

KHANDELWAL JAIN & CO.

CHARTERED ACCOUNTANTS

BRANCH OFFICE :
GF- 8 & 9, HANS BHAWAN
1, BAHADUR SHAH ZAFAR MARG,
NEW DELHI-110 002

Tel : 23370091, 23378795
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INDEPENDENT AUDITOR'S REPORT

**To the Members of
NEXG DEVICES PRIVATE LIMITED**

1. Report on the Financial Statements

We have audited the accompanying financial statements of **NEXG DEVICES PRIVATE LIMITED**("the Company"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

2. 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 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.

3. 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 there under.



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 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 Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

4. 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, of the state of affairs of the Company as at 31st March, 2018 and its profit and its cash flows for the year ended on that date.

5. Report on Other Legal and Regulatory Requirements

- A. 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 Companies Act 2013, we give in the Annexure "A" statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- B. 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, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Companies Act 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014;



- (e) On the basis of the written representations received from the directors as on March 31, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of subsection (2) of Section 164 of the Companies Act, 2013.
- (f) With respect to the adequate internal financial controls over financial reporting of the company and 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 the 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 :-
- The Company has disclosed the impact, if any, of pending litigations on its financial position in its financial statements-refer note 26 to the financial statements;
 - The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses -refer note 26 to the financial statements;
 - There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.

For Khandelwal Jain & Co.
Chartered Accountants
Firm Registration No: 105049W



Naveen Jain
Partner
Membership No 511596



Place: New Delhi
Date: 18th May, 2018

KHANDELWAL JAIN & CO.

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ANNEXURE "A" TO THE AUDITORS' REPORT

Annexure referred to in paragraph 5A of the Independent Auditors' Report of even date to the Members of **NEXG DEVICES PRIVATE LIMITED** on the financial statements for the year ended 31st March, 2018, we report that;

I. (a) The Company is maintaining proper records showing full particulars including quantitative details and situations of its Fixed Assets.

(b) All fixed assets have not been physically verified by the management during the year but there is a regular program of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets and as informed, no material discrepancies were noticed on such verification.

(c) Company has not owned any immovable property. Accordingly paragraph 3 (I) (c) of the order is not applicable.

II. (a) As per the information furnished, the Inventories have been physically verified by the management at reasonable intervals during the period. In our opinion, having regard to the nature and location of stocks, the frequency of physical verification is reasonable.

(b) In our opinion, and according to the information and explanations given to us, procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.

(c) The Company is maintaining proper records of Inventory. In our opinion, the discrepancies noticed on physical verification of stocks were not material in relation to the operation of the Company and the same have been properly dealt with in the books of account.

III. (a) The Company has granted unsecured loan to Company covered in the register maintained under Section 189 of the Companies Act, 2013.

(b) In our opinion and considering the explanation given to us, receipt of the principal amount and interest is regular.

(c) In respect of above said loan, there is no overdue amount as at year end.



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- IV. In our opinion and according to the information and explanations given to us, the Company has, in respect of loans, investments, guarantees, and security, complied with the provisions of section 185 and 186 of the Companies Act, 2013, wherever applicable.
- V. In our opinion and according to the information and explanation given to us, the Company has not accepted any deposits within the meaning of the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under.
- VI. According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 148 (1) of the Companies Act, 2013 for the products of the Company.
- VII. (a) According to the information and explanations given to us and records examined by us, the Company is generally regular in depositing undisputed statutory dues with the appropriate authorities, in respect of provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, custom duty, excise duty, GST, cess and other material statutory dues wherever applicable, though there have been slight delay in few cases. According to information and explanation given to us, and as per the records examined by us, no undisputed arrears of statutory dues outstanding as at 31st March 2018 for a period of more than six months from the date they became payable.
- (b) According to information and explanation given to us, and as per the records examined by us, disputed statutory dues outstanding over 6 months as at 31st March, 2018 aggregating to Rs. 83,490/- that have not been deposited on account of disputed matters pending before Commissioner (Appeal) at West Bengal VAT department pertaining to F.Y. 2014-15.
- VIII. According to the information and explanations given to us and records examined by us, as at the Balance Sheet date the Company has not defaulted in repayment of dues to financial institution or banks or debenture holders.
- IX. As per information given to us, no money was raised by way of initial public offer or further public offer (including debt instruments) and no term loan has been taken during the year by the Company.
- X. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.
- XI. According to the information and explanation given to us and the books of accounts verified by us, the Managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197, where applicable read with the Schedule V to the Companies Act.



- XII. The Company is not a Nidhi Company. Accordingly, paragraphs 3(xii) of the order are not applicable.
- XIII. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with
- Sections 177 and 188 of Companies Act, 2013 where applicable and details of such transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.
- XIV. According to information and explanations given to us, the Company during the year has not made any preferential allotment as private placement of shares or fully or partly convertible debentures. Accordingly, paragraph 3(xiv) is not applicable.
- XV. According to the information and explanation given to us and certified by the management the company has not entered into any non-cash transaction with directors or persons connected with him.
- XVI. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Khandelwal Jain & Co.

Chartered Accountants

Firm Registration No: 105049W

**Naveen Jain
(Partner)****Membership No 511596**

Place: New Delhi

Date: 18th May, 2018

KHANDELWAL JAIN & CO.

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ANNEXURE "B" TO THE AUDITOR'S REPORT

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

**To the Members of
NEXG DEVICES PRIVATE LIMITED**

We have audited the internal financial controls over financial reporting NEXG DEVICES PRIVATE LIMITED ("the Company") as of March 31, 2018 in conjunction with our audit of the 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 control 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 the 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.

Auditor's 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 as specified 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 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 were established and maintained and if such controls operated effectively in all material respects.



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Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial control 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 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, 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 the generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 March 31, 2018, 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 KHANDELWAL JAIN & CO.**Chartered Accountants****Firm Registration No. 105049W****Naveen Jain****Partner****Membership No: 511596****Place: New Delhi****Dated: 18th May, 2018**

NEXG DEVICES PRIVATE LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2018

		Amount in(Rs.)	
Particulars	Note No.	As at 31st March 2018	As at 31st March 2017
EQUITY AND LIABILITIES			
Shareholders' Funds			
a) Share Capital	2	978,00,000	978,00,000
b) Reserves and Surplus	3	(2125,53,546)	(2291,70,820)
Non-current Liabilities			
a) Long Term Borrowings	4	2754,06,837	1742,27,257
b) Deferred Tax Liabilities (net)	5	11,11,703	1,98,377
c) Long Term Provisions	6	1,37,247	4,116
Current Liabilities			
a) Short-Term Borrowings	7	26,57,990	2300,06,489
b) Trade payables	8	-	-
i) Due from Micro Small and Medium Enterprises		-	-
ii) Due from others		34671,60,320	2527,60,170
c) Other Current Liabilities	9	69,13,371	147,07,918
d) Short-Term Provisions	10	36,56,484	12,51,006
		36422,90,406	5417,84,513
ASSETS			
Non-current Assets			
a) Fixed Assets	11		
i) Tangible Assets		201,32,820	66,77,022
b) Long-term Loans and Advances	12	2,11,500	3,61,500
c) Other Non Current Assets	13	18,44,939	106,78,496
Current Assets			
a) Current Investment	14	-	500,00,000
b) Inventories	15	291,83,794	2312,40,391
c) Trade Receivables	16	23442,68,247	2088,29,105
d) Cash and Bank Balances	17	170,20,894	164,17,233
e) Short-term Loans and Advances	18	10927,82,892	79,34,987
f) Other Current Assets	19	1368,45,320	96,45,779
		36422,90,406	5417,84,513
Notes forming part of Financial statement	1 to 40		

As per our report of even date attached

For Khandelwal Jain & Co.
Chartered Accountants
Firm Registration Number: 105049W

For and on Behalf of the Board of Directors

Naveen Jain
Partner
Membership No: 511596



Sunil Batra
Managing Director
DIN No. 02188254

Shubham Vedi
Company Secretary
ACS:36863

Sandeep Jairath
Director
DIN No. 05300460

Place: New Delhi
Date: 18-05-2018



NEXG DEVICES PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2018

Amount in(Rs.)

Particulars	Note No.	For the year ended 31st March 2018	For the year ended 31st March 2017
I Revenue			
a) Revenue from Operations	20	61231,93,554	11747,52,031
b) Other Income	21	333,49,559	19,35,209
Total Revenue		61565,43,113	11766,87,240
II Expenses			
a) Purchases of Stock-in-Trade		57414,45,638	13484,91,430
b) Changes in Inventories of Stock-in-Trade	22	2020,56,597	(2310,40,099)
c) Employee Benefits Expense	23	713,29,231	7,69,016
d) Finance Cost	24	337,49,944	183,44,198
e) Depreciation and Amortization Expense	11	32,60,202	3,17,019
f) Other Expenses	25	871,70,900	321,75,971
Total Expenses		61390,12,512	11690,57,537
Profit/ (Loss) before Exceptional and Extraordinary items and Tax		175,30,601	76,29,703
Exceptional Items		-	-
Profit/ (Loss) before Extraordinary items and Tax		175,30,601	76,29,703
Extraordinary Items		-	-
Profit/ (Loss) before Tax		175,30,601	76,29,703
Tax Expense:			
Current tax / Current Tax (MAT)		35,74,288	12,50,994
Deferred tax		9,13,326	12,16,394
MAT credit entitlement		(35,74,288)	(12,14,557)
Profit/ (Loss) for the period		166,17,275	63,76,872
Earnings per equity share (Face Value ` 10/- each):	33		
Basic		1.70	0.65
Diluted		0.45	0.27

As per our report of even date attached

For Khandelwal Jain & Co.
Chartered Accountants
Firm Registration Number: 105049W

For and on Behalf of the Board of Directors

Naveen Jain
Partner
Membership No: 511596



Sunil Batra
Managing Director
DIN No. 02188254

Sandeep Jairath
Director
DIN No. 05300460

Place: New Delhi
Date: 18-05-2018

Shubham Vedi
Company Secretary
ACS:36863



NexG Devices Private Limited
Cash Flow Statement for the year ended 31st March 2018

(Rs.)

Particulars	Year ended 31st March 2018	Year ended 31st March 2017
A Cash flows from Operating activities		
Profit before tax	175,30,601	76,29,703
Adjusted for:		
Depreciation and amortisation	32,60,202	3,17,019
Interest expense	287,19,839	163,00,368
Interest income	(278,12,922)	(12,47,565)
Profit on Sale of Investment	(25,74,374)	-
Loss on Fixed Assets	-	18,865
Debts/advances written off	29,26,389	24,64,972
Provision for doubtful debts	-	(25,64,972)
Balances Written off/back (net)	(29,37,491)	71,277
Operating profit before working capital changes	191,12,244	229,89,667
Movement in working capital		
Decrease/ (increase) in Trade Receivables	(21383,65,531)	(1995,15,358)
Decrease/ (increase) in Trade Payables	32173,37,640	2485,59,622
Decrease/(Increase) in loans and advances	1,50,000	2186,56,489
Decrease/(Increase) in other current assets	(11890,96,164)	(3,59,557)
Decrease/(increase) in inventories	2020,56,597	(2310,40,099)
Increase/ (decrease) in current liabilities and provisions	(38,03,794)	75,74,194
Cash generated from operations	1073,90,992	668,64,958
Direct taxes paid (net of refunds)	(12,50,994)	-
Net cash from operating activities	1061,39,998	668,64,958
B Cash flows from Investing activities		
Purchase of fixed assets	(167,16,000)	(67,25,724)
Proceeds from / (Investment in) Fixed Deposits (net)	141,45,008	(248,84,030)
Proceeds from sale of fixed assets	-	4,290
Sale/(Purchase) of investments in mutual funds	525,74,374	(500,00,000)
Interest income	48,61,640	12,47,565
Net cash used for investing activities	548,65,023	(803,57,899)
C Cash flows from Financing activities		
Proceeds from issue of share capital	-	479,00,000
Proceeds / (Repayment) of Borrowings	(1254,88,521)	(216,08,743)
Interest paid	(296,01,388)	(163,00,368)
Net cash from (used for) financing activities	(1550,89,909)	99,90,889
Net increase in cash and cash equivalents (A+B+C)	59,15,112	(35,02,052)
Cash and cash equivalents at the beginning of the year	9,32,728	44,34,780
Cash and cash equivalents at the end of the year	68,47,840	9,32,728

(0)

Notes:-

1) The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 on Cash Flow Statement

2) Cash and bank balance not includes the following, which are not available for use by the Company :

Cash in Hand	76,570	54,705
Bank Balance and Fixed Deposits	67,71,270	8,78,023
	<u>68,47,840</u>	<u>9,32,728</u>

3) The Previous year's figures have been re-classified/re-grouped to conform to current year's classification.

As per our report of even date attached

For Khandelwal Jain & Co.
Chartered Accountants
Firm Registration Number: 105049W

Naveen Jain
Partner
Membership No: 511596



For and on Behalf of the Board of Directors

Sunil Batra
Managing Director
DIN No. 02188254

Sandeep Jaisiah
Director
DIN No. 05300440

Shubham Vedi
Company Secretary
ACS:36863



Place: New Delhi
Date: 18-05-2018

NEXG DEVICES PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note No.2

Share Capital	As at 31st March, 2018 (Rs.)	As at 31st March, 2017 (Rs.)
Authorised		
1,00,00,000 (PY:1,00,00,000) Equity Shares of Rs.10/- each	1000,00,000	1000,00,000
	<u>1000,00,000</u>	<u>1000,00,000</u>
Issued, Subscribed & Paid up		
97,80,000 (PY:97,80,000) Equity Shares of Rs 10/- each	978,00,000	978,00,000
	<u>978,00,000</u>	<u>978,00,000</u>

Note No.2 (a)

Reconciliation of equity shares outstanding:

Particulars	As at 31st March, 2018 (Rs.)		As at 31st March, 2017 (Rs.)	
	No. of Shares	Rs.	No. of Shares	Rs.
No. of shares at the beginning of the year	97,80,000	978,00,000	49,90,000	499,00,000
Add: Issue of Shares/ Calls received	-	-	47,90,000	479,00,000
No. of shares at the end of the year	<u>97,80,000</u>	<u>978,00,000</u>	<u>97,80,000</u>	<u>978,00,000</u>

Note No.2 (b)

Detail of Shareholders holding more than 5% shares in the Company:

Particulars of Shareholders	As at 31st March, 2018 (Rs.)		As at 31st March, 2017 (Rs.)	
	No of Shares	% holding	No of Shares	% holding
Media Matrix Worldwide Limited * (Holding Company)	49,90,000	51	49,90,000	51
Infotel Business Solutions Limited	47,90,000	49	47,90,000	49
	<u>97,80,000</u>	<u>100</u>	<u>97,80,000</u>	<u>100</u>

Note No.2 (c)

i) 5 Shares are held by five individuals as nominees of the Holding Company.

ii) The Company has only one class of equity shares having par value of Rs. 10/- per share. Each shareholder of equity shares is entitled for pari pasu voting right. The dividend proposed by the Board is subject to the approval of the shareholders in the ensuing Annual General Meeting. The distribution will be in proportion to the number of equity shares held by the shareholders.

Note No.3

Reserves & Surplus

Surplus

Opening Balance	(2291,70,820)	(2355,47,693)
Add: Profit/ (Loss) for the year	166,17,275	63,76,872
	<u>(2125,53,546)</u>	<u>(2291,70,820)</u>



NEXG DEVICES PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	As at 31st March 2018 Rs.	As at 31st March 2017 Rs.
Note No 4		
Long Term Borrowings		
Secured		
Car Loan from bank (Refer Note 4.1 below)	2,570,837	1,391,257
Unsecured		
0% Compulsorily Convertible Debentures (CCDs) (Refer Note no : 31)	172,836,000	172,836,000
0% Compulsorily Convertible Debentures (CCDs). (Refer Note no : 32)	100,000,000	-
Total	275,406,837	174,227,257

Note No. 4.1 : Terms of Vehicle Loan

Vehicle Loan of Rs. 36,49,978 (P.Y. Rs. 17,90,000) are secured by way of hypothecation of respective vehicles. These loans are repayable in equated monthly installments and shall be repaid by 2022. Interest rates on above vary from 8-8.5% p.a.

Repayment Schedule:

2018-19	1,079,141
2019-20	1,169,587
2020-21	1,267,595
2021-22	133,663

Note No 5

Deferred Tax Liability(Net)

Deferred Tax Liability

For Fixed Assets

1,172,165

437,105

Deferred Tax Assets

For Employee Benefits

60,462

1,276

For Others

-

237,452

Total

1,111,703

198,377

Note No 6

Long Terms Provisions

Provision for employee benefits

Gratuity.

59,428

4,116

Leave Encashment.

77,819

-

Total

137,247

4,116

Note 7

Short Term Borrowings

Secured Loan

Overdraft Facility from Bank

1,457,990

44,616,489

(Secured by charge on all existing and future receivables/current assets/moveables assets/moveable fixed assets and corporate guarantee of NexG Ventures India Pvt. Ltd., Media Matrix Worldwide Ltd., Infotel Business Solutions Ltd.)

Unsecured Loan

From others

1,200,000

185,390,000

(Interest Rate of 9% P.A. and same is repayable on demand)

Total

2,657,990

230,006,489



Note No 8**Trade Payable**

Due from Micro Small and Medium Enterprises

Others

For Purchase & Services

For Expenses

Total

34638,36,136

33,24,184

34671,60,320

2497,47,403

30,12,767

2527,60,170

Note No 9**Other Current Liabilities**

Current Maturity of Long Term Borrowings

Expenses Payable

Salaries and Other Payable

Statutory dues Payables

Creditors for capital expenditure

Advances from Customers

Interest accrued and due on borrowing*

* Interest of Rs. 2,308 (P.Y. 8,83,857) due on 31.03.2018 and still not paid.

Total

10,79,141

40,42,059

11,50,643

6,39,220

-

-

2,308

69,13,371

3,98,743

65,78,825

3,91,015

30,34,894

15,69,708

18,50,876

8,83,857

147,07,918

Note No 10**Short Term Provisions**

Provision for employee benefits

Gratuity

Leave Encashment

Provision for Income Tax (MAT)

Total

323

81,873

35,74,288

36,56,484

12

-

12,50,994

12,51,006

Note No 12**Long Term Loans and Advances****Unsecured, Considered Good**

Security Deposits

Total

2,11,500

2,11,500

3,61,500

3,61,500

Note No 13**Other Non Current Assets**

In Bank Deposit Accounts with maturity of more than 12 months (Refer Note No. 17)

Total

18,44,939

18,44,939

106,78,496

106,78,496

Note No 14**Current Investments****Investment in Mutual Funds (unquoted)**

31607.5310 units of BSL Saving Fund Account - Growth

465798.0050 units of HDFC Short Term Plan - Growth

602754.5880 units of ICICI Prudential Mutual Fund - Growth

667509.2120 units of Reliance Regular Saving Fund - Growth

Total

-

-

-

-

-

100,00,000

150,00,000

100,00,000

150,00,000

500,00,000



Note No 15**Inventories**

Stock-in-trade

(Mobile Handset, routers, gadgets etc.)

291,83,794

2312,40,391

Total291,83,7942312,40,391**Note No. 16****Trade Receivables****(Unsecured, considered good unless otherwise stated)****Outstanding for a period**

- Exceeding Six Months

Considered good

168,99,960

920

Considered doubtful

-

6,05,454

- Other

23273,68,2872088,28,18523442,68,2472094,34,559

Less: Provision for doubtful debts

-

6,05,454

Total23442,68,2472088,29,105**Note No 17****Cash and Bank Balances**

Cash on hand

76,570

54,705

Balances with banks

- Bank Balances

67,71,270

8,78,023

- Fixed Deposits with 3-12 months maturity

101,73,054

154,84,505

- Fixed Deposits with more than 12 months maturity

18,44,939106,78,496187,89,263270,41,024Less: Amount disclosed under other non current assets
(refer note 13)18,44,939106,78,496169,44,324163,62,528**Total**170,20,894164,17,233**Note No 18****Short-term Loans and Advances****(Unsecured, considered good)****Others**

Loans and advances to others

10877,00,000

35,00,000

Advances to Suppliers

50,82,89245,97,98710927,82,89280,97,987

Less Doubtful Advance to Suppliers

-

1,63,000

Total10927,82,89279,34,987**Note No 19****Other Current Assets****Interest Accrued**

On Loan

227,78,774

-

On Fixed Deposit

1,72,508

7,65,230

Prepaid Expenses

7,24,971

11,65,377

TDS Recoverable

31,34,308

1,00,020

Balance recoverable from revenue authorities

103,14,933

64,00,594

MAT Credit Entitlement

47,88,845

12,14,557

Claim Receivable

937,61,081

-

Security Deposit-

11,69,900

-

Total1368,45,32096,45,779

NEXG DEVICES PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

	For the Year ended 31st March 2018	For the Year ended 31st March 2017
	Rs.	Rs.
Note No. 20		
Revenue from Operations		
Sale of Products	60689,71,468	11747,52,031
Service Income	517,03,135	-
Commission Income	25,18,951	-
Total	61231,93,554	11747,52,031
Note No. 21		
Other Income		
Interest Income (TDS Rs. 27,92,904/-, P.Y. Rs. 1,00,020/-)		
- On FDRs	13,49,987	1,91,479
- On Income Tax Refund	-	79,072
- On Others	264,62,935	9,77,014
Balances Written back (net)	29,37,491	1,71,277
Profit on Sale of Current Investment	25,74,374	1,22,753
Misc Income	24,772	3,93,615
Total	333,49,559	19,35,209
Note No. 22		
Change in Inventories		
Opening Stock	2312,40,391	2,00,293
Less: Closing Stock	291,83,794	2312,40,391
Total	2020,56,597	(2310,40,099)
Note No. 23		
Employee Benefits Expense		
Salaries, Wages and Bonus, etc.	103,20,292	5,00,966
Contribution in Provident Fund & others	7,57,130	22,437
Manpower Outsource Salary	597,79,008	-
Staff Welfare Expenses	4,72,801	70,613
Total	713,29,231	5,94,016
Note No. 24		
Finance Cost		
Interest on Loans From		
Bank	31,03,273	1,89,163
Others	256,16,566	161,11,205
Bank Charges and Processing fee	50,27,868	20,43,830
Interest on Others	2,237	-
Total	337,49,944	183,44,198



Note No. 25**Other Expenses****i) Administrative Expenses**

Communication Expenses		1,15,578	86,680
Postage & Courier Expenses		27,888	18,177
Electricity Expenses		1,14,809	-
Printing and Stationery		2,93,513	4,43,586
Rates & Taxes		22,90,594	5,55,331
Rent		11,19,000	1,60,000
Insurance Expenses		46,85,633	4,62,094
Travel and Conveyance		35,45,520	5,87,086
Repairs & Maintenance		9,59,957	46,990
Professional Charges		365,61,269	69,23,976
Auditors Remunerations-			
Audit Fees		2,00,000	1,05,000
Out of Pockets Exps		18,086	-
Prior Period Expenses		48,048	-
Donations		15,00,000	20,00,000
Exchange Fluctuation (Net)		1,36,466	-
Commission Expenses		22,13,085	-
Bad Debts	35,31,843		-
Less: Provision for Doubtful Debts	6,05,454	29,26,389	-
Balance W/Off	1,63,000		-
Less: Doubtful Advances to Suppliers	1,63,000		-

ii) Selling & Distribution Expenses

Advertisement & Marketing Expenses	50,18,922	100,74,960
Packing & Forwarding Charges	35,81,600	61,79,466
Freight, Cartage & Octroi	208,87,838	43,96,609
Business Promotion	9,26,704	1,36,016
Total	871,70,900	321,75,971



NexG Devices Private Limited
Notes on Financial Statements

Note 11 **FIXED ASSETS**

Fixed Assets	Gross Block			Depreciation			Net Block	
	As at 1st April 2017	Additions	Sale/Disposals during the year	As at 31st March '2018	As at 1st April 2017	For the period	Deductions/A adjustments during the year	As at 31st March '2018
	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)
A								
Tangible Assets								
Office Equipment	4,87,800	3,00,959	-	7,88,759	82,513	1,14,333	-	5,91,913
Computers	33,09,521	2,58,895	-	35,68,416	9,61,998	8,59,188	-	17,47,231
Vehicle	22,83,031	75,06,917	-	97,89,948	20,055	10,77,075	-	86,92,818
Furniture & Fittings	2,73,584	-	-	2,73,584	2,848	25,990	-	2,44,746
Servers	13,99,608	86,49,229	-	100,48,837	9,108	11,83,615	-	88,56,114
Total	77,53,544	1,67,16,000	-	2,44,69,544	10,76,522	32,60,202	-	2,01,32,820
Previous year	13,92,223	67,25,724	3,64,403	77,53,544	11,00,750	3,17,019	3,41,248	66,77,022
								2,91,473



NEXG DEVICES PRIVATE LIMITED

NOTE-1: SIGNIFICANT ACCOUNTING POLICIES

A. Method of Accounting

- i. The financial statements are prepared in accordance with generally accepted accounting principles ('GAAP') under the historical cost convention on an accrual basis, GAAP comprises mandatory Accounting Standards referred to in section 133 of the companies Act 2013 read with rule 7 of company (Accounts) Rule 2014, to the extent applicable . The managements evaluates all recently issued or revised accounting standards on the ongoing basis.
- ii. The preparation of the Financial Statements in conformity with GAAP requires that the management of the company makes estimates and assumptions that affect the reported accounts of income and expense of the period, reported value of assets and liabilities and disclosures relating to contingent assets and liabilities as of date of the financial statements. Examples of such estimates include provision of doubtful debts, period of utility of tangible/intangible assets etc. Actual results may differ from these estimates.

B. Revenue Recognition

- i. Revenue from sale of products is recognized when persuasive evidence of an arrangement exists, risk and reward of ownership has been transferred to the customer, the sales price is fixed or determinable and collectability is reasonably assured.
- ii. Revenue from Services is recognized when respective service is rendered and accepted by the customer. Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.
- iii. Revenues are shown net of taxes and applicable discounts, rebate, incentives and allowances.
- iv. Commission, brokerage etc. are recognized when the right to receive the same is established.
- v. Insurance Claims are accounted for as and when admitted by the concerned authority.

C. Fixed Assets

- i. Fixed Assets are stated at cost, which includes freight, installation cost, duties, taxes and other incidental expenses but net of tax credit.
- ii. Capital work in progress comprises the cost of fixed assets that are not yet ready for their intended use at the balance sheet date.
- iii. Cost of software and expenses on development of new products are accounted for as intangible assets.

D. Depreciation and Amortization

- i. Depreciation is provided pro-rata to the period of use, on the straight line method based on the estimated useful life of the assets, as follows:



<u>Asset</u>	<u>Useful life(in years)</u>
Computers	3 years
Server	6 years
Office Equipments	5 years
Furniture and Fixture	10 years
Vehicles - Motor Cars	8 years
Mobile phones(ii)	2years

- ii. For these classes of assets based on internal assessment and technical evaluation, the management believes that the useful lives as given above best represent the period over which the Management expects to use these assets. Hence the useful lives for these assets is different from the useful lives as prescribed under Part C of Schedule II of Companies Act 2013.
- iii. Depreciation due to increase or decrease in the liability on account of exchange fluctuation or on account of rollover charges on forward exchange contract is provided prospectively over the residual life of the assets.
- iv. Intangible assets are amortized over a period of five years or life of product considered at the end of each financial year whichever is earlier. Amortization commences when the asset is available for use.

E. Inventories

Inventories are stated at lower of cost or net realizable value. The Cost is determined using FIFO basis. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs necessary to make the sale.

F. Impairment of Assets

The fixed assets or group of assets (cash generating unit) are reviewed for impairment at each Balance Sheet date. In case of such any indication, the recoverable amount of these assets or group of assets is determined and if such recoverable amount of the assets or cash generating unit to which the assets belong is less than its carrying amount, the impairment loss is recognized by writing down such assets to their recoverable amount. An impairment loss is reversed if there is change in the recoverable amount and such loss either no longer exists or has decreased.

G. Investments

- i. The cost of an investment includes incidental expenses like brokerage, fees and duties incurred prior to acquisition.
- ii. Non-current investments are carried at cost. Provision for diminution in value is made to recognize a decline other than temporary.
- iii. Investments which are intended to be held for less than one year are classified as current investments and are carried at lower of cost and fair value determined on an individual investment basis.
- iv. Advance against share application money are classified under the head "Investments".

H. Foreign Currency Transactions

- i. Transactions denominated in foreign currency are normally recorded at the exchange rate prevailing at the time of the transactions.
- ii. Monetary items denominated in foreign currency at the year end and not covered under forward exchange contracts are translated at the year end rates.



- iii. Any income or expense on account of exchange difference between the date of transactions and on settlement or on translation is recognized in the statement of profit and loss as income or expense.

I. Employees Retirement Benefits

The relevant policies for 'Employee Benefits' in accordance with Revised Accounting Standard – 15 are as under:

Short Term Employee Benefits

Short term employee benefits are recognized in the period during which the services have been rendered.

Long Term Employee Benefits

a) Defined Contribution plan

Provident Fund and employees' state insurance schemes

- All employees of the Company are entitled to receive benefits under the Provident Fund, which is a defined contribution plan. Both the employee and the employer make monthly contributions to the plan at a predetermined rate (presently 12%) of the employees' basic salary.
- The Company's contributions to both these schemes are expensed in the statement of Profit and Loss.

b) Defined Benefit Plan

(i) Gratuity

The Company provides for gratuity obligations through a defined benefit retirement plan (the 'Gratuity Plan') covering all employees. The Gratuity Plan provides a lump sum payment to vested employees at retirement or termination of employment based on the respective employee salary and years of employment with the Company. The Company provides for the Gratuity Plan based on actuarial valuations in accordance with Accounting Standard 15 (revised), "Employee Benefits". The present value of obligation under gratuity is determined based on actuarial valuation using Project Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

(ii) Leave Encashment

The Company has provided for the liability at period end on account of unavailed earned leave as per the actuarial valuation as per the Projected Unit Credit Method.

(iii) Actuarial gains and losses are recognized as and when incurred.

J. Borrowing Costs

Borrowing costs that are directly attributable to the acquisition, construction or production of the qualifying assets, if any, are capitalized as a part of cost of such asset. Other borrowing costs are recognized as an expense in the period in which they are incurred.

K. Income Tax

Tax expense comprises both current and deferred taxes. Current tax is provided for on the taxable profits of the year at applicable tax rates. Deferred income taxes reflect the impact of timing differences between taxable income and accounting income for the year and reversal of timing difference of earlier years.

Deferred Tax is measured based on the tax rates and tax laws enacted or substantially enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that sufficient future taxable income will be available against which deferred tax assets can be realized. Unrecognized deferred tax assets of the earlier years are re-assessed and recognized to the extent it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realized.

Minimum Alternate Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. The Company reviews the same at each Balance Sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal Income Tax during the specified period.



L. Earning Per Share

In determining earning per share, the company considers the net profits after tax and includes the post tax effects of any extra- ordinary items. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the period.

For calculating diluted earnings per share, the number of shares comprise the weighted average shares considering for deriving basic earnings per share, and also the weighted average number of shares, if any which would have been used in the conversion of all dilutive potential equity shares.

M. Segment Reporting

Segments are identified in line with the Accounting Standard on Segment Reporting (AS-17) taking into account the organization structure as well as the differential risk and returns of the segments. The un-allocable items include income and expenses items which are not directly identifiable to any segment and therefore not allocated to any business segment.

N. Provision, Contingent Liabilities& Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is provable that there will be an out flow of resources. Contingent liabilities are not recognized but are disclosed in the notes. Contingent assets are neither recognized nor disclosed in the Financial Statements.

O. Cash & Cash Equivalents

Cash comprises cash on hand and demand deposit with bank. Cash equivalents are short term balances (with an original maturity of three months or less from the date acquisition) highly liquid investments that are readily convertible into known amounts of cash which are subject to insignificant risk of changes value.

NOTE: 25 Corporate Information

The Company has rich experience in procurement and distribution of Mobile Handsets of various brands. NexG Devices Private Limited (NDPL) has distribution arrangement with these brands for distribution and marketing of handsets in the Indian markets. The Company has marketing offices and warehouses located at various cities in India and over a period of time it has established a nationwide network to handle the distribution business all over India.

With the launch of 4G services, mainly for Reliance Jio, this market is going to expand manifold and will have more opportunities for the company, having a strong presence with warehouses across the country. Company is currently doing business with Gionee and Comio mobile brands to distribute mobile handset to LFRs (Large Format Retail outlets) across the country

Company is in the process of further tie-up with renowned brands by leveraging its logistics, warehousing & distribution expertise across the country.

26. Contingent Liability not provided for:

Particulars	As at 31-03-2018	As at 31-03-2017
Contingent Liabilities		
i) Guarantees issued by Banks	2,00,00,000	50,000
ii) Letter of Credit issued by Banks	-	24,86,30,898
iii) Claim against the company not acknowledge as Debt	17,35,361	17,35,361
iv) Sales Tax Authorities	83,490	7,72,923
Total	2,00,83,450	25,11,89,182

- i. The Company's pending litigations comprise of claims against the Company and proceedings pending with Tax Authorities / Statutory Authorities. The Company has reviewed all its pending litigations and proceedings and has made adequate provisions, wherever required and disclosed the contingent liabilities, wherever applicable, in its financial statements. The Company does not expect the outcome of these proceedings to have a material impact on its financial position



- ii. The Company periodically reviews all its long term contracts to assess for any material foreseeable losses. Based on such review wherever applicable, the Company has made adequate provisions for these long term contracts in the books of account as required under any applicable laws/accounting standards.
- iii. As at March 31, 2018 the Company did not have any outstanding long term derivative contracts.
27. On the basis of information to the extend available with company. There is no liability towards amount and interest payable to Micro Small and Medium Enterprises as March 31, 2018 (Previous year Nil). Hence, other disclosures pursuant to the provisions of Micro Small and Medium Enterprises Development Act, 2006 are not applicable to Company.
- Above information has been relied upon by the auditors.
28. In the opinion of the Board ,the value on realization of current assets , Investment, Loans and Advances in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet and the provision for all known and determined liabilities is adequate and not in excess of the amount reasonably required.
29. Balances of some of the trade receivables, Trade payables, Loan and advances are subject to confirmations from the respective parties and consequential reconciliations/adjustments arising there from, if any. The Management however doesn't except any material variances.
30. As at the year end, the accumulated losses exceed the paid up share capital and the net worth of the Company has been completely eroded. However, the management is confident of generating cash flows from business operations and is in process of taking all efforts including infusion of fresh funds.
31. The Company has issued 1,72,836 Zero% Compulsory Convertible Debenture (CCD's) of Rs.1000/- each fully paid up amounting to Rs.172,836,000 on dated 31.03.2014, which would be converted into equity shares after 9 years from the date of allotment. Each CCD of Rs.1000 each will be convertible into 100 equity shares of Rs.10 each of the Company.
32. The Company issued 10,00,000 Zero% Compulsory Convertible Debenture (CCD's) of Rs.100/- each for a period of 15 years. The CCDs will be compulsorily convertible into Equity Shares of the company at any point of time commencing after completion of 10 years from the date of allotment till the expiry of 15 years from the said date. Each CCD of Rs.100 each will be convertible into 10 equity shares of Rs.10 each of the Company.

33. Earnings Per Share [EPS]

The computation of Earning per share is as under

Particulars	For the Year Ended 31-03-2018	For the Year Ended 31-03-2017
Basic		
Profit/ (Loss) after tax (Rs)	16,617,275	6,376,872
Weighted average number of shares	9,780,000	6,289,205
Basic EPS (Rs.)	1.70	0.65
Diluted		
Profit/ (Loss) after tax (Rs.)	16,617,275	6,376,872
Weighted average number of shares	3,70,63,600	2,35,72,805
Diluted EPS (Rs.)	0.45	0.27
Nominal value per share (Rs.)	10.00	10.00

Note: For CCDs conversion ratio taken on the basis of Face value of the shares.



34. Employee Benefits

The Company has adopted Accounting Standard 15 (Revised) "Employees Benefits prescribed by the Companies (Accounting Standard) Rules, 2006. During the Year, Company has recognized the following amounts in the financial statements.

a) Defined Contribution Plans

Particular	2017-18	2016-17
Employers Contribution to PF	5,21,422	18,309
Employers Contribution to ESI	17,133	1,246

b) Defined Benefits Plans

The Present value of Obligation is determined based on actuarial valuation using Project Unit Credit Method, which recognizes each period of services as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation for leave encashment is recognized in the same manner as gratuity.

A. Actuarial assumptions:

Particular	Gratuity	Leave Encashment
Discount Rate (per annum)	7.0 %	7.0%
Rate of increase in compensation levels	6.00%	6.00%

B. Table Showing changes in present value of obligations:

Particular	Gratuity	Leave Encashment
Present Value of obligation as at the beginning of the period	4,128 (-)	- (-)
Current Service cost	59,119 (-)	1,59,692 (-)
Interest cost	289 (-)	- (-)
Actuarial (Gain)/Losses	(3785) (-)	- (-)
Benefits payments	- (-)	- (-)
Present Value of obligation as at the end of the period	59,751 (4,128)	1,59,692 -

C. Amounts to be recognized in balance sheet:

Particular	Gratuity	Leave Encashment
Present value of the obligation at the end of the period	59,751 (4,128)	- (-)



Fair value of plan assets at end of period	-	-
	(-)	(-)
Net liability/(asset) recognized in Balance Sheet and related analysis	59,751 (4128)	1,59,692 -
Funded Status	(59,751) (-4,128)	1,59,692 -

D. Expenses recognized in Statement of Profit and Loss:

Particular	Gratuity	Leave Encashment
Interest Cost	289 (-)	- (-)
Current service cost	59,119 (4,128)	- (-)
Expected return on plan assets	- (-)	- (-)
Net Actuarial (gain)/ loss recognized in the period	(3,785) (0)	- (-)
Expenses/(Income) recognized in the statement of Profit and Loss	55,623 (4,128)	1,59,692 (-)

35. Business Segment

(a) Primary (Business) Segment

The Company is mainly engaged in the business of trading in mobile & accessories and related services. There are no reportable business segment taking into account all the factors, viz., the nature of product and services, identical risks and return, the organization structure and the internal financial reporting system.

(b) Secondary (Geographical) Segment

Considering that the Company caters mainly to the needs of Indian market and the export turnover is 0.84% (previous year nil) for the year ended March 31st, 2018, which is insignificant, therefore there are no separate reportable geographical segments.

36. Related Party Disclosures

As required under Accounting Standard 18 on "Related Party Disclosures", the disclosure of transactions with related parties as defined in the Accounting Standard are given below:

(a) Name of Related parties and its relationship:

Name	Relationship
MN Ventures Private Limited (earlier Digivision Holding Private Limited)	Holding Company
Media Matrix Worldwide Limited	Immediate Holding Company
DigiVive Services Private Limited	Fellow Subsidiary
DigiCall Teleservices Private Limited	Fellow Subsidiary (till June 30, 2017)
Media Matrix Enterprises Pvt Ltd	Fellow Subsidiary
DigiCall Global Services Private Limited	Fellow Subsidiary (till June 30, 2017)
Infotel Business Solutions Ltd	Associate Company



Mr. Sunil Batra (MD)	Key Managerial Persons (KMPs)
Intouch Infotech Services Pvt Ltd	Significant influence of KMP

(b) Transactions/outstanding balances with Related Parties: Amount in (Rs.)

Particulars	Digicall Teleservices Private Limited		Media Matrix Enterprises Private Limited		Media Matrix Worldwide Limited		Intouch Infotech Services Private Limited		Infotel Business Solutions Limited	
Relationship	Fellow Subsidiary		Fellow Subsidiary		Holding Company		Enterprises Over which key management personnel exercise Significant Influence		Associate Company	
Nature of Transactions	31-Mar-2018	31-Mar-2017	31-Mar-2018	31-Mar-2017	31-Mar-2018	31-Mar-2017	31-Mar-2018	31-Mar-2017	31-Mar-2018	31-Mar-2017
Loan Given	15,00,000	10,00,00,000	-	-	-	-	-	-	-	-
Loan Taken	-	-	8,70,00,000	-	-	-	1,50,00,000	1,00,00,000	-	-
ZOFCDs Issued	-	-	10,00,00,000	-	-	-	-	-	-	-
Interest Received	-	6,99,997	-	-	-	-	-	-	-	-
Interest Expense	-	-	3,46,280	-	-	-	-	-	-	-
Finance Charges	-	-	-	-	-	-	13,01,917	5,03,013	-	-
Car Lease	-	-	-	-	-	-	3,96,334	-	-	-
Travelling Expense	-	-	-	-	-	-	-	22,500	-	-
Professional Fees	-	-	-	-	-	-	25,38,000	15,75,000	22,76,607	-
Purchase	-	-	-	-	-	-	-	-	13,38,17,031	-
Closing Balances:										
Long Term Borrowing	-	-	10,00,00,000	-	17,28,36,000	17,28,36,000	-	1,00,00,000	-	-
Short Term Borrowing	-	-	12,00,000	-	-	-	-	-	-	-
Expenses Payable	-	-	2,308	-	-	-	3,96,334	-	-	-

37. Details of Sales and Purchase under broad heads

Particulars	Sales for the Year ended 31st March, 2018	Purchase for the Year ended 31st March, 2018	Sales for the Year ended 31st March, 2017	Purchase for the Year ended 31st March, 2017
	Rs.	Rs.	Rs.	Rs.
Sale of Products				
Mobile Handsets & routers, gadgets etc.	605,46,15,697	572,70,89,868	1,174,752,031	1,348,491,430
Total	605,46,15,697	572,70,89,868	1,174,752,031	1,348,491,430

38. Foreign Currency exposure

Particulars	2017-18	2016-17
	Rs.	Rs.
Earning in Foreign Currency	5,11,28,135	-
Total	5,11,28,135	-



39. The details of unhedged foreign currency exposure as at the year-end is as follows:

Particulars	2017-18		2016-17	
	USD	INR	USD	INR
Trade Receivable	38,864.99	25,64,079	-	-
Total	38,864.99	25,64,079	-	-

40. The Previous year's figures have been re-classified/re-grouped to confirm to current year's classification.

As per our report of even date attached
For Khandelwal Jain & Co.
Chartered Accountants
Firm Registration Number: 105049W

For and on behalf of the Board



Naveen Jain
Partner


Membership No: 511596




Sunil Barra
Managing Director
DIN No. 02188254


Sandeep Jairath
Director
DIN No. 05300460

Place: New Delhi
Date: 18-05-2018


Shubham Vedi
Company Secretary
ACS: 36863

