

Anju Kiran & Associates

Chartered Accountants

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Kolkata 700019

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF ARTIMAS FASHIONS PRIVATE LIMITED (formerly known as A.P. APARTMENTS PRIVATE LIMITED)

Report on the Financial Statements

We have audited the accompanying financial statements of Artimas Fashions Private Limited (formerly known as A.P. Apartment Private Limited) which comprise the Balance Sheet as at 31st March 2018, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity 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 of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with Companies (India Accounting Standard) Rules, 2015, as amended, and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

In conducting 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 misstatements.

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

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 standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairs (financial position) of the Company as at 31st March, 2018, and its profit (financial performance including other comprehensive income), for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- I. 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 applicable to the Company for the year under report.
- II. 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 accounts 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 including other comprehensive income, Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with relevant Rules issued thereunder.
- e. On the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- The Company has no pending litigations on its financial position in its financial statements;
 - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For Anju Kiran & Associates
Chartered Accountants
FRN : 326587E



Vinay Agarwal

CA Vinay Agarwal
(Partner)

Membership No. 305855

Place: Kolkata
Date: 07.05.2018

“ANNEXURE A” TO THE INDEPENDENT AUDITORS REPORT

Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirement of our report of even date to the financial statements of the Company for the year ended March 31, 2018

- 1) The Company has no fixed assets; accordingly, the provisions of clause 3(i) of the Companies (Auditor’s Report) Order, 2016 are not applicable to the company.
- 2) The Company has not any inventory; accordingly, the provisions of clause 3(ii) of the Companies (Auditor’s Report) Order, 2016 are not applicable to the company.
- 3) The Company has not granted any loans, secured or unsecured to Companies, Firms or other parties listed in the register maintained pursuant to provision of section 189 of the Companies Act, 2013.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and security.
- 5) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) The provisions of clause 3(vi) of the Companies (Auditor's Report) Order, 2016 pertaining to maintenance of cost records are not applicable to the Company as it is not covered by the Companies (Cost Records and Audit) Rules, 2014.
- 7) a. Undisputed statutory dues including income tax, sales tax, duty of customs, duty of excise, etc, have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were outstanding, as at 31st March, 2018 for a period of more than six months from the date they became payable.
b. According to the information and explanation given to us, there are no dues of sales tax, income tax, service tax, duty of customs, duty of excise outstanding on account of any dispute.
- 8) In our opinion and according to the information and explanations given to us, the Company has not taken any loans or borrowings from financial institutions, banks and government or has not issued any debentures. Hence reporting under Clause 3(viii) of the Order is not applicable to the Company.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.



- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Based upon the audit procedures performed and the information and explanations given by the management, no managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4(xii) of the order are not applicable to the Company.
- 13) In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For Anju Kiran & Associates
Chartered Accountants

Firm's registration Number : 326587E



Vinay Agarwal
CA Vinay Agarwal
(Partner)

Membership Number: 305855

Place: Kolkata
Date: 07.05.2018

Artimas Fashions Private Limited (Formerly known as A P APARTMENTS PRIVATE LIMITED)
Standalone Balance Sheet as at March 31, 2018

	Notes	As at 31-Mar-2018	As at 31-Mar-2017	As at 01-Apr-2016
ASSETS				
A Non-current assets				
Financial assets				
Investments	2	1,000,000.00	1,000,000.00	1,000,000.00
Total Non-current assets		1,000,000.00	1,000,000.00	1,000,000.00
B Current assets				
Financial assets				
Trade receivables	3	45,000.00	-	-
Cash and cash equivalents	4	55,677.00	55,851.00	59,515.00
Total Current assets		100,677.00	55,851.00	59,515.00
TOTAL ASSETS		1,100,677.00	1,055,851.00	1,059,515.00
EQUITY AND LIABILITIES				
C Equity				
Equity share capital	5	200,000.00	200,000.00	200,000.00
Other equity	6	861,177.00	851,851.00	857,015.00
Total Equity		1,061,177.00	1,051,851.00	1,057,015.00
D Current liabilities				
Financial liabilities				
Borrowings	7	30,000.00	-	-
Trade payables	8	1,500.00	-	-
Other financial liabilities	9	4,000.00	4,000.00	2,500.00
Provisions	10	4,000.00	-	-
Total current liabilities		39,500.00	4,000.00	2,500.00
TOTAL EQUITY AND LIABILITIES		1,100,677.00	1,055,851.00	1,059,515.00
Summary of significant accounting policies	1			

The accompanying notes are an integral part of the financial statements.

As per our report of even date
For Anju Kiran & Associates
Chartered Accountants
FRN : 326587E

FOR AND ON BEHALF OF BOARD OF DIRECTORS


CA Vinay Agarwal
(Partner)
Membership No. 305855





Ashok Kumar Todi
Director
DIN-00053599



Pradip Kumar Todi
Director
DIN-00246268

Place : Kolkata
Date : 07.05.2018

Place : Kolkata
Date : 07.05.2018

Artimas Fashions Private Limited (Formerly known as A P APARTMENTS PRIVATE LIMITED)
Standalone Statement of Profit and Loss for the year ended March 31, 2018

	Notes	Year ended 31-Mar-2018	Year ended 31-Mar-2017
I Other Income	11	45,000.00	-
II Total income (I+II)		45,000.00	-
III Expenses			
Other expenses	12	31,674.00	5,164.00
Total expenses (IV)		31,674.00	5,164.00
IV Profit / (Loss) Before Tax (III - IV)		13,326.00	(5,164.00)
VI Tax expense			
(i) Current tax		4,000.00	-
Income tax expense (i+ii)		4,000.00	-
VII Profit / (Loss) for the Year (V-VI)		9,326.00	(5,164.00)
VIII Other comprehensive income			
A (i) Items that will not be reclassified subsequently to profit and loss		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
Other comprehensive income for the year (net of tax) (i-ii)		-	-
Total comprehensive income for the period, net of income tax (VII + VIII)		9,326.00	(5,164.00)
Earnings/ (Loss) per equity share [nominal value of share Rs. 10 (March 31, 2017 Rs. 10)]	13		
Basic in Rs. per share		0.47	(0.26)
Diluted in Rs. per share		0.47	(0.26)

Summary of significant accounting policies 1

The accompanying notes are an integral part of the financial statements.

As per our report of even date
For Anju Kiran & Associates
Chartered Accountants
FRN : 326587E

CA Vinay Agarwal
(Partner)
Membership No. 305855



FOR AND ON BEHALF OF BOARD OF DIRECTORS

Ashok Kumar Todi

Ashok Kumar Todi
Director
DIN-00053599

Pradip Kumar Todi

Pradip Kumar Todi
Director
DIN-00246268

Place : Kolkata
Date : 07.05.2018

Place : Kolkata
Date : 07.05.2018

Artimas Fashions Private Limited (Formerly known as A P APARTMENTS PRIVATE LIMITED)

Standalone Statement of changes in equity for the year ended March 31, 2018

a. Equity share capital

No. of shares

Rs.

Equity shares of Rs. 10 each issued, subscribed and fully paid

As at April 1, 2016

20,000.00

200,000.00

Changes in equity share capital during the year

-

-

As at March 31, 2017

20,000.00

200,000.00

As at April 1, 2017

20,000.00

200,000.00

Changes in equity share capital during the year

-

-

As at March 31, 2018

20,000.00

200,000.00

b. Other Equity

Securities premium

Retained earnings

Total

As at April 1, 2016

900,000.00

(42,985.00)

857,015.00

Add: Profit for the year

-

(5,164.00)

(5,164.00)

Balance as at 31.03.2017

900,000.00

(48,149.00)

851,851.00

Add: Profit for the year

-

9,326.00

9,326.00

Balance as at 31.03.2018

900,000.00

(38,823.00)

861,177.00

The accompanying notes are an integral part of the financial statements.

As per our report of even date

FOR AND ON BEHALF OF BOARD OF DIRECTORS

For Anju Kiran & Associates

Chartered Accountants

FRN : 326587E

CA Vinay Agarwal
(Partner)

Membership No. 305855



Ashok Kumar Todi

Ashok Kumar Todi
Director

DIN-00053599

Pradip Kumar Todi
Director

DIN-00246268

Place : Kolkata

Date : 07.05.2018

Place : Kolkata

Date : 07.05.2018

ARTIMAS FASHIONS PRIVATE LIMITED
(formerly known A.P. APARTMENTS PRIVATE LIMITED)

Notes Forming Part of Financial Statement

1. SIGNIFICANT ACCOUNTING POLICIES:

A. Corporate Information

Artimas Fashions Pvt Ltd (formerly known as A.P. Apartments Private Limited) is a Private Limited company incorporated and domiciled in India and has its registered office at Kolkata, West Bengal, India.

B. Basis of Preparation of Financial Statement

These Standalone financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) notified under Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of the Companies Act, 2013 ('Act').

The Standalone financial statements for the year ended 31 March 2016 were prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2016, notified under Section 133 of the Act and other relevant provisions of the Act.

C. Investments

Investments in equity instruments are measured at FVTPL.

D. Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

E. Provision for Current Tax

Tax expense comprises current tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

F. Earnings per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares) that have changed number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

G. Contingent Liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.



Artimas Fashions Private Limited (Formerly known as A P APARTMENTS PRIVATE LIMITED)
Notes to the standalone financial statements for the year ended March 31, 2018

NOTE: 2
INVESTMENTS

	As at 31-Mar-2018	As at 31-Mar-2017	As at 01-Apr-2016
A. Non-Current Investments			
Equity instruments carried at fair value through profit or loss (FVTPL)			
Unquoted			
Hollyfield Traders Private Limited			
12,500 shares (FV - Rs. 10 each)	1,000,000.00	1,000,000.00	1,000,000.00
Total	1,000,000.00	1,000,000.00	1,000,000.00

NOTE: 3
TRADE RECEIVABLES

	As at 31-Mar-2018	As at 31-Mar-2017	As at 01-Apr-2016
Outstanding for a period exceeding six months for the date they are due for payment			
Unsecured	-	-	-
Outstanding for a period less than six months for the date they are due for payment			
Unsecured, considered good	45,000.00	-	-
Total	45,000.00	-	-

NOTE: 4
CASH AND CASH EQUIVALENTS

	As at 31-Mar-2018	As at 31-Mar-2017	As at 01-Apr-2016
Balances with banks			
Current accounts	46,293.00	46,015.00	48,879.00
Cash on hand	9,384.00	9,836.00	10,636.00
Total	55,677.00	55,851.00	59,515.00



Artimas Fashions Private Limited (Formerly known as A P APARTMENTS PRIVATE LIMITED)
Notes to the standalone financial statements for the year ended March 31, 2018

NOTE : 5

EQUITY SHARE CAPITAL

	As at 31-Mar-2018	As at 31-Mar-2017	As at 01-Apr-2016
Authorised:			
50,000 Equity shares of Rs. 10/- each	500,000.00	500,000.00	500,000.00
Issued and subscribed and fully paid up equity capital			
20,000 Equity shares of Rs. 10/- each	200,000.00	200,000.00	200,000.00
Total	200,000.00	200,000.00	200,000.00

	Equity share capital	
	No. of shares	Rs.
Reconciliation of number of equity shares outstanding:		
As at April 1, 2016		
Increase during the year	20,000	200,000.00
As at March 31, 2017		
Increase during the year	20,000	200,000.00
As at March 31, 2018	20,000	200,000.00

(i) Terms / rights attached to Equity shares shares:

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each Shareholder is eligible for one vote per share. In the event of liquidation of the company, the equity shareholders are eligible to receive the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(ii) Details of shares held by each shareholder holding more than 5% shares:

Name of shareholder	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	No. of shares held	% holding in that class of shares	No. of shares held	% holding in that class of shares	No. of shares held	% holding in that class of shares
Lux Industries Limited	19,800	99.00%	-	0.00%	-	0.00%
Ashok Kumar Todi	100	0.50%	5,000	25.00%	5,000	25.00%
Pradip Kumar Todi	100	0.50%	5,000	25.00%	5,000	25.00%
Venus Commodities Pvt Ltd	-	0.00%	10,000	50.00%	10,000	50.00%

NOTE: 6

OTHER EQUITY

	As at 31-Mar-2018	As at 31-Mar-2017	As at 01-Apr-2016
Securities premium	900,000.00	900,000.00	900,000.00
Retained earnings	(38,823.00)	(48,149.00)	(42,985.00)
Total	861,177.00	851,851.00	857,015.00



Artimas Fashions Private Limited (Formerly known as A P APARTMENTS PRIVATE LIMITED)
Notes to the standalone financial statements for the year ended March 31, 2018

NOTE: 7

FINANCIAL LIABILITIES - BORROWINGS

(a) Current borrowings

	As at 31-Mar-2018	As at 31-Mar-2017	As at 1-Apr-2016
From Others (Unsecured)			
From Directors	30,000.00	-	-
	30,000.00	-	-

NOTE: 8

CURRENT FINANCIAL LIABILITIES - TRADE PAYABLES

	As at 31-Mar-2018	As at 31-Mar-2017	As at 1-Apr-2016
Due to Micro, Small and Medium Enterprises	-	-	-
Others	1,500.00	-	-
Total	1,500.00	-	-

NOTE: 9

CURRENT FINANCIAL LIABILITIES - OTHERS

	As at 31-Mar-2018	As at 31-Mar-2017	As at 1-Apr-2016
Other payables	4,000.00	4,000.00	2,500.00
Total	4,000.00	4,000.00	2,500.00

NOTE: 10

PROVISIONS

	As at 31-Mar-2018	As at 31-Mar-2017	As at 1-Apr-2016
Provision for income tax	4,000.00	-	-
Total	4,000.00	-	-



Artimas Fashions Private Limited (Formerly known as A P APARTMENTS PRIVATE LIMITED)
Notes to the standalone financial statements for the year ended March 31, 2018

NOTE: 11
OTHER INCOME

	Year ended 31-Mar-2018	Year ended 31-Mar-2017
Consultancy fees	45,000.00	-
Total	45,000.00	-

NOTE: 12
OTHER EXPENSES

	Year ended 31-Mar-2018	Year ended 31-Mar-2017
Bank Charges	722.00	364.00
Filing Fees	3,600.00	800.00
Auditors' Remuneration - Statutory Audit	4,000.00	4,000.00
General Expenses	5,000.00	-
Legal & Professional Charges	6,502.00	-
Rates & Taxes	11,850.00	-
Total	31,674.00	5,164.00



Artimas Fashions Private Limited
Notes to the financial statements for the year ended March 31, 2018

NOTE: 13
Earnings / (loss) per share (EPS) (Ind AS 33)

Sl. No	Particulars	Year ended March 31, 2018	Year ended March 31, 2017
1	Profit for the year	9,326	(5,164)
2	Weighted Average Number of Equity Shares Outstanding at the end of the year for Basic EPS.	20,000	20,000
3	Weighted Average Number of Equity Shares Outstanding at the end of the year for Diluted EPS	20,000	20,000
4	Nominal Value per share (Rs.)	10/-	10/-
5	Earning per shares		
	Basic	0.47	(0.26)
	Diluted	0.47	(0.26)

NOTE: 14
Particulars of Contingent Liabilities and Commitments

- I. Contingent Liabilities – NIL (PY – NIL)
- II. Commitments – NIL (PY – NIL)

NOTE: 15
Related party disclosure (Ind AS 24)

A. Key Managerial Personnel - Director:

Ashok Kumar Todi
Pradip Kumar Todi
Nischal Puri

B. The following transactions were carried out with the related parties in the ordinary course of business:

Sr No.	Name of related party	Year ended March 31, 2018	Year ended March 31, 2017
1	Loan taken Ashok Kumar Todi	30,000.00	-

C. Outstanding balances:

Sr. No.	Name of related party	Year ended March 31, 2018	Year ended March 31, 2017	Year ended March 31, 2016
1	Loans taken Ashok Kumar Todi	30,000.00	-	-

NOTE: 16

Based on the information available with the Company, the balance due to micro and small enterprises as defined under the MSMED Act, 2006 in the current year is NIL (2016-17: NIL; 2015-16: NIL) and no interest during the year has been paid or is payable under the terms of MSMED Act, 2006.

The above information has been compiled in respect of parties to the extent to which they could be identified as Micro and Small Enterprises under Micro, Small and Medium Enterprises Development Act, 2006 on the basis of information available with the Company. This has been relied upon by the auditors of the Company.



Artimas Fashions Private Limited
Notes to the financial statements for the year ended March 31, 2018

NOTE: 17

Capital and other commitments

Estimated Amount of Contract remaining to be executed – NIL (PY – NIL)

NOTE: 18

Value of imports on C.I.F. basis

Value of imports – NIL (PY – NIL)

NOTE: 19

Expenditure in foreign currency

Expenditure in foreign currency – NIL (PY – NIL)

NOTE: 20

Earnings in foreign currency

Earnings in foreign currency – NIL (PY – NIL)

NOTE: 21

Accounting classification and fair values

The fair values of financial assets and liabilities, together with the carrying amounts shown in the Standalone Balance Sheet as at March 31, 2018 are as follows:

Particulars	Amortized cost	Financial assets/ liabilities at fair value through profit or loss		Financial assets/ liabilities at fair value through OCI		Total carrying amount	Fair value
		Designated upon initial recognition	Mandatory	Equity instruments designated upon initial recognition	Mandatory		
Financial assets:							
Investment in equity instruments (Unquoted)	-	1,000,000.00	-	-	-	1,000,000.00	1,000,000.00
Trade Receivables	45,000.00	-	-	-	-	45,000.00	45,000.00
Cash and cash equivalents	55,677.00	-	-	-	-	55,677.00	55,677.00
Financial liabilities:							
Short term borrowings	30,000.00	-	-	-	-	30,000.00	30,000.00
Trade payables	1,500.00	-	-	-	-	1,500.00	1,500.00
Other financial liability	4,000.00	-	-	-	-	4,000.00	4,000.00



Artimas Fashions Private Limited
Notes to the financial statements for the year ended March 31, 2018

The fair values of financial assets and liabilities, together with the carrying amounts shown in the Standalone Balance Sheet as at March 31, 2017 are as follows:

Particulars	Amortized cost	Financial assets/ liabilities at fair value through profit or loss		Financial assets/ liabilities at fair value through OCI		Total carrying amount	Fair value
		Designated upon initial recognition	Mandatory	Equity instruments designated upon initial recognition	Mandatory		
Financial assets:							
Investment in equity instruments (Unquoted)	-	1,000,000.00	-	-	-	1,000,000.00	1,000,000.00
Trade Receivables	-	-	-	-	-	-	-
Cash and cash equivalents	55,851.00	-	-	-	-	55,851.00	55,851.00
Financial liabilities:							
Short term borrowings	-	-	-	-	-	-	-
Trade payables	-	-	-	-	-	-	-
Other financial liability	4,000.00	-	-	-	-	4,000.00	4,000.00

The fair values of financial assets and liabilities, together with the carrying amounts shown in the Standalone Balance Sheet as at April 1, 2016 are as follows:

Particulars	Amortized cost	Financial assets/ liabilities at fair value through profit or loss		Financial assets/ liabilities at fair value through OCI		Total carrying amount	Fair value
		Designated upon initial recognition	Mandatory	Equity instruments designated upon initial recognition	Mandatory		
Financial assets:							
Investment in equity instruments (Unquoted)	-	1,000,000.00	-	-	-	1,000,000.00	1,000,000.00
Trade Receivables	-	-	-	-	-	-	-
Cash and cash equivalents	59,515.00	-	-	-	-	59,515.00	59,515.00
Financial liabilities:							
Short term borrowings	-	-	-	-	-	-	-
Trade payables	-	-	-	-	-	-	-
Other financial liability	2,500.00	-	-	-	-	2,500.00	2,500.00

NOTE 22:

Fair value measurement

The fair value of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in forced or liquidation sale.

The Company has established the following fair value hierarchy that categories the value into 3 levels. The inputs to valuation techniques used to measure fair value of financial instruments are:

- Level 1: Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at the measurement date;
- Level 2: Inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and



Artimas Fashions Private Limited

Notes to the financial statements for the year ended March 31, 2018

- Level 3: No significant observable inputs for the asset or liability. Some observable inputs used in fair value measurement are discounted cash flows, market multiple methods etc.

The investments included in Level 2 of fair value hierarchy have been valued using quotes available for similar assets and liabilities in the active market. The investments included in Level 3 of fair value hierarchy have been valued using the cost approach to arrive at their fair value. The cost of unquoted investments approximate the fair value because there is a range of possible fair value measurements and the cost represents estimate of fair value within that range.

The following table summarizes financial assets and liabilities measured at fair value on a recurring basis and financial assets that are not measured at fair value on a recurring basis (but fair value disclosure is required):

As at March 31, 2018	Level 1	Level 2	Level 3
Financial Assets:			
Investment in equity instruments (Unquoted)	-	-	1,000,000.00
Total	-	-	1,000,000.00
Financial Liabilities:			
NA	-	-	-
Total	-	-	-

As at March 31, 2017	Level 1	Level 2	Level 3
Financial Assets:			
Investment in equity instruments (Unquoted)	-	-	1,000,000.00
Total	-	-	1,000,000.00
Financial Liabilities:			
NA	-	-	-
Total	-	-	-

As at April 1, 2016	Level 1	Level 2	Level 3
Financial Assets:			
Investment in equity instruments (Unquoted)	-	-	1,000,000.00
Total	-	-	1,000,000.00
Financial Liabilities:			
NA	-	-	-
Total	-	-	-

Notes:

- The management assesses that carrying amount of trade receivables, cash and cash equivalents, other bank balances, short term borrowings, trade payables, other financial assets and liabilities approximate their fair value largely due to short term maturities of these instruments.
- Certain financial assets are stated at amortized cost which is approximately equal to their fair value.
- Investments are stated at fair value using observable inputs for Level 3.

NOTE: 23

Financial risk management

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Managing Board. The Company has a system-based approach to risk management, anchored to policies and procedures and internal financial controls aimed at ensuring early identification, evaluation and management of key financial risks (such as credit risk, liquidity risk and market risk) that may arise as a consequence of its business operations as well as its investing and financing activities. Accordingly, the Company's risk management framework has the objective of ensuring that such risks are managed within acceptable and approved risk



Artimas Fashions Private Limited**Notes to the financial statements for the year ended March 31, 2018**

parameters in a disciplined and consistent manner and in compliance with applicable regulation. It also seeks to drive accountability in this regard.

1. Credit Risk

Credit risk arises from the possibility that the counter party may not be able to settle their obligations as agreed. To manage this, the Company periodically assesses financial reliability of customers and other counter parties, taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of financial assets. Individual risk limits are set and periodically reviewed on the basis of such information.

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis through each reporting period. To assess whether there is a significant increase in credit risk the Company compares the risk of default occurring on asset as at the reporting date with the risk of default as at the date of initial recognition. It considers reasonable and supportive forwarding-looking information such as:

- i. Actual or expected significant adverse changes in business,
- ii. Actual or expected significant changes in the operating results of the counterparty,
- iii. Financial or economic conditions that are expected to cause a significant change to the counterparty's ability to meet its obligations,
- iv. Significant increase in credit risk on other financial instruments of the same counterparty,
- v. Significant changes in the value of the collateral supporting the obligation or in the quality of the third-party guarantees or credit enhancements.

Financial assets are written off when there are no reasonable expectations of recovery, such as a debtor failing to engage in a repayment plan with the Company. Where loans or receivables have been written off, the Company continues to engage in enforcement activity to attempt to recover the receivable due. The Company's exposure to trade receivables on the reporting date, net of expected loss provisions, stood at Rs. 45,000.00 (2017 – NIL, 2016 – NIL).

2. Liquidity Risk

Liquidity risk refers to the risk that the Company cannot meet its financial obligations. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements. The management continuously monitors the Company's liquidity position through rolling forecasts on the basis of expected cash flows. The Company assessed the concentration of risk with respect to refinancing its debt and concluded it to be low. The Company has access to a sufficient variety of sources of funding and debt maturing within 12 months can be rolled over with existing lenders.

March 31, 2018	Less than 1 year	1 to 5 years	More than 5 years	Total
Borrowings	30,000.00	-	-	30,000.00
Trade payables	1,500.00	-	-	1,500.00
Other financial liabilities	4,000.00	-	-	4,000.00

March 31, 2017	Less than 1 year	1 to 5 years	More than 5 years	Total
Borrowings	-	-	-	-
Trade payables	-	-	-	-
Other financial liabilities	4,000.00	-	-	4,000.00

April 1, 2016	Less than 1 year	1 to 5 years	More than 5 years	Total
Borrowings	-	-	-	-
Trade payables	-	-	-	-
Other financial liabilities	2,500.00	-	-	2,500.00



Artimas Fashions Private Limited
Notes to the financial statements for the year ended March 31, 2018

3. Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits and derivative financial instruments.

a. Currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. Any weakening of the functional currency may impact the Company's cost of imports and cost of borrowings and consequently may increase the cost of financing the Company's capital expenditures. The Company is not having any currency risk as on date.

b. Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates are limited as the borrowings by the Company carry fixed interest rates. However, the Company still constantly monitors the credit markets and rebalances its financing strategies to achieve an optimal maturity profile and financing cost.

c. Equity price risk

Equity price risk is related to change in market reference price of investments in equity securities held by the Company. The Company is holding investments in unquoted equity instruments, which may be susceptible to market price risk arising from uncertainties about future values of the securities. The reports on the equity portfolio are submitted to the Company's senior management on a regular basis. The senior management reviews and approves all equity instrument decisions.

NOTE: 24

Capital Management

The Company's capital management is intended to create value for shareholders by facilitating the meeting of long-term and short-term goals of the Company.

The Company determines the amount of capital required on the basis of annual operating plans and long-term product and other strategic investment plans. The funding requirements are met through equity and other long-term/short-term borrowings.

The Company's policy is aimed at combination of short-term and long-term borrowings so as to maintain an optimum capital structure to reduce the cost of capital and maximize shareholders value and provide benefits to other stakeholders.

Particulars	March 31, 2018	March 31, 2017	April 1, 2016
Total debt (bank and other borrowings)	30,000.00	-	-
Equity	1,061,177.00	1,051,851.00	1,057,015.00

NOTE: 25

Explanation to transition to Ind AS

A. Mandatory exceptions

The Company has applied the following exceptions to the retrospective application of Ind AS as mandatorily required under Ind AS 101 "First Time Adoption of Indian Accounting Standards".

(a) Estimates

On assessment of estimates made under the Previous GAAP financial statements, the Company has concluded that there is no necessity to revise such estimates under Ind AS, as there is no objective evidence of an error in those estimates.

(b) Classification and measurement of financial assets

The classification of financial assets to be measured at amortized cost or fair value is made on the basis of facts and circumstances that existed on the date of transition to Ind AS.



Artimas Fashions Private Limited

Notes to the financial statements for the year ended March 31, 2018

B. Optional exemptions

Ind AS 101 "First time Adoption of Indian Accounting Standards" permits Companies adopting Ind AS for the first time to take certain exemptions from the full retrospective application of Ind AS during the transition. The Company has accordingly on transition to Ind AS availed the following key exemptions:

(a) Designation of previously recognized financial instruments

Ind AS 101 permits an entity to designate particular equity investments (other than equity investments in subsidiaries, associates and joint arrangements) as at fair value through other comprehensive income (FVOCI) based on facts and circumstances at the date of transition to Ind AS (rather than at initial recognition). Other equity investments are classified at fair value through profit or loss (FVTPL).

The Company has opted to avail this exemption to designate certain equity investments as FVTPL on the date of transition i.e. 1 April 2016 on the basis of facts and circumstances existed at the date of transition to Ind AS. The investments were already at fair value, hence requiring no further treatment in the books.

(b) Fair value measurement of financial assets or liabilities at initial recognition

The Company has applied the requirements of Ind AS 109, "Financial Instruments: Recognition and Measurement", wherever applicable."

C. Transition to Ind AS – Reconciliations

The following reconciliations provide the explanation and qualification of the differences arising from the transition from Previous GAAP to Ind AS in accordance with Ind AS 101 "First Time Adoption of Indian Accounting Standards".

- i) Reconciliation of total equity as at April 1, 2016 and March 31, 2017.
- ii) Reconciliation of total comprehensive income for the year ended March 31, 2017.

There were no significant reconciliation items between cash flows prepared under previous GAAP and those prepared under Ind AS.

* Previous GAAP figures have been reclassified /regrouped wherever necessary to confirm with the financial statements prepared under Ind AS.



Artimas Fashions Private Limited
Notes to the financial statements for the year ended March 31, 2018

1. Reconciliation of equity

Particulars	Note	31 March 2017			1 April 2016		
		Previous GAAP*	Adjustment on transition to Ind AS	Ind AS	Previous GAAP*	Adjustment on transition to Ind AS	Ind AS
I.ASSETS							
Non-Current Assets							
(a) Financial Assets							
(i) Investment	a	1,000,000.00	-	1,000,000.00	1,000,000.00	-	1,000,000.00
Total Non- current assets		1,000,000.00	-	1,000,000.00	1,000,000.00	-	1,000,000.00
Current Assets							
(a) Financial assets							
(i) Cash and Cash equivalents		55,815.00	-	55,815.00	59,515.00	-	59,515.00
Total Current assets		55,815.00	-	55,815.00	59,515.00	-	59,515.00
TOTAL ASSETS		1,055,815.00	-	1,055,815.00	1,059,515.00	-	1,059,515.00

Particulars	Note	31 March 2017			1 April 2016		
		Previous GAAP*	Adjustment on transition to Ind AS	Ind AS	Previous GAAP*	Adjustment on transition to Ind AS	Ind AS
I.EQUITY AND LIABILITIES							
Shareholders' Funds							
(a) Share capital		200,000.00	-	200,000.00	200,000.00	-	200,000.00
(b) Other equity		851,851.00	-	851,851.00	857,015.00	-	857,015.00
TOTAL EQUITY		1,051,851.00	-	1,051,851.00	1,057,015.00	-	1,057,015.00
Current Liabilities							
(a) Financial liabilities							
(i) Other financial liabilities		4,000.00	-	4,000.00	2,500.00	-	2,500.00
Total Current Liabilities		4,000.00	-	4,000.00	2,500.00	-	2,500.00
TOTAL EQUITY AND LIABILITY		1,055,851.00	-	1,055,851.00	1,059,515.00	-	1,059,515.00



Artimas Fashions Private Limited
Notes to the financial statements for the year ended March 31, 2018

2. Reconciliation of total comprehensive income

Particulars	Note	Year ended March 31, 2017		
		Previous GAAP	Adjustment on transition to Ind AS	Ind AS
I Revenue from operations		-	-	-
II Other Income		-	-	-
III Total income (I+II)		-	-	-
IV Expenses				
Other expenses		5,164.00	-	5,164.00
Total expenses (IV)		5,164.00	-	5,164.00
V Profit / (Loss) Before Tax (III - IV)		(5,164.00)	-	(5,164.00)
VI Tax expense				
Current tax		-	-	-
Deferred tax		-	-	-
Income tax expense (i+ii)		-	-	-
VII Profit / (Loss) for the Year (V-VI)		(5,164.00)	-	(5,164.00)
VIII Other comprehensive income				
A. Items that will not be reclassified subsequently to profit and loss		-	-	-
(a) Re measurements of the defined benefit liabilities / (asset)		-	-	-
Income tax relating to items that will not be reclassified to profit or loss		-	-	-
Other comprehensive income for the year (net of tax)		-	-	--
IX Total comprehensive income for the period, net of income tax (VII + VIII)		(5,164.00)	-	(5,164.00)

Notes to reconciliation of equity and total comprehensive income

(a) Fair valuation of investments

In accordance with Ind AS, financial assets representing investment in equity shares of entities other than subsidiaries have been fair valued. The Company has designated certain investments classified as fair value through other comprehensive income as permitted by Ind AS 109. Under the previous GAAP, the application of the relevant accounting standard resulted in all these investments being carried at cost.

However, there has been no change in the fair value of the investments as at April 1, 2016 and March 31, 2017.

(b) Retained earnings

There has been no changes in retained earnings due to Ind AS.



Artimas Fashions Private Limited
Notes to the financial statements for the year ended March 31, 2018

NOTE: 26

Previous year figures have been recast/ regrouped whenever necessary to conform to the current Year's presentation.

The accompanying notes are integral parts of the Financial Statements.

As per out report of even date attached

For **Anju Kiran & Associates**
Chartered Accountants
ICAI Firm Registration No. 326587E

Vinay Agarwal
Vinay Agarwal
Partner
Membership No. 305855



Place: Kolkata
Date: May 07, 2018

FOR AND BEHALF OF THE BOARD OF DIRECTORS

Ashok Kumar Todi *Pradip Kumar Todi*
Ashok Kumar Todi **Pradip Kumar Todi**
Director Director

Place: Kolkata
Date: May 07, 2018