

**DHAMANKHOL FINTRADE PRIVATE LIMITED**

Balance Sheet as at 31st March, 2018

CIN: U74999MH2010PTC203204

Amounts in INR

Particulars	Note no.	As at 31st March, 2018	As at 31st March, 2017
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Financial Assets			
Investments	2	842,00,000	842,00,000
<b>Total Non-Current Assets</b>		<b>842,00,000</b>	<b>842,00,000</b>
<b>Current Assets</b>			
Financial Assets			
Cash and cash equivalents	3	12,107	12,107
Bank balance other than cash and cash equivalents	4	8,25,902	7,80,788
Other Current Assets	5	19,80,871	5,279
Current Tax Assets (Net)	10	18,18,208	19,75,591
<b>Total Current Assets</b>		<b>46,37,088</b>	<b>27,73,765</b>
<b>TOTAL ASSETS</b>		<b>888,37,088</b>	<b>869,73,765</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity Share Capital	6	5,00,000	5,00,000
Other Equity	7	410,63,700	401,57,875
<b>Total Equity</b>		<b>415,63,700</b>	<b>406,57,875</b>
<b>Liabilities</b>			
<b>Non-Current Liabilities</b>			
Financial Liabilities			
Borrowings	8	287,33,900	260,98,757
Deferred Tax Liabilities(Net)	10	144,21,185	179,53,284
<b>Total Non-Current Liabilities</b>		<b>431,55,085</b>	<b>440,52,041</b>
<b>Current Liabilities</b>			
Financial Liabilities			
Other financial liabilities	9	41,18,303	1,04,749
Current Tax Liabilities (Net)	10	-	21,59,100
<b>Total Current Liabilities</b>		<b>41,18,303</b>	<b>22,63,849</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>888,37,088</b>	<b>869,73,765</b>
<b>Significant accounting policies &amp; key accounting estimates and Judgements</b>	1		

The accompanying notes form an integral part of financial statements.

As per our attached report of even date

For Shah Gupta & Co.  
Chartered Accountants  
Firm Registration No: 109574W

*navish*

**NARESH BHUTA**  
Partner  
Membership No. 135823

Date : 3rd May, 2018  
Place : Mumbai



For and on behalf of the Board of Directors

*Navan*  
**NAVEEN KUMAR**  
Director  
DIN : 07099121

*Sudip*  
**SUDIP MISHRA**  
Director  
DIN : 03428213

*R.*

**DHAMANKHOL FINTRADE PRIVATE LIMITED**  
Statement of Profit and Loss for the year ended 31st March, 2018

Amounts in INR

Particulars	Note no.	For the year ended 31st March, 2018	For the year ended 31st March, 2017
<b>INCOME</b>			
Other Income	11	50,127	55,769
<b>Total Income (1)</b>		<b>50,127</b>	<b>55,769</b>
<b>EXPENSES</b>			
Finance Cost	12	26,43,249	23,93,560
Other Expenses	13	24,454	25,049
<b>Total Expenses (2)</b>		<b>26,67,703</b>	<b>24,18,609</b>
<b>Loss Before Tax (1-2)</b>		<b>(26,17,576)</b>	<b>(23,62,840)</b>
<b>Tax Expense</b>			
Current tax	10	8,698	1,88,771
Deferred Tax	10	(35,32,099)	(7,39,610)
<b>Profit/ (Loss) for the Year (3)</b>		<b>9,05,825</b>	<b>(18,12,001)</b>
<b>Other Comprehensive Profit / (Loss) for the year (4)</b>		-	-
<b>Total Comprehensive Profit / (Loss) for the year (3+4)</b>		<b>9,05,825</b>	<b>(18,12,001)</b>
<b>Earnings per equity share</b> (Face value of equity share of Rs. 10 each)			
Basic (Rs.)	18	18.12	(36.24)
Diluted (Rs.)	18	18.12	(36.24)
<b>Significant accounting policies &amp; key accounting estimates and Judgements</b>	1		

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

As per our attached report of even date

For Shah Gupta & Co.  
Chartered Accountants  
Firm Registration No: 109574W

*narush*

**NARESH BHUTA**  
Partner  
Membership No. 135823



For and on behalf of the Board of Directors

*Naven Kumar*

**NAVEEN KUMAR**  
Director  
DIN : 07099121

*Sudip Mishra*

**SUDIP MISHRA**  
Director  
DIN : 03428213

Date : 3rd May, 2018  
Place : Mumbai

*A.*

**DHAMANKHOL FINTRADE PRIVATE LIMITED**  
Statement of Changes in Equity for the year ended 31st March, 2018

**A) EQUITY SHARE CAPITAL**

Amounts in INR

Balance as at 1st April, 2017	Changes in equity share capital during the year	Balance as at 31st March, 2018
5,00,000	-	5,00,000

Amounts in INR

Balance as at 1st April, 2016	Changes in equity share capital during the year	Balance as at 31st March, 2017
5,00,000	-	5,00,000

**B) OTHER EQUITY**

Amounts in INR

Particulars	Retained Earnings	Interest free Borrowings - Promoters' Contribution	Total equity attributable to equity holders of the Company
<b>Balance as at 1st April, 2017</b>	(31,50,227)	433,08,102	401,57,875
Profit for the year	9,05,825	-	9,05,825
<b>Balance as at 31st March, 2018</b>	<b>(22,44,402)</b>	<b>433,08,102</b>	<b>410,63,700</b>

Amounts in INR

Particulars	Retained Earnings	Interest free Borrowings - Promoters' Contribution	Total equity attributable to equity holders of the Company
<b>Balance as at 1st April, 2016</b>	(13,38,226)	433,08,102	419,69,876
Loss for the year	(18,12,001)	-	(18,12,001)
<b>Balance as at 31st March, 2017</b>	<b>(31,50,227)</b>	<b>433,08,102</b>	<b>401,57,875</b>

As per our attached report of even date

For and on behalf of the Board of Directors

For Shah Gupta & Co.  
Chartered Accountants  
Firm's Registration No: 109574W

*navesh*

**NARESH BHUTA**  
Partner  
Membership No. 135823

Date : 3rd May, 2018  
Place : Mumbai



*Navan*

**NAVEEN KUMAR**  
Director  
DIN : 07099121

*Sudip*

**SUDIP MISHRA**  
Director  
DIN : 03428213

*d.*

**DHAMANKHOL FINTRADE PRIVATE LIMITED**  
Statement of Cash Flows for the year ended 31st March, 2018

Amounts in INR

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
<b>[A] Cash Flows from Operating Activities</b>		
Loss before tax	(26,17,576)	(23,62,840)
Interest expenses on fair valuation of Borrowings	26,35,143	23,93,560
Interest income	(50,127)	(52,618)
<b>Operating loss before working capital changes</b>	<b>(32,560)</b>	<b>(21,898)</b>
(Increase)/ Decrease in trade and other receivables	(18,26,907)	(5,055)
Increase/ (Decrease) in trade and other payables	18,54,454	21,691
<b>Cash used in operating activities</b>	<b>(5,013)</b>	<b>(5,262)</b>
Direct taxes paid (net of refunds)	-	-
<b>Net cash used in operating activities [ A ]</b>	<b>(5,013)</b>	<b>(5,262)</b>
<b>[B] Cash Flows from Investing Activities</b>		
Interest income	50,127	52,618
Investment in Fixed Deposit	(45,114)	(47,356)
<b>Net cash generated from investing activities [B]</b>	<b>5,013</b>	<b>5,262</b>
<b>[C] Cash Flows from Financing Activities</b>		
<b>Net cash generated from financing activities [C]</b>	-	-
<b>Net Increase in Cash and Bank Balances [A+B+C]</b>	-	-
Cash and cash equivalents at beginning of the year	12,107	12,107
Cash and cash equivalents at end of the year	12,107	12,107

**Notes :**

(a) The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard (IND AS-7)

As per our attached report of even date

For and on behalf of the Board of Directors

**For Shah Gupta & Co.**  
Chartered Accountants  
Firm's Registration No: 109574W

*narish*

**NARESH BHUTA**  
Partner  
Membership No. 135823



*Kumar*

**NAVEEN KUMAR**  
Director  
DIN : 07099121

*Disha*

**SUDIP MISHRA**  
Director  
DIN : 03428213

Date : 3rd May, 2018  
Place : Mumbai

**DHAMANKHOL FINTRADE PRIVATE LIMITED**  
**Statement of Cash Flows for the year ended 31st March, 2018 (Contd.)**

**(b) Amendment to IND AS 7**

The amendments to IND AS 7 cashflow statements requires the entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the balance sheet for liabilities arising from financing activities, to meet the disclosure requirements. This amendment has become effective from 1st April, 2017 and the required disclosure is made below. There is no other impact on the financial statements due to this amendment.

Amounts in INR

Particulars	As at 31st March, 2017	Non-cash changes		As at 31st March, 2018
		Fair value changes		
Long-term borrowings	260,98,757	26,35,144		287,33,900
<b>Total liabilities from financing activities</b>	<b>260,98,757</b>	<b>26,35,144</b>		<b>287,33,900</b>

As per our attached report of even date

**For Shah Gupta & Co.**  
Chartered Accountants  
Firm's Registration No: 109574W

For and on behalf of the Board of Directors

*naresh*

**NARESH BHUTA**  
Partner  
Membership No. 135823



*Navan*

**NAVEEN KUMAR**  
Director  
DIN : 07099121

*Sudip*

**SUDIP MISHRA**  
Director  
DIN : 03428213

Date : 3rd May, 2018  
Place : Mumbai

*d.*

# DHAMANKHOL FINTRADE PRIVATE LIMITED

## Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2018

### COMPANY OVERVIEW

Dhamankhol Fintrade Private Limited is a private limited company, domiciled in India and incorporated in under the provision of Companies Act applicable in India.

The Company is engaged in providing management and consultancy services in various logistic related activities in support of JSW Group.

### 1. SIGNIFICANT ACCOUNTING POLICIES AND KEY ACCOUNTING ESTIMATES AND JUDGEMENTS

#### 1.1 Basis of preparation of financial statements

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) under the provisions of the Companies Act, 2013 ('Act') (to the extent notified). The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

These financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting except for certain financial assets and financial liabilities that are measured at fair values at the end of each reporting period, as stated in the accounting policies set out below. The accounting policies have been applied consistently over all the periods presented in these financial statements.

Accounting policies have been consistently applied 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.

#### 1.2 Significant Accounting Policies

##### 1. Property, Plant and Equipment

Property, plant and equipment are measured at acquisition cost less accumulated depreciation and accumulated impairment losses. Costs directly attributable to acquisition are capitalized until the property, plant and equipment are ready for use, as intended by Management. The Company depreciates property, plant and equipment over their estimated useful lives using the straight-line method as prescribed under Part C of schedule II of the Companies Act, 2013 except for the assets mentioned below for which useful life estimated by the management. The Identified components of fixed assets are depreciated over their useful lives and the remaining components are depreciated over the life of the principal assets.

Depreciation methods, useful lives and residual values are reviewed periodically, including at each financial year end.

Freehold land is not depreciated and Leasehold land is amortized over the period of lease.

The cost of an item of property, plant and equipment comprises of its purchase price including import duties and other non-refundable purchase taxes or levies, directly attributable cost of bringing the asset to its working condition for its intended use and the initial estimate of decommissioning, restoration and similar liabilities, if any. Any trade discounts and rebates are deducted in arriving at the purchase price.

Advances paid towards the acquisition of property, plant and equipment outstanding at each Balance Sheet date is classified as capital advances under other non-current assets and the cost of assets not put to use



# DHAMANKHOL FINTRADE PRIVATE LIMITED

## Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2018

before such date are disclosed under 'Capital work-in-progress'. Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably. Repairs and maintenance costs are recognized in net profit in the Statement of Profit and Loss when incurred. The cost and related accumulated depreciation are eliminated from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the Statement of Profit and Loss. Assets to be disposed off are reported at the lower of the carrying value or the fair value less cost to sell.

The carrying amount of an item of property, plant and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the derecognition of an item of property, plant and equipment is measured as the difference between the net disposal proceeds and the carrying amount of the item and is recognized in the Statement of Profit and Loss when the item is derecognized.

### 2. Intangible Assets

Intangible assets are stated at cost less accumulated amortization and impairment. Intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, from the date that they are available for use. The estimated useful lives of an identifiable intangible asset is based on a number of factors including the effects of obsolescence, demand, competition, and other economic factors (such as the stability of the industry, and known technological advances), and the level of maintenance expenditures required to obtain the expected future cash flows from the asset. Amortization methods and useful lives are reviewed periodically including at each financial year end.

### 3. Cash and Cash Equivalents

Cash and short-term deposits in the Balance Sheet comprise cash at banks, cheque on hand, short-term deposits with a maturity of three months or less from the date of acquisition, which are subject to an insignificant risk of changes in value.

### 4. Statement of Cash Flow

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

### 5. Leases

Assets given/taken on lease in which a significant portion of the risks and rewards of ownership are not transferred to the lessee are classified as operating leases. Lease payment/Income made under operating leases are charged to the Statement of Profit and Loss on a straight-line basis over the period of the lease unless the Payments/Receipts are structured to increase in line with expected general inflation to compensate for the Company's expected inflationary cost increases.

#### Company as lessee

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risk and rewards incidental to ownership to the Company is classified as a finance lease.

Finance leases are capitalized at the commencement of the lease at the inception date fair value of the leased property or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of



# DHAMANKHOL FINTRADE PRIVATE LIMITED

## Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2018

interest on the remaining balance of the liability. Finance charges are recognized in finance cost in the statement of profit and loss, unless they are directly attributable to qualifying assets, in which case they are capitalized in accordance with the Company's general policy on the borrowing costs. Contingent rentals are recognized as expenses in the period in which they are incurred.

A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term, the assets is depreciated over the shorter of the estimated useful life of the asset and the lease term.

Operating lease payments are recognized as an expense in the statement of profit and loss on a straight line basis over the lease term.

### Company as a lessor

Leases in which the Company does not transfer substantially all the risk and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognized on a straight line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased assets and recognized over the lease term on the same basis as rental income. Contingent rents are recognized as revenue in the period in which they are earned.

Lease are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Company to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

### 6. Fair Value Measurement

The Company measures financial instruments at fair value in accordance with accounting policies at each reporting date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company.

The fair value of asset or a liability is measured using the assumptions that market participants would use in pricing the asset or liability, assuming that market participant at in their economic best interest.

A fair value measurement of a non-financing asset takes into account a market participant's ability to generate economic benefit by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.





# DHAMANKHOL FINTRADE PRIVATE LIMITED

## Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2018

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognized in the Balance Sheet on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

### 7. Financial instruments

Financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

#### a) Investments and other financial assets:

##### Classification

The Company classifies its financial assets in the following measurement categories:

- i) those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- ii) those measured at amortized cost.

The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

##### Initial recognition and measurement

Financial assets are recognized when the Company becomes a party to the contractual provisions of the instrument. Financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the Statement of Profit and Loss.

##### Sub-sequent measurement

After initial recognition, financial assets are measured at:

- i) fair value (either through other comprehensive income or through profit or loss) or,
- ii) amortized cost



## DHAMANKHOL FINTRADE PRIVATE LIMITED

### Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2018

#### **Debt instruments**

Subsequent measurement of debt instruments depends on the business model of the Company for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the Company classifies its debt instruments:

**Measured at amortized cost:** Financial assets that are held within a business model whose objective is to hold financial assets in order to collect contractual cash flows that are solely payments of principal and interest, are subsequently measured at amortized cost using the effective interest rate ('EIR') method less impairment, if any, the amortization of EIR and loss arising from impairment, if any is recognized in the Statement of Profit and Loss.

**Measured at fair value through other comprehensive income (FVTOCI):** Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognized in the other comprehensive income (OCI). Interest income measured using the EIR method and impairment losses, if any are recognized in the Statement of Profit and Loss.

#### **Gains or losses on De-recognition**

In case of investment in equity instrument classified as the FVTOCI, the gains or losses in de recognition are reclassified to retained earnings.

In the case of investment in debt instrument classified as the FVTOCI, the gains or losses in de recognition are reclassified to Statement of Profit and Loss.

**Measured at fair value through profit or loss (FVTPL):** A financial asset not classified as either amortized cost or FVTOCI, is classified as FVTPL. Such financial assets are measured at fair value with all changes in fair value, including interest income and dividend income if any, recognized as 'other income' in the Statement of Profit and Loss.

#### **Equity Instruments**

The Company subsequently measures all investments in equity instruments at fair value. The Management of the Company has elected to present fair value gains and losses on its investment equity instruments in other comprehensive income, and there is no subsequent reclassification of these fair value gains and losses to the Statement of Profit and Loss. Dividends from such investments continue to be recognized in the Statement of Profit and Loss as other income when the Company's right to receive payments is established.

Changes in the fair value of financial assets at fair value through profit or loss are recognized in the Statement of Profit and Loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVTOCI are not reported separately from other changes in fair value.

#### **Impairment of financial assets:**

The Company assesses on a forward looking basis the expected credit losses associated with its financial assets carried at amortized cost and FVTOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk.



## DHAMANKHOL FINTRADE PRIVATE LIMITED

### Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2018

For trade receivable only, the Company applies the simplified approach permitted by Ind AS - 109 Financial Instruments, which requires expected lifetime losses to be recognized from initial recognition of such receivables.

#### **De-recognition:**

A financial asset is de-recognized only when

- i) The Company has transferred the rights to receive cash flows from the financial asset or
- ii) Retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is de-recognized.

Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not de-recognized.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognized if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognized to the extent of continuing involvement in the financial asset.

#### **Income recognition:**

##### **Interest Income**

Interest income from debt instruments is recognized using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

##### **Dividends**

Dividends are recognized in the Statement of Profit and Loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company, and the amount of the dividend can be measured reliably.

#### **b) Financial liabilities**

##### **Financial liabilities:**

Classification as debt or equity Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

Initial recognition and measurement Financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instrument. Financial liabilities are initially measured at fair value.

Subsequent measurement Financial liabilities are subsequently measured at amortized cost using the effective interest rate method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognized in the Statement of Profit and Loss.



# DHAMANKHOL FINTRADE PRIVATE LIMITED

## Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2018

### De-recognition:

A financial liability is derecognized when the obligation specified in the contract is discharged, cancelled or expires.

### Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the Balance Sheet where there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty

### 8. Provisions, Contingent liabilities, Contingent assets and Commitments

A provision is recognized when the Company has a present obligation as a result of past events and 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.

When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the 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.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

Contingent liability is disclosed in the case of:

- a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- a present obligation arising from past events, when no reliable estimate is possible
- a possible obligation arising from past events, when the probability of outflow of resources is remote.

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets.

Provisions, contingent liabilities, contingent assets and commitments are reviewed at each Balance Sheet date.

### 9. Earnings per Equity Share

Basic earnings per equity share are computed by dividing the net profit attributable to the equity holders of the Company by the weighted average number of equity shares outstanding during the period. Diluted earnings per equity share is computed by dividing the net profit attributable to the equity holders of the Company by the weighted average number of equity shares considered for deriving basic earnings per equity



## DHAMANKHOL FINTRADE PRIVATE LIMITED

### Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2018

share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value (i.e. the average market value of the outstanding equity shares). Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

#### 10. Taxes

Tax expense comprises current and deferred income tax. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. Current income tax [including Minimum Alternate Tax (MAT)] is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantially enacted at the reporting date.

Current income tax relating to items recognize outside the statement of profit and loss is recognized outside the statement of profit and loss (either in other comprehensive income or in equity). Current tax items are recognized in correlation to the underline transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and established provisions where appropriate.

Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date.

A deferred income tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized. Deferred tax relating to items recognized outside the statement of profit and loss are recognized in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Deferred income taxes are not provided on the undistributed earnings of Company where it is expected that the earnings of the Company will not be distributed in the foreseeable future. The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously. Tax benefits of deductions earned on exercise of employee share options in excess of compensation charged to income are credited to share premium.

#### 11. Foreign Currency Translation

The financial statements are presented in Indian rupee (INR), which is Company's functional and presentation currency. Transactions in foreign currencies are recognized at the prevailing exchange rates on the transaction dates. Realized gains and losses on settlement of foreign currency transactions are recognized in the Statement of Profit and Loss.



# DHAMANKHOL FINTRADE PRIVATE LIMITED

## Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2018

Monetary foreign currency assets and liabilities at the year-end are translated at the year-end exchange rates and the resultant exchange differences are recognized in the Statement of Profit and Loss.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss. Foreign currency borrowing is a long-term foreign currency monetary item which is re-measured at each period end date at the exchange rate.

### 12. Current and Non-Current Classification

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle (twelve months) and other criteria set out in the Schedule III to the Act.

### 13. Employee Benefits

#### Short term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and they are recognized in the period in which the employee renders the related service. The Company recognizes the undiscounted amount of short term employee benefits expected to be paid in exchange for services rendered as a liability (accrued expense) after deducting any amount already paid.

#### Post-Employment Benefits

Payments to defined contribution schemes are recognized as an expense when employees have rendered the service entitling them to the contribution. The cost of providing benefits under the defined benefit scheme is determined using the projected unit credit method with actuarial valuations being carried out at each Balance Sheet date, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measure each unit separately to build up the final obligation. The parent Company and its Indian subsidiaries operate defined contribution plans pertaining to Employee State Insurance Scheme for all applicable employees.

#### 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 recognizes the net obligation of a defined benefit plan in its Balance Sheet as an asset or liability. Gains and losses through re-measurements of the net defined benefit liability/(asset) are recognized in other comprehensive income. The actual return of the portfolio of plan assets, in excess of the yields computed by applying the discount rate used to measure the defined benefit obligation is recognized in other comprehensive income. The effect of any plan amendments is recognized in net profit in the Statement of Profit and Loss.



# DHAMANKHOL FINTRADE PRIVATE LIMITED

## Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2018

### **Provident fund**

Eligible employees of Company receive benefits from a provident fund, which is a defined benefit plan. Both the eligible employee and the Company make monthly contributions to the provident fund plan equal to a specified percentage of the covered employee's salary.

### **Compensated absences**

The Company has a policy on compensated absences which are both accumulating and non-accumulating in nature. The expected cost of accumulating compensated absences is determined by actuarial valuation performed by an independent actuary at each Balance Sheet date using projected unit credit method on the additional amount expected to be paid/availed as a result of the unused entitlement that has accumulated at the Balance Sheet date. Expense on non-accumulating compensated absences is recognized in the period in which the absences occur.

### **Stock based compensation**

The compensation cost of the stock options granted to employees is calculated using the Fair value of the stock options. The compensation expense is amortized uniformly over the vesting period of the options.

### **14. 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, regardless of the when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

### **15. Other Income**

Other income is comprised primarily of interest income, mutual fund income, exchange gain/ loss. All debts instrument measured either at amortized cost or at fair value through other comprehensive income, interest income is recorded using the effective interest rate (EIR). EIR is the rate exactly discounts the estimated cash payments or receipt over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortized cost of financial liability. When calculating the EIR, the Company estimates the expected cash flow by considering all the contractual terms of the financial instrument but does not consider the expected credit losses. Mutual fund is recognized at fair value through Profit and Loss.

### **16. Inventory**

Consumables, construction materials and stores and spares are valued at lower of cost and net realizable value. Obsolete, defective, unserviceable and slow/ non-moving stocks are duly provided for. Cost is determined by the weighted average cost method.

### **17. Borrowing Costs**

Borrowing costs attributable to the acquisition or construction of qualifying assets. Borrowing costs are capitalized as part of the cost of such asset up to the date when the asset is ready for its intended use. All other borrowing costs are expensed as incurred. Borrowing costs consist of interest and other cost that an entity incurs in connection with the borrowing of funds. Borrowing cost includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

### **18. Segment Reporting**

Considering the nature of business and operations, there are no separate reportable segments in accordance with the requirements of Ind As - 108 Operating Segments.



# DHAMANKHOL FINTRADE PRIVATE LIMITED

## Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2018

### 1.3 Recent Accounting Pronouncements

#### Standards issued but not yet effective

In March 2018, the Ministry of Corporate Affairs issued the Companies (Indian Accounting Standards) (Amendments) Rules, 2018, notifying Ind AS 115, 'Revenue from Contract with Customers, Appendix B to Ind AS 21, Foreign Currency Translations and Advance Consideration and amendments made by International Accounting Standards Board (IASB). These amendments are applicable to the company from 1<sup>st</sup> April, 2018. The Company will be adopting these amendments from their effective date.

#### a) Ind AS 115, Revenue from Contract with Customers:

Ind AS 115 supersedes Ind AS 11, *Construction Contracts* and Ind AS 18, *Revenue*. Ind AS 115 requires an entity to report information regarding nature, amount, timing and uncertainty of revenue and cash flow arising from a contract with customers. The principles of Ind AS 115 is that an entity should recognize revenue that demonstrate the transfer of promised goods and services to customers at an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods and services. The standard can be applied either retrospectively to each prior reporting period presented or can be applied retrospectively with the recognition of cumulative effect of contracts that are not completed contracts at the date of initial application of the standard.

As the Company has not commenced its business operations, therefore there is no impact of the application of the Standard.

#### b) Appendix B to Ind AS 21, Foreign Currency Translations and Advance Consideration:

The Appendix clarifies that the date of transaction for the purpose of determining the exchange rate to use on initial recognition of asset, expense or income (or part of it) is the date on which an entity initially recognizes the non-monetary asset or non-monetary liability arising from the payment or receipt of advance consideration towards such assets, expenses or income. If there are multiply payment or receipts in advance, then an entity must determine transaction date for each payment or receipt of advance consideration.

As the Company do not have any foreign currency transactions, therefore there is no impact of the application of the Appendix B to Ind AS 21.

### 1.4 Key accounting estimates and Judgments

The preparation of the Company's financial statements requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

#### Critical accounting estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below:





## DHAMANKHOL FINTRADE PRIVATE LIMITED

### Notes to the Financial Statements for the year ended 31<sup>st</sup> March, 2018

#### Property, plant and equipment

The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful lives and the expected residual value at the end of its lives. The useful lives and residual values of Company's assets are determined by Management at the time the asset is acquired and reviewed periodically, including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technology.

#### Taxes

The Company has tax jurisdiction at India, significant judgements are involved in determining the provision for income taxes.

#### Defined benefit plans

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and attrition rate. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

#### Fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the Balance Sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques which involve various judgements and assumptions.

As per our attached report of even date

For and on behalf of the Board of Directors

For Shah Gupta & Co.

Chartered Accountants

Firm Registration No: 109574W

*naresh*

**NARESH BHUTA**

Partner

M.No. 135823

Date: 3rd May, 2018

Place: Mumbai



*Navan*

**NAVEEN KUMAR**

Director

DIN : 007099121

*Sudip*

**SUDIP MISHRA**

Director

DIN : 03428213

*R.*

**DHAMANKHOL FINTRADE PRIVATE LIMITED**

Notes to the Financial Statements as at 31st March, 2018

**NOTE 2:- NON-CURRENT FINANCIAL ASSETS - INVESTMENTS**

Amounts in INR

Particulars	As at	As at
	31st March, 2018	31st March, 2017
<b>Investment in Equity instruments</b>		
<b>Unquoted</b>		
Investment carried at cost - Associates		
South West Port Limited		
84,20,000 (Previous year)	842,00,000	842,00,000
	842,00,000	842,00,000
Aggregate Book Value	842,00,000	842,00,000
Aggregate Fair Value	842,00,000	842,00,000

**NOTE 3:- CASH AND CASH EQUIVALENTS**

Amounts in INR

Particulars	As at	As at
	31st March, 2018	31st March, 2017
<b>Balances with Banks</b>		
In current accounts with Vijaya Bank A/c no. 500500301000323	12,107	12,107
	12,107	12,107

**NOTE 4:- BANK BALANCE OTHER THAN CASH AND CASH EQUIVALENTS**

Amounts in INR

Particulars	As at	As at
	31st March, 2018	31st March, 2017
<b>Balances with Banks</b>		
In Term deposit accounts with Vijaya Bank	8,25,902	7,80,788
	8,25,902	7,80,788

**NOTE 5:- OTHER CURRENT ASSETS**

Amounts in INR

Particulars	As at	As at
	31st March, 2018	31st March, 2017
Statutory and other receivables	19,80,871	5,279
	19,80,871	5,279

**NOTE 6:- EQUITY SHARE CAPITAL**

Amounts in INR

Particulars	As at	As at
	31st March, 2018	31st March, 2017
<b>Authorised</b>		
50,000 Equity Shares of 10/- each	5,00,000	5,00,000
<b>Issued, Subscribed and Paid-up</b>		
50,000 Equity Shares of Rs.10/- each, fully paid up	5,00,000	5,00,000
	5,00,000	5,00,000

**(a) Reconciliation of the number of the shares outstanding at the beginning and at the end of the year**

Amounts in INR

Authorised share capital	As at 31st March, 2018		As at 31st March, 2017	
	No. of Shares	Amount	No. of Shares	Amount
Balance at the beginning of the year	50,000	5,00,000	50,000	5,00,000
Movement during the year	-	-	-	-
Balance at the end of the year	50,000	5,00,000	50,000	5,00,000

**Reconciliation of the number of the shares outstanding at the beginning and at the end of the year**

Amounts in INR

Issued, Subscribed and Paid up share capital	As at 31st March, 2018		As at 31st March, 2017	
	No. of Shares	Amount	No. of Shares	Amount
Balance at the beginning of the year	50,000	5,00,000	50,000	5,00,000
Movement during the year	-	-	-	-
Balance at the end of the year	50,000	5,00,000	50,000	5,00,000

**(b) Terms / rights attached to equity shares**

The Company has one class of share capital, i.e., equity shares having face value of Rs. 10/- per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

**(c) Shares held by holding company**

Amounts in INR

Name of the Shareholders	As at 31st March, 2018		As at 31st March, 2017	
	No. of Shares	Amount	No. of Shares	Amount
JSW Infrastructure Limited	50,000	5,00,000	50,000	5,00,000
	50,000	5,00,000	50,000	5,00,000



**DHAMANKHOL FINTRADE PRIVATE LIMITED**

Notes to the Financial Statements as at 31st March, 2018

**(d) Details of shareholders holding more than 5 % shares in the Company**

Amounts in INR

Name of the Shareholders	As at 31st March, 2018			As at 31st March, 2017		
	No. of Shares	Amount	% holding in the class	No. of Shares	Amount	% holding in the class
JSW Infrastructure Limited (including nominee shareholder)	50,000	5,00,000	100	50,000	5,00,000	100
	50,000	5,00,000	100	50,000	5,00,000	100

**NOTE 7:- OTHER EQUITY**

Amounts in INR

Particulars	Retained Earnings	Interest free Borrowings - Promoters' Contribution	Total equity attributable to equity holders of the Company
Balance as at 1st April, 2017	(31,50,227)	433,08,102	401,57,875
Profit for the year	9,05,825	-	9,05,825
Balance as at 31st March, 2018	(22,44,402)	433,08,102	410,63,700

Amounts in INR

Particulars	Retained Earnings	Interest free Borrowings - Promoters' Contribution	Total equity attributable to equity holders of the Company
Balance as at 1st April, 2016	(13,38,226)	433,08,102	419,69,876
Loss for the year	(18,12,001)	-	(18,12,001)
Balance as at 31st March, 2017	(31,50,227)	433,08,102	401,57,875

**NOTE 8:- NON-CURRENT FINANCIAL LIABILITIES - BORROWINGS**

Amounts in INR

Particulars	As at 31st March, 2018	As at 31st March, 2017
<b>Unsecured loans</b>		
Loan from Related Party (refer Note 15)	287,33,900	260,98,757
	<b>287,33,900</b>	<b>260,98,757</b>

Above loan is taken from JSW Infrastructure Limited bearing zero interest and repayable after 1st June, 2029 on demand. The company has fair valued this loan by discounting the cash flows of borrowing at discounting rate of 9.73% p.a. which is interest rate based on company's risk profile.

**NOTE 9:- CURRENT FINANCIAL LIABILITIES - OTHERS**

Amounts in INR

Particulars	As at 31st March, 2018	As at 31st March, 2017
Due to others	14,613	12,450
Due to related parties (refer Note 15)	41,03,690	92,299
	<b>41,18,303</b>	<b>1,04,749</b>



# DHAMANKHOL FINTRADE PRIVATE LIMITED

## Notes to the Financial Statements for the year ended 31st March, 2018

### NOTE 10:- INCOME TAXES

Income tax related to items charged or credited directly to profit or loss during the year

Amounts in INR

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
Current income tax / MAT liability	18,06,678	21,64,362
Tax (Credit) under Minimum Alternative Tax	(17,97,979)	(19,75,591)
Current tax (a)	8,698	1,88,771
Deferred Tax (credit) (b)	(35,32,099)	(7,39,610)
<b>Total expense reported in the statement of profit and loss (a+b)</b>	<b>(35,23,402)</b>	<b>(5,50,839)</b>

### Income Tax expense

Amounts in INR

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
<b>Reconciliation</b>		
Loss before tax	(26,17,576)	(23,62,840)
Applicable tax rate	26.00%	30.90%
Computed tax expense	(6,80,570)	(7,30,117)
Expense not allowed for tax purpose	6,89,268	9,18,889
	8,698	1,88,772
<b>MAT Credit</b>		
MAT Liability (115JB)	18,06,678	21,64,362
MAT Credit Entitlement	(17,97,979)	(19,75,591)
Current Tax	8,699	1,88,772

The following table provides the details of income tax assets and income tax liabilities as of March 31, 2018 and March 31, 2017

Amounts in INR

Particulars	As at 31st March, 2018	As at 31st March, 2017
Income Tax Assets	18,35,013	5,262
Income Tax Liabilities	18,14,784	21,64,362
	20,229	(21,59,100)

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
MAT Tax Credit	17,97,979	19,75,591
	17,97,979	19,75,591

### Reconciliation of Deferred Tax Assets / Liabilities (net)

Amounts in INR

Particulars	As at 31st March, 2018	As at 31st March, 2017
<b>Opening Balances</b>		
Deferred Tax Liabilities	179,53,284	186,92,894
Tax income / (expense) during the period recognised in profit or loss	(35,32,099)	(7,39,610)
<b>Closing Balances</b>	<b>144,21,184</b>	<b>179,53,284</b>

Deferred Tax liability @ 26% is recognised on 31.03.2018 related to timing difference in promoters' contribution for Interest free borrowings. Deferred Tax Assets is recognised on Interest accrued on fair valuation of borrowings.

### NOTE 11:- OTHER INCOME

Amounts in INR

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
Interest Income	50,127	52,618
Other Income	-	3,151
	50,127	55,769

### NOTE 12:- FINANCE COST

Amounts in INR

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
Interest on Loan from Related Party ( refer Note 15)	26,35,143	23,93,560
Other Finance cost	8,106	-
	26,43,249	23,93,560

### NOTE 13:- OTHER EXPENSES

Amounts in INR

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
Rates and taxes	6,904	1,350
Legal, professional and consultancy charges	5,750	10,000
Auditor's remuneration ( refer Note 20)	11,800	11,500
General office expenses and overheads	-	2,199
	24,454	25,049



# DHAMANKHOL FINTRADE PRIVATE LIMITED

Notes to the Financial Statements for the year ended 31st March, 2018

## NOTE 14 : CONTINGENT LIABILITIES AND COMMITMENTS

### A. Contingent Liabilities:

There is no Contingent Liability as at 31st March, 2018.

### B. Commitments:

The company has no commitment for any contract remaining to be executed.

## NOTE 15:- DISCLOSURES AS REQUIRED BY INDIAN ACCOUNTING STANDARD (Ind AS) 24 RELATED PARTY DISCLOSURES

### List of Related Parties

Name	Nature of Relation
JSW Infrastructure Fintrade Private Limited	Ultimate Holding Company
JSW Infrastructure Limited	Holding Company
South West Port Limited	Others
Naveen Kumar	Non-executive director
Sudip Mishra	Non-executive director

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

Amounts in INR

Nature of transaction / relationship	For the year ended 31st March, 2018	For the year ended 31st March, 2017
<b>JSW Infrastructure Limited</b>		
Reimbursement for Expenses	40,11,391	29,055
Interest on Borrowings	26,35,143	23,93,560

Amount due to/ from related parties

Amounts in INR

Nature of transaction / relationship	As at 31st March, 2018	As at 31st March, 2017
<b>Investment</b>		
South West Port Limited	842,00,000	842,00,000
<b>Others payable ( reimbursement of expenses)</b>		
JSW Infrastructure Limited	41,03,690	92,299
<b>Unsecured Loan</b>		
JSW Infrastructure Limited	287,33,900	260,98,757

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates. Outstanding balances at the year-end are unsecured and settlement occurs in cash.

## NOTE 16:- FINANCIAL INSTRUMENTS - ACCOUNTING CLASSIFICATIONS AND FAIR VALUE MEASUREMENTS

Amounts in INR

Particulars	As at 31st March, 2018		As at 31st March, 2017	
	Carrying amount	Fair Value	Carrying amount	Fair Value
<b>Financial assets at amortised cost</b>				
Non-Current Investments	842,00,000	842,00,000	842,00,000	842,00,000
Cash and cash equivalents	12,107	12,107	12,107	12,107
Bank balance other than cash and cash equivalents	8,25,902	8,25,902	7,80,788	7,80,788
	<b>850,38,009</b>	<b>850,38,009</b>	<b>849,92,895</b>	<b>849,92,895</b>
<b>Financial liabilities at fair value</b>				
Non Current Financial Liabilities - Borrowings	287,33,900	287,33,900	260,98,757	260,98,757
<b>Financial liabilities at amortised cost</b>				
Other financial liabilities- current	41,18,303	41,18,303	1,04,749	1,04,749
	<b>328,52,203</b>	<b>328,52,203</b>	<b>262,03,506</b>	<b>262,03,506</b>

Above loan is taken from JSW Infrastructure Limited bearing zero interest and repayable after 1st June, 2029 on demand. This loan is fair valued at level 3 fair value hierarchy i.e. inputs for the assets or liabilities that are not based on observable market data (unobservable input).

For level 3 fair value company has discounted the cash flows of borrowing at discounting rate of 9.73% p.a. which is interest rate based on company's risk profile.



# DHAMANKHOL FINTRADE PRIVATE LIMITED

Notes to the Financial Statements for the year ended 31st March, 2018

## NOTE 17:- FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

### Financial risk factors

The Company's activities expose it to a variety of financial risks, market risk, credit risk and liquidity risk. The Company's focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The Company has made profit of Rs. 9.05 Lakhs for the year ended and as of the date accumulated profit of the company amounts to Rs 410.63 lakhs. The management is optimistic of improving the cash flows by way of contribution from promoters. These measures are expected to result in suitable cash flows in future.

### Market risk

The Company has not started its operations hence no market risk is perceived.

### Credit risk

The Company has not started its operations hence no credit risk is perceived.

### Liquidity risk

The Company's principal source of cash and cash equivalent and the cash flow i.e. contributed by promoters. The Company has no outstanding borrowings from bank. The Company believes that the working capital is sufficient to meet its current requirement, accordingly no liquidity risk is perceived.

The Company had a working capital of Rs. 5,18,785 (previous year Rs. 5,09,916) which mainly includes cash and cash equivalent.

The below table provides details regarding the ageing of significant financial liabilities as of 31st March, 2018

Amounts in INR

Particulars	Less than 1 year	1-2 years	2 and above years	Total
Financial liabilities (refer note 8 and 9)	41,18,303	-	287,33,900	328,52,203

## NOTE 18:- DISCLOSURES AS REQUIRED BY INDIAN ACCOUNTING STANDARD (Ind AS) 33 EARNINGS PER SHARE

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
Face value of equity share Rs.	10.00	10.00
Weighted average number of equity shares outstanding	50000	50000
Profit / (Loss) for the year Rs.	9,05,825	(18,12,001)
Weighted average earnings per share (Basic and Diluted) Rs.	18.12	(36.24)

## NOTE 19:- SEGMENT REPORTING

Considering the nature of business and operations, there are no separate reportable segments in accordance with the requirements of Ind As - 108 Operating Segments.

## NOTE 20:- PAYMENT TO AUDITORS

Amounts in INR

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
Statutory Audit fees	11,800	11,500

## NOTE 21:- REALISATION VALUE OF CURRENT ASSETS

In the opinion of Management, the Current Assets comprising of Advances and other receivables, have value on realisation in the ordinary course of business at least equal to the amount to which they are stated.

NOTE 22:- The additional information pursuant to Schedule III of the Companies Act, 2013 is either Nil, or not applicable.

NOTE 23:- The financial statements are approved for issue by the Audit Committee at its meeting held on 3rd May, 2018 and by the Board of Directors on 3rd May, 2018.

NOTE 24:- Previous year's figures have been reclassified/regrouped, wherever necessary, to confirm with the current year's classification.

The accompanying notes form an integral part of financial statements.

As per our attached report of even date

For Shah Gupta & Co.  
Chartered Accountants  
Firm Registration No: 109574W

*Naresh*

NARESH BHUTA  
Partner  
Membership No. 135823



For and on behalf of the Board of Directors

*Naveen Kumar*

NAVEEN KUMAR  
Director  
DIN : 07099121

*Sudip Mishra*

SUDIP MISHRA  
Director  
DIN : 03428213

Date : 3rd May, 2018  
Place : Mumbai

*Ar.*