



P R AGARWAL & AWASTHI

CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

To,
The Members of Bombay Rayon Holdings Limited
Report on the Standalone Ind AS Financial Statements

1. We have audited the accompanying standalone Ind AS financial statements of **Bombay Rayon Holdings Limited** ("the Company"), which comprise the Balance Sheet as at 31 March 2018, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and the statement of changes in equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (**herein after referred to as "standalone Ind AS financial statements"**).

Management's Responsibility for the Standalone Ind AS Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements, that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind As) specified under Section 133 of the Act, read with relevant rules issued thereunder. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act; safeguarding the assets of the Company; 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 standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our audit.
4. 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.
5. 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 standalone Ind AS financial statements are free from material misstatement.



6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the Company's preparation of the Standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.
7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS financial statements.

Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS 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 including the Ind AS, of the state of affairs of the Company as at 31 March 2018, and its financial performance including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

9. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the Annexure I a statement on the matters specified in paragraphs 3 and 4 of the Order.
10. 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 it appears from our examination of those books.
 - c. The Balance sheet, the statement of profit and loss, the statement of cash flow and the statement of changes in equity dealt with by this report are in agreement with the books of account.
 - d. In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards (Ind As) specified under Section 133 of the Act, read with relevant rule issued thereunder.
 - e. On the basis of the written representations received from the directors as on 31st March, 2018 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2018 from being appointed as a director in terms of Section 164(2) of the Act;
 - f. We have also audited the internal financial controls over financial reporting (IFCoFR) of the Company as of 31 March 2018 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date and our report dated 29.05.2018 as per Annexure II expressed.



- 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) Amendment Rules, 2017, in our opinion and to the best of our information and according to the explanations given to us:
- i. There are no pending litigations against the company that is required to be disclosed which would impact the standalone Ind AS financial statements.
 - ii. The company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the company.

For **P.R. Agarwal & Awasthi**
Chartered Accountants

Pawan KR Agarwal

CA Pawan KR. Agarwal

Partner

M No.: 34147

Firm Registration No.: 117940W

Place: Mumbai

Date: 29.05.2018



Bombay Rayon Holdings Limited

Annexure I to the Auditor's Report even date CARO 2016:

1. In respect of Fixed Assets:
 - a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b. The fixed assets have been physically verified by the management at reasonable intervals during the year. We are informed that no material discrepancies were noticed by the management on such verification.
 - c. The title deeds in respect of all immovable properties are held in the name of the company.
2. In respect of Inventories:

Based on our scrutiny of the company's books of accounts and other records and accordingly to the information and explanations given to us, we are of the opinion that the company has not purchased/sold goods during the year nor is there any opening stocks. Requirement on reporting on physical verification of stocks or maintenance of inventory records, in our opinion, does not arise.
3. In respect of loans, secured or unsecured granted by the Company to other Companies, firms, LLP or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
 - a. The Company has granted interest free advances to a Subsidiary Company covered in the register maintained u/s 189 of the Companies Act, 2013.
 - b. In respect of the Long-term Loan the principal amount is repayable over a period of 5 to 7 years.
 - c. In respect of the said Loan, there are no overdue amounts.
4. The Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of guarantees given and securities provided. However there is no Loans given and Investments made during the year.
5. During the year the company has not accepted any deposits from public or by any means hence the said clause 3(v) of the said order is not applicable to the Company.
6. As per the information and explanations provided to us, we are of the opinion that in pursuant to the prescribed rules by Central Government, the Company had maintained cost records u/s. 148(1) of the Companies Act, 2013, for any of the activities of the company.
7. In respect of Statutory Dues:
 - (a) According to record of the Company produced before us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income tax, sales tax, service tax, customs duty, excise duty, cess and other statutory dues applicable to it. According to the information and explanations given, no undisputed amounts payable in respect of Income-Tax, sales tax, service tax, GST, customs duty, excise duty/cess were outstanding as at 31.03.2018 for a period of more than six months from the date they became payable except as given below:

Statement of Arrears of statutory dues outstanding (excluding interest) for more than six months as at 31st March 2018:



Sr. No	Nature of Dues	Amount (Rs. In Lacs)
1.	Service Tax	256.61
2.	Income Tax	87.34
	Total	421.49

(b) According to the records of the company there are no dues of Income-Tax, sales tax, wealth tax, service tax, GST, customs duty, excise duty/cess which have not been deposited on account of any dispute except as given below.

8. As per the information and explanations given to us the company has not taken loans from bank or financial institutions.
9. During the year the Company has not raised any fund by way of initial public offer or further public offer (including debt instruments) and term loans, therefore no comments under the clause are called for.
10. Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.
11. According to the provisions of section 197 read with Schedule V to the Companies Act, 2013 the Company has not paid any Managerial Remuneration during the year hence this clause is not applicable.
12. In our opinion and to the best of our information and according to the explanations provided by the management, we are of the opinion that the company is not a Nidhi company. Hence, in our opinion the clause does not apply to the company.
13. The Company has disclosed all the transactions with the related parties in the Financial Statements during the year and the transactions are in compliance with sections 177 and 188 of Companies Act, 2013.
14. During the year under consideration, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures, hence comments under this clause are not called for.
15. According to the provisions of section 192 of Companies Act, 2013 the company has not entered into any non-cash transactions with directors or persons connected with him during the year hence no comments under this clause are called for.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934, hence this clause is not applicable and no comments under this clause are called for.

For **P.R. Agarwal & Awasthi**

Chartered Accountants
Pawan KR Agarwal

CA Pawan KR. Agarwal
 Partner

M No.: 34147

Firm Registration No.: 117940W



Place: Mumbai

Date: 29.05.2018

Annexure II to the Independent Auditor's Report of even date to the members of Bombay Rayon Holdings Ltd, on the standalone Ind AS financial statements for the year ended 31.03.2018

Annexure II

Independent Auditor's report on the Internal Financial Controls with reference to financial statements and its operative effectiveness under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

1. In conjunction with our audit of the standalone Ind AS financial statements of **Bombay Rayon Holdings Limited** ("the Company") as of and for the year ended 31 March 2018, we have audited the internal financial controls over financial reporting (IFCoFR) of the company of as of that date.

Management's Responsibility for Internal Financial Controls

2. The Company's Board of Directors is responsible for establishing and maintaining internal financial controls based on the criteria being specified by management. 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 the company's business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's IFCoFR based on our audit. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India (ICAI) and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of IFCoFR, and the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI. 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 IFCoFR were established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the IFCoFR and their operating effectiveness. Our audit of IFCoFR included obtaining an understanding of IFCoFR, 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.
5. 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 IFCoFR.

Meaning of Internal Financial Controls over Financial Reporting

6. A company's IFCoFR is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone Ind AS financial statements for external purposes in accordance with generally accepted accounting principles including the Ind AS. A company's IFCoFR includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and



Annexure II to the Independent Auditor's Report of even date to the members of Bombay Rayon Holdings Ltd, on the standalone Ind AS financial statements for the year ended 31.03.2018

dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone Ind AS financial statements in accordance with generally accepted accounting principles including Ind AS, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone Ind AS financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

7. Because of the inherent limitations of IFCoFR, 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 IFCoFR to future periods are subject to the risk that IFCoFR may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the criteria being specified by management.

For P.R. Agarwal & Awasthi

Chartered Accountants

Pawan K.R. Agarwal

CA Pawan K.R. Agarwal

Partner

M No.: 34147

Firm Registration No.: 117940W



Place: Mumbai

Date: 29.05.2018

Bombay Rayon Holdings Ltd
Balance Sheet as at 31st March, 2018

(Rupees)

PARTICULARS	Note	31st March, 2018	31st March, 2017
ASSETS			
Non-current assets			
a) Property, Plant & Equipment	2	593,694,241	604,425,441
b) Financial Assets			
(i) Investments	3	131,395,120	131,395,120
(ii) Loans	4	310,315,722	519,385,049
Total non-current assets		1,035,405,083	1,255,205,610
Current assets			
a) Financial Assets			
(i) Cash and cash equivalents	5	377,551	9,868,254
b) Current Tax Assets	6	21,175,414	17,481,920
c) Other current assets	7	157,259	180,850
Total current assets		21,710,224	27,531,023
TOTAL ASSETS		1,057,115,307	1,282,736,634
EQUITY AND LIABILITIES			
Equity			
a) Share Capital	8	351,425,000	351,425,000
b) Other Equity	9	126,828,786	89,150,745
Total Equity		478,253,786	440,575,745
Liabilities			
1) Non-current liabilities			
a) Deferred Tax Liability (net)	10	77,819,000	84,765,000
b) Borrowings	11	438,959,302	701,641,303
Total non-current liabilities		516,778,302	786,406,303
2) Current liabilities			
a) Financial Liabilities			
Other Financial Liabilities	12	836,500	436,500
b) Other Current Liabilities			
Other Current Liabilities	13	44,676,491	36,967,120
c) Current Tax Liabilities			
Current Tax Liabilities	14	16,570,228	18,350,966
Total current liabilities		62,083,219	55,754,586
TOTAL EQUITY AND LIABILITIES		1,057,115,307	1,282,736,634
Notes are integral part of the balance sheet & profit & loss account	1	-0	

Notes are integral part of the balance sheet & profit & loss account

As per our report of even date

For **P.R. Agarwal & Awasthi**
Chartered Accountants

Pawan Agarwal
CA P.R. Agarwal
Partner
Membership Number- 34147
Firm Reg No.: 117940W



For Bombay Rayon Holdings Ltd

Prashant Agrawal
Prashant Agrawal
Director

Prashant Agrawal
Prashant Agrawal
Director

Place: Mumbai
Date: 29 MAI 2018

Bombay Rayon Holdings Ltd

Statement of Profit and Loss for the year ended 31st March, 2018

(Rupees)

PARTICULARS	Note	31st March, 2018	31st March, 2017
			(Rs.)
INCOME :			
Revenue from Operations	15	63,480,000	55,200,000
Total Revenue		63,480,000	55,200,000
EXPENDITURE :			
Finance costs	16	8,944,515	7,928,548
Depreciation and amortization expenses	17	10,731,200	10,731,200
Other expenses	18	14,030,578	3,873,460
Total Expenditures		33,706,293	22,533,208
Profit before exceptional and extraordinary items and tax		29,773,707	32,666,792
Exceptional items		-	-
Profit before exceptional items and tax		29,773,707	32,666,792
Exceptional Items :			
Prior year adjustments		2,922,741	-
Deferred Tax		-	75,674,000
Mat Credit Entitlement		-	-13,396,332
Profit (Loss) before tax		32,696,448	-29,610,876
Tax expenses :			
Current Tax		6,430,000	7,382,738
Short/(Excess) Provision of Tax		-	-12,854,535
Mat Credit Entitlement		-4,465,593	-4,085,588
Deferred Tax		-6,946,000	9,091,000
Profit (Loss) for the year		37,678,041	-29,144,491
Earnings per equity share: Basic & Diluted (in Rs.)		1.07	(0.83)

Notes are integral part of the balance sheet & profit & loss account

As per our report of even date

For P.R. Agarwal & Awasthi
Chartered Accountants

CA P.R. Agarwal
Partner
Membership Number- 34147
Firm Reg No.:117940W



Place: Mumbai
Date: 29 MAY 2018

For Bombay Rayon Holdings Ltd

(Signature)
Anshu Agrawal
Director

(Signature)
Prashant Agrawal
Director

Bombay Rayon Holdings Ltd
Cash Flow Statement For the year ended 31st March, 2018

(Rupees)

PARTICULARS	31st March, 2018 (Rs.)	31st March, 2017 (Rs.)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit / (Loss) before Tax and after exceptional items	29,773,707	32,666,792
Adjustment For :		
Exceptional Item	2,922,741	
Depreciation	10,731,200	10,731,200
Interest & Finance charges		7,928,548
Operative Profit before Working Capital Changes	43,427,648	51,326,540
Adjustment For :		
Trade and Other Receivables	23,591	(791)
Trade & Other payable	8,109,371	15,272,185
Cash Generation from Operations	51,560,611	66,597,934
Direct Taxes	(7,438,639)	(5,520,000)
Net Cash Flow from operating activities	44,121,972	61,077,934
B. CASH FLOW FROM INVESTING ACTIVITIES		
Short Term Advances to Holding Co.	209,069,327	90,000,000
Net Cash used in investing activities	209,069,327	90,000,000
C. CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of Short Term Loan to Holding Co.	-262,682,001	(142,811,352)
Interest on Debentures & Others	0	(4,385,659)
Net Cash used in financing activities	(262,682,001)	(147,197,011)
D. Net Change In Cash And Cash Equivalents (A-B+C)	(9,490,702)	3,880,923
Cash and Cash Equivalents (Opening)	9,868,254	5,987,330
Cash and Cash Equivalents (Closing)	377,551	9,868,254

Notes : 1. Figures in brackets represent cash outflows.
2. Previous year figures have been regrouped wherever necessary.

As per our report of even date
For P.R. Agarwal & Awasthi
Chartered Accountants

CA P.R. Agarwal
Partner
Membership Number- 34147
Firm Reg No.:117940W



For Bombay Rayon Holdings Ltd

Prashant Agrawal
Prashant Agrawal
Director

P. Agarwal
Prashant Agrawal
Director

Place : Mumbai
Date : 29 MAY 2018

Bombay Rayon Holdings Ltd

Notes to financial statements for the year ended 31st March, 2018

Statement of Changes in Equity -		
A. Equity share capital		(Rupees)
PARTICULARS	Number	Amount
Balance as at 1 April 2016	35,142,500	351,425,000
Changes in equity share capital during 2016-17	-	-
Balance as at 31 March 2017	35,142,500	351,425,000
Balance as at 1 April 2017	35,142,500	351,425,000
Changes in equity share capital during 2017-18	-	-
Balance as at 31 March 2018	35,142,500	351,425,000
B. Other equity		Reserves and surplus
PARTICULARS	Retained earnings	Total other Equity
Balance as at 1 April 2016	118,295,236	118,295,236
Employee share-based compensation	-	-
Transactions with owners	-	-
Profit for the year	(29,144,491)	(29,144,491)
Other comprehensive income	-	-
Total comprehensive income for the year	(29,144,491)	(29,144,491)
Balance as at 31 March 2017	89,150,745	89,150,745
Balance as at 1 April 2017	89,150,745	89,150,745
Profit for the year	37,678,041	37,678,041
Other comprehensive income	-	-
Total comprehensive income for the year	37,678,041	37,678,041
Balance as at 31 March 2018	126,828,786	126,828,786

Accompanying notes are forming part of financial statements

For and on behalf of Board of Directors

As per our report of even date
For P.R. Agarwal & Awasthi
Chartered Accountants

Pawan K. Agarwal
CA P.R. Agarwal
Partner
Membership Number- 34147
Firm Reg No :117940W



Aman Agrawal
Aman Agrawal
Director

Prashant Agrawal
Prashant Agrawal
Director

Place - Mumbai
Date - 29 MAY 2018

Bombay Rayon Holdings Ltd

Notes to financial statements for the year ended 31st March, 2018

Note - 2 : Property, plant and equipment

Details of the property, plant and equipment & Intangible Assets their carrying amounts are as

	Non Factory Building	Vehicles	TOTAL
Gross carrying amount			
Balance as at 1 April 2017	673,347,701	1,396,461	674,744,162
Additions	-	-	-
Acquisition through business combination	-	-	-
Disposals	-	-	-
Revaluation increase	-	-	-
Net exchange differences	-	-	-
Balance as at 31 March 2018	673,347,701	1,396,461	674,744,162
Depreciation and impairment			
Balance as at 1 April 2017	68,992,528	1,326,193	70,318,721
Disposal	-	-	-
Net exchange differences	-	-	-
Depreciation	10,667,000	64,200	10,731,200
Balance as at 31 March 2018	79,659,528	1,390,393	81,049,921
Carrying amount as at 31 March 2018	593,688,173	6,068	593,694,241
	Non Factory Building	Vehicles	TOTAL
Gross carrying amount			
Balance as at 1 April 2016	673,347,701	1,396,461	674,744,162
Additions	-	-	-
Acquisition through business combination	-	-	-
Held for sale or included in disposal group	-	-	-
Net exchange differences	-	-	-
Balance as at 31 March 2017	673,347,701	1,396,461	674,744,162
Depreciation and impairment			
Balance as at 1 April 2016	58,325,528	1,261,993	59,587,521
Net exchange differences	-	-	-
Held for sale or included in disposal group	-	-	-
Depreciation	10,667,000	64,200	10,731,200
Balance as at 31 March 2017	68,992,528	1,326,193	70,318,721
Carrying amount as at 31 March 2017	604,355,173	70,268	604,425,441
<i>Carrying amount as at 1 April 2016</i>	<i>615,022,173</i>	<i>134,468</i>	<i>615,156,641</i>



Bombay Rayon Holdings Ltd

Notes to financial statements for the year ended 31st March, 2018

(Rupees)

PARTICULARS	31st March, 2018	31st March, 2017
Note - 3 : Non-current investments		
Investment in Equity instruments :		
In Subsidiaries		
Unquoted Shares		
Fully paid up 250000 Equity Shares of Euro 1 each of BRFL Italia Licenses SRL	131,395,120	131,395,120
Total	131,395,120	131,395,120
Aggregate Value of Unquoted Investment		
Note - 4 : Loans		
Advances to Subsidiary Company (Refer Note No. 23)	66,182,150	66,182,150
Total	66,182,150	66,182,150
Other loans and advances		
Inter Corporate Deposits	244,133,572	453,202,899
Total	244,133,572	453,202,899
Total	310,315,722	519,385,049
Note - 5 : Cash and cash equivalents		
Balances with banks		
Balance with Banks	296,281	9,749,204
Cash on hand	81,270	119,050
Total	377,551	9,868,254
Note - 6 : Current Tax Assets		
Mat Credit Entitlement	21,175,414	17,481,920
Total	21,175,414	17,481,920
Note - 7 : Other current assets		
Advances other than Capital Advances	157,259	180,850
Total	157,259	180,850



Bombay Rayon Holdings Ltd

Notes to financial statements for the year ended 31st March, 2018

Note : 8 Share Capital				
A Authorised Share Capital	Equity Share		Preference Shares	
	Number	Amount	Number	Amount
Beginning of the year at 1 April 2016	40,000,000	400,000,000	-	-
Increase/(decrease) during the year	-	-	-	-
Total shares authorised as at 31 March 2017	40,000,000	400,000,000	-	-
Total shares authorised as at 1 April 2017	40,000,000	400,000,000	-	-
Increase/(decrease) during the year	-	-	-	-
Total authorised share capital as at 31 March 2018	40,000,000	400,000,000	-	-
Terms/rights attached to equity shares				
The company has only one class of equity shares having par value of INR 10 per share.				
B Issued, Subscribed & fully Paid Up	Equity Share		Preference Shares	
	Number	Amount	Number	Amount
Balance as at 1 April 2016	35,142,500	351,425,000	-	-
Changes during the period	-	-	-	-
Balance as at 31 March 2017	35,142,500	351,425,000	-	-
Balance as at 1 April 2017	35,142,500	351,425,000	-	-
Changes during the period	-	-	-	-
Shares issued and fully paid as at 31 March 2018	35,142,500	351,425,000	-	-
C Shares held by holding/ultimate holding company including shares held by subsidiaries or associates of the holding company/ultimate holding				
			31-Mar-18	31-Mar-17
Bombay Rayon Fashions Ltd			35,142,500	35,142,500
D Details of shareholders holding more than 5% shares in the company				
Name of the shareholder	31st March, 2018		31st March, 2017	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Bombay Rayon Fashions Ltd	35142500	100.00%	35,142,500	100.00%
E Disclosure pursuant to Part I of Schedule III to the Companies Act, 2013				
Particulars	Aggregate No. of Shares (for last 5 Financial Years)			
Equity Shares :				
Fully paid up pursuant to contract(s) without payment being received in cash	NIL			
Fully paid up by way of bonus shares	NIL			
Shares bought back				
Note 9 - Other Equity:				
	As at 31 March 2018	As at 31 March 2017		
Retained Earnings				
Opening balance	89,150,745	118,295,236		
(+) Net Profit / (Net Loss) for the year	37,678,041	-29,144,491		
Closing Balance	126,828,786	89,150,745		
Total	126,828,786	89,150,745		



Bombay Rayon Holdings Ltd

Notes to financial statements for the year ended 31st March, 2018

(Rupees)

PARTICULARS	31st March, 2018	31st March, 2017
Note - 10 : Deferred tax Liability (Net)		
Deferred tax liability		
Net Block as per Companies Act	593,694,241	604,425,441
Net Block as per Income Tax Act	309,477,302	343,881,632
Difference	284,216,940	260,543,810
Deferred tax liability (A)	78,302,000	86,136,000
Deferred tax assets		
Expenditure to be disallowed u/s 43B - Municipal Taxes	1,750,311	4,144,717
	1,750,311	4,144,717
Deferred tax assets (B)	483,000	1,371,000
Net Deferred Tax (Liability) (Closing)	77,819,000	84,765,000
Add: Deferred Tax Liability for IND AS Compliance		-
Less : Net Deferred Tax (Liability) (Opening)	84,765,000	-
Net Deferred Tax (Assets) to be recognized		
As current year Deferred tax	-6,946,000	9,091,000
As Prior Period Deferred tax	-	75,674,000
Note - 11 : Borrowings		
Loans From Holding Company (Refer Note No. 23)	438,959,302	701,641,303
	438,959,302	701,641,303
Note - 12 : Other Financial Liabilities		
Outstanding expenses	836,500	436,500
	836,500	436,500
Note - 13 : Other Current Liabilities		
Statutory dues	44,676,491	36,967,120
Total	44,676,491	36,967,120
Note - 14 : Current Tax Liabilities		
Income Tax	16,570,228	18,350,966
Total	16,570,228	18,350,966



Bombay Rayon Holdings Ltd

Notes to financial statements for the year ended 31st March, 2018

(Rupees)

PARTICULARS	31st March, 2018	31st March, 2017
Note - 15 : Revenue from operations		
Revenue from operations		
Sale of service :		
Rental Income	63,480,000	55,200,000
Total	63,480,000	55,200,000
Note - 16: Finance costs		
Interest expense	8,856,243	7,924,034
Bank Charges	88,272	4,514
Total	8,944,515	7,928,548
Note - 17 : Depreciation & Amortization Expenses		
Depreciation on Tangible Assets	10,731,200	10,731,200
Amortization on Intangible Assets	-	-
Total	10,731,200	10,731,200
Note - 18 : Other expenses		
Conveyance	23,950	11,950
Insurance	228,589	234,960
Professional Charges	323,454	13,000
Rent Rates & Tax	10,601	122,478
Property Tax	3,066,662	3,066,662
Security Charges	1,378,969	
Telephone & Postage	489,562	
Communication Exp	795,525	
Repair and maintenance	3,445,411	8,600
Electricity charges	4,155,625	
Audit Fees	100,000	402,500
Misc. Expenses	12,230	13,310
Total	14,030,578	3,873,460
Payments to auditor		
For Audit Fee	100,000	115,000
For Tax Audit Fee		287,500
For Certification & Others	-	-
Total	100,000	402,500



Bombay Rayon Holdings Ltd.

Notes to financial statements for the year ended 31st March 2018.

Note 1

SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDED 31.03.2018

1. Basis of preparation of financial Statements

The standalone Ind AS financial statements of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis, the provision of the Companies Act, 2013 (to the extent notified) and guideline issued by Securities and Exchange Board of India (SEBI). The Ind AS are prescribed under section 133 of the Act read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment rules, 2016.

The Company has adopted all the Ind AS and the adoption was carried out in accordance with Ind AS 101 first time adoption of Indian Accounting Standards generally accepted in India as prescribed under section 133 of the Act read with rule 7 of Companies (Accounts) Rules, 2016 which was the previous GAAP.

The accounting policies adopted in the preparation of standalone Ind AS financial statement are consistent with those of previous year.

2. Use of Estimates

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgements and assumptions. These estimates, judgements and assumptions effect the application of the accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenditure during the period. Application of accounting policies that require critical accounting estimates involving complex and subjective judgements and the use of assumptions in these financial statements have been disclosed below. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding these estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

3. Revenue Recognition

Service charges are recognized on accrual basis.

4. Property:

Fixed assets are stated at cost of acquisition less accumulated depreciation if any. Costs directly attributable to acquisition are capitalized until the property is ready for use, as intended by management. The company depreciates property over its estimated useful life using the straight-line method. The estimated useful lives are as follows:

Building-Residential (RCC)	60 years
Building-Residential (Non-RCC)	30 years
Office Premises	60 years
Vehicles	8 years

Depreciation methods, useful lives and residual value are reviewed periodically, including at each financial year end.



Bombay Rayon Holdings Ltd.

Notes to financial statements for the year ended 31st March 2018.

Advances paid towards the acquisition of property outstanding at each balance sheet date is classified as capital advances under other non-current assets and the cost of assets not put to use before such date are disclosed under 'Capital work – in - progress'. Subsequent expenditures relating to property is capitalized only when it is probable that future economic benefits associated with these will flow to the company and the cost of the item can be measured reliably. Repairs and maintenance costs are recognized in net profit in the Statement of Profit and Loss when incurred. The cost and related accumulated depreciation are eliminated from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the Statement of Profit and Loss. Assets to be disposed off are reported at the lower of the carrying value or the fair value less cost to sell.

5. Impairment of Assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the profit & loss account as and when 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.

6. Investment in Subsidiaries

Equity investments

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS103 applies are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the group decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

7. Foreign Currency

Functional Currency

The functional currency of the company is the Indian Rupee. The financial statements are presented in Indian Rupees.

Transactions and translations

Foreign-currency denominated monetary assets and liabilities are translated into the relevant functional currency at exchange rates in effect at the balance sheet date. The gains or losses resulting from such translations are included in net profit in the Statement of Profit and Loss. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at fair value are translated at the exchange rate prevalent at the date when the fair value was



Bombay Rayon Holdings Ltd.

Notes to financial statements for the year ended 31st March 2018.

determined. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at historical cost are translated at the exchange rate prevalent at the date of the transaction.

Transaction gains or losses realized upon settlement of foreign currency transactions are included in determining net profit for the period in which the transaction is settled. Revenue, expense and cash flow items denominated in foreign currencies are translated into the relevant functional currencies using the exchange rate in effect on the date of the transaction

8. Taxation

- a. Provision for current tax is made with reference to taxable income computed for the accounting period, for which the financial statements are prepared by applying the tax rates as applicable.
- b. Deferred tax is recognised subject to the consideration of prudence, 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. Such deferred tax is quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date. Deferred tax assets are recognized and carried forward to extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

9. Borrowing Cost:

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

10. Provisions, Contingent Liabilities and Contingent Assets:

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes to the accounts. Contingent Assets are neither recognised nor disclosed in the financial statements.



Bombay Rayon Holdings Ltd.

Notes to financial statements for the year ended 31st March 2018.

Notes to Accounts

Note 19: Related Party Disclosure

Sr.	Name of Related Party	Relationship
a)	Bombay Rayon Fashions Ltd.	Holding Company
b)	BRFL Italia Licenses S.R.L.	Subsidiary Company
a)	DPJ Clothing Ltd.	Other Related Parties
b)	STI India Ltd.	Other Related Parties
c)	BRFL Bangladesh Pvt. Ltd.	Other Related Parties
d)	Reynold Shirting Ltd.	Other Related Parties
e)	Bombay Rayon Clothing Ltd.	Other Related Parties
f)	Bestsellers Retail India Pvt. Ltd.	Other Related Parties
g)	Best United Lifestyles Pvt. Ltd.	Other Related Parties
h)	Best United India Comforts Pvt. Ltd.	Other Related Parties
i)	Bestseller Wholesale India Pvt. Ltd.	Other Related Parties
j)	B. R. Machine Tools Pvt. Ltd.	Other Related Parties
k)	Ashwell Holding Company Pvt. Ltd.	Other Related Parties
a)	Mr. Janardan Agarwal, Director	Key Managerial Personnel
b)	Mr. Aman Agarwal, Director	Key Managerial Personnel
c)	Mr. Prashant Agarwal, Director	Key Managerial Personnel

Transactions with related parties

(Rs. In Lacs)

Particulars	Holding Company		Subsidiary Company		Associates Company	
	31.03.18	31.03.17	31.03.18	31.03.17	31.03.18	31.03.17
Rental Income	Nil	Nil	Nil	Nil	671.74	552.00
Repayment of Loans taken (Net)	2633.37	1428.11	Nil	Nil	Nil	Nil
Advances Taken (Net)	Nil	Nil	Nil	Nil	Nil	Nil
Advances given during the year	Nil	Nil	Nil	Nil	2441.59	Nil
Investment	Nil	Nil	Nil	Nil	Nil	Nil
Office Maintenance Exp	102.63	Nil	Nil	Nil	Nil	Nil



Bombay Rayon Holdings Ltd.

Notes to financial statements for the year ended 31st March 2018.

Note 20: CONTINGENT LIABILITIES NOT PROVIDED FOR:

The Company has give the Corporate Guarantee of Rs 64.69 Lakhs for financial facilities availed by the holding Company restricted to the Realizable value of assets offer for Security.

Note 21	Earning Per Share	As At	
		March 31, 2018	March 31, 2017
	Particulars		
a)	No of Shares at the beginning of the year	35142500	35142500
b)	No of Shares at the beginning of the year	35142500	35142500
c)	Weighted average number of Equity Shares outstanding during the year	35142500	35142500
	EPS		
a)	Net Profit available for Equity Shareholders (Rs in Lacs)	384.47	(291.44)
b)	Basic Earning Per Share (in Rs.)	1.09	-0.83
c)	Diluted Earning Per Share (in Rs.)	1.09	-0.83

Note 22

For the financial years from 2008-09 to 2012-13, the respective assessing officer (AO) had passed draft assessment orders pursuant to the transfer pricing. The company has preferred appeals before the Hon'ble DRP (Dispute Resolution Panel), Mumbai and the same are yet to reach its finality. The demand as per draft orders cannot be said to have been crystallized till the appeals are disposed off by the Hon'ble DRP, Mumbai.

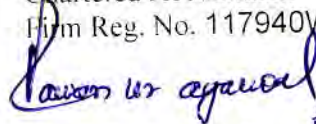
Note 23

Pursuant to implementation of Ind AS, the company has provided for impairment in the Investments made in its foreign Subsidiaries. Accordingly the existence thereby is not considered for the purpose of disclosure.

Note 24

Previous year figures have been re-grouped/reclassified wherever necessary to make them comparable with current year.

As per our report of even date
For P.R. Agarwal & Awasthi
Chartered Accountants
Firm Reg. No. 117940W



CA P.R. Agarwal
Partner
M. No. 34147
Place: Mumbai
Date: **29 MAY 2018**



For and on behalf of Board of Directors


Aman Agarwal
Director


Prashant Agarwal
Director