

# *Singhi & Co.*

## **Chartered Accountants**

161, SARAT BOSE ROAD, KOLKATA-700 026, (INDIA)

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### **Independent Auditor's Report**

#### **To the Members of Lok Cement Limited**

#### **Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements of Lok Cement Limited ('the Company'), which comprise the balance sheet as at 31 March 2016, 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 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 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 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 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. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the 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 31 March 2016 and its loss and its 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, 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 the paragraph 3 and 4 of the order.
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 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 the 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 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 derivative contracts for which there were any material foreseeable losses.
    - iii. There are not amounts required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder.



For Singhi & Co.,  
Chartered Accountants  
FNR No 203049E

(M.L. Shukla)  
Partner

Membership No.051505

Place: Kolkata

Date: 4<sup>th</sup> May, 2016

## Annexure - A to the Auditors' Report

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) Company has maintained full records showing particulars, including quantitative details and situation of fixed assets;
  - (b) As the assets are fully depreciated no physical verification has been performed during the year under audit.
  - (c) As the Company does not own any immovable property the clause related to title deed of immovable property is not applicable.
- (ii) The clause related to physical verification of inventory is not applicable as the Company does not own any inventory.
- (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. As no loans are given, other sub-clauses of this clause are not applicable.
- (iv) As the Company has not given any loan, made any investments and provided any guarantee and security clause (iv) of the Order is not applicable to the Company.
- (v) As per the information and explanation given to us, Company has not accepted any deposit.
- (vi) As the Company is not in operations the provisions of sub-section (I) of section 148 of Companies Act 2013 with respect to maintenance of Cost Record is not applicable to the Company.
- (vii) (a) The Company is generally regular in depositing undisputed statutory dues including provident fund, employees state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities. Details of the undisputed statutory dues not deposited for a period of more than 6 months from the date they became due are as under:

Applicable Law	Nature of dues	Amount (Rs.)	Year to which it pertains
West Bengal State Tax on Profession, Trades, Callings and Employment Act	Profession Tax on Company	5,000	For F.Y. 2014-15 and F.Y. 2015-16

- (b) As per the information and explanation given to us, there are no dues of Income Tax / Sales tax / Service Tax / Custom Duty / Excise Duty / Value Added tax etc which have been deposited on account of any dispute.
- (viii) The Company has not availed any facilities from financial institution or banks or debenture holders and thus the clause (viii) is not applicable to the Company.
- (ix) No amounts have been raised by way of initial public offer or further public offer and term loan and thus the clause (ix) related to utilization of the same is not applicable to the Company.



- (x) As informed and explained to us there are no fraud on or by the company noticed or reported during the year.
- (xi) No managerial remuneration has been paid by the Company, thus the clause (x) of the order is not applicable to the Company.
- (xii) As the Company is not "Nidhi Company" clause (xi) of the Order is not applicable to the Company.
- (xiii) As per the information and explanation given to us, transactions with related parties have been done in compliance with provisions of Section 177 and 188 of Companies Act 2013 and have been suitably disclosed in the Financial Statement.
- (xiv) The Company has not made any preferential allotment of shares and thus clause (xiii) of the Order is not applicable to the Company.
- (xv) As per the information and explanation provided to us, Company has not entered into non-cash transactions with Directors or persons connected with Directors.
- (xvi) As the Company is not a "Non-banking financial company", clause (xvi) of the Order is not applicable to the Company.



For Singhi & Co.,  
Chartered Accountants  
FNR No. 203049E

(M.L. Shukla)  
Partner  
Membership No.051505

Place: Kolkata

Date: 4<sup>th</sup> May, 2016

## **Annexure - B to the Auditors' Report**

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

We were engaged to audit the internal financial controls over financial reporting of Lok Cement Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statement 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". 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 ICAI. 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 judgement, 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.

### 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 31 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 ICAI



For Singhi & Co.,  
Chartered Accountants  
FNR No. 203049E

(M.L. Shukla)  
Partner  
Membership No.051505

Place: Kolkata

Date: 4<sup>th</sup> May, 2016




LOK CEMENTS LIMITED  
CIN U26922MH1995PLC085677  
BALANCE SHEET as at 31st March 2016

		(Amount in Rs)	
	Note	As at March 31, 2016	As at March 31, 2015
<b>EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS' FUND</b>			
Share Capital	2.1	1,00,07,000	1,00,07,000
Reserves and Surplus	2.2	(52,90,465)	(27,16,749)
		<u>47,16,535</u>	<u>72,90,251</u>
<b>NON-CURRENT LIABILITIES</b>			
Long-Term Borrowings	2.3	2,47,97,223	2,22,54,431
Other Long-Term Liabilities	2.4	77,492	15,959
		<u>2,48,74,715</u>	<u>2,22,70,390</u>
<b>CURRENT LIABILITIES</b>			
Other Current Liabilities	2.5	1,64,333	1,74,031
		<u>1,64,333</u>	<u>1,74,031</u>
<b>TOTAL</b>		<u><u>2,97,55,583</u></u>	<u><u>2,97,34,672</u></u>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed Assets			
Tangible Assets	2.6	-	-
		<u>-</u>	<u>-</u>
Long-Term Loans and Advances	2.7	32,19,613	32,19,613
Other Non-Current Assets	2.8	2,64,37,507	2,64,37,507
		<u>2,96,57,120</u>	<u>2,96,57,120</u>
<b>CURRENT ASSETS</b>			
Cash and Bank Balances	2.9	38,563	17,652
Short-Term Loans and Advances	2.7	59,900	59,900
		<u>98,463</u>	<u>77,552</u>
<b>TOTAL</b>		<u><u>2,97,55,583</u></u>	<u><u>2,97,34,672</u></u>
Significant Accounting Policies	1		

The accompanying Notes form an integral part of the Financial Statements

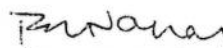
As per our Report annexed  
For SINGHI & CO.  
Chartered Accountants  
Firm Registration No. 302049E

  
M. L. SHUKLA  
Partner  
Membership No. 051505  
1B, Old Post Office Street,  
Kolkata-700 001.


The 4<sup>th</sup> day of May 2016



For and on behalf of the Board



B. R. NAHAR  
DIN 00049895

  
VINOD KUMAR HAMIRWASIA  
DIN 00149104

LOK CEMENTS LIMITED  
CIN U26922MH1995PLC085677  
STATEMENT OF PROFIT & LOSS for the year ended 31st March 2016

		(Amount in Rs.)	
	Note	For the year ended 31st March, 2016	For the year ended 31st March, 2015
<b>INCOME</b>			
Other income	2.10	-	-
Total		-	-
<b>EXPENSES</b>			
Other Expenses	2.11	25,73,716	4,40,012
Total		25,73,716	4,40,012
Profit/(Loss) for the year		(25,73,716)	(4,40,012)

Earnings Per Share [nominal value Rs.10 /-]

Weighted Average Number of Ordinary Shares  
outstanding during the year

10,00,700

10,00,700

Basic and Diluted earning per share

(2.57)

(0.44)

Significant Accounting Policies

1

The accompanying Notes are an integral part of the Financial Statements

For and on behalf of the Board

As per our Report annexed  
For SINGHI & CO.  
Chartered Accountants  
Firm Registration No. 302049E

*M. L. Shukla*

M. L. SHUKLA  
Partner  
Membership No. 051505  
1B, Old Post Office Street,  
Kolkata-700 001.

The 4<sup>th</sup> day of May 2016



*B. R. Nahar*

B. R. NAHAR  
DIN 00049895

*Vinod Kumar Hamirwasia*

VINOD KUMAR HAMIRWASIA  
DIN 00149104



**LOK CEMENTS LIMITED**  
CIN U26922MH1995PLC085677  
**CASH FLOW STATEMENT for the year ended 31st March, 2016**

	For the year ended 31st March, 2016	(Amount in ₹) For the year ended 31st March, 2015
<b>A. Cash Flow from Operating Activities:</b>		
Profit/(Loss) before Tax	(25,73,716)	(4,40,012)
<u>Adjustments for:</u>		
Excess liabilities written back	-	-
Operating Profit before Working Capital changes	<u>(25,73,716)</u>	<u>(4,40,012)</u>
<u>Adjustments for:</u>		
Increase in Short-term Loans And advances	0	(25000)
Decrease in Other Current Liabilities	(9,698)	12177
Increase in Other Long term Liabilities	<u>61,534</u>	<u>12177</u>
Cash generated from operations	51,836	(12,823)
<b>Net Cash from Operating Activities</b>	(25,21,880)	(4,52,835)
<b>B.</b>		
Miscellaneous Expenditure written off	-	-
Pre-Operative Expenses	-	-
<b>Net Cash used in Investing Activities</b>	-	-
<b>C.</b>		
<b>Cash Flow from Financing Activities</b>		
(Repayment) / Proceeds from Long Term Borrowings	<u>25,42,791</u>	<u>4,45,959</u>
<b>Net Cash used in Financing Activities</b>	25,42,791	4,45,959
<b>Net increase in Cash and Cash Equivalents</b>	20,911	(6,876)
Cash and Cash Equivalents as on 01.04.2015 (Opening Balance)	<u>17,652</u>	<u>24,528</u>
Cash and Cash Equivalents as on 31.03.2016 (Closing Balance)	<u><u>38,563</u></u>	<u><u>17,652</u></u>

**Note:**

- 1 Above statement has been prepared in indirect method.
- 2 Cash and Cash Equivalents consists of Cash in hand and balance with Banks.
- 3 Figures for the previous year have been re-grouped wherever considered necessary.

As per our Report annexed.  
For SINGHI & CO.

Chartered Accountants  
Firm Registration No. 302049E

*M. L. Shukla*

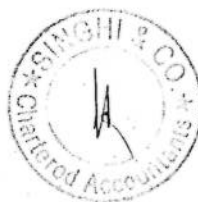
**M. L. SHUKLA**

Partner

Membership No. 051505

1B, Old Post Office Street,  
Kolkata-700 001.

The 4<sup>th</sup> day of May 2016



For and on behalf of the Board

*B. R. Nahar*

**B. R. NAHAR**  
DIN 00049895

*Vinod Kumar Hamirwasia*

**VINOD KUMAR HAMIRWASIA**  
DIN 00149104

**LOK CEMENTS LIMITED**  
**CIN U26922MH1995PLC085677**

**Notes to Financial Statements for the year ended 31st March 2016**

**1 Significant Accounting Policies**

**1.1 Basis of Accounting**

The financial statements are prepared under the historical cost convention, except stated otherwise, on an accrual basis and in accordance with the generally accepted accounting principles in India, the applicable mandatory Accounting Standards as notified by the relevant provisions of the Companies Act, 2013

The financial statements had been prepared and presented as per the requirement of Schedule III as notified under Companies Act 2013.

**1.2 Fixed Assets**

**Tangible Fixed Assets**

Fixed Assets, other than those which have been revalued, are stated at their original cost which includes expenditure incurred in the acquisition and construction/installation and other related expenses.

**1.3 Depreciation and Amortisation**

Depreciation is provided by systematic allocation of the depreciable amount of an assets over the remaining useful life or useful life, as the case may be, as prescribed in part C of Schedule II of Companies Act, 2013

**1.4 Borrowing Costs**

General and specific borrowing costs attributable to the acquisition, construction or installation of qualifying capital assets till the date of commencement of commercial use of the assets are capitalised. Other borrowing costs are recognised as an expense in the period in which they are incurred.

**1.5** Pre-Operative Expenses are apportioned to assets on completion of the project. Miscellaneous expenses will be charged to Profit and loss Account on commencement of commercial production.

**1.6** Employees' benefits of short term nature are recognized as expenses as and when it accrues.

**1.7 Contingent Liabilities**

Contingent liabilities are not provided for and are disclosed separately.



**LOK CEMENTS LIMITED**

Notes to Financial Statements for the year ended 31st March, 2016

		(Amount in Rs)	
		As at 31st March, 2016	As at 31st March, 2015
<b>NOTE 2.1 : SHARE CAPITAL</b>			
1,00,00,000	Authorised Equity Shares of Rs. 10/- each	10,00,00,000	10,00,00,000
		10,00,00,000	10,00,00,000
10,00,700	Issued, Subscribed and Paid-up Equity Shares of Rs. 10/- each fully paid-up (All Equity shares are held by Birla Corporation Limited - the Holding Company & its Nominees)	1,00,07,000	1,00,07,000
		1,00,07,000	1,00,07,000

(a) The company has only one class of issued shares i.e. equity shares having par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share and equal right for dividend. No preference and/or restrictions on distribution of dividend and repayment of capital is attached to the above shares. In the event of liquidation, the ordinary shareholders are eligible to receive the remaining assets of the company after payment of all preferential amounts, in proportion to their shareholding.

(b) There has been no change/movements in number of shares outstanding at the beginning and at the end of the reporting period and therefore no reconciliation is required.

(c) All Equity Shares of the company are being held by Birla Corporation Ltd. - the Holding Company and its nominees

(d) No shares have been reserved for issue under options and contracts/ commitments for the sale of shares/disinvestment as at the balance sheet date.

(e) No shares have been allotted or has been bought back by the company during the period of 5 years preceding the date as at which the Balance Sheet is prepared.

(f) No convertible securities has been issued by the company during the year.

(g) No calls are unpaid by any Director and Officer of the Company during the year.

(h) Details of shareholders holding more than 5% shares in the company-

Ordinary share of Rs. 10 each fully paid Birla Corporation Limited	31st March, 2016		31st March, 2015	
	No. of shares	% Holding	No. of shares	% Holding
	1000700	100.00	1000700	100.00

**NOTE 2.2 : RESERVES & SURPLUS**

**General Reserve**

As per last Financial Statements

5,381	5,381
5,381	5,381

**Surplus/ (Deficit)**

As per last Financial Statements

Add: Profit for the year

Net Surplus

(27,22,130)	(22,82,118)
(25,73,716)	(4,40,012)
(52,95,846)	(27,22,130)
(52,90,465)	(27,16,749)

**NOTE 2.3 : LONG TERM - BORROWINGS**

Loan and Advances from Related Parties (Unsecured)

Total Unsecured Borrowings

2,47,97,223	2,22,54,431
2,47,97,223	2,22,54,431

**NOTE 2.4 : OTHER LONG TERM LIABILITIES**

Interest Payable to Related Parties

Total Other Long Term Liabilities

77,492	15,959
77,492	15,959



LOK CEMENTS LIMITED

**NOTE 2.5 : OTHER CURRENT LIABILITIES**

	As at 31st March, 2016	As at 31st March, 2015
TDS Payable	8,610	1,773
Others	1,55,723	1,72,258
	<u>1,64,333</u>	<u>1,74,031</u>

	Non-Current		Current	
	As at 31st March, 2016	As at 31st March, 2015	As at 31st March, 2016	As at 31st March, 2015

**NOTE 2.7 : LOANS & ADVANCES**

Security Deposits				
Unsecured, considered good	10,000	10,000	-	-
(A)	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>-</u>

**Other Loans and Advances**

(Unsecured, Considered good)				
Advance Tax (including TDS) (Net of provisions)	81,638	81,638	-	-
Advance against supply of Goods and Services	-	-	59,900	59,900
Balances with Government & Statutory Authorities	31,27,975	31,27,975	-	-
(B)	<u>32,09,613</u>	<u>32,09,613</u>	<u>59,900</u>	<u>59,900</u>
Total (A + B)	<u>32,19,613</u>	<u>32,19,613</u>	<u>59,900</u>	<u>59,900</u>

**NOTE 2.8 : OTHER NON-CURRENT ASSETS**

	As at 31st March, 2016	As at 31st March, 2015
Preoperative Expenses	2,59,17,315	2,59,17,315
Miscellaneous Expenditure	5,20,192	5,20,192
	<u>2,64,37,507</u>	<u>2,64,37,507</u>

**NOTE 2.9 : CASH AND BANK BALANCES**

Cash and Cash Equivalent		
Balances With Banks	36,639	15,728
Cash on hand	1,924	1,924
	<u>38,563</u>	<u>17,652</u>



**LOK CEMENTS LIMITED**

**NOTE 2.6 : FIXED ASSETS**

Description	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	Cost/Value as at 31st March 2015	Additions during the year	Deductions/ Adjustments during the year	Cost/Value as at 31st March 2016	Up to 31st March 2015	Provided during the year	Deductions/ Adjustments during the year	Up to 31st March 2016
							As at 31st March 2016	As at 31st March 2015
<u>Tangible Asset</u>								
Furnitures & Fixtures	16,543	-	-	16,543	16,543	-	-	-
Previous Year	16,543	-	-	16,543	16,543	-	-	-



LOK CEMENTS LIMITED

(Amount in Rs.)

For the year ended

31st March, 2016

31st March, 2015

NOTE 2.10 : OTHER INCOME

Other Non Operating Income

Excess Liabilities and Unclaimed Balances written back

-	-
-	-

NOTE 2.11 : OTHER EXPENSES

SELLING, ADMINISTRATION AND OTHER EXPENSES

Rent	10,000	-
Auditors' Remuneration -		
Statutory Auditors -		
Audit Fees	17,175	16,854
Interest Expenses	86,102	17,732
Other Expenses		
Consulting charges	23,55,950	3,76,000
Legal Charges	-	5000
Other Expenses	1,04,489	24426
	<u>25,73,716</u>	<u>4,40,012</u>



# LOK CEMENTS LIMITED

- 2.12 As per the information available with the company, there are no Micro, Small and Medium Enterprises (MSMEs) to whom the company owes any dues on account of principle amount together with interest at Balance Sheet date, hence no additional disclosures have been made.
- 2.13 There are no reportable segments as per Accounting Standard - 17 i.e. 'Segment Reporting' issued by the Institute of Chartered Accountants of India, as the Company has not yet started its commercial production.
- 2.14 (a) As defined in AS-18 the company has a related party relationship in the nature of control with its holding company namely Birla Corporation Ltd.
- (b) During the year, the Company entered into the following related party transactions with Birla Corporation Limited the holding company.

Particulars	For the year ended 31st March, 2016	For the year ended 31st March, 2015
Advance received	25,26,833	4,30,000
Interest Expense	86,102	17,732
	26,12,935	4,47,732
	As at	As at
<u>Balance Outstanding:</u>	<u>31st March, 2016</u>	<u>31st March, 2015</u>
	2,48,74,714.79	2,22,70,390

- 2.15 There is no claim/disputes/demands/litigations against the company as on 31st March 2016
- 2.16 The company does not have any long term contracts including derivative contracts for which there may be any material foreseeable losses.
- 2.17 There are no amounts which is required to be transferred to the Investor Education & Protection Fund by the company as on 31.03.2016.
- 2.18 Previous year's figures have been regrouped and rearranged wherever necessary.

## Signatures to Note 1 to 2.18

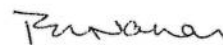
For SINGHI & CO.  
Chartered Accountants  
Firm Registration No. 302049E



M. L. SHUKLA  
Partner  
Membership No. 051505  
1B, Old Post Office Street,  
Kolkata-700 001.



For and on behalf of the Board



B. R. NAHAR  
DIN 00049895



VINOD KUMAR HAMIRWASIA  
DIN 00149104

The 4<sup>th</sup> day of May 2016



