

DARSHAN ORNA PRIVATE LIMITED

**STATUTORY AUDIT REPORT
FINANCIAL YEAR: 2012-2013**

Auditors :

**RAKSHIT M. SHAH & CO.
CHARTERED ACCOUNTANTS**

**RAKSHIT M. SHAH
B.COM. LLB, FCA, ACS**

Independent Auditor's Report

To the Members of Darshan Orna Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Darshan Orna Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these 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 Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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.

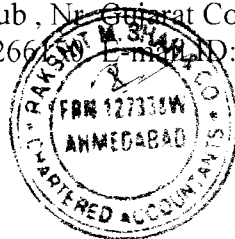
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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:

- a) in the case of the Balance Sheet, of the State of affairs of the Company as at March 31, 2013;
- b) in the case of the Profit and Loss Account, of the Profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the 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, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a. We have 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, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e. On the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - f. Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

For, RAKSHIT M. SHAH & Co.

Chartered Accountants

Firm Registration No: 127338W


Rakshit M. Shah

(Partner)

Membership No: 123368

Ahmedabad, 31 August, 2013



DIRECTORS' REPORT

To,
The Members,

Your Directors are pleased to present the 1st Annual Report with Audited Accounts of your Company for the year ended 31st March, 2013.

FINANCIAL RESULTS

	<u>2012-2013</u>	(in Rs.) <u>2011-2012</u>
Profit before Financial Charges,		
Depreciation and Taxation	23429	(3400)
Less: Financial Charges	(1223)	(375)
Less: Depreciation	<u>0.00</u>	<u>0.00</u>
Profit before Taxation	22206	(3025)
Less: Provision for Taxation	<u>5930</u>	<u>0.00</u>
Profit after Taxation	16276	(3025)

OPERATIONS

The Company has received gross income of Rs.23,429/- during the year. The Company's Net Profit of Rs. 16,276/-

DIVIDEND

The Directors had not proposed any Dividend for the year.

PUBLIC DEPOSIT

No Fix Deposit were accepted during the year under review.

Particulars of Unclaimed Deposit

- 1) Unclaimed Deposit NIL
- 2) No. Unclaimed Depositors NIL

AUDITORS REPORT

The Auditors Report is self explanatory and does not warrant any comment

PERSONNEL

During the year under review there was no employee in the employment of the company falling within the purview of section 217(2A) of the Companies Act, 1956 read with rules there under.

DIRECTORS :

Pursuant to the provisions of the Companies Act, 1956 and the Articles of Association of Company .the director of the company is to retire by rotation and being eligible offer himself re- appointment.

AUDITORS OBSERVATIONS

The observations of the auditors in their report are explained in the notes on the accounts, which are self-explanatory.

AUDITORS

RAKSHIT M. SHAH & CO, Chartered Accountants, Ahmedabad are the retiring Auditors and offer themselves for reappointment. The Company has obtained a certificate from auditors as required under Section 224 (1-B) of the Companies Act, 1956 to the fact that their reappointment if made, would be in conformity with the limit specified in that section.

EMPLOYEES

None of the employees of your Company is drawing remuneration exceeding the limit laid down under section 217 (2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 as amended.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 217 (2AA) of the Companies (Amendment) Act 2000, the Directors confirm that:

- i) In the preparation of the annual accounts, the applicable accounting standards have been followed;
- ii) Appropriate accounting policies have been selected and applied consistently and judgments and estimates have been made 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 or loss of the Company for that period;
- iii) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 1956 for safeguarding the assets for your Company for preventing and detecting fraud and other irregularities;
- iv) The annual accounts have been prepared on a going concern basis.

COMPLIANCE CERTIFICATE

In terms of Section 383 A (I) of the companies Act – 1956 & companies (compliance certificate) Rules, 2001 the certificate issued by a company secretary in whole time practice certifying that the company has complied the provisions of the companies Act – 1956 is annexed to this report.

ACKNOWLEDGEMENT

The Directors wish to thank Companies Bankers and government authorities for all the help and encouragement they extended to the Company. Your directors deeply acknowledge the continued trust and confidence that our shareholders have placed in the Company.

PLACE: AHMEDABAD

DATE: 31/08/2013

FOR AND ON BEHALF OF THE BOARD

(Director) For, Darshan Ofha Pvt. Ltd.,

M. R. Shah

Director

DARSHAN ORNA PRIVATE LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2013

Particulars	Note No.	2013	2012
		₹	₹
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	460,000	250,000
(b) Reserves and Surplus	2	2,413,251	1,346,975
(c) Money received against share warrants		-	-
(2) Share Application money pending allotment		-	460,000
(3) Non-Current Liabilities		-	-
(a) Long-Term Borrowings		-	-
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long Term Liabilities		-	-
(d) Long Term Provisions		-	-
(4) Current Liabilities			
(a) Short-Term Borrowings		-	-
(b) Trade Payables	3	247,267	9,271
(c) Other Current Liabilities		-	-
(d) Short-Term Provisions		-	-
Total Equity & Liabilities		3,120,518	2,066,246
II. ASSETS		₹	₹
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Gross Block		-	-
(ii) Depreciation		-	-
(iii) Net Block		-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		-	-
(d) Long term loans and advances		-	-
(e) Other non-current assets		-	-
(2) Current Assets			
(a) Current investments		-	-
(b) Inventories		2,213,129	2,018,330
(c) Trade receivables	4	353,268	-
(d) Cash and cash equivalents	5	525,798	32,825
(e) Short-term loans and advances	6	28,323	15,091
(f) Other current assets		-	-
Total Assets		3,120,518	2,066,246

NOTES TO ACCOUNTS

13

NOTes referred to above and notes attached there to form an integral part of Balance Sheet

This is the Balance Sheet referred to in our Report of even date.

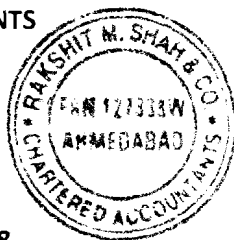
FOR , RAKSHIT M. SHAH & CO.

CHARTERED ACCOUNTANTS

Firm Reg. No.: 127338W

(CA. RAKSHIT M. SHAH)

Membership No. : 123368



DARSHAN ORNA PVT LTD

R. Orna

(Director)

(Director)

PLACE: AHMEDABAD

DATE: 31/08/2013

DARSHAN ORNA PRIVATE LIMITED

PROFIT & LOSS STATEMENT FOR THE PERIOD ENDED ON 31ST MARCH, 2013

Sr. No	Particulars	Note No.	2013	2012
			₹	₹
I	Revenue from operations	7	8,025,242	-
II	Other Income		4	-
III	III. Total Revenue (I + II)		8,025,246	-
IV	Expenses:			
	Cost of materials consumed	8	7,788,622	2,018,330
	Purchase of Stock-in-Trade		-	-
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	9	(194,799)	(2,018,330)
	Employee Benefit Expense	10	222,000	-
	Financial Costs	11	1,223	375
	Depreciation and Amortization Expense		-	-
	Other Administrative Expenses	12	185,994	2,650
	Total Expenses (IV)		8,003,040	3,025
V	Profit before exceptional and extraordinary items and tax	(III - IV)	22,206	(3,025)
VI	Exceptional Items		-	-
VII	Profit before extraordinary items and tax (V - VI)		22,206	(3,025)
VIII	Extraordinary Items		-	-
IX	Profit before tax (VII - VIII)		22,206	(3,025)
X	Tax expense:			
	(1) Current tax		5,930	-
	(2) Deferred tax		-	-
XI	Profit(Loss) from the period from continuing operations	(IX-X)	16,276	(3,025)
XII	Profit/(Loss) from discontinuing operations		-	-
XIII	Tax expense of discounting operations		-	-
XIV	Profit/(Loss) from Discontinuing operations (XII - XIII)		-	-
XV	Profit/(Loss) for the period (XI + XIV)		16,276	(3,025)
	Add:- Transfer from reserve		-	-
	Less: Proposed Dividend		-	-
	Less: Tax on Dividend		-	-
	Balance Carried Forward to Balance Sheet		16,276	-
XVI	Earning per equity share:			
	(1) Basic		0.35	(0.00)
	(2) Diluted		0.35	(0.00)

NOTES TO ACCOUNTS

13

Schedules referred to above and notes attached there to form an integral part of Profit & Loss Statement
This is the Profit & Loss Statement referred to in our Report of even date.

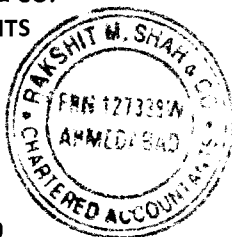
FOR, RAKSHIT M. SHAH & CO.
CHARTERED ACCOUNTANTS
Firm Reg. No.:127338W

DARSHAN ORNA PVT LTD
For, Darshan Orna Pvt. Ltd.

MRS. S. L.

(Director) Director
(Director) (Director)

(CA. RAKSHIT M. SHAH)
Membership No. :124819



PLACE: AHMEDABAD

DATE: 31/08/2013

DARSHAN ORNA PRIVATE LIMITED

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2013

Note : 1 Share Capital

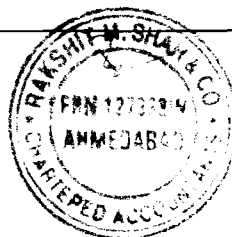
Sr. No	Particulars	₹	₹
		2013	2012
1	AUTHORIZED CAPITAL 35,000 Equity Shares of Rs. 10/- each.	350,000	350,000
		350,000	350,000
2	ISSUED , SUBSCRIBED & PAID UP CAPITAL <i>To the Subscribers of the Memorandum</i> 25000 Equity Shares of Rs. 10/- each, Fully 21000 Equity Shares of Rs. 10/- each, Fully	250,000 210,000	250,000 -
	Total in ₹	460,000	250,000

Note : 2 Reserve & Surplus

Sr. No	Particulars	₹	₹
		2013	2012
1	Capital Reserve		
2	Capital Redemption Reserve	-	-
3	Securities Premium reserve (15000 shares of Rs. 90)	2,400,000	1,350,000
4	Debenture Redemption Reserve		
5	Revaluation Reserve		
6	Shares Option Outstanding Account		
7	Other Reserve (Special Reserve)	-	-
8	Surplus (Profit & Loss Account)	13,251	-
	Balance brought forward from previous year	(3,025)	-
	Less: Tax on Regular Assessment Paid	-	-
	Less: Transfer to Profit and Loss A/c		
	Add: Profit for the period	16,276	(3,025)
	Total in ₹	2,413,251	1,346,975

Note : 3 Trades Payable

Sr. No	Particulars	₹	₹
		2013	2012
	<u>-Sundry Creditors for Materiel/Supplies:</u>		
1	Arunaben M Shah	-	3,690
2	Ramnklal R Shah	-	5,582
3	Hiteshbhai R Soni	20,598	-
4	K.L.B. cpmmodities Pvt Ltd	118,972	-
5	Sanjay Ratilal Soni	7,229	-
6	Darshan Ornaments	100,468	-
	Total in ₹	247,267	9,271



DARSHAN ORNA PRIVATE LIMITED

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2013

Note : 4 Trade Recievables

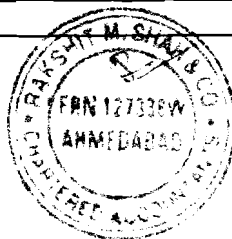
Sr. No	Particulars	₹	₹
		2013	2012
1	<u>Outstanding for more than six months</u>	-	-
2	<u>Outstanding for not more than six months</u>		
	Krushna Jewellers	100,370	-
	N.S.Jewellers	42,075	-
	Anguthi Jewellers (Naroda)	100,823	-
	Mahavir Bullion	110,000	-
	Total in ₹	353,268	-

Note : 5 Cash & Cash Equivalent

Sr. No	Particulars	₹	₹
		2013	2012
1	<u>Cash-in-Hand</u>		
	Cash Balance	189,429	2,350
	Petty Cash Balance	-	-
	Sub Total (A)	189,429	2,350
2	<u>Bank Balance</u>		
	Vijya Bank	336,369	30,475
	Sub Total (B)	336,369	30,475
	Total [A + B]	525,798	32,825

Note :6 Short Terms Loans and Advances

Sr. No	Particulars	₹	₹
		2013	2012
1	Loans & Advances from related parties		
	a) Secured, Considered Good :		
	Advance to Associate Concerns	-	-
	b) Unsecured, Considered Good :		
	c) Doubtful		
2	Others		
	C S T Deposit	10,000	-
	G S T Deposit	10,000	10,000
	VAT Tax Credit	4,253	5,091
	Income Tax Refund	4,070	-
	Total in ₹	28,323	15,091



DARSHAN ORNA PRIVATE LIMITED

Notes Forming Part of the Profit & Loss Accounts as at 31st March, 2013

Note : 7 Revenue from Operations

Sr. No	Particulars	₹	₹
		2013	2012
1	Sales	8,025,242	-
	Total in ₹	8,025,242	-

Note : 8 Cost of Material Consumed

Sr. No	Particulars	₹	₹
		2013	2012
a)	PURCHASES OF RAW MATERIALS AND STORES		
1	Purchase	7,788,622	2,018,330
	Total in ₹	7,788,622	2,018,330

Note : 9 Change in Inventories

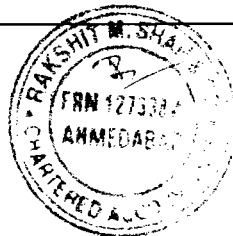
Sr. No	Particulars	₹	₹
		2013	2012
1	Opening Stock	2,018,330	-
2	Closing Stock	2,213,129	2,018,330
	Total in ₹	(194,799)	(2,018,330)

Note : 10 Employment Benefit Expenses

Sr. No	Particulars	₹	₹
		2013	2012
1	Salaries, Bonus, PF & ESIC	102,000	-
2	Directors Remuneration	120,000	-
	Total in Rs.	222,000	-

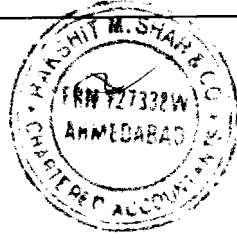
Notes :11 Financial Cost

Sr. No	Particulars	₹	₹
		2013	2012
1	Bank Charges & Interest	1,223	375
	Total in ₹	1,223	375



DARSHAN ORNA PRIVATE LIMITED**Notes Forming Part of the Profit & Loss Accounts as at 31st March, 2013****Note : 12 Other Administrative Expenses**

Sr. No	Particulars	₹	₹
		2013	2012
1	Professional Tax	-	2,400
2	Other Expenses	-	250
3	Labour Expense	141,379	-
4	Office Expense	11,198	-
5	Petrol Expense	10,003	-
6	ROC Expense	15,071	-
7	Stationary & Printing Expense	3,343	-
8	Professional Fees	5,000	-
	Total in ₹	185,994	2,650



Note-13

Significant Accounting Policies**A. Basis of preparation of Financial Statements**

- i. The financial statements have been prepared under the historical cost convention, in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956.
- ii. Accounting policies not specifically referred to otherwise are consistent and in consonance with the generally accepted accounting principles.

B. Revenue Recognition

Revenue is recognized when it is earned and no significant uncertainty exists as to its realization or collection.

C. Fixed Assets

No Fixed Assets are held by the company.


D. Investments

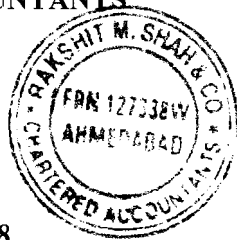
No Investments are held by the company.

E. Earning Per Share: The Earning Per Share (AS-20) has been computed as under:

a. a) Profit/ (Loss) after tax	Rs. 16276/-
b) Weighted avg. No. Of Equity share	46,000 shares
c) Nominal value of Share	Rs. 10
d) EPS	Rs. 0.35/-

FOR, RAKSHIT M. SHAH & CO.
CHARTERED ACCOUNTANTS
FRN No.127338W


RAKSHIT M. SHAH
PARTNER
Membership No. 123368



Place: Ahmedabad
Date: 31/08/2013

FOR AND ON BEHALF OF THE BOARD

For, Darshan Orna Pvt. Ltd.


Director

(Director) (Director)

Place: Ahmedabad
Date: 31/08/2013

Significant Accounting Policies and Notes forming parts of Accounts

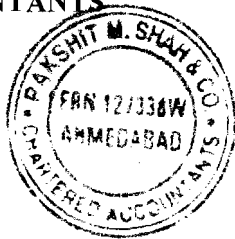
1. Previous year's figures are regrouped/rearranged wherever necessary.
2. Provision for Taxation for the current year has been made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961.
3. The balances of Loans and Advances , are subject to their confirmation and reconciliation if any.
4. Contingent liability in respect of claims against the company not acknowledged as debts against which the company has counter claims aggregating to Rs. is nil.
5. In the opinion of the Board, the current assets, loans and advances are approximately of the value stated in the Balance sheet, if realised in the ordinary course of business.
6. Information pursuant to paragraph 3, 4, 4B, 4C, and 4d of Part II of the schedule VI is given as under so far as it applies to the company.

- a) The Company has no employee falling within the purview U/s 217(2A) of the Companies Act 1956.
- b) Payment to Statutory Auditors

	Current Year	Previous Year
1. Audit Fees	NIL	NIL

FOR, RAKSHIT M. SHAH & CO
CHARTERED ACCOUNTANTS
FRN No.127338W

Rakshit M. Shah
RAKSHIT M. SHAH
PARTNER
Mem. No.: 123368



Place: Ahmedabad
Date: 31/08/2013

FOR AND ON BEHALF OF THE BOARD

[Signature]
(Director)

(Director)

Place: Ahmedabad
Date: 31/08/2013