



INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
M/S BIRLA GOLD AND PRECIOUS METALS LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of Birla Gold and Precious Metals Limited ("the company"), which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

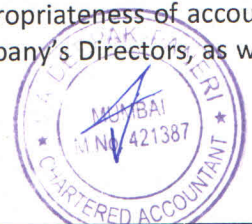
The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made 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 disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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 the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on other Legal and Regulatory Requirements

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 appears from our examination of those books.
- c) the Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors as on 31 March, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2016, from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the other matters included in the Auditor's Report and to our best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements;
 - ii. The Company does not have any long-term contracts including derivatives contracts for which any provision is required;
 - iii. The Company is not required to transfer amounts to the Investor Education and Protection Fund.

Mumbai, 27th May 2016

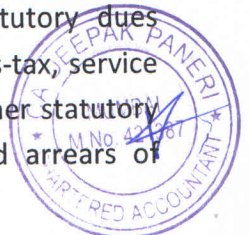
FOR DEEPAK PANERI
Chartered Accountants


CA Deepak Paneri
M. No. 421387

ANNEXURE TO AUDITORS' REPORT

Additional Information annexed to the Independent Auditors' Report

- (i) (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) We are informed that fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
- (c) We are informed that the title deeds of immovable properties, if any, are held in the name of the company.
- (ii) (a) As explained to us, physical verification of inventory has been conducted at reasonable intervals by the management, in our opinion the frequency of such verification is reasonable.
- (b) As per the information given to us, the procedures of physical verification of inventory followed by the management are in our opinion reasonable and adequate in relation to the size of the company and the nature of its business;
- (c) The company is maintaining proper records of inventory and in our opinion, discrepancies noticed on physical verification of inventory were not material in relation to the operations of the Company and the same have been properly dealt with in the books of account.
- (iii) As explained to us, the company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered sub-section (2) of section 184 or section 188 of the Companies Act, 2013.
- (iv) As explained to us, in respect of loans, investments, guarantees, and security, provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
- (v) As explained to us, the company has not accepted any deposits.
- (vi) We are informed that maintenance of cost records specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 are not applicable to the company.
- (vii) (a) According to information and explanation given to us and records examined by us, the company is generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities, and there were no undisputed arrears of



outstanding statutory dues as on the 31.03.2016 for a period of more than six months from the date they became payable.

(b) As explained to us, there are no dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax which have not been deposited on account of any dispute.

- (viii) As explained to us, the company has not defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.
- (ix) As explained to us, no moneys were raised by way of initial public offer or further public offer (including debt instruments) and no term loans were applied for the purposes other than for which those are raised.
- (x) According to information and explanation given to us and records examined by us, no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) According to information and explanation given to us and records examined by us, managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- (xii) This clause is not applicable to the company, as the company is not a Nidhi company.
- (xiii) According to information and explanation given to us and records examined by us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards;
- (xiv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under.
- (xv) According to information and explanation given to us and records examined by us, the company has not been entered into any non-cash transactions with directors or persons connected with him.
- (xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

FOR DEEPAK PANERI
Chartered Accountants

CA Deepak Paneri
M. No 421387

Mumbai, 27th May 2016



Birla Gold and Precious Metals Limited
(Formerly Known as Alta Software Private Limited)

Balance Sheet As At 31st March, 2016

Amt. in Rs.

Particulars	Note No	31-Mar-16	31-Mar-15
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	3.1	10,000,000	500,000
(b) Reserves and Surplus	3.2	(5,066,602)	(7,575,147)
(2) Current Liabilities			
(a) Short-Term Borrowings	3.3	17,064,808	6,414,715
(b) Trade Payables	3.4	5,778,540	2,952,110
(c) Other Current Liabilities	3.5	1,092,234	217,848
(d) Short-Term Provisions	3.6	28,396	35,000
Total Equity & Liabilities		28,897,375	2,544,527
II. ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	3.7		
Gross Block		2,480,424	1,070,099
Depreciation		2,480,424	1,070,099
Net Block		540,120	51,214
		1,940,304	1,018,885
(b) Non - Current Investments	3.8	-	99,000
(c) Deferred Tax Asset		1,860,989	13,187
(d) Long Term Loans and Advances	3.9	435,000	435,000
(2) Current Assets			
(a) Cash and cash equivalents	3.10	498,742	726,253
(b) Sundry Debtors	3.11	21,592,153	-
(c) Short-term loans and advances	3.12	2,406,988	252,202
(d) Other Current Assets	3.13	163,200	-
Total Assets		28,897,375	2,544,527

The accompanying notes are an integral part of the financial statements
This is the Balance Sheet referred to in our Report of even date.

For Deepak Paneri
Chartered Accountants



CA Deepak Paneri
Membership No. : 421387

For Birla Gold and Precious Metals Limited


SATISH PANCHARIYA
Director
DIN: 00042934



NIKITA RATTANSHI
Director
DIN: 06628793

Place: Mumbai
Date: 27.05.2016

Birla Gold and Precious Metals Limited
(Formerly Known as Alta Software Private Limited)

Profit & Loss Statement for the year ended on 31st March, 2016

(Amount in Rupees)

Particulars	Note No	2015-16	2014-15
Revenue from operations	3.14	104,573,153	2,947,329
Other Income		1,189,792	475,748
Total Revenue		105,762,944	3,423,077
Expenses:	3.15		
Cost of Operations	3.16	96,202,151	3,137,619
Direct Expenses	3.17	359,868	969,483
Financial Cost	3.18	74,822	91,820
Depreciation & Amortised Cost	3.19	529,706	51,214
Employee Cost	3.20	4,528,295	2,067,575
Other Administrative Expenses	3.21	3,378,963	4,193,497
Total Expenses		105,073,805	10,511,208
Profit before tax		689,139	(7,088,131)
Tax expense:			
(1) Current tax		28,396	-
(2) Deferred tax		1,847,802	13,187
Profit/(Loss) for the period		2,508,545	(7,074,944)
Earning per equity share:			
(1) Basic		0.25	(707.49)
(2) Diluted		0.25	(707.49)

The accompanying notes are an integral part of the financial statements
This is the Profit & Loss A/c referred to in our Report of even date.

For Deepak Paneri
Chartered Accountants

CA Deepak Paneri
Membership No. : 421387



For Birla Gold and Precious Metals Limited

Satish Panchariya
SATISH PANCHARIYA
Director
DIN: 00042934

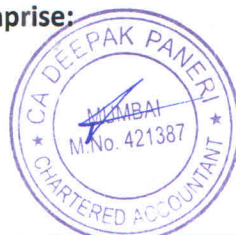
Nikita Rattanshi
NIKITA RATTANSHI
Director
DIN: 06628793



Place: Mumbai
Date: 27.05.2016

Birla Gold and Precious Metals Limited
(Formerly Known as Alta Software Private Limited)
Cash Flow Statement for the year ended 31st March, 2016

Sr. No	Particulars	2015-16	2014-15
A.	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Profit Before Tax	689,139	(7,088,131)
	Adjustments For:		
	Depreciation	488,906	-
	Preliminary Expenses W/off	40,800	
	Operating Cash Flow Before Changes In Working Capital	1,218,845	(7,088,131)
	Adjustments For:		
	(Increase)/Decrease In Debtors	(21,592,153)	-
	(Increase)/Decrease In Loans And Advances	(2,154,786)	646,678
	Increase/(Decrease) In Current Liabilities And Provisions	14,315,908	2,929,871
	Net Changes In Working Capital	(8,212,186)	(3,511,581)
	Miscellaneous Expenditure Incurred	(204,000)	
	Extraordinary Items	-	-
	Cash Generated From/(Used In) Operations	(8,416,186)	(3,511,581)
B.	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase Of Fixed Assets	(1,410,325)	(1,018,885)
	Sale of Investments	99,000	-
	Purchase of Investments	-	(99,000)
	Deposit Made	-	(435,000)
	Cash Generated /(Used In) From Investing Activities	(1,311,325)	(1,552,885)
C.	CASH FLOW FROM FINANCING ACTIVITIES		
	Interest Paid		
	Share Application Money Pending On Allotment		
	Proceeds From Issue Of Equity Share Capital	9,500,000	400,000
	Proceeds From Borrowings	-	5,062,451
	Repayment Of Borrowings		
	Cash Generated /(Used In) From Financing Activities	9,500,000	5,462,451
	Net Increase/(Decrease) In Cash And Cash Equivalents (A+B+C)	(227,511)	397,985
	Cash And Cash Equivalents At The Beginning Of The Year	726,253	328,268
	Cash And Cash Equivalents At The End Of The Year	498,742	726,253
Note:			
1	Cash and cash equivalents at the year end comprise:		
	Cash On Hand	225,333	265,843
	Balance With Scheduled Banks In		
	- Current Accounts	273,408	460,410
	- Deposit Accounts	-	-
		498,742	726,253



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The Cash Flow Statement Has Been Prepared Under Indirect Method
As Set Out In Accounting Standard 3, 'Cash Flow Statement' Issued By
The Institute Of Chartered Accountants Of India

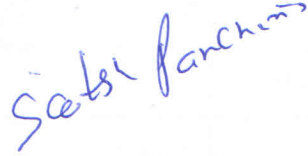
As per our report of even date attached

For Deepak Paneri
Chartered Accountants




CA Deepak Paneri
Membership No. : 421387

For Birla Gold and Precious Metals Limited



SATISH PANCHARIYA
Director
DIN: 00042934



NIKITA RATTANSHI
Director
DIN: 06628793

Place: Mumbai
Date: 27.05.2016

Birla Gold and Precious Metals Limited
(Formerly Known as Alta Software Private Limited)

Notes an integral part of the financial statements

Note: 3.1 Share Capital

Particulars	31-Mar-16	31-Mar-15
<u>AUTHORIZED CAPITAL</u>		
10,00,000 Equity Share of RS 10 each (P.Y. 50,000 Equity Shares of Rs. 10/- each).	10,000,000	500,000
	10,000,000	500,000
<u>ISSUED , SUBSCRIBED & PAID UP CAPITAL</u>		
To the Subscribers of the Memorandum		
10,00,000 Equity Share of RS 10 each (P.Y. 50,000 Equity Shares of Rs. 10/- each).	10,000,000	500,000
Total	10,000,000	500,000

a) A reconciliation of the number of shares outstanding at the beginning and at the end of the accounting year, is set out below:

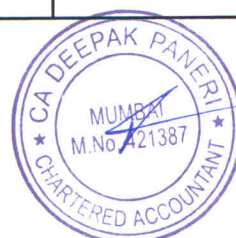
Particulars	F.Y. 2015-2016	F.Y. 2014-2015
	No. of shares	No. of shares
Equity Shares		
Equity shares at the beginning of the year	50,000	10,000
Add: shares issued during the year	950,000	40,000
Equity shares at the end of the year	1,000,000	50,000

b) There are No (Previous year-No) rights, preference and restriction attaching to each class of shares including restriction on the distribution of dividend and the repayment of capital.

c) There are nil number of shares (Previous year-Nil) in respect of each class in the company held by its holding company or its ultimate holding company including shares held by or by subsidiary or associates of the holding company or the ultimate holding company in aggregate.

d) Shares in the company held by each shareholders holding more than 5% shares, as on 31.03.2016

Name of the Shareholder	No. of shares	No. of shares
KSS Limited	999,990	-



Note: 3.2 Reserves & Surplus

Particulars	31-Mar-16	31-Mar-15
Surplus (Profit & Loss Account)	(7,575,147)	(500,203)
Add: Profit for the period	2,508,545	(7,074,944)
Total	(5,066,602)	(7,575,147)

Note: 3.3 Short Term Borrowings

Particulars	31-Mar-16	31-Mar-15
Advance from related parties	17,064,808	6,414,715
Total	17,064,808	6,414,715

Note: 3.4 Trade Payables

Particulars	31-Mar-16	31-Mar-15
Sundry Creditors	5,778,540	2,952,110
Total	5,778,540	2,952,110

Note: 3.5 Other Current Liabilities

Particulars	31-Mar-16	31-Mar-15
TDS Payable	78,485	217,848
VAT Payable	230,249	-
Advance from clients	555,000	-
Professional Tax Payable	24,500	-
ROC Fees Payable	204,000	-
Total	1,092,234	217,848

Note: 3.6 Short Term Provisions

Particulars	31-Mar-16	31-Mar-15
Provisions for Expenses	28,396	35,000
Total	28,396	35,000

Note: 3.8 Non - Current Investments

Particulars	31-Mar-16	31-Mar-15
Investment in subsidiary	-	90,000
Other Investments	-	9,000
Total	-	99,000



Note: 3.9 Long Term Loans and Advances

Particulars	31-Mar-16	31-Mar-15
Security deposit (Unsecured and considered good)		
Other security deposit	435,000	435,000
Total	435,000	435,000

Note: 3.10 Cash & Cash Equivalent

Particulars	31-Mar-16	31-Mar-15
Cash-in-Hand		
Cash Balance	225,333	265,843
Sub Total (A)	225,333	265,843
Bank Balance		
Current accounts	273,408	460,410
Sub Total (B)	273,408	460,410
Total	498,742	726,253

Note: 3.11 Sundry Debtors

Particulars	31-Mar-16	31-Mar-15
Debtors Less than 6 months	21,592,153	-
Total	21,592,153	-

Note: 3.12 Short Term Loans and Advances

Particulars	31-Mar-16	31-Mar-15
Loans & Advances to corporates	1,837,682	15,014
Advances to suppliers	145,800	-
<u>Others</u>		
Service tax Input	37,646	-
Prepaid Expenses	385,860	237,188
Total	2,406,988	252,202

Note: 3.13 Other Current Assets

Particulars	31-Mar-16	31-Mar-15
Preliminary Expenses not W/off	163,200	-
Total	163,200	-

Note: 3.14 Income From Operations

Particulars	31-Mar-16	31-Mar-15
Sales Gold Jewellery	104,573,153	2,947,329
Total	104,573,153	2,947,329



Note: 3.15 Other Income From Operations

Particulars	31-Mar-16	31-Mar-15
Collection Income	209,007	264,150
Other Income	980,785	211,598
Total	1,189,792	475,748

Note: 3.16 Cost of Operations

Particulars	31-Mar-16	31-Mar-15
Opening Stock	-	-
Add: Purchases	96,202,151	3,137,619
Less: Closing Stock	-	-
Total	96,202,151	3,137,619

Note: 3.17 Direct Expenses

Particulars	31-Mar-16	31-Mar-15
Direct Expenses	359,868	969,483
Total	359,868	969,483

Note: 3.18 Financial Cost

Particulars	31-Mar-16	31-Mar-15
Bank Charges	74,822	91,820
Total	74,822	91,820

Note: 3.19 Depreciation & Amortised Cost

Particulars	31-Mar-16	31-Mar-15
Depreciation	488,906	51,214
Preliminary Expenses W/off	40,800	-
Total	529,706	51,214

Note: 3.20 Employment Benefit Expenses

Particulars	31-Mar-16	31-Mar-15
Salaries	4,325,542	1,992,333
Staff Welfare Expenses	202,753	75,242
Total	4,528,295	2,067,575



Note: 3.21 Other Administrative Expenses

Particulars	31-Mar-16	31-Mar-15
Audit Fees	30,000	25,000
Software maintance	84,000	-
Conveyance Expenses	111,694	33,537
Roc fees	12,363	26,300
Office Expenses	96,960	26,675
Printing & Stationery Expenses	32,792	92,632
Professional Fees	1,214,020	2,144,964
Travelling Expenses	353,862	84,948
Telephone Expenses	11,329	79,350
Hotel & Restaurent Expenses	166,665	19,354
Commission & Brokerage	-	59,500
Rate & Taxes	14,060	6,411
Postage Charges	16,003	4,081
Office Repair & Maintenance	64,965	19,840
Interest & Penalty	133,293	22,491
Rent Expenses	892,765	581,999
Advertising Expenses	65,000	937,365
Debtors W/off	70,617	-
Browser Design & Printing Exp	8,575	29,050
Total	3,378,963	4,193,497



NOTES FORMING PART OF FINANCIAL STATEMENTS

1. COMPANY INFORMATION

Birla Gold and Precious Metals Limited (BGPML) is a public company registered under The Companies Act, 1956. The company is service provider and retailer for all kinds of goods and merchandise including precious and semi-precious metals, stones, gold, silver, diamonds, jewelry, bullions and all such other commodities.

2. SIGNIFICANT ACCOUNTING POLICIES

1) Basis of Accounting:

These financial statements have been prepared in accordance with the generally accepted accounting principles in India, including the Accounting Standards notified under the relevant provisions of the Companies Act, 2013.

The financial statements are prepared on accrual basis under the historical cost convention, except for certain Fixed Assets which are carried at revalued amounts. The financial statements are presented in Indian rupees rounded off to the nearest rupee.

2) Use of Estimates

The preparation of financial statements in conformity with Generally accepted accounting principles requires management to make judgments, estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosures relating to contingent liabilities and assets as at the balance sheet date and the reported amounts of income and expenses during the year. Difference between the actual amounts and the estimates are recognized in the year in which the events become known / are materialized.

3) Fixed Assets:

Tangible Assets are stated at acquisition cost net of recoverable taxes, trade discounts and rebates, less accumulated depreciation and accumulated impairment losses, if any.

Subsequent expenditures related to an item of fixed asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Intangible Assets are stated at cost of acquisition net of recoverable taxes less accumulated amortisation/depletion and impairment loss, if any. The cost comprises purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use and net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible assets.



4) Impairment of Assets

The carrying amounts of assets are reviewed to see if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Statement in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount

5) Revenue Recognition

Revenue is recognized to the extent that it is probable that economic benefit will flow to the Company and the revenue can be reliably measured.

Company business modal and revenue recognition policies are briefly described as under as per explanation and information given by the management:

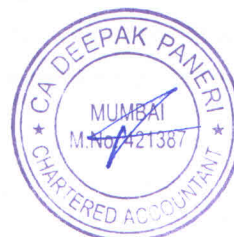
The company has proposed to present to end customers the flexibility to purchase and accumulate fractional amount of gold, rather than spending large sums of money to purchase it in one go, hence it introduced a physically backed Gold purchase plan named "Birla Gold Plan" (BGP), which is on daily sales basis. With this plan, the company shall entail the purchase of gold based on the daily averaging methodology through payment in installments, which shall give an opportunity to the general public to buy and accumulate gold. The Gold shall be sold to the customer on an outright basis and daily sales basis.

Customer is free to purchase as much as gold, at any time as he may so desire. The Customer shall purchase the gold with a plan of 1 year and shall have the option to close the account subject to the pre-maturity charges levied as per the terms and conditions of the plan. The Customer has full access to their account detailing daily gold accumulations, price at which gold is purchased daily, total gold grammage accumulated, money yet remaining to be utilized in gold purchase etc.

The whole plan is only a transaction of purchase and sale of the gold on behalf of the customer. No yield or returns are promised under the plan and the customer has to compulsorily take delivery of the gold accumulated under his/her Account. Under BGP the company purchases gold for every subscription made by the customer via the Daily Averaging Methodology. Hence the company is doing advance purchase of gold and storing the gold with the safe-keeper for delivery at a future date.

So as per the business modal and nature of business plan, revenue is recognized on daily basis even though the reasonable risks and rewards incidental to ownership are not transferred to the customer. Revenue from operations includes sale of goods, services adjusted for discounts net of taxes and goods return.

Dividend income is accounted for on receipt basis.



6) Investments

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as non-current investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Non-current investments are carried at cost, less provision for diminution in value other than temporary.

7) Foreign Currency Transactions

Foreign Currency transactions are recorded at the exchange rate prevailing on the date of the transaction. At the year-end, all monetary assets and liabilities denominated in foreign currency are reinstated at the year-end exchange rates. Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Profit and Loss Statement.

8) Borrowing Costs

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use or sale. All other borrowing costs are charged to the Profit and Loss A/c in the year in which they are incurred.

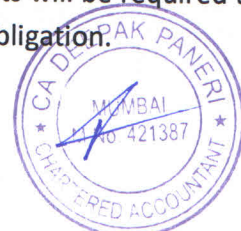
9) Taxation

Tax expense comprising current tax and deferred tax are included in the determination of the net profit or loss for the period. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the provisions of Income Tax Act, 1961

Deferred Taxation on timing differences, being the differences between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods is accounted for using the tax rates and tax laws enacted or subsequently enacted as on the balance sheet date. Deferred tax assets arising on account of unabsorbed depreciation or carry forward of tax losses are recognized only to the extent that there is a virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized. Other deferred tax assets are recognized only when there is a reasonable certainty of their realization.

10) Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized when there is a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of obligation.



Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

11) Leases

Where the Company is the lessor

Assets given on operating leases are included in fixed assets. Lease income is recognised in the statement of profit and loss on a straight-line basis over the lease term. Costs, including depreciation are recognised as an expense in the statement of profit and loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognised immediately in the statement of profit and loss.

Where the Company is the lessee

Leases where the lesser effectively retains substantially all the risks and benefits of ownership of the leased items, are classified as operating leases. Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term.

12) Depreciation

Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 except in respect of the assets which were purchased before 1st April, 2014 where depreciation is provided at the rates of depreciation (vis-à-vis useful life of assets) in accordance with schedule XIV of the Companies Act, 1956.

13) Employee Benefits:

Liability in respect of employee benefits is provided for and is charged to profit and loss account as follows:

Defined Benefit Plan

The company has Defined Benefit Plan comprising of Gratuity and Leave benefits. The liability of gratuity and leave benefit is determined as and when they arise.



3. Notes to Accounts

3.22 The previous year's figures have been reworked, rearranged and reclassified wherever considered necessary. Accordingly, amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

3.23 All items of receipts and payments, Income & Expenditure wherever details, vouchers, supporting and or any sort of evidences not available are hereby approved confirmed, authenticated and certified by the management.

3.24 Payment to Auditors & Director's Remuneration:

Sr. No.	Particulars	2015-2016	2014-2015
i)	Remuneration to Directors	NIL	NIL
ii)	Payment to Auditors	Rs. 30,000/-	Rs. 25,000/-

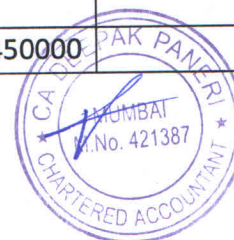
3.25 As per Accounting Standard 18, the disclosure of transactions with related parties are as follows:

a. List of Related Parties and relationships:

Sr. No.	Name	Relationship
1	KSS Limited	Holding Company
2	Birla Jewels Limited	Fellow Subsidiary Company
3	K Sera Sera Miniplex Limited	Fellow Subsidiary Company
4	K Sera Sera Box Office Private Limited	Fellow Subsidiary Company
5	K Sera Sera Digital Cinema Private Limited	Fellow Subsidiary Company
6	Nikita Rattanshi	Director
7	Newgen International Private Limited	Company under same directorship

Details of transaction with related parties during the financial year:

Name of Related Party	Nature of transaction	As on 31.03.2016	As on 31.03.2015
KSS Limited	Loan Taken	16110000	-
Birla Jewels Limited	Loan Taken	954808	1000
Birla Jewels Limited	Sale of goods	97990168	-
Newgen International Private Limited	Purchase of Goods	76356263	-
Nikita Rattanshi	Remuneration	1450000	-



3.26 In the opinion of the Board, Current Assets, Loans and Advances have a value on realisation in the ordinary course of business, at least equal to the amount at which they are stated.

3.27 The outstanding balances of Sundry Debtors, Sundry Creditors, and loans & advances are subject of confirmation and reconciliation/ consequential adjustment, if any.

3.28 As per the information available with the Company and certified by them, total outstanding due to Small Enterprises as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 at the end of the year is Rs. Nil.

FOR DEEPAK PANERI
Chartered Accountant


CA Deepak Paneri
M. No. 421387



For and on behalf of board of directors of
Birla Gold and Precious Metals Limited


Satish Panchariya
Director
Din: 00042934


Nikita Rattanshi
Director
Din: 06628793



Place: Mumbai
Date: 27.05.2016