

ARVIND ACCEL LIMITED

ANNUAL ACCOUNTS

2015-2016

Arvind Accel Limited

LALBHAI GROUP

Naroda Road, Ahmedabad 380 025, India
T +91 79 30138000 F +91 79 30138677 W www.arvind.com
CIN - U29100GJ2008PLC053226

ARVIND

CIN : U29100GJ2008PLC053226

NOTICE

NOTICE is hereby given that the Eighth Annual General Meeting of the Members of ARVIND ACCEL LIMITED will be held on Monday, the 26th September, 2016 at 9:30 a.m. at the Registered Office of the Company at Arvind Mills Premises, Naroda Road, Ahmedabad-380 025 to transact the following Business:-

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Statements of Accounts for the financial year ended on 31st March, 2016 and the Reports of the Directors and the Auditors thereon.
2. To appoint a Director in place of Mr. Punit S. Lalbhai (having DIN 05125502), who retires by rotation in terms of the provision of section 152 of the Companies Act, 2013 and being eligible, offers himself for reappointment.
3. To appoint Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and authorize the Board to fix their remuneration.

SPECIAL BUSINESS :

4. To consider and, if thought fit, to pass with or without modifications, the following resolution as an Ordinary Resolution:

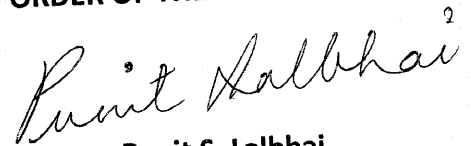
RESOLVED THAT Mr. Dinesh J. Yadav, who is appointed as an Additional Director of the Company by the Board of Directors held on 24th March, 2016 and who holds the office up to the date of this Annual General Meeting and in respect whom the Company has received a notice in writing from a member proposing his candidature for the office of Director u/s. 160 of the Companies Act, 2013, being eligible for appointment to the office of Director, be and is hereby appointed as a Director of the Company liable to retire by rotation.

A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER.

Registered Office:
Arvind Mills Premises
Naroda Road,
Ahmedabad-380 025

Date : 9th May, 2016
Place : Ahmedabad

BY ORDER OF THE BOARD



**Punit S. Lalbhai
(Director)**

DIN : 05125502

Arvind Accel Limited

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ANNEXURE TO NOTICE

EXPLANATORY STATEMENT UNDER SECTION 102(1) OF THE COMPANIES ACT, 2013

Item No. 4

The Board of Directors at their meeting held on 24th March, 2016 appointed Mr. Dinesh J. Yadav as an Additional Director of the Company. The said appointment was in pursuance of the provisions of Section 161(1) of the Companies Act, 2013 and Article 137 of the Articles of the Association of the Company and accordingly the said Director holds office only upto the date of this Annual General Meeting. The Company has received notice in writing alongwith the necessary amount as a deposit from member proposing candidature of Director in accordance with the requirements of Section 160 of the Companies Act, 2013.

The Board commends the resolution at item No.4 for approval of members. Mr. Dinesh J. Yadav may be deemed to be concerned or interested in the said resolution relating to his appointment. No other Directors are in any manner concerned or interested in the said resolution.

Registered Office:
Arvind Mills Premises
Naroda Road,
Ahmedabad-380 025

Date : 9th May, 2016
Place : Ahmedabad

BY ORDER OF THE BOARD



Punit S. Lalbhai
(Director)
DIN : 05125502

CIN : U29100GJ2008PLC053226

DIRECTORS' REPORT

To,

The Members,

Your Directors have pleasure in presenting their Eighth Annual Report on the business and operations of the Company and the accounts for the Financial Year ended March 31, 2016.

1. Financial summary or highlights/Performance of the Company :

During the year your Company has incurred a net profit of Rs. 2,56,22,834/- and the same is carried forward to the Balance Sheet.

2. Dividend :

Your Directors do not recommend any dividend on the equity shares for the financial period under review.

3. Share Capital :

The paid up Equity Share Capital as on March 31, 2016 was Rs. 5,00,000. During the year under review, the Company has not issued shares with differential voting rights nor granted stock options nor sweat equity. As on March 31, 2016, none of the Directors of the Company hold shares or convertible instruments of the Company.

4. Finance :

Cash and cash equivalents as at March 31, 2016 was Rs. 12,14,590/-. The Company continues to focus on judicious management of its working capital, receivables, inventories and other working capital parameters were kept under check through continuous monitoring.

5. Deposits :

The Company has not accepted any Deposits covered under the Companies Act, 2013 and The Companies (Acceptance of Deposits) Rules, 2014.

6. Particulars of loans, guarantees or investments under section 186 :

Details of loans, guarantees and investments covered under the provisions of section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

7. Subsidiaries and Joint Ventures :

The Company has one subsidiary company namely Arvind Envisol Private Limited within the meaning of the Companies Act, 2013.

Pursuant to the provisions of Section 129(3) of the Companies Act, 2013, a statement containing salient features of financial statements of subsidiary company in Form AOC-1 is attached to the Accounts. The separate audited financial statements in respect of the subsidiary Company shall be kept open for inspection at the Registered Office of the Company. The Company will also make available these documents upon request by any Member of the Company interested in obtaining the same.

CIN : U29100GJ2008PLC053226

8. Directors :

Mr. Punit S. Lalbhai, the Director of the Company, retires by rotation at the ensuing Annual General Meeting of the Company and being eligible for re-appointment, offers himself for re-appointment.

Mr. Dinesh J. Yadav has been appointed by the Board as an Additional Director at the meeting of the Board of Directors held on 24th March, 2016 and holds the office upto the date of this ensuing Annual General Meeting. The Company has received notice in writing Under Section 152 of the Companies Act, 2013 from a member proposing his candidature as Director.

Mr. Jayesh K. Shah resigned from the Board of Directors of the Company with effect from 29th March, 2016. Your Directors take this opportunity to express their deep sense of appreciation for the valuable services rendered by Mr. Jayesh K. Shah during his tenure as a Director.

9. Number of meetings of the Board of Directors :

During the year, the Board of Directors met 8 times on 13th April, 2015, 11th May, 2015, 11th August, 2015, 30th October, 2015, 21st January, 2016, 26th February, 2016, 24th March, 2016 & 29th March, 2016. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

10. Directors' Responsibility Statement

The Directors confirm that:

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) we had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year ended on 31st March, 2016 and of the profit and loss of the company for that period;
- (c) proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis; and
- (e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

11. Related Party Transactions :

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large.

CIN : U29100GJ2008PLC053226

12. Significant and material orders passed by the regulators or courts

There are no significant material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.

13. Conservation of energy, technology absorption and foreign exchange earnings and outgo :

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule, 8 of The Companies (Accounts) Rules, 2014, is annexed herewith as "Annexure A".

14. Statutory Auditors :

The Auditors, M/s. G. K. Choksi & Co., Chartered Accountants, Ahmedabad, retires and offer themselves for re-appointment. It is proposed that M/s. G. K. Choksi & Co., Chartered Accountants be reappointed as auditors of the Company. You are requested to appoint Auditors and to fix their remuneration.

15. Extract of the Annual Return :

The details forming part of the extract of the Annual Return in form MGT-9 is annexed herewith as "Annexure B".

16. Particulars of Employees :

The Company does not have any employee covered under the provisions of Section 197 of the Companies Act, 2013 read with rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

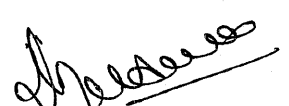
17. Acknowledgements

The Directors gratefully acknowledge all stakeholders of the Company viz. customers, members, dealers, vendors, banks and other business partners for the excellent support received from them during the year. The Directors place on record their sincere appreciation to all employees of the Company for their unstinted commitment and continued contribution to the Company.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS



Punit S. Lalbhai
(Director)
DIN : 05125502



Dinesh J. Yadav
(Director)
DIN : 05148825

Date : 9th May, 2016
Place: Ahmedabad

G. K. Choksi & Co.

Chartered Accountants

'Madhuban', Nr. Madalpur Underbridge, Ellisbridge, Ahmedabad - 380 006.
Dial : 91 - 79 - 30012009, 9925174555-56 Fax : 91 - 79 - 26569929 E-mail : info@gkcco.com

INDEPENDENT AUDITOR'S REPORT

To,
The Members,
ARVIND ACCEL LIMITED
Ahmedabad.

Report on the Standalone Financial Statements

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

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with 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 provision 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made 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 standalone financial statements.

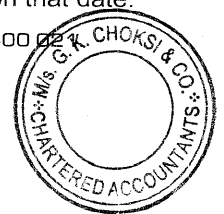
Opinion

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

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Dial : 91-22-66324446/47 FAX : 91-22-22882133 Email : mumbai@gkcco.com

Branches : 207, Tolstoy House, Tolstoy Marg, Janpath, **NEW DELHI** - 110 001
Dial : 91-11-43717773-74; Email : info@gkcco.com

'Surya Bhavan', Station Road, **PETLAD** - 388 450. Dial : 91-2697-224108



Emphasis of Matter

We draw attention to Note 1 (a) in the financial statements which discloses the premise upon which the Company has prepared its financial statements by applying going concern assumption, notwithstanding that the Company has incurred a loss before tax of ₹ 4,47,19,289/- during the year ended 31st March, 2016 and as of that date, the accumulated losses being ₹ 13,22,16,969/- have exceeded the paid up share capital thus wiping off its capital base. However, in pursuant to note no 32 of financial statements regarding scheme of arrangement in the nature of amalgamation, the company is able to continue as a going concern and recover the wiped off capital.

Report on Other Legal and Regulatory Requirements

1. 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 Act, we give in the "Annexure – A", a statement on the matters specified in paragraphs 3 and 4 of the Order to the extent 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 appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid 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.
 - (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 adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
 - (g) 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 our best of our information and according to the explanations given to us :
 - (i) The Company does not have any pending litigations which would impact its financial position.
 - (ii) The Company did not have any long-term contracts including derivatives 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 G. K. CHOKSI & CO.

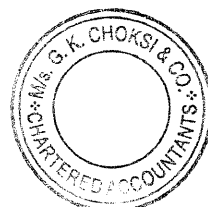
[Firm Registration No. 101895W]
Chartered Accountants

Rohit Choksi

ROHIT K. CHOKSI

Partner

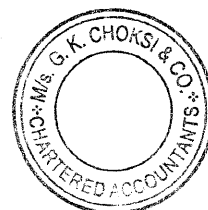
Mem. No. 31103



Annexure - A to the Independent Auditors' Report even date on standalone financial statements of Arvind Accel Limited

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2016, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.
- (b) The fixed assets have been physically verified by the management at reasonable intervals having regard to size of company and nature of its assets. According to information and explanation given to us, no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us the company does not possess any immovable properties. Accordingly the clause 3(i)(c) of the Order is not applicable to the Company.
- (ii) According to information and explanation given to us, the Management of the Company has conducted physical verification of inventory at reasonable intervals and no material discrepancies were noticed on such physical verification during the year.
- (iii) The Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly the clause 3(iii)(a) to 3(iii)(c) of the Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans, investments, guarantees and securities.
- (v) According to information and explanations given to us, the Company has not accepted any deposits as defined in The Companies (Acceptance of Deposits) Rules 2014. Accordingly, the provisions of Clause 3(v) of the Order are not applicable to the Company.
- (vi) In our opinion and according to the information and explanation given to us, the Company is not required to maintain the cost records pursuant to rules made by the Central Government. As the aggregate value of turnover all products during immediately preceding financial year does not exceed thirty five crores. Accordingly the clause 3(vi) of the Order is not applicable to the Company.
- (vii) (a) According to the information given to us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues and Company had no arrears of such outstanding statutory dues as at 31st March, 2016 for a period more than six months from the date they became payable.
- (b) According to the information and explanations given to us, the company has no disputed outstanding statutory dues as at 31st March, 2016.
- (viii) According to the information and explanations given to us, the Company has not defaulted in the repayment of loans and borrowings to financial institutions, banks, government or dues to debenture holders during the year.
- (ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) and term loan during the year.
- (x) According to the information and explanations given to us, no fraud by company or any fraud on the company by its officers and employees have been noticed or reported during the year.
- (xi) According to the information and explanations give to us, the Company has not paid/provided for managerial remuneration.



- (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, 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 financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us, 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) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

FOR G. K. CHOKSI & CO.

[Firm Registration No. 101895W]

Chartered Accountants

Rohit K. Choksi
ROHIT K. CHOKSI
Partner

Mem. No. 31103

Place : Ahmedabad
Date : 9th May, 2016



Annexure - B to the Independent Auditors' Report of even date on the standalone Financial Statements of Arvind Accel Limited.

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **ARVIND ACEEL LIMITED** ("the Company") as of 31st March 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

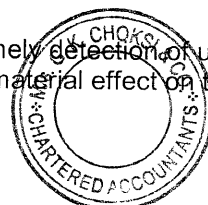
Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

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

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.



Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

FOR G. K. CHOKSI & CO.

[Firm Registration No. 101895W]
Chartered Accountants

RoHit Choksi
ROHIT K. CHOKSI
Partner
Mem. No. 31103

Place : Ahmedabad
Date : 9th May, 2016



ARVIND ACCEL LIMITED

Balance Sheet as at 31st March, 2016

[Amount in ₹]

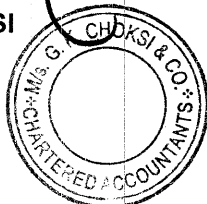
Particulars	Notes	As at 31st March, 2016	As at 31st March, 2015
EQUITY AND LIABILITIES			
Shareholders' Fund			
Share Capital	2	5 00 000	5 00 000
Reserves and Surplus	3	<u>(13 22 16 969)</u>	<u>(19 08 60 145)</u>
		(13 17 16 969)	<u>(19 03 60 145)</u>
Non Current liabilities			
Long Term Borrowings	4	5 43 345	0
Other Long Term Liabilities	5	1 50 935	1 50 935
Long Term Provisions	6	<u>7 49 934</u>	<u>37 990</u>
		14 44 214	<u>1 88 925</u>
Current liabilities			
Short Term Borrowings	7	58 55 40 770	56 20 56 770
Trade Payables			
Dues to Micro, Small and Medium Enterprise	38	0	0
Dues to Other	8	2 18 54 826	27 32 275
Other Current Liabilities	9	14 21 18 812	3 77 87 505
Short term provisions	10	<u>90 17 408</u>	<u>1 482</u>
		75 85 31 816	<u>60 25 78 032</u>
Total		<u><u>62 82 59 061</u></u>	<u><u>41 24 06 812</u></u>
ASSETS			
Non Current assets			
Fixed Assets			
Tangible Assets	11	1 46 99 368	84 33 947
Intangible Assets	12	<u>9 00 75 086</u>	<u>1 37 625</u>
		10 47 74 454	<u>85 71 572</u>
Non Current Investments	13	34 93 00 000	34 94 00 000
Deferred Tax Asset (Net)	14	7 03 48 750	0
Long Term Loans and Advances	15	5 31 829	15 34 835
Current Assets			
Inventories	16	1 04 68 251	27 02 587
Trade Receivables	17	4 98 08 957	27 11 524
Cash & Cash Equivalents	18	13 14 590	16 30 781
Short Term Loans & Advances	19	1 72 27 294	2 09 11 063
Other Current Assets	20	<u>2 44 84 936</u>	<u>2 49 44 450</u>
		10 33 04 028	<u>5 29 00 405</u>
Total :		<u><u>62 82 59 061</u></u>	<u><u>41 24 06 812</u></u>
Significant Accounting Policies	1	-	-

The accompanying notes are an integral part of the financial statements.

As per our attached report of even date

FOR G. K. CHOKSI & CO.
[Firm Registration No. 101895W]
Chartered Accountants

Rohit Choksi
ROHIT K. CHOKSI
Partner
Mem. No. 31103



Place : Ahmedabad
Date : 9th May, 2016

FOR AND ON BEHALF OF THE BOARD

Director
Director
037

PSL
Director

Place : Ahmedabad
Date : 9th May, 2016

ARVIND ACCEL LIMITED

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

[Amount in ₹]

Particulars	Notes	2015-2016	2014-2015
INCOME			
Revenue from Operations	21	18 20 57 090	2 54 01 185
Less : Excise duty		<u>29 75 588</u>	<u>0</u>
		<u>17 90 81 502</u>	<u>2 54 01 185</u>
Other Income	22	<u>74 52 289</u>	8 31 742
Total Revenue		18 65 33 791	2 62 32 927
EXPENSES			
Cost of Materials Consumed / Sold	23	7 35 02 581	0
Purchase of Stock in Trade	24	23 68 719	1 59 23 398
Changes in Inventories	25	(2 95 690)	32 09 779
Employee Benefits Expenses	26	3 54 60 191	66 14 895
Finance Costs	27	7 78 18 215	2 92 67 633
Depreciation and Amortization Expenses		1 93 24 773	23 84 882
Other Expenses	28	<u>2 30 74 291</u>	<u>31 03 369</u>
Total Expenses		23 12 53 080	6 05 03 956
Profit / (Loss) before tax		(4 47 19 289)	(3 42 71 029)
Tax Expenses			
Current Tax		0	0
Tax in respect of earlier years		6 626	0
Deffered tax		<u>(7 03 48 749)</u>	<u>0</u>
		(7 03 42 123)	0
Profit/(Loss) for the year carried to Balance sheet		2 56 22 834	(3 42 71 029)
Earnings per equity share:			
Basic and diluted (₹)	29	512.46	(685.42)

The accompanying notes are an integral part of the financial statements.

As per our attached report of even date

FOR G. K. CHOKSI & CO.
[Firm Registration No. 101895W]
Chartered Accountants

Rohit K. Choksi
ROHIT K. CHOKSI
Partner
Mem. No. 31103



Place : Ahmedabad
Date : 9th May, 2016

FOR AND ON BEHALF OF THE BOARD

D.J.J.
D.J.J. Director
Punit Salbhan
P.S.L. Director

Place : Ahmedabad
Date : 9th May, 2016

ARVIND ACCEL LIMITED

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2016

[Amount in ₹]

Particulars	For the year ended 31/03/2016	For the year ended 31/03/2015
A. Cash flow from operating activities		
Profit/(Loss) for the year before taxation and exceptional items	(4 47 19 289)	(3 42 71 029)
Adjustments for		
Depreciation and amortisation	11 23 904	23 84 882
Adjustment due to non cash items	8 68 70 441	0
Income Tax	(6 625)	0
Loss on Sale of Assets	90 594	1 50 549
Interest Expenses	7 11 06 213	2 92 67 633
Interest Income	(1 63 890)	(4 99 460)
Operating profit before working capital changes	<u>11 43 01 348</u>	<u>(29 67 425)</u>
Adjustments for		
Inventories	6 04 795	32 09 779
Trade and other receivables	9 04 938	1 20 98 217
Loans and Advances	1 24 75 118	(56 90 915)
Current Liabilities and long term provisions	(2 72 65 088)	(17 64 210)
Cash generated from operations	<u>10 10 21 110</u>	<u>48 85 446</u>
Direct taxes Refund/(paid)	11 00 213	(2 55 249)
Net Cash from Operating Activities	[A] <u>10 21 21 323</u>	<u>46 30 197</u>
B. Cash flow from investing activities		
Purchase of Fixed Assets	(71 50 035)	0
Purchase of Investments	0	(34 92 00 000)
Sale of Fixed Assets	45 000	2 17 908
Interest Received	6 76 608	49 946
Net cash used in investing activities	[B] <u>(64 28 427)</u>	<u>(34 89 32 146)</u>
C. Cash flow from financing activities		
Short term / Long Term Borrowings	(8 10 16 000)	53 19 00 000
Interest Paid	(1 60 77 848)	(90 74 821)
Net cash flow from financial activities	[C] <u>(9 70 93 848)</u>	<u>52 28 25 179</u>
Net Increase/(Decrease) in cash and cash equivalents	[A+B+C] <u>(14 00 952)</u>	<u>17 85 23 230</u>
Cash and cash equivalents opening	16 30 781	(17 68 92 449)
Cash and cash equivalents closing	2 29 829	16 30 781
Components of Cash and cash equivalent		
Balances with scheduled banks	1 09 303	16 19 053
Cheques on hand	1 00 000	0
Cash in hand	20 526	11 728
	<u>2 29 829</u>	<u>16 30 781</u>

Explanatory Notes to Cash Flow Statement

- The Cash Flow Statement is prepared by using indirect method in accordance with the format prescribed by Accounting Standard 3 as prescribed by The Institute of Chartered Accountants of India.
- In Part A of the Cash Flow Statements, figures in brackets indicates deductions made from the net profit for deriving the cash flow from operating activities. In part B & part C, figures in brackets indicates cash outflows.
- Figures of the previous year have been regrouped wherever necessary, to confirm to current years presentation.

As per our attached report of even date

FOR G. K. CHOKSI & CO.

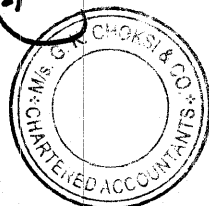
[Firm Registration No. 101895W]
Chartered Accountants

ROHIT K. CHOKSI
Partner

Mem. No. 31103

Place: Ahmedabad

Date : 9th May, 2016



FOR AND ON BEHALF OF THE BOARD

[Signature]
D57 Director

[Signature]
PSL Director

Place: Ahmedabad

Date : 9th May, 2016

Notes forming part of accounts

1. Summary of significant accounting policies

(a) Basis of preparation of financial statements

- (i) The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply, in all material respects, with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014.
- (ii) The financial statements have been prepared on an accrual basis under the historical cost convention. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.
- (iii) The Ministry of Company Affairs (MCA) vide its notification no. G.S.R 364 (E) dated 30th March, 2016 has issued the Companies (Accounting Standards) Amendments Rules, 2016 amending and replacing certain accounting standards. However, in view of clarification issued by MCA with regard to its applicability, such amended accounting standards are to be used for preparation of accounts for accounting periods commencing on or after the date of notification. Therefore, the effects has not been considered in this financial statements.

(b) Use of Estimates

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

(c) Inventories

Inventory comprising of raw material at site, bought out material and traded goods are valued at Cost or Net Realizable Value whichever is lower.

(d) Recognition of Revenue from Contractual Projects:

- (i) Revenue in respect of sale of goods is recognized when the property in goods as well as significant risks and rewards of ownership are transferred to the buyer under the term of contract. Sales are stated at contractual realizable values, net of excise duty, sales tax and trade discount, if any
- (ii) Revenues from services are recognized upon rendering of services.

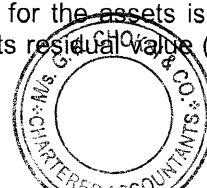
(e) Fixed Assets

Fixed Assets are stated at their original cost including incidental expenses related to acquisition and installation, less accumulated depreciation. Cost comprises of the purchase price and any other attributable cost of bringing the assets to its working condition for its intended use.

Fixed assets acquired in pursuant to scheme of arrangement in the nature of merger (Merger of MVRE division of Arvind Envisol Private Limited) are stated at respective book values in the books.

At the balance sheet date, an assessment is done to determine whether there is any indication of impairment in the carrying amount of Company's fixed assets. If any such indication exists, the asset's recoverable amount is estimated .An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount.

After recognition of impairment loss, the depreciation charge for the assets is adjusted in future periods to allocate the asset's revised carrying amount, less its residual value (if any), on straight line basis over its remaining useful life.



Notes forming part of accounts

(f) Depreciation

Depreciation on Tangible Fixed Assets is provided on straight line method over the useful lives of assets specified in Part C of Schedule II to the Companies Act 2013 read with the relevant notifications issued by the Department of Company affairs.

Intangible assets are amortised over their respective individual estimated useful lives on a straight line basis, commencing from the date the assets is available to the company for its use. The management estimates useful life for intangible assets as follows:

Computer Software	:	Over a period of Five years
Patents & Technical	:	Over a period of Ten years
Software related to patents & Technical	:	Over a period of Ten years
Goodwill on account of merger	:	Over a period of Five years

Depreciation on assets acquired / disposed off during the year is provided on pro-rata basis with reference to the date of addition/disposal.

(g) Investments

Investment has been stated at the cost price. Provision for diminution in the value of Long Term Investment is made only if; such decline is not temporary in nature in the opinion of the management.

(h) Retirement Benefits

- (i) Contributions to provident fund are made at predetermined rates to Government Authority and charged to profit and loss account.
- (ii) Retirement Benefits being Gratuity and Leave Encashment are accounted for based on actuarial valuation by the independent valuer.

(i) Taxation

Provision for income tax is based on the assessable profits computed in accordance with the provisions of the Income-tax Act, 1961.

Deferred income taxes are recognised for the future tax consequences attributable to timing differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases. The effect on deferred tax assets and liabilities of a change in the tax rates is recognised using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets arising from unabsorbed depreciation or carry forward losses under tax laws are recognised only to the extent that there is virtual certainty of realisation. Other deferred tax assets are recognised and carried forward to the extent that there is reasonable certainty of realisation.

(j) Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognised 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 recognised but are disclosed in the Notes. Contingent Assets are neither recognised nor disclosed in the financial statements.



ARVIND ACCEL LIMITED

Notes forming part of accounts

2 Share Capital

[Amount in ₹]

Particulars	As at	As at
	31st March, 2016	31st March, 2015
(a) Authorised 10,00,000 (P.Y.10,00,000) Equity Shares of ₹ 10/- each	1 00 00 000	1 00 00 000
(b) Issued, Subscribed and fully Paidup 50,000 (P.Y.50,000) Equity Shares of ₹10/ each fully paid up	5 00 000	5 00 000

Note :

During the period of five financial years immediately preceding the Balance Sheet date, the company has not:

- (i) allotted any fully paidup equity shares by way of bonus shares;
- (ii) allotted any equity shares pursuant to any contract without payment being received in cash;
- (iii) brought back any equity shares

(c) Reconciliation of number of shares

Particulars	Number of Equity Shares	
	2015-2016	2014-2015
As at April 1, 2015	50 000	50 000
Add		
Shares issued for Cash or Right Issue or Bonus	0	0
Exercise of Share Option under ESOS / ESOP	0	0
Shares issued in Business Combination	0	0
	50 000	50 000
Less		
Shares bought back / Redemption etc.	0	0
As at March 31, 2016	50 000	50 000

(d) Rights, Preferences and Restrictions

Equity Shares : The Company has only class of equity shares having a par value of ₹ 10/ per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, if any, in proportion to their shareholding.

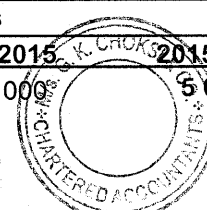
(e) Details of Shareholdings

Number of Shares held by Holding Enterprise

Particulars	Number of Equity Shares		Value ₹	
	2015-2016	2014-2015	2015-2016	2014-2015
Holding Company (With Nominees)	50 000	50 000	5 00 000	5 00 000

Shareholders holding more than 5% shares

Particulars	Number of Equity Shares		Value ₹	
	2015-2016	2014-2015	2015-2016	2014-2015
Arvind Limited (With Nominees)	50 000	50 000	5 00 000	5 00 000



ARVIND ACCEL LIMITED

Notes forming part of accounts

3 Reserves and surplus

[Amount in ₹]

Particulars	As at	
	31st March, 2016	31st March, 2015
General Reserve		
Opening Balance	1 00 000	1 00 000
Add : Additions during the year	0	0
Closing Balance	<u>1 00 000</u>	<u>1 00 000</u>
Surplus / (Deficit) in Statement of Profit & Loss		
Balance as per previous financial statements	(19 09 60 145)	(15 64 69 221)
Add : Profit/(Loss) for the year	2 56 22 834	(3 42 71 029)
Add: Adjustment pursuant to Scheme of Demerger (Refer note no. 31)	3 30 20 342	0
Less : Adjustment due to change in useful life of fixed assets	0	(2 19 895)
Balance available for appropriation	<u>(13 23 16 969)</u>	<u>(19 09 60 145)</u>
Less : Appropriations	0	0
Net Surplus / (Deficit)	<u>(13 23 16 969)</u>	<u>(19 09 60 145)</u>
	<u>(13 22 16 969)</u>	<u>(19 08 60 145)</u>

4 Long Term Borrowings

[Amount in ₹]

Particulars	Non-current portion		Current maturities	
	As at	As at	As at	As at
	31st March, 2015	31st March, 2014	31st March, 2015	31st March, 2014
Secured Loans				
Vehicle Loan				
HDFC Bank Limited	5 43 345	0	1 62 690	0
	<u>5 43 345</u>	<u>0</u>	<u>1 62 690</u>	<u>0</u>

Nature of Security

The Vehicle loan amounting to ₹ 7,06,035/- (P.Y. ₹ NIL) is secured by Vehicle

Terms of Repayment of Loans

Secured Loan

HDFC Bank Limited

Loan is repayable in monthly installments of ₹ 18,965/- commencing from January, 2015 and last installment falls due on December, 2019.

5 Other Long term Liabilities

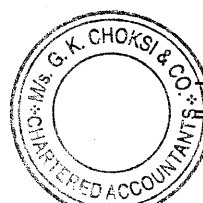
[Amount in ₹]

Particulars	As at	
	31st March, 2016	31st March, 2015
Security deposits from employees	1 50 935	1 50 935
	<u>1 50 935</u>	<u>1 50 935</u>

6 Long term provisions

[Amount in ₹]

Particulars	As at	
	31st March, 2016	31st March, 2015
For Employee Benefits		
Gratuity (Net of Plan Assets)	5 20 344	0
Leave Encashment	2 29 590	37 990
	<u>7 49 934</u>	<u>37 990</u>



ARVIND ACCEL LIMITED

Notes forming part of accounts

7 Short term borrowings

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Unsecured		
Loans Repayable on demand		
Intercorporate Deposit		
Related parties	58 55 40 770	56 20 56 770
	<u>58 55 40 770</u>	<u>56 20 56 770</u>

8 Trade payables - Dues to Other

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
For Goods and Services		
Related party	16 42 668	13 28 287
Others	2 02 12 158	14 03 988
	<u>2 18 54 826</u>	<u>27 32 275</u>

9 Other current liabilities

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Current Maturities of Long Term Debt	1 62 690	0
Advances from Customers		
Related parties	40 10 514	3 01 953
Others	22 60 093	1 29 069
	<u>62 70 607</u>	<u>4 31 022</u>
Interest Accrued and due on short term borrowings		
Related parties	10 58 67 005	3 34 91 390
Other Loans	0	0
	<u>10 58 67 005</u>	<u>3 34 91 390</u>
Interest Accrued and not due	4 981	0
Book Overdraft	1 75 930	0
Other Payables		
Pursuant to Merger	2 18 18 498	0
Statutory dues	78 10 511	38 62 713
Others	8 590	2 380
	<u>2 96 37 599</u>	<u>38 65 093</u>
	<u>14 21 18 812</u>	<u>3 77 87 505</u>

10 Short term provisions

[Amount in ₹]

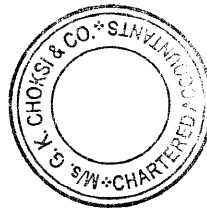
Particulars	As at 31st March, 2016	As at 31st March, 2015
Employee Benefits		
Gratuity	8 283	0
Leave Encashment	9 125	1 482
	<u>17 408</u>	<u>1 482</u>
For Contractual site expenses / Warranties	90 00 000	0
	<u>90 17 408</u>	<u>1 482</u>

ARVIND ACCEL LIMITED

Notes forming part of accounts

11 Tangible Assets

Description of Assets	Gross Block (At Cost)				Depreciation			Net Book Value		
	As at 01/04/2015	Additions during the year	Additions / Adjustments Pursuant to Merger [Refer Note 31]	Deletions/ Adjustment during the year	As at 31/03/2016	For the year	Additions/ Adjustment Pursuant to Merger [Refer Note 31]	Up to 31/03/2016	As at 31/03/2016	As at 31/03/2015
Plant and Machinery	74 63 408	65 47 173	1 24 995	0	1 41 35 576	8 56 884	3 481	0	1 18 73 871	60 62 068
Furniture & Fixture	7 03 565	0	0	0	7 03 565	84 917	0	0	4 24 867	5 09 784
Office Equipments	1 62 783	0	0	0	1 62 783	33 933	0	0	37 049	70 982
Computer	26 45 448	0	12 60 750	0	39 06 198	4 52 301	5 47 999	0	4 02 430	1 41 980
Vehicle	26 04 152	0	8 87 375	3 34 551	31 56 976	3 97 612	42 150	1 98 956	19 61 151	16 49 133
Total :	1 35 79 356	65 47 173	22 73 120	3 34 551	2 20 65 098	18 25 647	5 93 630	1 98 956	1 46 99 368	84 33 947
Previous Year	1 41 02 168	0	0	5 22 812	1 35 79 356	22 91 456	0	3 74 249	84 33 947	



ARVIND ACCEL LIMITED

Notes forming part of accounts

12 Intangible assets

Description of Assets	Gross Block (At Cost)				Amortisation			Net Book Value			
	As at 01/04/2015	Additions / Adjustments during the year	Additions / Adjustments Pursuant to Merger [Refer Note 31]	Deletions/ Adjustment during the year	As at 31/03/2016	Up to 31/03/2015	For the year Pursuant to Merger [Refer Note 31]	Additions/ Adjustment during the year	Up to 31/03/2016	As at 31/03/2016	As at 31/03/2015
Softwares	4 67 495	6 02 862	0	0	10 70 357	3 29 870	1 14 181	0	4 44 051	6 26 306	1 37 625
Patents & Technicals	0	0	12 42 42 254	0	12 42 42 254	0	1 24 19 972	0	4 96 88 392	7 45 53 862	0
Goodwill	0	0	2 48 24 864	0	2 48 24 864	0	49 64 973	0	99 29 946	1 48 94 918	0
Total :	4 67 495	6 02 862	14 90 67 118	0	15 01 37 475	3 29 870	1 74 99 126	0	6 00 62 389	9 00 75 086	1 37 625
Previous Year	4 67 495	0	0	0	4 67 495	2 36 444	93 426	0	3 29 870	1 37 625	



ARVIND ACCEL LIMITED

Notes forming part of accounts

13 Non current investments

Particulars	[Amount in ₹]	
	As at 31st March, 2016	As at 31st March, 2015
Unquoted, Trade		
In Equity Shares		
Subsidiary Company		
Arvind Envisol Private Limited	1 00 000	2 00 000
[10,000 (P.Y. 20,000) Equity Shares at ₹ 10/- each]		
[Refer Note 31]		
Others (Fellow Subsidiary)		
Arvind Brands and Retails Limited	34 92 00 000	34 92 00 000
(36,00,000 Equity Shares at ₹ 2/- each and at premium of ₹ 95/-)		
	<u>34 93 00 000</u>	<u>34 94 00 000</u>

14 Deferred tax liabilities (Net)

Particulars	[Amount in ₹]	
	As at 31st March, 2016	As at 31st March, 2015
Deferred Tax Assets		
Carried forward losses/Unabsorbed Depreciaton	8 18 57 132	4 71 355
Disallowance u/s 43B	2 31 730	0
Deferred Tax Liabilities		
Difference of book depreciation and tax depreciation	1 17 40 112	4 71 355
Net Deferred Tax Asset / (Liability)	<u>7 03 48 750</u>	<u>0</u>

15 Long Term Loans and Advances

Particulars	[Amount in ₹]	
	As at 31st March, 2016	As at 31st March, 2015
Advance Tax and TDS (Net of Provision)	5 31 829	15 34 835
	<u>5 31 829</u>	<u>15 34 835</u>

16 Inventories

(As taken, valued and certified by the Management)

Particulars	[Amount in ₹]	
	As at 31st March, 2016	As at 31st March, 2015
Raw Materials	67 79 280	0
Bought out Materials	7 09 282	0
Stock in Trade	29 79 689	26 83 999
Material at Site	0	18 588
	<u>1 04 68 251</u>	<u>27 02 587</u>

Inventory items have been valued considering the significant accounting policy no (c) disclosed in note no. 1 to these financial statement.



ARVIND ACCEL LIMITED

Notes forming part of accounts

17 Trade Receivables
(Unsecured, considered good, unless otherwise stated)

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Debt outstanding for the period exceeding six months		
Considered Good	1 37 52 222	20 09 779
Considered Doubtful	0	0
	<u>1 37 52 222</u>	<u>20 09 779</u>
Less : Provision for Doubtful Debts	0	0
	<u>1 37 52 222</u>	<u>20 09 779</u>
Others debts	<u>3 60 56 735</u>	<u>7 01 745</u>
	<u><u>4 98 08 957</u></u>	<u><u>27 11 524</u></u>
The amount dues by :		
Directors	NIL	NIL
Officers either severally or jointly with other persons	NIL	NIL
Firms or private companies in which any director is partner or director or a member.	NIL	NIL

18 Cash and Bank Balances

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Balances with scheduled banks		
In Current accounts	2 85 233	16 19 053
Cash in hand	20 526	11 728
Cheques on hand	1 00 000	0
Other bank Balances		
Fixed Deposit With maturity for more than 3 months but less than 12 months	9 08 831	0
	<u>13 14 590</u>	<u>16 30 781</u>

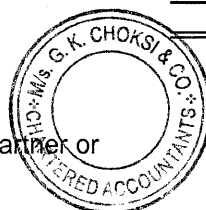
19 Short term Loans and Advances
(Considered good, unsecured unless otherwise stated)

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Loan to subsidiary	0	13 00 000
Advances		
Suppliers	99 18 901	4 34 898
Staff	5 87 241	1 13 034
Advances recoverable in cash or kind		
Related Party	0	1 50 88 375
Other Recoverable		
Balance with Revenue Authorities	57 09 273	35 84 646.
Prepaid Expenses	2 55 053	38 367
Deposits	7 46 826	2 38 052
Employees Gratuity (Net of obligations)	0	1 13 691
Food vouchers on hand	10 000	0
	<u>67 21 152</u>	<u>39 74 756</u>
	<u><u>1 72 27 294</u></u>	<u><u>2 09 11 063</u></u>

The amount dues by :

Directors	NIL	NIL
Officers either severally or jointly with other persons	NIL	NIL
Firms or private companies in which any director is partner or director or a member.	NIL	1 63 88 375



ARVIND ACCEL LIMITED

Notes forming part of accounts

20 Other Current Assets

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Interest accrued but not not due	0	4 49 514
Unbilled Cost	2 44 84 936	2 44 84 936
Other bank Balances		
Fixed Deposit with maturity for more than 12 month	0	10 000
	<u>2 44 84 936</u>	<u>2 49 44 450</u>

21 Revenue from operations

[Amount in ₹]

Particulars	As at 31st March, 2016	As at 31st March, 2015
Sale of Products		
Manufactured Goods (Inclusive of Excise Duty)	3 57 27 101	0
Components and Equipments	13 36 25 852	0
Traded Goods	22 65 247	2 18 16 352
	<u>17 16 18 200</u>	<u>2 18 16 352</u>
Sale of Services		
Operation & Management	22 52 466	20 29 166
Erectioning and commissioning	29 00 250	0
Consultancy Income	52 79 361	15 55 667
	<u>1 04 32 077</u>	<u>35 84 833</u>
Other Operating Revenue		
Export Incentives	6 813	0
	<u>18 20 57 090</u>	<u>2 54 01 185</u>

22 Other Income

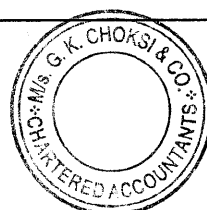
[Amount in ₹]

Particulars	2015-2016	2014-2015
Interest Income	2 27 094	4 99 460
Other Non-Operating Income		
Sundry Credit Balance Written Back	4 04 643	2 46 512
Provision no longer required	62 63 174	63 941
Foreign Exchange Fluctuation	5 57 378	21 829
	<u>72 25 195</u>	<u>3 32 282</u>
	<u>74 52 289</u>	<u>8 31 742</u>

23 Cost of Materials Consumed / Sold

[Amount in ₹]

Particulars	2015-2016	2014-2015
Raw Materials	72 24 972	0
Boughtout Materials	6 62 77 609	0
	<u>7 35 02 581</u>	<u>0</u>



ARVIND ACCEL LIMITED

Notes forming part of accounts

24 Purchase of stock in trade

[Amount in ₹]

Particulars	2015-2016	2014-2015
Purchase of stock in trade	23 68 719	1 59 23 398
	<u>23 68 719</u>	<u>1 59 23 398</u>

25 Changes in Inventories

[Amount in ₹]

Particulars	2015-2016	2014-2015
Closing Stock Stock in Trade	29 79 689	26 83 999
Opening Stock Stock in Trade	26 83 999	58 93 778
Decrease / (Increase) in Inventories	<u>(2 95 690)</u>	<u>32 09 779</u>

26 Employees Benefits Expenses

[Amount in ₹]

Particulars	2015-2016	2014-2015
Salary, Allowances, Wages & Bonus	3 40 34 281	63 53 512
Contribution to Provident & other funds	14 25 910	2 61 383
	<u>3 54 60 191</u>	<u>66 14 895</u>

27 Finance Cost

[Amount in ₹]

Particulars	2015-2016	2014-2015
Interest on:		
Short Term Borrowings	7 77 38 667	2 92 67 633
On Vehicle Loan	79 548	0
	<u>7 78 18 215</u>	<u>2 92 67 633</u>



ARVIND ACCEL LIMITED

Notes forming part of accounts

28 Other Expenses

[Amount in ₹]

Particulars	2015-2016	2014-2015
Operating Expenses		
Erection / O & M Charges	5 26 135	6 36 649
Compensation	10 86 735	0
Patent related expenses	50 65 574	0
Site Expenses	99 03 748	9 041
	<u>1 65 82 192</u>	<u>6 45 690</u>
 Rent	 1 85 750	 1 06 916
Repairs and Maintenance		
Buildings	1 805	230
Equipments	530	0
Others	0	67 005
	<u>2 335</u>	<u>67 235</u>
 Legal and Professional Fees	 3 37 984	 1 27 780
Insurance	1 56 476	1 15 618
Rates and Taxes	1 04 691	54 626
Auditors Remuneration	1 71 750	1 12 360
Travelling Expenses	20 55 325	4 14 544
Selling and Distribution Expense		
Transportation charges	4 85 468	0
Commission Expenses	15 14 714	0
Others	47 004	25 940
	<u>20 47 186</u>	<u>25 940</u>
 Prior Period Expenses	 85 326	 1 52 194
Penalty	0	2 00 500
Bad Debts	0	9 64 281
Less : Provision for Bad Debts	0	9 00 000
	<u>0</u>	<u>64 281</u>
 Loss on Sale of Fixed assets	 90 594	 1 50 549
Miscellaneous Expenses	12 54 682	8 65 136
	<u>2 30 74 291</u>	<u>31 03 369</u>
 Auditor's Remuneration is made of		
Statutory Audit Fees	1 71 750	1 12 360

29 Earning per Share

Particulars	2015-2016	2014-2015
Net Profit/(Loss) for the year (₹)	2 56 22 834	(3 42 71 029)
Number of equity shares	50 000	50 000
Nominal value of the share (₹)	10	10
Basic and diluted Earning per Share (₹)	512.46	(685.42)



ARVIND ACCEL LIMITED

Notes forming part of accounts

30. Contingent Liabilities and Capital commitments

[Amount in ₹]

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
Contingent Liabilities	NIL	NIL
Capital Commitments and Other Commitments	NIL	NIL

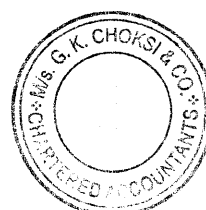
31. Scheme of Demerger

The board of directors of the company in their meeting approved the scheme of arrangement between Arvind Accel Limited (Resultant Company) and Arvind Envisol Private Limited (Demerged Company) for Merger of Mechanical Vapor Recompression Evaporation Undertaking (Demerged Undertaking) with effect from 1st April, 2014 as per the scheme tabled in the meeting.

The figures in the current year include figures of the Demerged undertaking which has been merged with the Company with effect from 1st April, 2014, and therefore, the figures of current year are not comparable with those of the previous year.

Merger of MVRE Division with the company:

- (a) In the terms of the Scheme of Arrangement (Scheme) sanctioned by order dated 20th August, 2015 (notified on 24th September, 2015) of the Hon'ble High Court of Gujarat, the MVRE Division of Arvind Envisol Private Limited has been merged with the company with effect from 1st April, 2014 (that being the appointed date of the Scheme). Accordingly, the Demerged Undertaking with all assets and liabilities related to the Demerged Undertaking have been transferred to and vested in the Resultant Company with effect from 1st April, 2014.
- (b) In accordance with the Scheme
 - (i) All the assets, liabilities, rights and obligations of the MVRE Division have been vested in Arvind Accel Limited with effect from 1st April, 2014 and have been recorded at their respective book values.
 - (ii) Arvind Envisol Private Limited being the wholly owned subsidiary of Arvind Accel Limited, no consideration has been paid for the transfer of MVRE Division.
 - (iii) The amount of difference between the value of assets and the value of liabilities as at 1st April, 2014 transferred pursuant to the scheme has been recognized as Goodwill.
 - (iv) The Investment of the Company in Arvind Envisol Limited has been reduced by 50%, which resulted to ₹ 1,00,000, being 10,000 equity shares of ₹ 10/- each, as against ₹ 2,00,000, being 20,000 equity shares of ₹ 10/- each and such reduction has been recognized as Goodwill.
 - (v) The amount of profit generated through transactions of revenue nature related to demerged undertaking (i.e. MVRE Division) executed by Demerged company (Arvind Envisol Private Limited) during the period from 1st April, 2014 to 31st March, 2015 has been carried to and adjusted against balance of 'Surplus/Deficit in the Statement of Profit & Loss' and disclosed under the head 'Reserve & Surplus'.



ARVIND ACCEL LIMITED

Notes forming part of accounts

32. The Board of Directors of the Company, vide resolution passed in Board Meeting held on 21st January, 2016, has proposed the scheme of arrangement in the nature of amalgamation between Arvind Accel Ltd. (Transferee Company) and Arvind Envisol Pvt. Ltd. (Transferor Company) for Amalgamation of Arvind Envisol Pvt. Ltd. with Arvind Accel Ltd. pursuant to Sections 391 to 394 of the Companies Act, 2013 and filed the same with the Hon'ble High Court of Gujarat for approval. In accordance with the scheme, with effect from appointed date i.e. 1st April, 2015 and upon scheme becoming effective, the whole undertaking of Transferor Company with all its assets and liabilities shall be transferred to and vested in the Transferee Company. All rights, title and interest pertaining to the transferor company shall be transferred to Transferee Company. Upon this scheme become effective, the name of the Transferee Company (Arvind Accel Limited) shall be changed to Arvind Envisol Limited. The final order in respect of aforesaid scheme is yet to be passed by Hon'ble High Court of Gujarat.

33. Employee Benefits

(a) Defined contribution plan

Provident fund

The company makes contribution towards employees' provident fund. Under the rules of this scheme, the Company is required to contribute a specified percentage of payroll costs. The Company during the year recognized ₹ 7,83,592/- (P. Y. ₹ 2,57,804/-) as expense towards contribution to this plan.

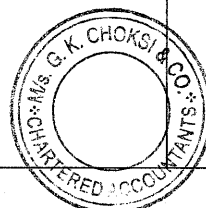
(b) Defined benefit plan

Gratuity

Disclosures for defined benefit plans based on actuarial reports as on March 31, 2016:

[Amount in ₹]

Particulars	2015-2016	2014-2015
Changes in Present Value of Obligations		
Present Value of Obligation as at the beginning of the year	1,78,508	2,42,449
Interest Cost	NIL	NIL
Current Service Cost	6,42,318	--
Actuarial (gain) / Loss on obligations	--	(63,941)
Benefits paid	NIL	NIL
Present value of Obligation as at the end of the year	8,20,826	1,78,508
Changes in fair value of plan assets		
Fair Value of Plan Assets at the beginning of the year	2,92,199	2,92,199
Expected Return on Plan Assets	--	--
Contributions	NIL	NIL
Actuarial Gain / (loss) on Plan Assets	NIL	NIL
Benefits paid	NIL	NIL
Fair Value of Plan Assets at the end of the year	2,92,199	2,92,199
Amount recognized in balance sheet		
Present Value of Obligations as at the end of the year	8,20,826	1,78,508
Fair value of plan Assets as at the end of the year	2,92,199	2,92,199
Net Liability / (Asset) recognized in Balance sheet	5,28,627	(1,13,691)
Expenses recognized in the Profit and loss account		
Current Service Cost	6,42,318	--
Interest Cost	--	--
Expected Return on Plan Assets	--	--
Net actuarial (gain) / loss recognized in the year	--	(63,941)
Expenses Recognized in the statement of Profit & Loss*	6,42,318	(63,941)
Assumptions		
Discount rate	7.96%	8.00%
Rate of increase in compensation levels	4.00%	7.00%
Rate of return on plan assets	--	--
Age of Retirement	58 Years	58 Years



ARVIND ACCEL LIMITED

Notes forming part of accounts

34. Segment Reporting

The Company operates within a solitary business segment i.e. Manufacturing and trading of Components & Equipments and other related consumables, the disclosure requirements of Accounting Standard – 17 “Segment Reporting” issued by the Institute of Chartered Accountants of India is not applicable.

35. Related Party Disclosures

As per Accounting Standard 18, issued by the Institute of Chartered Accountants of India, the disclosures of transactions with the related parties as defined in the Accounting Standard are given below:

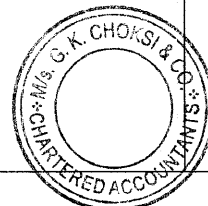
(a) List of related parties with whom transactions have taken place during the year and relationship:

Sr. No.	Name of related party	Relationship
1	Shri Dinesh Yadav	Key Managerial Personnel
2	Arvind Limited	Holding Company
3	Arvind Envisol Private Limited	Wholly owned Subsidiary
4	Anup Engineering Limited	Fellow Subsidiary
5	Arvind Brands and Retail Limited	Fellow Subsidiary

(b) Transactions with related parties

[Amount in ₹]

Sr. No.	Nature of transaction	2015-2016	2014-2015
(i)	Sale of goods		
	- Holding Company	40,02,000	--
	- Wholly owned Subsidiary	2,71,805	--
(ii)	Interest Income		
	- Wholly owned Subsidiary	--	499,460
(iii)	Interest Expenses/Rent Expenses		
	- Holding Company	7,52,35,589	2,67,70,647
	- Fellow Subsidiary	2,808	82,500
(iv)	Reimbursement of Expenses		
	- Holding Company	3,55,562	2,64,771
	- Wholly owned subsidiary	1,14,49,664	79,62,008
(v)	Purchase of Goods		
	- Wholly owned subsidiary	37,332	36,10,368
(vi)	Patent related expenses		
	- Wholly owned subsidiary	--	14,62,008
(vii)	Loans Taken		
	- Holding Company	45,58,03,135	1,04,07,70,657
	- Fellow Subsidiary	1,00,00,000	--
(viii)	Loans Repaid		
	- Holding Company	48,50,76,314	47,55,77,066
(ix)	Advance Given during the year		
	- Wholly owned Subsidiary Company	--	79,99,460
(x)	Advance received back during the year		
	- Wholly owned Subsidiary Company	--	92,49,946
(xi)	Loan received back		
	- Wholly owned Subsidiary Company	17,49,514	--
(xii)	Investment in fellow subsidiary	--	34,92,00,000



ARVIND ACCEL LIMITED

Notes forming part of accounts

(c) Outstanding Balances as at March, 31st 2016

[Amount in ₹]

Sr. No.	Nature of transaction	2015-2016	2014-2015
(i)	Due to Holding Company		
	- As Unsecured Loans (including interest accrued)	68,14,05,248	59,55,48,160
	- As Trade payable	16,42,668	10,47,097
	- As Advance from Customers	40,10,514	3,01,953
(ii)	Due from Holding Company		
	- As Sundry Debtors	3,23,719	--
(iii)	Due to Fellow Subsidiary Company		
	- As Unsecured Loans (including interest accrued)	1,00,02,527	--
(iv)	Due from/to Wholly owned Subsidiary Company		
	- As Short term loans and advances (Including Interest)	--	1,68,37,889
	- As Other Payable	2,18,18,498	--
	- As Trade Payable	--	2,81,190
(v)	Investment in		
	- Wholly owned subsidiary	1,00,000	2,00,000
	- Fellow Subsidiary	34,92,00,000	34,92,00,000

Note :

The Company has disclosed only those related parties with whom it has entered into transactions during current financial year.

36. Pursuant to Accounting Standard-29, Provisions, Contingent Liabilities and Contingent Assets, the disclosure relating to provisions made in the accounts for the year ended 31st March, 2016 is as follows:

Provisions

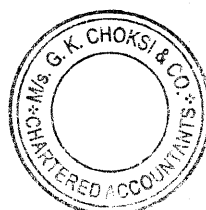
[Amount in ₹]

Particulars	Provision for Contractual Obligations
Opening Balance	--
Addition scheme of arrangement	1,99,45,000
Payments	46,81,826
Reversals	62,63,174
Closing Balance	90,00,000

Note :

Product Guarantees: The Company gives guarantees on certain products and services, undertaking to repair or replace the items that fail to perform satisfactory during the guarantee period. Provision made as at 31st March, 2016 represents the amount of the expected cost of meeting such obligation of rectification/replacement. The timing of the outflows is expected to be within a period of two years from the date of balance sheet.

37. Balances of debtors, creditors, loans, advances and deposits are subject to confirmation by the parties concerned.



ARVIND ACCEL LIMITED

Notes forming part of accounts

38. Due to Micro, Small and Medium Enterprise

[Amount in ₹]

Sr. No.	Particulars	2015-2016		2014-2015	
		Value (₹)	Percentage (%)	Value (₹)	Percentage (%)
1	Principal amount and interest due thereon remaining unpaid to any supplier as at the end of each accounting year.	NIL		NIL	
2	The amount of interest paid by the buyer in terms of section 16, of the Micro Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	NIL		NIL	
3	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006.	NIL		NIL	
4	The amount of interest accrued and remaining unpaid at the end of each accounting year; and	NIL		NIL	
5	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006.	NIL		NIL	

39. The additional information as required under paragraphs 5 (viii) (c) of general instructions for preparation of the statement of profit and loss as per Schedule III to the Companies Act, 2013 is stated below.

A. Composition of Raw Materials Consumption:

[Amount in ₹]

Particulars	2015-2016		2014-2015	
	Value (₹)	Percentage (%)	Value (₹)	Percentage (%)
Imported	47,78,228	66.13	NIL	NIL
Indigenous	24,46,744	33.87	NIL	NIL
Total :	72,24,972	100.00	NIL	NIL

B. Value of Imports on CIF Basis:

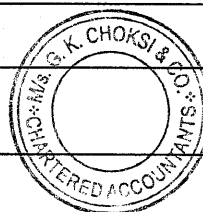
[Amount in ₹]

Particulars	2015-2016	2014-2015
Traded Goods	50,60,236	19,32,258

C Earning in Foreign Currency:

[Amount in ₹]

Particulars	2015-2016	2014-2015
F.O.B. Value of Export	1,27,38,825	NIL



ARVIND ACCEL LIMITED

Notes forming part of accounts

D. Expenditure in Foreign Currency (on payment basis):

[Amount in ₹]

Particulars	2015-2016	2014-2015
Travelling Expenses	59,232	66,466
Patent Related Expenses	50,65,574	--
Commission	15,14,714	--

40. Statement of Management

- (a) The current assets, loans and advances are good and recoverable and are approximately of the values, if realized in the ordinary courses of business unless and to the extent stated otherwise in the Accounts. Provision for all known liabilities is adequate and not in excess of amount reasonably necessary.
- (b) Balance Sheet and Statement of Profit and Loss read together with Notes to the accounts thereon, are drawn up so as to disclose the information required under the Companies Act, 2013 as well as give a true and fair view of the statement of affairs of the Company as at the end of the year and results of the Company for the year under review

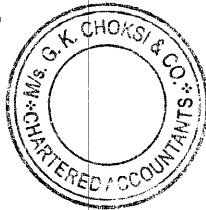
41. The previous year's figures have been reworked, regrouped and reclassified wherever necessary.

As per our attached report of even date.

FOR G. K. CHOKSI & CO.

[Firm Registration No. 101895W]
Chartered Accountants

Rohit Choksi
ROHIT K. CHOKSI
Partner
Mem. No. 31103



Place : Ahmedabad
Date : 9th May, 2016

FOR AND ON BEHALF OF THE BOARD

[Signature]
Director

[Signature]
P. S. L.
Director

Place : Ahmedabad
Date : 9th May, 2016