

Independent Auditors' Report

To
The Members of
MFL TRADING PRIVATE LIMITED
5th Floor Bhandari House 91
Nehru Place, NEW DELHI-110019

Report on the Financial Statements

We have audited the accompanying financial statements of MFL TRADING PRIVATE LIMITED ("the company"), which comprise the Balance Sheet as at 31st March 2016, the Statement of Profit and Loss 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 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 provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these 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 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 Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its Loss 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 is not applicable to the company.
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 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 written representations received from the directors as on 31st March, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016, from being appointed as a director in terms of Section 164(2) of the Act.



CHARTERED ACCOUNTANTS

- 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 A"
- 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, we report that:
- i. There is no pending litigations and as such no impact on its financial position.
 - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.



For Rajendra K. Goel & Co.
Chartered Accountants
FRN-001457N

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Place: New Delhi
Date : 19.05.2016

V.K ISSAR
(Partner)
Membership No: 009519

Annexure A to the Independent 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")

We have audited the internal financial controls over financial reporting of MFL TRADING PRIVATE LIMITED ("the Company") as of March 31, 2016 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 Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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

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



Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (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, 2016, based on 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.



Place: New Delhi
Date : 19.05.2016

For Rajendra K. Goel & Co.
Chartered Accountants
FRN-001457N

A handwritten signature in black ink, appearing to read "V.K. Issar", written over a horizontal line.

V.K ISSAR
(PARTNER)
Membership No: 009519

Independent Auditors' Report

To
The Members of
MFL Trading Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **MFL TRADING PRIVATE LIMITED**. ("the company"), which comprise the Balance Sheet as at 31st March 2016 and the Statement of Profit and Loss 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 of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

We have taken into account the provision 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 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 Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained 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, of the state of affairs of the Company as at 31st March, 2016, and its loss for the year ended on that date.

Report on other Legal and Regulatory Requirements

As required by Section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) MFL Trading Pvt. Ltd. has no branch, so no branch audit report is required
- d) The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
- e) 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.
- f) On the basis of written representations received from the directors as on 31st March, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016, from being appointed as a director in terms of Section 164(2) of the Act.
- 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, we report that:
 - i. There is no pending litigation and as such no impact on its financial position.
 - ii. The Company did not have any long-term contract including derivative contract for which there were any material foreseeable loss.
 - iii. There were no amount which required to be transferred, to the Investor Education and Protection Fund by the Company.



For Rajendra K. Goel & Co.
Chartered Accountants
FRN-01457N

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Place : New Delhi
Date :

V.K ISSAR
(Partner)
Membership No. : 009519

Particulars	Note No.	As at 31st March, 2016	As at 31st March, 2015
		(Amount in Rs.)	(Amount in Rs.)
A			
EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	1	100,000	100,000
(b) Reserves and Surplus	2	(106,424)	(71,268)
		(6,424)	28,732
2 Non-Current Liabilities			
(a) Long-Term Borrowings		-	-
(b) Other Long-Term Liabilities		-	-
(c) Long-Term Provisions		-	-
3 Current Liabilities			
(a) Short-Term Borrowings		-	-
(b) Trade Payables		-	-
(c) Other Current Liabilities	3	21,850	10,400
(d) Short-Term Provisions		-	-
		21,850	10,400
Total		15,426	39,132
B			
ASSETS			
4 Non-Current Assets			
(a) Fixed Assets		-	-
(i) Tangible Assets		-	-
(b) Non-Current Investments		-	-
(c) Deferred Tax Assets		-	-
(d) Other Non-Current Assets		-	-
5 Current Assets			
(a) Inventories		-	-
(b) Trade Receivables		-	-
(c) Cash and Cash Equivalents	4	15,426	39,132
(d) Short-Term Loans and Advances		-	-
(e) Other Current Assets		-	-
		15,426	39,132
Total		15,426	39,132

See accompanying notes forming part of the Financial Statements
In terms of our report attached.

For **Rajendra K Goel & Co.**

Chartered Accountants

F.R.No. - 001457N

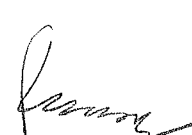

V. K. ISSAR


Partner

M. No. 009519



For and on behalf of the Board of Directors


RAVI CHHABRA
DIRECTOR
(DIN 00152031)


RAVINDER KUMAR ARORA
DIRECTOR
(DIN 06859138)

Place : New Delhi

Date : 19-05-2016

MFL TRADING PVT. LTD.
Statement of Profit and Loss for the year ended 31 March, 2016

Particulars	Note No.	For the Year Ended	For the Year Ended
		31st March, 2016	31st March, 2015
		(Amount in Rs.)	(Amount in Rs.)
A CONTINUING OPERATIONS			
1 Revenue from Operations		-	-
2 Other Income		-	-
3 Total Revenue (1+2)		-	-
4 Expenses:			
(a) Changes in Inventories of Finished Goods, Work-in-Progress		-	-
(b) Employee Benefits Expense		-	-
(c) Finance Costs		-	-
(d) Depreciation and Amortisation Expenses	5	35,156	34,712
(e) Other Expenses		-	-
5 Total Expenses		35,156	34,712
6 Profit / (Loss) before Exceptional and Extraordinary Items and Tax (3 - 5)		(35,156)	(34,712)
7 Exceptional Items		-	-
8 Profit / (Loss) before Extraordinary Items and Tax (6 ± 7)		(35,156)	(34,712)
9 Extraordinary Items		-	-
10 Profit / (Loss) before Tax (8 ± 9)		(35,156)	(34,712)
11 Tax Expense:			
(a) Tax Expense for Current Year		-	-
(b) (Less): MAT Credit (Where Applicable)		-	-
(c) Current Tax Expense Relating to Prior Years		-	-
(d) Net Current Tax Expense		-	-
(e) Deferred Tax		-	-
12 Profit / (Loss) for the year (10 + 11)		(35,156)	(34,712)

13 **Basic/Diluted Earning Per Share**

(3.52)

(3.47)

In terms of our report attached.

For **Rajendra K Goel & Co.**
Chartered Accountants
F.R.No. - 001457N

V. K. ISSAR
Partner
M. No. 009519



Place : New Delhi
Date : 19-05-2016

For and on behalf of the Board of Directors

Ravi Chhabra
RAVI CHHABRA
Director
(DIN 00152031)

Rajendra Kumar Arora
RAJENDRA KUMAR ARORA
Director
(DIN 06859138)

MFL TRADING PVT. LTD.

Statement of Cash Flows for the Year Ended March 31, 2016

Particulars	Year ended 31.03.2016	Year ended 31.03.2015
A Cash flows from operating activities		
Profit before taxation		
Adjustments for:	(35,156)	(34,712)
Depreciation	-	-
Interest income	-	-
Finance Cost	-	-
Profit / (Loss) on the sale of property, plant & equipment	-	-
Working capital changes:		
(Increase) / Decrease in trade and other receivables	-	-
(Increase) / (Decrease) in inventories	-	-
Increase / (Decrease) in Other Current Liability	-	-
Cash generated from operations	11,450	7,900
Interest paid	(23,706)	(26,812)
Income taxes paid	-	-
Dividends paid	-	-
Net cash from operating activities	(23,706)	(26,812)
B Cash flows from investing activities		
Business acquisitions, net of cash acquired	-	-
Purchase of property, plant and equipment	-	-
Proceeds from sale of equipment	-	-
Acquisition of portfolio investments	-	-
Investment income	-	-
Net cash used in investing activities	-	-
C Cash flows from financing activities		
Proceeds from issue of share capital	-	-
Proceeds from long-term borrowings	-	-
Payment of long-term borrowings	-	-
Net cash used in financing activities	-	-
Net increase in cash and cash equivalents (A+B+C)	(23,706)	(26,812)
Cash and cash equivalents at beginning of period	39,132	65,944
Cash and cash equivalents at end of period	15,426	39,132

See accompanying notes forming part of the Financial Statements
In terms of our report of even date attached.

For Rajendra K Goel & Co.
Chartered Accountants
F.R.No. - 001457N

For and on behalf of the Board of Directors

V. K. ISSAR
Partner
M. No. 009519



RAVI CHHABRA
DIRECTOR
(DIN 00152031)

RAVINDER KUMAR ARORA
DIRECTOR
(DIN 06859138)

Place : New Delhi
Date : 19.05.2016

MFL TRADING PVT. LTD.
Notes to Balance Sheet for the year ending 31st March 2016

Note 1 : Share Capital

Particulars	(Amount in Rs.)	(Amount in Rs.)
	As at 31st March, 2016	As at 31st March, 2015
AUTHORISED : 10000 Equity Shares of Rs 10/- each (Previous year 10,000 Equity Shares of Rs 10/- each)	100,000	100,000
	100,000	100,000
ISSUED, SUBSCRIBED & PAID UP : 10000 Equity Shares of Rs 10/- each (Previous year 10,000 Equity Shares of Rs 10/- each)	100,000	100,000
	100,000	100,000

Share holders having more than 5% of Paid Up Share Capital

Particulars	As at 31st March, 2016		As at 31st March, 2015	
	No. of Shares held	Percentage of Holding	No. of Shares held	Percentage of Holding
MILKFOOD LTD.	9999	99.99%	9999	99.99%
MILKFOOD LIMITED J/W RAVI CHHABRA	1	0.01%	1	0.01%

Particulars of Shareholding of Holding Company

Name of Shareholder	As at 31st March, 2016		As at 31st March, 2015	
	No of Share held	% of Holding	No of Share held	% of Holding
MILKFOOD LIMITED	9999	99.99%	9999	99.99%
MILKFOOD LIMITED J/W RAVI CHHABRA	1	0.01%	1	0.01%

Reconciliation of No. of Equity Shares

Particulars	No. of Shares	No. of Shares
At the beginning of the period	10,000	10,000
Add: Issued during the period	-	-
Outstanding at the end of the period	10,000	10,000

Terms / Rights attached to Equity Shares

The Company has only one class of Equity Shares having a par value of Rs. 10 per shares.
Each holder of Equity Shares is entitled to one vote per shares.

Note 2 : Reserves & Surplus

Particulars	(Amount in Rs.)	(Amount in Rs.)
	As at 31st March, 2016	As at 31st March, 2015
Opening Balance	(71,268)	(36,556)
(+) Net profit/ (Loss) for the year	(35,156)	(34,712)
Closing Balance	(106,424)	(71,268)



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MFL TRADING PVT. LTD.
Notes to Balance Sheet for the year ending 31st March 2016

Note 3 : Other Current Liabilities

Particulars	(Amount in Rs.)	(Amount in Rs.)
	As at 31st March, 2016	As at 31st March, 2015
Expense Payble	400	400
Audit fee Payble	21,450	10,000
	21,850	10,400



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MFL TRADING PVT. LTD.
Notes to Balance Sheet for the year ending 31st March 2016

Note 4 : Cash and Cash Equivalents

Particulars	(Amount in Rs.)	(Amount in Rs.)
	As at 31st March, 2016	As at 31st March, 2015
<u>Cash & Bank Balances</u>		
Balance with Scheduled Banks:	15,426	39,132
	<u>15,426</u>	<u>39,132</u>



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MFL TRADING PVT. LTD.

Notes to Statement of Profit & Loss for the year ending 31st March 2016

Note 5 : Other Expenses

Particulars	(Amount in Rs.)	(Amount in Rs.)
	For the Year Ending 31st March	For the Year Ending 31st March, 2015
Legal & Professional Charges	15,000	15,200
Audit Fees	11,450	10,000
Filing Fees	8,591	9,369
Sundry Expenses	-	143
Bank Charges	115	-
	35,156	34,712



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MFL TRADING PRIVATE LIMITED		1-Apr-2015 to 31-Mar-2016	
Particulars	Closing Balance		
	Debit	Credit	
Capital Account		100000	
Share Capital		100000	
10000 Equity Shares of Rs. 10/- each (Fully paid up)		100000	
Current Liabilities		21850	
Audit Fees Payable		21450	
Expense payable		400	
Current Assets	15426		
Bank Accounts	15426		
Canara Bank	15426		
Indirect Expenses	35156		
Bank Charges	115		
Legal & Professional Expenses	15000		
Audit Fees	11450		
Filing Fees	8591		
Profit & Loss A/c	71268		
Grand Total	121850	121850	

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Note No. 6

Significant Accounting Policies and Notes on Accounts:-**A. Significant Accounting Policies****1. System of Accounting**

The Company adopts the accrual concept in the preparation of accounts

2. Method of Accounting

Assets and liabilities are recorded at historical cost. These costs are not adjusted to reflect the changing value in the purchasing power of money.

3. Fixed Assets

i) Fixed assets are stated at cost of acquisition including taxes, duties, freight and other incidental expenses related to acquisition and installation.

Fixed assets are stated at cost less accumulated depreciation. Depreciation has been provided on the written down value method on pro-rata basis and in the manner specified in schedule II of the Companies Act, 2013.

4. Revenue Recognition

All other items of income are accounted on accrual.

5. Sundry Debtors

Sundry debtors are stated after making adequate provision for doubtful debts if any.

6. Loans and Advances:

Loans and advances are also stated after making adequate provision for doubtful advances, if any.

Notes on Accounts:-

7. (a) Related Parties disclosures, as required in terms of "Accounting Standards (AS) 18" are given below:-

i) Key Management Personals:-

1. MR.RAVI CHHABRA (Director)
2. Mr. RAJENDRA KUMAR ARORA (Director)

ii) Related Parties:-

(b) i) Payment to Key Management personnel (Directors)

	Year Ended 31.03.2016 Amount (in Rs.)	Year Ended 31.03.2015 Amount (in Rs.)
Remuneration	Nil	Nil
Estimated Value of Allowances & perquisite	Nil	Nil
Rent	Nil	Nil
	<u>Nil</u>	<u>Nil</u>



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ii) **Payment to Related Parties**

Remuneration	Nil	Nil
Estimated Value of Allowances &perquisite	Nil	Nil
Rent	Nil	Nil
	<u>Nil</u>	<u>Nil</u>

Loans/Advances from Directors & Related Parties (Note-3)

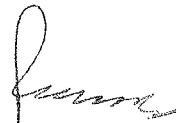
8. Disclosure under Micro, small and Medium Enterprises Development (MSMED) Act, 2006:-
As per the information available with the Company and as certified by the management, there are no dues outstanding including interest as on 31st March,2016 to Micro, Small and Medium Enterprises as defined under the Micro, small and Medium Enterprises Development (MSMED) Act, 2006.
9. **Disclosure of AS-27**
- (i) 9999 shares of Rs.10 each (i.e. 99.99%) of MLF TRADING Pvt. Ltd. (which is jointly controlled Entity) held by MILKFOOD LTD JW.
- (iii) MLF TRADING Pvt. Ltd. has not done any business during this financial year.
10. Previous year figures have been rearranged and / regrouped wherever necessary to make them comparable with current year's figures.
11. Notes I to 10 from an integral part of the accounts and have been duly authenticated.
As per our report of even date.


For Rajendra K. Goel & Co.,
Chartered Accountants
F.R.No.-01457N


V.K. ISSAR
Partner
M. No. 009519



For on behalf of the Board


RAVI CHHABRA
Director
(DIN 00152031)


RAJENDER KUMAR ARORA
Director
(DIN 06859138)

Place: New Delhi
Date 19-05-2016

The Board of Directors
MFL TRADING PRIVATE LIMITED
5th Floor Bhandari House 91
Nehru Place, NEW DELHI-110019

Date:

Dear Sirs,

1. This confirms our engagement covering the following services requested by you:

Statutory audit of the balance sheet of **MFL TRADING PRIVATE LIMITED** as at 31st March 2016, the related statements of Profit and Loss and notes thereon for the year then ended, as required by the Companies Act, 2013.

The basic objective of our audit is to express an opinion on the truth and fairness, in all material respects, of the presentation of the financial statements in conformity with accounting principles generally accepted in India and to comment on the matters specified in the Companies (Auditor's Report) Order, 2015 and other provisions of the Companies Act, 2013.

Audit Responsibilities and Limitations

2. We will conduct our audits in accordance with auditing standards generally accepted in India. Those standards require that we obtain reasonable, rather than absolute, assurance that the financial statements are free of material misstatement whether caused by error or fraud. However, having regard to the test nature of an audit, persuasive rather than conclusive nature of audit evidence together with any inherent limitations of any accounting and internal control system, there is an unavoidable risk that even some material misstatements of financial statements, resulting from fraud, and to a lesser extent error, if either exists, may remain undetected. Also, an audit is not designed to detect error or fraud that is immaterial to the financial statements.
3. As part of our audits, we will consider, solely for the purpose of planning our audit and determining the nature, timing, and extent of our audit procedures, the Company's internal control. This consideration will not be sufficient to enable us to provide assurance on internal control or to identify all reportable conditions.
4. We will determine that appropriate members of management are informed of fraud and illegal acts, unless they are clearly inconsequential, of which we become aware in the regular course of our audit focused on the financial statements. In addition, we will inform appropriate members of management of significant audit adjustments and of reportable conditions noted during our audit procedures

Management's Responsibilities and Representations

5. The financial statements are the responsibility of the management of the Company, which is also responsible for establishing and maintaining effective internal control, for properly recording transactions in the accounting records, for safeguarding assets, for prevention and detection of fraud and error, for complying with accounting standards, for selection and consistent application of accounting policies, for preparing accounts on a going concern basis where the company is a going



concern and for the overall fair presentation of the financial statements. Management is also responsible for providing proper explanation on material departures from accounting standards. Management of the Company is responsible for identifying and ensuring that the Company complies with the laws and regulations applicable to its activities. The management is also responsible for making judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the entity at the end of the financial year and of the revenue, profit and loss and receipts and payments of the entity for the period.

6. Management is responsible for adjusting the financial statements to correct material misstatements and for affirming to us in its representation letter that the effects of any unadjusted audit differences accumulated by us during the current audits and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.
7. As required by auditing standards generally accepted in India, we will make specific inquiries of management about the representations contained in the financial statements and other reports as may be applicable and the effectiveness of internal control over financial reporting. Auditing standards generally accepted in India also require that, at the conclusion of the audit, we obtain representation letters from certain members of management about these matters. The responses to those inquiries, the written representations, and the results of our audit tests comprise the evidential matter we will rely upon in forming an opinion on the financial statements or other reports. Because of the importance of management's representations to an effective audit and review, the Company agrees to release **Rajendra K. Goel & Co., Chartered Accountants** and its personnel from any liability and costs relating to our services under this letter attributable to any misrepresentations by management. Management is responsible for providing us with all financial records and related information on a timely basis, and its failure to do so may cause us to delay our report, modify our procedures, or even terminate our engagement.
8. If you intend to publish or otherwise reproduce the financial statements or other reports together with our report (or otherwise make reference to our firm) in a document that contains other information, you agree to (a) provide us with a draft of the document to read, and (b) obtain our approval for inclusion of our report, before it is printed and distributed. The management of the Company is responsible for such document and our responsibility is restricted only to the documents that have been issued under our name.
9. We shall have unrestricted access to whatever records, documentation and other information requested in connection with the engagements.
10. The working papers prepared in conjunction with our audits are the property of our Firm, constitute confidential information and will be retained by us in accordance with our Firm's policies and procedures. However we hereby acknowledge that the details or data received from you for preparation of these working papers are confidential information of the Company and will not be disclosed by us to any third party, except as set out in paragraph 11 below or when required by legislation, without the prior written consent from the Company.



11. In accordance with the Statement on Peer Review issued by the Institute of Chartered Accountants of India, our attestation services may be subject to a peer review to be conducted by an independent reviewer who can inspect, examine or take abstract of our work papers including those provided by you.

Fees and Billings

12. We estimate that our fee for our services, as described in paragraph 1 of this letter, will be Rs.10,000/- plus out-of-pocket expenses and service tax, as applicable. In subsequent years, we will provide you with a similar estimate of our fees and expenses prior to the commencement of our audit work. Our bills are payable promptly on presentation.
13. Our fees are based on the level of staff and the time required to complete each assignment. These would be reviewed every year, to consider the impact of increase / decrease in staff costs based on changes in payment scales, inflation and changes in assignment scope in your business.
14. Except to the extent finally determined to have resulted from **Rajendra K. Goel & Co., Chartered Accountants** gross negligence or willful misconduct, **Rajendra K. Goel & Co., Chartered Accountants** maximum liability to the Company, for any reason, relating to the services under this letter shall be limited to the fees paid to **Rajendra K. Goel & Co., Chartered Accountants** for the services or work product giving rise to liability, the Company will indemnify and hold harmless **Rajendra K. Goel & Co., Chartered Accountants** and its personnel from any claims, liabilities, costs and expenses relating to our services under this letter.
15. In the event we are requested or authorized by the Company or are required by government regulation, or other legal process to produce our documents or our personnel as witnesses with respect to our engagements for the Company, the Company will reimburse us for our professional time and expenses, as well as the fees and expenses of our counsel, incurred in responding to such requests.

Other Matters

16. Any additional services or any work for advisory services that you may request, and that we agree to provide, will be the subject of separate written arrangements.
17. Should conditions not now anticipated preclude us from completing our audit and issuing a report as contemplated by the preceding paragraph, we will advise you promptly and take such action as we deem appropriate.
18. If any portion of this letter is held to be void, invalid, or otherwise unenforceable, in whole or part, the remaining portions of this letter shall remain in effect.

Pursuant to our agreement as reflected in this letter, we will audit and report on the financial statements and tax audit and other reports of the Company for each of its subsequent fiscal years until either the Company or we terminate this agreement.



If these arrangements are acceptable, please sign one copy of this letter and return it to us. We very much appreciate the opportunity to serve you and would be pleased to furnish any additional information you may request concerning our responsibilities and functions. We trust that our association will be a long and mutually beneficial one.

For Rajendra K.Goel & Co
Chartered Accountants
F.R.No. 001457N



A handwritten signature in black ink, appearing to read "V.K. Issar", written over a horizontal line.

V.K ISSAR
M. No. 009519
(Partner)

For MFL TRADING PRIVATE LIMITED

By:
Director

Two handwritten signatures in black ink. The first signature is on the left and the second is on the right, both appearing to be in cursive script.