

STATEMENT OF INCOME

Name of the assessee	ETHNIC DESIGNERS PRIVATE LIMITED
Address	6926, Jaipuria Mills, Clock Tower Subzi Mandi, Delhi - 110 007
Date of Incorporation	02.06.2005
Registration No.	55- 137127
Status	Resident Domestic Company in which the public are not substantially interested
Status Code No.	13
Resident Code No.	01
Previous year	Ended March 31, 2015
Assessment year	2015-2016
PAN	AABCE4977E
Ward/Circle	ITO WARD 11(2)/New Delhi
Due date of filing the return	September 30, 2015

	<u>Amount in Rs.</u>
INCOME FROM BUSINESS	
Net Profit as per Profit and Loss Account	(10,829.00)
Income from Business	<u>(10,829.00)</u>
TOTAL TAXABLE INCOME	<u>(10,829.00)</u>
<i>Rounded off under section 288A</i>	(10,830)
Income tax due/(Refund due)	<u>-</u>

For Ethnic Designers Private Limited

Director

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF ETHNIC DESIGNERS PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of ETHNIC DESIGNERS PRIVATE LIMITED ('the Company'), which comprise the balance sheet as at March 31, 2015, the statement of profit and loss then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

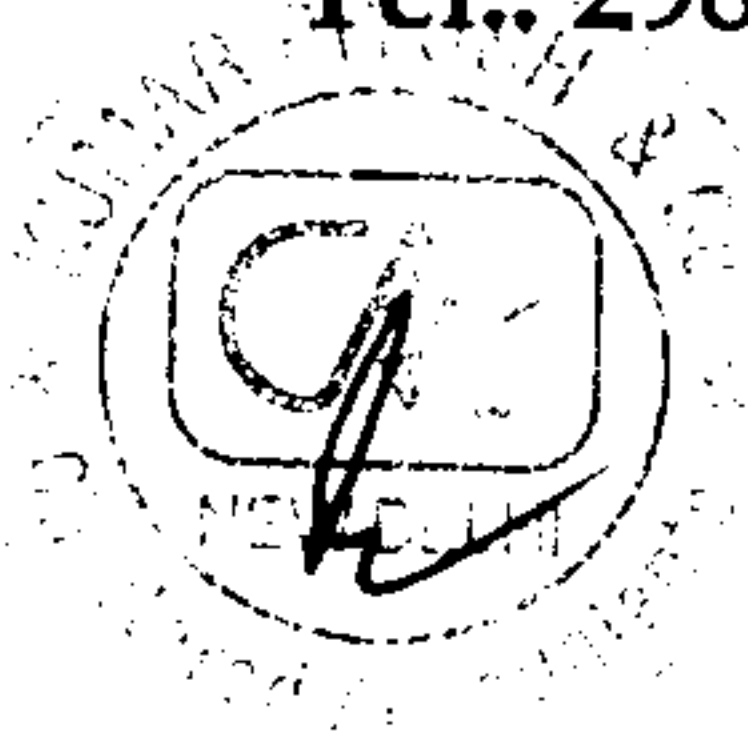
Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of

C-5, Lajpat Nagar-III, New Delhi-110 024

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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 controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India

- (a) in the case of Balance Sheet, of the state of affairs of the Company as at March 31, 2015, and
- (b) in the case of the Statement of Profit and Loss of, the loss for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. Requirements of The Companies (Auditor's Report) Order, 2015 issued by the Central Government in terms of sub-section (11) of section 143 of The Companies Act, 2013 are not applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) the balance sheet, the statement of profit and loss 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;

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Kumar Piyush & Co.

CHARTERED ACCOUNTANTS

- e) on the basis of the written representations received from the directors as on March 31, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015 from being appointed as a director in terms of Section 164 (2) of the Act; and
- 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 litigating which would impact its financial impact.
 - 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 Kumar Piyush & Co.
Chartered Accountants
Firm Registration No.: 005120N



Naveen Kumar Sindhi
Partner
Membership No.:508269



Place: New Delhi
Date: August 03, 2015

ETHNIC DESIGNERS PRIVATE LIMITED

6926 - Jaipuria Mills, Clock Tower, Subzi Mandi, Delhi - 110 007

BALANCE SHEET AS AT MARCH 31, 2015

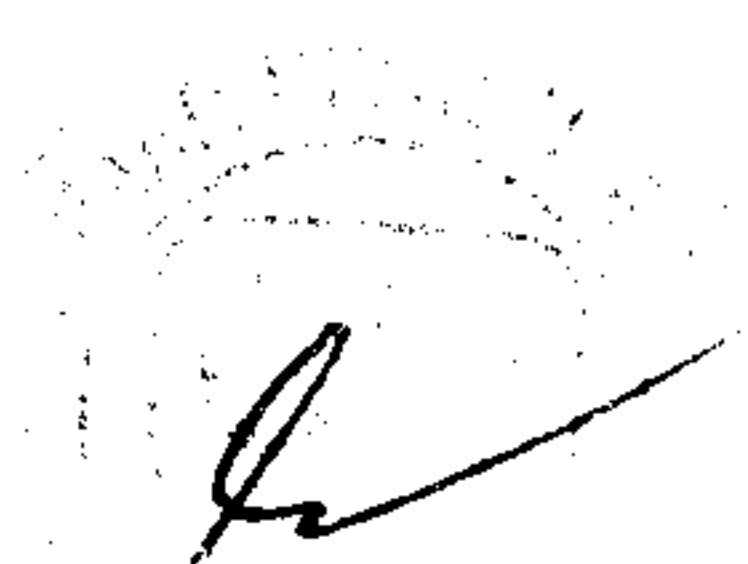
PARTICULARS	Note No.	As At 31.03.2015 Rupees	As At 31.03.2014 Rupees
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1A	108,200.00	108,200.00
(b) Reserves and Surplus	2	(32,177.00)	(24,597.00)
(2) CURRENT LIABILITIES			
(a) Other current liabilities	3	67,535.00	61,917.00
TOTAL		143,558.00	145,520.00
II. ASSETS			
(1) Non - current assets			
(a) Non - current investments	4	84,360.00	84,360.00
(b) Deferred Tax Asset		24,995.00	21,746.00
(2) Current assets			
(a) Cash and cash equivalents	5	34,203.00	39,414.00
TOTAL		143,558.00	145,520.00
SIGNIFICANT ACCOUNTING POLICIES	1		

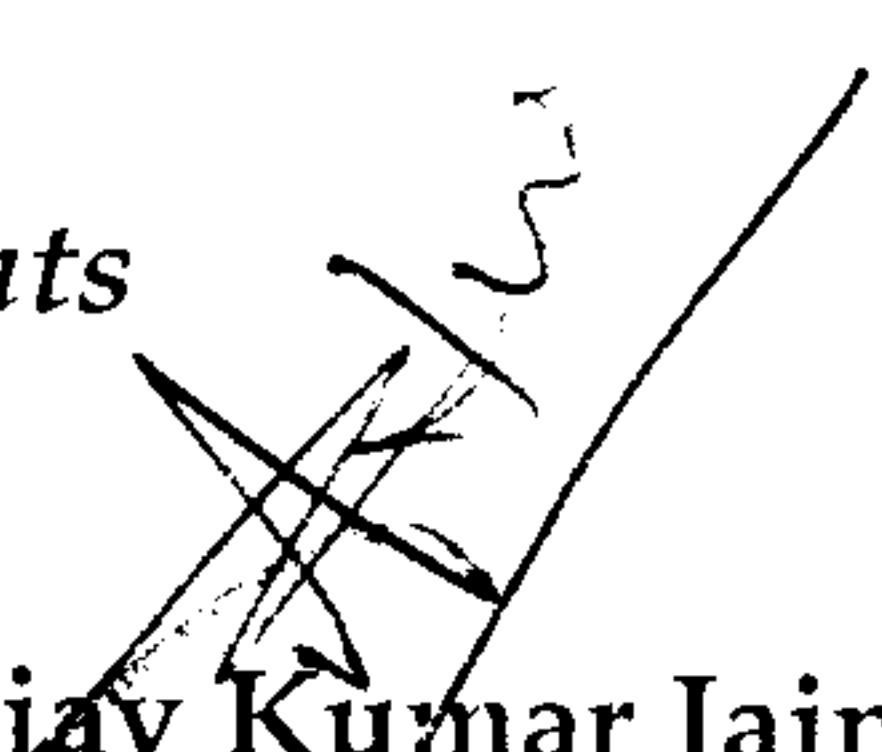
*The Accompanying notes to accounts are integral part of Financial Statements
As per our report of even date attached*

For Kumar Piyush & Co.
Chartered Accountants
Firm Registration No.: 005120N



Naveen Kumar Sindhi
Partner
Membership No.:508269
Place: New Delhi
Date: August 3, 2015




(Ajay Kumar Jain)
Director
DIN-00043349


(Vijay Mishra)
Director
DIN-00322006

ETHNIC DESIGNERS PRIVATE LIMITED

6926 - Jaipuria Mills, Clock Tower, Subzi Mandi, Delhi - 110 007

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2015

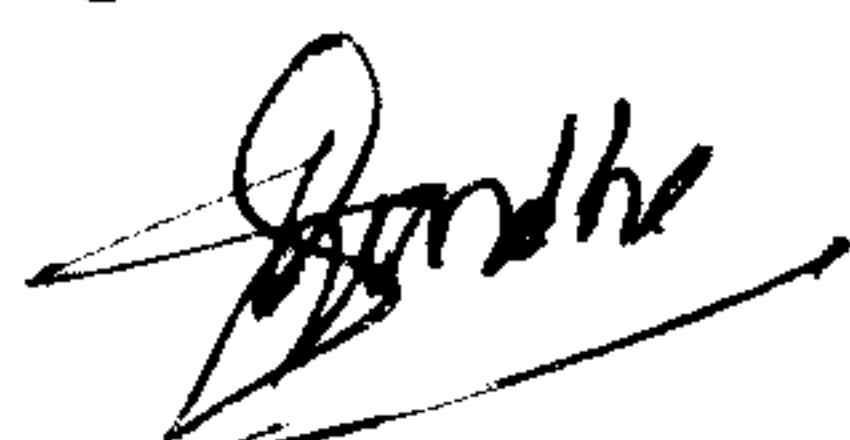
PARTICULARS	Note No.	Year Ended 31.03.2015 Rupees	Year Ended 31.03.2014 Rupees
Other Income		-	-
Total Revenue		-	-
EXPENSES			
Other expenses	6	10,829.00	6,878.00
Total Expenses		10,829.00	6,878.00
Profit before exceptional and extraordinary items and tax		(10,829.00)	(6,878.00)
Profit Before Tax		(10,829.00)	(6,878.00)
Tax Expenses			
Income tax for the year			
Deferred Tax Asset/(Liability)		3,249.00	2,064.00
Profit for the Year		(7,580.00)	(4,814.00)
Weighted Average Number of Equity Shares		108,200	108,200
Basic/Diluted Earning Per Share		(0.07)	(0.04)

SIGNIFICANT ACCOUNTING POLICIES


1

*The Accompanying notes to accounts are integral part of Financial Statements**As per our report of even date attached.*

For Kumar Piyush & Co.
Chartered Accountants
Firm Registration No.: 005120N



Naveen Kumar Sindhi
Partner
Membership No.:508269
Place: New Delhi
Date: August 3, 2015



(Ajay Kumar Jain)
Director
DIN-00043349



(Vijay Mishra)
Director
DIN-00322006

ETHNIC DESIGNERS PRIVATE LIMITED

6926-Jaipuria Mills, Clock Tower, Subzi Mandi, Delhi - 110 007

NOTES TO ACCOUNTS FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

NOTE-1 SIGNIFICANT ACCOUNTING POLICIES

A. Accounting Convention

The Financial Statements have been prepared to comply in all material respects with the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013. The Accounting statements have been prepared under the historical cost convention on an accrual basis. The Accounting policies have been consistently applied by the Company are consistent with those used in the previous year.

B. Fixed Assets

Fixed Assets are stated at their original cost including freight, duties, taxes and other incidental expenses relating to the acquisition and installation and are net of credit under the Excise Cenvat Scheme, wherever applicable. The Company capitalizes all costs relating to the acquisition and installation of fixed assets.

C. Depreciation

Depreciation on fixed assets for the year is computed on the Written Down Value Line Method (WDV) as per the method prescribed in Schedule II to the Companies Act, 2013.

D. Borrowing Cost

Borrowing costs that are attributable to the acquisition of qualifying assets are capitalized as part of cost of such assets till such time assets become ready for their intended use. All other Borrowing costs are recognized as expenses in the year in which they are incurred.

E. Revenue Recognition

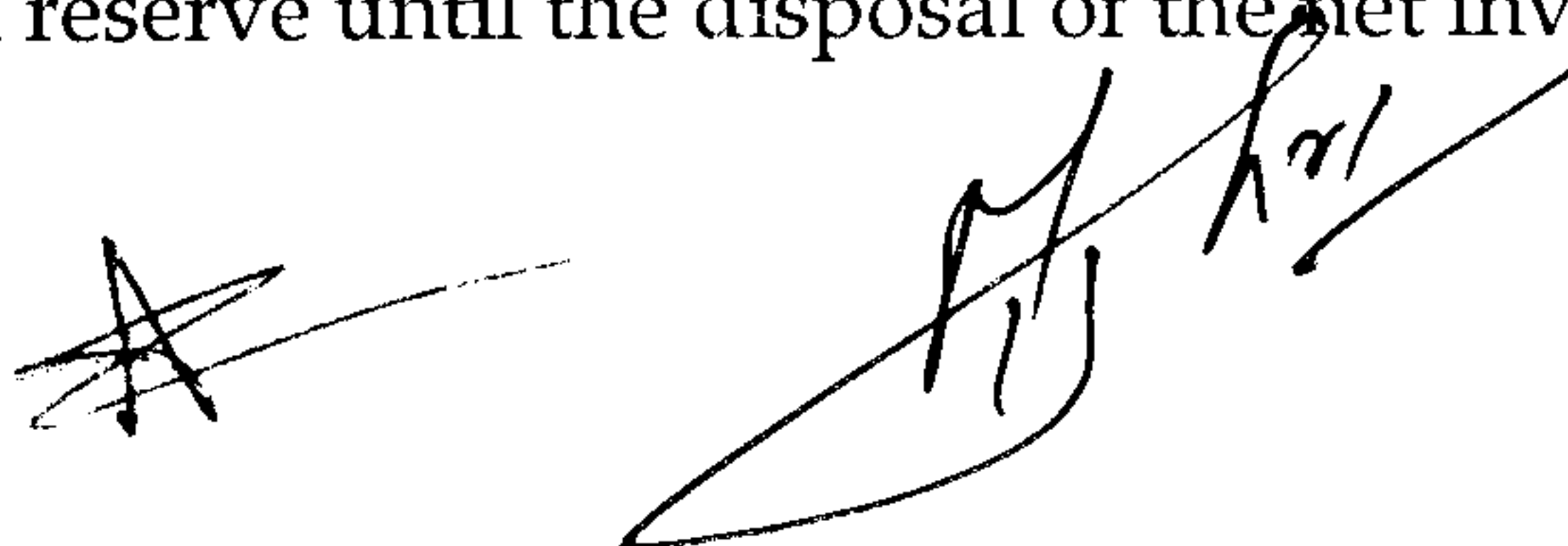
Revenue is recognized on an accrual basis.

F. Provision for Taxation

Current Income Tax is measured at the amount expected to be paid to the tax authorities in Accordance with the Income Tax Act.

G. Foreign Currency Transactions

Transaction in Foreign Currency are recorded by the applying the exchange rate at the date of transaction. Monetary items denominated in Foreign Currency remaining unsettled at the end of the year, are translated at the closing rates, prevailing on the Balance Sheet date. Exchange difference arising as a result of the above are recognized as income are expenses in the Profit and Loss Account except for exchange difference arising on a monetary item which, in substance, from part of the company's net Investment in a non-integral foreign operation which is accumulated in a foreign currency translation reserve until the disposal of the net investment.



ETHNIC DESIGNERS PRIVATE LIMITED

6926-Jaipuria Mills, Clock Tower, Subzi Mandi, Delhi - 110 007

**NOTES TO ACCOUNTS FORMING PART OF THE FINANCIAL STATEMENTS FOR
THE YEAR ENDED MARCH 31, 2015**

H. Investments

Current investments are valued at lower of cost or fair market value, and long-term investments are stated at cost in accordance with Accounting Standard - 13 on "Accounting for Investments" issued by the Institute of Chartered Accountants of India. Provision for diminution in the value of long-term investments shall be made only if such a decline is other than temporary.

I. Deferred Tax

Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which deferred tax assets can be realized. Deferred tax assets are recognized on carry forward or unabsorbed depreciation and tax losses only if there is virtual certainty that such deferred tax assets can be realized against future taxable profits. Unrecognized Deferred Tax Assets of earlier years are re-assessed and recognized to the extent that it has become reasonably certain that future taxable income will be available against such deferred tax assets can be realized.

J. Earnings per Share

The basic earnings per share are computed by dividing the net profit or loss attributable the equity shareholders for the period by the weighted average number of equity shares outstanding during the reporting period. The number of shares used in computing diluted earnings per share comprises the weighted average number of shares considered for deriving basic earnings per share and also the weighted average number of equity shares, which may be issued on the conversion of all dilutive potential shares, unless the results would be anti dilutive.

K. Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.



ETHNIC DESIGNERS PRIVATE LIMITED

6926-Jaipuria Mills, Clock Tower, Subzi Mandi, Delhi - 110 007

**NOTES TO ACCOUNTS FORMING PART OF THE FINANCIAL STATEMENTS FOR
THE YEAR ENDED MARCH 31, 2015**

L. Impairment of Assets

As per Accounting Standard-28 issued by the Institute of Chartered Accountants of India, the company assesses at each Balance Sheet date whether there is any indication of impairment of carrying amount of the company's Assets. The recoverable amounts of such assets are estimated. If any indication exists, and impairment loss is recognized wherever the carrying amount of the assets exceeds its recoverable amount.

M. Provisions

A provision is recognized when an enterprise has a present obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligations, in respect of which a realizable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligations at the Balance Sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

N. Retirement Benefits

Gratuity

Provision of Gratuity is created for employees who have completed continuous five years' of services at the rate of 15 days salary for every completed year of service based on the salary drawn during the last month of the financial year.

Leave Encashment

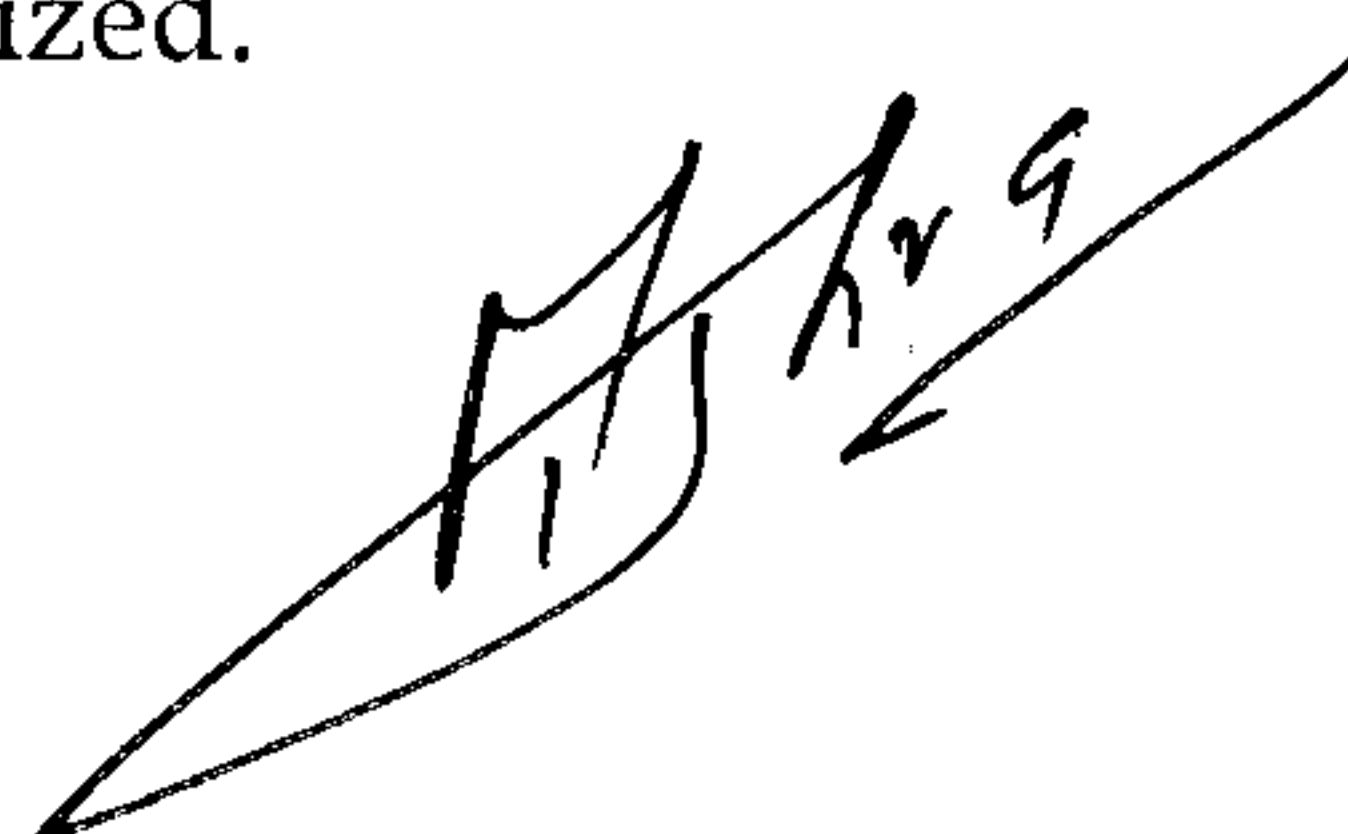
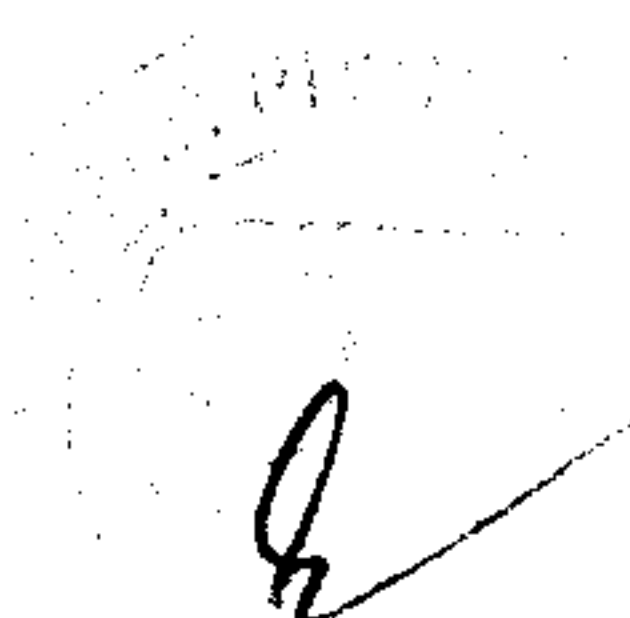
Unused leave are paid to the employees at the end of year and are not accumulated.

Provident Fund

Company's contribution to provident fund is charged to Statement of profit and loss.

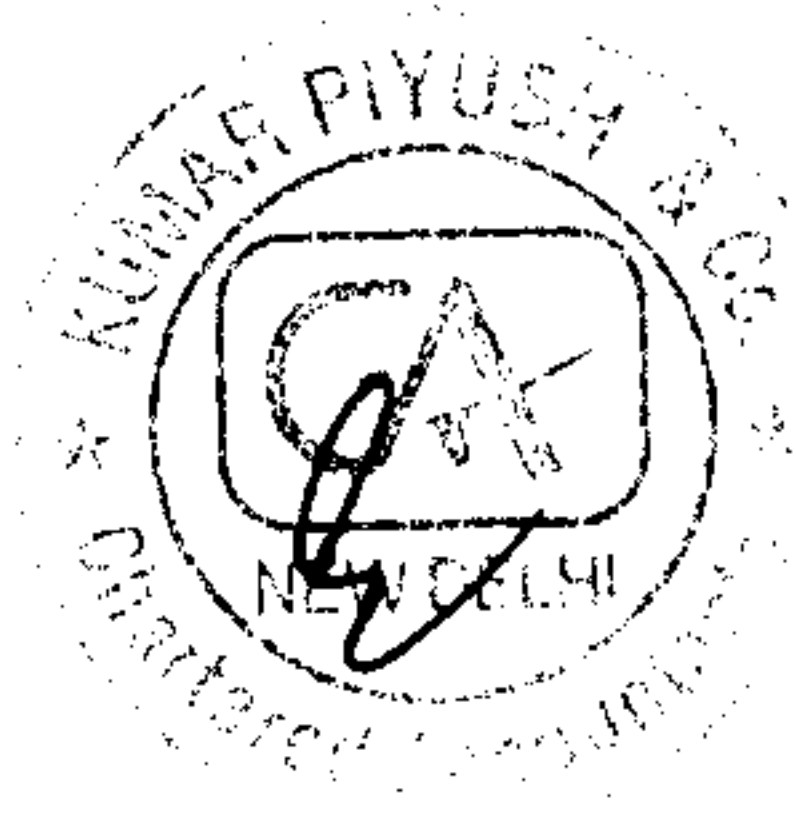
O. Use of Estimates

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



NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

PARTICULARS	As At 31.03.2015 Rupees	As At 31.03.2014 Rupees
1A - Share Capital		
AUTHORIZED		
200,000 (200,000) Equity Shares of Re. 1/- each	200,000.00	200,000.00
ISSUED, SUBSCRIBED AND PAID UP		
108,200 (108,200) Equity Shares of Re. 1/- each fully paid up	108,200.00	108,200.00
	108,200.00	108,200.00
a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period		
Equity Shares	As At 31.03.2015	As At 31.03.2014
	No. (Rs.)	No. (Rs.)
At the beginning of the year	108,200 108,200.00	108,200 108,200.00
Issued during the year	-	-
Outstanding at the end of the year	108,200 108,200.00	108,200 108,200.00
b) Shares held by holding/ultimate holding and/or their subsidiaries/associates		
	As At 31.03.2015	As At 31.03.2014
	No. % Holding	No. % Holding
Raghunath Holdings and Finlease Limited	80,000 73.94	80,000 73.94
	80,000 73.94	80,000 73.94
c) Details of shareholders holding more than 5% in the company		
	As At 31.03.2015	As At 31.03.2014
	No. % Holding	No. % Holding
Mr. Sailesh Kumar Gupta	20,000.00 18.48	20,000.00 18.48
Raghunath Holdings & Finlease Limited	80,000.00 73.94	80,000.00 73.94
Prabhu Dhan Travels Pvt. Ltd	8,200.00 7.58	8,200.00 7.58
	108,200.00 100.00	108,200 100.00
2 - Reserves and Surplus		
(a) Security Premium		401,800.00 401,800.00
(b) Surplus in statement of Profit and Loss		
Balance brought forward from previous year		(426,397.00) (421,583.00)
Add: Profit for the year		(7,580.00) (4,814.00)
Net Surplus		(433,977.00) (426,397.00)
Total Reserves and Surplus		(32,177.00) (24,597.00)
3 - Other current liabilities		
Expenses Payable for Exoenses (Kumar Piyush & Co.)		17,500.00 17,500.00
Auditors' Remuneration Payable		50,035.00 44,417.00
		67,535.00 61,917.00
4 - Investments		
Long Term, Fully Paid unquoted Equity Shares :		
140,600 (140,600) Shares in Prabhu Aastha Enterprises Private Limited of Re. 1/- each (Trade investments valued at cost)		84,360.00 84,360.00
		84,360.00 84,360.00
Aggregate Book Value of unquoted investment		84,360.00 84,360.00
5 - Cash and cash equivalents		
Cash in Hand		22,340.00 27,140.00
Balances with scheduled banks on:		
Current Account with Vijaya Bank, Delhi		11,863.00 12,274.00
		34,203.00 39,414.00



(Handwritten signatures and initials)

ETHNIC DESIGNERS PRIVATE LIMITED

6926 - Jaipuria Mills, Clock Tower, Subzi Mandi, Delhi - 110 007

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

PARTICULARS	Year Ended	Year Ended
	31.03.2015	31.03.2014
	Rupees	Rupees
6 - Other expenses		
Filing Fees	4,800.00	800.00
Bank Charge	411.00	460.00
Auditors' Remuneration	5,618.00	5,618.00
	<u>10,829.00</u>	<u>6,878.00</u>



[Handwritten signature]

ETHNIC DESIGNERS PRIVATE LIMITED6926-Jaipuria Mills, Clock Tower, Subzi Mandi, Delhi - 110 007**NOTES TO ACCOUNTS FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

7. Previous year's figures have been regrouped, recast, rearranged wherever necessary to conform to this year's classification. Figures in bracket represent figures pertaining to financial year 2013-2014, unless stated otherwise. Amounts are mentioned in Rupees.
8. There are no earning in foreign exchange during the current year and immediately preceding year.
9. There is no contingent liability existing as on the date of the Balance Sheet, which has not been provided for.
10. There were no Micro and Small enterprises to whom amounts are outstanding for more than 45 days, as at March 31, 2015 (Previous Year Rs. Nil). As at March 31, 2015, no supplier has intimated the company about its status as Micro and Small enterprises or its registration with the appropriate authority under The Micro, Small and Medium Enterprises Development Act, 2006.
11. The accumulated losses of the company are to the extent of 42.33% (approx) of the net worth.
12. During the year, Provision for Deferred Tax Asset of Rs. 3,249/- has been made.

13. Related Party Disclosures**A. Key Management Personnel:**

SI No	Particulars	Relationship
1.	Ajay Kumar Jain	Director
2.	Vijay Mishra	Director

B. Transactions during the year: - Nil**14. Earnings Per Share**

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

Description	2014-2015 (Rs.)	2013-2014 (Rs.)
Net Profit/(Loss) after tax	(7,580.00)	(4,814.00)
Weighted average no of shares outstanding (Equity shares of Re.1/- each)	108,200	108,200
Basis/Diluted Earnings per share	(0.07)	(0.04)

The Company does not have any outstanding dilutive potential equity share. Consequently, the basic and diluted earnings per share remain the same.



ETHNIC DESIGNERS PRIVATE LIMITED

6926-Jaipuria Mills, Clock Tower, Subzi Mandi, Delhi - 110 007

**NOTES TO ACCOUNTS FORMING PART OF THE FINANCIAL STATEMENTS FOR
THE YEAR ENDED MARCH 31, 2015**

15. Remuneration to Auditors

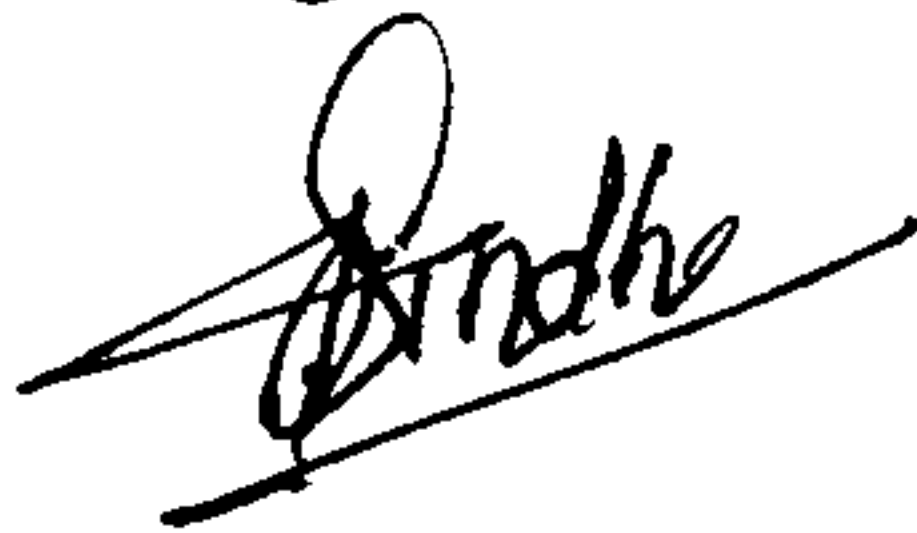
Description	2014-2015 (Rs.)	2013-2014 (Rs.)
Auditors' Remuneration	5,000.00	5,000.00
Service Tax	618.00	618.00
Total	5,618.00	5,618.00

16. The Company has been preparing the accounts on going concern basis and all accounting policies are consistently followed by the company.

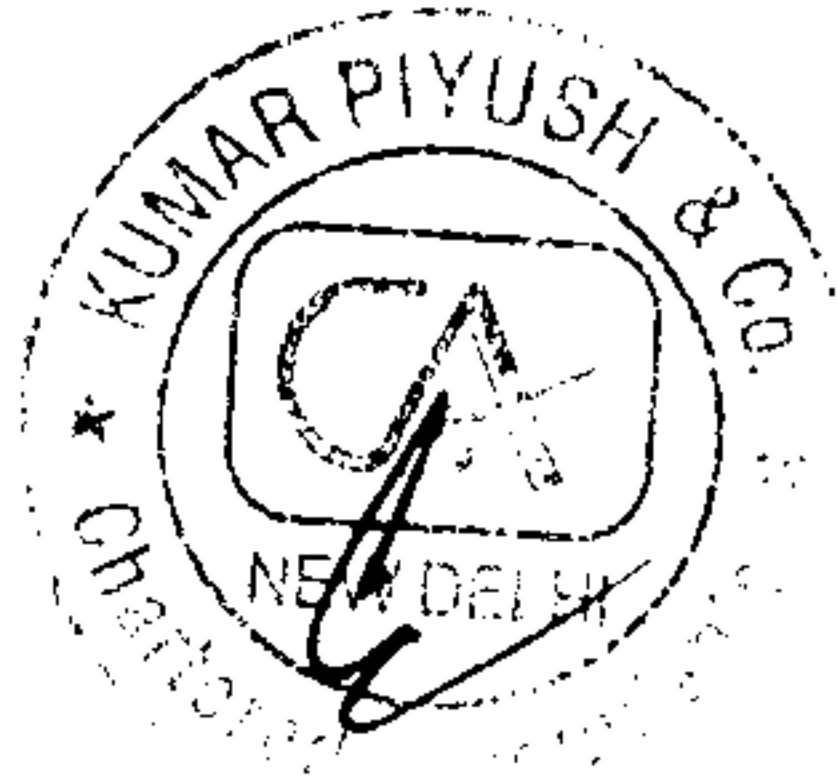
17. Note No. 1 to 16 form an integral part of the Balance Sheet and the Profit and Loss Account and have been duly authenticated

As per our report of even date attached

For Kumar Piyush & Co.
Chartered Accountants
Firm Registration No.: 005120N



Naveen Kumar Sindhi
Partner
Membership No.:508269
Place: New Delhi
Date: August 3, 2015



(Ajay Kumar Jain)
Director
DIN-00043349



(Vijay Mishra)
Director
DIN-00322006