

**Gokul Solutions Limited**

**PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31.03.2014**

(in `)

| Particulars |  | Note No. | 31-03-2014            | 31-03-2013          |
|-------------|--|----------|-----------------------|---------------------|
| I.          | Revenue from operations  | 16       | 4,37,14,230.00        | 42,63,719.00        |
| II.         | Other income   | 17       | 4,782.00              | 1,06,552.00         |
| <b>III.</b> | <b>Total Revenue (I + II)</b>  |          | <b>4,37,19,012.00</b> | <b>43,70,271.00</b> |
| IV.         | Expenses:  |          |                       |                     |
|             | Purchases of Stock-in-Trade  | 18       | 5,79,31,005.95        | 22,14,367.13        |
|             | Changes in inventories of finished goods work-in-progress and Stock-in-Trade | 19       | (1,75,87,502.00)      | 4,970.00            |
|             | Employee benefits expense  | 20       | 14,31,190.00          | 4,98,600.00         |
|             | Finance costs  | 21       | 36,066.00             | 2,35,859.62         |
|             | Depreciation and amortization expense  | 10       | 4,46,190.66           | 4,56,268.00         |
|             | Other expenses   | 22       | 11,94,678.00          | 9,51,224.00         |
|             | Total expenses   |          | <b>4,34,51,628.61</b> | <b>43,61,288.75</b> |
| <b>V.</b>   | <b>Profit before exceptional and extraordinary items and tax (III-IV)</b>    |          | <b>2,67,383.39</b>    | <b>8,982.25</b>     |
| VI.         | Exceptional items  |          | -                     | -                   |
| <b>VII.</b> | <b>Profit before extraordinary items and tax (V - VI)</b>                    |          | <b>2,67,383.39</b>    | <b>8,982.25</b>     |
| VIII.       | Extraordinary and Prior Period Items   |          | -                     | -                   |
| <b>IX.</b>  | <b>Profit before tax (VII- VIII)</b>   |          | <b>2,67,383.39</b>    | <b>8,982.25</b>     |
| X           | Tax expense:   |          |                       |                     |
|             | (1) Current tax  |          | 81,790.00             | 2,890.00            |
|             | (2) Deferred tax   |          | (880.00)              | 120.00              |
|             | (3) Tax for earlier years  |          | -                     | -                   |
| <b>XI</b>   | <b>Profit (Loss) for the period from continuing operations (IX-X)</b>        |          | <b>1,84,713.39</b>    | <b>6,212.25</b>     |
| XII         | Profit/(loss) from discontinuing operations                                  |          | -                     | -                   |
| XIII        | Tax expense of discontinuing operations                                      |          | -                     | -                   |
| <b>XIV</b>  | <b>Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)</b>    |          | <b>-</b>              | <b>-</b>            |
|             |  |          | <b>0</b>              |                     |
| <b>XV</b>   | <b>Profit (Loss) for the period (XI + XIV)</b>                               |          | <b>1,84,713.39</b>    | <b>6,212.25</b>     |
| XVI         | Earnings per equity share:   |          |                       |                     |
|             | (1) Basic  |          | 2.15                  | 0.14                |
|             | (2) Diluted  |          | 2.15                  | 0.14                |

NOTES TO ACCOUNTS

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Notes referred to above and notes attached there to form an integral part of Profit & Loss A/c

As per our report of even date attached.

For RAKESH KUMAR AGRAWAL

*Chartered Accountants*

(Rakesh Kumar Agrawal)

Proprietor

Membership No.: 062149

Place : Kolkata

Date : 30.05.2014

**Note I : Disclosure pursuant to Note No.1 of Part I & II of Schedule VI to the Companies Act, 1956**

1. NOTES ON ACCOUNTS



- 1.1. Significant Accounting Policies:
- The Company follows mercantile system of accounting and recognizes income and expenditure on accrual basis except rates and taxes and other Government payments, which are accounted for on cash basis.
  - The financial statements have been prepared on Historical Cost basis in accordance with the generally accepted accounting principles and provisions of the Companies Act, 1956 as adopted consistently by the company.
  - Accounting Policies not referred hereto are consistent with generally accepted accounting principles.
  - Fixed Assets stated at cost less accumulated depreciation
  - Depreciation has been provided on W.D.V method at the rate specified in Schedule XIV Companies Act, 1956.
- 1.2. Previous year's figure are re-grouped or rearranged wherever necessary.
- 1.3. A machinery was undervalued in the Year 2010-2011 due to exclusion of WB VAT of Rs. 1,29,306/- and in effect of that Depreciation was undercharged in the past years, now the VAT has been capitalized and Depreciation has been accordingly charged.
- 1.4. The Provision regarding additional information as required under Para 4C and 4D of Part II of schedule VI to the Companies Act are not applicable.
- 1.5. In the opinion of the management and to the best of their knowledge and belief the value of the realization of current assets, loans & advances in the ordinary course of the business would not be less than the amount at which they are stated in the Balance Sheet and the provisions for all known and determined liabilities are adequate and not in excess of the amount reasonably required.
- 1.6. 3,15,000 Shares being issued as fully paid up by way of Bonus Shares through Capitalization of Securities Premium Account.
- 1.7. Earning Per Share (EPS):  
The Earnings considered in ascertaining the Company's EPS comprises the net profit (loss) and includes the post tax effect of any extraordinary items. The number of shares used in computing Basic EPS is weighted average number of shares outstanding during the year.
- 1.8. Additional information pursuant to the provision contained vides part II of the schedule VI of the companies Act. 1956.
- |                                     |   |     |
|-------------------------------------|---|-----|
| I. Earning in foreign Exchange      | : | NIL |
| II. Expenditure in Foreign Currency | : | NIL |
- 1.9. Managerial Remuneration to Directors during the year is Rs. Nil.
- 1.10. Taxation:
- Provision for current year tax is determined on the basis of provisions on Income Tax Act, 1961.
  - Deferred tax liability is recognized in accordance with 'Accounting Standard-22' Accounting for Taxes on Income issued by the Institute of chartered accountants of India, subject to the consideration of prudence in respect of deferred tax liability, on timing differences, being the difference between taxable incomes and accounting incomes that originate in one year and capable of reversal in one or more subsequent year, and prior period.
- 1.11. Information as required as under notification no. G.S.R719(E) dated 16.11.2007, issued by the department of company affairs in respect of the total amount payable and amount of interest paid during the year and payable at the end of the year to the sundry creditors has not been disclosed, as the relevant information has not been made available by the respective enterprises as regards to there status/ classification into micro, small, medium enterprises.
- 1.12. Revenue recognition:  
Revenue is recognized on transfer of significant risk and reward in respect of ownership.

**Note II : Disclosure pursuant to Note No. 2 to 15 of Part I of Schedule VI to the Companies Act, 1956**

**Note Share Capital**

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| Particulars | As at 31 March 2014 | As at 31 March 2013 |
|-------------|---------------------|---------------------|
|-------------|---------------------|---------------------|

|  | Number  | `              | Number | `           |
|--|---------|----------------|--------|-------------|
| <b>Authorised</b><br>Equity Shares of Rs. 10/- each                          | 5000000 | 5,00,00,000.00 | 50000  | 5,00,000.00 |
| <b>Issued</b><br>Equity Shares of Rs. 10/- each                              | 4650000 | 4,65,00,000.00 | 45000  | 4,50,000.00 |
| <b>Subscribed &amp; Paid up</b><br>Equity Shares of Rs. 10/- each fully paid | 4650000 | 4,65,00,000.00 | 45000  | 4,50,000.00 |
| <b>Total</b>   | 4650000 | 4,65,00,000.00 | 45000  | 4,50,000.00 |

**Disclosure pursuant to Note no. 6(A)(d) of Part I of Schedule VI to the Companies Act, 1956**

| Particulars                                     | Equity Shares |                |        |             |
|---|---------------|----------------|--------|-------------|
|   | 2014          |                | 2013   |             |
|   | Number        | `              | Number | `           |
| Shares outstanding at the beginning of the year | 45000         | 4,50,000.00    | 45000  | 4,50,000.00 |
| Shares Issued during the year                   | 4605000       | 4,60,50,000.00 | -      | -           |
| Shares bought back during the year              | -             | -              | -      | -           |
| Shares outstanding at the end of the year       | 4650000       | 4,65,00,000.00 | 45000  | 4,50,000.00 |

**Disclosure pursuant to Note no. 6(A)(g) of Part I of Schedule VI to the Companies Act, 1956.**

| Name of Shareholder                  | As at 31 March 2014 |              | As at 31 March 2013 |              |
|--------------------------------------|---------------------|--------------|---------------------|--------------|
|                                      | No. of Shares held  | % of Holding | No. of Shares held  | % of Holding |
| Sanjay Kumar Agarwal                 | 40000               | 0.86%        | 5000                | 11.11%       |
| Om Prakash Agarwal                   | 40000               | 0.86%        | 5000                | 11.11%       |
| Unity Commotrade Pvt. Ltd.           | 160000              | 3.44%        | 20000               | 44.44%       |
| Genuine Tradecom Pvt. Ltd.           | 120000              | 2.58%        | 15000               | 33.33%       |
| Amritlaxmi Merchandise Pvt. Ltd.     | 400000              | 8.60%        | -                   | -            |
| Arrowline Distributors Pvt. Ltd.     | 500000              | 10.75%       | -                   | -            |
| Aryavrat Suppliers Pvt. Ltd.         | 500000              | 10.75%       | -                   | -            |
| Japonica Agencies Pvt. Ltd.          | 300000              | 6.45%        | -                   | -            |
| Khandeshwar Vinimay Pvt. Ltd.        | 500000              | 10.75%       | -                   | -            |
| Laxmiputra Vinimay Pvt. Ltd.         | 400000              | 8.60%        | -                   | -            |
| Metrocity Suppliers Pvt. Ltd.        | 530000              | 11.40%       | -                   | -            |
| Passiflora Agencies Pvt. Ltd.        | 300000              | 6.45%        | -                   | -            |
| Speedwell Complex Advisory Pvt. Ltd. | 500000              | 10.75%       | -                   | -            |

**Disclosure pursuant to Note no. 6(A)(i) of Part I of Schedule VI to the Companies Act, 1956**

| Particulars                                  | Year (Aggregate No. of Shares) |              |        |   |
|--|--------------------------------|--------------|--------|---|
|  | 2014                           |              | 2013   |   |
|  | Number                         | `            | Number | ` |
| <b>Equity Shares :</b>                       |                                |              |        |   |
| <b>Fully paid up by way of bonus shares:</b> |                                |              |        |   |
| Sanjay Kumar Agarwal                         | 35000                          | 3,50,000.00  | -      | - |
| Om Prakash Agarwal                           | 35000                          | 3,50,000.00  | -      | - |
| Unity Commotrade Pvt. Ltd.                   | 140000                         | 14,00,000.00 | -      | - |
| Genuine Tradecom Pvt. Ltd.                   | 105000                         | 10,50,000.00 | -      | - |

**Note 3 Reserves & Surplus**

| Particulars | As at 31 March 2014 | As at 31 March 2013 |
|-------------|---------------------|---------------------|
|             |                     |                     |

|  |                    |                     |
|--|--------------------|---------------------|
| <b>a. Securities Premium Account</b>             |                    |                     |
| Opening Balance                                  | 31,50,000.00       | 31,50,000.00        |
| Add : Securities premium credited on Share issue | -                  | -                   |
| Less : Premium Utilised for various reasons      |                    |                     |
| For Issuing Bonus Shares                         | 31,50,000.00       | -                   |
| Closing Balance                                  | -                  | 31,50,000.00        |
| <b>b. Surplus</b>                                |                    |                     |
| Opening balance                                  | 19,739.85          | 13,527.60           |
| (+) Net Profit/(Net Loss) For the current year   | 1,84,713.39        | 6,212.25            |
| (+) Transfer from Reserves                       | -                  | -                   |
| (-) Proposed Dividends                           | -                  | -                   |
| (-) Interim Dividends                            | -                  | -                   |
| (-) Transfer to Reserves                         | -                  | -                   |
| Closing Balance                                  | <b>2,04,453.24</b> | <b>19,739.85</b>    |
| <b>Total</b>                                     | <b>2,04,453.24</b> | <b>31,69,739.85</b> |

**Note 4 Long Term Borrowings**

| Particulars   | As at 31 March<br>2014 | As at 31 March<br>2013 |
|---|------------------------|------------------------|
| <b>Secured</b>  |                        |                        |
| <b>a. Term Loan</b>   | -                      | 6,77,695.52            |
| (Term loan is taken for ` 15000000/- from Oriental Bank Of Commerce Rajarhat Branch. The same is payable in 60 equal monthly installment of ` 32500/- each. The same is payable at a interest of 13.15% against hypothecation of machinery) |                        |                        |
| <b>Total</b>  | -                      | 6,77,695.52            |

**Note 5 Deferred Tax Liabilities**

| Particulars   | As at 31 March<br>2014 | As at 31 March<br>2013 |
|---|------------------------|------------------------|
| <b>Opening Balance</b>                                      | 60,098.00              | 60,218.00              |
| Add: Deferred Tax Liability during the year                 | 880.00                 | -120.00                |
|   |                        | -                      |
| <b>Total</b>  | <b>60,978.00</b>       | <b>60,098.00</b>       |
| Computation of Deferred Tax: As per separate sheet attached |                        |                        |

**Note 6 Short Term Borrowings**

| Particulars  | As at 31 March<br>2014 | As at 31 March<br>2013 |
|--|------------------------|------------------------|
| <b>Secured</b>   |                        |                        |
| <b>a) Cash Credit Facility</b>   | 4,94,713.24            | -                      |
| (Cash credit facility availed from Oriental Bank of Commerce, Rajarhat Branch against Hypothecation of Stocks and Debtors at a Interest rate of PLR - 1.25% p.a. with monthly rest and repayable on demand.) |                        |                        |
| <b>Unsecured</b>   |                        |                        |
| <b>a) Other loans and advances</b>   |                        |                        |
| Krishna Apartments Pvt. Ltd.   | -                      | 2,50,000.00            |
| Manjil Vinimay P Ltd.  | -                      | 2,30,000.00            |
| <b>Total</b>   | <b>4,94,713.24</b>     | <b>4,80,000.00</b>     |

**Note 7 Trade Payables**

| Particulars | As at 31 March<br>2014 | As at 31<br>March 2013 |
|-------------|------------------------|------------------------|
|-------------|------------------------|------------------------|



|                    |                       |                    |
|--------------------|-----------------------|--------------------|
| Payables for Goods | 1,80,00,540.00        | 3,55,202.00        |
| <b>Total</b>       | <b>1,80,00,540.00</b> | <b>3,55,202.00</b> |

**Note 8 Other Current Liabilities**

| <b>Particulars</b>                               | <b>As at 31 March 2014</b> | <b>As at 31 March 2013</b> |
|--|----------------------------|----------------------------|
| Advances From Parties<br>Gokul Vyapaar Pvt. Ltd. | -                          | 3,75,000.00                |
| Liabilities For Expenses                         | 19,370.00                  | -                          |
| Audit Fees Payable                               | 11,000.00                  | 3,371.00                   |
| TDS Payable                                      | -                          | 4,000.00                   |
| <b>Total</b>                                     | <b>30,370.00</b>           | <b>3,82,371.00</b>         |

**Note 9 Short Term Provisions**

| <b>Particulars</b>      | <b>As at 31 March 2014</b> | <b>As at 31 March 2013</b> |
|-------------------------|----------------------------|----------------------------|
| <b>a) Others</b>        |                            |                            |
| <b>Opening Balance</b>  | 6,085.27                   | 3,195.27                   |
| Income Tax For The Year | 81,790.00                  | 2,890.00                   |
| <b>Total</b>            | <b>87,875.27</b>           | <b>6,085.27</b>            |