

# RK Bhalla & Co.

Chartered Accountants  
209, Namdhari Chambers, 9/54, Desh Bandhu Gupta Road,  
Karol Bagh, New Delhi - 110005  
Mob: 9811968321, E-mail : casurajbhalla@gmail.com

Residence:  
34, Sainik Vihar, Pitampura  
New Delhi - 110034

## INDEPENDENT AUDITOR'S REPORT

**To the Members of**

Shree Hari Om Utensils Private Limited

Gurgaon

### **Report on the Financial Statements**

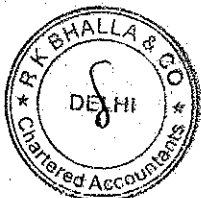
1. We have audited the accompanying standalone financial statements of Shree Hari Om Utensils Private Limited ("the Company"), which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

### **2. Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone 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 (as amended). This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act; safeguarding the assets of the Company; 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**

3. Our responsibility is to express an opinion on these standalone financial statements based on our audit.
4. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.
5. 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 standalone financial statements are free from material misstatement.



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

## Opinion

8. 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, of the state of affairs of the Company as at 31 March 2016, and its loss and its cash flows for the year ended on that date.

## Report on Other Legal and Regulatory Requirements

9. 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) Section 143 of the Act, we give in the Annexure I, a statement on the matters specified in paragraphs 3 and 4 of the Order.
10. 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 purpose 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;
  - c. The standalone financial statements 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 Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended);
  - e. On the basis of the written representations received from the directors as on 31 March 2016 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016 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:



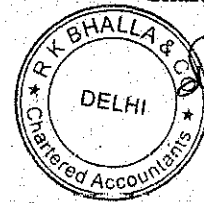
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- i. the Company does not have any pending litigations which would impact its standalone financial position;
- ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For R K Bhalla & Co.  
Regn. No. 024798N  
Chartered Accountants



*Suraj Bhalla*

Suraj Bhalla  
Partner  
M. No. 521246

Place : Gurgaon  
Dated : 25 MAY 2016

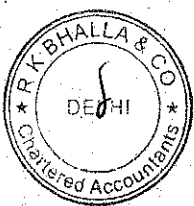
Re: [Shree Hari Om Utensils Private Limited] ('the Company')

**Annexure-I**

Referred to in paragraph (1) Report on Other Legal and Regulatory Requirements of our report of even date

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) The fixed assets have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of verification of the fixed assets is reasonable having regard to the size of the Company and the nature of its assets.
  - (c) According to the information and explanations given to us and on the basis of our examination of the records of the company, the title deeds of immovable property are held in the name of the company.
- (ii) The company does not have any inventory. Accordingly the provisions of Clause 3(ii) of the Order are not applicable.
- (iii) The Company has not granted loans, secured or unsecured to companies, firms and other parties covered in the register maintained under Section 189 of the Act. Accordingly the provisions of Clause 3(iii) of the Order are not applicable.
- (iv) 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 with respect to the loans, investments, guarantees and security.
- (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) To the best of our knowledge and belief, the Central Government has not specified maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of Company's products/ services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, , service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues as applicable, have generally been regularly deposited by the company with the appropriate authorities. No undisputed amounts were payable in respect thereof which were outstanding at the year-end for a period of more than six months from the date they became payable.



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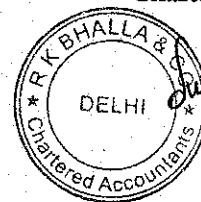
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- (b) According to the information and explanations given to us, there are no dues in respect of income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax and cess that have not been deposited with the appropriate authorities on account of any dispute.
- (viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has no dues payable to banks or financial institutions or debenture holders. Accordingly the provisions of Clause 3(viii) of the Order are not applicable.
- (ix) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, the provisions of clause 3(ix) of the Order are not applicable.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit
- (xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) In our opinion and according to the information and explanations given to us, the company is not a Nidhi company. Accordingly, paragraph 3(xii) of the order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For R K Bhalla & Co.  
Regn. No. 024798N  
Chartered Accountants



*Suraj Bhalla*

Suraj Bhalla  
Partner

M. No. 521246

Place : Gurgaon

Dated : 25 MAY 2016

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## Annexure - II to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of Shree Hari Om Utensils Private Limited ("the Company") as of 31 March 2016 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

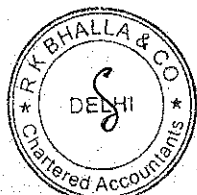
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### Auditors' Responsibility

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

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

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



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## 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 31 March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For R K Bhalla & Co.  
Regn. No. 024798N  
Chartered Accountants



*Suraj Bhalla*  
Suraj Bhalla  
Partner  
M. No. 521246

Place : Gurgaon

Dated : 25 MAY 2016

**SHREE HARI OM UTENSILS PRIVATE LIMITED**  
**Balance sheet as at March 31, 2016**  
(Unless otherwise stated, all amounts are in Indian Rupees)

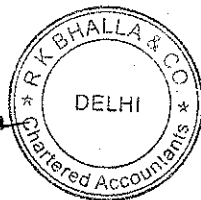
	Note	As at March 31, 2016	As at March 31, 2015
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholder's funds</b>			
Share capital	3	1,00,000	1,00,000
Reserves and surplus	4	(15,38,100)	(11,53,957)
		<b>(14,38,100)</b>	<b>(10,53,957)</b>
<b>Current liabilities</b>			
Short-term borrowings	5	24,14,700	23,93,700
Trade payables	6	69,850	49,462
Other current liabilities	7	12,77,533	9,36,258
		<b>37,62,083</b>	<b>33,79,420</b>
		<b>23,23,983</b>	<b>23,25,463</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed assets			
Tangible assets	8	23,22,780	23,22,780
		<b>23,22,780</b>	<b>23,22,780</b>
<b>Current assets</b>			
Cash and cash equivalents	9	1,203	991
Short-term loans and advances	10	-	1,692
		<b>1,203</b>	<b>2,683</b>
		<b>23,23,983</b>	<b>23,25,463</b>

The accompanying notes forms an integral part of the financial statements

This is the balance sheet referred to in our report of even date

For R K Bhalla & Co.  
Chartered Accountants  
Regn No. 024798N

*Suraj Bhalla*  
Suraj Bhalla  
Partner  
M No. 521246



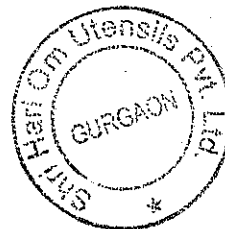
For and on behalf of the board of directors

*Vikas Guliani*  
Vikas Guliani  
Director  
Din No. 06873154

*Rohit Chauhan*  
Rohit Chauhan  
Director  
Din No. 07027950

Place : Gurgaon

Date 25 MAY 2016





**SHREE HARI OM UTENSILS PRIVATE LIMITED**  
**Statement of profit and loss for the year ended March 31, 2016**  
 (Unless otherwise stated, all amounts are in Indian Rupees)

	Note	For the year ended March 31, 2016	For the year ended March 31, 2015
<b>Revenue</b>			
<b>Total Revenue</b>		-	-
<b>Expenses</b>			
Finance costs	11	3,55,081	3,50,255
Other expenses	12	29,062	42,441
<b>Total expenses</b>		<b>3,84,143</b>	<b>3,92,696</b>
<b>Net Profit/ (Loss) for the year / period</b>		<b>(3,84,143)</b>	<b>(3,92,696)</b>
<b>Earnings per share</b>	13		
Basic earning per share		(38.41)	(39.27)
Diluted earning per share		(38.41)	(39.27)

The accompanying notes forms an integral part of the financial statements

This is the statement of profit and loss referred to in our report of even date

For **R K Bhalla & Co.**  
 Chartered Accountants  
 Regn No. 024798N

*Suraj Bhalla*

Suraj Bhalla  
 Partner  
 M No. 521246



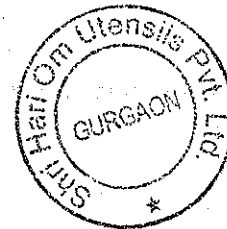
For and on behalf of the board of directors

*Vikas Guliani*  
 Vikas Guliani  
 Director  
 Din No. 06873154

*Rohit Chauhan*  
 Rohit Chauhan  
 Director  
 Din No. 07027950

Place : Gurgaon

Date : 25 MAY 2016



**SHREE HARI OM UTENSILS PRIVATE LIMITED**  
**Cash flow statement for the year ended March 31, 2016**  
(Unless otherwise stated, all amounts are in Indian Rupees)

	For the year ended March 31, 2016	For the year ended March 31, 2015
<b>A. Cash flow from/ (used in) operating activities</b>		
Net Profit/ (Loss) before tax	(3,84,143)	(3,92,696)
<b>Adjustments for :</b>		
Interest expense	3,54,237	3,48,811
<b>Operating loss before working capital changes</b>	<b>(29,906)</b>	<b>(43,885)</b>
<b>Changes in working capital:</b>		
<b>Adjustments for (increase) / decrease in operating assets:</b>		
Short-term loans and advances	1,692	(1,692)
<b>Adjustments for increase / (decrease) in operating liabilities:</b>		
Short-term borrowings	21,000	22,500
Trade payables	20,388	27,485
Other current liabilities	36,875	42,417
	<b>50,049</b>	<b>46,825</b>
<b>Net cash generated from / (used in) operating activities</b>	<b>50,049</b>	<b>46,825</b>
<b>B. Cash flow from / (used in) investing activities</b>		
<b>Net cash generated from / (used in) investing activities</b>	-	-
<b>C. Cash flow from/ (used in) financing activities</b>		
Interest paid	(49,837)	(47,715)
<b>Net cash generated from / (used in) financing activities</b>	<b>(49,837)</b>	<b>(47,715)</b>
<b>Net increase/ (decrease) in cash and cash equivalents</b>	<b>212</b>	<b>(890)</b>
Cash and cash equivalents at the beginning of the year	991	1,881
<b>Cash and cash equivalents at the end of the year</b>	<b>1,203</b>	<b>991</b>

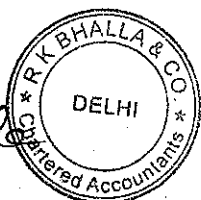
Particulars	As at March 31, 2016	As at March 31, 2015
<b>Components of cash and cash equivalents:</b>		
Cash in hand	923	923
Balances with Scheduled Banks		
On current accounts	280	68
	<b>1,203</b>	<b>991</b>

The accompanying notes forms an integral part of the financial statements

This is the statement of cash flows referred to in our report of even date

For R K Bhalla & Co.  
Chartered Accountants  
Regn No. 024798N

*Suraj Bhalla*  
Suraj Bhalla  
Partner  
M No. 521246



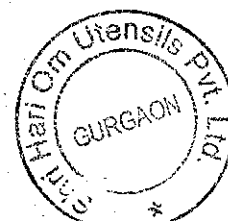
For and on behalf of the board of directors

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Vikas Guliani  
Director  
Din No. 06873154

*Rohit Chauhan*  
Rohit Chauhan  
Director  
Din No. 07027950

Place : Gurgaon

Date **25 MAY 2016**



## SHREE HARI OM UTENSILS PRIVATE LIMITED

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

[All amounts in Indian Rupees, except share data including share price, unless otherwise stated]

#### 1. Nature of Operations

Shree Hari Om utensils Private Limited ('the Company' or 'SPV') is the subsidiary of A2Z Green Waste Management Ltd. (Formerly A2Z Infrastructure Limited) from May 23<sup>rd</sup> 2014. It was incorporated at National Capital Territory of Delhi and Haryana on July 6, 2010 to carry on the business as manufacturer, Processor, seller, dealer, Importer, Exporter, on all kinds of ferrous and non-ferrous metals particularly stainless steel in the form of all kind of utensils, cutlery, hospital ware, canteen

#### 2. Statement of Significant Accounting Policies

##### a) Basis of preparation

The Financial Statements have been prepared to comply with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified). The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

##### b) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

##### c) 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.

##### Revenue from service contracts

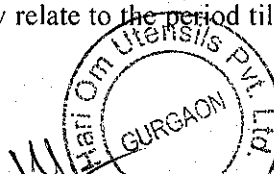
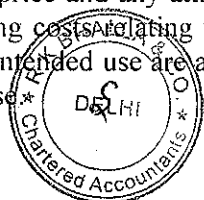
Revenue from service contracts are recognised pro-rata over the period of the contract as and when services are rendered.

##### Interest

Interest is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

##### d) Fixed Assets

Fixed assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.



e) Depreciation

In accordance with the requirements of Schedule II of the Companies Act, 2013, useful lives of the assets have been taken as:

Particulars	Useful Life
Building	30 Years
Office Equipment	5 Years
Plant and Machinery	15 Years
Computers	3 Years
Furniture and Fixtures	10 Years
Vehicles	8 Years

Garbage containers are depreciated on straight line basis over their estimated useful life of 7 years. Fibre reinforced plastic bins ('FRP Bins') are depreciated at the rate of 100% on straight line basis over their life of a single year.

f) Impairment

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

g) Retirement and Other Employment Benefits

i) Retirement benefits in the form of Provident Fund is a defined contribution scheme and the contributions are charged to the Profit and Loss Account of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective trusts.

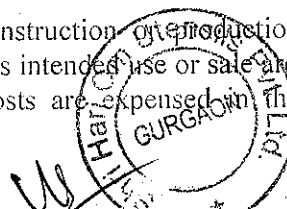
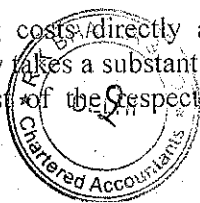
ii) Gratuity liability is defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded with an insurance Company in the form of a qualifying insurance policy.

iii) Accumulated leave, which is expected to be utilised within next twelve months, is treated as short term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date. The Company treats accumulated leave expected to be carried forward beyond twelve months, as long term employee benefit for measurement purposes. Such long term compensated absences are provided for based on actuarial valuation using the projected unit credit method at the year end. The Company presents the entire leave as a current liability the Balance sheet, since it does not have an unconditional right to defer its settlement for twelve months after the reporting date.

iv) Actuarial gains/losses are immediately taken to profit and loss account and are not deferred.

h) Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the year they occur.



Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

i) Foreign currency translation

*Foreign currency transactions*

*Initial Recognition*

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

*Conversion*

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

*Exchange Differences*

Exchange differences arising on the settlement of monetary items, or on reporting such monetary items of company at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.

*Forward Exchange Contracts not intended for trading or speculation purposes*

The premium or discount arising at the inception of forward exchange contracts is amortised as expense or income over the life of the contract. Exchange differences on such contracts are recognised in the statement of profit and loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognised as income or as expense for the year.

j) Inventories

Inventories are valued as follows:

(i) Raw materials, Stores and spares

Lower of cost and net realizable value. However, materials and other items held for use in production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on weighted average basis.

(ii) Finished goods

Lower of cost and net realizable value. Cost includes direct labour and a proportion of manufacturing overheads based on normal operating capacity. Cost is determined on weighted average basis.

Net realisation value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

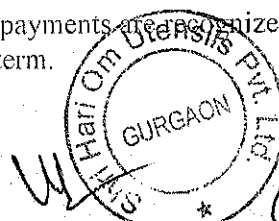
k) Segment Reporting:

Since the Company's business activity falls within a single business and geographical segment i.e. waste Collection & processing, there are no additional disclosures to be provided under Accounting Standard 17- 'Segment Reporting'.

l) Leases

*Where the Company is the lessee:*

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term are classified as operating leases. Operating lease payments are recognized as an expense in the Profit and Loss account on a straight-line basis over the lease term.



*Where the Company is the lessor:*

Assets subject to operating leases are included in fixed assets. Lease income is recognised in the Profit and Loss Account on a straight-line basis over the lease term. Costs, including depreciation are recognised as an expense in the Profit and Loss Account. Initial direct costs such as legal costs, brokerage costs, etc. are recognised immediately in the Profit and Loss Account.

m) Income Taxes:

Tax expense comprises of current and deferred 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. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and deferred tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

At each balance sheet date the Company re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realised.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The Company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

n) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average numbers of shares outstanding during the year are adjusted for bonus issue.

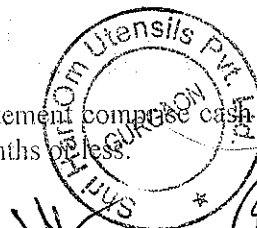
For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

o) Provisions

A provision is recognised when the Company has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

p) Cash and Cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.



**SHREE HARI OM UTENSILS PRIVATE LIMITED**

**Notes to the financial statements**

(Unless otherwise stated, all amounts are in Indian Rupees)

**Note 3: Share capital**

	As at March 31, 2016		As at March 31, 2015	
	Number	Amount	Number	Amount
<b>Authorised</b>				
Equity shares of Rs 10/- each	10,000	1,00,000	10,000	1,00,000
<b>Issued, subscribed and fully paid up</b>				
Equity shares of Rs 10/- each	10,000	1,00,000	10,000	1,00,000
	10,000	1,00,000	10,000	1,00,000

**Note 3.1: Reconciliation of equity share capital**

Particulars	As at March 31, 2016		As at March 31, 2015	
	Number	Amount	Number	Amount
Balance at the beginning of the year	10,000	1,00,000	10,000	1,00,000
Add : Shares issued during the year	-	-	-	-
<b>Balance at the end of the year</b>	<b>10,000</b>	<b>1,00,000</b>	<b>10,000</b>	<b>1,00,000</b>

**Note 3.2: Terms and rights attached to equity shares**

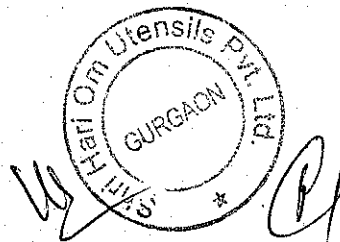
The Company has only one class of equity shares having the par value of Rs 10/- per share. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividend in Indian Rupees. In the events of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held

**Note 3.3: Detail of equity shares held by A2Z Green Waste Management Limited (Formerly A2z Infrastructure Limited) , the holding Company**

Particulars	As at March 31, 2016		As at March 31, 2015	
	Number	Amount	Number	Amount
<b>Equity shares of Rs 10/- each fully paid up</b>				
A2Z Green Waste Management Limited (Formerly A2z Infrastructure Limited)	10,000	1,00,000	10,000	1,00,000

**Note 3.4: Details of shareholders holding more than 5% shares in the Company**

Name of Shareholder	As at March 31, 2016		As at March 31, 2015	
	No. of shares	% of holding	No. of shares held	% of holding
<b>Equity shares of Rs 10/- each fully paid up</b>				
A2Z Green Waste Management Limited (Formerly A2z Infrastructure Limited)	10,000	100%	10,000	100%



**SHREE HARI OM UTENSILS PRIVATE LIMITED**  
**Notes to the financial statements**  
**(Unless otherwise stated, all amounts are in Indian Rupees)**

	As at March 31, 2016	As at March 31, 2015
<b>Note 4: Reserves and surplus</b>		
<b>Deficit in statement of profit and loss</b>		
Balance at the beginning of the year	(11,53,957)	(7,61,261)
Add: Transfer from statement of profit and loss	(3,84,143)	(3,92,696)
<b>Balance at the end of the year</b>	<b>(15,38,100)</b>	<b>(11,53,957)</b>

**Note 5: Short term borrowings (Unsecured)\***

Loan from holding Company	31,000	10,000
Loan from fellow subsidiary Company	23,83,700	23,83,700
	<b>24,14,700</b>	<b>25,93,700</b>

**\*Terms of repayment of unsecured loan**

The loans are having an interest rate of 14% per annum and are repayable on demand.

**Note 6: Trades payable**

a) Total outstanding dues of micro and small enterprises (Refer Note 6.1)	-	-
b) Total outstanding dues to others	69,850	49,462
	<b>69,850</b>	<b>49,462</b>

**Note 6.1: Disclosures under Micro, Small and Medium Enterprises Act, 2006**

Based on the information available with the Company, there are no dues outstanding in respect of Micro, Small and Medium enterprises at the balance sheet date. No amounts were payable to such enterprises which were outstanding for more than 45 days. Further, no interest during the year has been paid or payable in respect thereof. The above disclosure has been determined to the extent such parties have been identified on the basis of information available with the Company.

**Note 7: Other current liability**

Statutory dues payable	1,25,669	92,472
Interest accrued and due on short term borrowings	11,38,966	8,34,566
Payable to holding company	12,898	9,220
	<b>12,77,533</b>	<b>9,36,258</b>

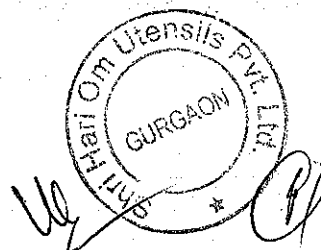
**Note 9 Cash and cash equivalents**

Cash on hand	923	923
Balances with banks		
- in current account	280	68
	<b>1,203</b>	<b>991</b>

**Note 10: Short terms loans and advances**

(unsecured considered good)

Advance recoverable in cash or kind or value to be received	-	1,692
	-	<b>1,692</b>

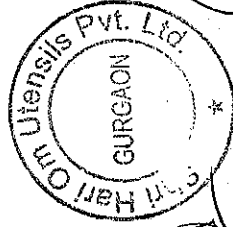
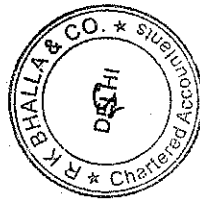




**SHREE HARI OM UTENSILS PRIVATE LIMITED**  
 Notes forming part of the financial statements  
 (Unless otherwise stated, all amounts are in Indian Rupees)

**Note 8: Fixed assets**

Particulars	Gross Block				Accumulated Depreciation			Net Block	
	As at April 1, 2015	Additions	Sale / adjustment	As at March 31, 2016	As at April 1, 2015	Charge for the year	Sale / adjustment	As at March 31, 2016	As at March 31, 2015
Tangible Assets									
Land	23,22,780	-	-	23,22,780	-	-	-	23,22,780	23,22,780
Total	23,22,780	-	-	23,22,780	-	-	-	23,22,780	23,22,780
Previous year	23,22,780	-	-	23,22,780	-	-	-	23,22,780	23,22,780



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**SHREE HARI OM UTENSILS PRIVATE LIMITED**

**Notes to the financial statements**

(Unless otherwise stated, all amounts are in Indian Rupees)

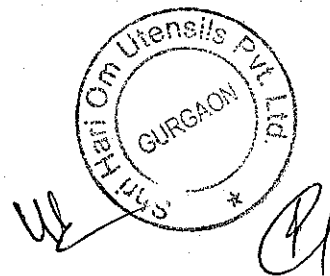
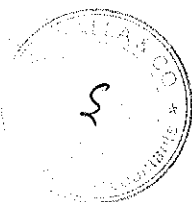
	For the year ended March 31, 2016	For the year ended March 31, 2015
<b>Note 11: Finance costs</b>		
Bank charges	844	1,444
Interest on short term unsecured borrowing	3,37,597	3,34,293
Interest- other	16,640	14,518
	<b>3,55,081</b>	<b>3,50,255</b>

<b>Note 12: Other expenses</b>		
Fee and subscription	7,062	8,733
Legal and professional charges	12,000	13,708
Payment to auditors		
As auditor:		
-Statutory audit fees	10,000	10,000
Miscellaneous expenses	-	10,000
	<b>29,062</b>	<b>42,441</b>

**Note 13: Earnings per share (EPS)**

The calculations of earning per share are based on the profit / (losses) and number of shares as computed below:

Net profit / (loss) for the year / period	(3,84,143)	(3,92,696)
Basic earning per share	(38.41)	(39.27)
Diluted earning per share	(38.41)	(39.27)
Face value of share	10	10
Weighted average number of shares used in computing Basic EPS	10,000	10000
Weighted average number of shares used in computing Diluted EPS	10,000	10000



**SHREE HARI OM UTENSILS PRIVATE LIMITED**

Notes to the financial statements

(Unless otherwise stated, all amounts are in Indian Rupees)

**Note 14: Related Party**

**Note 14.1: Names of related parties**

**Ultimate Holding Company**

M/s A2Z Infra Engineering Limited (Formerly A2Z Maintenance & Engineering Services Limited)

**Holding Company**

M/s A2Z Green Waste Management Limited (Formerly A2Z Infrastructure Limited)

**Fellow Subsidiaries**

**I) Fellow subsidiaries of A2Z Green Waste Management Limited**

1. A2Z Waste Management (Merrut) Limited
2. A2Z Waste Management (Moradabad) Limited
3. A2Z Waste Management (Varanasi) Limited
4. A2Z Waste Management (Badaun) Limited
5. A2Z Waste Management (Balua) Limited
6. A2Z Waste Management (Fatehpur) Limited
7. A2Z Mayo SNT Waste Management (Nanded) Pvt. Ltd.
8. A2Z Waste Management (Jaunpur) Limited
9. A2Z Waste Management (Loni) Limited
10. A2Z Waste Management (Mirzapur) Limited
11. A2Z Waste Management (Ranchi) Limited
12. A2Z Waste Management (Sambhal) Limited
13. A2Z Waste Management (Ludhiana) Limited
14. A2Z Waste Management (Dhanbad) Private Limited
15. Green Waste Management Private Limited (till 27.01.2016)
16. A2Z Waste Management (Jaipur) Limited
17. A2Z Waste Management (Ahmedabad) Limited
18. A2Z Waste Management (Aligarh) Limited
19. Shree Balaji Pottery Private Limited (with effect from May 23, 2014)
20. Earth Environment Management Services Private Limited (with effect from June 30, 2014)

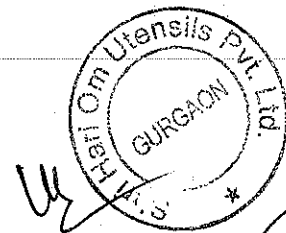
**II) Subsidiaries of A2Z Infra Engineering Limited (Formerly A2Z Maintenance and Engineering Services Limited)**

1. A2Z Infraservices Limited
2. A2Z Powertech Limited
3. A2Z Powercom Limited
4. Selligence Technologies Services Private Limited
5. Mansi Bijlee & Rice Mills Limited
6. Star Transformers Limited
7. Chavan Rishi International Limited
8. A2Z Maintenance & Engineering Services (Uganda) Private Limited till 30.03.2016
9. Magic Genie Services Limited (Formerly known as A2Z Water Solutions Limited w.e.f 18.03.2015)
10. A2Z Singapore Waste Management Holdings Private Limited (till 17.03.2016)
11. A2Z Waste Management (Nainital) Private Limited
12. A2Z Green Waste Management Limited (Formerly A2z Infrastructure Limited)

**III) Associates of A2Z Green Waste Management Limited (Formerly A2z Infrastructure Limited)**

1. A2Z Anaerobic Digestion Limited (Formerly A2Z Waste Management (Basti) Limited)\*

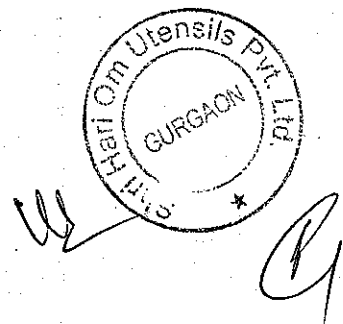
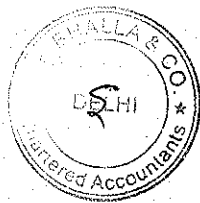
\*The Company ceased to be Associate of A2Z Green Waste Management Limited w.e.f. 01.04.2016



**SHREE HARI OM UTENSILS PRIVATE LIMITED**  
**Notes to the financial statements**  
(Unless otherwise stated, all amounts are in Indian Rupees)

**Note 14.2: Related Party Transactions**

Particulars	For the year ended March 31, 2016		For the year ended March 31, 2015	
	Holding Company	Fellow Subsidiary	Holding Company	Fellow Subsidiary
<b>Transactions during the year / period</b>				
<b>Short term loan taken</b>				
- A2Z Green Waste Management Limited (Formerly A2z Infrastructure Limited)	21,000		10,000	
- A2Z Waste Management (Ludhiana) Limited				12,500
<b>Interest expenses on loan taken</b>				
- A2Z Waste Management (Varanasi) Limited		3,31,968		3,31,968
- A2Z Green Waste Management Limited (Formerly A2z Infrastructure Limited)	3,879		909	
- A2Z Waste Management (Ludhiana) Limited		1,750		1,416
<b>Expenses incurred on behalf of Company</b>				
- A2Z Green Waste Management Limited (Formerly A2z Infrastructure Limited)	3,678		9,220	
<b>Balance outstanding as at the end of the year / period</b>				
<b>Short term borrowings</b>				
- A2Z Waste Management (Varanasi) Limited		23,71,200		23,71,200
- A2Z Green Waste Management Limited (Formerly A2z Infrastructure Limited)	31,000		10,000	
- A2Z Waste Management (Ludhiana) Limited		12,500		12,500
<b>Other current liability (Interest)</b>				
- A2Z Waste Management (Varanasi) Limited		11,31,012		8,32,241
- A2Z Green Waste Management Limited (Formerly A2z Infrastructure Limited)	4,788		909	
- A2Z Waste Management (Ludhiana) Limited		3,166		1,416
<b>Trade payable</b>				
- A2Z Green Waste Management Limited (Formerly A2z Infrastructure Limited)	12,898		9,220	



**SHREE HARI OM UTENSILS PRIVATE LIMITED**

**Notes to the financial statements**

**(Unless otherwise stated, all amounts are in Indian Rupees)**

**Note 15: Income taxes**

**Current taxes**

The Company does not have any taxable income for the year ended March 31, 2016 under the Income Tax Act, 1961. Accordingly, no provision for income tax has been made in these financial statements.

**Deferred tax**

The Company follows Accounting Standard (AS-22) "Accounting for taxes on Income" as Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act. Due to accumulated losses, the Company has deferred tax asset with loss as a major component. Since there is no convincing evidence which demonstrates virtual certainty of realization of such deferred tax asset in the near future, the Company has not recognized deferred tax asset on such timing differences.

**Note 16:** Previous year's figures have been regrouped where necessary to confirm to this year's classification

As per our report of even date

For R K Bhalla & Co.  
Chartered Accountants  
Regn No. 024798N

*Suraj Bhalla*

Suraj Bhalla  
Partner  
M No. 521246



For and on behalf of the board of directors

*Vikas Guliani*

Vikas Guliani  
Director  
Din No. 06873154

*Rohit Chauhan*

Rohit Chauhan  
Director  
Din No. 07027950

Place : Gurgaon

Date : 5 MAY 2016

