

INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF
ORIENTAL TRIMEX LIMITED

REPORT ON THE STANDALONE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of ORIENTAL TRIMEX LIMITED which comprise the Balance Sheet as at 31st March, 2017, the statement of Profit and Loss and the Cash Flow statement for the year ended on that date, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE STANDALONE FINANCIAL STATEMENTS

The Company's Management is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent and design, implementation and maintenance of adequate financial internal controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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 the 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 the 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 the internal financial 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal financial controls system. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the 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 qualified audit opinion on the standalone financial statements



BASIS FOR QUALIFIED OPINION

- a) *The Company has not made adequate provision for Doubtful Receivables because Allowance for Doubtful Receivables has been made at full value of doubtful receivables in case of certain parties and at nil value in case of other parties, according to management perception. (Refer Note 9.3)*
- b) *The Company has not made adequate provision for Doubtful Advances because Allowance for Doubtful Advances has been made at full value of doubtful receivables in case of certain parties and at nil value in case of other parties, according to management perception. (Refer Note 11.2)*
- c) *The Company has not determined the remaining useful life of assets existing as at 31st March, 2014 as required under Note 7 of Part C to Schedule II of the Act and instead, has charged depreciation on the opening carrying amounts of the assets at the rates calculated on the basis of useful life of assets as specified in Schedule II. Consequential impact on revenue and assets remains indeterminate.*

OPINION

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the aforesaid 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 31st March, 2017,
- (b) in the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date and
- (c) in the case of the Cash Flow Statement of cash flows of the Company for the year ended on that date

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

- 1) As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- 2) As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion, proper books of account as required by law, have been kept by the company so far as appears from our examination of the books;
 - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with in this report are in agreement with the books of account;
 - d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 to the extent applicable.



ORIENTAL TRIMEX LIMITED


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- e) On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164(2) of the Act.
- f) On the basis of the information and explanations of the Company, provided to us, in our opinion, the Company has adequate internal financial controls systems in place and its operating effectiveness.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- (i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements-Refer Note 21 (II) (A).
 - (ii) The Company has not entered into any long term contracts including derivative contracts, requiring provision under the applicable law or accounting standards, for material foreseeable losses.
 - (iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

NEW DELHI
MAY 29, 2017

For RAVISH AGRAWAL & ASSOCIATES
Chartered Accountants
FRN 014924N




RAVISH AGRAWAL F.C.A. (Proprietor)
CP No. 094700

- 1
 - a) The Company is in the process of updating it's records showing full particulars including quantitative details and situation of its fixed assets.
 - b) We are informed that physical verification of the assets was conducted by the management at reasonable intervals in a phased manner and no material discrepancies were noticed on such verification.
 - c) According to the information and explanations given to us, the title deeds of immovable properties of the Company are held in the name of the Company.

- 2
 - a) We are informed that stocks of finished goods, stores, spare parts and raw material have been physically verified by the management at reasonable intervals.
 - b) In our opinion and according to the information and explanations given to us, the discrepancies noticed on physical verification of stocks as compared to book records were not material and the same have been adequately dealt with in the books of account.

- 3
 - a) Except for certain advances, the company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.
 - b) The advances are receivable on demand. Therefore, there is no question of receipt of principal and interest.
 - c) There is no overdue amount.

- 4 In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and security.

- 5 In our opinion and according to the information and explanations given to us, the Company has complied with the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed thereunder, with regard to the deposits accepted from the public.

- 6 We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148 (1) of the Companies Act, 2013 and are of the opinion that prima facie, the specified accounts and records have been made maintained. We have not, however, made a detailed examination of the same.

- 7
 - a) According to the records of the Company, the Company is generally not regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax cess and any other statutory dues, whichever are applicable, with the appropriate authorities.



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The extent of the arrears of undisputed outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable

Nature of Statutory Dues	Amount (Rs.)	Amount (Rs.)
	Year Ended	Year Ended
	31.03.2017	31.03.2016
Provident Fund	1,531,806	1,825,917
Employee State Insurance	204,792	58,264
Income Tax	11,447,409	12,009,340
Sales Tax	19,723,405	19,103,672
Other Dues	11,278,774	15,865,223
	<u>44,186,186</u>	<u>48,862,416</u>

- b) According to the records of the Company, the dues outstanding of income tax, sales tax, wealth tax, service tax, custom duty, excise duty and cess on account of any dispute, are as follows:

Particulars	Amount (Rs.)	Forum where pending	Deposit
Sales Tax (Tax/Penalty/Interest)	54,248	Appeal to be filed	-
	129,250	Commissionerate	28,100
	152,984	Commissionerate	-
	709,946	Commissionerate	142,000
	225,356	Commissionerate	225,356
	927,376	Commissionerate	-
	2,336,036	Commissionerate	-
	2,643,330	Commissionerate	-
	100,000	Commissionerate	-
	20,000	Commissionerate	20,000
	<u>7,298,526</u>		<u>415,456</u>
Income Tax (Penalty for late deposit of TDS)	1,625,411	Tribunal	-
Income Tax (Short Deduction/Interest/Penalty for late deposit of TDS)	373,360	Under Rectification	-
	<u>1,998,771</u>		
Custom Duty (Tax/Penalty/Interest)	642,000	High Court	378,495
	<u>642,000</u>		

- 8 The company has defaulted in repayment of dues to banks and financial institutions as detailed hereunder:

Period and amount of continuing default as on the balance sheet date in repayment of loans and interest

SECURED LONG-TERM BORROWINGS

a) Term Loans

From Arcil (Settlement)

Period of Default

31.03.17 **31.03.16**
(Rs. in lacs) (Rs. in lacs)

- 240.00
30 to 120 Days



SECURED SHORT-TERM BORROWINGS

(a) Loans Repayable on Demand

From Banks (The Jammu and Kashmir Bank Ltd.)	2,800.93	398.00
Period of Default	12 m	30 to 180 Days
Current Maturities of Long-Term Debt	390.00	-
Period of Default	3m to 12 m	

- 9 During the year, there were no moneys raised by way of initial public offer or further public offer and term loans.
- 10 Based on audit procedures performed and according to the information and explanations given to us, no fraud on or by the Company was noticed or reported during the year.
- 11 In our opinion, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- 12 In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) are not applicable to the Company.
- 13 During the year, the company has entered into transactions of purchases and supply of goods with related parties exceeding 10% of total turnover of the company. However, the company has not taken prior approval of the company by a special resolution, as required under Rule 15 of the Companies (Meetings of Board and Its Powers) Rules, 2014 read with Section 188 and 177 of the Companies Act, 2013.
- In the absence of the board resolution and the special resolution and since the said transactions have not been approved by the Audit Committee, we are unable to comment whether such transactions have been carried out at arm's length price, considering the quality, time of delivery and other parameters of the goods.
- 14 According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and therefore, the provisions of clause 3 (xiv) of the Companies (Auditors' Report) Order, 2016 are not applicable to the Company.
- 15 In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with the Directors.
- 16 In our opinion and according to the information and explanations given to us, the Company is not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934.

NEW DELHI
MAY 29, 2017



For RAVISH AGRAWAL & ASSOCIATES
Chartered Accountants

FRN 014924N

RAVISH AGRAWAL F.C.A., (Proprietor)

CP No. 094700

Oriental Trimex Limited

AN ISO 9001:2000 CERTIFIED COMPANY

REGD OFFICE: 26/25, BAZAR MARG, OLD RAJINDER NAGAR NEW DELHI-110060

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2017

* CIN:L74899DL1996PLC078339

Sl. No.	Particulars	Quarter Ended			Year Ended	
		31-Mar-17	31-Dec-16	31-Mar-16	31-Mar-17	31-Mar-16
		Audited	Unaudited	Audited	Audited	Audited
I	Revenue from Operations	1,562.06	1,585.20	1,026.82	5,742.74	5,105.12
II	Other Income	115.15	0.70	818.41	167.97	822.03
III	Total Revenue	2,677.21	1,585.90	2,243.23	5,910.71	5,727.15
IV	Expenses					
	Cost of Materials Consumed	540.56	458.25	1,440.42	1,788.09	3,489.56
	Purchases of Stock-in-Trade	1,720.37	432.24	0.70	2,219.03	128.82
	Change in Inventories of FG-WIP and Stock in Trade	767.54	148.80	64.00	941.15	705.24
	Employee Benefit Expense	29.38	23.32	20.46	98.66	144.36
	Finance Cost	28.08	4.06	117.04	40.39	477.24
	Other Expenses	228.97	117.09	(198.87)	521.83	786.87
	Depreciation and Amortisation Expense	32.53	44.19	45.56	181.28	177.56
	Total Expenses	2,947.23	1,227.95	1,489.39	5,770.43	5,891.67
V	Profit before Exceptional and Extraordinary items and Tax	(270.02)	357.95	753.84	140.28	(164.52)
VI	Exceptional Items	(50.20)	-	(1,647.72)	(50.20)	307.07
VII	Profit before Extraordinary items and Tax (V - VI)	(320.22)	357.95	(893.88)	90.08	142.55
VIII	Extraordinary Items	-	-	-	-	-
IX	Profit before items and Tax (VII - VIII)	(320.22)	357.95	(893.88)	90.08	142.55
X	Tax Expense					
	- Current Tax	(65.14)	71.81	(189.19)	17.17	32.00
	- Deferred Tax	-	-	-	-	-
	- Income Tax for earlier years	0.01	-	-	1.05	0.61
	- Excess Provision for tax written back	-	-	-	-	-
XI	Profit (Loss) for the year from Continuing Operations (IX - X)	(255.09)	286.14	(704.69)	71.86	109.94
XII	Profit (Loss) for the year from Discontinuing Operations	-	-	-	-	-
XIII	Tax Expenses of Discontinuing Operations	-	-	-	-	-
XIV	Profit (Loss) from Discontinuing Operations (after tax)	-	-	-	-	-
XV	Profit (Loss) for the year (XI + XIV)	(255.09)	286.14	(704.69)	71.86	109.94
	Paid-up equity share capital (Face Value Rs. 10)	1,481.52	1,481.52	1,481.52	1,481.52	1,481.52
	Reserves (excl. Revaluation Reserve)	-	-	-	1,016.03	1,016.03
	Basic before exceptional items	(1.38)	1.93	8.37	0.82	(1.33)
	Diluted before exceptional items	(1.30)	1.81	5.98	0.77	(1.25)
	Basic after exceptional items	(1.72)	1.93	(4.76)	0.49	0.74
	Diluted after exceptional items	(1.61)	1.81	(4.46)	0.45	0.70
	Public shareholding					
	- No. of shares	9,507,002	9,507,002	9,507,002	9,507,002	9,507,002
	- Percentage of shareholding	64.17%	64.17%	64.17%	64.17%	64.17%
	Promoter & promoter group shareholding					
a)	Pledged / encumbered					
	- No. of Shares	-	-	-	-	-
	- Percentage of Shares (as a % of the total shareholding of promoter & promoter group)	-	-	-	-	-
	- Percentage of Shares (as a % of the total share capital of the Company)	-	-	-	-	-
b)	Non-pledged / non-encumbered					
	- No. of shares	5,308,206	5,308,206	5,308,206	5,308,206	5,308,206
	- Percentage of Shares (as a % of the total shareholding of promoter & promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of Shares (as a % of the total share capital of the Company)	35.82%	35.82%	35.82%	35.82%	35.82%




NOTES:-		STATEMENT OF ASSETS & LIABILITIES AS ON 31ST MARCH, 2017		
		PARTICULARS	Amount (Rs. in Lakhs)	
			AUDITED 31-Mar-17	AUDITED 31-Mar-16
1	The above results have been reviewed and recommended by the Audit Committee and approved and adopted by the Board of Directors of the Company in its meeting held on Monday, 29th			
2	The basic/diluted EPS has been computed as per AS-20	EQUITY AND LIABILITIES		
3	The Company operates in single segment "Flooring Product segment" as such report is being done on a single segment basis	(1) Shareholders' Funds		
		Share Capital	1,481.52	1,481.52
		Reserves and Surplus	1,087.90	1,016.03
			2,569.42	2,497.55
4	Status of investors complaints (i) Pending as on 31-03-2017 Nil (ii) Received during the quarter Nil (iii) Disposed of during the quarter Nil (iv) Pending as on 31-03-2017 Nil	(2) Non-current Liabilities		
		Long-term Borrowings	-	400.00
5	Expenses include Loss of Raw Material in Auction Rs. 2.40 Lac and Irrecoverables written off Rs. 47.79 lac due from various authorities	Deferred Tax Liabilities (Net)	-	-
		Long-term Provisions	13.14	12.67
			13.14	412.67
6	Previous period figures have been regrouped/re-arranged/recast wherever, considered necessary	(3) Current Liabilities		
		Short-term Borrowings	5,794.47	5,464.91
		Trade Payables	315.89	443.82
		Other Current Liabilities	1,755.99	2,070.78
		Short-term Provisions	19.13	33.87
			5,885.47	6,013.38
			8,468.03	8,923.60
		ASSETS		
		Non-current Assets		
		(a) Fixed Assets		
		Tangible Assets	2,802.10	2,963.09
		Capital Work-in-progress	5.68	5.68
			2,807.78	2,968.77
		(b) Non-current Investments	-	-
		(c) Long-term Loans and Advances	35.57	40.10
		(d) Other Non-current Assets	-	-
			2,843.35	3,008.87
		(2) Current Assets		
		Current Investments	-	-
		Inventories	2,132.23	3,337.00
		Trade Receivables	2,519.16	1,263.82
		Cash and Cash Equivalents	99.77	80.58
		Short-term Loans and Advances	908.66	959.74
		Other Current Assets	4.86	25.99
			5,624.68	5,914.73
			8,468.03	8,923.60
		For Oriental Trimex Limited		
		Sd/-	For ORIENTAL TRIMEX LTD.	
Place: New Delhi		Rajesh Punia	<i>Rajesh Punia</i>	
Date: 29th May, 2017		Managing Director	Rajesh Punia Managing Director	
email: investors@orientaltrimex.com, website: http://www.orientaltrimex.com			NEW DELHI	



R. Agrawal



FORM B

1.	Name of the Company:	Oriental Trimex Limited
2.	Annual financial statements for the year ended:	31 st March, 2017
3.	Type of Audit observation	Refer Annexure attached
4.	Frequency of qualification	Refer Annexure attached
5.	Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors report:	Refer Annexure attached
6.	Additional comments from the board/audit committee chair:	Refer Annexure attached
7.	To be signed by	
	Rajesh Punia (Managing Director)	<p>For ORIENTAL TRIMEX LTD.,</p> <p><i>Rajesh Punia</i></p> <p>Rajesh Punia Managing Director</p>
	For Ravish Agrawal & Associates (Auditor of the company)	<p><i>Ravish Agrawal</i></p> 
	Mr. Rakesh Takyar (Audit committee Chairman)	<p><i>Rakesh Takyar</i></p>
	Om Parkash Sharma (CFO)	<p>ORIENTAL TRIMEX LTD.</p> <p><i>Om Parkash Sharma</i></p> <p>Om Parkash Sharma (CFO)</p>

ANNEXURE TO THE FORM-B

Sl. No.	Audit Qualification	Frequency of Qualification	Draw attention to relevant notes in the annual financial statements and management response to the qualification in director's report	Additional comments from the board/audit committee chair
1.	The Company has not made adequate provision for Doubtful Receivables because Allowance for Doubtful receivables has been made at full value of doubtful receivables in case of certain parties and at nil value in case of other parties, according to management perception	FY 2016-17 FY 2015-16 FY 2014-15	Refer Note 9.3 of Financial Statement	As per Management perception certain shareholders are not considered doubtful
2.	The Company has not made adequate provision for Doubtful Advances because Allowance for Doubtful Advances has been made at full value of doubtful receivables in case of certain parties and at nil value in case of other parties, according to management perception	FY 2016-17 FY 2015-16 FY 2014-15	Refer Note 11.2 of Financial Statement	As per Management perception certain shareholders are not considered doubtful
3.	The Company has not determined the remaining useful life of assets existing as at 31st March, 2017, as required under Note 7 of Part C to Schedule II of the Act and instead, has charged depreciation on the opening carrying amount of the assets at the rates calculated on the basis of useful life of assets as specified in Schedule II. Consequential impact on revenue and assets remains indeterminate.	FY 2016-17 FY 2015-16 FY 2014-15	Refer note 22 (c)(d) of Financial Statement	The fixed assets register is duly computerized and pending certification.

For ORIENTAL TRIMEX LTD.
Rajesh Puri
 Rajesh Puri, Rajesh Puri
 (Managing Director) (Audit committee Chairman)

For ORIENTAL TRIMEX LIMITED
Rajesh Puri
 Rajesh Puri, Rajesh Puri
 (Managing Director) (Audit committee Chairman)



Date: 29.05.2017