

**DIRECTORS' REPORT**

To,  
The Members,

Your Directors are pleased to present the Annual Report with Audited Accounts of your Company for the year ended 31<sup>st</sup> March, 2014.

**FINANCIAL RESULTS**

<b>PARTICULARS</b>	(Amount in Rs.)	
	<b><u>2013-14</u></b>	<b><u>2012-13</u></b>
Profit before Financial Charges Depreciation and Taxation	34317	23429
Less: Depreciation	(1966)	(1223)
Less : Financial Charges	-	-
Profit before Taxation	32351	22206
Less: Deferred Tax	-	-
Less: Provision for Tax	10000	5930
Profit /(Loss) after Taxation	22351	16276
Balance carried forward to balance sheet	22351	16276

**DIVIDEND**

The Directors had not proposed any Dividend for the year.

**PUBLIC DEPOSIT**

The company has neither invited nor accepted any fixed deposit from the public during the year within the meaning of section 58A of companies Act, 1956 and the companies' Acceptance & Deposits Rules, 1975 as amended from time to time.

**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.

**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.

## **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**

**FOR AND ON BEHALF OF THE BOARD**

**DATE: 05/09/2014**

**Sd/-  
(DIRECTOR)**

**Sd/-  
(DIRECTOR)**



## *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, 2014, and the Statement of Profit and Loss 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, 2014;
- b) in the case of the Profit and Loss Account, of the Profit 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 ("theOrder") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, is not applicable.
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 and Statement of Profit and Loss, dealt with by this Report are in agreement with the books of account.
  - d. In our opinion, the Balance Sheet and Statement of Profit and Loss, 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, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, 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

Sd/-  
Rakshit M. Shah  
(Partner)  
Membership No: 123368  
05 Sepetmber, 2014

**DARSHAN ORNA PRIVATE LIMITED**

**BALANCE SHEET AS AT 31ST MARCH, 2014**

Particulars	Note No.	2014	2013
		₹	₹
<b>I. EQUITY AND LIABILITIES</b>			
<b><u>(1) Shareholder's Funds</u></b>			
(a) Share Capital	1	460,000	460,000
(b) Reserves and Surplus	2	2,435,602	2,413,251
(c) Money received against share warrants		-	-
<b><u>(2) Share Application money pending allotment</u></b>		-	-
<b><u>(3) Non-Current Liabilities</u></b>		-	-
(a) Long-Term Borrowings		-	-
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long Term Liabilities		-	-
(d) Long Term Provisions		-	-
<b><u>(4) Current Liabilities</u></b>			
(a) Short-Term Borrowings	3	1,013,048	-
(b) Trade Payables	4	120,508	247,267
(c) Other Current Liabilities		-	-
(d) Short-Term Provisions	5	34,000	-
<b>Total Equity &amp; Liabilities</b>		<b>4,063,159</b>	<b>3,120,518</b>
<b>II. ASSETS</b>		₹	₹
<b><u>(1) Non-Current Assets</u></b>			
<b><u>(a) Fixed Assets</u></b>			
(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		-	-
<b><u>(2) Current Assets</u></b>			
(a) Current investments		-	-
(b) Inventories		2,670,164	2,213,129
(c) Trade receivables	6	242,950	353,268
(d) Cash and cash equivalents	7	1,115,432	525,798
(e) Short-term loans and advances	8	34,613	28,323
(f) Other current assets		-	-
<b>Total Assets</b>		<b>4,063,159</b>	<b>3,120,518</b>

**NOTES TO ACCOUNTS**

15

**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.**

**DARSHAN ORNA PVT LTD**

**CHARTERED ACCOUNTANTS**

**Firm Reg. No.: 127338W**

Sd/-

Sd/-

**(Director)**

**(Director)**

Sd/-

**(CA. RAKSHIT M. SHAH)**

**PLACE: AHMEDABAD**

**Membership No. : 123368**

**DATE: 05/09/2014**

**DARSHAN ORNA PRIVATE LIMITED**

**PROFIT & LOSS STATEMENT FOR THE PERIOD ENDED ON 31<sup>ST</sup> MARCH, 2014**

Sr. No	Particulars	Note No.	2014	2013
I	Revenue from operations	9	₹ 12,040,041	₹ 8,025,242
II	Other Income		-	4
III	<b>III. Total Revenue (I +II)</b>		<b>12,040,041</b>	<b>8,025,246</b>
IV	<b>Expenses:</b>			
	Cost of materials consumed	10	11,628,050	7,788,622
	Purchase of Stock-in-Trade		-	-
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	11	(457,035)	(194,799)
	Employee Benefit Expense	12	420,000	222,000
	Financial Costs	13	1,966	1,223
	Depreciation and Amortization Expense		-	-
	Other Administrative Expenses	14	414,710	185,994
	<b>Total Expenses (IV)</b>		<b>12,007,691</b>	<b>8,003,040</b>
V	Profit before exceptional and extraordinary items and tax	(III - IV)	<b>32,351</b>	<b>22,206</b>
VI	Exceptional Items		-	-
VII	Profit before extraordinary items and tax (V - VI)		<b>32,351</b>	<b>22,206</b>
VIII	Extraordinary Items		-	-
IX	Profit before tax (VII - VIII)		<b>32,351</b>	<b>22,206</b>
X	<b>Tax expense:</b>			
	(1) Current tax		10,000	5,930
	(2) Deferred tax		-	-
XI	Profit(Loss) from the period from continuing operations	(IX-X)	<b>22,351</b>	<b>16,276</b>
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)		<b>22,351</b>	<b>16,276</b>
	Add:- Transfer from reserve		-	-
	Less: Proposed Dividend		-	-
	Less: Tax on Dividend		-	-
	<b>Balance Carried Forward to Balance Sheet</b>		<b>22,351</b>	<b>16,276</b>
XVI	Earning per equity share:			
	(1) Basic		0.49	0.35
	(2) Diluted		0.49	0.35

**NOTES TO ACCOUNTS**

15

*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.**

**DARSHAN ORNA PVT LTD**

**CHARTERED ACCOUNTANTS**

**Firm Reg. No.:127338W**

Sd/-

Sd/-

**(Director)**

**(Director)**

Sd/-

**(CA. RAKSHIT M. SHAH)**

**PLACE: AHMEDABAD**

**Membership No. :124819**

**DATE: 05/09/2014**

## DARSHAN ORNA PRIVATE LIMITED

Notes Forming Integral Part of the Balance Sheet as at 31<sup>st</sup> March, 2014

### **Note : 1 Share Capital**

		₹	₹
Sr. No	Particulars	2014	2013
1	<b><u>AUTHORIZED CAPITAL</u></b> 46,000 Equity Shares of Rs. 10/- each.	460,000	460,000
		460,000	460,000
2	<b><u>ISSUED , SUBSCRIBED &amp; PAID UP CAPITAL</u></b> <b><i>To the Subscribers of the Memorandum</i></b> 25000 Equity Shares of Rs. 10/- each, Fully 21000 Equity Shares of Rs. 10/- each, Fully	250,000 210,000	250,000 210,000
	<b>Total in ₹</b>	<b>460,000</b>	<b>460,000</b>

### **Note : 2 Reserve & Surplus**

		₹	₹
Sr. No	Particulars	2014	2013
1	Capital Reserve		
2	Capital Redemption Reserve	-	-
3	Securities Premium reserve	2,400,000	2,400,000
4	Debenture Redemption Reserve		
5	Revaluation Reserve		
6	Shares Option Outstanding Account		
7	Other Reserve (Special Reserve)	-	-
8	Surplus (Profit & Loss Account)	35,602	13,251
	Balance brought forward from previous year	13,251	(3,025)
	Less: Tax on Regular Assessment Paid	-	-
	Less: Transfer to Profit and Loss A/c		
	Add: Profit for the period	22,351	16,276
	<b>Total in ₹</b>	<b>2,435,602</b>	<b>2,413,251</b>

### **Note : 3 Short Term Borrowings**

		₹	
Sr. No	0	2014	2013
a)	<b><u>Unsecured Loans-</u></b>		
1	Mahendra R. Shah	1,013,048	-
	<b>Total in ₹</b>	<b>1,013,048</b>	<b>-</b>

**DARSHAN ORNA PRIVATE LIMITED**

Notes Forming Integral Part of the Balance Sheet as at 31<sup>st</sup> March, 2014

**Note : 4 Trades Payable**

Sr. No	Particulars	₹	₹
		2014	2013
	<b><u>-Sundry Creditors for Materiel/Supplies:</u></b>		
1	Arunaben M Shah	-	-
2	Ramnislal R Shah	-	-
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
7	Keishna Beverages	500	-
8	Mann Orna	120,008	-
	<b>Total in ₹</b>	<b>120,508</b>	<b>247,267</b>

**Note :5 Short Term Provisions**

Sr. No	Particulars	₹	
		2014	2013
1	Professional Fees Payable	7,000	-
2	TDS Payable	17,000	-
3	Provision for Income Tax	10,000	-
	<b>Total in ₹</b>	<b>34,000</b>	<b>-</b>



**DARSHAN ORNA PRIVATE LIMITED**

*Notes Forming Integral Part of the Balance Sheet as at 31st March, 2014*

**Note : 6 Trade Receivables**

Sr. No	Particulars	₹	₹
		2013	2013
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
	Adinath Jewellers	101,683	-
	Darshan Ornament	(392,089)	-
	Indra Jewellers	189,986	-
	Shakti Jewellers (Naroda)	282,429	-
	Sona Mahor	64,971	-
	Umiya Jewellers	520	-
	Vishal Vigyapan	(4,550)	-
	<b>Total in ₹</b>	<b>242,950</b>	<b>353,268</b>

**Note : 7 Cash & Cash Equivalent**

Sr. No	Particulars	₹	₹
		2013	2013
1	<u>Cash-in-Hand</u>		
	Cash Balance	759,794	189,429
	Petty Cash Balance	-	-
	<b>Sub Total (A)</b>	<b>759,794</b>	<b>189,429</b>
2	<u>Bank Balance</u>		
	Vijya Bank	355,638	336,369
	<b>Sub Total (B)</b>	<b>355,638</b>	<b>336,369</b>
	<b>Total [ A + B ]</b>	<b>1,115,432</b>	<b>525,798</b>

**Note :8 Short Terms Loans and Advances**

Sr. No	Particulars	₹	₹
		2013	2013
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 Deposite	10,000	10,000
	G S T Deposite	10,000	10,000
	VAT Tax Credit	543	4,253
	Income Tax Refund	4,070	4,070
	Advance Tax	10,000	
	<b>Total in ₹</b>	<b>34,613</b>	<b>28,323</b>

## DARSHAN ORNA PRIVATE LIMITED

*Notes Forming Part of the Profit & Loss Accounts as at 31<sup>st</sup> March, 2014*

**Note : 9 Revenue from Operations**

		₹	₹
Sr. No	Particulars	2014	2013
1	Sales	12,040,041	8,025,242
	<b>Total in ₹</b>	<b>12,040,041</b>	<b>8,025,242</b>

**Note : 10 Cost of Material Consumed**

		₹	₹
Sr. No	Particulars	2014	2013
a)	<b><u>PURCHASES OF RAW MATERIALS AND STORES</u></b>		
1	Purchase	11,628,050	7,788,622
	<b>Total in ₹</b>	<b>11,628,050</b>	<b>7,788,622</b>

**Note : 11 Change in Inventories**

		₹	₹
Sr. No	Particulars	2014	2013
1	Opening Stock	2,213,129	2,018,330
2	Closing Stock	2,670,164	2,213,129
	<b>Total in ₹</b>	<b>(457,035)</b>	<b>(194,799)</b>

**Note : 12 Employment Benefit Expenses**

		₹	₹
Sr. No	Particulars	2014	2013
1	Salaries, Bonus, PF & ESIC	240,000	102,000
2	Directors Remuneration	180,000	120,000
	<b>Total in Rs.</b>	<b>420,000</b>	<b>222,000</b>

**Notes :13 Financial Cost**

		₹	₹
Sr. No	Particulars	2014	2013
1	Bank Charges & Interest	1,966	1,223
	<b>Total in ₹</b>	<b>1,966</b>	<b>1,223</b>

**DARSHAN ORNA PRIVATE LIMITED****Notes Forming Part of the Profit & Loss Accounts as at 31<sup>st</sup> March, 2014****Note : 14 Other Administrative Expenses**

Sr. No	Particulars	₹	₹
		2013	2013
1	Professional Tax	5,434	-
2	Other Expenses	-	-
3	Labour Expense	162,667	141,379
4	Office Expense	18,128	11,198
5	Petrol Expense	16,439	10,003
6	ROC Expense	4,650	15,071
7	Stationary & Printing Expense	-	3,343
8	Professional Fees	7,000	5,000
9	Advertisement	14,588	-
10	Electric Exp.	2,983	-
11	Intrest Exp.	170,000	-
12	Miss Exp	2,247	-
13	Employ Profenssional Tex Exp.	5,409	-
14	Water Charges	5,165	-
	<b>Total in ₹</b>	<b>414,710</b>	<b>185,994</b>

2013-2014

DARSHAN ORNA PVT LTD

Note-15

**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. 22,351/-
b) Weighted avg. No. Of Equity share	46,000 shares
c) Nominal value of Share	Rs. 10
d) EPS	Rs. 0.49/-

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

**FOR AND ON BEHALF OF THE BOARD**

**Sd/-  
RAKSHIT M. SHAH  
PARTNER  
MEMBERSHIP NO. 123368**

**Sd/-  
(DIRECTOR)**

**Sd/-  
(DIRECTOR)**

**Place: Ahmedabad  
Date: 05/09/2014**

**Place: Ahmedabad  
Date: 05/09/2014**

### **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**

**FOR AND ON BEHALF OF THE BOARD**

**Sd/-  
RAKSHIT M. SHAH  
PARTNER  
Mem. No.: 123368**

**Sd/-  
(DIRECTOR)**

**Sd/-  
(DIRECTOR)**

**Place: Ahmedabad  
Date: 05/09/2014**

**Place: Ahmedabad  
Date: 05/09/2014**