



BLB Commodities Limited

FINANCIAL STATEMENTS

for the Year ended 31st March, 2017

INDEPENDENT AUDITORS' REPORT

To the Members of BLB COMMODITIES LIMITED

Report on the Standalone Financial Statements

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

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these 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 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

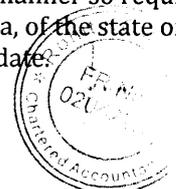
We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. 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 control 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 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 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 March 31, 2017, and its profit and its cash flows for the year ended on that date.



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a) we have sought and obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit;
 - b) in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c) the Balance Sheet, the Statement of Profit & Loss and Cash Flow Statement 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 written representations received from the directors as on March 31, 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) with respect to adequacy of internal financial controls over financial reporting of the Company and operating effectiveness of such controls, refer to our separate report in Annexure "B"; and
 - 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 has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 28 (ii) and (iii) to the financial statements.
 - ii) The Company has made provisions, as required under applicable law or accounting standards, for material foreseeable losses, if any, on the long term contracts including derivative contracts.
 - iii) There were no amounts which were required to be transferred to the Investors Education and Protection Fund by the Company.
 - iv) The Company has provided requisite disclosures in its standalone financial statement as to holding as well as dealing in Specified Bank Notes during the period from 8th November 2016 to 30 December 2016 and these are in accordance with the books of accounts maintained by the Company. [Refer to Note 29]

FOR ROHIT K C JAIN & CO.
CHARTERED ACCOUNTANTS
FRNO 020422N

(CA. ROHIT JAIN)
PARTNER
M.NO. 099444

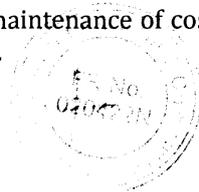


NEW DELHI
29/05/2017

ANNEXURE-A TO THE INDEPENDENT AUDITORS' REPORT

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended March 31, 2017, we report that

- i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) As explained to us, the fixed assets have been physically verified by the management at periodic intervals, which in our opinion is reasonable, having regard to size of the company and the nature of its assets. No material discrepancies between the book records and physical inventory were noticed.
- c) According to the information and explanation given to us and on the basis of our examination of the records of the company, title deeds of immovable properties are held in the name of company.
- ii) The stock in trade of commodities of the company lying with the exchange accredited warehouses and other warehouses are physically verified by the management with the warehouse receipt received from respective warehouses. The commodities held in Demat form with custodian, are verified with Demat statements received from them on regular basis. The commodities lying at other location / transit are verified from other relevant documents. In our opinion the procedure followed for physical verification of Inventory by the management is reasonable and adequate in relation to the size of the company and the nature of its business. No discrepancies were noticed on verification of stocks referred above, as compared to book records.
- iii) The Company has not granted any loan, secured or unsecured to any parties covered in register maintained under section 189 of the Companies Act, 2013 during the year. Thus, paragraph 3(iii) (a) to (c) of Companies (Auditor's Report) Order, 2016 is not applicable to the Company.
- iv) In our opinion and according to the information and explanation given to us, the company has complied with the provisions of section 185 & 186 of the act, with respect to the loans and investment made.
- v) According to the information and explanations given to us, the Company has not accepted any deposits from the public.
- vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act for any activities rendered by the company.



- vii) a) According to the information and explanations given to us and on the basis of our examination of the records of the Company amount deducted / accrued in the books of accounts in respect of undisputed statutory dues including Provident Fund, ESI, Income tax, Service tax, Sales tax, custom duty and other material statutory dues have been regularly deposited during the year by the company with the appropriate authorities.

According to the information and explanation given to us no disputed amounts payable in respect of Provident fund , ESI, Income tax, Service tax, Sales tax, custom duty and other material statutory dues in arrears as at 31st March, 2017 for a period of more than six months from the date they become payable.

- b) According to information and explanations given to us, the following dues have not been deposited by the company on account of disputes.

Name of statute	Nature of dues	Amount (₹ In lacs)	Period to which amount Relates	Forum Where disputes are pending are pending
Indian stamp (Delhi Amendment) Act, 2010	Stamp duty	4.18	01/06/2010- 26/07/2010	Hon'ble Delhi High Court
Gujrat Value Added Tax, 2003	GVAT	33.03*	01/04/2010- 18/11/2011	DC (Appeals), GVAT, Ahmedabad

*Paid under protest

- viii) In our opinion and according to the information and explanation given to us the Company has not defaulted in repayment of dues from banks or financial institutions. The company has not issued any debenture as at balance sheet date.
- ix) According to information and explanation given to us, term loans were prima facie applied for the purposes for which those were raised. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year.
- x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given to us by the management, we report that we have neither come across any instance of fraud by the company or on the company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the management.
- xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with requisite approvals mandated by the provisions of Sec 197 read with schedule V to the Act,
- xii) The company is not a Nidhi Company as specified in the Nidhi Rules, 2014 therefore the provisions of Clause 3(xii) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.



- xiii) According to the information and explanations given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with sections 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;
- xiv) According to the information and explanations given to us, the company has not raised any money by way of preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review therefore the provisions of Clause 3(xiv) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.
- xv) According to the information and explanations given to us, the company has not entered into any non-cash transactions with directors or persons connected with him therefore the provisions of Clause 3(xv) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.
- xvi) According to the information and explanations given to us, the company is not required to be registered under section 45-IA of Reserve Bank of India Act, 1934 therefore the provisions of Clause 3(xvi) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.
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FOR ROHIT K C JAIN & CO.
CHARTERED ACCOUNTANTS
FRNO 020422N

(CA. ROHIT JAIN)
PARTNER
M.NO. 099444

NEW DELHI
29/05/2017



ANNEXURE-B TO THE INDEPENDENT AUDITORS' REPORT

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **BLB Commodities Limited** ("the Company") as of March 31, 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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 Companies Act, 2013.

Auditors' Responsibility

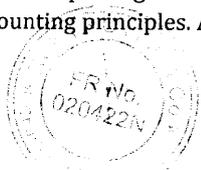
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI deemed to be prescribed under Section 143(10) of the Companies Act, 2013 to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that



(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, 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 March 31, 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.

FOR ROHIT K C JAIN & CO.
CHARTERED ACCOUNTANTS
FRNO 020422N



(CA. ROHIT JAIN)
PARTNER
M.NO. 099444

NEW DELHI
29/05/2017

Balance Sheet as at 31/03/2017

PARTICULARS	NOTE NO.	AS AT 31.03.2017	AS AT
		₹	31.03.2016 ₹
I) EQUITY AND LIABILITIES			
1) SHAREHOLDER'S FUNDS			
a) Share capital	3	70,000,000	70,000,000
b) Reserves and surplus	4	75,172,230	65,364,000
		<u>145,172,230</u>	<u>135,364,000</u>
2) NON-CURRENT LIABILITIES			
a) Long-term borrowings	5	-	102,866
3) CURRENT LIABILITIES			
a) Short-term borrowings	6	886,130,314	420,015,716
b) Trade payables	7	87,401,961	7,989,489
c) Other current liabilities	8	18,052,082	4,613,337
d) Short-term provisions	9	745,586	2,150,000
Total		<u><u>1,137,502,173</u></u>	<u><u>570,235,408</u></u>
II) ASSETS			
1) Non-current assets			
a) Fixed assets			
i) Tangible assets	10(A)	59,826,434	66,219,673
ii) Intangible assets	10(B)	21,560	21,560
ii) Capital Work in Progress	10(C)	55,000	55,000
		<u>59,902,994</u>	<u>66,296,233</u>
b) Deferred tax Assets (Net)	11	3,997,311	(893,389)
c) Long term loans and advances	12	160,706,883	147,088,998
d) Other non-current assets	13	1,390,741	2,945,730
2) Current assets			
a) Inventories	14	546,203,703	83,533,615
b) Trade receivables	15	76,564,577	1,752,573
c) Cash and cash equivalents	16	11,137,198	58,030,498
d) Short term loans and advances	17	195,738,492	33,328,802
e) Other current assets	18	81,860,274	178,152,348
Total		<u><u>1,137,502,173</u></u>	<u><u>570,235,408</u></u>
Significant Accounting Policies and Notes on Financial Statements	1 to 43		

As per our report of even date annexed
For ROHIT K C JAIN & CO
Chartered Accountants
FRN - 020422N

CA. ROHIT JAIN
Partner
Membership No. -099444



Place: New Delhi
Date: 29th May, 2017

For and on behalf of the Board of Directors

BRIJ RATTAN BAGRI
Director
DIN - 00007441

ANSHUL MEHRA
Whole Time Director
DIN - 00014049

VIKRAM RATHI
Director
DIN - 00007325

SWATI NEHRA
Company Secretary
M. No. A-45895

Statement of Profit & Loss for the year ended on 31/03/2017

PARTICULARS	NOTE NO.	2016-2017	2015-2016
		₹	₹
REVENUE			
Revenue from operations	19	3,410,273,736	2,277,440,004
Other income	20	2,559,552	6,366,323
Total Revenue		3,412,833,288	2,283,806,327
EXPENSES			
a) Purchase of stock-in-trade	21	3,646,387,204	1,941,339,623
b) Change in inventories of stock-in-trade	22	(462,670,088)	40,034,467
c) Employee benefit expense	23	14,424,665	15,810,986
d) Financial costs	24	60,397,782	44,547,601
e) Depreciation & amortization expenses	25	4,443,504	4,932,814
f) Other expenses	26	145,930,547	231,871,214
Total Expenses		3,408,913,614	2,278,536,705
PROFIT BEFORE EXCEPTIONAL ITEMS AND TAX		3,919,674	5,269,622
Less: Exceptional items	27	6,863	(338,399)
PROFIT BEFORE TAX		3,912,811	5,608,021
Less: Tax expenses			
- Current tax		745,586	2,150,000
- Mat Credit		(745,586)	-
- Deferred tax		(4,890,700)	(325,000)
- Taxes relating to earlier years		(1,004,719)	527,533
PROFIT FOR THE PERIOD		9,808,230	3,255,488
EARNINGS PER SHARE			
a) Basic earnings per share (₹)		1.40	0.47
b) Diluted earnings per share (₹)		1.40	0.47
Significant Accounting Policies and Notes on Financial Statements	1 to 43		

As per our report of even date annexed
For ROHIT K C JAIN & CO
Chartered Accountants
FRN - 020422N

CA. ROHIT JAIN
Partner
Membership No. -099444



Place: New Delhi
Date: 29th May, 2017

For and on behalf of the Board of Directors

Brij Rattan Bagri
BRIJ RATTAN BAGRI
Director
DIN - 00007441

Vikram Rathi
VIKRAM RATHI
Director
DIN - 00007325

Anshul Mehra
ANSHUL MEHRA
Whole Time Director
DIN - 00014049

Swati
SWATI NEHRA
Company Secretary
M. No. A-45895

Cash Flow Statement for the year ended on 31st March, 2017

PARTICULARS	NOTE NO.	2016-2017	2015-2016
		₹	₹
A) CASH FLOW FROM OPERATING ACTIVITIES			
Net Profit before tax as per Statement of Profit and Loss		3,912,811	5,608,021
Adjustment for:			
Depreciation		4,443,504	4,932,814
Profit on sale of Assets (Net)		(484,715)	(82,103)
Interest on secured loans		58,771,946	41,804,915
Operating profit before working capital changes		66,643,546	52,263,647
Adjustment for:			
Trade & other receivables excluding direct taxes		(604,121,383)	40,650,218
Trade payables		92,851,217	(25,809,408)
Cash generated from operations		(444,626,620)	67,104,457
Direct taxes paid		1,155,293	(1,589,489)
NET CASH FLOW FROM OPERATING ACTIVITIES (A)		(443,471,327)	65,514,968
B) CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of Fixed Assets		(40,550)	(3,503,460)
Capital advances		(13,096,210)	(10,419,880)
Sale of Fixed Assets		2,475,000	535,000
NET CASH FLOW FROM INVESTING ACTIVITIES (B)		(10,661,760)	(13,388,340)
C) CASH FLOW FROM FINANCING ACTIVITIES :			
Interest on secured loans		(58,771,946)	(41,804,915)
Secured loans		401,511,732	(66,016,756)
Unsecured loans		64,500,000	8,500,000
NET CASH FLOW FROM FINANCING ACTIVITIES (C)		407,239,786	(99,321,671)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	16	(46,893,300)	(47,195,043)
Cash and Cash Equivalents - Opening Balance		58,030,498	105,225,541
Cash and Cash Equivalents - Closing Balance		11,137,198	58,030,498

As per our report of even date annexed
For **ROHIT K C JAIN & CO**
Chartered Accountants
FRN - 020422N

CA. ROHIT JAIN
Partner
Membership No. -099444

Place: New Delhi
Date: 29th May, 2017

For and on behalf of the Board of Directors

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Director
DIN - 00007325

Swati Nehra
SWATI NEHRA
Company Secretary
M. No. A-45895

[Handwritten Signature]

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON FINANCIAL STATEMENTS

1) Background:

The company BLB Commodities Limited was incorporated under the Companies Act, 1956 on 26/08/2003 with the main object to carry on the activities of trading in commodities in India and overseas and to trade in commodity derivatives. It is a Wholly Owned Subsidiary of BLB Limited.

2) Significant Accounting Policies:

a) Basis of preparation of financial statements

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified).

b) Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

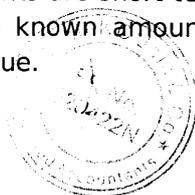
c) Inventories

i) Inventories are valued at cost or net realizable value, whichever is lower on the balance sheet date. Hedged inventories are valued at fair value as on balance sheet date (arrived at by applying provisions of Guidance note on accounting for Derivative Contracts). The comparison of cost and net realizable value is done separately for each category of commodities. Cost is considered on specific identification of their individual lots.

ii) The Cost of Inventories represents cost of purchase and expenses incurred on bringing the items of inventory to their present location and condition (cost excludes VAT, excise duty and location premium of exchange which are subsequently recoverable). Net realizable value means the estimated selling price in ordinary course of business less estimated cost necessary to make the sale. It includes location premium/ discount prevailing on the balance sheet date. Inventories do not include commodities held in trust on behalf of its principals under agency agreements.

d) Cash & Cash Equivalents

Cash & Cash Equivalents includes cash-in-hand, balances with banks, cheques in hand and bank deposits. Cash equivalents are short-term balances, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.



e) **Cash Flow Statement**

Cash flows are reported using the indirect method, whereby profit/(loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

f) **Tangible Assets**

Tangible assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any other directly attributable costs of bringing the asset to its working condition for its intended use.

g) **Intangible Assets**

Intangible assets are recognized only if it is probable that the future economic benefits that are attributable to the assets will flow to the enterprise and the cost of the asset can be measured reliably. The intangible assets are recorded at cost and are carried at cost less accumulated amortization and accumulated impairment losses, if any and is amortized using written down value method over a period of three years.

h) **Depreciation and Amortization**

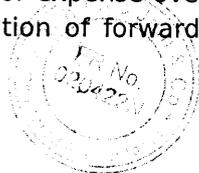
- i) Depreciation on fixed assets is provided on written down value method in the manner as specified in Schedule II of the Companies Act, 2013.
- ii) Preliminary expenses and Share Issue Expenses are amortized over a period of five years.

i) **Revenue Recognition**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Sale of product and services

- i) Revenue from sales is recognized at the transfer of significant risks and rewards of ownership to the buyer.
- ii) Income from Brokerage is recognized net of service tax if any on the date of the transaction.
- iii) In respect of derivative contracts gains/losses of settled contracts during the year are recognized in the Statement of Profit and Loss and the contracts which are not settled on the Balance Sheet date are valued at prevailing market price and the resultant gains/losses is recognized in the Statement of Profit and Loss.
- iv) In respect of transactions covered by forward contracts, the difference between the forward rate and the spot/exchange rate at the date of transaction is recognized as income or expense over the life of the contract. Any profit or loss on arising on the cancellation of forward contracts is recognized as income or as expense for the period.



Other Income

- i) Gain on sale of Investment is recorded on transfer of title from the Company and is determined as the difference between the sale price and carrying value of the investment.
- ii) In respect of Interest & Other heads of income, the Company follows the practice of recognizing income on accrual basis.

j) Investments

- i) Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as Non-Current Investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis.
- ii) Non-Current Investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

k) Employee Benefits

The Company's employee benefits cover provident fund, gratuity and leave encashment, retirement benefits are dealt with in the following manner:-

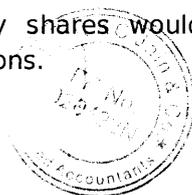
- i) Provident fund is accounted on accrual basis with contribution made to appropriate Government Authorities.
- ii) Leave encashment is determined and paid on the basis of accumulated leaves to the credit of each employee at the month end.
- iii) The company provides for gratuity to all employees in terms of payment of Gratuity Act, 1972. The liability is determined on the basis of Actuarial Valuation and is funded with MAX Life Insurance Company Limited.

l) Borrowing Costs

Borrowing costs are capitalized as part of the cost of qualifying asset when it is possible that it will result in future economic benefits and the cost can be measured reliably. Other borrowing costs are recognized as an expense in the period in which they are incurred.

m) Earning Per Share

Basic earnings per share is computed by dividing the profit/ (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations.



n) Operating Leases

The Company has entered into operating lease agreements. The operating lease agreements are one under which assets have been transferred by the lessor to the lessee for use purposes and risk & rewards of ownership are retained by the lessor. Lease rentals in respect of operating lease are recognized as revenue expenditure and accordingly charged to revenue on accrual basis.

o) Income Tax

- i) Tax expense for the year, comprising current tax and deferred tax are provided in the accounts for determination of net profit for the year.
- ii) Deferred tax is recognized on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

p) Impairment of Assets

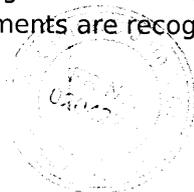
- i) The company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the assets and if the recoverable amount of the cash generating unit to which the assets belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Statement of Profit & Loss.
- ii) If at the balance sheet date there is an indication that the assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

q) Provisions, Contingent Liabilities and Contingent Assets

- i) The company creates a provision where there is a 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.
- ii) 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.
- iii) 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.
- iv) Contingent assets are neither recognized nor disclosed in the financial statements.

r) Foreign Exchange Transactions

- i) Transactions denominated in foreign currency are recorded at the exchange rate prevailing at the time of the transaction.
- ii) Monetary assets and liabilities related to foreign currency transactions remaining unsettled at the end of the year are translated at year-end rates and the difference in translation of monetary assets and liabilities and realized gains and losses on foreign exchange transactions other than those relating to fixed assets and Non-Current Investments are recognized in the Statement of Profit and Loss.

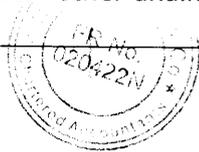


s) **Financial Derivatives and Commodity Hedging Transactions**

In respect of derivatives contracts gains/losses on settlement are recognized in the Statement of Profit and Loss.

t) **Segment Reporting**

Segments are identified based on dominant source and nature of risks and returns and the internal organization and management structure. Inter segment revenue are accounted for on the basis of transactions which are primarily market led. Revenue and expenses which relate to enterprises as a whole and are not attributable to segments are included under "other unallocable expenditure net of unallocable income".



PARTICULARS	AS AT	AS AT
	31.03.2017	31.03.2016
	₹	₹

3) SHARE CAPITAL

a) Authorised

7,500,000 Equity Shares of ₹ 10/- each (Previous Year: 7,500,000 Equity Shares of ₹ 10/- each)	75,000,000	75,000,000
	<u>75,000,000</u>	<u>75,000,000</u>

b) Issued, Subscribed and Paid up

Equity: 7,000,000 Equity Shares of ₹ 10/- each (Previous Year : 7,000,000 Shares of ₹ 10/- each)	70,000,000	70,000,000
	<u>70,000,000</u>	<u>70,000,000</u>

c) The Company has only one class of shares i.e. equity shares having a face value of ₹ 10/- each. Holder of equity share(s) is entitled to one vote per share.

d) Reconciliation of the shares outstanding at the beginning and at the end of the year.

<u>Equity Shares</u>		
Shares Outstanding at beginning of the year	7,000,000	7,000,000
Shares Issued during the year	-	-
Shares brought back during the year	-	-
Shares Outstanding at the end of the year	<u>7,000,000</u>	<u>7,000,000</u>

e) Details of shareholders holding more than 5% shares in the company

Name of Shareholder	AS AT		AS AT	
	31.03.2017		31.03.2016	
	% of Holding	No. of Shares Held	% of Holding	No. of Shares Held
BLB Limited, holding Company (alongwith its nominee shareholders)	100	7,000,000	100	7,000,000

PARTICULARS	AS AT	AS AT
	31.03.2017	31.03.2016
	₹	₹

4) RESERVES & SURPLUS

i) Surplus in the statement of Profit & Loss account

Opening balance	40,364,000	37,108,512
Add: Profit for the year	9,808,230	3,255,488
	<u>50,172,230</u>	<u>40,364,000</u>

ii) Securities premium account

Opening Balance	25,000,000	25,000,000
	<u>25,000,000</u>	<u>25,000,000</u>
Total (i + ii)	<u>75,172,230</u>	<u>65,364,000</u>



PARTICULARS	AS AT 31.03.2017 ₹	AS AT 31.03.2016 ₹
5) LONG TERM BORROWINGS		
<u>SECURED LOAN</u>		
<u>Vehicle Loans</u>		
From Banks:		
Rupee Loans	-	102,866
	<u>-</u>	<u>102,866</u>
6) SHORT TERM BORROWINGS		
<u>LOANS REPAYABLE ON DEMAND</u>		
<u>SECURED LOAN</u> [Refer Note No. 6(i)]		
<u>Working Capital Loans</u>		
From Banks:		
Rupee Loans	645,630,314	244,015,716
<u>UNSECURED LOAN</u>		
from Related Parties:		
Holding Company	192,500,000	132,500,000
Director	48,000,000	43,500,000
	<u>886,130,314</u>	<u>420,015,716</u>
Additional Information		
i) a) Rupee loan Includes a loan of ₹ 3659.44 lacs taken from bank against properties held in the name of the company, Holding company and in the personal name of Director of the Company and his relative. (Previous year: ₹ 2370.28 lacs)		
b) Rupee loan Includes a loan of ₹ 2796.85 lacs taken from bank, secured by Pledge of Commodities held in the name of Company. (Previous year : ₹ 69.88 lacs)		
c) The borrowings from bank are additionally secured by the unconditional and irrevocable corporate guarantees given by Holding company and personal guarantee(s) given by Director(s) of the Company.		
7) TRADE PAYABLE		
Creditors for purchases and services*	87,401,961	7,989,489
	<u>87,401,961</u>	<u>7,989,489</u>
Additional Information		
* Includes ₹ 62.70 lacs payable to related parties of the Company. (previous year Rs.Nil)		
8) OTHER CURRENT LIABILITIES		
Advances from customers	-	118,547
Creditors for Other Liabilities	3,339,425	4,138,196
Current Maturities of Long Term Debt	-	347,617
Interest accrued but not due on loans from related parties	14,712,657	-
Interest accrued but not due on Secured loan	-	8,977
	<u>18,052,082</u>	<u>4,613,337</u>
9) SHORT-TERM PROVISIONS		
Provision for taxation	745,586	2,150,000
	<u>745,586</u>	<u>2,150,000</u>



10) FIXED ASSETS

S. No	DESCRIPTION	GROSS BLOCK (AT COST)				DEPRECIATION / AMORTISATION				NET BLOCK (WDV)	
		AS AT 31.03.2016	ADDITIONS	DEDUCTIONS	AS AT 31.03.2017	AS AT 31.03.2016	FOR THE YEAR	DEDUCTIONS	AS AT 31.03.2017	AS AT 31.03.2017	AS AT 31.03.2016
A) TANGIBLE ASSETS											
1	BUILDING	68,623,698		2,168,760	66,454,938	6,944,715	2,969,948	475,993	9,438,670	57,016,268	61,678,983
2	COMPUTER - SERVERS	178,000		178,000	0	174,677	0	174,677	0	0	3,323
3	COMPUTERS	834,813	39,000	567,150	306,663	750,195	54,338	538,792	265,741	40,922	84,618
4	FURNITURE & FIXTURES	586,580		459,624	126,956	307,327	73,092	295,134	85,285	41,671	279,253
5	INVERTER	19,650		19,650	0	8,084	2,096	10,180	0	0	11,566
6	PLANT & MACHINERY	1,162,685	1,550	939,963	224,272	867,052	136,585	848,086	155,551	68,721	295,033
7	VEHICLE	5,689,845		-	5,689,845	1,823,548	1,207,445	-	3,030,993	2,658,852	3,866,297
	CURRENT YEAR TOTAL	77,095,271	40,550	4,333,147	72,802,674	10,875,598	4,443,504	2,342,862	12,976,240	59,826,434	66,219,673
	PRIOR YEAR TOTAL	75,129,398	3,503,460	1,537,587	77,095,271	7,027,474	4,932,814	1,084,690	10,875,598	66,219,673	68,101,924
B) INTANGIBLE ASSETS											
1	MEMBERSHIP RIGHTS IN COOPERATIVE SOCIETIES	14,000			14,000	-				14,000	14,000
	COMPUTER SOFTWARE	260,400			260,400	252,840			252,840	7,560	7,560
	CURRENT YEAR TOTAL	274,400	0	0	274,400	252,840	0	0	252,840	21,560	21,560
	PRIOR YEAR TOTAL	274,400	-	-	274,400	252,840	-	-	252,840	21,560	21,560
C) CAPITAL WORK IN PROGRESS											
	CURRENT YEAR TOTAL	55,000	-	-	55,000	-	-	-	-	55,000	55,000
	PRIOR YEAR TOTAL	55,000	-	-	55,000	-	-	-	-	55,000	55,000
	GRAND TOTAL OF ASSETS	77,424,671	40,550	4,333,147	73,132,074	11,128,438	4,443,504	2,342,862	13,229,080	59,902,994	66,296,233

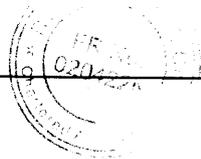


The Company has mortgaged its commercial property situated at Ahmedabad and two flats situated at Jaipur with ICICI Bank and Yes Bank respectively against short-term working capital limits.

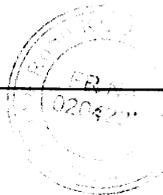
PARTICULARS	AS AT	AS AT
	31.03.2017	31.03.2016
	₹	₹
11) DEFERRED TAX ASSETS (Net)		
<u>Deferred Tax Assets</u>		
Related to Carried forward Business Losses	6,670,675	-
<u>Deferred Tax Liabilities</u>		
Related to Fixed Assets	(2,673,364)	(893,389)
	<u>3,997,311</u>	<u>(893,389)</u>
12) LONG-TERM LOANS & ADVANCES		
Unsecured, considered good		
Advances against purchase of flat	121,825,208	121,745,088
Borrowing cost capitalised [Refer Note No.24(i)]	33,009,924	19,993,834
Security Deposits	5,871,751	5,350,076
	<u>160,706,883</u>	<u>147,088,998</u>
13) OTHER NON-CURRENT ASSETS		
Mat Credit	745,586	-
Taxes Paid	645,155	2,945,730
	<u>1,390,741</u>	<u>2,945,730</u>
14) INVENTORIES		
Stock in trade (As valued & certified by one of the directors)		
Commodities held as stock-in-trade		
[Refer Note No. 14(i) & (ii)]	546,203,703	83,533,615
	<u>546,203,703</u>	<u>83,533,615</u>
<u>Additional Information</u>		
i) The stocks of agri-commodities of the value of ₹ 4216.55 Lacs have been pledged with various banks towards short term loan. (Previous year: ₹ 406.35 Lacs).		
ii) Stock in trade includes goods in transit amounting to 365.05 Lacs (Previous year ₹ NIL).		
15) TRADE RECEIVABLE		
Unconfirmed, unsecured but considered good		
- Over six months [Refer Note No. 15(i)]	2,439,399	512,707
- Others	74,125,178	1,239,866
	<u>76,564,577</u>	<u>1,752,573</u>
<u>Additional Information</u>		
i) The company has filed suit for recovery against two of the parties for recovery of Rs.20.48 lacs the management is confident of recovery of the same. (Previous year: nil).		
16) CASH & CASH EQUIVALENTS		
Balances with banks		
In current account	6,016,715	27,947,319
In fixed deposit [Refer Note No. 16(i)]		
- with a maturity period of over 12 months	1,260,631	2,716,631
- others	631,000	12,875,000
Cash in Hand	3,228,852	14,491,548
	<u>11,137,198</u>	<u>58,030,498</u>
<u>Additional Information</u>		
i) Bank Fixed Deposits have been pledged as follows:		
₹ 2.50 Lacs with various Bank against various facilities availed from the Banks. (Previous year ₹ 0.50 Lacs).		



PARTICULARS	AS AT	AS AT
	31.03.2017	31.03.2016
	₹	₹
17) SHORT TERM LOANS AND ADVANCES		
<u>Unsecured, considered good</u>		
Balances with VAT, Customs and other authorities	16,285,942	26,434,125
Prepaid expenses	90,963	521,844
Advances to suppliers	179,361,587	6,372,833
	<u>195,738,492</u>	<u>33,328,802</u>
18) OTHER CURRENT ASSETS		
<u>Unsecured, considered good</u>		
Advances recoverable in cash or in kind or for value to be received [Refer Note No. 41]	81,645,319	177,482,529
Other current assets	214,955	669,819
	<u>81,860,274</u>	<u>178,152,348</u>
	<u>2016-2017</u>	<u>2015-2016</u>
	₹	₹
19) REVENUE FROM OPERATIONS		
Income from operation		
Sales of products [Refer Note No. 37]	3,416,316,421	2,205,986,658
Derivatives(Net) related to Physical Deliveries [Refer Note No. 19(i)]	(18,158,170)	22,635,376
Other operating income		
Other operating income [Refer Note No. 19(iii)]	12,115,485	48,817,970
	<u>3,410,273,736</u>	<u>2,277,440,004</u>
<i>Additional Information</i>		
i) The amount represents mark-to-market margins paid/received during the year against sale contracts which were hedged and finally settled by making physical deliveries.		
ii) Previous year figure of Other Operating Income includes claims lodged on account of cancellation of contracts of Almonds for a sum of Rs.348.09 lacs.		
20) OTHER INCOME		
Interest income	924,091	5,278,758
Brokerage income	753,596	410,131
Miscellaneous income	397,150	595,331
Profit on sale of fixed assets	484,715	82,103
	<u>2,559,552</u>	<u>6,366,323</u>
21) PURCHASES OF STOCK-IN-TRADE		
Purchase of products [Refer Note No. 37]	3,648,952,543	1,946,391,205
Discount on purchases	(2,565,339)	(5,051,582)
	<u>3,646,387,204</u>	<u>1,941,339,623</u>
22) CHANGE IN INVENTORIES OF STOCK-IN-TRADE		
Stock in trade at the beginning of the year	83,533,615	123,568,082
Less: Stock in trade at the end of the year	546,203,703	83,533,615
	<u>(462,670,088)</u>	<u>40,034,467</u>
23) EMPLOYEE BENEFIT EXPENSES		
Salary, Bonus, Incentives & Others	13,006,282	14,621,422
Employer's Contribution to P.F., ESI Etc.	822,883	784,841
Staff welfare	595,500	404,723
	<u>14,424,665</u>	<u>15,810,986</u>



PARTICULARS	2016-17	2015-2016
	₹	₹
24) FINANCIAL COST		
Bank guarantee commission	5,725	252,006
Bank charges	1,620,111	2,490,680
Interest on loans [Refer Note No.24(i)]	<u>58,771,946</u>	<u>41,804,915</u>
	<u><u>60,397,782</u></u>	<u><u>44,547,601</u></u>
<i>Additional Information</i>		
<i>1) During the year the company capitalised borrowing cost of ₹ 130.96 lacs on capital advances. (Previous year ₹ 104.19 lacs)</i>		
25) DEPRECIATION AND AMORTISATION EXPENSES		
Depreciation	<u>4,443,504</u>	<u>4,932,814</u>
	<u><u>4,443,504</u></u>	<u><u>4,932,814</u></u>
26) OTHER EXPENSES		
<u>Administrative Expenses</u>		
Auditor's remuneration [Refer Note No.36]	241,500	315,413
Bad debts [Refer Note No. 41]	96,974,234	47,740,970
Computer & software expenses	226,508	487,286
Electricity expenses	1,275,738	1,275,351
Legal & professional expenses	4,249,680	4,117,259
Office & miscellaneous expenses	6,945,017	4,207,777
Postage & Courier expenses	51,504	176,433
Printing & stationery	152,686	164,507
Rates & taxes	58,277	63,210
Recruitment expenses	7,199	65,316
Rent & hire charges	9,572,560	9,709,615
Repair & maintenance	293,965	774,267
Telephone expenses	489,005	692,031
Traveling & conveyance expenses	<u>3,661,813</u>	<u>4,429,610</u>
	<u>124,199,686</u>	<u>74,219,045</u>
<u>Operational Expenses</u>		
Clearing & forwarding charges	-	12,207,527
Commission and brokerage	669,554	351,301
Commodity exchange expenses	37,243	823,622
Consumable expenses	48,260	906,236
Exchange rate difference	-	18,712,180
Freight expenses	6,210,966	22,962,446
Import duty paid	-	90,181,245
Insurance charges	426,293	1,325,461
Sampling cost	-	20,567
Tele communication expenses	-	268,679
Transaction charges	907,212	916,451
Warehousing, DP & assaying charges	<u>13,431,333</u>	<u>8,976,454</u>
	<u>21,730,861</u>	<u>157,652,169</u>
	<u><u>145,930,547</u></u>	<u><u>231,871,214</u></u>
27) EXCEPTIONAL ITEM		
Prior period adjustments	<u>6,863</u>	<u>(338,399)</u>
	<u><u>6,863</u></u>	<u><u>(338,399)</u></u>



28) Contingent liabilities not provided for:

Particulars	2016-17 ₹ in Lacs	2015-16 ₹ in Lacs
i) <u>Contingent liabilities</u>		
a) <u>Claims not acknowledged by the company</u>		
Stamp duty levied by State Govt. of Delhi [Refer Note No. 28(ii)]	4.18	4.18
b) <u>Guarantees</u>		
Guarantees issued by banks on behalf of the Company	2.50	0.50
c) <u>Capital Commitments</u>		
Estimated amount of contract remaining to be executed on capital account including interest on delayed payment.	176.00	209.96

ii) The State Government of Delhi had levied stamp duty through Indian Stamp (Delhi Amendment) Act, 2010 w.e.f 01/06/2010 on exchange traded commodities derivatives business carried by the company on proprietary basis. During that year, the constitutional validity of the said Act had been challenged in Delhi High court through a writ petition filled by an association of brokers wherein the Company is a member. The matter is subjudice. The liability on account of levy of stamp duty for the period 01/06/2010 to 26/07/2010 works out to ₹ 4.18 Lacs (without interest) for which no provision has been made.

iii) During FY 2011-12 a search was carried out by the Gujarat Value Added Tax Department whereby the GVAT department has raised a demand of ₹ 2,866,821/- along with the penalty on account of denial of the input credit claimed by the company on the VAT which was collected by some suppliers from the Company however it has been alleged that they have not deposited the amount with the Department. The company has made payment under protest and filed an appeal with appropriate authorities. In FY 2014-15 the company had further paid ₹ 4,37,307/- under protest towards additional demand raised by the GVAT department for the FY 2011-12 on account of denial of the input credit claimed which was collected by some suppliers from the Company and alleged to have not been deposited by them. Subsequently the company received ₹ 129,325/- from the GVAT department from the above.

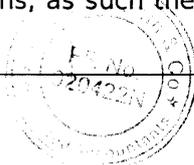
iv) Service tax payable on fees paid to Advocates stayed by Delhi High Court ₹ Nil (Previous year: ₹ 8,27,612/-).

29) Details of Specified Bank Notes (SBN) held and transacted during the period from 8th November, 2016 to 30th December, 2016.

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	41,57,500	2,05,150	43,62,650
(+) Permitted receipts	-	14,73,120	14,73,120
(-) Permitted payments	-	2,34,904	2,34,904
(-) Amount deposited in Banks	41,57,500	-	41,57,500
Closing cash in hand as on 30.12.2016	-	14,43,366	14,43,366

30) Operating Leases

Since the existing operating lease entered into by the company is cancelable on serving a notice of one to three months, as such there is no information required to be furnished as per AS-19.



- 31) On the basis of confirmation obtained from suppliers who have registered themselves under the Micro Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006) and based on the information available with the Company, the balance due to Micro & Small Enterprises as defined under the MSMED Act, 2006 is Nil (Previous year Nil). Further, no interest during the year has been paid or payable under the terms of the MSMED Act, 2006.

32) Segment Reporting

The Company's operations primarily comprise of Dealing in Commodities, Commodity Derivatives broadly falling in one segment as such there is no other reportable business segment as specified by Accounting Standard 17 issued by The Institute of Chartered Accountants of India.

- ii) The Geographical Segments considered for disclosure are

- a) Sales within India
b) Sales outside India

Geographical Segment (based on Location of Customers)

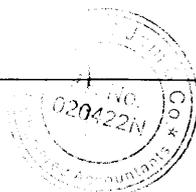
Particulars	2016-17 ₹ in Lacs	2015-16 ₹ in Lacs
<u>Segment Assets</u>		
- within India	11,044.29	4,431.58
- outside India	330.73	1,279.73
	<u>11,375.02</u>	<u>5,711.31</u>
<u>Segment Revenue</u>		
- within India	34,163.16	21,942.41
- outside India	-	117.45
	<u>34,163.16</u>	<u>22,059.86</u>

33) Foreign Exchange Transactions

Particulars	2016-17 ₹ in Lacs	2015-16 ₹ in Lacs
A) <u>Expenditure in Foreign Currency</u>		
Traveling & other expenses	1.14	3.54
Legal & Profession charges	7.08	1.86
Interest Expenses	-	2.10
Ocean Freight	-	205.26
Imports of agri commodities (C.I.F)	-	10,920.22
B) <u>Earnings in Foreign exchange</u>		
Exports of agri commodities (F.O.B)	-	117.45

34) Earnings Per Share

Particulars	2016-17 ₹	2015-16 ₹
i) Net Profit after tax	9,808,230	3,255,488
ii) Weighted average number of equity shares of ₹ 10/- for Earnings Per Share computation.		
For Basic Earning per Share	7,000,000	7,000,000
For Diluted Earning per Share	7,000,000	7,000,000
iii) Earnings Per Share (in ₹)		
Basic	1.40	0.47
Diluted	1.40	0.47



35) Related Party DisclosureI) List of Related Partya) Key Management Personnel & Relatives

- 1) Sh. Brij Rattan Bagri (Director) , Relatives: Smt. Malati Bagri (Wife), Ms. Nanditaa Bagri (Daughter), Sh. Siddharth Bagri (Son)*
- 2) Sh. Anshul Mehra (Whole Time Director)
- 3) Sh. Satish Kumar Sharma (Whole Time Director upto 31/12/2016)
- 4) Ms. Pratibha Anand (Company Secretary) (upto 01/10/2016)
- 5) Ms. Swati Nehra (Company Secretary) (w.e.f 01/10/2016)

b) Holding Enterprise

BLB Limited

c) Fellow Subsidiaries

BLB Global Business Limited
 Caprise Commodities Limited
 Sri Chaturbhuj Properties Limited* (upto 28/11/2016)
 Sri Sharadamba Properties Limited*

* During the year the company has not entered into any transactions with the said parties.

II) Related Party Transactions

Sl. No.	Nature of Transactions	Key Management Personnel & Relatives		Fellow Subsidiary		Holding Enterprise	
		2016-17 ₹	2015-16 ₹	2016-17 ₹	2015-16 ₹	2016-17 ₹	2015-16 ₹
1)	Loans taken:						
	- Op. balance	4,35,00,000	40,000,000	-	-	13,25,00,000	87,500,000
	- Sums accepted	2,50,00,000	17,500,000	-	-	14,05,00,000	112,500,000
	- Sums repaid	2,05,00,000	14,000,000	-	-	8,05,00,000	67,500,000
	- Cl. balance	4,80,00,000	43,500,000	-	-	19,25,00,000	132,500,000
2)	Brokerage & Transaction charges recovery	5,55,303	349,041	67,904	1,764	-	101,107
3)	Salary/ Remuneration	23,66,522	2,208,439	-	-	-	-
4)	Interest Paid	34,15,205	3,447,302	-	-	1,29,32,191	8,815,573
5)	Interest received	-	-	-	-	-	307,733
6)	Purchases	13,35,00,031	-	5,36,71,695	9,570,000	-	-
7)	Reimbursement	-	-	-	254,879	-	13,905
8)	Rent Expense	600,000	600,000	-	-	-	-
9)	Rent Income	-	-	60,000	5,000	-	-
10)	Sales	16,80,42,328	49,872,378	3,11,25,192	507,406,424	-	-
11)	Brokerage & Transaction Paid	-	-	-	-	-	33,943
12)	Year end Balance - Receivables/ (Payable)	4,02,547 (14,12,146)	- (12,65,801)	(49,33,075)	2,500	-	-

36) Auditors' Remuneration

Particulars	2016-17	2015-16
	₹	₹
Audit fees	218,500	217,550
Tax audit fees	23,000	22,900
Certification charges	-	74,963
	<u>241,500</u>	<u>315,413</u>

37) Additional information in respect of the stocks, purchase and sales are as under:

Trading Particulars of Commodities	2016-17	2015-16
	₹ in Lacs	₹ in Lacs
Opening Stock		
- Yellow Peas	-	-
- Chick Peas Australian	-	-
- Rice	-	36.94
- Other Agri Commodities	835.33	1,195.31
	<u>835.33</u>	<u>1,232.25</u>
Purchases		
- Yellow Peas	13,908.06	-
- Chick Peas Australian	2,569.75	-
- Rice	2,316.62	2,509.40
- Other Agri Commodities	17,695.09	16,954.51
	<u>36,489.52</u>	<u>19,463.91</u>
Sales		
- Yellow Peas	15,316.33	-
- Chick Peas Australian	2,630.65	-
- Rice	2,236.14	2,741.36
- Other Agri Commodities	13,980.14	19,318.50
	<u>34,163.16</u>	<u>22,059.87</u>
Closing Stock		
- Yellow Peas	-	-
- Chick Peas Australian	-	-
- Rice	-	-
- Other Agri Commodities	5425.00	835.33
	<u>5425.00</u>	<u>835.33</u>

38) Financial Derivative Instruments

(₹ in Lacs)

Outstanding Derivative contracts :

Commodity futures for hedging	As on 31/03/2017		As on 31/03/2016	
	Contracts	Amount	Contracts	Amount
- Agri Commodities	853	3,748.30	241	789.01
- Currency Futures	-	-	-	-
For trading				
- Agri Commodities	-	-	330	783.84
- Currency Futures	-	-	4952	3369.39



- 39) During the year the Board of Directors in its meeting held on 25/03/2017 has decided to merge the Company with BLB Limited, its holding company in terms of draft Composite Scheme of Arrangement adopted. The process of merger is subject to applicable regulatory approvals.
- 40) During the year surrendered of memberships of Multi Commodity Exchange of India Limited (MCX) and National Commodity and Derivatives Exchange Limited (NCDEX) has been approved.
- 41) Company had filed few legal cases for claims against the foreign suppliers of almonds towards inferior quality of goods and also for damages on cancellation of contracts during the FY- 2015-16. However certain cases had been dismissed by the Honorable courts, as such claims amounting to Rs 969.74 lacs have been written off as bad debts. Claims amounting to Rs.330.73 lacs still pending with various courts which are shown under Advances recoverable in cash or kind and the management is confident of recovery thereof.
- 42) 'Deposits with Commodities exchanges and other deposits' shown under Other Non-Current Assets' includes ₹ 9.5 lacs which has been deposited towards margin with National Spot Exchange Ltd (NSEL) which has been involved in crisis. The Management is confident of the recovery of the above mentioned margin money.
- 43) Previous year's figures have been regrouped and/ or rearranged wherever necessary to conform to this year's classification.

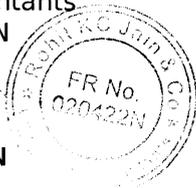
As per our report of even date annexed.

For ROHIT KCJAIN & CO

Chartered Accountants

FRN - 020422N

CA. ROHIT JAIN
Partner
(Membership No. - 099444)

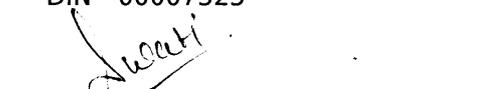


For and on behalf of the Board of Directors


BRIJ RATTAN BAGRI
Chairman
DIN - 00007441


ANSHUL MEHRA
Whole Time Director
DIN - 00014049


VIKRAM RATHI
Director
DIN - 00007325


SWATI MEHRA
Company Secretary
M. No. A-45895

Place : New Delhi
Date : 29th May, 2017

