

7NR RETAIL PRIVATE LIMITED

DIRECTORS' REPORT

To,
The Shareholders,
7NR RETAIL PRIVATE LIMITED
Ahmedabad

We have great pleasure in presenting Fourth Annual Report on the working of the company together with the Annual Accounts for the year ended on 31st March 2016 and trust that the same will meet your approval.

FINANCIAL RESULTS

Particulars	2015-16 Amount (Rs.)	2014-15 Amount (Rs.)
Total Income	34,513,145	51,249,693
Less: Expenditure	37,160,364	51,602,207
Profit before Tax	(2,647,219)	(352,514)
Less: Provision for Taxation	371,402	155,854
Net Profit after adjustment of Tax/Deferred Tax	(3,018,621)	(508,368)
Add: Balance brought forward	(3,018,621)	(508,368)

COMPANY'S PERFORMANCE

The sales turnover of the company amounted to Rs.31330488/- in the current year as compared to Rs. 44064144/- in previous year .The company has suffered net loss of Rs.3018621/- during the year as against Rs. 508368/- in last year

DIVIDEND

Your Directors do not recommend dividend for the year under review, in order to strengthen the long term resources of the Company.

TRANSFER TO RESERVES

The Company has not transferred any amount to reserves.

MATERIAL CHANGES BETWEEN THE END OF THE FINANCIAL YEAR AND DATE OF THE

There have been no material changes and commitments 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.

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

During the year under review there has been no such significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

SUBSIDIARIES OR JOINT VENTURES OR ASSOCIATES

The company does not have any subsidiary, or joint venture or associate.

CORPORATE SOCIAL RESPONSIBILITY

The Company is not required to constitute a Corporate Social Responsibility Committee as it does not fall within the purview of Section 135 (1) of the Companies Act , 2013.

CHANGES IN NATURE OF BUSINESS

There is no change in the nature of the business of the Company during the year.

DIRECTORS

During the year under review there has been no change in the composition of the Board of Directors.

PARTICULARS OF LOANS , GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE

During the year under review, the Company has not advanced any loans / given guarantees / made investments

NUMBER OF MEETINGS OF THE BOARD

Four Meetings of the Board were held during the year at dates 07/04/2015, 29/08/2015, 23/12/2015 and 17/03/2016

PARTICULARS OF EMPLOYEES:

There was no employee drawing remuneration of Rs.5,00,000/ per month or Rs.60,00,000/ per year. The Board of Directors wishes to express its appreciation to all the employees of the company for their outstanding contribution

DEPOSITS

The company has not invited or accepted any fixed deposit from public during the year under review..

AUDITORS

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules,2014, M/s. M/s. DSNT & Associates, Chartered Accountants, the Statutory Auditors of the Company have been appointed for a term of 5 years. However, their appointment as Statutory Auditors of the Company shall be required to be ratified by the Members at the ensuing Annual General Meeting. The Company has received a confirmation from the said Auditors that they are not disqualified to act as the Auditors and are eligible to hold the office as Auditors of the Company. Necessary resolution for ratification of appointment of the said Auditors is included in the Notice of AGM for seeking approval of member.

There is no qualification or observation or remarks made by the Auditors in their report

EXTRACT OF THE ANNUAL RETURN

As prescribed under Section 92 (3) of the Act, the extract of the Annual Return in Form No. MGT- 9 ia annexed

INTERNAL CONTROL SYSTEM

The Company has internal control system commensurate to the size of its operations..

DIRECTORS' RESPONSIBILITY STATEMENT

As per the provisions of Sub section 3 (c) of Section 134 (5) of the Companies Act 2013 the Directors hereby state

- 1 In the preparation of the Annual Accounts, the applicable accounting standards have been followed and that no material departures have been made from the same;
- 2 They have 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 that period;
- 3 They have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- 4 They have prepared the Annual Accounts on a going concern basis.
- 5 They had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

CONSERVATION OF ENERGY , TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE

EARNINGS AND OUTGO

Information on conservation of energy, technology absorption and foreign exchange earnings and outgo are required to be given pursuant to section 134 fo the Companies Act,2013 read with Companies (Accounts) Rules, 2014 regarding in the statement annexed as Annexure B hereto forming a part of this Report.

RISK MANAGEMENT POLICY

Company has developed and implemented a Risk management Policy for the company including identification therein of elements of risk which in opinion of the Board may threaten the existence of the company. The company has a dynamic risk management framework to identify, evaluate business risk and opportunities

As on date the company does not envisage risks which could threaten the existence of the company.

RELATED PARTY TRANSACTIONS

All transaction entered with related parties for the year under review were on Arm's Length Basis and in ordinary

ACKNOWLEDGEMENT

The Board takes the opportunity to thank for the continued support received from Banks and government authorities. Your Directors also acknowledge the support received by the Company from its suppliers of goods & services, agents, dealers, shareholders and other agencies associated with the Company.

On behalf of the Board

Date : 31/08/2016
Place : Ahmedabad

Chairman

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
As on financial year ended on 31.03.2016

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

I. REGISTRATION & OTHER DETAILS:		
1	CIN	U52320GJ2012PTC073076
2	Registration Date	21/12/2012
3	Name of the Company	7NR RETAIL PRIVATE LIMITED
4	Category/Sub-category of the Company	Private Company Limited by Shares
5	Address of the Registered office & contact details	9/G, VARDAN EXCLUSIVE, NR. LAKHUDI TALAV, NAVRANGPURA,AHMEDABAD
6	Whether listed company	No
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Not Applicable

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY			
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(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Chain Stores	52190	90.88
2	Commission agents	51101	9.12

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES					
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SN	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
	N.A.				

IV. SHARE HOLDING PATTERN									
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(Equity share capital breakup as percentage of total equity)

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters & Members									
(1) Indian									
a) Individual/ HUF		111,600	111,600	3.93%		577,500	577,500	20.36%	417.47%
b) Central Govt			-	0.00%			-	0.00%	0.00%
c) State Govt(s)			-	0.00%			-	0.00%	0.00%
d) Bodies Corp.			-	0.00%			-	0.00%	0.00%
e) Banks / FI			-	0.00%			-	0.00%	0.00%
f) Any other			-	0.00%			-	0.00%	0.00%
Sub Total (A) (1)	-	111,600	111,600	3.93%	-	577,500	577,500	20.36%	417.47%
(2) Foreign									
a) NRI Individuals			-	0.00%			-	0.00%	0.00%
b) Other Individuals			-	0.00%			-	0.00%	0.00%
c) Bodies Corp.			-	0.00%			-	0.00%	0.00%
d) Any other			-	0.00%			-	0.00%	0.00%
Sub Total (A) (2)	-	-	-	0.00%	-	-	-	0.00%	0.00%
TOTAL (A)	-	111,600	111,600	3.93%	-	577,500	577,500	20.36%	417.47%

B. Public									
1. Institutions									
a) Mutual Funds			-	0.00%			-	0.00%	0.00%
b) Banks / FI			-	0.00%			-	0.00%	0.00%
c) Central Govt			-	0.00%			-	0.00%	0.00%
d) State Govt(s)			-	0.00%			-	0.00%	0.00%
e) Venture Capital Funds			-	0.00%			-	0.00%	0.00%
f) Insurance Companies			-	0.00%			-	0.00%	0.00%
g) FIs			-	0.00%			-	0.00%	0.00%
h) Foreign Venture Capital Funds			-	0.00%			-	0.00%	0.00%
i) Others (specify)			-	0.00%			-	0.00%	0.00%
Sub-total (B)(1):-	-	-	-	0.00%	-	-	-	0.00%	0.00%
2. Non-Institutions									
a) Bodies Corp.									
i) Indian			-	0.00%			-	0.00%	0.00%
ii) Overseas			-	0.00%			-	0.00%	0.00%
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh		10,000	10,000	0.35%		10000	10,000	0.35%	0.00%
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh		2,715,400	2,715,400	95.71%		2249500	2,249,500	79.29%	-17.16%
c) Others (specify)									
Non Resident Indians			-	0.00%			-	0.00%	0.00%
Overseas Corporate Bodies			-	0.00%			-	0.00%	0.00%
Foreign Nationals			-	0.00%			-	0.00%	0.00%
Clearing Members			-	0.00%			-	0.00%	0.00%
Trusts			-	0.00%			-	0.00%	0.00%
Foreign Bodies - D R			-	0.00%			-	0.00%	0.00%
Sub-total (B)(2):-	-	2,725,400	2,725,400	96.07%	-	2,259,500	2,259,500	79.64%	-17.09%
Total Public (B)	-	2,725,400	2,725,400	96.07%	-	2,259,500	2,259,500	79.64%	-17.09%
C. Shares held by Custodian for GDRs & ADRs			-	0.00%				0.00%	0.00%
Grand Total (A+B+C)	-	2,837,000	2,837,000	100.00%	-	2,837,000	2,837,000	100.00%	400.38%

(ii) Shareholding of Promoter

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Pinal Kanchanlal Shah	5,000	0.18%		161,800	5.70%		3136.00%
2	Nutanben Jaykishan Patel	11,000	0.39%		341,000	12.02%		3000.00%
3	Pragnesh Hasmukhlal Shah	39,400	1.39%		-	0.00%		-100.00%
4	Riddhi Pinal Shah	7,000	0.25%		74,700	2.63%		967.14%
5	Dineshbhai Patel	49,200	1.73%		-	0.00%		-100.00%

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

SN	Particulars	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
	At the beginning of the year			111,600	3.93%	111,600	3.93%
	Changes during the year			465,900	16.42%	577,500	20.36%
					0.00%	577,500	20.36%
	At the end of the year			577,500	20.36%	577,500	20.36%

(iv) Shareholding Pattern of top ten Shareholders*(Other than Directors, Promoters and Holders of GDRs and ADRs):*

SN	For each of the Top 10 shareholders	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	Snehal K Shah						
	At the beginning of the year			471,000	16.60%	471,000	16.60%
	Changes during the year		Transfer	(118,200)	-4.17%	352,800	12.44%
	At the end of the year			352,800	12.44%	352,800	12.44%
2	Jaykishan Patel						
	At the beginning of the year			453,800	16.00%	453,800	16.00%
	Changes during the year		Transfer	(236,500)	-8.34%	(236,500)	-8.34%
	At the end of the year			217,300	7.66%	217,300	7.66%
3	Shila C Shah						
	At the beginning of the year			302,400	10.66%	302,400	10.66%
	Changes during the year		Transfer	(172,600)	-6.08%	(172,600)	-6.08%
	At the end of the year			129,800	4.58%	129,800	4.58%
4	Ajay Jain						
	At the beginning of the year			-	0.00%	-	0.00%
	Changes during the year		Transfer	100,000	3.52%	100,000	3.52%
	At the end of the year			100,000	3.52%	100,000	3.52%
5	Kaushik Vaghela						
	At the beginning of the year			-	0.00%	-	0.00%
	Changes during the year		Transfer	100,000	3.52%	100,000	3.52%
	At the end of the year			100,000	3.52%	100,000	3.52%
6	Mittal Shah						
	At the beginning of the year			133,000	4.69%	133,000	4.69%
	Changes during the year			-	0.00%	133,000	4.69%
	At the end of the year			133,000	4.69%	133,000	4.69%
7	Rajesh V Trivedi						
	At the beginning of the year			-	0.00%	-	0.00%
	Changes during the year		Transfer	130,000	4.58%	130,000	4.58%
	At the end of the year			130,000	4.58%	130,000	4.58%
8	Paresh R Lodha						
	At the beginning of the year			-	0.00%	-	0.00%
	Changes during the year		Transfer	110,000	3.88%	110,000	3.88%
	At the end of the year			110,000	3.88%	110,000	3.88%
9	Sunil Jain						
	At the beginning of the year			-	0.00%	-	0.00%
	Changes during the year		Transfer	120,000	4.23%	120,000	4.23%

(v) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Date	Reason	Shareholding during the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	PINAL K SHAH						
	At the beginning of the year			5,000	0.18%	5,000	0.18%
	Changes during the year			156,800	5.53%	5,000	0.18%
	At the end of the year			161,800	5.70%	5,000	0.18%
2	RIDDHI PINAL SHAH						
	At the beginning of the year			7,000	0.25%	7,000	0.25%
	Changes during the year			67,700	2.39%	7,000	0.25%
	At the end of the year			74,700	2.63%	7,000	0.25%
3	NUTANBEN J PATEL						
	At the beginning of the year			11,000	0.39%	10,000	0.35%
	Changes during the year			330,000	11.63%	11,000	0.39%
	At the end of the year			341,000	12.02%	11,000	0.39%

V. INDEBTEDNESS

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

(Amt. Rs./Lacs)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount		8,758,561.00		8,758,561.00
ii) Interest due but not paid				-
iii) Interest accrued but not due				-
Total (i+ii+iii)	-	8,758,561.00	-	8,758,561.00
Net Change in Indebtedness during the financial year				
* Addition		-		-
* Reduction		(8,633,465.00)		(8,633,465.00)
Net Change	-	(8,633,465.00)	-	(8,633,465.00)
Indebtedness at the end of the financial year				
i) Principal Amount		125,096.00		125,096.00
ii) Interest due but not paid				-
iii) Interest accrued but not due				-
Total (i+ii+iii)	-	125,096.00	-	125,096.00

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

SN.	Particulars of Remuneration	Name of MD/WT/ Manager			Total Amount (Rs/Lac)
		Pinal Shah	Nutan Patel	Riddhi Shah	
		Director	Director	Director	
1	Gross salary	375000	156000	375000	906000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961				-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961				-
2	Stock Option				-
3	Sweat Equity				-
4	Commission				-
	- as % of profit				-
	- others, specify				-
5	Others, please specify				-
	Total (A)	375,000.00	156,000.00	375,000.00	906,000.00

B. Remuneration to other Directors

SN.	Particulars of Remuneration	Name of Directors			Total Amount
					(Rs/Lac)
1	Independent Directors				
	Fee for attending board committee meetings				-
	Commission				-
	Others, please specify				-
	Total (1)	-	-	-	-
2	Other Non-Executive Directors				-
	Fee for attending board committee meetings				-
	Commission				-
	Others, please specify				-
	Total (2)	-	-	-	-
	Total (B)=(1+2)	-	-	-	-
	Total Managerial Remuneration				906,000.00
	Overall Ceiling as per the Act				

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

SN.	Particulars of Remuneration	Name of Key Managerial Personnel			Total Amount
		Name Designation	CEO	CFO	CS
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) Income-tax				-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961				-
2	Stock Option				-
3	Sweat Equity				-
4	Commission				
	- as % of profit - others, specify				-
5	Others, please specify				-
	Total	-	-	-	-

VII. 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					
Penalty					
Punishment					
Compounding					
B. DIRECTORS					
Penalty					
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment					
Compounding					

7NR RETAIL PRIVATE LIMITED

9 G, Vardan Exclusive
Nr. Lakhudi Talav
Navrangpura, Ahmedabad

Balance Sheet as at 31-Mar-2016

	Particulars	Note No.	as at 31-Mar-2016		as at 31-Mar-2015	
I.	EQUITY AND LIABILITIES					
1	Shareholders' Funds			23284568		26303189
	(a) Share Capital	1	28370000		28370000	
	(b) Reserves and Surplus	2	-5085432		-2066811	
2	Share Application Money Pending Allotment	3			0	
3	Non-Current Liabilities			0		8758561
	(a) Long-Term Borrowings	4	0		8758561	
	(b) Deferred Tax Liabilities (Net)	5	0		0	
	(c) Other Long term liabilities	6	0		0	
	(d) Long-term provisions	7	0		0	
4	Current Liabilities			5839790		22932241
	(a) Short-Term Borrowings	8	125096		0	
	(b) Trade Payables	9	4396600		22447105	
	(c) Other Current Liabilities	10	0		0	
	(d) Short-Term Provisions	11	1318094		485136	
	Total			29124358		57993991
II.	ASSETS					
1	Non-Current Assets			2001052		31243171
	(a) Fixed Assets					
	(i) Tangible Assets	12	500594		8326261	
	(b) Non-Current Investments	13	0		0	
	(c) Deferred Tax Assets (Net)	5	268408		639810	
	(d) Long-Term Loans and Advances	14	1232050		22277100	
	(e) Other non-current assets	15	0		0	
2	Current Assets			27123306		26750820
	(a) Current Investments	16	0		0	
	(b) Inventories	17	11448204		22508412	
	(c) Trade receivables	18	1602707		2026424	
	(d) Cash and Cash Equivalents	19	3033292		1109265	
	(e) Short-term loans and advances	20	10725249		263959	
	(f) Other current assets	21	313854		842760	
	Total			29124358		57993991

The Notes referred to above form an integral part of the Balance Sheet.

As per our report of even date

FOR, DSNT & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN NO. 138146W

FOR & ON BEHALF OF BOARD OF DIRECTORS

DAXESH SHAH
PARTNER
M.No. 114022

DIRECTOR

DIRECTOR

PLACE : AHMEDABAD
DATE: 31/08/2016

PLACE : AHMEDABAD
DATE: 31/08/2016

Notes to the Financial Statements for the year ended 31st March 2016

A Share Capital

Sr. No	Particulars	As at 31st March 2016	As at 31st March 2015
1	AUTHORIZED SHARE CAPITAL		
	3000000 Equity Shares of Rs.10/- each	30,000,000	30,000,000
	100000 Equity Shares of Rs.10/- each	-	-
	Total	30,000,000	30,000,000
2	ISSUED , SUBSCRIBED & PAID UP CAPITAL		
	At the beginning period	28,370,000	1,000,000
	Add : Issued during the period	-	27,370,000
	Add : Issued on account of merger / Conversion / Bonus / Split	-	-
	Less : Forfeited Share (amount originally paid up)	-	-
	At the end of reporting period	28,370,000	28,370,000
	Less: Calls Unpaid (Showing aggregate value of calls unpaid by directors and officers)	-	-
	Total	28,370,000	28,370,000

B The reconciliation of the number of shares outstanding as at March 31,2016 and March 31, 2015 is set out below :

Equity Shares	As at 31st March 2016		As at 31st March 2015	
	No of shares	Amount	No of shares	Amount
Shares outstanding at the beginning of the year	2,837,000	28,370,000	100,000	1,000,000
Add: Shares issued during the year	-	-	2,737,000	27,370,000
Less: Buy Back/ Forfeited Shares	-	-	-	-
Shares outstanding at the end of the year	2,837,000	28,370,000	2,837,000	28,370,000

C The details of shareholder holding more than 5% shares is set out below:

Name of the shareholder	As at 31st March 2016		As at 31st March 2015	
	No of Shares	% of holding	No of Shares	% of holding
1 Pinal Kanchanalal Shah	161,800	5.70	-	-
2 Nutanben Jaykishan Patel	341,000	12.02	-	-
3 Jaykishan Patel	217,300	7.66	453,800	16.00
4 Shila C. Shah	-	-	302,400	10.66
5 Snehal K. Shah	352,800	12.44	471,000	16.60
6 Chirag Patel HUF	-	-	171,000	6.03
7 Dineshbhai Patel HUF	-	-	145,400	5.13
Total	1,072,900	37.82	1,543,600	54.41

1 The company has only one class of ordinary equity shares and the holders of these ordinary shares are entitled to receive dividends as and when declared by the company. All shares rank equally with regard to the company's residual assets.

Notes to the Financial Statements for the year ended 31st March 2016

2 Reserves & Surplus

Sr. No	Particulars	As at 31st March 2016		As at 31st March 2015	
1	CAPITAL RESERVE				
	As per last balance sheet	-		-	
	Add : Created during the year	-		-	
	Less : Transfer to General Reserve etc.	-	-	-	-
2	SECURITIES PREMIUM RESERVE				
	As per last balance sheet	-		-	
	Add : Amount received on Share Issued	-		-	
	Less : Right Share Issue Expenses Written off	-		-	
	Less: Call in Arrears	-		-	
	Less : Bonus shares issued by capitalisation of share premium	-	-	-	-
3	GENERAL RESERVE				
	As per last balance sheet	-		-	
	Add : Transferred during the year from Profit & Loss Account	-		-	
	Add : Any others	-		-	
	Less : Utilised for _____	-	-	-	-
4	SURPLUS IN STATEMENT OF PROFIT AND LOSS				
	Balance as per last Financial year	-2066811		-1558443	
	Add : Profit for the year	-3018621		-508368	
	Add : Addition during the year (including transfer from reserve)				
	Less : Appropriations				
	Proposed Dividend on Equity Shares	-		-	
	Tax on Dividend	-		-	
	Prior period Tax Provision	-		-	
	Transferred to General Reserve	-	-5085432	-	-2066811
	Total		-5085432		-2066811

3 Share Application Money

Sr. No	Pinal Kanchanlal Shah	As at 31st March 2016		As at 31st March 2015	
	Share Application Money pending allotments				
	Outstanding less than one year	-		-	
	Outstanding more than one year	-		-	
	Total		-		-

Notes to the Financial Statements for the year ended 31st March 2016

4 Long Term Borrowings

Sr. No	Particulars	As at 31st March 2016		As at 31st March 2015	
1	Term loans				
	(a) Secured				
	(i) From Banks	-	-	-	-
	(ii) From other parties	-	-	-	-
	(b) Unsecured				
	(i) From Bank	-	-	-	-
	(ii) From Other parties	-	-	-	-
2	Loans and Advances from related parties				
	(a) Secured	-	-	-	-
	(b) Unsecured	-	-	8,758,561	8,758,561
	Notes:				
	(i) As per Management's explanation, the above loans is for long term and rapayable over a period of three to five years from the date of balance sheet.				
3	Deffered Payment Laibilities				
	(a) Secured	-	-	-	-
	(b) Unsecured	-	-	-	-
4	Other loans and advances				
	(a) Secured	-	-	-	-
	(b) Unsecured	-	-	-	-
	Total		-		8,758,561

Notes to the Financial Statements for the year ended 31st March 2016

5 Deferred Tax Liability (Net)

Sr. No	Particulars	As at 31st March 2016		As at 31st March 2015	
1	DEFERRED TAX LIABILITIES :				
	- Related to Fixed Assets	-		-	
	- Related to Others	-	-	-	-
	TOTAL (A)		-		-
	Less :				
2	DEFERRED TAX ASSETS :				
	- Related to Fixed Assets	115,382		284,892	
	- Related to Others	153,026	268,408	354,918	639,810
	TOTAL (B)		268,408	-	639,810
	Total (A - B)		-268408		-639810

6 Other Long Term Liabilities

Sr. No	Particulars	As at 31st March 2016		As at 31st March 2015	
	Other Long Term Liabilities	-		-	
	Total		-		-

7 Long Term Provisions

Sr. No	Particulars	As at 31st March 2016		As at 31st March 2015	
	Long Term Provisions	-		-	
	Total		-		-

8 Short Term Borrowings

Sr. No	Particulars	As at 31st March 2016		As at 31st March 2015	
(1)	Loan repayable on demand				
	(ii) From Other Parties	-		-	
	(b) Unsecured		-		-
	(i) From banks	-		-	
	(ii) From other parties		-		-
(2)	Loans and advances from related parties				
	(a) Secured	-		-	
	(b) Unsecured	125,096	125,096	-	-
(3)	Deposits				
	(a) Secured	-		-	
	(b) Unsecured	-		-	
	Total		125,096		-

Notes to the Financial Statements for the year ended 31st March 2016

9 Trade Payables

Sr. No	Particulars	As at 31st March 2016		As at 31st March 2015	
1	Due to Micro, Small and Medium Enterprises	3,735,798		22,087,648	
2	Due to Others	660,802	4,396,600	359,457	22,447,105
	Total		4,396,600		22,447,105

10 Other Current Liabilities

Sr. No	Particulars	As at 31st March 2016		As at 31st March 2015	
	Other Current Liabilities	-		-	
	Total		-		-

11 Short Term Provisions

Sr. No	Particulars	As at 31st March 2016		As at 31st March 2015	
1	Provision for employee benefits ;				
	- Provision for Salary & Bonus	382,942		295,873	
	- Provident Fund Payable	8,048		11,775	
	- Provision for Gratuity / Leave Encashment	-	390,990	-	307,648
2	Others :				
	- Provision for Income tax (Net of Advance tax)	-		-	
	- Provision for Bad Debts	-		-	
	- Proposed Dividend	-		-	
	- Provision for Corporate Tax on Dividend	-		-	
	- Service Tax Payable	-		16,943	
	- ESI Payable	2,114		3,034	
	- TDS Payable	13,899		76,494	
	- Unpaid Account Fees	-		15,300	
	- Unpaid Vakil Fees	-		-	
	- Unpaid Consultancy Fees	10,500		21,000	
	- Unpaid Audit Fees	21,000		26,000	
	- Professional Tax	25,947		18,717	
	- Interest Expense	-		-	
	- Sales / Vat Tax Payable	853,644		-	
	- Listing Fees Payable	-	927,104	-	177,488
	Total		1,318,094		485,136

Notes to the Financial Statements for the year ended 31st March 2016

12 Fixed Assets

(A) Tangible Assets

Sr. No	Particulars	As at		As at	
		31st March 2016		31st March 2015	
1	AC	7,260	7,260	13,259	13,259
2	Software Expense	23,774	23,774	29,000	29,000
3	Furniture and Fixtures	451,166	451,166	8,047,278	8,047,278
4	Plant & Machinery	16,504	16,504	20,064	20,064
5	I-Pad	-	-	40,363	40,363
6	Sewing Machine	-	-	8,446	8,446
7	Computer	-	-	57,821	57,821
8	CCTV Camera	-	-	44,012	44,012
9	Music system	-	-	62,263	62,263
10	Mobile	1,890	1,890	3,755	3,755
	Total		500,594		8,326,261

13 Non Current Investments

Sr. No	Particulars	As at		As at	
		31st March 2016		31st March 2015	
(1)	Trade Investments				
	(a) Investment in property		-		-
	(b) Investment in Equity Instruments		-		-
	(c) Other non-current investments (specify nature)		-		-
(2)	Other Investments				
	(a) Investment in property		-		-
	(b) Investment in Equity Instruments		-		-
	(d) Investment in Government and trust securities	-	-	-	-
	(g) Investment in Partnership Firms		-		-
	(h) Other non-current investments (specify nature)		-		-
	Total		-		-

14 Long Term Loans and Advances

Sr. No.	Particulars	As at		As at	
		31st March 2016		31st March 2015	
1	Unsecured, Considered Good unless otherwise stated : Capital Advances Advance against Fixed Assets				
		-	-	-	-
2	Security Deposits				
	(A) Unsecured Considered Good		-		-
	G&J Ltd	1,232,050	-	15,600,000	-
	Aditya Birla	-	-	6,654,100	-
		-	1,232,050	-	22,254,100
3	Loans and Advances to Related Parties				
4	Loans and Advances to Employees				
	A. Secured considered Goods	-	-	23,000	-
	B. Unsecured considered Goods	-	-	-	-
			-		23,000
5	Prepaid Expenses				
		-	-	-	-
6	Balance with Govt. Authorities				
			-		-
	Total		1,232,050		22,277,100

Notes to the Financial Statements for the year ended 31st March 2016

15 Other non-current assets

Sr. No	Particulars	As at		As at	
		31st March 2016		31st March 2015	
1	Other non-current assets	-			
	Total		-		-

16 Current investments

Sr. No	Particulars	As at		As at	
		31st March 2016		31st March 2015	
1	Current investments	-		-	-
	Total		-		-

17 Inventories

Sr. No.	Particulars	As at		As at	
		31st March 2016		31st March 2015	
1	(At lower of cost or Net Realisable Value) Stock-in-Trade	11,448,204	11,448,204	22,508,412	22,508,412
	Total		11,448,204		22,508,412

18 Trade Receivables

Sr. No.	Particulars	As at		As at	
		31st March 2016		31st March 2015	
(1)	Outstanding for not more than six months				
	(a) Secured, considered good	-		-	
	(b) Unsecured, considered good	-		-	
	Debit Sales	-		23,000	
	Madura Fashion & Lifestyle	-		400,717	
	Anshus	-	-	-	423,717
	(c) Others considered doubtful	-		-	
	Less : (d) Allowance for bad and doubtful Debts	-		-	
			-		
(2)	Outstanding for more than six months				
	(a) Secured, considered good	-		-	
	(b) Unsecured, considered good	-		-	
	Anshus	1,602,707	1,602,707	1,602,707	1,602,707
	(c) Others considered doubtful	-		-	
	Less : (d) Allowance for bad and doubtful Debts	-		-	
	Total		1,602,707		2,026,424

Notes to the Financial Statements for the year ended 31st March 2016

19 Cash and Cash Equivalents

Sr. No	Particulars	As at		As at	
		31st March 2016		31st March 2015	
1	Cash & Cash Equivalent				
	(a) Balances with Schedule Banks				
	Central Bank-0482	2,832,902		772,976	
	HDFC Bank	35,676	2,868,578	89,247	862,223
	(b) Cash on Hand	164,714	164,714	247,042	247,042
(c) Others					
	- In Fixed Deposits for less than 3 months	-		-	
	Sub Total (A)		3,033,292		1,109,265
2	Other Bank Balances				
	(a) Fixed Deposits with Banks				
	- Bank FD for less than 12 months	-		-	
	- Bank FD for more than 12 months	-		-	
	(b) Earmarked balances with banks (Unpaid Dividend)	-		-	
	(c) Bank Guarantee	-		-	
	Less : Bank FD for more than 12 months transferred to Non Current Assets	-		-	
	Sub Total (B)		-		-
	Total		3,033,292		1,109,265

20 Short Terms Loans and Advances

Sr. No	Particulars	As at		As at	
		31st March 2016		31st March 2015	
1	Unsecured, Considered Good :				
	Loans & Advances from related parties				
	Anshus Clothing	1,000,000			
	Antech corporation	4,090,000			
	CA Patel & co	700,000			
	G&J Freedom fashion	832,311			
	Express security	2,568,462			
	Shankheshwar eco energies pvt ltd	1,507,767	10,698,540		
	Advance payment for tax	-	-	55,900	55,900
	3	Others :			
CST Deposit	10,000		10,000		
Deposit (Ashram Road Store)	-		13,600		
TIN Deposit	10,000		10,000		
Service tax	-		39,605		
Prepaid Insurance	6,709		13,439		
Telephone Deposit	-		4,000		
VAT Receivable	-	26,709	117,415	208,059	
	Total		10,725,249		263,959

21 Other current assets

Sr. No	Particulars	As at		As at	
		31st March 2016		31st March 2015	
	Preliminary Exp	9,414		18,828	
	TDS Recievable (15-16)	304,440		-	
	TDS Receivable (14-15)	-		374,459	
	TDS Receivable (13-14)	-	313,854	449,473	842,760
	Total		313,854		842,760

7NR RETAIL PRIVATE LIMITED

9 G, Vardan Exclusive
Nr. Lakhudi Talav
Navrangpura, Ahmedabad

Statement of Profit and Loss for the year ended 31-Mar-2016

Sr. No.	Particulars	Note No.	31-Mar-2016	31-Mar-2015
I	Revenue from Operations	22	34474109	51249693
II	Other Income	23	39036	0
III	TOTAL REVENUE (I + II)		34513145	51249693
IV	EXPENSES			
	Purchases of Stock-in-Trade	24	15176286	32350024
	Changes in Inventories	25	11060208	3191378
	Employee Benefit Expenses	26	4903968	7451205
	Finance Costs	27	145429	767097
	Depreciation and Amortization Expenses	28	607125	2054323
	Other Expenses	29	5267348	5788180
	TOTAL EXPENSES		37160364	51602207
V	Profit before Exceptional and Extraordinary Items and Tax (III-IV)		-2647219	-352514
VI	Exceptional Items		-	-
VII	Profit before Extraordinary Items and Tax		-2647219	-352514
VIII	Extraordinary Items		-	-
IX	Profit Before Tax		-2647219	-352514
X	Tax Expense			-
	Current Tax	30	0	0
	Deferred Tax		- 371402	155854
XI	Profit/(Loss) for the period from Continuing Operations (IX-X)		-3018621	-508368
XII	Profit/(Loss) from Discontinuing Operations		-	-
XIII	Tax Expense of Discontinuing Operations		-	-
XIV	Profit/(Loss) from Discontinuing Operations (after tax) (XII-XIII)		-	-
XV	Profit(Loss) for the Period (XI+XIV)		-3018621	-508368
XVI	Earnings per Equity Share	31		
	-Basic		-1.06	-0.18
	-Diluted		-1.06	-0.18

The Notes referred to above form an integral part of the Balance Sheet.

As per our report of even date

FOR, DSNT & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN NO. 138146W

FOR & ON BEHALF OF BOARD OF DIRECTORS

DAXESH SHAH
PARTNER
M.No. 114022

DIRECTOR

DIRECTOR

PLACE : AHMEDABAD
DATE: 31/08/2016

PLACE : AHMEDABAD
DATE: 31/08/2016

Schedules Forming Part of the Statement of Profit & Loss for the year ended 31st March 2016

22 Revenue from Operations

Sr. No	Particulars	As at		As at	
		31st March 2016		31st March 2015	
1	Revenue from Operations				
(A)	Sale of Products				
	Trading Goods Sales - Retail Invoice	3,669,984		2,080,255	
	Trading Goods Sales - Tax Invoice	27,657,223	31,330,488	41,983,889	44,064,144
(B)	Sale of Service	-	-	-	-
2	Other Operating Revenue				
	Interest Income	750,549		360,278	
	Kasar	-		16,344	
	Commission Income	2,165,081		6,728,620	
	Incentive Income	-		-	
	Round off	-		-	
	Credit Note Income	227,991	3,143,621	80,307	7,185,549
	Total		34,474,109		51,249,693

23 Other Income

Sr. No	Particulars	As at		As at	
		31st March 2016		31st March 2015	
	Interest on refund	39,036	39,036	-	-
	Total		39,036		-

24 Purchase of Stock in Trade

Sr. No	Particulars	As at		As at	
		31st March 2016		31st March 2015	
	Trading Goods Purchase	15,176,286	15,176,286	32,350,024	32,350,024
	Total		15,176,286		32,350,024

25 Changes in inventories of finished goods, work-in-progress and Stock-in-Trade

Sr. No	Particulars	As at		As at	
		31st March 2016		31st March 2015	
1	Stock in Trade				
	Opening Stock	22,508,412		25,699,790	
	Less : Closing Stock	11,448,204	11,060,208	22,508,412	3,191,378
	Total		11,060,208		3,191,378

Schedules Forming Part of the Statement of Profit & Loss for the year ended 31st March 2016

26 Employee Benefits Expense

Sr. No	Particulars	As at 31st March 2016		As at 31st March 2015	
(A)	Salary & Wages				
	- Director Remuneration	906,000		960,000	
	- Bonus	122,912		215,827	
	- Salary	3,806,074		6,164,989	
	- Contribution to P.F.	68,982	4,903,968	110,389	7,451,205
(B)	Staff Welfare Exp.				
	- Performance Incentive	-		-	
	- Staff Welfare Exp	-	-	-	-
	Total		4,903,968		7,451,205

27 Finance Costs

Sr. No	Particulars	As at 31st March 2016		As at 31st March 2015	
1	Interest Expense				
	- Interest Exp	138,995		667,938	
	- Interest on Prof Tax	190		2,954	
	- Interest on TDS	-		510	
	- Interest on VAT	-		-	
	- Interest on Service Tax	92		31	
	- Interest on CC	-	139,277	-	671,433
2	Other Borrowing Costs				
	- Bank Charges	3,305		9,844	
	- Bank OD interest	-		-	
	- Credit card Charges	2,847		85,820	
	- Loan Processing Charges	-	6,152	-	95,664
	Total		145,429		767,097

28 Depreciation

Sr. No	Particulars	As at 31st March 2016		As at 31st March 2015	
	Depreciation	607,125	607,125	2,054,323	2,054,323
	Total		607,125		2,054,323

Schedules Forming Part of the Statement of Profit & Loss for the year ended 31st March 2016

29 Other Expenses

Sr. No	Particulars	As at 31st March 2016		As at 31st March 2015	
	Head Office				
1	Payment to Auditors				
	As Auditor	21,000	21,000	26,000	26,000
	Power and fuel				
	- Electricity Exp.	1,336,447		2,611,757	
	- Petrol Exp.	25,590	1,362,037	44,050	2,655,807
	Rent	-	-	675,612	675,612
	Repairs to machinery	29,255	29,255	58,944	58,944
	Insurance	28,507	28,507	53,111	53,111
	Rates and taxes (excluding taxes on income)			-	
	Professional Tax	-		7,200	
	Service Tax Exp	80,402	80,402	-	7,200
	Miscellaneous expenses				
	Account Charges	179,000		204,000	
	Advertisement Exp	-		68,702	
	Alteration Exp	11,260		48,155	
	Computer Repairs	13,362		27,316	
	Consultancy Fees (PF)	7,500		42,000	
	Courier & Postage	1,815		21,215	
	Discount	-		729	
	Domain Exp	-		850	
	Event Exp	21,913		11,581	
	ESI Exp	25,529		35,299	
	Gift Exp	45,712		61,587	
	Housekeeping Exp	49,201		94,421	
	Kasar	35,982		-	
	Internet Exp	35,342		75,736	
	Loss on sale of fixed asset	2,885,632		-	
	Misc Exp	16,691		55,318	
	Municipal Tax	7,457		37,017	
	Office Exp	70,384		246,431	
	Opening Ceremony Exp	-		21,040	
	Packing Material Exp	-		39,000	
	Preliminary Exp W/O	9,414		9,414	
	Round off	199		19	
	ROC Exp	-		471,800	
	SMC Exp	11,000		57,800	
	Stationery	11,271		34,599	
	Software Exps	6,870		-	
	Tailor Material Exp	3,558		11,206	
	Tea & Snacks Exp	84,685		194,334	
	Telephone Exp.	84,461		174,890	
	Transportation Exp	4,555		18,095	
	Travelling Exp	58,854		212,952	
	Vakil Fees	64,500	3,746,147	36,000	2,311,506
	Provision				
	Total		5,267,348		5,788,180

Schedules Forming Part of the Statement of Profit & Loss for the year ended 31st March 2016

30 Current Tax

Sr. No	Particulars	As at 31st March 2016	As at 31st March 2015
1	Current Tax	0	0
	Total	0	0

31 Earning Per Share

Sr. No	Particulars		As at 31st March 2016	As at 31st March 2015
1	Profit attributable to the Equity Shareholders	A	-3018621	-508368
2	Basic / Weighted average number of Equity Shares outstanding during the period	B	2837000	2837000
3	Nominal value of Equity Shares (Rs.)		10.00	10.00
4	Basic Earnings per Share (Rs.)	A / B	-1.06	-0.18
5	Diluted Earning per Share (Rs.)		-1.06	-0.18

7NR RETAIL PRIVATE LIMITED

NOTE 32:

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2016

[Amount in Rupees]

Particulars	2015-16	2014-15
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before taxation and extraordinary items	(2,647,219)	(352,514)
Adjustment for :-		
Depreciation and Amortization	607,125	2,054,323
Finance Costs	145,429	767,097
sub-total	752,554	2,821,420
Interest income	789,585	360,278
	(37,031)	2,461,142
Operating Profit before working capital changes	(2,684,250)	2,108,628
Change in working Capital :		
Adjustment for Decrease (Increase) in operating assets		
Inventories	11,060,208	3,191,378
Trade receivables	423,717	(196,915)
Short Term loans & advances	(10,461,290)	60,609
Long Term loans & advances	21,045,050	3,801,128
Other Current Assets	528,906	-
Adjustment for (Decrease) Increase in operating liabilities		
Trade payables	(18,050,505)	(684,983)
Other current liabilities	-	-
Short Term Provisions	832,958	(193,985)
Cash Generated from Operations	2,694,794	8,085,860
Direct tax Paid	-	-
Income Tax (Paid)/Refund	-	-
Cash Flow before extraordinary items	2,694,794	8,085,860
Extraordinary Items/Prior Period Items	-	-
Net cash from Operating Activities	2,694,794	8,085,860
B. NET CASH FLOW FROM INVESTMENT ACTIVITIES		
Purchase of Fixed Assets	(13,090)	(754,084)
Investments	-	-
Interest income	789,585	360,278
Proceeds from sale of fixed assets	7,231,632	-
Net Cash from Investment Activities	8,008,127	(393,806)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Finance Costs	(145,429)	(767,097)
Issue of Shares	-	27,370,000
Proceeds of long term borrowings	(8,758,561)	(33,788,598)
Proceeds of short term borrowings	125,096	-
Net Cash from financial activities	(8,778,894)	(7,185,695)
NET INCREASE /(-) DECREASE IN CASH AND CASH EQUIVALENTS	1,924,027	506,359
OPENING BALANCE IN CASH AND CASH EQUIVALENTS	1,109,265	602,906
CLOSING BALANCE IN CASH AND CASH EQUIVALENTS	3,033,292	1,109,265

Notes on Cash Flow Statement:

- The above statement has been prepared following the "Indirect Method" as set out in Accounting Standard 3 on Cash Flow Statement issued by the Institute Of Chartered Accountants of India.
- Cash and Cash Equivalents represent Cash and Bank (excluding fixed deposits).

As per our report of even date attached.

FOR, DSNT & ASSOCIATES
 CHARTERED ACCOUNTANTS
 FRN NO. 138146W

FOR & ON BEHALF OF BOARD OF DIRECTORS

DAXESH SHAH
 PARTNER
 M.No. 114022

DIRECTOR

DIRECTOR

PLACE : AHMEDABAD
 DATE: 31/08/2016

PLACE : AHMEDABAD
 DATE: 31/08/2016

1. **SIGNIFICANT ACCOUNTING POLICIES:**

A) **Basis of Preparation of financial statements:**

- a) The financial statements have been prepared under historical cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 2013 as adopted consistently by the Company.
- b) Accounting policies not specifically referred to otherwise are consistent with generally accepted accounting principles followed by the Company.

B) **Revenue Recognition:**

Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection. Revenue from Operations include sale of goods. Interest income is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.

C) **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 result and estimates are recognized in the period in which the results are known / materialized.

D) **Fixed Assets:**

Fixed assets are stated at the cost net of recoverable taxes and include amounts added on revaluation, less accumulated depreciation and impairment loss, if any. All costs, including financial cost till commencement of commercial production, net charges on foreign exchange contracts and adjustments arising from exchange rates variations attributable to the fixed asset are capitalized. The depreciation on fixed assets is provided to the extent of depreciable amount on Written Down Value method (WDV) in the manner prescribed in the Companies Act, 2013. The useful life of Furniture & Fixture has been increased as per the technical analysis done by the management . We have relied on management representation regarding the same.

E) **Borrowing Costs:**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as a part of cost of such assets. A qualifying asset is a one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to the Statement of Profit and Loss.

F) **Provision for Current and Deferred Tax:**

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income-Tax Act, 1961. Deferred Tax resulting from "Timing Difference" between taxable & accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the Balance Sheet date. Deferred Tax Asset is recognized and carried forward only to the extent that there is a virtual certainty that the asset will be realised in future. The breakup of deferred tax asset into major components as at 31st March, 2016 is as under:

i) Depreciation as per Co.Act	Rs. 607125/-
ii) Depreciation as per Income Tax Act, 1961	Rs. 233720/-

1. Deferred Tax Asset (Depri) = $607125 - 233720 = 373405 * 30.9\% = 115382$

2. Deferred Tax Asset (C/f Loss) = $(-495229) * 30.9\% = 153026$

Thus, Total Deferred Tax Asset = 268408. Entry for reversal of DTA is made in books of accounts due to reduction in loss carried forward in 2015-16 for Rs. 371402

G) Retirement benefits to employees if any will be accounted for as and when paid.

H) **Investments:**

Current investments are carried at lower of cost & net realizable value. Long term (non-current) investments are stated at cost. Provision for diminution in the value of long term investments is made only if such a decline is other than temporary.

I) **Extraordinary Item:**

The extraordinary items are incomes or expenses that arise from events or transactions that are clearly distinct from the ordinary activities of the enterprise and therefore, are not expected to recur frequently or regularly. The nature and amount of each extraordinary item are identified and disclosed in the Statement of Profit and Loss in a manner that its impact on current profit or loss can be perceived.

J) **Inventories:**

Items of inventories are measured at lower of cost and net realizable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase, cost of conversion and other cost including overheads incurred in bringing them to their respective present location and condition.

2. Balances whether in credit or debit are subject to confirmation of parties concerned.

3. In the opinion of the management of the Company, the Current Assets & Loan and Advances have a value on realization in the ordinary course in the Balance Sheet and provision for all known liabilities have been made in the accounts except as stated otherwise.

4. **Provisions and Contingent Liabilities:**

A provision is recognized when the company has a present obligation as a result of a past event and it is probable that an outflow of resources would be required to settle the obligation and in respect of which a reliable estimate can be made. A disclosure of the contingent liability, if determinable, is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. But where there is a possible obligation but the likelihood of outflow of resources is remote, no provision / disclosure is made.

5. **Impairment of Assets:**

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

For, DSNT & Associates
Chartered Accountants
(Firm Registration No: 138146W)

FOR AND ON BEHALF OF THE BOARD

Daxesh R. Shah
M.No.114022
Partner

PLACE: Ahmedabad
DATE: 31st August, 2016

Director

Director

Date : 31/08/2016

From

7NR RETAIL PRIVATE LIMITED
9/G
VARDAN EXCLUSIVE
NR.LAKHUDI TALAV
NAVRANGPURA
Ahmedabad
GUJARAT - 380009

To

M/s. D S N T & ASSOCIATES
F-211
Titanium City Centre
Near IOC Petrol Pump
Satellite
Ahmedabad
GUJARAT-380015

Dear Sir/s

**Re: Acceptance/Repayment of Loan/Deposit otherwise than by way of
Account Payee Cheque/Draft for the Financial year 2015-16**

We hereby certify that our Firm has neither accepted nor repaid any loan/deposit in contravention of Section 269 SS and 269 T of the Income Tax Act, 1961. In this connection, we confirm that no part of loan/deposit, aggregating Rs. 20,000/- or more including interest was either taken or accepted or repaid any time during the year otherwise than by way of Account Payee Cheque or Account Payee Draft except in respect of repayment of loan or deposit taken, accepted or given to Government, Government Company, Banking Company or a Corporation established by a Central, State or Provincial Act.

For 7NR RETAIL PRIVATE LIMITED

Date : 31/08/2016

From

7NR RETAIL PRIVATE LIMITED
9/G
VARDAN EXCLUSIVE
NR.LAKHUDI TALAV
NAVRANGPURA
Ahmedabad
GUJARAT - 380009

To

M/s. D S N T & ASSOCIATES
F-211
Titanium City Centre
Near IOC Petrol Pump
Satellite
Ahmedabad
GUJARAT-380015

Dear Sir/s

This is to certify that during the F.Y. 2015-16, M/s. 7NR RETAIL PRIVATE LIMITED. has not incurred any expenditure in respect of which payment is made in sum exceeding Rs. 20,000/- in general and Rs.35,000/- in case of payment made to plying, hiring and leasing goods carriages have been made otherwise than by a Account Payee cheque or draft drawn on a bank except for those of which exemption provided in rule 6DD of IT Rules 1962.

For 7NR RETAIL PRIVATE LIMITED

Date : 31/08/2016

From

7NR RETAIL PRIVATE LIMITED
9/G
VARDAN EXCLUSIVE
NR.LAKHUDI TALAV
NAVRANGPURA
Ahmedabad
GUJARAT - 380009

To

M/s. D S N T & ASSOCIATES
F-211
Titanium City Centre
Near IOC Petrol Pump
Satellite
Ahmedabad
GUJARAT-380015

Dear Sir/s

Sub: Stock Certification

This is to certify that we have taken physical stock on 31st March 2016, as per physical verification the value of stock on hand is, Rs. 1,14,48,204/- (Rupees One Crore Fourteen Lakh Forty Eight Thousand Two Hundred Four Only). Stock is valued on the basis of Lower of cost or net realisable value.

For 7NR RETAIL PRIVATE LIMITED