

GEO THERMAL WATER LIMITED

ANNUAL REPORT
2014-15

BOARD OF DIRECTORS

Mr. Omprakash Talreja
Mr. Sanjay Nimbalkar
Mr. Anil Kumar Singh
Mrs. Leena Doshi

BANKERS

HDFC BANK LIMITED

AUDITORS

G. C. PATEL & CO.
CHARTERED ACCOUNTANTS

REGISTERED OFFICE

6, LALWANI INDUSTRIAL ESTATE,
14 G.D.AMBEKAR ROAD,
WADALA, MUMBAI 400031.

NOTICE

NOTICE IS HEREBY GIVEN THAT THE ANNUAL GENERAL MEETING FOR THE MEMBERS OF GEO THERMAL WATER LIMITED WILL BE HELD ON WEDNESDAY, SEPTEMBER 30th, 2015 AT 4.00 P.M. AT THE REGISTERED OFFICE OF THE COMPANY AT 6, LALWANI INDUSTRIAL ESTATE, 14 G.D. AMBEKAR ROAD, WADALA, MUMBAI 400031 TO TRANSACT THE FOLLOWING BUSINESS

ORDINARY BUSINESS:

1. To consider and adopt the Audited Financial Statements for the financial year ended March 31, 2015 together with the Director's Report and Auditor's Report.
2. To appoint a Director in place of Mr. Sanjay Nimbalkar (DIN: 03298937) who retires by rotation in terms of section 152(6) of the Companies Act, 2013 and being eligible, offers himself for re-appointment.
3. To ratify the appointment of M/s G.C Patel & Co., Chartered Accountants as the Statutory Auditor of the Company, pursuant to Section 139 and all applicable provisions of the Companies Act, 2013 from the conclusion of this Annual General Meeting to the conclusion of the next Annual General Meeting.

SPECIAL BUSINESS

4. To consider and if thought fit, to give assent or dissent, to the following resolution as an Ordinary Resolution
"RESOLVED that pursuant to the provisions of Sections 149, 152 read with Schedule IV and all other applicable provisions, if any, of the Companies Act, 2013 and Companies (Appointment and Qualifications of Directors) Rules, 2014, Mrs. Leena Doshi (DIN:00404404), who was appointed as Additional Director of the Company with effect from 20th January 2015 pursuant to Section 161(1) of Companies Act, 2013 and who holds office upto the date of this Annual General Meeting and in respect of whom the Corporation has received a notice in writing from the holding Company proposing her candidature for office of Director, be and is hereby appointed as Director of the Corporation.

**By Order of the Board of Directors
Geo Thermal Water Limited**

**Place: Mumbai
Date: 5th September, 2015**

**Sd/-
Sanjay Nimbalkar
Director**

Notes

1. A member entitled to attend and vote at the meeting is entitled to attend or appoint a proxy to attend and vote instead of himself only on poll and proxy need not be a member of the Company. The instrument appointing proxy should, however, be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
2. Members / Proxies should bring the Attendance slip duly filled in for attending the meeting.
3. The Register of Members and Share Transfer Book will remain closed from Wednesday, September 23, 2015 to Wednesday, September 30, 2015 (both days inclusive).

4. Members are requested to bring their copy of Annual Report to the Meeting.
5. Members seeking further information on the accounts or any other matter contained in the Notice are requested to write to the Company at least 7 days before the meeting so that relevant information can be kept ready at the meeting.

DIRECTORS REPORT

To,
The Members,
Geo Thermal Water Limited

Your Directors present the Annual Report on the working of the Company together with the audited accounts for the year ended March 31, 2015.

FINANCIAL RESULTS

Particulars	for the Year Ended	
	31.03.2015	31.03.2014
	Rupees	Rupees
Gross Profit / (Loss) before interest and depreciation	1,54,841	10,350
Less: Interest		
Depreciation	12,44,335	15,28,257
Profit / (Loss) before tax	(10,89,494)	(15,17,907)
Less: Provision for Taxation	-	-
Profit / (Loss) after tax	(10,89,494)	(15,17,907)
Excess/(Short) provision of Income Tax	-	-
Deferred Tax	13,093	(12,759)
Profit / (Loss) after Tax	(11,02,587)	(15,05,148)

STATE OF AFFAIRS AND DIVIDEND

Your Company had a loss of Rs. 11,02,587/- in FY 14-15 as compared to a loss of Rs. 15,05,148/- in FY 13-14. In view of the Loss for the period, the dividend cannot be recommended.

MEETINGS OF THE BOARD

The Board has met on four occasions, i.e., 30th May 2014, 5th September 2014, 12th November 2014 and 29th January 2015.

DIRECTORS

The Directors have furnished a declaration to the board at the first meeting of the financial year 2014-15 to the effect that they are not disqualified to act as directors under Section 164 of the Companies Act, 2013.

Mr. Omprakash Talreja resigned with effect from 25th January 2015 due to personal commitments and Mrs. Leena Doshi had been appointed as Additional Director under Section 161(1) of the Companies Act, 2013 with effect from 20th January 2015.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to Section 134 (5) of the Companies Act, 2013, the directors, to the best of their knowledge and ability, hereby confirm that:

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis; and

(e) the directors, in the case of a listed company, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.

FIXED DEPOSITS

Pursuant to Chapter V of the Companies Act, 2013, the Company has not accepted any deposits from the public during the year under review.

FINANCIAL CONTROLS

The Company has updated its internal control system and monitors the same regularly to manage the risks inherent in business and financial processes.

RISK MANAGEMENT

There are no risks foreseen by the management.

SIGNIFICANT AND MATERIAL ORDERS

There are no significant and material orders passed by regulators or courts or tribunals which may affect the going concern status of the Company or its operations in the future.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Pursuant to Section 134(3)(m) of the Companies Act, 2013 read with rule 8(3) of Companies (Accounts) Rules, 2014

Your Company has taken due care of conservation of energy by using more natural light and by using energy efficient equipment. Your company has not undertaken any research and development in the past year. There have been no foreign exchange earnings &/or outgo during the previous year.

PARTICULARS OF EMPLOYEES

Particulars of Employees as required under Section 197 of the Companies Act, 2013 read with the Companies (Particulars of Employees) Rules, 1975, as amended, is not annexed hereto as none of the employees have drawn remuneration exceeding Rs. 5,00,000/- p.m. or Rs. 60,00,000/- p.a.

AUDITORS REPORT

The auditor's report does not contain any qualifications, reservations or adverse remarks. The Auditor's Report is annexed to the financial statements which form a part of this annual report.

EXTRACT OF ANNUAL RETURN

The Extract of annual return as provided under Section 92(3) of the Act, the extract of annual return is given in Annexure I in the prescribed Form MGT-9, which forms part of this report.

ACKNOWLEDGEMENTS:

Your Directors wish to place on record their sincere appreciation and thanks for the valuable co-operation and support received from all stakeholders of the company.

**By Order of the Board of Directors
Geo Thermal Water Limited**

**Place: Mumbai
Date: 30th May, 2015**

**Sd/-
Sanjay Nimbalkar
Chairman**

**ANNEXURE I - FORM NO. MGT-9
EXTRACT OF ANNUAL RETURN**

As on financial year ended on 31.03.2015

Pursuant to Section 92 (3) of Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rule, 2014.

I. REGISTRATION & OTHER DETAILS:

1.	CIN	U41000MH2010PLC201691
2.	Registration Date	05/04/2010
3.	Name of the Company	GEO THERMAL WATER LIMITED
4.	Category/Sub-category of the Company	Company limited by shares
5.	Address of the Registered office & contact details	6/A, Lalwani Industrial Estate, 14 G. D. Ambekar Road, Wadala, Mumbai-400031.
6.	Whether listed company	NO
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	N.A.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(The entire business activities contributing 10% or more of the total turnover of the company shall be stated)

No.	Name and Description of main products /services	NIC Code of the Product/services	% of total turnover of the Company
1	Bottling Water Business		0%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES-

Sr. No.	Name and address of the Company	CIN/GLN	Holding / Subsidiary /Associate	% of Shares held	Applicable Section
1.	Varuna Drinking Water Solutions Limited	U41000MH2011PLC214211	Holding	100%	2(46)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

Geo Thermal Water Limited is a wholly Owned Subsidiary of Varuna Drinking Water Solutions Limited.

Change in Promoter's Shareholding:

There is no change in the shareholding.

Shareholding of Directors and Key Managerial Personnel

Mr. Sanjay Nimbalkar and Mrs. Leena Doshi, Directors, and Mr. Omprakash Talreja, Ex-Director hold one share jointly with Varuna Drinking Water Solutions Limited.

V) INDEBTEDNESS-

The Company has no debt.

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

- A. **Remuneration to Managing Director, Whole-time Directors and/or Manager:** Not Applicable
- B. **Remuneration to other directors:** All the directors have not claimed any sitting fees for their service rendered to the Company.
- C. **Remuneration To Key Managerial Personnel Other Than MD/Manager/WTD:** Not Applicable

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OFFENCES: There were no penalties, punishment or compounding of offences during the year ended March 31, 2015.

G. C. Patel & Co.

102, Summer Villa Chs., 7th Road, Near Hdfc Bank ATM,
Santacruz (East), Mumbai 400055.

To the Members of Geo Thermal Water Limited**Report on the financial statements**

We have audited the accompanying financial statements of Geo Thermal Water Limited ('the Company'), which comprise the balance sheet as at 31 March 2015, the statement of profit and loss for the year then ended, the cash flow statement and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

The Company's board of directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance of the company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the act, read with rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the act for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the act and the rules made thereunder.

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

The audit 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 and the company's internal control system. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the company's directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 2015 and its financial position for the year ended on that date.

Report on other legal and regulatory requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the act, we give in the annexure a statement on the matters specified in the paragraph 3 and 4 of the order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

- b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c) the balance sheet and the statement of profit and loss dealt with by this Report are in agreement with the books of account;
- d) in our opinion, the aforesaid 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;
- e) on the basis of the written representations received from the directors as on 31 March 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2015 from being appointed as a director in terms of Section 164 (2) of the Act; and
- 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:
- i. the Company does not have any pending litigations;
 - ii. the Company does not have any long term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise; and
 - iii. the company has not declared dividend and there are no dues to IEPF.

For G.C. Patel & Co.
Chartered Accountants
FRN. : 113693W

Place:-Mumbai
Date:- 30.05.15

Sd/-
G. C.Patel
Partner
No.047327

ANNEXURE TO THE AUDITOR'S REPORT

(This is the Annexure referred to in our Report of even date)

The annexure referred to in our Independent Auditors' Report to the members of the company on the financial statements for the year ended 31 March 2015, we report that:

- i) (a) The Company has fixed assets. The Company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
(b) In our opinion, the fixed assets have been physically verified by the management at reasonable intervals. No material discrepancies have been noticed.
- ii) (a) The Company has inventory. In our opinion, physical verification of inventory has been conducted at reasonable intervals.
(b) In our opinion, the procedures of physical verification of inventory are commensurate with the size and nature of the business.
© In our opinion, the company is maintaining proper records of inventory and no material discrepancies have been noted.
- (iii) The Company has not granted loans to any body corporate covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').
(b) There are no other loans granted to the bodies corporate listed in the register maintained under section 189 of the Act. Accordingly, paragraph 3(iii)(b) of the Order is not applicable to the Company in respect of repayment of the principal amount.
© There are no overdue amounts of more than rupees one lakh in respect of the loans granted to the bodies corporate listed in the register maintained under section 189 of the Act. Accordingly, paragraph 3(iii)© of the Order is not applicable to the Company in respect of repayment of the principal amount.

(iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company. We have not observed any major weakness in the internal control system during the course of the audit.

(v) The Company has not accepted any deposits from the public.

(vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.

(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, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues were in arrears for more than six months from when they became due.

(vii)(b) According to the information and explanations given to us, there are no material dues of wealth tax, duty of customs and cess which have not been deposited with the appropriate authorities on account of any dispute.

(vii)© The Company has not declared dividend. Accordingly, paragraph 3(vii)© of the Order is not applicable to the Company in respect of transfer of dividend to IEPF.

(viii) The Company has been in existence for a period of five years. Its accumulated losses are not more than fifty percent of its net worth. It has not incurred cash losses in the current and previous financial year.

(ix) The Company has no loans. Accordingly, paragraph 3(ix) of the Order is not applicable to it.

(x) In our opinion and according to the information and the explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.

(xi) The Company did not have any term loans outstanding during the year.

(xii) According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.

Place:-Mumbai
Date:- 30.05.15

For G.C. Patel & Co.
Chartered Accountants
Firm Registration No. : 113693W

Sd/-
Gnaneshwar C.Patel
Partner
Mem.No.047327

BALANCE SHEET AS AT 31ST MARCH, 2015

	Notes No.	AS AT 31.3.2015	AS AT 31.3.2014
A			
EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	2	980,000	980,000
(b) Reserves and surplus	3	14,729,740	13,997,815
(c) Money received against share warrants			
2 Share application money pending allotment			
3 Non-current liabilities			
(a) Long-term borrowings			
(b) Deferred tax liabilities (net)		41,347	28,254
(c) Other long-term liabilities			
(d) Long-term provisions			
4 Current liabilities			
(a) Short-term borrowings	4	156,910	
(b) Trade payables	5	264,098	399,032
(c) Other current liabilities	6	1,564,457	1,595,167
(d) Short-term provisions			-
TOTAL		17,736,552	17,000,268
B			
ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	7	9,173,923	8,419,736
(ii) Intangible assets	7	656,034	820,042
(iii) Capital work-in-progress			
(iv) Intangible assets under development			
(v) Fixed assets held for sale			
(b) Non-current investments			
(c) Deferred tax assets (net)			
(d) Long-term loans and advances	8	7,525,578	7,060,423
(e) Other non-current assets			
2 Current assets			
(a) Current investments			
(b) Inventories	9	50,549	50,549
(c) Trade receivables	10	281,204	289,363
(d) Cash and cash equivalents	11	622	353,735
(e) Short-term loans and advances			
(f) Other current assets	12	48,642	6,420
TOTAL		17,736,552	17,000,268
Significant Accounting Policies	1		

In terms of our report attached.

For G.C.Patel & Co.
Chartered Accountants
FRN:113693W

For and on behalf of the Board of Directors

sd/-
G.C.Patel
Partner
Mem.No.047327

sd/-
Sanjay Nimbalkar
Director

sd/-
Leena Doshi
Director

Place : Mumbai
Date : 30th May, 2015

STATEMENT OF PROFIT AND LOSS AS AT 31ST MARCH, 2015

	Notes No.	AS AT 31.3.2015	AS AT 31.3.2014
1 Revenue from operations (gross)			979,312
Less: Excise duty			
Revenue from operations (net)		-	979,312
2 Other income	13	432,325	111,798
3 Total revenue (1+2)		432,325	1,091,110
4 Expenses			
(a) Cost of materials	14		117,212
(b) Purchases of stock-in-trade			
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	15	-	47,868
(d) Employee benefits expense	16	220,171	233,701
(e) Finance costs	17	-	1,826
(f) Depreciation and amortisation expense	7	1,244,335	1,528,257
(g) Other expenses	18	57,313	680,154
Total expenses		1,521,819	2,609,017
5 Profit / (Loss) before exceptional and extraordinary items		(1,089,494)	(1,517,907)
6 Exceptional items			
7 Profit / (Loss) before extraordinary items and tax (5 + 6)		(1,089,494)	(1,517,907)
8 Extraordinary items			
9 Profit / (Loss) before tax (7 + 8)		(1,089,494)	(1,517,907)
10 Tax expense:			
(a) Deferred tax		(13,093)	12,759
Total(10)		(13,093)	12,759
11 Profit / (Loss) for the year(9 +10)		(1,102,587)	(1,505,148)
12 Earnings per share (of Rs.2/- each)			
(a) Basic			
(i) Continuing operations		(2.25)	(3.07)
(b) Diluted			
(i) Continuing operations		(2.25)	(3.07)

In terms of our report attached.

For G.C.Patel & Co.

Chartered Accountants

FRN:113693W

For and on behalf of the Board of Directors

sd/-

G.C.Patel

Partner

Mem.No.047327

sd/-

Sanjay Nimbalkar

Director

sd/-

Leena Doshi

Director

Place : Mumbai

Date :30th May, 2015

1. SIGNIFICANT ACCOUNTING POLICIES YEAR ENDED 31ST MARCH,2015**Basis of Preparation of financial statement :-**

The financial statements have been prepared and presented under the historical cost convention on accrual basis of accounting to comply with the Accounting Standards prescribed in the Companies Act 2013.

1.1 Method of Accounting

- i. The method of accounting followed by the Company is mercantile / accrual basis.
- ii. The rights and liabilities pertaining to prior period operations but arising in the Current year, if material, are shown under 'prior period adjustments' in the profit and Loss Account.

1.2 Revenue Recognition:**Sales**

Income from Product Sales/Services Charges is recognized upon completion of sales and rendering of the services respectively. Sales are inclusive of excise duty but accounted net of sales tax, whenever applicable.

Dividend and Interest

Dividend income from investments is recognized when right to receive to payment is established. Interest income is accounted on its accrual on a time proportion.

1.3 Depreciation:

- i. Depreciation is charged on the new rate provided in the Companies Act,2013.
- ii. Goodwill is amortized over its estimated useful life commencing from the year in which it is determined.

1.4 Fixed Assets:

Fixed Assets are stated at cost of acquisition or construction, less accumulated depreciation. All costs relating to the acquisition and installation of fixed assets are capitalized and include financing costs relating to the borrowed funds attributable to construction or acquisition of fixed assets up to the date the assets are put to use.

1.5 Impairment of Assets:

An asset is treated as impaired when the carrying cost of Assets exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

1.6 Inventories:

- i. Raw and packing materials are valued at cost or market value, whichever is lower, computed on FIFO basis. The cost includes the cost of purchase and other expenses directly attributed to their acquisition but excludes duties and taxes, which are subsequently recoverable from the taxing authorities.
- ii. The finished goods inventory is valued on the principle of cost, or market value whichever is lower. It includes material cost, conversion and other costs incurred in bringing the inventories at their present location and condition.
- iii. Work in process is valued at material cost and cost of conversion appropriate at their location in the

manufacturing cycle.

1.7 Sundry Debtors:

Sundry debtors are stated after writing off debts considered as bad. Adequate provision is made for doubtful debts, if any. Discounts due yet to be quantified at the customer level are provided for under other provisions.

1.8 Provision for Income Tax:

Provision for taxation is computed as per 'total income' returnable under the Income Tax Act, 1961 after taking into account available deductions and exemptions. Deferred tax is recognized for all timing differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

1.9 Deferred Tax Assets/ Liabilities:

Deferred Tax assets or liability for timing difference between the profits per financial statements and the profit offered for income tax, based on tax rates that have been enacted or substantively enacted as at the Balance sheet date. Deferred tax assets are recognized only if there is reasonable certainty that sufficient future taxable income will be available, against which it can be realized. The carrying amount of deferred tax assets is reviewed at each Balance Sheet Date and reduced if sufficient taxable profits are not like to be available to realize all or part of the deferred tax assets.

1.10 Retirement Benefits:

Liability in respect of retirement benefits is provided and/or charged to profit & loss account as follows:

- a) Gratuity: There are no define benefit plan to gratuity as there are only two employee entitle to gratuity and the amount of gratuity payable is in not material.
- b) Provident Fund: Company's contribution to Provident Fund is charged to the Profit and Loss Account if applicable. As the number of employees less then 10, provident fund is not applicable for current year.
- c) Leave Encashment is not applicable.

1.11 Going Concern Assumption:

The accounts are prepared on the going concern assumption. Amount payable/receivable in respect of sundry creditors, sundry debtors, loans given, unsecured loan obtained, advances recoverable, bank balance etc. are subject to reconciliation and confirmation.

1.12 Other Accounting Policies

These are consistent with generally accepted accounting practices.

NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH, 2015

Note No. "2":- SHARE CAPITAL

	AS AT 31.3.2015		AS AT 31.3.2014	
	Number of shares	Amount	Number of shares	Amount
(a) Authorised 5,00,000 Equity shares of Rs.2 each with voting rights (P.Y.5,00,000 Equity Share of Rs.2/- each)	500,000	1,000,000	500,000	1,000,000
(b) Issued 4,90,000 Equity shares of `Rs.2 each with voting rights (P.Y.4,90,000 Equity Share of Rs.2/-each)	490,000	980,000	490,000	980,000
(c) Subscribed and fully paid up 4,90,000 Equity shares of `Rs.2 each with voting rights (P.Y.4,90,000 Equity Share of Rs.2/-each)	490,000	980,000	490,000	980,000
Total	490,000	980,000	490,000	980,000

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

	AS AT 31.3.2015		AS AT 31.3.2014	
	Number of shares	Amount	Number of shares	Amount
At the Beginning of period	490,000	980,000	490,000	980,000
Add:- Issued during the year	-	-	-	-
Less:- Brought Back during the year	-	-	-	-
Outstanding at the end of period	490,000	980,000	490,000	980,000

Details of each shareholder holding more than 5% shares:

Name of Shareholder	AS AT 31.3.2015		AS AT 31.3.2014	
	%	Qty	%	Qty
VARUNA DRINKING WATER SOLUTIONS LIMITED	100.00	980,000	100.00	980,000

Note No. "3":- RESERVES AND SURPLUS

	AS AT 31.3.2015	AS AT 31.3.2014
Opening Balance of Share Premium	16,320,000	16,320,000
Add:During the year	-	-
Closing Balance of Year	16,320,000	16,320,000
Opening Balance of Profit & Loss	(2,322,185)	(817,037)
Add/Less:Profit/(Loss) during the year	(1,102,587)	(1,505,148)
Adj: Depreciation changes according to companies act 2013	1,834,512	
Closing balance of year	(1,590,260)	(2,322,185)
Total	14,729,740	13,997,815

Note No. "4":- SHORT TERM BORROWINGS

	AS AT 31.3.2015	AS AT 31.3.2014
Short Term Borrowings	156910	
	156910	

Note No. "5":-TRADE PAYABLES

	AS AT 31.3.2015	AS AT 31.3.2014
Trade payable	264,098	399,032
Total	264,098	399,032

Note No. "6":- OTHER CURRENT LIABILITIES

	AS AT 31.3.2015	AS AT 31.3.2014
Withholding and other taxes Payable		
Advance from Clients		13,255
Other Liabilities	1,564,457	1,581,912
Total	1,564,457	1,595,167

Note No. "7":- TANGIBLE AND INTANGIBLE ASSETS

	Gross block				Depreciation				Net Block	
	AS AT 1.4.2014	Additions/Adus tment during the period	Deductions/ Retirement during the period	AS AT 31.3.2015	AS AT 1.4.2014	For the period	Additions/ Adustment during the period	AS AT 31.3.2015	AS AT 31.3.2015	AS AT 31.3.2014
Tangible assets:-										
Furniture and Fixture	220,881	-	-	220,881	106,151	22,088	34,365	93,874	127,007	114,730
Office Equipment	1,158,453	-	-	1,158,453	448,744	231,691	-304,251	984,686	173,767	709,709
Borewell	65,343	-	-	65,343	23,650	4,356	9,492	18,514	46,829	41,693
Plant & Machinery	12,104,324	-	-	12,104,324	4,688,797	806,955	2,066,193	3,429,559	8,674,765	7,415,527
Service Equipment	165,935	-	-	165,935	64,277	11,062	28,324	47,015	118,920	101,658
Elect Installation	47,751	-	-	47,751	11,331	4,175	389	15,117	32,635	36,420
Intangible Assets :-										
Goodwill	1,312,066	-	-	1,312,066	492,024	164,008	-	656,032	656,034	820,042
Total	15,074,753	-	-	15,074,753	5,834,974	1,244,335	1,834,512	5,244,797	9,829,957	9,239,779
Previous Year	15,056,253	18,500	-	15,074,753	4,306,719	1,528,257	-	5,834,976	9,239,779	10,749,535

Note No. "8":- LONG TERM LOANS AND ADVANCE

	AS AT 31.3.2015	AS AT 31.3.2014
(a) Security deposits	1,754,107	1,351,476
Unsecured, considered good		
(b) Advance income tax , TDS , Excise ,Vat		3,460
(c) Other loans and advances		
Unsecured, considered good	5,771,471	5,705,487
Total	7,525,578	7,060,423

Note No. "9":- INVENTORIES

	AS AT 31.3.2015	AS AT 31.3.2014
Finished Goods		
Raw Materials	50,549	50,549
Total	50,549	50,549

Note No. "10":-TRADE RECEIVABLES

	AS AT 31.3.2015	AS AT 31.3.2014
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Unsecured, considered good	281,204	289,363
Total	281,204	289,363

Note No. "11":- CASH & CASH EQUIVALENTS

	AS AT 31.3.2015	AS AT 31.3.2014
(a) Cash on hand		
(b) Balances with banks		
(i) In current accounts	622	1,103
(ii) Fixed Deposits		352,632
Total	622	353,735

Note No. "12":- OTHER CURRENT ASSETS

	AS AT 31.3.2015	AS AT 31.3.2014
Preliminary Expenses		6,420
Other assets	48,642	
Total	48,642	6,420

Note No. "13":- OTHER INCOME

	AS AT 31.3.2015	AS AT 31.3.2014
Bank Interest	-	-
Miscellaneous Income	432,325	
Sundry Balance Written off		111,798
Total	432,325	111,798

Note No. "14":- COST OF MATERIALS CONSUMED

	AS AT 31.3.2015	AS AT 31.3.2014
Add:-Purchase		117,212
Raw Material Consumed	-	117,212
Total	-	117,212

Note No. "15":- CHANGES IN INVENTORIES DURING THE YEAR

	AS AT 31.3.2015	AS AT 31.3.2014
<u>Inventories at the end of the year:</u>	50,549	50,549
<u>Inventories at the beginning of the year:</u>	50,549	98,417
Total	0	47,868

Note No. "16":- EMPLOYEES BENEFIT EXPENSES

	AS AT 31.3.2015	AS AT 31.3.2014
Salaries,Wages and allowance	209,460	226,773
Staff Welfare	10,711	6,928
Total	220,171	233,701

Note No. "17":- FINANCE COST

	AS AT 31.3.2015	AS AT 31.3.2014
Bank Charges	-	1,826
Total	-	1,826

Note No. "18":- OTHER EXPENSES

	AS AT 31.3.2015	AS AT 31.3.2014
Discount	-	-
Travelling Expenses	-	16,625
Courier Charges	90	30
Electricity Charges	18,000	425,700
Rent	-	-
Repairs & Maintence	-	52,268
Audit Fees	1,686	1,686
Testing & Analysis Charges	-	25,625
Insurance	-	10,760
Fees & Taxes	5,696	1,710
Printing & Stationery	450	657
Miscellaneous Expenses		2,140
Licence fees	-	108,630
Freight Expenses	-	5,450
Conveyance	2,773	12,446
Handling Charges	-	-
Telephone Expenses	4,547	10,007
Sundry Mfg. Exps.	4,222	-
Retainership Charges	-	-
Priliminary Expenses written off	6,420	6,420
Balance written off	13,429	
Total	57,313	680,154

CASH FLOW STATEMENT

	AS AT 31.3.2015	AS AT 31.3.2014
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Profit Before Tax	(1,089,494)	(1,517,907)
Adjustments		
Depreciation	1,244,335	1,528,257
Changes in assets and liabilities		
Inventories	-	47,868
Trade & other Receivables	8,159	752,246
Trade payable & Provisions	(134,934)	(174,523)
Other Current Assets	(42,222)	115,409
Short Term borrowing	156,910	(112,412)
Loans and Advances		
Other Current Liabilities	(30,712)	396,160
Deferred Tax	13,093	(12,759)
Extra ordinary Items		
Prior Years Expenses Written off	-	-
Taxation for the year		
Income tax and Deffered Tax	(13,093)	12,759
Net Cash Generated from Operating Activities(A)	112,042	1,035,098
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
Purchase of Fixed Assets		(18,500)
Capital WIP Tranferred	-	-
Sale of Fixed Assets	-	-
Investment in Subsidiaries		
Net Cash Generated from Investing Activities(B)		(18,500)
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
Proceeds from Loan		-
Proceeds to issue of shares		-
Long Term Loans & Advances	(465,155)	(1,024,459)
Net Cash Generated from Financing Activities(C)	(465,155)	(1,024,459)
Net Cash flow (A+B+C)	(353,113)	(7,861)
Opening balance of Cash & Cash Equivalents	353,735	361,596
Closing balance of Cash & Cash Equivalents	622	353,735
Net Cash & Cash Equivalents for the year	(353,113)	(7,861)

Significant Accounting Policies

In terms of our report attached.

For G.C.Patel & Co.
Chartered Accountants
FRN:113693W

sd/-
Gnaneswar.C.Patel
Partner
Mem.No.047327

Place : Mumbai
Date : 30th May, 2015

For and on behalf of the Board of Directors

sd/-
Sanjay Nimbalkar
Director

sd/-
Leena Doshi
Director

NOTES TO FINANCIAL STATEMENTS AS AT 31ST MARCH, 2015

1 Earning per Share:

	2014-15	2013-14
(a) Net profit after Tax available to Equity Share Holders	(11,02,587)	(15,05,148)
(b) Weighted Average Number of Equity Shares of Rs. 1/- each outstanding during the year	4,90,000	4,90,000
(c) Nominal Value of Equity Shares (Rs.)	2/-	2/-
(d) Basic/ Diluted Earning Per share Rs. (a / b)	(2.25)	(3.07)

2. As Per the best estimate of the management, no provision is required to be made as per Accounting Standard (AS-29) Provisions, Contingent Liabilities and Contingent Assets notified by The Companies (Accounting Standard) Rules, 2006, In respect of present obligation as a result of past event that could lead to probable Outflow of resources, which would be required to settle the obligation.

3. Remuneration to Director

Particulars	Current Year	Previous Year
Salary	Nil	Nil
Contri.to P.F.& Other Funds	Nil	Nil
Reimbursement Exp..	Nil	Nil

4. Balances of Current Liabilities are subject to Confirmation and reconciliation, if any.

5. Auditors remuneration:-

Particulars	Current Year	Previous Year
Audit Fees	1500/-	1500/-
Service Tax	186/-	186/-
Co.Law Matter	Nil	Nil
Total	1686/-	1686/-

6. The Company has only one business segment wise as its primary segment and hence disclosure of segment-wise information is not required under Accounting Standard -17 'Segment information' notified pursuant to the companies (Accounting Standard) Rules, 2006(as amended).The Company is a holding investment company.
7. In the opinion of the Management, the Current Assets have a value on realization at least equal to the amount at which they are state in the balance sheet. The provision for all known liabilities is adequate and not in excess of what is required.
8. No borrowing costs have been capitalized during the year.
9. In respect of amounts as mentioned under Section 205C of the Companies Act, 1956, there were no dues required to be credited to the Investor Education and Protection Fund as on March 31, 2014.
10. Previous year's figures have been regrouped, whenever necessary.

