion, 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, 2016, 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 and on behalf of
SUREKA ASSOCIATES
Chartered Accountants
Firm's Registration No. 110640W



Suresh Sureka
Partner
Membership No. 34132

Place : Mumbai
Date : 14 April 2016



SUREKA ASSOCIATES
CHARTERED ACCOUNTANTS

45 C, MANDHANA MANOR, MOGAL LANE,
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ANNEXURE B TO INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 9 of the Independent Auditors' Report of even date to the members of **Besa Developers and Infrastructure Private Limited** on the financial statements as of and for the year ended March 31, 2016

- i. The Company does not have any fixed assets. Hence the question of records and physical verification thereof does not arise.
- ii. The Company does not have any inventory. Hence, the question of verification thereof does not arise.
- iii. The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of Clause 3(iii), (iii)(a), (iii)(b) and (iii)(c) of the said Order are not applicable to the Company.
- iv. The Company has not granted any loans or made any investments, or provided any guarantees or security to the parties covered under Section 185 and 186. Therefore, the provisions of Clause 3(iv) of the said Order are not applicable to the Company.
- v. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.
- vi. Pursuant to the rules made by the Central Government of India, the Company is not required to maintain cost records as specified under Section 148(1) of the Act in respect of its business.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues in respect of income tax and service tax, and is regular in depositing undisputed statutory dues, including provident fund, sales tax, duty of customs, value added tax and other material statutory dues, as applicable, with the appropriate authorities.


(b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income-tax, sales-tax, service-tax, duty of customs, duty of excise or value added tax which have not been deposited on account of any dispute.
- viii. According to the records of the Company examined by us and the information and explanation given to us, the Company does not have any borrowings from banks or financial institutions or has not issued any debentures. Hence the question of any default does not arise.
- ix. In our opinion, and according to the information and explanations given to us, the Company has not raised any moneys by way of term loans nor by way of initial public offer.
- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- xi. The Company has not paid nor provided for any managerial remuneration during the year.



SUREKA ASSOCIATES
CHARTERED ACCOUNTANTS

- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into any non cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For and on behalf of
SUREKA ASSOCIATES
Chartered Accountants
Firm's Registration No. 110640W



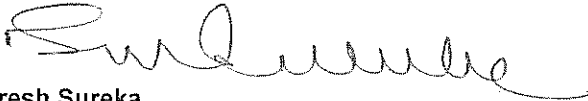


Suresh Sureka
Partner
Membership No. 34132

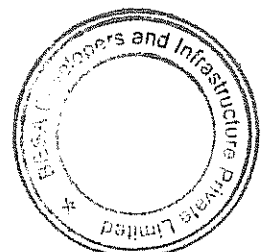
Place : Mumbai
Date : 14 April 2016



BESA DEVELOPERS AND INFRASTRUCTURE PRIVATE LIMITED



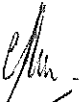
Balance Sheet as at March 31, 2016

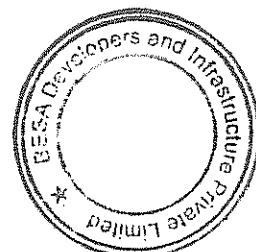
Particulars	Note No.	As At 31-Mar-16 Rs.	As At 31-Mar-15 Rs.
I. Equity and Liabilities			
Shareholders' Funds			
a) Share Capital	1	1,00,000	1,00,000
b) Reserves and Surplus	2	(1,45,74,559)	(1,46,30,686)
Non-Current liabilities			
a) Long-Term borrowings	3	1,55,56,072	1,55,56,072
Current liabilities			
a) Other Current liabilities	4	13,915	20,280
b) Short Term Provision	5	5,345	3,703
Total		11,00,773	10,49,369
II. Assets			
Non-Current assets			
a) Non-current investments	6	1,000	1,000
Current assets			
a) Cash and bank balances	7	10,92,419	10,42,165
b) Short-term loans and advances	8	7,354	6,204
Total		11,00,773	10,49,369
Notes Forming Part of Financial Statements	1-12		
As per our attached Report of even date			
For Sureka Associates Firm Registration No 110640W Chartered Accountants		For and on behalf of the Board	
			
Suresh Sureka Partner Membership No 34132 Place : Mumbai Date : April 14 , 2016		Devendra Patil Director	Ashok Jain Director



BESA DEVELOPERS AND INFRASTRUCTURE PRIVATE LIMITED

Statement of Profit and Loss for the year ended March 31, 2016

Particulars	Note No.	Year Ended 31-Mar-16 Rs.	Year Ended 31-Mar-15 Rs.
Other Income	9	86,886	1,06,877
Total Revenue		86,886	1,06,877
Expenses			
Finance Costs	10	1,091	1,201
Other Expenses	11	16,455	36,510
Total Expenses		17,546	37,711
Profit before Tax		69,340	69,166
Tax Expense			
- Current Tax		13,213	13,180
- Deferred Tax		-	-
Profit/ (Loss) for the Year		56,127	55,986
Earnings/ (Loss) Per Share (Rs.) Basic & Diluted		5.61	5.60
Notes Forming Part of Financial Statements	1-12		
As per our attached Report of even date			
For Sureka Associates		For and on behalf of the Board	
Firm Registration No 110640W			
Chartered Accountants			
			
Suresh Sureka		Devendra Patil	Ashok Jain
Partner		Director	Director
Membership No 34132			
Place : Mumbai			
Date : April 14, 2016			



**BESA DEVELOPERS AND INFRASTRUCTURE PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016**

	31-Mar-16		31-Mar-15	
	Rs.	Rs.	Rs.	Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES				
NET PROFIT/(LOSS) BEFORE TAX		69,340		69,166
ADJUSTMENT FOR:				
INTEREST INCOME	(86,886)		(1,06,877)	
FINANCE EXPENSES	1,091		1,201	
		(85,795)		(1,05,676)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		(16,455)		(36,510)
ADJUSTMENT FOR:				
LOAN AND ADVANCES	(1,150)		8,51,414	
TRADE PAYABLES	(14,277)		7,494	
		(15,427)		8,58,908
CASH GENERATED FROM OPERATIONS		(31,882)		8,22,398
LESS: DIRECT TAXES PAID		(3,659)		(7,927)
		(35,541)		8,14,471
EXTRA ORDINARY ITEMS:				
NET CASH FLOW FROM OPERATING INCOME		(35,541)		8,14,471
B. CASH FLOW FROM INVESTING ACTIVITIES:				
INVESTMENTS IN FIXED DEPOSITS	-		-	
INTEREST RECEIVED	86,886		99,123	
NET CASH FLOW FROM INVESTING ACTIVITIES		86,886		99,123
C. CASH FLOW FROM FINANCING ACTIVITIES				
FINANCE EXPENSES PAID	(1,091)		(1,201)	
NET CASH USED IN FINANCING ACTIVITIES		(1,091)		(1,201)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		50,254		9,12,392
CASH AND CASH EQUIVALENTS OPENING BALANCE		10,42,165		1,29,773
CASH AND CASH EQUIVALENTS CLOSING BALANCE		10,92,419		10,42,165
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		50,254		9,12,392

FOR AND ON BEHALF OF BOARD

Devendra Patil
Devendra Patil
DIRECTOR

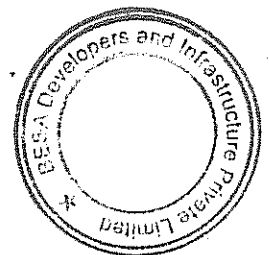
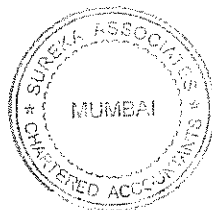
Ashok Jain
Ashok Jain
DIRECTOR

AUDITORS CERTIFICATE

We have verified the above cash flow statement of BESA DEVELOPERS AND INFRASTRUCTURE PRIVATE LIMITED derived from the audited annual financial statement and the books and records maintained by the company for the years ended 31st March, 2015 and 31st March, 2016 and found the same in agreement there with.

For Sureka Associates
Firm Registration No 110640W
Chartered Accountants

Suresh Sureka
Suresh Sureka
Partner
Membership No 34132
Place : Mumbai
Date : April 14, 2016



BESA DEVELOPERS AND INFRASTRUCTURE PRIVATE LIMITED
Significant Accounting Policies and Notes Forming Part of Financial Statements

1) Significant Accounting Policies

a) Basis of Accounting:

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. Pursuant to section 133 of Companies Act 2013 read with rule 7 of Companies (Accounts) Rules 2014, till the Standard of Accounting or any addendum thereto are prescribed by Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under the Companies Act, 1956 shall continue to apply. Consequently, these financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 211(3C) [Companies (Accounting Standards) Rules, 2006, as amended] and the other relevant provisions of the Companies Act, 2013.

The Ministry of Corporate Affairs (MCA) has notified the Companies (Accounting Standards) Amendment Rules, 2016 vide its notification dated 30 March 2016. The said notification read with Rule 3(2) of the Companies (Accounting Standards) Rules, 2006 is applicable to accounting period commencing on or after the date of notification i.e. 1 April 2016

The financial statements are prepared on a going concern basis. The Company's management believes that the Company will continue to operate as a going concern and meet all its liabilities as they fall due for payment, based on the letter of support received from one of the principal shareholder confirming that they would continue to provide support, financial or otherwise, to ensure that the Company continues to operate as a going concern and meet all its liabilities as they fall due for payment.

b) Use of estimates:

The preparation of financial statements in accordance with the generally accepted accounting principles require the management to make estimates and assumptions that affect the reported amounts of the assets and liabilities, disclosures of contingent liabilities as of the date of financial statements. Actual result could differ from these estimates. Any revision of such accounting estimate is recognized prospectively in current and future periods.

c) Capital Work in Progress is stated at the amount expended up to date of Balance sheet including preoperative expenditure.

d) Investments

Investments intended to be held for more than a year, from the date of acquisition, are classified as long term and are carried at cost. Provision for diminution in value of investments is made to recognize a decline other than temporary. Current Investments are stated at cost or fair value whichever is lower.

The cost includes acquisition charges such as brokerage, fee, duties, and reduced by pre-acquisition dividends.

b) Notes Forming Part of Financial Statements

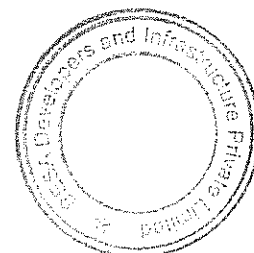
1 Share Capital

a) Share Capital

Particulars	As At	As At
	31-Mar-16 Rs.	31-Mar-15 Rs.
Authorised 10,000 Equity Shares of Rs. 10 each (Previous Year 10,000)	1,00,000	1,00,000
	1,00,000	1,00,000
Issued, Subscribed and Paid Up 10,000 Equity Shares of Rs. 10 each, fully paid up (Previous Year 10,000)	1,00,000	1,00,000
	1,00,000	1,00,000

(b) Reconciliation of number of shares outstanding at the beginning and at the end of the reporting period

Particulars	As at March 31, 2016		As at March 31, 2015	
	Number of shares	Amount in Rupees	Number of shares	Amount in Rupees
Shares outstanding as at the opening of the year	10,000	1,00,000	10,000	1,00,000
Add: Shares Issued during the year	-	-	-	-
Shares outstanding as at closing of the year	10,000	1,00,000	10,000	1,00,000



(c) Details in respect of each class in the company held by the holding company and its associates

Name of shareholder	As at March 31, 2016		As at March 31, 2015	
	No. of shares held	% of holding	No. of shares held	% of holding
Holding Company				
Welspun India Ltd	10,000	100	10,000	100
Total	10,000	100	10,000	100

(d) Details of Shareholders holding more than 5% shares of the aggregate shares in the Company

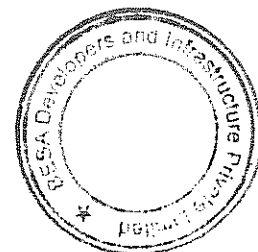
Name of Shareholder	As at March 31, 2016		As at March 31, 2015	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Welspun India Ltd	10,000	100	10,000	100
TOTAL	10,000	100	10,000	100

(e) Terms/right attached to Equity shares

The company has only one class of equity shares having par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholder in the ensuing Annual General Meeting.

In the event of Liquidation of the company, the holder of the equity shares will be entitled to receive remaining assets of the company, after distribution of preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

	As At 31-Mar-16 Rs.	As At 31-Mar-15 Rs.
Note 2 : Reserves and Surplus		
Surplus in the Statement of Profit and Loss		
Balance as at the beginning of the year	(1,46,30,686)	(1,46,86,672)
Add : Profit/ (Loss) for the year	56,127	55,986
Net Profit / (Loss)	(1,45,74,559)	(1,46,30,686)
Note 3: Long-term borrowings		
Unsecured		
Interest free Loans and advances from related parties		
- Welspun India Limited (Holding Company)	1,55,56,072	1,55,56,072
	1,55,56,072	1,55,56,072
Note 4 : Other Current Liabilities		
Provision for Expenses	13915	20,280
	13,915	20,280
Note 5 : Short Term Provision		
Provision for Taxation (Net of Advance tax)	5,345	3,703
	5,345	3,703
Note 6 : Non - current investments		
Trade and Unquoted at Cost		
Investments in equity instruments		
100 (100) Equity Shares of Rs 10 each, fully paid up of Weltreat Enviro Management Organisation	1,000	1,000
	1,000	1,000



Note 7 : Cash and bank balances

Cash and cash equivalents

Cash on Hand	15,495	15,795
Balances with Scheduled Banks		
- In Current Accounts		
Andhra Bank	2,719	2,838
Indusind Bank	2,24,205	1,73,532

Other Bank balances

In other deposit accounts	8,50,000	8,50,000
original maturity more than 3 months		
	<u>10,92,419</u>	<u>10,42,165</u>

**Note 8 : Short-term loans and advances
Unsecured, considered good**

Interest Receivable	7,354	6,204
	<u>7,354</u>	<u>6,204</u>

Note 9 : Other Income

Interest income

Interest from banks on:

Deposits	78,905	47,390
Interest on income tax refund	-	59,487
Provision no longer required written back	7,980	-
	<u>86,886</u>	<u>1,06,877</u>

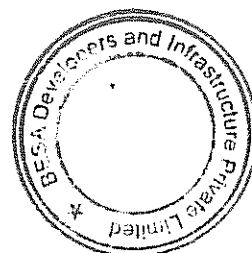
Note 10 : Finance Costs

Other borrowing costs

Bank Charges	1,091	1,201
	<u>1,091</u>	<u>1,201</u>

Note 11 : Other Expenses

Legal and Professional Charges	1,140	23,710
Rates & Taxes	1,400	1,400
Auditors' Remuneration	13,915	11,400
	<u>16,455</u>	<u>36,510</u>



Note 12 : Other Significant Notes

a Related Party Disclosure:-

As per Accounting Standard 18, the disclosure for related parties as defined in the accounting standard is given below.

ij Key Management Personnel

Shri Devendra Patil	Director
Shri Ashok Jain	Director

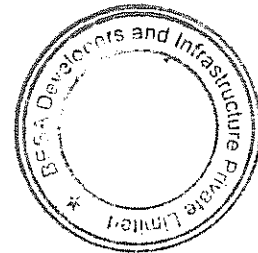
ii) Related parties with whom transaction have taken place during the year and balance outstanding as on the last day of the year

Welspun India Ltd.(Holding Company)

Amount in Rs	
PARTICULARS	Welspun India Ltd
Transactions during the year	
Closing Balance	
Loans, Advances and Deposits received	1,55,56,072
	(1,55,56,072)

Previous year figures are given in brackets

Note: Related Parties are as disclosed by the Management and relied upon by the auditors.



Note 12 : Other Significant Notes

b Audit Fees :

Particulars	(Amount In Rs.)	
	2015-16	2014-15
Audit Fee	13,915	11,236

- c In terms of AS 22 - Accounting for Taxes on Income, Deferred Tax Assets should be recognised only to the extent that there is reasonable certainty of availability of future taxable income against which such deferred tax assets can be realised. However, in view of the uncertainty, the Company has not created the deferred tax assets in previous years.
- d Minimum Alternative Tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. However, in view of the uncertainty, the Company has not recognised MAT credit as an assets during the year.
- e In the opinion of the board the current assets, loans and advances are approximately of the value stated if realised in the ordinary course of business and Provision for all the known liabilities have been made in the accounts.
- f Previous year figures have been regrouped/ rearranged/ recast wherever considered necessary to confirm to this year's classification. Figures in brackets pertain to previous year.
- g Other additional information pursuant to provisions of the Companies Act, 2013, has not been furnished as the same is either nil or not applicable.

For Sureka Associates
Firm Registration No 110640W
Chartered Accountants

Suresh Sureka
Partner
Membership No 34132
Place : Mumbai
Date : April 14, 2016



For and on behalf of the Board

Devendra Patil
Director

Ashok Jain
Director

