

MADHAV COPPER LTD

*Plot No. 2107/D, Office No. 203
2nd Floor,
D & I Excellus
Waghawadi Road,
Bhavnagar: 364001*

PAN: AAICM2859A

-:ANNUAL ACCOUNTS:-

For The Year Ended on 31st March - 2018

AUDITORS:-

NIRAV PATEL & CO.

CHARTERED ACCOUNTANTS

*PLOT NO. 25, "RAJESHWARI", ANJNESHWAR PARK,
NILKANTH SOCIETY, TILAKNAGAR,
BHAVNAGAR-364001.*

M. No. 9879808097

PAN: AAMFN 7729 B

*E-mail: caniravpatel5719@gmail.com
cafirm@icai.org*

INDEPENDENT AUDITOR'S REPORT

TO,

THE MEMBERS OF MADHAV COPPER LIMITED

Report on the Standalone Financial Statements

We have audited the accompanying financial statements of **MADHAV COPPER LIMITED** ("the Company"), which comprise the Balance Sheet as at **31/03/2018**, the Statement of Profit and Loss, the cash flow statement for the year then ended, and a summary of the 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 provisions of the Act for safeguarding of 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 there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give 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 accompanying financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at **31/03/2018**, and its **Profit and it's cash flows** for the year ended on that date.

Report on Other Legal and Regulatory Requirements

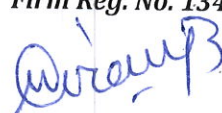
As required by the Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub section (11) of section 143 of the Companies Act, 2013. We give in the **Annexure A** statements on the matters specified in paragraphs 3 and 4 of the order, to the extent applicable.

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, and the cash flow statement dealt with by this Report are in agreement with the books of account.

- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31/03/2018 taken on record by the Board of Directors, none of the directors is disqualified as 31/03/2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B".
- (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:
- The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
 - The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For, NIRAV PATEL & CO.
(Chartered Accountants)
Firm Reg. No. 134617W


Nirav B. Patel
Partner
M. No. 149360



Place: Bhavnagar
Date: 15/05/2018

ANNEXURE - A

Reports under The Companies (Auditor's Report) Order, 2016 (CARO 2016) for the year ended on 31st March, 2018

To,

The Members of MADHAV COPPER LIMITED

(1) In Respect of Fixed Assets

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets:

(b) As explained to us, fixed assets have been physically verified by the management at regular intervals; as informed to us no material discrepancies were noticed on such verification;

(c) During the year the Company has not disposed off any substantial /major part of fixed assets.

(2) In Respect of Inventories

(a) As per the information and explanations given to us, the inventories have been physically verified by the management at reasonable intervals during the year.

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

(3) Compliance under section 189 of The Companies Act, 2013

As informed by the company, company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013 in the current year. Accordingly, Clause (iii) (a), (b) and (c) are not applicable to the company.

(4) Compliance under section 185 and 186 of The Companies Act, 2013

While doing transaction for loans, investments, guarantees, and security provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.

(5) Compliance under section 73 to 76 of The Companies Act, 2013 and Rules framed there under while accepting Deposits

According to information and explanation provided to us. The company has not accepted any public deposits as covered under section 73 to 76 of the act. Also no order from CLB or NLT or RBI or any other court has passed in this regard.

(6) Maintenance of cost records

We have broadly reviewed the books of account relating to materials, labour and other items of cost maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained. We have not however made a detailed examination of records with a view to determine whether they are accurate and complete.

(7) Deposit of Statutory Dues

According to the information and explanations given to us and based on the records of the company examined by us, save and except the item reported in last in this para of this note the company is generally regular in depositing the undisputed statutory dues, including Income-tax, Sales-tax, Wealth Tax, Service Tax, and other material statutory dues, as applicable, with the appropriate authorities in India; There is no dues which is outstanding for more than six month then they become payable.

(8) Repayment of Loans and Borrowings

The company has not defaulted in repayment of dues to financial institution, or a bank.

(9) Utilization of Money Raised by Public Offers and Term Loan For which they Raised

In our Opinion and according to the information and explanation given to us, Company has not raised money by way of public offers during the current financial year however money raised by way of public officer during previous financial year has been utilised for the purpose for which they were raised. However money raised by way of term loan i.e. Truck loan has been applied by the company for the purpose for which they were raised and another term loans i.e. car loan has been paid by company which is owned in the name of directors and used for the purpose of business of the company.

(10) Reporting of Fraud During the Year

Based on our audit procedures and the information and explanation made available to us no such fraud noticed or reported during the year by any officials or employee.

(11) Managerial Remuneration

Managerial remuneration has been paid or provided within the limit of provisions of section 197 read with Schedule V to the Companies Act, 2013.

(12) Compliance by Nidhi Company Regarding Net Owned Fund to Deposits Ratio

The company is not Nidhi Company hence reporting under this clause is not applicable.

(13) Related party compliance with Section 177 and 188 of companies Act - 2013

In our opinion and according to the information and explanation given to us, the company is in compliance with section 188 and 177 of the companies Act, 2013, where applicable, for all the transactions with the related parties and the details of related party transactions have been disclosed in the note no.1 of financial statements as required by the applicable accounting standards.

(14) Compliance under section 42 of Companies Act - 2013 regarding Private placement of Shares or Debentures

During the year under review, the company has not made private placement of shares or debentures and hence reporting under this clause is not applicable.

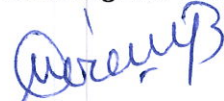
(15) Compliance under section 192 of Companies Act - 2013

In our opinion and according to the information and explanation given to us, during the year the company has not entered into any non-cash transactions with directors or persons connected with him hence reporting under this clause is not applicable.

(16) Requirement of Registration under 45-I of Reserve Bank of India Act, 1934

The company is not required to be registered under section 45-I of the Reserve Bank of India Act, 1934.

For, NIRAV PATEL & CO.
(Chartered Accountants)
Firm Reg. No. 134617W



Nirav B. Patel
Partner
M. No. 149360



Place: Bhavnagar
Date: 15/05/2018

"Annexure B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of MADHAV COPPER LIMITED

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 MADHAV COPPER LIMITED ("The Company") as of **31st March, 2018** in conjunction with our audit of the standalone 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. 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 control system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and operating effectiveness of internal control based on the assessed risk. The

procedures selected depend upon on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

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

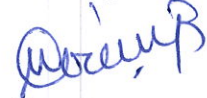
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal 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 **31st March, 2018**, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issues by the Institute of Chartered Accountants of India.

For, NIRAV PATEL & CO.
(Chartered Accountants)
Firm Reg. No. 134617W



Nirav B. Patel
Partner
M. No. 149360



Place: Bhavnagar
Date: 15/05/2018

BALANCE SHEET AS AT 31ST MARCH 2018

Particulars		Notes #	AS AT 31.03.2018 Amount	AS AT 31.03.2017 Amount
I. EQUITY AND LIABILITIES				
1 Shareholders' funds				
(a) Share capital	2		2,05,36,000	2,05,36,000
(b) Reserves and surplus	3		7,35,51,324	49,874,500
(c) Money received against share warrants			0	0
Sub-total (1)			9,40,87,324	7,04,10,500
2 Share application money pending allotment			0	0
3 Non-current liabilities				
(a) Long-term borrowings	4		1,59,98,001	1,78,94,839
(b) Deferred tax liabilities (Net)			0	8,599
(c) Other Long term liabilities			0	0
(d) Long-term provisions			0	0
Sub-total (3)			1,59,98,001	1,79,03,438
4 Current liabilities				
(a) Short-term borrowings	5		5,29,55,739	8,59,69,201
(b) Trade payables	6		5,59,08,018	4,22,92,965
(c) Other current liabilities	7		97,80,434	74,26,302
(d) Short-term provisions	8		96,05,869	42,10,707
Sub-total (4)			12,82,50,060	13,98,99,175
TOTAL			23,83,35,385	22,82,13,114
II. ASSETS				
Non-current assets				
1 (a) Fixed assets				
(i) Tangible assets	9		5,52,84,455	3,84,12,865
(ii) Intangible assets			0	0
(ii) Capital work-in-progress			0	0
(iv) Intangible assets under development			0	0
			5,52,84,455	3,84,12,865
(b) Non-current investments			0	0
(c) Deferred tax assets (net)	10		4,16,471	0
(d) Long-term loans and advances	11		6,25,797	10,49,213
(f) Other non-current assets	12		37,28,498	93,12,068
Sub-total (1)			6,00,55,221	4,87,74,146
2 Current assets				
(a) Current investments	13		7,960,077	0
(b) Inventories	14		1,73,78,731	7,76,28,449
(c) Trade receivables	15		13,73,64,969	8,65,35,144
(d) Cash and cash equivalents	16		3,16,166	11,16,067
(e) Short-term loans and advances	17		93,27,847	1,03,58,862
(f) Other current assets	18		59,32,374	38,00,445
Sub-total (2)			17,82,80,163	17,94,38,968
			23,83,35,385	22,82,13,114
Significant Accounting Policies		1		
Notes forming part of the financial statements		2-28		

NIRAV PATEL & CO
Firm Regd. No.134617W
Chartered Accountants

(NIRAV B PATEL)
Partner.
M.No.149360

Dated : 15/05/2018
Place : Bhavnagar.



(Signature)
(R B Chauhan) (Nilesh N Patel)

Managing Director Whole Time Director
DIN:06396973 DIN:05319890

(Signature) *(Signature)*
(Kamlesh Solanki) (Kush Bhatt)
Chief Financial Officer Company Secretary

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED
31ST MARCH 2018

Particulars		Notes #	2017-2018 Amount `	2016-2017 Amount `
I.	Revenue from operations	19	168,84,77,132	71,44,29,553
II.	Other income	20	21,03,943	18,57,414
III.	Total Revenue (I + II)		169,05,81,075	71,62,86,967
IV.	Expenses:			
	Cost of materials consumed	21	143,45,26,224	48,58,12,326
	Purchases of Stock-in-Trade	22	125,802,800	259,137,543
	Changes in inventories of finished goods work-in-progress and Stock-in-Trade	23	6,52,00,542	-65,832,960
	Employee benefits expense	24	43,42,927	36,19,789
	Finance costs	25	92,09,348	1,03,53,212
	Depreciation and amortization expense	26	66,07,763	44,66,535
	Other expenses	27	1,33,82,221	74,40,834
	Total expenses (IV)		165,90,71,825	70,49,97,279
V.	Profit before exceptional and extraordinary items and tax (III-IV)		3,15,09,250	1,12,89,689
VI.	Exceptional items	28	481,755	0
VII.	Profit before extraordinary items and tax (V - VI)		3,19,91,005	1,12,89,689
VIII.	Extraordinary Items		0	0
IX.	Profit before tax (VII- VIII)		3,19,91,005	1,12,89,689
X	Tax expense:			
	(1) Current tax		90,10,000	39,00,000
	(2) Deferred tax		-425,070	-1,019,864
	(3) Income tax adjustment.		-2,70,748	0
XI	Profit (Loss) for the period from continuing operations (VII-VIII)		23,676,823	8,409,553
XII	Profit/(loss) from discontinuing operations		0	0
XIII	Tax expense of discontinuing operations		0	0
XIV	Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		0	0
XV	Profit (Loss) for the period (XI + XIV)		23,676,823	8,409,553
XVI	Earnings per equity share:			
	(1) Basic & Diluted.		11.53	4.10
	Significant Accounting Policies	1		
	Notes forming part of the financial statements	2-28		

NIRAV PATEL & CO
Firm Regd. No.134617W
Chartered Accountants

(NIRAV B PATEL)
Partner.
M.No.149360

Dated : 15/05/2018
Place : Bhavnagar.



(R B Chauhan) (Nilesh N Patel)

Managing Director Whole Time Director
DIN:06396973 DIN:05319890

(Kamlesh Solanki) (Kush Bhatt)
Chief Financial Officer Company Secretary

MADHAV COPPER LIMITED.
CASH FLOW STATEMENT ANNEXED TO THE BALANCE SHEET
FOR THE PERIOD FROM APRIL 2017- March 2018

PARTICULARS	2017-18	2017-18	2016-2017	2016-2017
	Amount `	Amount `	Amount `	Amount `
A: CASH FLOW FROM OPERATING ACTIVITIES:				
Net profit before tax as per P & L Statement.		3,19,91,005		11,289,689
<u>Adjusted for:</u>				
Depreciation	61,26,008		44,66,535	
Interest Expense	69,04,211		88,24,449	
Capital Gain from sales of Fixed assets	-9,14,764		-6,81,556	
		1,21,15,455		1,26,09,428
Operating Profit before working capital changes		4,41,06,460		2,38,99,117
<u>Adjusted for:</u>				
Long Term Loans & Advances	423,416		487,721	
Inventories	6,02,49,718		-56,061,521	
Trade Receivables.	-5,08,29,825		-5,14,20,374	
Short Term Loans & Advances	10,31,016		-7,145,535	
Other Current Assets	-2,131,929		-1,269,362	
Short Term Provision	-33,44,091		-21,89,293	
Other Non-Current Assets	5,583,570		-80,66,798	
Other Current Liabilities	2,354,132		2,452,781	
Trade Payables	1,36,15,053		3,92,94,576	
		2,69,51,060		-83,917,804
Cash Generated from Operations		7,10,57,520		-60,018,687
Net Cash from Operating Activities:		71,057,520		-60,018,687
B: CASH FLOW FROM INVESTMENT ACTIVITIES:				
Purchase of Fixed Assets	-2,63,91,657		-2,20,63,616	
Sales of Fixed Assets	4,308,823		2,334,384	
Purchase of Investment	-79,60,077		0	
		-30,042,911		-19,729,232
Net Cash Used in Investment Activities:		-30,042,911		-19,729,232
C: CASH FLOW FROM FINANCING ACTIVITIES:				
Proceeds from Share Capital Issued.	0		5,536,000	
Proceeds from Share premium Share Capital Issued.	0		35,151,464	
Proceeds from Long Term Borrowings	-18,96,838		-4,052,169	
Proceeds from Short Term Borrowings	-3,30,13,462		5,27,89,051	
Interest paid.	-69,04,211		-88,24,449	
		-4,18,14,511		80,599,896
Net Cash Used in Financing Activities:		-4,18,14,511		80,599,896
Net Increase/(Decrease) in Cash and Cash Equivalents		-7,99,901		851,977
Opening Balance of Cash and Cash Equivalents		11,16,067		2,64,090
Closing Balance of Cash and Cash Equivalents		3,16,166		11,16,067
Total:		-7,99,901		851,977

Notes forming part of the financial statements

As per our report of even dated.

NIRAV PATEL & CO

Firm Regd. No.134617W

Chartered Accounts

(NIRAV B PATEL)

Partner.

M.No.149360

Dated : 15/05/2018

Place : Bhavnagar.



(Signature)
(R B Chauhan) (Nilesh N Patel)
Managing Director Whole Time Director
DIN:06396973 DIN:05319890

(Signature) *(Signature)*
(Kamlesh Solanki) (Kush Bhatt)
Chief Financial Officer Company Secretary

MADHAV COPPER LTD.

NOTE: 1 FORMING PART OF THE FINANCIAL STATEMENTS **: SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS**

A. CORPORATE INFORMATION

Madhav Cooper Limited ("The Company") was originally incorporated as Private limited Company on 19th Day of November, 2012 and having passed the Special Resolution in the Extra Ordinary General Meeting of the Company held on 2nd Day of August, 2016 terms in Section 18 and 14 of the Companies Act, 2013 read with Rule 33 of Companies (Incorporation) Rules, 2014. The constitution of company is changed to MADHAV COPPER LIMITED as per certificate dated 17th Day of August, 2016.

The Company is ISO 9001:2008 certified company, formed with an object to manufacture and supply of enameled copper wire and wrap submersible winding wire under the brand name "Madhav Copper".

B. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, r.w. Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") / Companies Act, 1956 ("the 1956 Act"), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention and are consistent with those followed in the previous year.

C. SIGNIFICANT ACCOUNTING POLICIES

1. Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known/materialize.

2. Accounting Assumptions:-

(i) Going Concern:-

The enterprise is normally viewed as a going concern, that is, as continuing in operation for the foreseeable future. It is assumed that the enterprise has neither the intention nor the necessity of liquidation or of curtailing materially the scale of the operations.

(ii) Consistency:-

It is assumed that accounting policies are consistent from one period to another.

(iii) Accrual:-

Revenues and costs are accrued, that is, recognized as they are earned or incurred (and not as money is received or paid) and recorded in the financial statements of the periods to which they relate. (The considerations affecting the process of matching

MADHAV COPPER LTD.

costs with revenues under the accrual assumption are not dealt with in this Statement.)

3. Valuation of Inventories

Stock of Raw Material and other stock of manufacturing purchase are valued at Cost and incidental expenses there to. Stock of Finished goods & Traded Goods are valued at lower of Cost of material consumed plus manufacturing expenses incidental there to or market value. scrap are valued at average market value of last month's sales.

4. Cash Flow Statements

Cash flows are reported using the indirect method as set out in accounting standard -3 on cash flow statement issued by the institute of chartered accountants of India.

5. Depreciation and Amortization

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible fixed assets has been provided on the WDV method as per the useful life prescribed in Schedule II to the Companies Act, 2013. However due to non fulfillment of terms and condition by the supplier of machinery purchase and put to use during the F.Y. 2013-14 and F.Y. 2016-17 from supplier Anupam Insulating Industries Pvt. Ltd. and Sicme Italiya Impianti respectively, part payment of Rs. 8,74,883 and Rs. 9,59,754 were write off to the fixed assets where it was earlier added in the fixed assets and depreciation reserve has been reverse accordingly by Rs. 4,81,755 for both machinery. The same has been treated as exceptional item in the profit & loss accounts.

6. Revenue Recognition

The Company earns and recognizes the income on accrual basis. The revenue is recognized when it is earned and no significant uncertainty exists as to its ultimate realization or collection.

7. Tangible Fixed Assets

Fixed assets are carried at cost less accumulated depreciation/amortization and impairment losses, if any. The cost of fixed assets comprises its acquisition price and relevant costs to bring it in position for intended use. Subsequent expenditure on fixed assets after its purchase/completion is capitalized only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

8. Earnings per Share

The Company reports the basic and diluted earnings per share in accordance with AS - 20 Earnings per Share. Basic earnings per share are computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, except where the results are anti-dilutive.

MADHAV COPPER LTD.

Earnings Per Share Calculation:-

	Basic EPS	Diluted EPS
Net Profit before Extraordinary Item (Net of Tax Expenses) (a)	2,36,76,823	2,36,76,823
Weighted Average No. of Equity Shares (b)	20,53,600	20,53,600
EPS (a/b)	11.53	11.53
Net Profit after Extraordinary Item (Net of Tax Expenses) (a)	2,36,76,823	2,36,76,823
Weighted Average No. of Equity Shares (b)	20,53,600	20,53,600
EPS (a/b)	11.53	11.53

9. Taxes on Income

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Deferred tax resulting from "timing difference" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. Deferred tax asset is recognized and carried forward only to the extent that there is a virtual certainty that the asset will be realized in future.

-:DTL/DTA Calculation:-

Particulars	Amount
Closing Balance of Assets As per Companies Act, 2013	3,43,08,143
Closing Balance of Assets As per IT Act.	3,54,84,547
Difference Liability/(Assets)	(11,76,404)
Gratuity	
Provision for Gratuity as per Companies Act, 2013	3,35,287
Provision for Gratuity as per Income Tax Act	-
Difference Liability /(Assets)	(3,35,287)
Net Difference	(15,11,691)
Income Tax @ 27.55%	
Deferred tax Liability/(Assets) at the End of the year	(4,16,471)
Adjustment for Opening Liability / (Assets)	8,599
Net Deferred tax Liability / (Assets) for the year	(4,25,070)

10. Impairment of Assets:

An Asset is considered as impaired in accordance with AS -28 "Impairment of Assets" when at the balance sheet date there are indications of impairment and the carrying amount of the asset, or where applicable the cash generating unit to which the assets belongs, exceeds its recoverable amount (i.e. the higher of the assets net selling price and value in use). In assessing

MADHAV COPPER LTD.

the value in use, the estimated future cash flows expected from the continuing use of asset and from its ultimate disposal are discounted to their present values using a predetermined discount rate. The carrying amount is reduced to the recoverable amount and the reduction is recognized as an impairment loss in the profit and loss account.

11. Provision of Contingent Liabilities

Contingent Liabilities as defined in AS 29 on "Provision, Contingent Liabilities and Contingent Assets" are disclosed here. Provision is made if it becomes probable that an outflow of future economic benefits will be required for an item previously dealt with as a contingent liability. The company had obtained a license under duty exemption scheme for import of goods however non fulfillment of documents evidencing of export may result in liability of Rs. 66.81 Lacs.

12. Retirement benefits to employee

Gratuity:-

The Company provides for gratuity, a defined benefit retirement plan ('the Gratuity Plan') covering eligible employees. The Gratuity Plan provides a lump-sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment with the Company. Liabilities with regard to the Gratuity Plan are determined by actuarial valuation, performed by an independent actuary, at each Balance Sheet date using the projected unit credit method. The Company has not contributes all ascertained liabilities to any fund. The Company recognizes the net obligation of the gratuity plan in the Balance Sheet as an asset or liability; respectively in accordance with Accounting Standard (AS) 15, 'Employee Benefits'. The Company's overall expected long-term rate-of-return on assets has been determined based on consideration of available market information, current provisions of Indian law specifying the instruments in which investments can be made, and historical returns. The discount rate is based on the Government securities yield. Actuarial gain and loss arising from expenses.

13. Related Party Transaction:

Details of Related Party Transactions during the Year ended **31st March, 2018** and Balance Outstanding as at **31st March, 2018**

Name of Related Party	Relationship	Nature of Transaction	Total Amount	O/s Amount As on Date
Key Managerial Persons				
Nileshbhai N. Patel	Chairman/Who le Time Director	Remuneration	2,11,200	31,500
Rohitbhai B. Chauhan	Managing Director	Remuneration	2,11,200	31,500
Kamleshbhai Solanki	CFO	Salary	1,94,200	16000
Kush K. Bhatt	Secretary	Salary	1,44,000	12000
Other Managerial Persons				
Divya A. Monpara	Director	-	-	-
Rakshaben R. Chauhan	Non-Executive	-	-	-

MADHAV COPPER LTD.

	Director			
Manish Makodiya	Independent Director	Director Setting Fees	2,000	-
Chaitanya Doshi	Independent Director	Director Setting Fees	1,500	-
Related Party				
Madhav Steels (S.B.D)	Associate Concern	Purchase for factory Building Expansion	6,72,783	-
Madhav Steels (S.B.D)	Associate Concern	Office Rent	84,960	-

14. Calculation of Managerial Remuneration as per companies Act, 2013

DETERMINATION OF NET PROFIT FOR CALCULATION OF MANAGERIAL REMUNERATION	
Particulars	Amount (Rs.)
	31.03.2018
Profit before tax as per P&L Statement of 31.03.2017	1,12,89,689
Add:- The following items if debited to P&L Statement before arriving profit before tax	
Managerial remuneration	-
Provision for Bad doubtful debts	-
Loss on sale/disposal/discarding of assets.	-
Loss on sale of investments	-
Provision for diminution in the value of investments	-
Fixed assets written off	-
Fall in the value of foreign currency monetary assets	-
Loss on cancellation of foreign exchange contracts	-
Write off of investments	-
Provision for contingencies and unascertained liabilities	-
Lease premium written off	-
Provision for warranty spares/supplies	-
Infructuous project expenses written off	-
Provision for anticipated loss in case of contracts	-
Loss on sale of undertaking	-
Provision for wealth tax	-
compensation paid under VRS	-
Total	-
Less:- The following if credited to P&L statement for arriving at profit before tax:	

MADHAV COPPER LTD.

Capital profit on sale/disposal of fixed assets(the same should be added if the co., business compromises of buying & selling any such property or asset) and revenue profit (difference between original cost and WDV should not be deducted)	6,81,556
Profit on sale of any undertaking or its part	-
Profit on buy back of shares	-
Profit/discount on redemption of shares or debentures	-
Profit on sale of investments	-
Compensation received on non-compete agreements	-
Write back of provision for doubtful debts	-
Write back of provision for doubtful advances	-
Appreciation in value of any investments	-
Compensation received on surrender of tenancy rights	-
Profit on sale of undertaking	-
Write back of provision for diminution in the value of investments	-
Profit on sale of forfeited shares & shares of subsidiary/associated companies	-
Total	6,81,556
Net Profit as per Section 198	1,06,08,133

Calculation of Managerial Remuneration:-

Particulars	Amount
Profit before Tax as per sec.198	1,06,08,133
Profit Eligible(@11% for all directors)	11,66,895
Profit Eligible(@5% for one such directors)	5,30,407
Profit Eligible(@1% for other than managing & Whole Time directors)	1,06,081

Managerial Remuneration Details	Paid
Nileshbhai N. Patel	2,11,200
Rohitbhai B. Chauhan	2,11,200
Total	4,22,400

15. Payments to Auditors

PAYMENTS TO STATUTORY AUDITORS	2017-18	2016-17
Tax Audit Fees	75,000	50,000
Audit Fees	1,25,000	1,00,000
Total	2,00,000	1,50,000

16. In the opinion of the board of directors, the current assets, loans and advances are approximately of the same value if realized in the ordinary courses of business and the provision for all known liabilities is adequately made and not in excess of the amount reasonably consider necessary.

MADHAV COPPER LTD.

17. Previous Year's figures have been regrouped / reclassified wherever considered necessary to make them comparable with the current year figures.

18. Paises have been rounded off to the nearest rupee amount.

Signatures to Notes 2 to 28 of profit & loss and Balance Sheet.

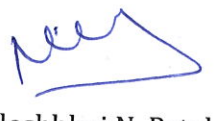

As per our report of even date


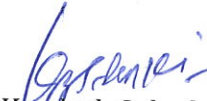
For, NIRAV PATEL & CO.
Chartered Accountants

[Nirav B. Patel]
Partner.
M.No. 149360
FRN. 134617W
Place: Bhavnagar.
Date : 15/05/2018



For and on behalf of Board
MADHAV COPPER LTD.


Rohitbhai B. Chauhan | Nileshebhai N. Patel
(Managing Director) | (Whole Time Director)
(DIN:06396973) | (DIN:05319890)


Kamlesh Solanki | Kush Bhatt
Chief Financial Officer | Company Secretary

MADHAV COPPER LIMITED.

NOTES TO FINANCIAL STATEMENT FOR THE PERIOD ENDED 31st MARCH 2018

NOTES No.2. SHARE CAPITAL :

	AS AT 31.03.2018 Amount `	AS AT 31.03.2017 Amount `
1 Authorised Shares:authorized;		
25,00,000 Equity Shares of Rs.10/- each.	2,50,00,000	2,50,00,000
[P.Y. 25,00,000 Equity Shares of Rs.10/- each.]		
	<u>2,50,00,000</u>	<u>2,50,00,000</u>

2 Issued, subscribed and fully paid Shares

20,53,600 Equity Shares of Rs.10/- each.	2,05,36,000	2,05,36,000
[P.Y. 20,53,600 Equity Shares of Rs.10/- each.]		
	<u>2,05,36,000</u>	<u>2,05,36,000</u>

3 Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period;

Equity Shares

	No, of Share	No, of Share
At the beginning of the period	20,53,600	15,00,000
Issued during the period	0	553,600
	<u>20,53,600</u>	<u>20,53,600</u>

Outstanding at the end of the period

4 Terms & Right attached to Equity Shares

Equity Shares: The company has one class of equity shares having a par value of Rs.10/- each. Each shareholder is eligible for one vote per share held.

5 Shares in the company held by each shareholder holding more than 5 percent shares specifying the number of shares held

	AS AT 31.03.2018 No. of Shares	AS AT 31.03.2017 No. of Shares
a) Equity Shares, fully paid up:		
Nilesh Natubhai Patel (% of Share held : 10.96%)	2,25,000	2,25,000
Rohitbhai B Chauhan (% of Share held : 27.76 %)	5,70,000	5,70,000
Divya Arvindbhai Patel (% of Share held : 7.30%)	1,50,000	1,50,000
Rajeshbhai Odhavajibhai Patel (% of Share held : 7.30%)	1,50,000	1,50,000
Sanjayabhai N. Patel (% of Share held : 10.96 %)	2,25,000	2,25,000
Vishal Talshibhai Monpara (% of Share held : 7.30%)	1,50,000	1,50,000

MADHAV COPPER LIMITED.

NOTES TO FINANCIAL STATEMENT FOR THE PERIOD ENDED 31st MARCH 2018

NOTES No.3. RESERVES AND SURPLUS :

	AS AT 31.03.2018 Amount `	AS AT 31.03.2017 Amount `
a) Reserves and Surplus:		
1 Securities Premium Reserve		
Opening Balance as per last financial statement	35,151,464	0
Add: During the year	0	35,151,464
Closing Balance	35,151,464	35,151,464
2 Capital Subsidy	15,00,000	15,00,000
3 General Reserve	0	0
Closing Balance	0	0
	3,51,51,464	3,51,51,464
b) Surplus/(Deficit) in the statement of Profit & Loss		
Opening Balance as per last financial statement	1,32,23,036	79,84,044
Add: Profit/(Loss) for the year	23,676,823	8,409,553
LESS:		
Prior year Depreciation	0	3,170,560
Closing Balance	36,899,860	13,223,036
TOTAL: RESERVES AND SURPLUS	7,35,51,324	4,98,74,500

NOTES No.4. LONG-TERM BORROWINGS :

	AS AT 31.03.2018 Amount `	AS AT 31.03.2017 Amount `
1 Term loans		
From Bank (Secured)		
From Bank of Baroda	79,85,124	1,44,60,363
Vehicle Loan BOB AND HDFC (Unsecured)	41,93,811	28,00,000
Less: Current maturities of long-term debt	-38,88,934	-70,73,524
	82,90,001	1,01,86,839
2 Loans and advances from related parties (Unsecured).	77,08,000	77,08,000
TOTAL: LONG-TERM BORROWINGS	1,59,98,001	1,78,94,839

- a) Term Loan from Bank of Baroda is secured by the hypothecation of all plant & machinery, factory building and guaranteed by the Directors of the company repayable in 60 monthly installment and No defaults.
- b) Term Loan for Vehicles from HDFC Bank and BOB Main Br is against hypothecation of Vehicle and repayable in 36 monthl installment starting from May-17 and Oct 17 and no defaults.

NOTES No.5. SHORT-TERM BORROWINGS :

	AS AT 31.03.2018 Amount `	AS AT 31.03.2017 Amount `
1 Loans repayable on demand:		
Cash Credit From Bank (Secured)		
From Bank of Baroda	1,79,71,938	5,06,79,687
4 Other loans and advances (Raw-material channel finance)	34,983,801	35,289,514
TOTAL: SHORT-TERM BORROWINGS	5,29,55,739	8,59,69,201

- a) Cash Credit Loan from Bank of Baroda is secured by the hypothecation of inventories and book debt of the company and secured by personal guaurantee of directors.
- b) Raw Material Channel Finance from Axis Bank and Aditya Birla Finance are unsecured in nature.

MADHAV COPPER LIMITED.

NOTES TO FINANCIAL STATEMENT FOR THE PERIOD ENDED 31st MARCH 2018

NOTES No.6. TRADE PAYABLES :

	AS AT 31.03.2018	AS AT 31.03.2017
	Amount `	Amount `
Trade Payables	5,59,08,018	4,22,92,965
TOTAL: TRADE PAYABLES	5,59,08,018	4,22,92,965

- a) In the absence of any information from vendor's regarding the status of their registration under the "micro small and medium Enterprise Development ACT 2006 " the company is unable to comply with the disclosing required to be made under the said Act.

NOTES No.7. OTHER CURRENT LIABILITIES :

	AS AT 31.03.2018	AS AT 31.03.2017
	Amount `	Amount `
1 Current maturities of long-term debt	38,88,934	70,73,524
2 Income received in advance/Advance from Customers	55,74,572	0
3 Other Payables:		
Statutory liabilities	3,16,928	3,47,449
Others.	0	5,329
	3,16,928	3,52,778
TOTAL: OTHER CURRENT LIABILITIES	97,80,434	74,26,302

NOTES No.8. SHORT-TERM PROVISIONS :

	AS AT 31.03.2018	AS AT 31.03.2017
	Amount `	Amount `
1 Provision for employee benefits		
Salary Payable	260,581	74,000
Provision for Gratuity	335,287	236,707
	595,868	310,707
2 Others:		
Provision for Taxation.	90,10,000	39,00,000
	90,10,000	39,00,000
TOTAL: SHORT-TERM PROVISIONS	96,05,868	42,10,707

MADHAV COPPER LIMITED.

NOTES TO FINANCIAL STATEMENT FOR THE PERIOD ENDED 31st MARCH 2018
NOTES No.9. (I) TANGIBLE ASSETS:

Description	GROSS				DE PRECIATION/AMORTIZATION				NET CARRYING BALANCE	
	As at 01-04-2017	Addition.	Disposed/ Adjustment	As at 31/03/2018	As at 01-04-2017	For the Year	Disposed Adjustme nt	As at 31/03/2018	As at 31/03/2018	AS AT 31.03.2017
1 Land.	6,17,898	17,74,200	0	23,92,098	0	0	0	23,92,098	23,92,098	6,17,898
2 Factory Building.	53,10,803	1,91,710	0	55,02,513	16,07,404	366,435	0	19,73,839	35,28,674	37,03,399
3 Plant & Machinery	4,11,26,386	19,20,732	32,04,887	3,98,42,231	1,10,27,720	5,317,838	481,755	1,58,63,803	2,39,78,427	3,00,98,666
4 Office Equipments	92,778	98,343	0	1,91,121	47,197	20,343	0	67,540	1,23,581	45,581
5 Computers & Peripherals	4,35,043	32,025	0	4,67,068	3,41,936	30,844	0	3,72,780	94,288	93,107
6 Electrical Installation	451,076	3,52,765	0	8,03,841	251,222	62,933	0	3,14,156	4,89,685	1,99,854
7 Vehicle	3,658,832	34,37,668	2,27,757	68,68,743	56,051	802,692	38,585	8,20,158	60,48,585	36,02,781
9 Furniture & fixture	60,175	0	0	60,175	8,595	6,677	0	15,272	44,903	51,580
10 Factory Building. WIP		1,02,64,636	0	1,02,64,636	0	0	0	0	1,02,64,636	0
11 Plant & Machinery WIP		83,19,578	0	83,19,578	0	0	0	0	83,19,578	0
TOTAL	5,17,52,991	2,63,91,657	3,432,644	7,47,12,004	1,33,40,126	66,07,763	520,340	1,94,27,549	5,52,84,455	3,84,12,865
Previous Year Total	31,342,203	2,20,63,616	1,652,828	5,17,52,991	5,703,031	44,66,535	3,170,560	1,33,40,126	3,84,12,865	25,639,172

MADHAV COPPER LIMITED.

NOTES TO FINANCIAL STATEMENT FOR THE PERIOD ENDED 31st MARCH 2018

NOTES No.10. DEFERRED TAX ASSETS (NET) :

	AS AT 31.03.2018 Amount `	AS AT 31.03.2017 Amount `
Deferred Tax Liabilities		
1 Fixed Assets: Impact of difference between Book and Tax Depreciation	0	8,599
Gross Deferred Tax Liabilities	0	8,599
Deferred Tax Assets		
1 Fixed Assets: Impact of difference between Book and Tax Depreciation	4,16,471	0
Gross Deferred Tax Assets	4,16,471	0
TOTAL: DEFERRED TAX ASSETS (NET)	4,16,471	-8,599

In accordance with accounting standard 22, Accounting for taxes on Income, issued by the Institute of Chartered Accountants India, the Deferred Tax Assets (net of Liabilities) is provided in the books of account as at the end of the year.

NOTES No.11. LONG-TERM LOANS AND ADVANCES :

	AS AT 31.03.2018 Amount `	AS AT 31.03.2017 Amount `
1 Security Deposits:		
a Unsecured, considered good;	6,25,797	6,25,797
	6,25,797	6,25,797
TOTAL: LONG-TERM LOANS AND ADVANCES	6,25,797	6,25,797

NOTES No.12. OTHER NON-CURRENT ASSETS :

	AS AT 31.03.2018 Amount `	AS AT 31.03.2017 Amount `
Other Non-Current Assets:		
Deposits with maturity more than 12 months	37,28,498	93,12,068
TOTAL: OTHER NON-CURRENT ASSETS	37,28,498	93,12,068
	37,28,498	93,12,068

NOTES No.13. CURRENT INVESTMENTS :

	AS AT 31.03.2018 Amount `	AS AT 31.03.2017 Amount `
1 Investments in Equity Instruments (Quoted);		
a) 100000 (Prev. Yr.Nil) Equity Shares of Rs.10/- each fully paid up in <u>Hindustan Motors Ltd</u>	14,28,794	0
Investment in Mutual fund - PANTOMATH SABRIMALA AIF	65,31,283	
	79,60,077	0

MADHAV COPPER LIMITED.

NOTES TO FINANCIAL STATEMENT FOR THE PERIOD ENDED 31st MARCH 2018

NOTES No.14. INVENTORIES :

	AS AT 31.03.2018 Amount `	AS AT 31.03.2017 Amount `
- Raw Materials.	98,18,440	45,55,345
- Finished goods.	52,39,370	6,02,10,355
- Finished goods.(Branch Stock)	23,20,921	40,95,126
- Trading goods	0	84,55,353
- Consumables.	0	3,12,271
TOTAL: INVENTORIES	1,73,78,731	7,76,28,449

a) The quantity and value of the stock as taken & certified by the management of the company.

NOTES No.15. TRADE RECEIVABLES :

	AS AT 31.03.2018 Amount `	AS AT 31.03.2017 Amount `
1 Trade Receivables		
Unsecured, considered good unless stated otherwise		
O/s for period exceeding 6 months from the date of due:	0	11,062,550
Other Receivables:	13,73,64,969	7,54,72,594
TOTAL: TRADE RECEIVABLES	13,73,64,969	8,65,35,144

NOTES No.16. CASH AND CASH EQUIVALENTS :

	AS AT 31.03.2018 Amount `	AS AT 31.03.2017 Amount `
Cash and cash equivalents:		
Balances with banks;		
On current accounts	2,45,196	9,96,579
Cash on hand	70,970	1,19,488
TOTAL: CASH AND CASH EQUIVALENTS	3,16,166	11,16,067

NOTES No.17. SHORT-TERM LOANS AND ADVANCES :

	AS AT 31.03.2018 Amount `	AS AT 31.03.2017 Amount `
Other loans and advances: (Unsecured, considered good)		
a Advance to suppliers of goods & services.	77,08,910	16,58,330
b Balance with Govt. Authority	16,18,937	87,00,533
TOTAL: SHORT-TERM LOANS AND ADVANCES	93,27,847	1,03,58,862

NOTES No.18. OTHER CURRENT ASSETS :

	AS AT 31.03.2018 Amount `	AS AT 31.03.2017 Amount `
Other Assets:		
a Advance payment of Income tax (Net of Provisions)	53,59,839	30,85,255
b Interest Subsidy Receivable	5,72,535	7,15,190
TOTAL: OTHER CURRENT ASSETS	59,32,374	38,00,445

MADHAV COPPER LIMITED.

NOTES TO FINANCIAL STATEMENT FOR THE PERIOD ENDED 31st MARCH 2018

NOTES No.19. REVENUE FROM OPERATIONS :

	2017-2018 Amount `	2016-2017 Amount `
Sales of Products		
- Sales (Manufactured goods.)	151,95,20,980	46,18,15,356
- Sales Trading Goods	14,40,60,952	25,32,55,755
- Sales Branch	2,46,11,747	0
	168,81,93,679	71,50,71,111
Other Operating Revenue		
<u>Others:</u>		
Sales Industrial wast	60,648	0
Foreign Exchange gain (Export)	1,23,685	0
Kasar/discount Old outstanding w/off	99,121	1,021
	2,83,454	1,021
Revenue From operations (Gross)	168,84,77,132	71,50,72,132
Less : Excise duty	0	-642,579
TOTAL: REVENUE FROM OPERATIONS	168,84,77,132	71,44,29,553

NOTES No.20. OTHER INCOME :

	2017-2018 Amount `	2016-2017 Amount `
Interest Income		
DIC interest subsidy	5,69,688	3,27,268
	6,19,491	8,48,590
<u>Other non-operating income:</u>		
Profit on Sale of Assets	9,14,764	6,81,556
TOTAL: OTHER INCOME	21,03,943	18,57,414

NOTES No.21. COST OF MATERIALS CONSUMED :

	2017-2018 Amount `	2016-2017 Amount `
Materials Consumed:		
Inventory at the beginning of the year	45,55,345	1,46,39,055
Add: Purchases	143,97,89,319	47,57,28,616
	144,43,44,664	49,03,67,671
Less: Inventory at the end of the year	-98,18,440	-45,55,345
TOTAL:	143,45,26,224	48,58,12,326
Indigenous in %	92.47%	84.42%
Imported in %	7.53%	15.58%

NOTES No.22. PURCHASES OF STOCK-IN-TRADE :

	2017-2018 Amount `	2016-2017 Amount `
Trading Goods	12,58,02,800	25,91,37,543
Branch Purchase	0	0
TOTAL:	12,58,02,800	25,91,37,543
Particulars of Purchases of Stock in Trade		
- Copper Flat Scrap	12,58,02,800	25,91,37,543

MADHAV COPPER LIMITED.

NOTES TO FINANCIAL STATEMENT FOR THE PERIOD ENDED 31st MARCH 2018

NOTES No.23. CHANGES IN INVENTORIES OF FINISHED GOODS WORK-IN-PROGRESS AND STOCK-IN-TRADE :

	2017-2018 Amount `	2016-2017 Amount `
Inventories at the end of the year		
Finished Goods	31,70,830	6,00,63,683
Finished Goods Branch	23,20,921	40,95,126
Trading Goods	0	8,455,353
Copper Scrap	20,68,541	1,46,671
	75,60,291	7,27,60,833
Inventories at the beginning of the year		
Finished Goods	60,063,683	6,356,562
Finished Goods Branch	40,95,126	5,71,312
Trading Goods	8,455,353	0
Copper Scrap	146,671	0
	7,27,60,833	69,27,874
TOTAL CHANGE (Net)	65,200,542	-6,58,32,960

NOTES No.24. EMPLOYEE BENEFITS EXPENSE :

	2017-2018 Amount `	2016-2017 Amount `
Director Remuneration	4,22,400	0
Salaries, Wages & bonus	36,25,490	33,39,044
Contribution to Provident Funds.	1,81,300	0
Staff welfare expenses	15,157	44,038
Gratuity exp	98,580	2,36,707
TOTAL: EMPLOYEE BENEFITS EXPENSE	43,42,927	36,19,789

NOTES No.25. FINANCE COSTS :

	2017-2018 Amount `	2016-2017 Amount `
Interest	69,04,211	88,24,449
Bank charges & commission	23,05,137	15,28,762
TOTAL: FINANCE COSTS	92,09,348	1,03,53,212

NOTES No.26. DEPRECIATION AND AMORTIZATION EXPENSE :

	2017-2018 Amount `	2016-2017 Amount `
Depreciation/Amortization of tangible assets	66,07,763	44,66,535
Total Depreciation And Amortization Expense	66,07,763	44,66,535

MADHAV COPPER LIMITED.

NOTES TO FINANCIAL STATEMENT FOR THE PERIOD ENDED 31st MARCH 2018

NOTES No.27. OTHER EXPENSES :

	2017-2018 Amount `	2016-2017 Amount `
Manufacturing expenses.		
Factory Expenses.	0	15,750
Freight.	25,74,758	6,71,033
Motive Power.	58,00,966	40,02,535
Lab & Qc Expenses	39,205	8,730
Stores & Consumables.	12,32,526	4,26,611
Machinery Repairs & Maintenance	1,31,007	43,705
Packing Materials	2,39,017	7,98,491
Vat Credit Reduction.	4,64,692	16,673
	1,04,82,170	59,83,528
Administrative expenses.		
Advertisement Exp.	5,84,020	21,642
Audit Fees.	2,84,000	1,50,000
Director sitting fees	3,500	0
Speculation Loss	66,247	0
Insurance Exp.	1,74,790	1,32,362
Membership & Subscription.	8,930	19,627
Telephone & Postage.	75,201	1,31,479
Rent, Rates & Taxes.	2,94,672	1,97,375
Legal & Prof. Fees.	7,86,351	4,19,422
Office Expenses.	1,14,659	59,370
Stationery & Printing.	1,20,256	88,965
Traveling & Conveyance	3,87,426	2,37,064
	29,00,051	14,57,306
TOTAL: OTHER EXPENSES	1,33,82,221	74,40,834

NOTES No.28. EXCEPTIONAL ITEMS :

	2017-2018 Amount `	2016-2017 Amount `
Excess Provision Written Back	481,755	0
Prior Period Income	0	0
TOTAL: EXCEPTIONAL ITEMS	481,755	0