

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 comprises the Balance Sheet as at 31st March 2017, 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, 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, 2017, 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, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017, 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.
 - iv. Company had provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the company.



Place: New Delhi
Date : 25.05.2017

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

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

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, 2017 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.



CHARTERED ACCOUNTANTS

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, 2017, 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 : 25.05.2017

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

MFL TRADING PVT. LTD.
Balance Sheet as on 31st March, 2017

Particulars		Note No.	As at 31st March, 2017	As at 31st March, 2016
			(Amount in Rs.)	(Amount in Rs.)
A	EQUITY AND LIABILITIES			
1	<u>Shareholders' Funds</u>			
	(a) Share Capital	1	100,000	100,000
	(b) Reserves and Surplus	2	(129,856)	(106,424)
			(29,856)	(6,424)
2	<u>Non-Current Liabilities</u>			
	(a) Long-Term Borrowings		-	-
	(b) Other Long-Term Liabilities		-	-
	(c) Long-Term Provisions		-	-
3	<u>Current Liabilities</u>			
	(a) Short-Term Borrowings		-	-
	(b) Trade Payables		-	-
	(c) Other Current Liabilities		-	-
	(d) Short-Term Provisions	3	32,468	21,850
			32,468	21,850
	Total		2,612	15,426
B	ASSETS			
4	<u>Non-Current Assets</u>			
	(a) Fixed Assets		-	-
	(i) Tangible Assets		-	-
	(b) Non-Current Investments		-	-
	(c) Deferred Tax Assets		-	-
	(d) Other Non-Current Assets		-	-
5	<u>Current Assets</u>			
	(a) Inventories		-	-
	(b) Trade Receivables		-	-
	(c) Cash and Cash Equivalents		2,612	15,426
	(d) Short-Term Loans and Advances		-	-
	(e) Other Current Assets		-	-
		4	2,612	15,426
	Total		2,612	15,426

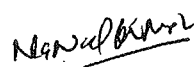
See accompanying notes forming part of the Financial Statements
In terms of our report attached.

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


RAKESH KUMAR THAKUR
DIRECTOR
(DIN 07743523)


NAWAL KUMAR
DIRECTOR
(DIN 07719264)

Place : New Delhi
Date : 25-05-2017



MFL TRADING PVT. LTD.
Statement of Profit and Loss for the year ended 31 March, 2017


Particulars	Note No.	For the Year Ended	For the Year Ended
		31st March, 2017	31st March, 2016
		(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		-	-
(e) Other Expenses	5	23,432	35,156
5 Total Expenses		23,432	35,156
6 Profit / (Loss) before Exceptional and Extraordinary Items and Tax (3 - 5)		(23,432)	(35,156)
7 Exceptional Items		-	-
8 Profit / (Loss) before Extraordinary Items and Tax (6 ± 7)		(23,432)	(35,156)
9 Extraordinary Items		-	-
10 Profit / (Loss) before Tax (8 ± 9)		(23,432)	(35,156)
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)		(23,432)	(35,156)

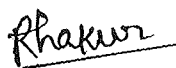
13 **Basic/Diluted Earning Per Share** (2.34) (3.52)

In terms of our report 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


RAKESH KUMAR THAKUR
DIRECTOR
(DIN 07743523)


NAWAL KUMAR
DIRECTOR
(DIN 07719264)

Place : New Delhi

Date : 25-05-2017



MFL TRADING PVT. LTD.
Notes to Balance Sheet for the year ending 31st March 2017

Note 1 : Share Capital

Particulars	(Amount in Rs.)	(Amount in Rs.)
	As at 31st March, 2017	As at 31st March, 2016
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, 2017		As at 31st March, 2016	
	No. of Shares held	Percentage of Holding	No. of Shares held	Percentage of Holding
MILKFOOD LTD.	9999	99.99%	9999	99.99%

Particulars of Shareholding of Holding Company

Name of Shareholder	As at 31st March, 2017		As at 31st March, 2016	
	No of Share held	% of Holding	No of Share held	% of Holding
MILKFOOD LIMITED	9999	0.9999	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, 2017	As at 31st March, 2016
Opening Balance	(106,424)	(71,268)
(+) Net profit/ (Loss) for the year	(23,432)	(35,156)
Closing Balance	(129,856)	(106,424)



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MFL TRADING PVT. LTD.
Notes to Balance Sheet for the year ending 31st March 2017

Note 3 : Other Current Liabilities

Particulars	(Amount in Rs.)	(Amount in Rs.)
	As at 31st March, 2017	As at 31st March, 2016
Expense Payble	10,918	400
Audit fee Payble	21,550	21,450
	32,468	21,850

Note 4 : Cash and Cash Equivalents

Particulars	(Amount in Rs.)	(Amount in Rs.)
	As at 31st March, 2017	As at 31st March, 2016
<u>Cash & Bank Balances</u>		
Balance with Scheduled Banks:	2,612	15,426
	2,612	15,426

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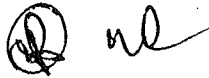


MFL TRADING PVT. LTD.

Notes to Statement of Profit & Loss for the year ending 31st March 2017

Note 5 : Other Expenses

Particulars	(Amount in Rs.)	(Amount in Rs.)
	For the Year Ending 31st March	For the Year Ending 31st March, 2016
Legal & Professional Charges	9,500	15,000
Audit Fees	11,500	11,450
Filing Fees	1,018	8,591
Bank Charges	1,414	115
	23,432	35,156





MFLTRADING PVT. LTD.

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. NAWAL KUMAR | (Director) |
| 2. Mr. RAKESH KUMAR THAKUR | (Director) |
| 3. Mr. HEMANT KUMAR | (Director) |

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

	Year Ended 31.03.2017 Amount (in Rs.)	Year Ended 31.03.2016 Amount (in Rs.)
Remuneration	Nil	Nil
Estimated Value of Allowances &perquisite	Nil	Nil
Rent	<u>Nil</u>	<u>Nil</u>
	<u>Nil</u>	<u>Nil</u>



ii) Payment to Related Parties

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

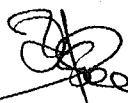
8. The Company was not having any specified bank note during period 08.11.2016 to 31.12.2016.
9. Disclosure under Micro, small and Medium Enterprises Development (MSMED) Act, 2006:-
As per the information available with the Company and as certified by the management, there are no dues outstanding including interest as on 31st March, 2017 to Micro, Small and Medium Enterprises as defined under the Micro, small and Medium Enterprises Development (MSMED) Act, 2006.
10. Previous year figures have been rearranged and / regrouped wherever necessary to make them comparable with current year's figures.

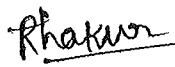
Notes I to 10 from an integral part of the accounts and have been duly authenticated.

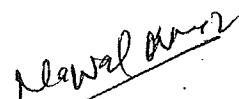
As per our report of even date attached.

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

For and on behalf of the Board


V.K. ISSAR
Partner
M. No. 009519


RAKESH KUMAR THAKUR
Director
(DIN 07743523)


NAWAL KUMAR
Director
(DIN 07719264)

Place: New Delhi
Date 25-05-2017



MFL TRADING PRIVATE LIMITED		
Particulars	1-Apr-2016 to 31-Mar-2017	
	Closing Balance	
	Debit	Credit
Capital Account		100000
<i>Share Capital</i>		100000
10000 Equity Shares of Rs. 10/- each (Fully paid up)		100000
Current Liabilities		32468
<i>Audit Fees Payable</i>		21550
<i>Expense payable</i>		10918
Current Assets	2612	
<i>Bank Accounts</i>	2612	
<i>Canara Bank</i>	2612	
Indirect Expenses	23432	
<i>Bank Charges</i>	1414	
<i>Legal & Professional Expenses</i>	9500	
<i>Audit Fees</i>	11500	
<i>Filing Fees</i>	918	
<i>Sundry Expense</i>	100	
Profit & Loss A/c	106424	
Grand Total	132468	132468

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