



Notice of Annual General Meeting

Notice is hereby given that Seventh Annual General Meeting of **Cospower Engineering Private Limited** will be held at the Registered office of the Company at 101/102, Arun Velji Udyog, Building No. 2, behind Rajprabha Udyog Nagar, Golani Naka, Valiv, Vasai (East), Thane on **29th September, 2017** at **5.00 p.m.** to transact the following business:

- 1) To receive, consider and adopt the audited accounts for the financial year ended 31st March 2017 along with the report of the Board of Directors and Auditors thereon.
- 2) To appoint auditors to hold office from the conclusion of this meeting till the conclusion of next Annual General Meeting and authorize Board to fix their remuneration.

On Behalf of the Board of Directors

Chairman

Place: Mumbai
Date: 08.09.2017

Notes:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the company.

Cospower Engineering Pvt. Ltd.

Office:-
203, Kesarinath Building,
S. V. Road, Near Filmistan,
Goregaon West, Mumbai - 400 062.
Maharashtra State, India.

Works:-
B/2, Sagar Industrial Estate,
Survey No. 46/47, Dhurnal Nagar,
Valiv, Vasai East - 401208.
Maharashtra State, India.

Contact Details:-
Tel no. +91-22-40129990
E-mail: contact@cospowerindia.com
Website : cospowerindia.com

DIRECTORS' REPORT

To,
The Members of "COSPOWER ENGINEERING PRIVATE LIMITED"

The Directors have pleasure in presenting before you the Annual Report of the Company along with audited annual financial statements, for the year ended 31st March, 2016.

1. FINANCIAL RESULTS:

The performance during the period ended 31st March, 2017, compared to the previous Financial Year is as under:

Particulars	Amount in Rs.	
	2016-17	2015-16
Gross Income	9,58,23,092	4,79,17,744
Profit/(Loss) before Depreciation	54,51,134	19,24,602
Less: Provision for Depreciation	4,49,884	7,97,898
Net profit/ (Loss) before tax	50,01,250	11,26,704
Add/(Less): Exceptional Items/Extra Ordinary Items	-	-
Profit/ (Loss) after Extra-Ordinary Items	50,01,250	11,26,704
Less : Taxes	19,90,171	4,43,431
Net profit/ (loss)	30,11,079	6,83,273

2. STATE OF COMPANY AFFAIRS:

During the year under report, the Company achieved a total turnover of Rs. 9,58,23,092/- as compared to the total turnover of Rs. 4,79,17,744/- achieved during the previous year.

Your directors are taking more efforts to improve the performance of the Company and are hopeful of better working in the current year.

3. DETAILS OF SUBSIDIARIES, JOINT VENTURES (JV) OR ASSOCIATE COMPANIES (AC):

The Company has no subsidiary, joint venture or associate companies.

4. AMOUNTS PROPOSED TO BE CARRIED TO ANY RESERVES:

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The company has transferred Rs. Nil to general reserves.

5. DIVIDEND:

The Directors have not recommended any dividend on the paid-up equity share capital of the Company with respect to the financial year 2016-17.

6. MATERIAL CHANGES IF ANY BETWEEN THE END OF THE FINANCIAL YEAR 31.03.2017 OF THE COMPANY AND THE DATE OF THE REPORT:

There have been no material changes affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report.

7. DIRECTORS:

There was no change in the composition of Board of Directors, in the year under review. The Board of Directors presently comprises of:

1. Mr. Oswald Dsouza -Director
2. Mr. Felix Kadam -Director

The Company being a private company, the provisions of Key Managerial personnel are not applicable to our company.

8. NUMBER OF BOARD MEETINGS HELD:

Total 8 Board Meetings were held during the financial year 2016-17 as required u/s 134 (3)(b) of the Companies Act, 2013 are as under:

Sr.No	Date
1	04/04/2016
2	09/06/2016
3	25/07/2016
4	22/08/2016
5	09/09/2016
6	12/11/2016
7	13/01/2017
8	18/02/2017
9	31/03/2017

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9. EMPLOYEE REMUNERATION:

During the year, there were no employees receiving remuneration in excess of the limit as specified in Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

10. DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY:

The Company has in place a mechanism to identify, assess, monitor, and mitigate various risks to key business objectives. In the opinion of the Board, there are no such risks which would threaten the existence of the Company.

11. DEPOSITS:

The Company has not accepted any deposits under the provisions of Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposit) Rules, 2014 as amended and hence there is no question of repayment of the same.

12. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

Information required under section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, is given herein below:

A. CONSERVATION OF ENERGY NIL

- (i) Steps taken or impact on conservation of energy.
- (ii) Steps taken by the company for utilizing alternate sources of energy.
- (iii) Capital investment on energy conservation equipment.

B. TECHNOLOGY ABSORPTION NIL

- (i) Efforts made towards technology absorption.
- (ii) Benefits derived like product improvement, cost reduction, product development or import substitution.
- (iii) In case of imported technology (imported during the last 3 years reckoned from the beginning of the financial year)-

- (a) Details of technology imported.
- (b) Year of import.
- (c) Whether the technology has been fully absorbed.

- (d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and

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- (iv) Expenditure incurred on research & development.

C. FOREIGN EXCHANGE EARNINGS & OUTGO:

Foreign exchange earned in terms of actual inflows during the year and the foreign exchange outgo during the year in terms of actual outflows.

Particulars	Amount in Rs.	
	2016-17	2015-16
Foreign Exchange Earnings in terms of actual inflows	-	-
Foreign Exchange Outgo in terms of actual outflows	-	-

13. CORPORATE SOCIAL RESPONSIBILITY (CSR):

The Company does not belong to the class or classes of Companies as prescribed under the provisions of section 135 of the Companies Act, 2013 and the rules made there under. The said provisions are not applicable to our company and hence the company has not constituted any CSR committee.

14. AUDITORS:

In accordance with the provisions of section 139 of the Companies Act, 2013 and the rules made thereunder M/s. C.J.K. Associates, Chartered Accountants (Registration Number. 117467W), were appointed as the statutory auditors of the Company. You are requested to ratify their appointment.

15. DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to the requirement of section 134(5) of the Companies Act, 2013, the Directors state that:

- in the preparation of the Annual Accounts for the year 31.03.2016, the applicable Accounting Standards had been followed along with proper explanation relating to material departures;
- 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 of the Company for the period;

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- 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;
- e) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

16. REPLY TO AUDITORS QUALIFICATIONS, RESERVATIONS, ADVERSE REMARKS:

There are no qualifications, reservations or adverse remarks by the auditors in their report.

17. EXTRACT OF ANNUAL RETURN:

The extract of Annual Return u/s 134 (3)(a) and u/s 92 (3) read with Rule 12 of Companies (Management and Administration) Rules, 2014 in Form MGT-9 is attached to the Report as Annexure 1.

18. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS:

Loans and advances as of March 31, 2017 is Rs.1,63,36,820/-.

The Company has given no guarantee or security and has made no investments during the financial year.

19. PARTICULARS OF RELATED PARTY TRANSACTIONS:

The particulars of contracts or arrangements with related parties referred to in section 188(1) as prescribed in Form AOC-2 of the rules prescribed under chapter IX relating to Accounts of Companies under the Companies Act, 2013 is annexed as Annexure 2.

20. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

There were no instances during the year attracting the provisions of Rule 8 (5)(vii) of the Companies (Accounts) Rules, 2014 requiring the details of significant and

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material orders passed by regulators or courts or tribunals impacting the going concern status and company's operations in future.

21. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:

Commensurate with volume of financial transactions, the Company has employed suitable monitoring policy. All the transactions are checked, passed and processed with proper authorizations.

22. SEXUAL HARRASSMENT COMMITTEE:

As per the provisions of the Sexual Harassment Of Women At Workplace (Prevention, Prohibition and Redressal) Act, 2013 a committee called Internal Complaints Committee has been established to provide a mechanism to redress grievances pertaining to sexual harassment at workplace and Gender Equality" of working women.

23. DISCLOSURES NOT APPLICABLE TO THE COMPANY:

• DECLARATIONS BY INDEPENDENT DIRECTORS:

The company being a private company, the provisions of Section 149(4) with respect to independent directors do not apply.

• DISCLOSURE OF REMUNERATION OR COMMISSION RECEIVED BY A MANAGING OR WHOLE-TIME DIRECTOR FROM THE COMPANY'S HOLDING OR SUBSIDIARY COMPANY:

Since the Company is a private company, the provisions of section 197(14) are not applicable to the company.

• EVALUATION OF BOARD OF DIRECTORS, COMMITTEES AND INDIVIDUAL DIRECTOR:

The Company being a private company the provisions which require such evaluation to be done, are not applicable.

• COMPANY'S POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION:

The Policy of the Company on Director's Appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director

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and other matters provided under sub section (3) of section 178 is not applicable to the company.

• **VIGIL MECHANISM:**

As the company does not fall within the class of companies as specified under provisions of the Companies Act, 2013 the company is not required to establish a vigil mechanism.

• **SECRETARIAL AUDIT REPORT:**

The Company being a Private Company, the provisions relating to secretarial audit are not applicable.

24. ACKNOWLEDGEMENT:

Directors take this opportunity to express their sincere appreciation for the services rendered by the Company's Bankers, Consultants and Advisors, Material Suppliers, Customers and Shareholders for their continued support and guidance. The Directors wish to place on record their appreciation for the dedicated efforts put in by the Employees of the Company at all levels.

For & On behalf of the Board of Directors



DIN: 02711251



DIN: 02880294

Date: 08/09/2017

Place: Thane

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Form No.MGT-9

EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON 31st MARCH
2017

**[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the
Companies (Management and Administration) Rules, 2014]**

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	U31908MH2010PTC208016
ii.	Registration Date	22/09/2010
iii.	Name of the Company	COSPOWER ENGINEERING PRIVATE LIMITED
iv.	Category/Sub-Category of the Company	Company Limited By Shares/ Indian Non Government Company
v.	Address of the Registered office and contact details	101/102, ARJUN VELJI, UDYOG NO. 2, VILLAGE VALIV, TALUKA - VASAI THANE MH 401208 IN
vi.	Whether listed company	NO
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	NA

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total
turnover of the company shall be stated:-

Sr. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Project Management Consultancy and Supply of Engineering goods	31200	100%

holding nominal share capital in excess of Rs 1 lakh									
c) Others (Specify)	0	0	0	0	0	0	0	0	0
Sub-total(B)(2)	0	0	0	0	0	0	0	0	0
Total Public Shareholding (B)=(B)(1)+(B)(2)	0	0	0	0	0	0	0	0	0
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	0	150000	150000	100%	0	150000	150000	100%	0

ii. Shareholding of Promoters

Sr. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered	% change in share holding during
1.	Mr. Oswald D'souza	75000	50%	0	75000	50%	0	0
2.	Mr. Felix Kadam	75000	50%	0	75000	50%	0	0
	Total	150000	100%	0	150000	100%	0	0

iii. Change in Promoters' Shareholding (please specify, if there is no change)

Sr. no		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	No Change		No Change	
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	No Change		No Change	
	At the End of the year	No Change		No Change	

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	23,950,498	15,199,421	0	39,149,919
ii) Interest due but not paid				
iii) Interest accrued but not				
Total (i+ii+iii)	23,950,498	15,199,421	0	39,149,919
Change in Indebtedness during the financial year				
- Addition		5,432,684		
- Reduction	(3,295,069)		0	2,137,615
Net Change	(3,295,069)	5,432,684	0	2,137,615
Indebtedness at the end of the financial year				
i) Principal Amount	2,06,55,429	20,632,105	0	41,287,534
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	2,06,55,429	20,632,105	0	41,287,534

REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**A. Remuneration to Managing Director, Whole-time Directors and/or Manager**

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisite u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NA				
2.	Stock Option	0	0	0	0	0
3.	Sweat Equity	0	0	0	0	0
4.	Commission - as % of profit - others, specify...	0	0	0	0	0
5.	Others, please specify	0	0	0	0	0
6.	Total (A)	0	0	0	0	0
	Ceiling as per the Act	0	0	0	0	0

B. Remuneration to other directors:

Sl. No.	Particulars of Remuneration	Name of Other Director				Total Amount
	Independent Directors Fee for attending board committee meetings Commission Others, please specify	NA	NA	NA	NA	NA
	Total(1)					
	Other Non-Executive Directors Gross salary Fee for attending board committee meetings Commission Others, please specify	Oswald D'souza 10,03,200	Felix Kadam 10,03,200	NA	NA	20,06,400
	Total(2)	10,03,200	10,03,200	0	00	20,06,400
	Total(B)=(1+2)	0	0	0	00	0

C. Remuneration to Key Managerial Personnel Other Than MD/Manager/WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) of Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) of Income-tax Act, 1961	NA	NA	NA	NA
2.	Stock Option	0	0	0	0

3.	SweatEquity	0	0	0	0
4.	Commission - as%of profit -others,specify	0	0	0	0
5.	Others,please specify	0	0	0	0
6.	Total	0	0	0	0

VI. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority[RD /NCLT/Court]	Appeal made. If any(give details)
A. Company	NIL				
Penalty					
Punishment					
Compounding					
B. Directors	NIL				
Penalty					
Punishment					
Compounding					
C. Other Officers in Default	NIL				
Penalty					
Punishment					
Compounding					

For and on behalf of COSPOWER ENGINEERING PVT LTD.




Mr Felix Shridhar Kadam
(Director)



Independent Auditors' Report

TO THE MEMBERS OF COSPOWER ENGINEERING PRIVATE LIMITED

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying standalone financial statements of Cospower Engineering Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss for the year then ended, and a summary of the significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS AND FOR INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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 of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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.

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

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these standalone financial statements based on our audit and to express an opinion on the Company's internal financial controls over financial reporting 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 and the Guidance Note on Audit of Internal Financial Controls over Financial Reporting. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement and whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

An audit involves performing procedures to obtain audit evidence about the amounts, the disclosures in the financial statements and adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2017, and its profit for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. 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 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) In our opinion considering nature of business, size of operation and organisational structure of the entity, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.
- (g) 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 which would impact its financial position.
 - (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - (iv) The Company has provided requisite disclosure with regard to dealings in specified bank notes during the period from 8 November, 2016 to 30 December 2016 and these are in accordance with the books of accounts maintained by the company. Refer to Note 23.9



C. J. K. ASSOCIATES

CHARTERED ACCOUNTANTS

N. B. Chavan

B. com., FCA

S. V. Kelkar

B. com., FCA

M. M. Bagul

M. com., FCA

For C.J.K. Associates
Chartered Accountants
(Firm Registration No. 117467W)

Place: Mumbai
Date: September 08, 2017

N.B. Chavan

Partner

Membership No.: 042709





Annexure to Independent Auditors' Report

[Referred to in Paragraph 1 under heading of "Report on Other Legal and Regulatory Requirements" section of our report of even date]

1. In respect of its fixed assets:

- a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- b) As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner which in our opinion is reasonable, having regard to the size of the company and nature of its assets and no material discrepancies were noticed on such physical verification;
- c) As per the information & explanations provided to us, the title deeds of immovable properties are held in the name of the company.

2. In respect of its inventories:

- a) In our opinion, physical verification of inventory has been conducted at reasonable intervals by the management and no material discrepancies were noticed on physical verification.

3. The Company has not granted any loans secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.

4. In respect of loans, investments, guarantees, and security:

In our opinion & according to the information given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments & providing guarantees & securities.

5. According to the information & explanations given to us, the company has not accepted any deposit from the public.

6. According to the information and explanations given to us, the Company is not required to maintain cost records pursuant to the Rules made by the Central Government for the maintenance of cost records under Section 148 (1) of the Companies Act, 2013.



7. In respect of statutory dues:-

- a) According to the information and explanations given to us and on the basis of our examination of the records of the company, the Company has not been regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income tax, sales tax, wealth tax, service tax, Customs Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues, as applicable to it with the appropriate authorities. The extent of the undisputed arrears of statutory dues outstanding as at March 31, 2017 for the period of more than six months from the date they become payable is given in Annexure I to this report.
- b) According to the information and explanations given to us, there are no dues of income tax, Sales Tax, Service tax, Wealth tax, Value added tax, Customs Duty, Excise Duty and cess which have not been deposited with the appropriate authorities on account of any dispute.

8. In our opinion, and according to the information and explanation given to us, the Company has not defaulted in the repayment of dues to financial institutions, bank and debenture holders
9. According to the information and explanations given to us, the term loans have been applied for the purpose for which the loans were obtained.
10. According to the information and explanation given to us, no material fraud on or by the company has been noticed or reported during the year.
11. In our opinion and according to the information and explanation given to us managerial remuneration has been paid/provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
12. The company is not a Nidhi Company & hence reporting under this clause of Paragraph 3 of the Order is not applicable.
13. In our opinion, and according to the information and explanation given to us, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
14. During the year the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures & hence reporting under this clause of Paragraph 3 of the Order is not applicable to the Company.



C. J. K. ASSOCIATES

CHARTERED ACCOUNTANTS

N. B. Chavan

B. com., FCA

S. V. Kelkar

B. com., FCA

M. M. Bagul

M. com., FCA

15. In our opinion, and according to the information and explanation given to us the company has not entered into any persons connected with him & hence reporting under this clause of Paragraph 3 of the Order is not applicable to the Company.
16. In our opinion, and according to the information and explanation given to us the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For C.J.K. Associates

Chartered Accountants

(Firm Registration No. 117467W)

Place : Mumbai

Date : 08.09.2017

N.B. Chavan

Partner

Membership No.: 042709





Annexure I

Name of Statute	Nature of Dues	Amount(Rs.)	Period to which amount relates	Due Date	Date of Payment
Provident Fund	Provident Fund	25109	April 16	21/05/2016	17/06/2016
2	Provident Fund	25084	May 16	21/06/2016	05/08/2016
3	Provident Fund	24907	June 16	21/07/2016	05/08/2016
4	Provident Fund	24907	July 16	21/08/2016	29/05/2017
5	Provident Fund	24907	Aug 16	21/09/2016	05/08/2017
6	Provident Fund	24907	Sept 16	21/10/2016	18/06/2017
7	Provident Fund	24907	Oct 16	21/11/2016	10/07/2017
8	Provident Fund	24907	Nov 16	21/12/2016	22/08/2017
9	Provident Fund	24907	Dec 16	21/01/2017	22/08/2017
10	Provident Fund	24907	Jan 17	21/02/2017	30/10/2017
11	Provident Fund	24907	Feb 17	21/03/2017	30/10/2017
12	Provident Fund	24288	Mar 17	21/04/2017	30/10/2017
13	MVAT	295957	Mar 17	21/04/2017	Unpaid
14	CST	16236	Mar 17	21/04/2017	Unpaid
15	Excise Duty	2,49,040	July 16-Mar 17	31/03/2017	18/05/2017

N. B. Chavan

Name of the Assessee :	Cospower Engineering Private Limited
Address :	101/102, Arjun Velji Udyog NO.2 Village Valiv, Taluka Vasai Thane 401208
Date of Incorporation :	22.09.2010
Status :	Private Limited Company
Residential Status :	Resident
Ward :	DC/AC, CIR 2, THANE/PNE/C/71/1
PAN :	AAECC1654M
Assessment year :	2017-18

Statement of Income for the year ended 31st March 2017

Business Income

Net Profit as per Profit and Loss A/c Before

Provision for Taxation: 5,001,248

Add :	Expenses Disallowed as per I.T. Act		
	VAT Unpaid for F.Y. 2016-17 disallowed	669,807	
	CST Unpaid for F.Y. 2016-17 disallowed	16,236	
	Service Tax Unpaid for F.Y. 2015-16 Disallowed	-	
	Excise Duty Unpaid for F.Y. 2016-17 Disallowed	145,793	
	Interest on Delayed TDS Payment	-	
	Income Tax Paid	-	
	Short Term Loss on Redemption of Mutual Fund	-	
	Depreciation as per Companies Act	449,884	1,281,722
			6,282,970

Less :	Depreciation as per I.T. Rules	521,967	
	Excise Duty Unpaid for FY 2016-17 allowed u/s 43B	145,793	667,762
	Net Taxable Income		5,615,208
	Rounded off u/s 288A		5,615,210

Tax Position

Tax Payable on Rs.	5615210	1,684,563
Add:	Education cess @ 3%	50,537
		1,735,100

Less:	Interest u/s.234A		
	Interest u/s.234B		
	Interest u/s.234C		-
			1,735,100

Less :	Advance Tax Paid		-
Add:	Interest u/s 234 B	107,128	
	234 C	67,625	174,753
			1,909,853

Less:	TDS on Contract Charges received	340,139	
	TDS On Insurance Claim	41,543	
	TDS On Commission	11,125	
	TDS on FD With Bank	3,106	
		395,913	
	Self Assessment tax paid on	-	395,913

Balance Payable	1,513,940
Rounded off to	1,513,940



Cospower Engineering Private Limited

Balance sheet

as at 31 March 2017

(Currency: Indian rupees)

	Notes	2017	2016
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	3	1,500,000	1,500,000
Reserves and surplus	4	7,506,620	4,495,541
		<u>9,006,620</u>	<u>5,995,541</u>
Non-current liabilities			
Long-term borrowings	5	350,253	2,079,423
		<u>350,253</u>	<u>2,079,423</u>
Current liabilities			
Short-term borrowings	6	40,937,281	37,070,496
Trade payables	7	21,395,281	7,253,327
Other current liabilities	8	5,515,960	5,032,356
Short-term provisions	9	2,160,323	515,323
		<u>70,008,845</u>	<u>49,871,502</u>
		<u>79,365,718</u>	<u>57,946,466</u>
ASSETS			
Non-current assets			
Fixed assets	10	2,303,614	2,681,719
- tangible assets		<u>2,303,614</u>	<u>2,681,719</u>
Non-current investments	11	68,417	68,417
Deferred tax assets (net)	22.6	1,136,071	946,358
Long-term loans and advances	12	3,257,246	3,425,199
Other non-current assets		<u>6,765,348</u>	<u>7,121,693</u>
Current assets			
Inventories		24,985,600	33,556,852
Trade receivables	13	28,389,278	3,367,140
Cash and bank balances	14	6,145,918	1,439,424
Short-term loans and advances	15	13,079,574	12,416,403
Other current assets	16	-	44,956
		<u>72,600,370</u>	<u>50,824,774</u>
		<u>79,365,718</u>	<u>57,946,467</u>

Significant accounting policies

Notes to the financial statements

The notes referred to above form an integral part of the financial statements.

As per our report of even date attached

C.J.K. Associates

Chartered Accountants

Firm's Registration No. 117467W

N. B. Chavan

Partner

Membership No. 042709

Place: Mumbai

Date: 08/09/2017



For and on behalf of the Board of Directors of
Cospower Engineering Private Limited

Oswald D'souza
Director

Felix Kadam
Director

Place: Mumbai

Date: 08/09/2017

Cospower Engineering Private Limited

Statement of profit and loss
for the year ended 31 March 2017
 (Currency: Indian rupees)

	Notes	2017	2016
INCOME			
Revenue from operations	17	91,232,829	45,913,715
Other income	18	4,590,263	2,004,029
		<u>95,823,092</u>	<u>47,917,744</u>
EXPENDITURE			
Purchases of stock-in-trade	19	63,121,538	31,147,758
Changes in inventories of finished goods, work-in-progress		8,571,252	(5,045,936)
Employee benefits expense	20	8,184,162	9,359,827
Finance costs	21	3,567,050	4,794,522
Depreciation and amortisation expense	10	449,884	797,898
Other expenses	22	6,927,956	5,736,971
		<u>90,821,842</u>	<u>46,791,040</u>
Profit before tax		5,001,250	1,126,704
Tax Expenses:			
- current tax		1,900,000	255,000
- deferred tax		(189,713)	(18,766)
- Excess / (Short) Provision of Income Tax for earlier years		279,884	207,197
		<u>3,011,079</u>	<u>683,273</u>
Profit / (Loss) for the period from continuing operations (VII-VIII)		<u>3,011,079</u>	<u>683,273</u>
Profit after tax		<u>3,011,079</u>	<u>683,273</u>
Earnings per equity share (Rs)			
Basic and diluted earnings per equity share	22.8	20.07	4.56
(Face value of Rs 10 per share)			

Significant accounting policies
Notes to the financial statements
 The notes referred to above form an integral part of the financial statements

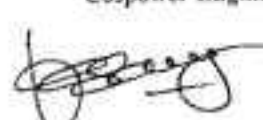
As per our report of even date attached,
C.J.K. Associates
 Chartered Accountants
 Firm's Registration No: 117467W


N. B. Chavan
 Partner
 Membership No. 042709



Place: Mumbai
 Date : 08/09/2017

For and on behalf of the Board of Directors of
Cospower Engineering Private Limited


Oswald D'souza
 Director


Felix Kadam
 Director

Place: Mumbai
 Date : 08/09/2017

Cospower Engineering Private Limited

Notes to the financial statements (Continued)
as at 31 March 2017

(Currency: Indian rupees)

3 Share capital

Authorized capital

50,00,000 (2013 : 5,00,000) Equity shares of Rs 10 each

2017

2016

5,000,000

5,000,000

5,000,000

5,000,000

Issued, subscribed and paid up capital

15,00,000 (2013 : 1,50,000) Equity shares of Rs 10 each, fully paid-up

1,500,000

1,500,000

1,500,000

1,500,000

A Reconciliation of number of equity shares as at year end is as below:

	2017		2016	
	Number	Rs.	Number	Rs.
Shares outstanding at the beginning of the year	150,000	1,500,000	150,000	1,500,000
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	150,000	1,500,000	150,000	1,500,000

B Rights, preferences and restrictions attached to shares:

The Company has only one class of equity shares having a face value of Rs 10 per share. Each shareholder is eligible for one vote per share held. 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 The details of shareholders holding more than 5% of the equity shares of the Company as at year end and details of shares held by holding company are as below:

Name of Shareholder	Relationship	2017		2016	
		Number	Percentage holding	Number	Percentage holding
Oswald Desai	Director	75,000	50.00%	75,000	50.00%
Felix Kadam	Director	75,000	50.00%	75,000	50.00%

4 Reserves and surplus

Surplus / (deficit) in the statement of profit and loss

Opening balance

4,495,541

3,812,268

Add: Net Profit for the year

3,011,079

683,273

Closing balance

7,506,620

4,495,541

5 Long-term borrowings

Secured

(a) Term loans

From Banks

1,088,155

1,088,155

Unsecured

(a) Term loans

From Banks

269,927

140,326

991,268

From Others

350,253

991,268

Total

350,253

2,079,423

TOTAL OF SECURED AND UN-SECURED

6 Short-term borrowings

(a) Other loans and advances

20,655,429

22,862,343

Bank Overdraft from Central Bank of India

(Above amount is secured by Equitable Mortgage of the residential flat standing in the name of the Directors Mrs. Christbell Kadam & Mrs. Janet D'Souza)

20,655,429

22,862,343

GRAND TOTAL

UNSECURED

Loans and advances from related parties (repayable on demand)

20,281,852

14,208,153

Loan and Advance from Banks - Rupee loan

20,281,852

14,208,153

Other loans and advances - From others

40,937,281

37,070,496

TOTAL OF SECURED AND UN-SECURED

7 Trade payables

Trade payables

- Dues to micro and small enterprises (Refer Note 22.8)

954,868

843,940

- Sundry Creditors- For Expenses

20,440,413

6,409,387

- Sundry Creditors

21,395,281

7,253,327

* Based on the information available with the Company, there are no parties who have been identified as micro, small and medium enterprises based on the confirmations circulated and responses received by the management.



2017

2016

8 Other current liabilities

- Current maturities of long-term loans	1,463,812	2,236,154
- TDS payable	281,306	216,127
- Employees Profession tax	25,700	1,900
- VAT & CST Payable	1,340,384	654,341
- Excise Duty Payable	145,795	167,621
- Provident fund payable	474,036	231,378
- Employee benefits payable	1,783,107	1,524,835
	<u>5,515,940</u>	<u>5,032,356</u>

9 Short-term provisions

Service Tax Payable	260,323	260,323
Provision for income tax [net of advance tax]	1,900,000	255,000
	<u>2,160,323</u>	<u>515,323</u>

11 Non-Current Investments

<u>Investment in Mutual Funds</u>		
Axis Equity Mutual Funds	-	140,000
Birla Sunlife Midcap Fund	-	270,000
ICICI Prudential Focused	-	120,000
Reliance Equity Opportunity Fund	-	130,000
<u>Term Deposit</u>		
FD with SBI Bank	68,417	68,417
	<u>68,417</u>	<u>728,417</u>

12 Long-term loans and advances

(Unsecured, considered good)

Security Deposit	3,257,246	3,225,199
	<u>3,257,246</u>	<u>3,425,199</u>



13 Trade Receivables

Trade receivables outstanding for a period less than six months

Secured, considered good

25,466,591

(1,804,817)

Unsecured, considered good

Trade receivables outstanding for a period exceeding six months

Secured, considered good

2,922,687

5,171,957

Unsecured, considered good

28,389,278

3,367,140

14 Cash and bank balance

Cash and cash equivalents

- Balances with banks

6,129,144

824,637

- In current accounts

16,774

614,787

- Cash on hand

6,145,918

1,439,424

15 Short-term loans and advances

(Unsecured, considered good)

Loans and advances to related parties *

9,857,232

9,833,213

Unsecured, considered good

Loans and advances to others

1,758,573

1,233,494

Advances to others

1,451,838

1,284,883

Balance with statutory/ government authorities

11,951

64,812

Reimbursable expenses receivable

13,079,574

12,416,402

16 Other current assets

CENVAT Credit

44,956

44,956



1. **Background and nature of business**

Cospower Engineering Private Limited ('the Company') is a private limited company domiciled in India and incorporated under the provisions of Companies Act, 1956. The Company is in the business of manufacturing & supply of re-active power compensation systems, harmonic filters & other engineering goods.

2. **Significant accounting policies**

2.1 **Basis of preparation of financial statements**

The financial statements are prepared and presented under the historical cost convention on the accrual basis of accounting and in accordance with the accounting standards prescribed in the Companies (Accounting Standards) Rules 2006 issued by the Central Government, in consultation with the National Advisory Committee on Accounting Standards (NACAS) and the relevant provisions of the Companies Act, 1956 (the 'Act') (to the extent applicable) and Companies Act, 2013 (to the extent notified). The financial statements are presented in Indian rupees.

2.2 **Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles ('GAAP') in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements, and the reported amount of revenue and expenses during the reporting period. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statements which in management's opinion are prudent and reasonable. Actual results may differ from the estimates used in preparing the accompanying financial statements. Any revision to accounting estimates is recognised prospectively in current and future periods.

2.3 **Current / non-current classifications**

The Revised Schedule VI to the Act requires assets and liabilities to be classified as either Current or Non-current. An asset is classified as current when it satisfies any of the following criteria:

- it is expected to be realised in, or is intended for sale or consumption in, the entity's normal operating cycle;
- it is held primarily for the purpose of being traded;
- it is expected to be realised within twelve months after the balance sheet date; or
- it is cash or a cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the balance sheet date.

Current assets include the current portion of non-current financial assets.
All other assets are classified as non-current.

A liability is classified as current when it satisfies any of the following criteria:

- it is expected to be settled in, the entity's normal operating cycle;
- it is held primarily for the purpose of being traded;
- it is due to be settled within twelve months after the balance sheet date; or
- the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the balance sheet date.

Current liabilities include current portion of non-current financial liabilities.
All other liabilities are classified as non-current.



2. Significant accounting policies (Continued)

Operating cycle

Operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents.

2.4 Fixed assets

Tangible assets

Fixed assets are stated at cost of acquisition or construction less accumulated depreciation/amortisation and impairment, if any. The cost of fixed assets includes inward freight, duties, taxes and expenses incidental to acquisition and installation of the fixed assets upto the time the assets are ready for intended use.

2.5 Impairment

In accordance with AS 28 on 'Impairment of assets' as prescribed in the Companies (Accounting Standards) Rules, 2006, the Company assesses at each balance sheet date, whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. The recoverable amount of the assets (or where applicable that of the cash generating unit to which the asset belongs) is estimated as the higher of its net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of the assets and from its disposal at the end of its useful life. An impairment loss is recognized whenever the carrying amount of an asset or the cash-generating unit to which it belongs, exceeds its recoverable amount. Impairment loss is recognized in the statement of profit and loss or against revaluation surplus, where applicable. If at the balance sheet date, there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is re-assessed and the asset is reflected at the recoverable amount subject to a maximum of the depreciated historical cost.

2.6 Borrowing costs

Borrowing costs attributable to the acquisition or construction of a qualifying asset are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are recognised as an expense in the period in which they are incurred. Capitalisation of borrowing costs is suspended during the extended period in which active development is interrupted. Capitalisation of borrowing costs is ceased when substantially all the activities necessary to prepare the qualifying asset for its intended use or sale are complete. Other borrowing costs are charged to statement of profit and loss as and when incurred.

Other borrowing costs recognized as an expense in the year in which they are incurred.

2.7 Depreciation

Depreciation is provided on a straight line basis over the useful lives of assets, which is as stated in Schedule II of the Companies Act 2013 or based on technical estimation made by the Company. The details of estimated life for each category of assets are as under:

Category of assets	Estimated Life(Yrs)
Computer	3
Motor Cars	6
Office Equipments	5
Plant & Machinery	15
Furniture & Fixtures	10
Leasehold Improvements	20

2. Significant accounting policies (Continued)

Depreciation and amortization methods, useful lives and residual values are reviewed at each reporting date.

2.8 Revenue recognition

Revenue from sale of goods is recognised when the significant risks and rewards of ownership have been transferred to the buyer. Revenue from sale of goods is net of sales tax, trade discounts, rebates etc.

Service income is recognised as and when services are rendered in accordance with the terms of the specific contracts, net of all contractual deductions. Revenue is recognised net of all taxes and levies.

Interest income is recognized on a time proportion basis.

2.9 Inventories

Inventories of finished goods are valued at cost or net realisable value, whichever is lower. Cost of finished goods includes purchase cost, cost incurred in bringing the inventories to their present location and condition, excise duty etc.

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

2.10 Foreign Currency Transactions

Initial recognition

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

Conversion

Monetary assets and liabilities in foreign currency, which are outstanding as at the year-end, are translated at the year-end at the closing exchange rate and the resultant exchange differences are recognized in the Statement of Profit and Loss. Non-monetary foreign currency items are carried at cost.

Exchange Differences

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

2.11 Provisions contingent liabilities and contingent assets

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.



2. Significant accounting policies (Continued)

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognized in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs.

Loss contingencies arising from claims, litigation, assessment, fines, penalties, etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

2.12 Earnings per share

Basic earnings per share are computed by dividing the net profit for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the net profit attributable to the equity shareholders for the year by the weighted average number of equity and dilutive equity equivalent shares outstanding during the year, except where the results would be anti-dilutive.

2.13 Employee benefits

Short term employment benefits

All employee benefits payable/ available within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages and bonus etc., are recognised in the statement of profit and loss in the period in which the employee renders the related service.

2.14 Operating leases

Leases, where the lessor effectively retains substantially all the risk and benefits of ownership, of the leased assets during the lease term are classified, as operating leases. Lease rentals for operating leases are charged to statement of profit & loss on accrual basis in accordance with the respective lease agreements.

2.15 Taxes (current and deferred)

Current Tax

Current tax is determined as the amount of tax payable under the provisions of Income Tax Act, 1961, in respect of taxable income for the year.

Deferred Tax

Deferred income taxes reflect the impact of current year timing difference between taxable income and accounting income for the year and reversal of timing difference of earlier year. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in the future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is virtual certainty of realization of such assets. Deferred tax assets are reviewed at each balance sheet date and written down or written up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realized.

A handwritten signature in black ink is written over a circular official stamp. The stamp contains text in a circular border, which is partially obscured by the signature. The signature appears to be 'R. K. Sharma'.

Cospower Engineering Private Limited
Notes to the financial statements
for the year ended 31 March 2017
(Currency: Indian rupee)

2. Significant accounting policies (Continued)

2.16 Cash and Cash equivalents

Cash and cash equivalents comprise cash and cash on deposit with banks. The company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.



Cospower Engineering Private Limited

Notes to the financial statements (Continued)
for the year ended 31 March 2017

(Currency: Indian rupee)

23 Notes to the financial statements

23.1 Contingent liabilities and commitments

Contingent liability

At 31 March 2017, the Company had no contingent liability.

Commitments

There are no commitments as at 31 March 2017.

23.2 Auditors' remuneration (exclusive of service tax)

	2017	2016
As auditors		
- Audit fee	1,50,000	1,50,000
	<u>1,50,000</u>	<u>1,50,000</u>

23.3 Managerial remuneration

The Company has paid managerial remuneration of Rs. 10,03,200/- each to Mr. Oswald D'souza (Director) and Mr. Felix Kadam (Director) during the year ended 31 March 2017.

23.4 Operating lease

The Company has entered in to operating lease arrangements for certain office premises. Rent expenses of Rs. 7,49,500/- in respect of obligation under cancellable operating leases have been recognized in the statement of profit & loss. The company has not entered into any non-cancellable operating lease during the period.

The lease arrangement which is cancellable is for 11 months. Under this arrangement, refundable interest free deposits have been given towards deposit.

The future minimum lease payments in respect of this, as at 31st March, 2017 are as follows:

	2017	2016
Less than one year	11,33,000	7,49,500
Between one and five years	-	-
Above five years	-	-
	<u>11,33,000</u>	<u>7,49,500</u>



(Currency: Indian rupee)

23 Notes to the financial statements

23.5 Dues to micro and small enterprises

Based on the information presently available with the management, there are Rs.Nil (2016:Rs. Nil) outstanding to the micro and small enterprises covered under the Micro, Small and Medium Enterprises Development Act, 2006. The disclosures in respect of the amounts payable to the micro and small enterprises as at 31st March 2017 have been made in the financial statements, to the extent of available information in this regard. In view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act to these and the other enterprises who have not yet responded to the Company's letter is not expected to be material.

	2017	2016
Principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year	-	-
Amount of interest paid by the Company along with the amounts of payment made to the supplier beyond the appointed day during the year	-	-
Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act	-	-
The amount of interest accrued and remaining unpaid at the end of the year	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise	-	-



(Currency: Indian rupee)

23 Notes to the financial statements

23.6 Deferred taxes liability, net

	2017	2016
Deferred tax assets		
Expenses allowable in installments	-	9,188
Amount Allowed u/s.43B	-	2,64,721
Total (A)	-	2,73,909
Deferred tax liability		
Difference in written down value of fixed assets	(22,274)	58,711
Amount Disallowed u/s.43B	2,11,987	2,58,282
Total (B)	1,89,713	3,16,993
Net deferred tax liability/(asset)(A-B)	(1,89,713)	(43,084)
Opening Deferred tax asset	(9,46,358)	(9,27,592)
Net deferred tax asset recognized	(1,89,713)	(18,766)

Deferred tax asset primarily comprise deferred tax on expenses allowed in installments as per Income Tax Act, 1961. The movement in deferred tax liabilities is on account of depreciation on fixed assets. We assess the likelihood that our deferred tax asset will be recovered from future taxable income. We believe it is more likely than not that we will realize the benefit of these deductible differences.

Deferred income tax assets and deferred tax liabilities have been setoff wherever the Company has a legally enforceable right to set off current income tax assets against current income tax liabilities and where the deferred income tax assets and deferred income tax liabilities relate to income taxes levied by the same taxation authority.

23.7 Unhedged foreign currency exposure

Purpose	Currency	Amount in foreign currency	2017 Amount in Rupees	Amount in foreign currency	2016 Amount in Rupees
Receivables	-	-	-	-	-
Payables	-	-	-	-	-



(Currency: Indian rupee)

23 Notes to the financial statements

23.8 Earnings per share

The computation of basic/diluted earnings per share is set out below:

	2017	2016
Profit after tax attributable to equity shareholders (Rs.) (A)	30,11,079	6,83,273
Number of equity shares outstanding at the beginning of the year	1,50,000	1,50,000
Equity shares issued during the year	-	-
Number of equity shares outstanding at the end of the year	1,50,000	1,50,000
Weighted average number of equity shares outstanding at the end of the year (B)	1,50,000	1,50,000
Basic and diluted earnings per share (Rs.) (A/B)	20.07	4.56
Face value per share (Rs.)	10	10

23.9 Disclosure on Specified Bank Notes

During the year, the company did not have any specified bank notes (SBN's) as defined in MCA notification, G.S.R. 308(E), dated March 31, 2017. The details of SBN and other denomination notes held and transacted during the period from November 8, 2016 to December 30, 2016 is given below:

	SBN	Other denomination Note	Total
Closing cash on hand as on 08-11-2016	--	29,759	29,759
(+) Permitted Receipts	--	50,541	50,541
(-) Permitted Payments	--	41,245	41,245
(-) Amount deposited in Banks	--	36,000	36,000
Closing Cash on hand as on 30-12-2016	--	3,055	3,055



Cospower Engineering Private Limited

Notes to the financial statements (Continued)
for the year ended 31 March 2017

(Currency: Indian rupee)

23 Notes to the financial statements

23.10 Related party disclosures

- (a) Key managerial personnel - Mr. Oswald D'souza (Director)
Mr. Felix Kadam (Director)

- (b) Other related parties with whom transactions have taken place during the year.

Relatives of Directors - Yonelle D'souza
- Shridhar Kadam

- (c) Transactions with related party during the year

Related Party Transactions	2017	2016
Remuneration		
Oswald D'souza	10,03,200	10,03,200
Felix Kadam	10,03,200	10,03,200
Loan Repaid		
Felix Kadam	1,74,497	1870000
Oswald D'souza	1,98,778	908000
Jhona Kadam	-	-
Shridhar Kadam	-	-
Yonelle D'souza	-	-
Rent		
Oswald D'souza	1,20,000	75000
Felix Kadam	1,20,000	75000
Janet D'souza	1,20,000	1,80,000
Christabel Kadam	1,20,000	1,80,000

- (d) Balances of related parties as at the end of the year.

	2017	2016
Loan Payable		
Oswald D'souza	99,61,774	70,55,565
Felix Kadam	1,03,20,078	73,62,588

- 23.11 Information with regard to the other additional information and other disclosures to be disclosed by way of notes to statement of profit and loss as specified in the Revised Schedule VI of the Companies Act, 1956 is either 'nil' or 'not applicable' to the Company for the year.

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Cospower Engineering Private Limited

Notes to the financial statements (Continued)
for the year ended 31 March 2017

(Currency: Indian rupee)

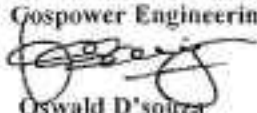
23 Notes to the financial statements

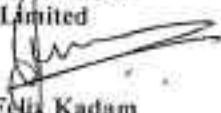
23.12 Prior Year Comparatives


Prior year's figures have been regrouped or reclassified wherever necessary to confirm to current year's classification.

As per our report of even date attached
For C.J.K. Associates
Chartered Accountants
(Firms Registration No.: 117467W)

For and on behalf of the Board of Directors of
Cospower Engineering Private Limited


Oswald D'souza
Director


Felix Kadam
Director


N. B. Chavan
Partner
Membership No.: 042709

Place : Mumbai
Date :08.09.2017

Place : Mumbai
Date :08.09.2017

