

Litez India Limited

2014 -15



DAMLE DHANDHANIA & CO.
CHARTERED ACCOUNTANTS

TEMPLE TOWER
P-17A, Ashutosh Chowdhury Avenue
G - 1, Ground Floor
Opp. Ballygunge Birla Mandir
Kolkata - 700 019
Phone : 033 4003 1388
E-mail : damledhandhania@gmail.com

Independent Auditor's Report
To the Members of Litez India Limited

Report on the Financial Statements

We have audited the attached financial statements of LITEZ INDIA LIMITED ('the Company'), which comprise the balance sheet as at 31 March 2015, the statement of profit and loss and 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 stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.





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

Opinion

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

- a) in the case of Balance Sheet, of the state of affairs of the Company as at 31 March 2015
- b) in the case of Statement of Profit and Loss, of the loss 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

1. As required by the Companies (Auditor's Report) Order, 2015 ("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 statement on the matters specified in the paragraph 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 it appears from our examination of those books;
 - (c) the balance sheet, the statement of profit and loss and the cash flow statement dealt with by this Report are in agreement with the books of account;
 - (d) in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - (e) on the basis of the written representations received from the directors as on 31 March 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2015 from being appointed as a director in terms of Section 164 (2) of the Act; and
 - (f) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) the Company does not have any pending 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 has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For Damle Dhandhanian & Co
Chartered Accountants
Firm Registration number: 325361E



Manish Dhandhanian

Manish Dhandhanian
Partner

Membership number: 065901

Place: Kolkata
Date : 8th May, 2015

Annexure to the Independent Auditors' Report

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2015, we report that:

- (i) (a) The Company has no Fixed Assets .Therefore , the provision of this Paragraph is not applicable due to the reasons mentioned above.
- (b) The provision of this Paragraph is not applicable due to the reasons referred to in paragraph (i)(a) above.
- ii) The Company has no inventories. Accordingly, it does not hold any physical inventories. Thus, paragraph 3(ii) of the Order is not applicable.
- (iii) (a) The Company has not granted any loans to bodies corporate covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').
- (b) The provision of this Paragraph is not applicable due to the reasons referred to in paragraph (iii)(a) above.
- (c) The provision of this Paragraph is not applicable due to the reasons referred to in paragraph (iii)(a) above.
- (iv) In our opinion and according to the information and explanations
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the activities rendered by the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise.
According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues were in arrears as at 31 March 2015 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no material dues of wealth tax, duty of customs and cess which have not been deposited with the appropriate authorities on account of any dispute.
- (c) According to the information and explanations given to us the the provisions of investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules there under are not applicable to the Company.



- (viii) The Company have accumulated losses of Rs 11.84 lacs at the end of the financial year and has incurred cash losses in the financial year 2014-15.
- (ix) The Company did not have any outstanding dues to financial institutions, banks or debenture holders during the year.
- (x) In our opinion and according to the information and the explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xi) The Company did not have any term loans outstanding during the year.
- (xii) According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.

For **Damle Dhandhanias & Co.**
Chartered Accountants
Firm's registration number: 325361E

Manish Dhandhanias

Manish Dhandhanias
Partner
Membership number: 065901



Place : Kolkata
Date : 8th May, 2015

LITEZ INDIA LIMITED
Balance Sheet as at March 31, 2015

	Particulars	Note No.	As at March 31, 2015		As at March 31, 2014	
			₹	₹	₹	₹
I	EQUITY AND LIABILITIES					
1	Shareholders' Funds					
a	Share Capital	2	500,000.00		500,000.00	
b	Reserves and Surplus	3	(1,183,519.50)	(683,519.50)	(177,000.03)	322,999.97
2	Share Application money pending allotment					
3	Non-current liabilities					
4	Current Liabilities					
a	Other current liabilities	4		702,688.50		686,429.50
	TOTAL			19,169.00		1,009,429.47
II	ASSETS					
1	Non-current assets					
	Long-term loans and advances	5		5,975.00		9,665.00
2	Current assets					
	Trade receivables	6	-		981,023.47	
	Cash and Bank balances	7	13,194.00	13,194.00	18,741.00	999,764.47
	TOTAL			19,169.00		1,009,429.47

Significant Accounting Policies and Notes to Account 1

In terms of our report attached.
For Damle Dhandhanian & Co.
Chartered Accountants
FRN :325361E

Manish Dhandhanian

Partner
Manish Dhandhanian
Membership No.065901
Place : Kolkata
Date : 8th May, 2015



For and on behalf of the Board of Directors

Suvamoy Saha

Suvamoy Saha
Director

Tehnaz Punwani

Tehnaz Punwani
Director

LITEZ INDIA LIMITED

Statement of Profit and Loss for the year ended March 31, 2015

Particulars	Note No	2014-15		2013-14	
		Rs.	Rs.	Rs.	Rs.
I. Revenue from operations(Gross)		-	-	-	-
Less: Excise Duty		-	-	-	-
II. Other Income	8		180.00		35,836.00
III. Total Revenue (I + II)			180.00		35,836.00
IV. Expenses:					
Cost of raw materials consumed			-		-
Purchase of Stock-in-Trade			-		-
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade			-		-
Employee benefit expense			-		-
Financial costs			-		-
Depreciation and amortization expense			-		-
Other expenses	9		1,006,699.47		100,872.00
Total Expenses			1,006,699.47		100,872.00
V. Profit before exceptional and extraordinary items and tax (III - IV)			(1,006,519.47)		(65,036.00)
VI. Exceptional Items			-		-
VII. Profit before extraordinary items and tax (V - VI)			(1,006,519.47)		(65,036.00)
VIII. Extraordinary Items			-		-
IX. Profit before tax (VII - VIII)			(1,006,519.47)		(65,036.00)
X. Tax expense:					
(1) Current tax			-		-
(2) Deferred tax			-		-
XI. Profit(Loss) from the period from continuing operations (IX-X)			(1,006,519.47)		(65,036.00)
XII. Profit/(Loss) from discontinuing operations			-		-
XIII. Tax expense of discounting operations			-		-
XIV. Profit/(Loss) from Discontinuing operations (XII - XIII)			-		-
XV. Profit/(Loss) for the period (XI + XIV)			(1,006,519.47)		(65,036.00)
XVI. Earning per equity share:					
(1) Basic			(20.13)		(1.30)
(2) Diluted			(20.13)		(1.30)

In terms of our report attached.
For **Damle Dhandhanias & Co.**
Chartered Accountants
FRN :325361E

Manish Dhandhanias

Partner
Manish Dhandhanias
Membership No.065901
Place : Kolkata
Date : 8th May, 2015



For and on behalf of the Board of Directors

Suvamoy Saha

Suvamoy Saha
Director

Tehnaz Punwani

Tehnaz Punwani
Director

LITEZ INDIA LIMITED

SCHEDULE 1 -SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

1 Accounting Policies :

A) Accounting Conventions :

The Accounts have been prepared under the historical cost convention on an Accrual basis and in accordance with requirements of the Companies Act, 1956 and comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the said Act and are consistent with generally accepted accounting principles and conform to the statutory provisions and practices prevailing in the industry.

B) Preliminary Expenses :

Preliminary Expenses have been amortised in the year in which the same has been incurred.

C) Income Taxes :

Tax expenses comprises of current and deferred tax. Current tax is measured at the amount expected to be paid to the income tax authorities in accordance with the Income Tax Act, 1961.

2 Notes to Accounts :

- a) The previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary.
- b) Related party disclosures as required under Accounting Standard-18 on 'Related Party Disclosure' required by the Central Government under the Companies (Accounting Standard) Rules, 2006

Name of the company	Description of Relationship	Nature of Transactions	Outstanding at the year end
Payable			
Eveready Industries India Ltd.	Entity having Significant Influence	Payment made on our Behalf	683,370.50

Name of the company	Description of Relationship	Nature of Relationship
Eveready Industries India Ltd.	Entity having Control over Enterprise	Holding Company

c) Payment to Auditor

Statutory audit fees includes payment of Rs.5,618/- to the auditors

- d) As per Management estimate or recommendation the trade receivable amounting Rs. 9,81,023.47/- (P.Y. Rs. Nil) were existed on the first day of the previous year were no longer recoverable as on 31st March, 2015. It should be written off/ charged to statement of Profit and loss for the previous year 2014-15.



Notes to Balance Sheet

31.03.2015		31.03.2014	
RS.	RS.	RS.	RS.

2 Share Capital

a) Authorised Share Capital

100000 Nos of Equity Shares of Rs. 10 each

1,000,000.001,000,000.00

b) Issued, Subscribed & fully paid up

50000 Nos of Equity Shares of Rs. 10 each

500,000.00500,000.00

Of the above:

(i) List of shareholders holding more than 5% shares & number of shares held:

Name	Class of Share	No of Share Holding	Class of Share	No of Share Holding	% of Holding
Eveready Industries India Ltd.	Equity Shares	49,800.00	Equity Shares	49,800.00	99.60%

3 Reserves and Surplusa) **Surplus**

Balance of Profit brought forward from Previous Year

(177,000.03)

(111,964.03)

Add: Balance Carried Forward from Statement of Profit & Loss

(1,006,519.47)

(65,036.00)

Less: Proposed Dividend

-

-

Less: Tax on Proposed Dividend

-

-

Less: Transferred to General Reserve

-

(1,183,519.50)

-

(177,000.03)

(1,183,519.50)(177,000.03)**4 Other current liabilities**

a) Other Liabilities

- Payable to Related Party

683,370.50

627,577.50

- Others

19,318.00

58,852.00

702,688.50686,429.50**5 Long Term Loans and Advances**

Advance income tax

5,975.00

9,665.00

5,975.009,665.00**6 Trade receivables**

a) Over six months :

i) Secured, considered good

-

981,023.47

-981,023.47**7 Cash and Bank balances**

a) Cash and cash equivalents:

Balance with Banks

i) Current Accounts

3,194.00

8,741.00

Cheques, drafts on hand

Cash on hand

-

3,194.00

-

8,741.00

b) Other bank balances

i) Deposit Accounts with maturity of more than three months

10,000.00

10,000.00

13,194.0018,741.00

Notes to Profit and Loss Account		
	2014-15 Rs.	2013-14 Rs.
8 Other Income		
Interest income-Interest on Fixed deposits	-	35,836.00
Interest income - Interest on Income Tax Refund	180.00	-
	<u>180.00</u>	<u>35,836.00</u>
9 Other expenses :		
Consultancy Charges	19,268.00	94,719.00
Audit Fees	5,618.00	5,618.00
Debtors Written-Off	981,023.47	-
Filing fees	790.00	535.00
	<u>1,006,699.47</u>	<u>100,872.00</u>



LITEZ INDIA LIMITED

Cash flow statement for the year ended 31 March 2015

Particulars	For the year ended 31 March, 2015	For the year ended 31 March, 2014
A. Cash flow from operating activities		
Loss before tax from continuing operations	(1,006,519.47)	(65,036.00)
Less: Interest Income - Interest on Fixed Deposits		(35,836.00)
Less: Interest Income - Interest on Income Tax Refund	(180.00)	
Operating Loss before working capital changes	(1,006,699.47)	(100,872.00)
Movements in working capital:		
Increase/(decrease) in other current liabilities	16,259.00	(493,238.00)
Decrease/(Increase) in trade receivables	981,023.47	-
Decrease / (increase) in Long-term loans and advances	3,690.00	(3,666.00)
Decrease / (increase) in short-term loans and advances	-	-
Decrease / (increase) in Other Current Assets	-	67,178.00
Cash generated from / (used in) operations	(5,727.00)	(530,598.00)
Net Cash flow from operating activities	(5,727.00)	(530,598.00)
B. Cash flow from investing activities-FD		500,000.00
Add: Interest Income - Interest on Fixed Deposits	-	35,836.00
Add: Interest Income - Interest on Income Tax Refund	180.00	
C. Cash flow from financing activities		
Proceeds from issuance of share capital	-	-
Net cash flow from in financing activities	-	-
Net increase/(decrease) in cash and cash equivalents (A + B + C)	(5,547.00)	5,238.00
Cash and cash equivalents at the beginning of the year	8,741.00	3,503.00
Cash and cash equivalents at the end of the year	3,194.00	8,741.00
Components of cash and cash equivalents		
Cash on hand		
Cheques/ drafts on hand		
With banks- on current account	3,194.00	8,741.00
on deposit account		
unpaid dividend accounts*		
unpaid matured deposits*		
unpaid matured debentures*		
Total cash and cash equivalents	3,194.00	8,741.00

In terms of our report attached.

For Damle Dhandhanias & Co.

Chartered Accountants

FRN :325361E

Manish Dhandhanias

Partner

Manish Dhandhanias

Membership No.065901

Place : Kolkata

Date : 8th May, 2015



For and on behalf of the Board of Directors

Suvamoy Saha

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