

DIRECTOR'S REPORT

Dear Members,

Your Directors have pleased in presenting their 5th **Annual Report** together with

Audited Statement of Accounts for the year ended 31st **March, 2014.**

<u>Financial Results</u>	<u>31/03/2014</u>	<u>31/03/2013</u>
Profit/(loss) before depreciation	1672081.00	1728379.00
Less : Depreciation	189188.00	197033.00
Provision for Taxation	325000.00	454000.00
Provision for Deferred Tax	-5725.00	26916.00
Short provision of Taxation	227220.00	0.00
Net Profit/(loss) for the year	936398.00	1050430.00
 Sales / Gross Receipt	 495170893.00	 442464896.00

PUBLIC DEPOSITS :

The Company has not accepted any deposit during the year from the public within the meaning of the provisions of section 58 (A) of the Companies Act, 1956 and rules made there under.

AUDITORS :

M/s. DIPESH CHOKSHI & CO.,Chartered Accountants, Ahmedabad, has been appointed as the auditor of the company and hold office until the conclusion of this General Meeting and have shown their willingness for the re-appointment.

PARTICULARS OF EMPLOYEES :

The company had no employees of the category specified u/s 217 (2A) during the year and as such no particulars as required under section 217 (2A) of the Companies Act, 1956 have been furnished.

ACKNOWLEDGEMENT :

The Board of Directors also wishes to place on record its appreciation of the dedicated services rendered by the employees of the Company at all levels.

LAXMI GOLDORNA HOUSE PVT.LTD.

Registered Office :

1ST FLOOR,LAXMI HOUSE,
M G HAVELI ROAD,
MANEK CHOWK,
AHMEDABAD-380001.

Directors' Responsibility Statement

Pursuant to Section 217 (2AA) of the Companies Act, 1956, Directors confirmed.

- a) that in the preparation of the annual accounts, the applicable accounting standards have been followed;
- b) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for that period;
- c) that they taken proper and sufficient care for the maintainance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) that the directors had prepared the annual accounts on a going concern basis.

By Order of Board
LAXMI GOLDORNA HOUSE PVT. LTD.

sd/-
DIRECTOR. JAYESH C SHAH
(DIN NO. 02479665)

PLACE : AHMEDABAD

DATE :05/08/2014

Annexure - A to Director's Report

Information as per section 217(1)(e) of the Companies Act, 1956 annexed to and forming part of the Director's Report.

(I) CONSERVATION OF ENERGY :

Company's business does not fall under the list of industries which should furnish information in Form "A" as given in the companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 for Conservation of Energy.

(II) RESEARCH AND DEVELOPMENT (R & D) :

1. Specific areas in which R & D carried out by the company. The company does not have separate Research and Development Department.
2. Benefits derived as a result of the above R & D-**Not Applicable.**
3. Future plan of action to carry out activities in a manner so as to achieve optimum development of properties.
4. Expenditure on R & D.

(Rs. in Lacs)

<i>Particulars</i>	<i>Amount</i>
a) Capital	NIL
b) Recurring	NIL
c) Total	NIL
d) Total R & D expenditure as a	NIL

(III) TECHNOLOGY ABSORPTION ADAPTATION AND INNOVATION :

1. Efforts in brief made towards technology absorption, adaptation and innovation.
2. Benefits derived as a result of the above efforts - **NIL**

(IV) FOREIGN EXCHANGE EARNING AND OUTGO :

1. Foreign Exchange earned : **NIL**
2. Foreign Exchange Outgo : **NIL**

INDEPENDENT AUDITOR'S REPORT

To the Members of
Laxmi Goldorna House Private Limited.
Ahmedabad.

Report on the Financial Statements

We have audited the accompanying financial Statements of Laxmi Goldorna House Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2014, and the Statement of Profit & loss for the year then ended and a summary of significant accounting policies and other explanatory information.

Management 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 principles generally accepted in India including 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 the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements.

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 risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments; the auditor considers the internal control relevant to the Company's preparation and fair presentation of the financials statements in order to design the 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 the management as well as evaluating the overall presentation of the financial statement.

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 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 March 31, 2014;
- (b) In the case of the Statement of Profit & Loss, of the Profit for year ended on that date.

Report on Other Legal and Regulatory Requirements

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.

As required by section 227(3) of the Act, we report that:

- a. We have obtained all the information and explanation, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b. In our opinion, proper books of accounts 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, and the 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 the Statement of Profit and Loss comply with the Accounting Standards referred to in sub section (3C) of section 211 of the Companies Act, 1956.
- e. On the basis of the written representation received from the directors as on 31st March 2014, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014 from being appointed as director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

**For, Dipesh Chokshi & Co.
Chartered Accountants
[Registration No. 114533W]**

**Dipesh B Chokshi
Partner
M. No. 048270**

Place: Ahmedabad
Date: 05th Aug 2014

ANNEXURE TO THE AUDITORS' REPORT

Referred to in paragraph 3 of our report of even date, on the accounts of **M/s.Laxmi Gold Orna House Pvt. Ltd.** for the year ended **31/03/2014**.

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 of the company have been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification.
- (c) No substantial part of the fixed assets has been disposed off during the year, which will affect its status of going concern.

2. In respect of Inventories

- (a) The stock of Traded Goods has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) In our opinion and according to the information and explanation given to us the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) In our opinion and according to the information and explanation given to us the company has maintained proper records of its inventory. There is no discrepancies noticed on verification between the physical stocks and the book records.

(d)

3.

- (a) The company has not granted any unsecured loans to the parties covered u/s 301 of the Companies Act, 1956
- (b) The company has taken unsecured loan from 2 (Two) parties covered u/s 301 of the Companies Act, 1956, which at year-end Rs.13.825 lac for Rupal J Shah And Jayesh C Shah. (Maximum amount outstanding during the year Rs. 263.03 lac).
- (c) In our opinion, and according to the information and explanations given to us, the rate of interest wherever applicable and other terms and conditions of loans taken are prima facie not prejudicial to the interest of the Company.

- (d) In cases where stipulations have been made, the company is regular in repayment of both principal & interest. In cases where there are no stipulations and repayment of both principal & interest is stated to be at all, the same has been paid as and when demanded by the parties.
- 4. To the best of our knowledge and beliefs and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods.
- 5.
 - (a) According to the information and explanations given to us, we are of the opinion that the company has entered all the transactions required to be entered in the register maintained under section 301 of the Companies Act, 1956.
 - (b) In our opinion and according to the information and explanations given to us, the transaction made in pursuance of contracts or arrangements entered in the register maintained under section 301 of Companies Act, 1956 and exceeding the value of rupees five lacs in respect of any party during the year have been made at prices which are reasonable having regards to prevailing market prices at the relevant time.
- 6. In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from the public.
- 7. In our opinion, the company has an internal audit system commensurate with the size of the company and the nature of its business.
- 8. To the best of our knowledge and belief and according to the information and explanation given to us, maintenance of cost records has not been prescribed by the Central Government U/S 209(1)(d) of the Companies Act, 1956 for the products manufactured by the company.
- 9. Statutory and other dues
 - (a) According to the information and explanations given to us and based on the records examined by us, the company is regular in depositing undisputed statutory dues including provident fund, income tax, sales tax and other statutory dues with the appropriate authorities during the year.

- (b) According to the information and explanations given to us, no dispute is pending for dues in respect of income tax, sales tax, custom duty which have not been deposited with the relevant forum.
10. The company has no accumulated losses. The company has not incurred cash losses during the financial year covered by our audit.
 11. The Company has not defaulted in repayment of dues to a financial institution and bank.
 12. The company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
 13. The provisions of any special statute applicable to chit fund is not applicable to the company.
 14. The company is not dealing in or trading in any shares, securities, debentures and other investments.
 15. Company has not given any guarantee for loans taken by its director or any other third party.
 16. Company has not raised any Term Loan during the year.
 17. Based on the records examined by us and the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that the funds raised on short-term basis have prima facie, not been used for long-term investment (fixed assets etc.) and vice versa.
 18. The company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
 19. The company had not issued debentures during the year.
 20. During the year the company has not raised any money by public issue.
 21. According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

**For, Dipesh Chokshi & Co.
Chartered Accountants**

Dipesh B Chokshi

**Date: 05.08.2014
(Partner)
Place: Ahmedabad
048270)**

(M.No.

(F.R. No. 114533W)

LAXMI GOLDORNA HOUSE PVT. LTD

Balance Sheet as at 31st March 2014

Particulars	Note No.	As at 31st March, 2014	As at 31st March, 2013
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	6,645,000	4,173,000
(b) Reserves and surplus	2	30,447,610	18,387,212
(c) Money received against share warrants		-	-
2 Share application money pending allotment		-	-
3 Non-current liabilities			
(a) Long-term borrowings	3	1,382,500	7,923,104
(b) Deferred tax liabilities (Net)		55,254	60,979
(c) Other Long term liabilities		-	-
(d) Long-term provisions		-	-
4 Current liabilities			
(a) Short-term borrowings	4	60,166,574	59,907,009
(b) Trade payables		-	-
(c) Other current liabilities	5	507	96,802
(d) Short-term provisions	6	125,000	254,000
TOTAL		98,822,445	90,802,106
II. ASSETS			
1 Non-current assets			
(a) Fixed assets	7		
(i) Tangible assets		1,164,421	1,899,076
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		-	-
(d) Long-term loans and advances		-	-
(e) Other non-current assets	8	0	40,020
2 Current assets			
(a) Current investments		-	-
(b) Inventories	9	89,617,888	80,354,828
(c) Trade receivables	10	6,897,995	6,700,173
(d) Cash and cash equivalents	11	725,819	1,255,995
(e) Short-term loans and advances		-	-
(f) Other current assets	12	507,468	552,014
TOTAL		98,913,591	90,802,106

See accompanying notes to the financial statements
As per our Audit Report of even date attached herewith

For,
FOR DIPESH CHOKSHI & CO.
Chartered Accountants
(F.R.NO. 114533W)

For and on behalf of
LAXMI GOLDORNA HOUSE PVT. LTD

____ sd/-
Dipesh B Chokshi
Partner
Mem. No. : 48270
Place : Ahmedabad
Date : 05/08/2014

sd/-
Jayesh C Shah
DIN no. 02479665

sd/-
Rupal J Shah
DIN no.02479662