

SUDARSHAN EUROPE BV
BALANCE SHEET as at March 31, 2017

Particulars	Note No	As at 31st March 2017 (Rs.)	As at 31st March 2016 (Rs.)
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	190,897,415	190,897,415
(b) Reserves and Surplus	2	28,201,877	2,450,555
		219,099,292	193,347,970
(2) Current Liabilities			
(a) Short-Term Borrowings	3	196,965,872	340,927,664
(b) Trade Payables	4	475,881,549	453,493,451
(c) Other Current Liabilities	5	13,975,073	17,907,490
		686,822,494	812,328,605
Total		905,921,785	1,005,676,575
II. Assets			
(1) Non-current assets			
(a) Fixed Assets			
Tangible Assets	6	19,984	47,437
(b) Non-Current Investments	7	209,284,838	182,945,606
(c) Long Term Loans And Advances	8	502,897	322,274
		209,807,719	183,315,317
(2) Current assets			
(a) Inventories	9	326,484,712	372,271,651
(b) Trade Receivables	10	355,210,972	438,161,938
(c) Cash And Cash Equivalents	11	5,972,794	6,059,041
(e) Other Current Assets	12	8,445,588	5,868,628
		696,114,066	822,361,258
Total		905,921,785	1,005,676,575

Notes to the financial statements

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The accompanying notes form an integral part of the financial statements

As per our report of even date

For and on behalf of the Board of Directors

For B.K KHARE & CO
Chartered Accountants
Firm Regn. No.: 105102W

Rahul Rathi
Director
Place : Pune
Date: 24th, April 2017

Shirish Rahalkar
Membership No 111212
Place : Pune
Date: 24th, April 2017

Sudarshan Chemical Industries Limited
Represented by - R. B. RATHI
Place : Pune
Date: 24th, April 2017

SUDARSHAN EUROPE BV
Statement of Profit and Loss for the year ended 31st March, 2017

Particulars	Note No	For the year ended March 31, 2017 (Rs.)	For the year ended March 31, 2016 (Rs.)
I. Revenue From Operations	13	1,957,631,715	1,935,539,470
II. Other Income	14	1,957,631,715 512,636	1,935,539,470 1,664,784
III. Total Revenue (I+II)		1,958,144,351	1,937,204,254
IV. Expenses:			
Cost of goods traded	15	1,660,817,208	1,712,768,107
Changes in inventories of stock-in-trade	16	45,786,939	(21,398,313)
Employee benefit expense	17	78,110,209	91,999,549
Finance costs	18	7,460,894	8,228,313
Depreciation and amortization expense	19	25,043	41,430
Other expenses	20	95,500,580	90,395,682
Total Expenses		1,887,700,873	1,882,034,768
V. Profit/(Loss) before exceptional and extraordinary items and tax (III - IV)		70,443,478	55,169,486
VI. Exceptional items		-	-
VII. Profit/(Loss) after exceptional items and tax (V - VI)		70,443,478	55,169,486
VIII. Extraordinary items		-	-
IX. Profit/(Loss) Before Tax (VII - VIII)		70,443,478	55,169,486
X. Tax Expense:			
(1) Current Tax		15,252,052	3,682,936
XI. Profit/(Loss) from the period from continuing operations		55,191,426	51,486,550
XVI. Earning Per Equity Share:			
Basic	7	1,964	1,832

Notes to the financial statements

21

The accompanying notes form an integral part of the Financial Statements.

As per our report of even date

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Chartered Accountants
Firm Regn. No.: 105102W

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SUDARSHAN EUROPE B.V.

Cashflow statement for the year ended March 31, 2017

Particulars	2016-17 (Rs.)	2015-16 (Rs.)
Cash flow from operating activities		
Profit/(Loss) before tax from operations	70,443,478	55,169,486
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation/amortization	25,043	41,430
Unrealized foreign exchange loss	(29,437,694)	66,402,017
Interest expense	7,460,894	8,228,313
Interest income	-	(22,834)
Operating profit before working capital changes	48,491,721	129,818,412
Movements in working capital :		
Increase/(decrease) in trade payables	22,388,098	120,836,841
Increase/(decrease) in other current liabilities	(19,184,470)	(2,303,042)
Decrease/(increase) in trade receivables	82,950,966	(164,024,998)
Decrease/(increase) in inventories	45,786,939	(21,398,313)
Decrease / (increase) in long-term loans and advances	(180,623)	(149,521)
Decrease/(increase) in other current assets	(2,576,960)	693,461
Cash generated from / (used in) operations	129,183,950	(66,345,573)
Net cash flow from/ (used in) operating activities (A)	177,675,671	63,472,839
Cash flows from investing activities		
Additions to Fixed Asset	-	(52,425)
Increase in non-current investments	(26,339,232)	(55,231,841)
Interest received	-	22,834
Net cash flow from/(used in) investing activities (B)	(26,339,232)	(55,261,432)
Cash flows from financing activities:		
Proceeds from short-term borrowings / (repayment)	(143,961,792)	(25,574,965)
Interest paid	(7,460,894)	(8,228,313)
Net cash flow from/(used in) in financing activities (C)	(151,422,686)	(33,803,278)
Net increase/(decrease) in cash and cash equivalents (A + B + C)	(86,247)	(25,591,871)
Cash and cash equivalents at the beginning of the year	6,059,041	31,650,912
Cash and cash equivalents at the end of the year	5,972,794	6,059,041
Components of cash and cash equivalents		
With banks- on current account	5,972,794	6,059,041
Total cash and cash equivalents (note 11)	5,972,794	6,059,041

As per our report of even date

For and on behalf of the Board of Directors

For B.K KHARE & CO
Chartered Accountants
Firm Regn. No.: 105102W

Rahul Rathi
Director
Place : Pune
Date: 24th, April 2017

Shirish Rahalkar
Membership No 111212
Place : Pune
Date: 24th, April 2017

Sudarshan Chemical Industries Limited
Represented by - R. B. RATHI
Place : Pune
Date: 24th, April 2017

SUDARSHAN EUROPE B.V.**Notes forming part of the Financial Statements**

Note - 6 : FIXED ASSETS

DESCRIPTION	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	BALANCE AS ON 01.04.2016 RS.	ADDITIONS RS.	DEDUCTIONS / CHANGES RS.	BALANCE AS ON 31.03.2017 RS.	BALANCE AS ON 01.04.2016 RS.	FOR THE YEAR RS.	DEDUCTIONS / CHANGES RS.	BALANCE AS ON 31.03.2017 RS.	BALANCE AS ON 31.03.2017 RS.	BALANCE AS ON 31.03.2016 RS.
DATA PROCESSING EQUIPMENTS	228,737	-	17,529	211,208	181,300	25,043	15,119	191,223	19,984	47,437
TOTAL	228,737	-	17,529	211,208	181,300	25,043	15,119	191,223	19,984	47,437

SUDARSHAN EUROPE B.V.
Notes forming part of the Financial Statements

No.	Particulars	As at 31st March 2017 (Rs.)	As at 31st March 2017 (Rs.)	As at 31st March 2016 (Rs.)	As at 31st March 2016 (Rs.)
1	SHAREHOLDERS' FUNDS				
	SHARE CAPITAL				
	EQUITY SHARE CAPITAL:				
	ISSUED:				
	28,100 (Previous Year 28,100) Equity Shares of EUR 100 each		190,897,415		190,897,415
	SUBSCRIBED AND PAID UP:				
	28,100 (Previous Year 28,100) Equity Shares of EUR 100 each fully paid up held by holding company Sudarshan Chemical Industries Limited		190,897,415		190,897,415
	a) Reconciliation of shares outstanding at the beginning and at the end of the year:	No.	Amt.	No.	Amt.
	At the Beginning of the year	28,100	190,897,415	28,100	190,897,415
	Add : Allotted during the year	-	-	-	-
Less: Shares bought back during the year	-	-	-	-	
Outstanding at the end of the year	28,100	190,897,415	28,100	190,897,415	
b) Terms/ Rights attached to equity shares:		Nil		Nil	
c) Share holders holding more than 5% shares in the Company Sudarshan Chemical Industries Ltd.	No.	%	No.	%	
	28,100	100%	28,100	100%	
2	RESERVES & SURPLUS				
	a) Surplus /(Loss) in the Statement of Profit and Loss				
	Balance at the beginning of the year	6,878,876		(44,607,674)	
	Add : Profit /(Loss) for the Current year	55,191,426		51,486,550	
	Closing Balance		62,070,302		6,878,876
b) Foreign Currency Translation Reserve					
Balance at the beginning of the year	(4,428,321)		(70,830,338)		
Add : Adjustment for translation of non integral foreign operation:	(29,440,104)		66,402,017		
Balance at the end of the year		(33,868,425)		(4,428,321)	
		28,201,877		2,450,555	
3	CURRENT LIABILITIES :				
	SHORT-TERM BORROWINGS				
	LOAN REPAYABLE ON DEMAND :				
	a) Secured Loans				
	Loan from Bank		-		191,708,505
	Overdraft		162,161,708		-
	Security covers Trade receivables, inventory and operating cash flows.				
	b) Unsecured Loans				
	Sudarshan Chemical Industries Ltd. - Holding Company		34,804,164		149,219,158
			196,965,872		340,927,663
4	TRADE PAYABLES		475,881,549		453,493,451
			475,881,549		453,493,451
5	OTHER CURRENT LIABILITIES				
	Other Payables:				
	Statutory Dues	6,969,108		8,029,409	
	Provision for taxation	5,121,056		3,682,936	
	Other Liabilities	1,884,908		6,195,146	
		13,975,073		17,907,490	

SUDARSHAN EUROPE B.V.
Notes forming part of the Financial Statements

No.	Particulars	As at 31st March 2017 (Rs.)	As at 31st March 2017 (Rs.)	As at 31st March 2016 (Rs.)	As at 31st March 2016 (Rs.)
7	NON-CURRENT INVESTMENTS				
	Investment :				
	Long Term & Non Trade Investments				
	Investments in Equity Instruments (unquoted) :				
	Investment in subsidiary :				
	368,505,800 (Previous Year 328,505,800) Equity Shares of USD 0.01 each in Sudarshan North America		209,284,838		182,945,606
			209,284,838		182,945,606
8	LONG TERM LOANS & ADVANCES				
	Unsecured, considered good :				
	Deposits with others		502,897		322,274
			502,897		322,274
	CURRENT ASSETS				
9	INVENTORIES				
	(a) Stock in Trade		326,484,712		372,271,651
			326,484,712		372,271,651
10	TRADE RECEIVABLES				
	Unsecured Considered Good :				
	(a) Outstanding for a period exceeding six months from the due date (Considered good)		7,217,436		6,174,458
	Considered doubtful		5,626,179		6,093,109
	Less: Provision for doubtful debts		5,626,179		6,093,109
	(b) Others (Considered good)		347,993,536		431,987,480
			355,210,972		438,161,938
11	CASH AND CASH EQUIVALENTS				
	Balances with Banks :				
	In Current Accounts		5,972,794		6,059,041
			5,972,794		6,059,041
12	OTHER CURRENT ASSETS				
	Prepaid Expenses		8,445,588		5,868,628
			8,445,588		5,868,628
13	REVENUE FROM OPERATIONS				
	Sale of Products		1,957,631,715		1,935,539,470
			1,957,631,715		1,935,539,470

SUDARSHAN EUROPE B.V.
Notes forming part of the Financial Statements

No.	Particulars	As at 31st March 2017 (Rs.)	As at 31st March 2017 (Rs.)	As at 31st March 2016 (Rs.)	As at 31st March 2016 (Rs.)
14	OTHER INCOME				
	(a) Interest Income				
	Interest earned on others		-		22,834
	(b) Other Non Operating Income				
	Miscellaneous Income		512,636		286,548
	Foreign Exchange Difference (Net)		-		1,355,402
			512,636		1,664,784
15	COST OF GOODS TRADED				
	Purchase of Stock in Trade		1,660,817,208		1,712,768,107
			1,660,817,208		1,712,768,107
16	CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE				
	Stocks at Commencement :				
	Finished Products		372,271,651		350,873,338
	Less:				
	Stocks at Close :				
	Finished Products		326,484,712		372,271,651
			45,786,939		(21,398,313)
17	EMPLOYEE BENEFIT EXPENSE				
	Salaries, Wages, Bonus and Commission		62,359,575		63,185,540
	Contribution to Provident, Insurance and other funds		14,215,683		14,024,278
	Employee welfare expenses and other allowances		1,534,951		14,789,731
			78,110,209		91,999,549
18	FINANCE COSTS				
	Interest Expenses		7,460,894		8,228,313
			7,460,894		8,228,313
19	DEPRECIATION AND AMORTISATION EXPENSE				
	Depreciation		25,043		41,430
			25,043		41,430
20	OTHER EXPENSES				
	Advertisement		5,513,868		6,642,860
	Auditors' Remuneration : Audit Fees		342,356		342,095
	Commission to Selling Agents		7,576,963		7,738,309
	Discounts		2,492,878		4,041,733
	Provision for Bad Debts		-		5,955,028
	Other Expenses		429,631		246,273
	Legal, Professional and Consultancy Charges		23,717,680		12,780,731
	Repairs and Maintenance - Vehicle		259,432		167,387
	Printing, Stationery and Communication Expenses		1,289,062		1,043,321
	Lease Rent		17,960,706		17,385,807
	Rates and Taxes		308,421		316,554
	Selling and Distribution Expenses		18,028,226		13,537,467
	Travelling and Conveyance		13,476,731		16,445,555
	Insurance		1,956,635		2,184,060
	Foreign Exchange Difference (Net)		677,468		-
	Bank Charges		1,470,523		1,568,502
			95,500,580		90,395,682