

**Bohara Bhandari Bung And Associates LLP**  
Chartered Accountant

#12-10-89/1, Anagha Complex,  
2<sup>nd</sup> Floor, Above Canara Bank, Sath Kacheri Road,  
Raichur - 584101

**INDEPENDENT AUDITOR'S REPORT**

To the Members of INM Nuvent Paints Private Limited

**Report on the Audit of the Standalone Financial Statements**

**Opinion**

We have audited the standalone financial statements of INM Nuvent Paints Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2019, and the Statement of Profit and Loss, Statement of Changes in Equity and Statement of Cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019 and losses, changes in equity and its cash flows for the year ended on that date.

**Key audit matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

**Information Other than the Standalone financial statements and Auditor's Report**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Directors Report but does not include the Standalone financial statements and our auditor's report thereon.

Our opinion on the Standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

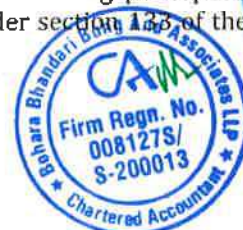
In connection with our audit of the Standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

When we read the other sections of Annual Report (other than those mentioned above), if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take necessary actions, as applicable under the applicable laws and regulations.

**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, changes in equity 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. This



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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 implementation and maintenance of 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

**Auditor's Responsibilities for the Audit of the Standalone financial statements**

Our objectives are to obtain reasonable assurance about whether the Standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls systems in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Standalone financial statements, including the disclosures, and whether the Standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



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- Obtain sufficient appropriate audit evidence regarding the financial information of the Company and its joint operations to express an opinion on the Standalone financial statements. We are responsible for the direction, supervision and performance of the audit of the Standalone financial statements of such entities included in the Standalone financial statements.

**Materiality**

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

**Report on Other Legal and Regulatory Requirements**

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in Annexure-A, statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

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.

- a) 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;
- b) 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;
- c) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- d) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
- e) Since the Company's turnover as per the last audited financial statements is less than Rs.50 Crores and its borrowing from banks or financial institutions or any Body Corporate at any time during the year is less than Rs.25 Crores, the Company is exempted from getting report of the auditor with respect to existence of internal financial controls with reference to financial statements of the company and its operating effectiveness of such controls vide notification dated June 13,2017.
- 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.



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- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For Bohara Bhandari Bung And Associates LLP**  
**Chartered Accountants**  
(Firm's Regn No.008127S/S200013)

*amp*

**CA.Pankaj Kumar Bohara**  
**Partner**  
(Membership No. 215471)



Place: Raichur  
Date: 22.05.2019

**Bohara Bhandari Bung And Associates LLP**  
Chartered Accountant

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**Annexure-"A"**

**To the Independent Auditors' Report on the IND-AS Financial Statements of INM Nuvent Paints Private Limited.**

(Referred to in paragraph 1 of Report on Other Legal and Regulatory Requirements section of our report of even date.)

The Annexure referred to in our report to the members of INM Nuvent Paints Private Limited ('the Company') for the year ended March 31, 2019. We report that:

- i. In respect of Fixed Assets
  - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b) As explained to us, having regards to the size of the Company and the nature of its assets Fixed Assets have been physically verified wherever feasible by the management and no material discrepancy with respect to book records was noticed on such verification.
  - c) In our opinion and according to the information and explanations given to us, all the title deeds of immovable properties are held in the name of the Company.
- ii. As per the information and explanation given to us the Inventories have been physically verified by the management at reasonable intervals during the year. In our opinion, the frequency of verification is reasonable. The discrepancies noticed on physical verification between the physical stocks and book records were not material.
- iii. According to the information and explanation given to us, the Company has not granted unsecured loans to companies covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act'). Accordingly, paragraph 3(iii) of the Order is not applicable.
- iv. According to the information and explanation given to us, the Company has not granted any loans, or made any investments and nor has provided any guarantees or securities to parties covered section 185 and 186 of the Act. Hence, provisions of clause (iv) of paragraph 3 of the Order is not applicable.
- v. According to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of section 73 and 76 or any other relevant provisions of the Act and the rules framed there under. Therefore, the provisions of clause (v) of paragraph 3 of the Order is not applicable to the company.
- vi. We have broadly reviewed the books of accounts and records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014 as amended, prescribed by the Central Government under section 148 of the Act in respect of the production and processing activities of the Company and are of the opinion that prima-facie cost records and accounts prescribed have been generally maintained. However, we have not made a detailed examination of the records with a view to determining whether they are accurate or complete.
- vii. In respect of Statutory dues
  - a) According to the information and explanations given to us, the Company is generally regular in depositing undisputed statutory dues including provident fund, Employees State Insurance, Income-Tax, Sales-Tax, Service Tax, Goods and Services Tax, Customs Duty, Excise Duty, Value Added Tax and Cess and all other statutory dues with the appropriate authorities and there are no arrears of outstanding statutory dues as at March 31, 2019 for a period of more than six months from the date they became payable.



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- b) According to the information and explanations given to us there are no dues of income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, value added tax and cess which have not been deposited on account of any dispute
- viii. According to the information and explanations given to us by the management, the Company has not borrowed any funds from banks, government and financial institutions and neither has raised any amount by way of issue of debentures. Accordingly, paragraph 3(viii) of the Order is not applicable.
- ix. Based on the information and explanations given to us by the management of the Company, the Company has not raised any money by way of public offer. The Company has not raised any term loans during the year.
- x. Based upon the audit procedures performed for the purpose of reporting the true and fair view of the IND-AS financial statements and as per the information and explanations given by the management, we report that no material fraud by the Company or on the Company by its officers or employees, has been noticed or reported during the course of audit.
- xi. According to the information and explanations given to us and based on our examination of the records of the Company, provision of Sec.197 read with schedule V to the Companies Act, 2013 is not applicable to the Company. Accordingly, paragraph 3(xi) of the Order is not applicable.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the IND-AS financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment of shares or convertible debentures during the year. Accordingly, paragraph 3(xiv) of the Order is not applicable.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. In our opinion and according to the information and explanation provided to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For Bohara Bhandari Bung and Associates LLP**  
**Chartered Accountants**  
(Firm Registration Number: 008127S/S200013)

*amp*

**CA Pankaj Kumar Bohara**  
**Partner**  
**Membership Number: 215471**



Place: Raichur  
Date: 22.05.2019

**INM Nuvent Paints Private Limited****Part - I - Balance Sheet**

(All amount are in Indian Rupees in Thousands, unless otherwise stated)

PARTICULARS	Note	As at 31-Mar-19	As at 31-Mar-18
<b>ASSETS</b>			
<b>Non Current Assets</b>			
(a) Property Plant & Equipment	2	4,022.29	-
(b) Capital Work in progress		-	-
(c) Other Intangible Assets	3	138.62	-
(d) Financial Assets			
i) Investments	4	-	-
ii) Loans & Advances	5	-	-
iii) Other financial assets	6	791.50	-
(e) Other Non-current Assets	7	929.20	-
(f) Deferred Tax Assets (net)	16	1,766.79	5.12
<b>Total Non-Current Assets</b>		<b>7,648.40</b>	<b>5.12</b>
<b>Current Assets</b>			
(a) Inventories	8	3,362.80	-
(b) Financial Assets			
(i) Trade Receivables	9	1,015.40	62.99
(ii) Cash and Cash Equivalents	10	757.01	10.01
(iii) Loan and Advances	11	-	-
(c) Other Current Assets	12	1,800.82	2.16
<b>Total Current Assets</b>		<b>6,936.04</b>	<b>75.16</b>
<b>TOTAL ASSETS</b>		<b>14,584.44</b>	<b>80.28</b>
<b>EQUITY AND LIABILITIES</b>			
<b>A) Equity</b>			
(a) Equity Share Capital	13A	100.00	100.00
(b) Other Equity	13B	(5,045.98)	(27.22)
<b>Total Equity</b>		<b>(4,945.98)</b>	<b>72.78</b>
<b>B) LIABILITIES</b>			
<b>Non-current liabilities</b>			
<b>a) Financial Liabilities</b>			
(a) Long Term Borrowings	14	18,522.56	-
(b) Long Term Provisions	15	-	-
(c) Deferred Tax Liability (net)	16	-	-
(d) Other Non-current Liability	17	-	-
<b>Total Non-Current Liabilities</b>		<b>18,522.56</b>	<b>-</b>
<b>Current Liabilities</b>			
<b>(a) Financial Liabilities</b>			
(i) Trade Payables	18	329.70	-
(ii) Other financial liabilities	19	-	-
<b>(b) Other Current Liabilities</b>	20	592.08	-
<b>(c) Short Term Provisions</b>	21	86.08	7.50
<b>Total Current Liabilities</b>		<b>1,007.86</b>	<b>7.50</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>14,584.44</b>	<b>80.28</b>

Note Nos 01 to 41 forms an integral part of financial statements

As per our even report attached

for Bohara Bhandari Bung &amp; Associates LLP

Chartered Accountants

Firm's registration No.008127S/S200013

CA.Pankaj Kumar Bohara

Partner

M.No: 215471

Place: Raichur

Date: 22.05.2019



For and on behalf of Board of Directors

Vishnukant C Bhutada

Director

DIN No.01243391

Place : Raichur

Date: 22.05.2019

Ramakant Innani

Director

DIN No.03222748

Place : Raichur

Date: 22.05.2019



**INM Nuvent Paints Private Limited****Part - II - Statement of Profit and Loss***(All amount are in Indian Rupees in Thousands, unless otherwise stated)*

Particulars	Note	For the Year ended 31st March 2019	For the Year ended 31st Mar 2018
<b>Revenue</b>			
a) Revenue from operations	22	2,605.31	-
b) Other operating revenues		-	-
		<b>2,605.31</b>	-
Other income	23	18.85	-
<b>Total Revenue</b>		<b>2,624.16</b>	-
<b>Expenses</b>			
a) Cost of materials consumed	24	3,368.02	-
b) Change in inventory of finished goods, work-in-progress and stock-in trade	25	(1,511.40)	-
c) Employee Benefits Expense	26	4,550.02	-
d) Depreciation and Amortisation Expense	2	145.02	-
e) Finance Cost	27	25.07	-
f) Other Expenses	28	2,827.86	32.34
<b>Total expenses</b>		<b>9,404.59</b>	<b>32.34</b>
<b>Profit / (Loss) before exceptional items and tax</b>		<b>(6,780.43)</b>	<b>(32.34)</b>
Exceptional (Income) / Expense		-	-
<b>Profit / (Loss) before tax after exceptional Item</b>		<b>(6,780.43)</b>	<b>(32.34)</b>
<b>Tax expense</b>			
i) Current Income tax		-	-
ii) Deferred Tax		(1,761.67)	(5.12)
		(1,761.67)	(5.12)
<b>Profit / (Loss) for the Period</b>		<b>(5,018.76)</b>	<b>(27.22)</b>
<b>Other Comprehensive Income</b>			
A) Items that will not be reclassified profit or loss			
- Actuarial Gain / (Loss) for defined benefit plan (net)			-
<b>Total Comprehensive income for the year (A+B)</b>		<b>(5,018.76)</b>	<b>(27.22)</b>
<b>Earning per equity share</b>	41		
Basic and Diluted EPS per share of Rs.10/- each		(501.88)	(2.72)

Note Nos 01 to 41 forms an integral part of financial statements

As per our even report attached  
for Bohara Bhandari Bung & Associates LLP  
Chartered Accountants  
Firm's registration No.008127S/S200013

  
CA Pankaj Kumar Bohara  
Partner  
M.No.215471


Place: Raichur  
Date: 22.05.2019



For and on behalf of the Board of Directors

  
Vishnukant C Bhutada  
Director  
DIN No.01243391

Place: Raichur  
Date: 22.05.2019

  
Ramakant Innani  
Director  
DIN No.03222748

Place: Raichur  
Date: 22.05.2019





**INM Nuvent Paints Private Limited**  
**Standalone Cash Flow Statement for the year ended March 31, 2019**  
**(All amount are in Indian Rupees in Thousands, unless otherwise stated)**

Particulars	2018-19	2017-18
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit Before Tax as per Statement of Profit and Loss	(6,780.43)	(32.34)
Less: Adjustments		
Interest received	-	-
Unrealized Exchange Gain	-	-
Liabilities Written back	-	-
	(6,780.43)	(32.34)
Add: Adjustments		
Provision for Gratuity	-	-
Depreciation & Amortisation	145.02	-
Operating profit before working capital changes & Other Adjustments	(6,635.41)	(32.34)
Adjustments for Increase / (Decrease) in Operating Liabilities		
Trade Payables	329.70	-
Other Current Liabilities & Short Term Provisions	670.66	7.50
Adjustments for (Increase) / Decrease in Operating Receivables		
Inventories	(3,362.80)	-
Trade Receivables	(952.41)	(62.99)
Other Non-current Assets	(791.50)	-
Short Term Loans & Advances & Other Current Assets	(2,727.86)	(2.16)
	(13,469.63)	(89.99)
Less: Income Taxes (Net)	-	-
<b>Net Cash flow from Operating activities</b>	<b>(13,469.63)</b>	<b>(89.99)</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets (Incl.CWIP)	(4,305.93)	-
Capital Advances	-	-
Interest received	-	-
Dividend Income	-	-
<b>Net cash flow (used in) Investing Activities</b>	<b>(4,305.93)</b>	<b>-</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Increase in Long Term Borrowings	18,522.56	-
Issue of Shares	-	100.00
Proceeds from Issue of Pref Share Capital	-	-
<b>Net cash flow from/(Used in) Financing Activities</b>	<b>18,522.56</b>	<b>100.00</b>
<b>Net Increase/(decrease)in Cash and Cash Equivalents</b>	<b>747.00</b>	<b>10.01</b>
Cash & Cash Equivalents at the beginning of the year	10.01	-
<b>Cash &amp; Cash equivalents at the end of the year</b>	<b>757.01</b>	<b>10.01</b>
<b>Components of Cash and Cash Equivalents</b>		
Cash on Hand	53.24	0.01
Cash at Banks		
a) In Current Account	703.77	10.00
<b>Total Cash and Cash Equivalents</b>	<b>757.01</b>	<b>10.01</b>

Cash Flow statement has been prepared under Indirect method as per Ind AS-7 "Statement of Cash flows " as prescribed under Companies (Indian Accounting Standard) Rules, 2015.

As per our report of even date attached  
For Bohara Bhandari Bung & Associates LLP  
Chartered Accountants  
Firm's registration No.008127S / S200013

CA.Pankaj Kumar Bohara  
Partner  
M.No: 215471

Place: Raichur  
Date: 22.05.2019



For and on behalf of the Board of Directors

Vishnukant C Bhutada  
Director  
DIN No.01243391

Place: Raichur  
Date: 22.05.2019

Ramakant Innani  
Director  
DIN No.03222748

Place: Raichur  
Date: 22.05.2019



**INM Nuvent Paints Private Limited**  
(All amount are in Indian Rupees in Thousands, unless otherwise stated)

**2. Property Plant & Equipment**

Fixed Assets	Gross Block			Accumulated Depreciation			Net block	
	As at 1st April 2018	Additions as on 31.03.2019	Deletions	As at 31/03/2019	As at 1st April 2018	For the year 2018-19	As at 31/03/2019	As at 31/03/2018
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
<b>Tangible Assets</b>								
i) Owned								
a) Air Condition	-	255.57	-	255.57	-	9.99	9.99	245.58
b) Electrical Installation-UPS	-	133.71	-	133.71	-	6.75	6.75	126.96
c) Computer	-	324.90	-	324.90	-	55.84	55.84	269.06
d) Furniture & Fittings	-	158.19	-	158.19	-	5.97	5.97	152.22
e) Office Equipment	-	108.07	-	108.07	-	6.43	6.43	101.64
f) Lab Equipments-Local	-	676.40	-	676.40	-	33.01	33.01	643.39
g) Lab Equipments-Import	-	2,495.79	-	2,495.79	-	12.34	12.34	2,483.45
	-	<b>4,152.62</b>	-	<b>4,152.62</b>	-	<b>130.33</b>	<b>130.33</b>	<b>4,022.29</b>
<b>3. Other Intangible Assets</b>								
a) Computer Software	-	153.31	-	153.31	-	14.69	14.69	138.62
<b>Total</b>	-	<b>153.31</b>	-	<b>153.31</b>	-	<b>14.69</b>	<b>14.69</b>	<b>138.62</b>
<b>Sub-Total (A)</b>	-	<b>4,305.93</b>	-	<b>4,305.93</b>	-	<b>145.01</b>	<b>145.01</b>	<b>4,160.92</b>



**INM Nuvent Paints Private Limited**  
(All amount are in Indian Rupees in Thousands, unless otherwise stated)

<b>4 Investments</b>			
	<b>Particulars</b>	<b>31/3/2019</b>	<b>31/03/2018</b>
	Investment in Equity shares	-	-
	<b>Total</b>	-	-
<b>5 Loans &amp; Advances</b>			
	<b>Particulars</b>	<b>31/3/2019</b>	<b>31/03/2018</b>
	Loans to Subsidiary Companies	-	-
	<b>Total</b>	-	-
<b>6 Other Financial Assets</b>			
	<b>Particulars</b>	<b>31/3/2019</b>	<b>31/03/2018</b>
	a) Security Deposit (unsecured, considered good) (Refer Note No 34.)		
	i) Rental deposits	791	-
	ii) Miscellaneous Deposits	1	-
	b) Pre-Paid Expense	-	-
	c) Un-secured loan	-	-
	<b>TOTAL</b>	<b>792</b>	<b>-</b>
<b>7 Other Non- Current Assets</b>			
	<b>Particulars</b>	<b>31/3/2019</b>	<b>31/03/2018</b>
	<b>Capital Advances</b>		
	Unsecured, considered good (Refer Note No 34.)	929	-
	<b>TOTAL</b>	<b>929</b>	<b>-</b>
<b>8 Inventories</b>			
	<b>Particulars</b>	<b>31/3/2019</b>	<b>31/03/2018</b>
	<b>d) Stock-in-trade</b>		
	<b>a) Raw materials</b>		
	i) Raw Material	1,359	-
	ii) Fininshed Goods	1,511	-
	<b>b) Packing materials</b>	493	-
	<b>TOTAL</b>	<b>3,363</b>	<b>-</b>
<b>9 Trade Receivable (Refer Note No 34.)</b>			
	<b>Particulars</b>	<b>31/3/2019</b>	<b>31/03/2018</b>
	Unsecured, considered good	1,015	62.99
	<b>TOTAL</b>	<b>1,015</b>	<b>62.99</b>
<b>Of the above trade receivables from related parties are given below :</b>			
	<b>Particulars</b>	<b>31/3/2019</b>	<b>31/3/2018</b>
	a) Shilpa Therapeutics Pvt Ltd	192	-
	b) Shilpa Medicare Limited 100 % EOU	-	-
	c) INM Technologies Pvt Limited (Holding Company)	-	62.99
	<b>TOTAL</b>	<b>192</b>	<b>62.99</b>
<b>10 Cash and Cash Equivalents</b>			
	<b>Particulars</b>	<b>31/3/2019</b>	<b>31/03/2018</b>
	a) Cash on hand	53	0.01
	b) Balance with banks in current account	704	10.00
	<b>TOTAL</b>	<b>757</b>	<b>10.01</b>
<b>11 Loan and Advances</b>			
	<b>Particulars</b>	<b>31/3/2019</b>	<b>31/03/2018</b>
	<b>Capital advances for Fixed Assets (Refer Note No 34.)</b>		
	a) Secured, considered good	-	-
	b) Unsecured, considered good	-	-
	<b>TOTAL</b>	<b>-</b>	<b>-</b>
<b>12 Other Current Assets</b>			
	<b>Particulars</b>	<b>31/3/2019</b>	<b>31/03/2018</b>
	a) Pre-Paid Expense	71	-
	b) GST - Input (Net)	1,508	2.16
	c) IGST refund receivable	-	-
	d) Advance to Suppliers / others	222	-
	e) Advance to Employee for Expense	-	-
	f) Other advances recoverable in cash or kind	-	-
	g) TDS deducted by Party	-	-
	<b>TOTAL</b>	<b>1,801</b>	<b>2.16</b>



**14 Long-Term Borrowings**

Particulars	31/3/2019	31/3/2018
a) From INM Technologies Pvt Ltd	18,523	-
(The Company, during the year, has received loan of Rs. 18500000 from its Holding Company INM Technologies Pvt Ltd at 10% interest per annum repayable after 5 years from the end of FY 2018-19 <b>Interest &amp; Repayment:</b> Interest shall be accrued on compounding basis every year and total outstanding including interest accrued upto 31.03.2024 shall be paid in 12 equated quarterly installments starting from 01.04.2024)	-	-
<b>TOTAL</b>	<b>18,523</b>	-

**15 Long Term Provisions**

Particulars	31/3/2019	31/03/2018
a) Provision for Gratuity	-	-
b) Provision for Interest	-	-
<b>TOTAL</b>	-	-

**16 Deferred Taxes (Net)**

Particulars	31/3/2019	31/03/2018
a) Deferred Tax Liability	(92.81)	-
b) Deferred Tax Asset	1,859.59	5.12
<b>TOTAL</b>	<b>1,766.79</b>	<b>5.12</b>

**17 Other Non-current liability**

Particulars	31/3/2019	31/03/2018
a) Preference share capital	-	-
b) Creditors for Capital Goods (Refer Note No 34)	-	-
	-	-

**18 Trade Payables (Refer Note No 34.)**

Particulars	31/3/2019	31/03/2018
a) Total outstanding dues of creditors other than micro enterprises and small enterprises	207.12	-
b) Trade Payables -others	122.58	-
<b>TOTAL</b>	<b>329.70</b>	-

**19 Other Financial Liabilities**

Particulars	31/3/2019	31/03/2018
a) Accumulated dividend on Redemable Cumulative Pref Shares.	-	-
b) Advance from INM Technologies (Holding Company)	-	-
	-	-

**20 Other Current Liabilities**

Particulars	31/3/2019	31/03/2018
a) Tax deduction at Source	99.23	-
b) GST & Professional Tax payable	1.40	-
c) Advance from Customers	14.75	-
d) Employee Benefit Liability	476.70	-
<b>TOTAL</b>	<b>592.08</b>	-

**21 Short Term Provisions**

Particulars	31/3/2019	31/03/2018
a) Provision For Audit Fee	16.20	7.50
b) Provision For Expenses	69.88	-
<b>TOTAL</b>	<b>86.08</b>	<b>7.50</b>

**22 Revenue from Operations**

Particulars	31/3/2019	31/03/2018
Sales of Product	2,605.31	-
<b>TOTAL</b>	<b>2,605.31</b>	-



23 Other Income			
	Particulars	31/3/2019	31/03/2018
a)	Profit on Sale of Assets	-	-
b)	Exchange Loss (Gain) / Loss	-	-
c)	Others	18.85	-
	<b>TOTAL</b>	<b>18.85</b>	-

24 Cost of Material Consumed			
	Particulars	31/3/2019	31/03/2018
	Opening Stock	-	-
	Add: Purchase	4,726.67	-
	Less: Closing Stock	1,358.65	-
	<b>TOTAL</b>	<b>3,368.02</b>	-

25 Changes in inventories of ,finished goods, traded goods and work-in-process			
	Particulars	31/3/2019	31/03/2018
<b>Opening Inventories</b>			
	(i) Finished goods	-	-
	(ii) Work-In-process	-	-
<b>Closing Inventories</b>			
	(i) Finished goods	-	-
	(ii) Work-In-process	1,511.40	-
	<b>(Increase) / decrease in Inventory</b>	<b>(1,511.40)</b>	-

26 Employee Benefits Expense			
	Particulars	31/3/2019	31/03/2018
a)	Salaries & Wages	4,543.65	-
b)	Contribution To Provident Fund/Labur Welfare Fund	-	-
c)	Staff Welfare Expenses	6.37	-
d)	Contribution To Gratuity	-	-
	<b>TOTAL</b>	<b>4,550.02</b>	-

27 Finance Cost			
	Particulars	31/3/2019	31/03/2018
a)	Dividend on Cumulative Redemable Pref Shares	-	-
b)	Interest on 10% Loan from INM Technologies Pvt Ltd	25.07	-
	<b>TOTAL</b>	<b>25.07</b>	-

28 Other expense			
	Particulars	31/3/2019	31/03/2018
a)	Power And Fuel	34.89	-
b)	Repairs & Maintenance	-	-
	i) Buildings	-	-
	ii) Machinery	2.66	-
	iii) Others	12.00	-
c)	Rent	372.45	-
d)	Advertisement expense	124.40	-
e)	Incorporation Expenses	-	24.84
f)	Traveling And Conveyance	604.37	-
g)	Legal & Professional Fees	-	-
h)	Auditor Fees	18.00	7.50
i)	Research & Development Expenses	450.00	-
j)	Transportation Charges	162.32	-
k)	Exchange Fluctuation	109.36	-
l)	Bank Charges	12.62	-
m)	Bad Debts / Accounts Written-Off	12.80	-
n)	Vat/ Entry Tax & Profession Tax	-	-
o)	Professional & Consultancy (staff reclutment expense)	515.62	-
p)	Miscellaneous Expenses	396.37	-
	<b>TOTAL</b>	<b>2,827.86</b>	<b>32.34</b>



29 Payment to Statutory Auditors \*

Particulars	31/3/2019	31/03/2018
a) Statutory Audit	15.00	7.50
b) Tax Audit		
c) Certification	3.00	
d) Others		
<b>TOTAL</b>	<b>18.00</b>	<b>7.50</b>

\* Excluding GST

30 Contingent Liabilities

Particulars	31/3/2019	31/03/2018
a) Bank Guarantees. / Corporate Guarantee	-	-
b) Letter of Comfort	-	-
c) Claims against the Company not acknowledge as debts.	-	-
d) Estimate amount of contract remain to be executed on account of capital commitments not provided for. (Capital Commitments)	-	-
<b>TOTAL</b>		



### 31 Related Party Transactions

Related parties where control exists and related parties with whom transactions have taken place during the year are listed below

#### 1 Key Management Personnel

- a) Vishnukant C Bhutada
- b) Ramakant Innani

#### 2 Enterprises having common Directors/Board of trustees

- a) Shilpa Medicare Limited
- b) INM Technologies Private Limited
- c) Shilpa Therapeutics Pvt Limited
- d) Shilpa Foundation

SL No	Name of related Party	Relationship	Descriptions of Transaction	2018-19		2017-18	
				Income/(expense) other transaction	Balance at 31.03.2019	Income/(expense) other transaction	Balance at 31.03.2018
a)	Enterprises having common Directors i) INM Technologies Private Limited	Holding Company	Purchase	-	-	-	-
			Interest Paid	-	-	-	-
			Expense incurred(net)	1,454.52	-	-	-
			Trade Payable	25.07	-	(37.00)	-
			Trade receivable	-	-	-	-
			Equity shares issued	-	-	-	63.00
			Loan Received	18,500.00	18,522.56	100.00	-
ii)	Shilpa Medicare Limited	Parent Company	Purchase	2,627.23	-	-	-
			Sales	1,233.33	-	-	-
			Expense incurred(net)	5.20	-	-	-
			Trade Payable	-	6.49	-	-
			Trade receivable	-	-	-	-
			Equity shares issued	-	-	-	-
			Loan Received	-	-	-	-
iii)	Shilpa Therapeutics Pvt Limited		Sales	192.22	192.22	-	-
			Trade receivable	-	-	-	-
iv)	Shilpa Foundation		Sales	13.28	-	-	-
			Trade receivable	-	-	-	-



32 Fair value measurement hierarchy				
Particulars	FVTPL	FVTOCI	Amortised cost	Total
<b>31.03.2019</b>				
Financial Assets				
Cash & Bank Balance			757.01	757.01
<b>Total</b>			<b>757.01</b>	<b>757.01</b>
Financial Liability				
Trade payables			329.70	329.70
<b>Total</b>			<b>329.70</b>	<b>329.70</b>
Particulars	FVTPL	FVTOCI	Amortised cost	Total
<b>31.03.2018</b>				
Financial Assets				
Cash & Bank Balance			10.01	10.01
<b>Total</b>			<b>10.01</b>	<b>10.01</b>
Financial Liability				
Trade payables			-	-
<b>Total</b>			<b>-</b>	<b>-</b>

\* Since all the financial assets & financial liabilities are measured at amortised cost, fair value hierarchy is not provided

### 33 Financial Risk Management

The Company's activities expose it to a variety of financial risks such as Market Risk, Credit Risk and Liquidity Risk. The Company focuses on minimizing potential adverse effect on its financial performance.

#### (A) Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The changes in the values of financial assets /liability may result from change in the foreign currency exchange rates (Foreign Currency Risk), change in interest rates (Cash flow & interest rate risk), and change in price of investments (Price Risk).

#### (i) Foreign Currency Risk

The Company operates internationally and consequently, the Company is exposed to foreign exchange risk through importing raw materials in foreign currency and has no Forward/hedge agreements.

As on 31.03.2019 there were no outstanding payables / receivables in foreign currency.

Particulars	31-Mar-19			31-Mar-18		
	USD	EURO	CHF	USD	EURO	CHF
<b>Financial Assets</b>						
Other financial assets	-	-	-	-	-	-
<b>Financial liabilities</b>						
Trade payables	-	-	-	-	-	-
	-	-	-	-	-	-

#### (ii) Interest Rate Risk

Interest rate risk is that the fair value of future cash flows of the financial instruments will fluctuate because of change in market interest rates. In order to optimize the Company's position with regard to interest expenses, it has availed long term borrowings from its Holding Company at a fixed rate of interest, hence it is not exposed to interest rate risk.

#### (iii) Price Risk

The Company has not made any investments during the year, hence not exposed to price risk.

#### (B) Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The credit risk arises from its operation activity primarily from trade receivable and from its financial activity. Customer credit risk is controlled by analysis of credit limit and credit worthiness of the customer on a continuous basis to whom the credit has been granted.

#### (C) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations of its financial liability. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for making liability when they are due, under normal and stressed condition without incurring losses and risk.

The present available working capital facility is sufficient to meet its current requirement. Accordingly no liquidity risk is perceived. In addition, the Company maintains the following line of credit facility.

### 34 Maturity Profile of Financial Liabilities as on March 31, 2019

Particulars	On Demand	< 01 Year	01 to 5 Years	> 05 Year
(i) Trade Payable	-	329.70	-	-
(ii) Other financial liabilities	-	-	-	-
	-	329.70	-	-





Maturity Profile of Financial Liabilities as on March 31, 2018

Particulars	On Demand	< 01 Year	01 to 5 Years	> 05 Year
(i) Trade Payable	-	-	-	-
(ii) Other financial liabilities	-	-	-	-
	-	-	-	-

**35 Capital Management**

The Company's objectives when managing capital are to

- i) Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and
- ii) Maintain an optimal capital structure to reduce the cost of capital.

Consistent with others in the industry, the Company monitors capital on the basis of the following gearing ratio:

Net debt (total borrowings net of cash and cash equivalents) divided by total 'equity' (as shown in the balance sheet)

Particulars	31-Mar-19	31-Mar-18
Net Debt	18,522.56	-
Total Equity	100.00	100.00
Debt Equity Ratio	185.23	-

**36 Income Tax**

During the reporting period Company has not made any profit hence Income Tax reconciliation not applicable

Movement of Deferred Tax Assets /Liability

Particulars	Opening Balance	Charge (Credit) to Profit & Loss Account	Through OCI	Closing Balance
Deferred Tax Liability for the year ended 31, March 18 (On account of timing differences due to depreciation)	-	92.81	-	92.81
<b>Total</b>	-	<b>92.81</b>	-	<b>92.81</b>
Deferred Tax Asset for the year ended 31, March 18 (Effect of expenditure debited to statement of Profit and Loss Account in the current year but allowable for tax)	(5.12)	(1,854.48)	-	(1,859.59)
<b>Net Liability</b>	<b>(5.12)</b>	<b>(1,761.67)</b>	-	<b>(1,766.79)</b>

36 Balances of Trade Receivables / Trade payables / Advances and Security deposits are subject to Balance Confirmation.

37 In the opinion of the Board, all assets other than fixed assets, have a realisable value in the ordinary course of business which is not different from the amount at which it is stated.

38 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 relating to amount unpaid as at the year end together with interest paid / payable under this act cannot be ascertained.

39 As the company is operating in one segment, segment reporting is not applicable.

40 Cash Flow statement has been prepared under Indirect method as per IND AS-7 "Statement of Cash Flows" as prescribed under Companies (accounting Standard) Rules, 2006.

**41 Earning per share**

Particulars	31/3/2019	31/3/2018
Net Profit after taxes	(5,018,757.68)	(27,222.96)
Weighted Average No of Equity shares	10,000.00	10,000.00
Face Value	10.00	10.00
Basic & Diluted EPS	(501.88)	(2.72)

As per our even report attached  
for Bohara Bhandari Bung & Associates LLP  
Chartered Accountants  
Firm's registration No.008127S/S200013

CA. Pankaj Kumar Bohara  
Partner  
M.No: 215471

Place: Raichur  
Date: 22.05.2019



For and on behalf of the Board of Directors

  
Vishnukant C Bhutada  
Director  
DIN No.01243391

Place: Raichur  
Date: 22.05.2019

  
Ramakant Innani  
Director  
DIN No.03222748

Place: Raichur  
Date: 22.05.2019



**INM Nuvent Paints Private Limited**

(All amount are in Indian Rupees in Thousands, unless otherwise stated)

**13A Share Capital**

Particulars	As at	As at
	31.03.2019	31.03.2018
<b>Authorised share Capital</b>		
Equity shares		
100000 Rs. 10/- each par value	1,000,000	1,000,000
	1,000,000	1,000,000
<b>Issued subscribed &amp; fully paid up</b>		
Equity shares		
10,000 (0) Rs. 10/- each par value	100	100,000
<b>TOTAL</b>	<b>100</b>	<b>100,000</b>

**(a) Reconciliation of the number of shares.**

Particulars	As at 31.03.2019		As at 31.03.2018	
	Nos	Amount	Nos	Amount
Shares outstanding at the beginning of the				
Equity Shares	10,000	100,000		
Shares issued during the year				
Equity Shares			10,000	100,000.00
<b>Shares outstanding at the end of the year</b>	<b>10,000</b>	<b>100,000</b>	<b>10,000</b>	<b>100,000</b>

**(b) Equity Shareholders holding more than 5% shares in the Company**

Particulars	As at 31.03.2019		As at 31.03.2018	
	Nos	% of Holding	Nos	% of Holding
1) INM Technologies Pvt Ltd	10,000	100	10,000	100

**Rights and Restrictions attached to Equity Shares**

The Company has issued Equity shares having face value of Rs.10/- per share. Each Share Holder is eligible for one vote per share. In case dividend is proposed by the Company it will be subject to the approval of the Board of Directors. In the event of liquidation, the equity share holders are eligible to receive balance assets remaining after repayment to all the preferential share capital holders, in the in proportion to their equity holding.



**13B. Statement of Changes in Equity**  
(All amount are in Indian Rupees in Thousands, unless otherwise stated)

Particulars	Retained Earnings	31.03.2019	31.03.2018
<b>Balance at the beginning of the Reporting period as at 01.04.2018</b>	(27.22)	(27.22)	-
Restated balance at the beginning of the reporting period	(27.22)	(27.22)	(27.22)
Total Comprehensive income for the year	(5,018.76)	(5,018.76)	-
Dividends	-	-	-
Transfer to retained earning	-	-	-
Any other change ( to be specified)	-	-	-
<b>Balance at the end of the reporting period as at 31.03.2019</b>	<b>(5,045.98)</b>	<b>(5,045.98)</b>	<b>(27.22)</b>



**Fixed asset as per IT Act as at 31/03/2019**

Particulars	Rate	Opening	More Than 180 Days	Less Than 180 Days	Total	Balance	Depreciation on Opening + Addition >6 Months	Depreciation on Addition <6 Months	Additional Depreciation	Total Depreciation	WDV Closing
Lab Equipments	15%	0	467236	2704949.5	3172186	3172185.5	70,085	202,871.21	0	272957	2899229
Airconditioner	15%	0	35093	220476	255569	255569	5,264	16,535.70	0	21600	233769
Computer and Software	40%	0	377508.39	100700	478208	478208.39	151,003	20,140.00	0	171143	307065
Furniture and Fitting including electric Fitting	10%	0	0	158188	158188	158188	-	7,909.40	0	7909	150279
Office Equipment	15%	0	0	108069	108069	108069	-	8,105.18	0	8105	99964
UPS	15%	0	133711	0	133711	133711	20,057	-	0	20057	113654
<b>Total</b>		<b>0</b>	<b>1013848.39</b>	<b>3282382.5</b>	<b>4305931</b>	<b>4305930.99</b>	<b>246,408</b>	<b>255561</b>	<b>0</b>	<b>501971</b>	<b>3803960</b>

