



8/1418, "NAVKAR" Kayasth Mohallo, Gopipura, Surat-395 001.

**SECTION VI – FINANCIAL STATEMENTS**  
**FINANCIAL STATEMENTS AS RE-STATED**

**Independent Auditor's Report for the Restated Financial Statements of**  
**G. K. P. Printing & Packaging Limited**

**Auditor's Report on the Restated Statement of Assets and Liabilities as at December 31, 2018, Profit and Loss and Cash Flows for Period ended on December 31, 2018, of G. K. P. PRINTING & PACKAGING LIMITED. (Collectively, the "Restated Summary Statements")**

To,  
The Board of Directors  
G. K. P. PRINTING & PACKAGING LIMITED.  
UNIT NO. 14, AMRIT IND EST,  
S. NO. 45, DHUMAL NAGAR WALIV IP – 12025,  
PALGHAR,  
THANE,  
MAHARASHTRA

Dear Sir/Madam,

We have examined the attached Restated Summary Statements along with significant accounting policies and related notes of **G. K. P. PRINTING & PACKAGING LIMITED** (the "Company") as at and for the period ended December 31, 2018, annexed to this report and prepared by the Company for the purpose of inclusion in the Offer Document in connection with its proposed Initial Public Offer ("IPO") on the SME Platform of BSE Limited.

1. These Restated Summary Statements have been prepared in accordance with the requirements of:
  - (i) Part I of Chapter III to the Companies Act, 2013("the Act") read with Companies (Prospectus and Allotment of Securities) Rules 2014;
  - (ii) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations 2018 ("ICDR Regulations") issued by the Securities and Exchange Board of India ("SEBI") in pursuance to Section 11 of the Securities and Exchange Board of India Act, 1992 and related amendments / clarifications from time to time;
  - (iii) The terms of reference to our engagements with the Company requesting us to carry out the assignment, in connection with the Draft Prospectus /Prospectus being issued by the Company for its proposed IPO of equity shares on SME Platform of BSE Limited.; and





- (iv) The Guidance Note on Reports in Company Prospectus (Revised 2016) issued by the Institute of Chartered Accountants of India ("Guidance Note").
2. The Restated Summary Statements of the Company have been extracted by the management from the Audited Financial Statements of the Company for the period ended on December 31, 2018.
3. In accordance with the requirements of Part I of Chapter III of Act including rules made therein, ICDR Regulations, Guidance Note and Engagement Letter, we report that:
- (i) The "Restated Summary Statement of Assets and Liabilities" as set out in **Annexure I** to this report, of the Company as at December 31, 2018 are prepared by the Company and approved by the Board of Directors. These Restated Summary Statement of Assets and Liabilities, have been arrived at after making such adjustments and regroupings to the individual financial statements of the Company, as in our opinion were appropriate and more fully described in Significant Accounting Policies and Notes to Accounts as set out in **Annexure IV (A)** to this Report.
- (ii) The "Restated Summary Statement of Profit and Loss" as set out in **Annexure II** to this report, of the Company for the period/years ended December 31, 2018 prepared by the Company and approved by the Board of Directors. These Restated Summary Statement of Profit and Loss have been arrived at after making such adjustments and regroupings to the individual financial statements of the Company, as in our opinion were appropriate and more fully described in Significant Accounting Policies and Notes to Accounts as set out in **Annexure IV(A)** to this Report.
- (iii) The "Restated Summary Statement of Cash Flow" as set out in **Annexure III** to this report, of the Company for the period/years ended December 31, 2018 prepared by the Company and approved by the Board of Directors. These Statement of Cash Flow, as restated have been arrived at after making such adjustments and regroupings to the individual financial statements of the Company, as in our opinion were appropriate and more fully described in Significant Accounting Policies and Notes to Accounts as set out in **Annexure IV(A)** to this Report.
4. Based on the above and also as per the reliance placed by us on the audited financial statements of the Company and report thereon given by the Statutory Auditor of the Company for the financial years ended December 31, 2018 we are of the opinion that:
- a) The Restated Summary Statements have been made after incorporating adjustments for the changes in accounting policies retrospectively in respective financial period/years to reflect the same accounting treatment as per the changed accounting policy for all reporting periods, if any;
- b) The Restated Summary Statements have been made after incorporating adjustments for prior period and other material amounts in the respective financial years/period to which they relate and there are no qualifications which require adjustments;
- c) Extra-ordinary items that needs to be disclosed separately in the accounts has been disclosed wherever required;
- d) There were no qualifications in the Audit Reports issued by the Statutory Auditors for the financial period/year ended on 31st December 2018 which would require adjustments in this Restated Financial Statements of the Company, except the following :





- i) The company has complied with the provisions of section 185 & 186 of the Companies Act, 2013 In respect of loans etc. except in case of two Loans of Rs. 2,12,00,562/- in the name of K P Print & Packaging & Rs. 91,17,634/- in the name of Packwell Enterprise LLP, which has been taken over by the company as an effect of Business Succession Agreement dated 14th April, 2018 however Section 185 is applicable only at the time of granting the loan and any change in circumstances thereafter would not make the section applicable , hence in our opinion the same loan is granted before the acquisition of the Proprietorship concerns by the company ,violation regarding the section 185 is not applicable and therefore our report is not qualified for the same.
  - e) Profits and losses have been arrived at after charging all expenses including depreciation and after making such adjustments/restatements and regroupings as in our opinion are appropriate and are to be read in accordance with the Significant Accounting Policies and Notes to Accounts as set out in Annexure IV(A) to this report;
  - f) As per Accounting Standard- 15, Employee Benefits issued by the Institute of Chartered Accountants of India, Company is required to assess its gratuity liability each year on the basis of actuarial valuation and make provision for gratuity liability. However, the Gratuity Provisions are not applicable to the Company. Hence the same has not been provided in the financial Statement.
  - g) there was no change in accounting policies, which needs to be adjusted in the Restated Summary Statements except mentioned in clause (f) above;
5. We have also examined the following other financial information relating to the Company prepared by the Management and as approved by the Board of Directors of the Company and annexed to this report relating to the Company for the financial period/year ended on December 31, 2018 proposed to be included in the Draft Prospectus / Prospectus ("Offer Document") for the proposed IPO.

**Annexure of Restated Financial Statements of the Company:-**

- a. Significant Accounting Policies and Notes to Accounts as restated in Annexure IV(A);
- b. Reconciliation of Restated Profit as appearing in Annexure IV (B) to this report.
- c. Reconciliation of Restated Equity/Net worth as appearing in Annexure IV (C) to this report.
- d. Details of Share Capital as Restated as appearing in Annexure V to this report;
- e. Details of Reserves and Surplus as Restated as appearing in Annexure VI to this report;
- f. Details of Long Term Borrowings as Restated as appearing in Annexure VII to this report;
- g. Nature of Security and Terms of Repayment for Long term Borrowings as appearing in Annexure VIII to this report
- h. Details of Trade Payables as Restated as appearing in Annexure IX to this report;
- i. Details of Other Current Liabilities as Restated as appearing in Annexure X to this report;
- j. Details of Short Term Provisions as Restated as appearing in Annexure XI to this report;





- k. Details of Fixed Assets as Restated as appearing in Annexure XII to this report;
  - l. Details of Deferred Tax Assets as Restated as appearing in Annexure XIII to this report.
  - m. Details of Inventory as Restated as appearing in Annexure XIV to this report.
  - n. Details of Trade Receivables as Restated enclosed as Annexure XV to this report;
  - o. Details of Cash and Cash Equivalents as Restated enclosed as Annexure XVI to this report;
  - p. Details of Short Term Loans and Advances as Restated as appearing in Annexure XVII to this report;
  - q. Details of Revenue from operations as Restated as appearing in Annexure XVIII to this report;
  - r. Details of Other Income as Restated as appearing in Annexure XIX to this report;
  - s. Details of Cost of Material Consumed as Restated as appearing in Annexure XX to this report;
  - t. Details of Employee Benefit Expense as restated as appearing in Annexure XXI to this report
  - u. Details of Finance Cost as restated as appearing in Annexure XXII to this report
  - v. Details of Other Expense as restated as appearing in Annexure XXIII to this report
  - w. Details of Related Parties Transactions as Restated as appearing in Annexure XXIV to this report;
  - x. Capitalization Statement as Restated as at December 31, 2018 as appearing in Annexure XXV to this report;
  - y. Statement of Tax Shelters as Restated as appearing in Annexure XXVI to this report
6. We, **D V Barfiwala & Co.**, Chartered Accountants have been subjected to the peer review process of the Institute of Chartered Accountants of India ("ICAI") and hold a valid peer review certificate issued by the "Peer Review Board" of the ICAI.
  7. The preparation and presentation of the Financial Statements referred to above are based on the Audited financial statements of the Company and are in accordance with the provisions of the Act and ICDR Regulations. The Financial Statements and information referred to above is the responsibility of the management of the Company.
  8. The report should not in any way be construed as a re-issuance or re-dating of any of the previous audit reports issued by any other Firm of Chartered Accountants nor should this report be construed as a new opinion on any of the financial statements referred to therein.
  9. We have no responsibility to update our report for events and circumstances occurring after the date of the report.
  10. In our opinion, the above financial information contained in Annexure I to XXVI of this report read with the respective Significant Accounting Policies and Notes to Accounts as set out in Annexure IV(A) are prepared after making adjustments and regrouping as considered appropriate and have been prepared in accordance with the Act, ICDR Regulations, Engagement Letter and Guidance Note.



11. Our report is intended solely for use of the management and for inclusion in the Offer Document in connection with the SME IPO. Our report should not be used, referred to or adjusted for any other purpose except with our consent in writing.

**For, D V Barfiwala & Co.**  
**Chartered Accountants**  
**Firm Registration No.: 118936W**

*Barfiwala D V*

**Dharmesh Barfiwala**  
**(Partner)**  
**Membership No.: 106032**  
**Date: 6<sup>th</sup> April, 2019**  
**Place: Surat**



# RESTATED SUMMARY STATEMENT OF ASSETS AND LIABILITIES

ANNEXURE-I  
(Amount in Lakhs)

Particulars	As at December 31,2018
<b>I. EQUITY AND LIABILITIES</b>	
<b>1. Shareholders' funds</b>	
(a) Share capital	371.49
(b) Reserves and surplus	277.28
<b>Sub-Total</b>	<b>648.77</b>
<b>2. Share application money pending allotment</b>	
<b>Sub-Total</b>	<b>-</b>
<b>3. Non-current liabilities</b>	
(a) Long-term borrowings	124.38
<b>Sub-Total</b>	<b>124.38</b>
<b>4. Current liabilities</b>	
(a) Trade payables	611.13
(b) Other current liabilities	9.31
(c) Short-term provisions	107.49
<b>Sub-Total</b>	<b>727.93</b>
<b>TOTAL</b>	<b>1,501.08</b>
<b>II. ASSETS</b>	
<b>1. Non-current assets</b>	
(a) Fixed assets	49.20
(b) Deferred tax assets (net)	1.26
<b>Sub-Total</b>	<b>50.46</b>
<b>2. Current assets</b>	
(a) Inventories	181.81
(b) Trade receivables	756.17
(c) Cash and cash equivalents	38.65
(d) Short-term loans and advances	473.99
<b>Sub-Total</b>	<b>1,450.62</b>
<b>TOTAL</b>	<b>1,501.08</b>





# **RESTATED SUMMARY STATEMENT OF PROFIT AND LOSS**

**ANNEXURE-II**  
(Amount in Lakhs)

Particulars	As at December 31, 2018
I. Revenue from operations	1,908.74
II. Other income	14.46
<b>III. Total Revenue (I + II)</b>	<b>1,923.20</b>
IV. Expenses:	
Cost of material consumed	1,380.35
Employee benefits expense	55.89
Finance costs	0.39
Depreciation and amortization expense	6.36
Other expenses	98.37
<b>Total Expenses</b>	<b>1,541.36</b>
<b>V. Profit before exceptional and extraordinary items and tax (III-IV)</b>	<b>381.84</b>
VI. Exceptional items	-
<b>VII. Profit before extraordinary items and tax (V - VI)</b>	<b>-</b>
VIII. Prior Period Items-	
<b>IX. Profit before tax (VII- VIII)</b>	<b>381.84</b>
X. Tax expense:	
(1) Current tax	107.49
(2) MAT Credit	-
(2) Deferred tax	(1.26)
(3) Current tax expense relating to prior years	-
<b>XI. Profit (Loss) for the period from continuing operations (VII-VIII)</b>	<b>275.61</b>
XII. Profit/(loss) from discontinuing operations	-
XIII. Tax expense of discontinuing operations	-
<b>XIV. Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)</b>	<b>-</b>
<b>XV. Profit (Loss) for the period (XI + XIV)</b>	<b>275.61</b>



# **RESTATED SUMMARY STATEMENT OF CASH FLOW**

**ANNEXURE III**  
(Amount in Lakhs)

Particulars	As at December 31, 2018
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>	
Restated Net profit Before Tax and Extraordinary Items	381.84
<b>Adjustments For:</b>	
Depreciation	6.36
Interest and Finance Charges	0.39
<b>Operating Profit before working capital changes</b>	<b>388.59</b>
<b>Adjustment For:</b>	
Decrease/(Increase) in Inventories	(181.81)
Decrease/(Increase) in Trade receivables	(756.17)
Decrease/(Increase) in Short-term loans and advances	(473.99)
(Decrease)/Increase in Trade Payables	611.13
(Decrease)/Increase in Other Current Liabilities	8.41
(Decrease)/Increase in Short Term Provisions	107.49
<b>Cash Generated from Operations</b>	<b>(296.35)</b>
Taxes Paid	(107.49)
<b>Net Cash From /(Used In ) Operating Activities (A)</b>	<b>(403.84)</b>
<b>Cash Flow From Investing Activities</b>	
(Purchase) / Sale of Fixed Assets/ Capital Work In Progress	(55.56)
Other Adjustments	1.67
<b>Net Cash From /(Used In ) Investing Activities (B)</b>	<b>(53.89)</b>
<b>Cash Flow From Financing Activities</b>	
Proceeds from Issue of Shares	371.49
Interest and Finance Charges	(0.39)
(Decrease)/Increase in Long Term Borrowing	125.28
<b>Net Cash From Financing Activities (c)</b>	<b>496.38</b>
<b>Net Increase / (Decrease) in Cash (A)+(B)+(C)</b>	<b>38.65</b>
<b>Cash and Cash equivalents at the beginning of the year</b>	<b>-</b>
<b>Cash and Cash equivalents at the end of the year</b>	<b>38.65</b>

- I. The Cash Flow statement has been prepared under Indirect method as per Accounting Standard-3 "Cash Flow Statements"
- II. Figures in Brackets represent outflows
- III. The above statement should be read with the Restated Statement of Assets and Liabilities, Statement of Profit and loss, Significant Accounting Policies and Notes to Accounts as appearing in Annexure I, II and IV (A) respectively.





#### **ANNEXURE-IV (A)**

##### **Significant Accounting Policies and Notes to Accounts**

###### **(A) Corporate Information:**

The Company was originally incorporated as a Public Limited Company on April 3<sup>rd</sup>, 2018 under the provisions of the Companies Act, 2013 in the name of **"G. K. P. Printing & Packaging Limited"** with the Registrar of Companies, Mumbai, Maharashtra. The Corporate Identification Number of our company is U21012MH2018PLC307426. The registered office and manufacturing facility unit of the Company is situated at unit no. 14, Amrit Industrial Estate, Shop no. 45, Dhumal Nagar Waliv IP – 12025, Palghar, Thane – 401208. We have also setup a new manufacturing facility which is located at Survey No. 397 / 1 / P1, Plot No. 22, Daman Ganga Industrial Park, Vapi, Gujarat – 396193, India which has been made operational from 27<sup>th</sup> December, 2018 onwards.

The company is registered with the Ministry of MSME as a manufacturer of corrugated paper containers. The company is also an **ISO 9001:2015** certified Company engaged in the manufacturing of corrugated boxes. Our company is also engaged in the trading of Kraft paper, Duplex paper and Low Density Plastic Rolls (LD Rolls). The company deals in various types of corrugated boxes such as master cartons, mono cartons, Honey comb partition boxes, Die cut self-locking boxes, storage bins, adjustable depth book flap, Ring flap boxes and unit cartons. Kraft paper and Duplex paper are the primary raw material used in the manufacturing of corrugated boxes which are also traded by the company in the ordinary course of business operations.

###### **(B) Basis of Preparation:**

The Restated Summary Statements of Assets and Liabilities of the Company as on December 31, 2018 and the related Restated Summary Statements of Profits and Losses and Cash Flows Statement for the period / years ended December, 2018 have been compiled by management from the financial statements of the company for the period ended on December 31, 2018.

"The financial statements are prepared and presented under the historical cost convention and evaluated on a going-concern basis using the accrual system of accounting in accordance with the accounting principles generally accepted in India (Indian GAAP) and the requirements of the notified sections, schedules and rules of the Companies Act 2013 including the Accounting Standards as prescribed by the Companies (Accounting Standards) Rules, 2006 as per section 211(3C) of the Companies Act, 1956 (which are deemed to be applicable as Section 133 of the Companies Act, 2013 ("the Act") read with Rule 7 of Companies (Accounts) Rules, 2014).

The presentation of financial statements requires estimates and assumption to be made that affect the reported amount of assets and Liabilities on the date of financial statements and the reported amount of revenue and expenses during the reporting period. Difference between the actual result and estimates are recognized in the period in which results are known/materialized."





### **(C) Significant Accounting Policies:**

#### **(a) Use of Estimates:**

The preparation of financial statements in conformity with Indian GAAP requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of financial statements and the reported amounts of revenue and expenses during the reported period. Although these estimates are based on management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the Carrying amounts of Assets or Liabilities in future periods.

#### **(b) Fixed Assets:**

Fixed Assets are stated at cost of acquisition or construction less accumulated depreciation and impairment loss, if any. The cost of an asset comprises of its purchase price and any directly attributable cost of bringing the assets to working condition for its intended use. Expenditure on additions, improvements and renewals is capitalized and expenditure for maintenance and repairs is charged to profit and loss account.

#### **(c) Depreciation:**

Depreciation for the year is provided on WDV method basis at the rates prescribed in schedule II to the Companies Act, 2013. Depreciation on additions to the assets and the assets sold or disposed off during the year is provided on pro-rata basis, at their respective rates with reference to the date of acquisition / installation or date of sale / disposal subject to the availability of the data of original cost of asset, if any

#### **(d) Revenue Recognition:**

Revenue is recognized when it is earned and no significant uncertainty exists as to its realization or collection. Revenue from sale of goods is recognized on delivery of the products, when all significant contractual obligations have been satisfied, the property in the goods is transferred for price, significant risk and rewards of ownership are transferred to the customers and no effective ownership is retained. Sales comprises sale of goods and services, net of trade discounts and include exchange differences arising on sales transactions.

#### **(e) Foreign Currency Transactions:**

Foreign currency transactions are recorded at the exchange rates prevailing on the date of the transaction. Monetary foreign currency assets and liabilities are translated into Rupees at the exchange rate prevailing at the Balance Sheet Date. All exchange differences are dealt with in Profit and Loss Account.

#### **(f) Investments:**

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long term investments are carried at cost.





However, provision for diminution in value is made to recognize a decline other than temporary in the value of Investments.

On disposal of investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

**(g) Employee Benefits:**

As per Accounting Standard- 15, Employee Benefits issued by the Institute of Chartered Accountants of India, Company is required to assess its gratuity liability each year on the basis of actuarial valuation and make provision for gratuity liability. However, the Gratuity Provisions are not applicable to the company. Hence the company has not provided for gratuity liability in the financial Statement.

**(h) Taxation:**

Tax expenses comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the Tax Authorities in accordance with the Income Tax Act'1961 enacted or substantively enacted at the reporting date.

Deferred Tax Assets or Deferred Tax Liability is recognized on timing difference being the difference between taxable incomes and accounting income. Deferred Tax Assets or Deferred Tax Liability is measured using the tax rates and tax laws that have been enacted or substantively enacted at the Balance Sheet date. Deferred Tax Assets arising from timing differences are recognized to the extent there is a reasonable certainty that the assets can be realized in future.

**(i) Borrowing Cost:**

Borrowing Cost includes interest and amortization of ancillary costs incurred in connection with the arrangement of borrowings. Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

**(j) Segment Reporting:**

The Company is engaged in manufacturing of corrugated boxes and the trading of Kraft paper, Duplex paper and Low Density Plastic Rolls (LD Rolls). Considering the nature of Business and financial reporting of the company, the company is operating in only one segment hence segment reporting is not applicable.

**(k) Provisions and Contingent Liabilities:**

A provision is recognized when the company has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.



Particulars	As at December 31, 2018
(a) Bills Discounted from Bank	-
(b) Bank Guarantee issued by Bank	-
(c) Letter of Credit Outstanding	-
(d) Duty saved against Advanced Authorization/EPCG.	-
(e) Claim against company not acknowledge as debt.	-

**(I) Earnings per share:**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

Diluted Earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding at the end of the year / period and Diluted Shares at the end of the year / period





**RECONCILIATION OF RESTATED PROFIT****ANNEXURE IV (B)**  
**(Amount in Lakhs)**

Adjustments for	At as December 31, 2018
Net profit/(loss) after tax as per audited statement of profit & loss	275.61
<b>Net profit/ (loss) after tax as restated</b>	<b>275.61</b>

**Explanatory Notes to the above restatements made in Audited Financial Statements of the Company for the respective years / period.**

**To give Explanatory Notes regarding Adjustments**

Appropriate adjustments have been made in the restated financial statements, wherever required, by reclassification of the corresponding items of income, expenses, assets and liabilities, in order to bring them in line with the groupings as per the audited financials of the Company for all the years and the requirements of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations 2018.

**RECONCILIATION OF RESTATED EQUITY / NETWORTH****ANNEXURE IV (C)**  
**(Amount in Lakhs)**

Adjustments for	At as December 31, 2018
Equity / Net worth As per audited Financials	648.77
<b>Equity / Net worth as restated</b>	<b>648.77</b>

**Explanatory Notes to the above restatements made in Audited Financial Statements of the Company for the respective years / period.**

**To give Explanatory Notes regarding Adjustments**

Appropriate adjustments have been made in the restated financial statements, wherever required, by reclassification of the corresponding items of income, expenses, assets and liabilities, in order to bring them in line with the groupings as per the audited financials of the Company for all the years and the requirements of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations 2018.

**DETAILS OF SHARE CAPITAL AS RESTATED****ANNEXURE-V**  
**(Amount in Lakhs)****1. Statement of Share Capital**

Particulars	At as December 31, 2018
<b>Authorized</b>	
80,00,000 Equity Share of Rs.10 each	800.00
<b>Issued , Subscribed and Fully paid up Capital</b>	
37,14,944 Equity Share of Rs.10 at par value fully paid up	371.49
<b>Total</b>	<b>371.49</b>



**Terms/rights attached to equity shares:**

- During the FY 2018-19 company has issued and allotted 1,00,000 Equity shares of Rs.10/- each (Face Value) vide subscribing Memorandum Of Association of the company on April 3, 2018.
- During the FY 2018-19 company has issued and allotted 36,14,944 Equity shares of Rs.10/- each (Face Value) in lieu of Lump sum payment as per Business Succession Agreement for purchase of business of M/s G K Packaging and M/s Pratham Packaging vide a resolution passed at Board Meeting of the company held at the registered office of the company on April 30, 2018.

1. The company was having only one class of Equity Shares with par value of Rs. 10- per share. Each holder of Equity shares was entitled to one Vote per share.

2. In the Liquidation of the company, the holders of Equity Shares shall be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The amount distributed will be in proportion to the number of equity shares held by the shareholders.

**2. Reconciliation of shares outstanding at the beginning and at the end of the period Equity Share**

Particulars	As At December 31, 2018
At the beginning of the period	-
Additional Shares Due To Change in Face Value	-
Issued during the year	37,14,944
Redeemed or bought back during the period	-
Outstanding at the end of the Period	37,14,944

**3. For the period of five years immediately preceding the date as at which the Balance Sheet is prepared**

Particulars	As At December 31, 2018
Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash.	36,14,944
Aggregate number and class of shares allotted as fully paid up by way of bonus shares.	-
Aggregate number and class of shares bought back.	-





**4a. Details of shareholders holding more than 5% shares in the company (in terms of No. Shares Holding)**

Particulars	No. of Shares
<b>Name of Shareholders</b>	
<b>A. Equity Share</b>	
Keval Goradia	7,80,907
Payal Goradia	29,33,537
<b>Total</b>	<b>37,14,444</b>

**4b. Details of shareholders holding more than 5% shares in the company (in terms of % Holding)**

Particulars	% of Holding
<b>Name of Shareholders</b>	
<b>A. Equity Share</b>	
Keval Goradia	21.02
Payal Goradia	78.97
<b>Total</b>	<b>99.99</b>

**DETAILS OF RESERVES AND SURPLUS AS RESTATED**

**ANNEXURE-VI  
(Amount in Lakhs)**

Particulars	As at December 31, 2018
<b>A. Profit loss account</b>	
Opening Balance	-
Add: Net Profit/(Loss) for the year	275.61
Add: Other Adjustment	1.67
<b>Total A</b>	<b>277.28</b>

**Notes:**

1. The figures disclosed above are based on the restated summary statement of assets and liabilities of the Company
2. The above statement should be read with the notes to restated summary statements of assets and liabilities, profits and losses and cash flows appearing in Annexure I, II and III.



# DETAILS OF LONG TERM BORROWINGS AS RESTATED

## ANNEXURE VII (Amounts In Lakhs)

Particulars	As at December 31, 2018
<b>A1. From Banks (Secured)</b>	-
<b>A2. From NBFC(Secured)</b>	-
<b>A3. From Banks (Unsecured)</b>	-
<b>Total</b>	-
<b>B. From Other Parties (Unsecured)</b>	-
<b>B1. From Promoter / Promoter Group / Group Companies / Other Related Parties</b>	-
Loan from Directors & Related Parties	55.62
Loan from Members	34.76
<b>B2. From Financial Institutions</b>	-
<b>B3. Others</b>	-
Loan From Others	34.00
<b>Inter Corporate Deposits</b>	-
<b>Total</b>	<b>124.38</b>
<b>Total A+B</b>	<b>124.38</b>

# NATURE OF SECURITY AND TERMS OF REPAYMENT FOR LONG TERM BORROWINGS INCLUDING CURRENT MATURITIES

## ANNEXURE VIII (Amounts in Lakhs)

Sr. No.	Lender	Nature of facility	Loan	Amount outstanding as at December 31, 2018	Rate of interest (%)	Repayment terms	Security/Principal terms and conditions
1	Oriental Bank of Commerce	Machinery Loan	Rs. 5.00 Lakhs	Rs.0.90 Lakhs	Base Rate 9.70% + 1.75% (Bank spread) i.e. 11.45%	Repayable in 60 equated monthly installments of Rs. 16,500/- each	<p><b>i) Primary Security:</b> Hypothecation of New machinery having total value of Rs. 8.94 Lakhs</p> <p><b>ii) Collateral security:</b> Extension of charge of over Flat situated at 602, Solitare, Dixit cross road no-2, Vile Parle- (East), Mumbai-400057.</p> <p><b>iii) Other Terms &amp; conditions:</b></p>





Sr. No.	Lender	Nature of facility	Loan	Amount outstanding as at December 31, 2018	Rate of interest (%)	Repayment terms	Security/Principal terms and conditions
							<ul style="list-style-type: none"> <li>- Personal guarantee of Mrs Geeta H. Goradia and Keval H. Goradia</li> <li>- The facility shall be utilized for purchase of New equipment/ Vehicles only, unless otherwise permitted</li> <li>- The borrower shall not change scope of project without prior approval of Bank</li> </ul>

Keval Goradia	
Particulars	As at December 31, 2018
Rate of Interest	Total
	NIL
Opening Balance Cr/(Dr)	
Amount Received / Credited	66.76
Interest on Loan	-
Amount Repaid / Adjusted	28.36
Outstanding Amount	38.40
Repayment on Demand	

Payal Goradia	
Particulars	As at December 31, 2018
Rate of Interest	Total
	NIL
Opening Balance Cr/(Dr)	
Amount Received / Credited	44.20
Interest on Loan	-
Amount Repaid / Adjusted	27.98
Outstanding Amount	16.22
Repayable on Demand	



Anil Mehta		
Particulars		As at December 31, 2018
		Total
Rate of Interest		NIL
Opening Balance Cr/(Dr)		
Amount Received / Credited		1.00
Interest on Loan		-
Amount Repaid / Adjusted		-
Outstanding Amount		1.00
Repayable on Demand		

Hira Vora		
Particulars		As at December 31, 2018
		Total
Rate of Interest		NIL
Opening Balance Cr/(Dr)		
Amount Received / Credited		30.00
Interest on Loan		-
Amount Repaid / Adjusted		-
Outstanding Amount		30.00
Repayable on Demand		

Hiren Vora		
Particulars		As at December 31, 2018
		Total
Rate of Interest		NIL
Opening Balance Cr/(Dr)		
Amount Received / Credited		36.00
Interest on Loan		-
Amount Repaid / Adjusted		1.24
Outstanding Amount		34.76
Repayable on Demand		

Skub Pack		
Particulars		As at December 31, 2018
		Total
Rate of Interest		NIL
Opening Balance Cr/(Dr)		
Amount Received / Credited		4.00
Interest on Loan		-
Amount Repaid / Adjusted		-
Outstanding Amount		4.00
Repayable on Demand		





**DETAILS OF TRADE PAYABLES AS RESTATED****ANNEXURE IX  
(Amount in Lakhs)**

Particulars	As at December 31, 2018
<b>From MSME</b>	
Sundry Creditors for Goods	-
Sundry Creditors for Capital Goods/Fixed Assets	-
Sundry Creditors for Expenses	-
<b>From Other</b>	
Sundry Creditors for Goods	555.25
Sundry Creditors for Capital Goods/Fixed Assets	2.16
Sundry Creditors for Expenses	53.72
<b>Total</b>	<b>611.13</b>

**Notes**

- Trade Payables as on December 31, 2018 has been taken as certified by the management of the company.
- The Company has not maintained separate data for Transactions with MSMEs & in absence of the same we are unable to provide bifurcation for the same.

**DETAILS OF OTHER CURRENT LIABILITIES AS RESTATED****ANNEXURE X  
(Amount in Lakhs)**

Particulars	As at December 31, 2018
Advance received from customers	7.01
Other Current Liabilities	1.40
	<b>8.41</b>
<b><u>Current Maturities of Term Liabilities</u></b>	
Oriental Bank of Commerce Loan	0.90
	0.90
<b>Total</b>	<b>9.31</b>

**Notes:**

Advances Received from Customers have been taken as certified by the management of the company and no security has been offered by the company against the same.

**DETAILS OF SHORT TERM PROVISIONS AS RESTATED****ANNEXURE XI  
(Amount in Lakhs)**

Particulars	As at December 31, 2018
Provision for Direct Taxation	107.49
<b>Total</b>	<b>107.49</b>

**Notes:**

Provision for Direct Tax have been adjusted against the Advance Tax and TDS Receivables, if any.



**DETAILS OF FIXED ASSET AS RESTATED****ANNEXURE XII  
(Amount in Lakhs)**

Particulars	Air Condi tioner	Mobile Phone	Tempo	Plant & Machin ery	Furnitu re & Fixtures	Exhau st Fan	Compu ter	Total
Gross Block :								
As at April 1, 2018	-	-	-	-	-	-	-	-
Additions / (Deletion)	0.44	0.06	7.76	44.97	1.64	0.05	0.65	55.56
As at December,31 2018	0.44	0.06	7.76	44.97	1.64	0.05	0.65	55.56
Accumulated Depreciation :								
As at April 1, 2018	-	-	-	-	-	-	-	-
Charge for the period	0.03	0.01	1.58	4.45	0.02	0.01	0.27	6.36
Additions / (Deletion)	-	-	-	-	-	-	-	-
As at December,31 2018	0.03	0.01	1.58	4.45	0.02	0.01	0.27	6.36
Net Block :								
As at December,31 2018	0.41	0.05	6.18	40.52	1.62	0.04	0.38	49.20





**DETAILS OF DEFERRED TAX ASSETS (NET) AS RESTATED** **ANNEXURE XIII**  
(Amount in Lakhs)

Particulars	As at December 31, 2018
WDV as Per Companies Act 2013	49.20
WDV as Per Income Tax Act	46.61
Difference in WDV	2.59
Other Disallowance including U/s. 43B	(7.14)
Total Timing Difference	(4.55)
Tax Rate as per Income Tax	27.82
(DTA) / DTL	(1.26)
<b>Net deferred tax Asset</b>	<b>(1.26)</b>

**DEFERRED TAX ASSETS AND LIABILITIES SUMMARY**

Particulars	As at December 31, 2018
Opening Balance of (DTA) / DTL	-
Add: Provision for the Year	(1.26)
<b>Closing Balance of (DTA) / DTL</b>	<b>(1.26)</b>

**DETAILS OF INVENTORIES AS RESTATED**

**ANNEXURE XIV**  
(Amounts in Lakhs)

Particulars	As at December 31, 2018
Raw Materials and components (Valued at Cost or NRV unless otherwise stated)	181.81
Goods-in transit	-
<b>Total</b>	<b>181.81</b>

**DETAILS OF TRADE RECEIVABLES AS RESTATED**

**ANNEXURE XV**  
(Amount in Lakhs)

Particulars	As at December 31, 2018
<b><u>Unsecured &amp; Considered Good</u></b>	
<b><u>a. From Director / Promoters / Promoter Group / Associates / Relatives of Directors / Group Companies</u></b>	
Over Six Months	4.16
Less than Six Months	-
<b><u>b. From Others</u></b>	
Over Six Months	155.45
Less than Six Months	596.56
<b>Less: Provision For Doubtful Debt</b>	
<b>Total</b>	<b>756.17</b>

**Notes:**

- Trade Receivables as on December 31, 2018 has been taken as certified by the management of the company
- As per the view of the management of the company there is no doubtful debt and hence provision for doubtful debts have not been made

**DETAILS OF CASH AND CASH EQUIVALENTS AS RESTATED ANNEXURE XVI**  
(Amount in Lakhs)

Particulars	As at December 31, 2018
Balances with banks	20.05
Cash on hand	18.60
<b>Total</b>	<b>38.65</b>

**DETAILS OF SHORT TERM LOANS AND ADVANCES AS RESTATED**

**ANNEXURE XVII**  
(Amount in Lakhs)

Particulars	As at December 31, 2018
<b>A. Loans and advances to related parties</b>	
Secured, considered good	
Unsecured, considered good:-	303.18
Doubtful	-
Less: Provision for doubtful loans and advances	-
	<b>303.18</b>
<b>B. Loans &amp; Advances to Others</b>	
-Loans & Advances to Others	96.35
	<b>96.35</b>
<b>C. Security Deposits</b>	
Secured, considered good	
Unsecured, considered good	
Security Deposit Rent	5.42
Vat Deposit	0.25
	<b>5.67</b>
<b>D. Balances with government authorities</b>	
(i) VAT / CENVAT / GST credit receivable	56.37
	<b>56.37</b>
<b>D. Others (specify nature)</b>	
Prepaid Expenses	5.52
Advance to Suppliers	3.47
Advance to Staff	0.21
Advance to others	0.72
Advance for Capital Goods	2.50
	<b>12.42</b>
<b>Total A+B+C+D</b>	<b>473.99</b>





**Notes:**

- Advances Given to Suppliers have been taken as certified by the management of the company.
- No Securities have been taken by the company against the advances given to the suppliers.
- Advance Tax and TDS Receivables have been adjusted against the Provision for Direct Tax.

**DETAILS OF REVENUE FROM OPERATIONS AS RESTATED ANNEXURE XVIII**  
(Amount in Lakhs)

Particulars	For the Period ending on December 31, 2018
<b>Revenue from sale of Goods</b>	
Revenue from sale of products: - Manufacturing (Net of Goods Return)	1,213.08
Revenue from sale of products:- Trading (Net of Goods Return)	695.66
<b>Gross revenue from operations</b>	<b>1,908.74</b>
<b>Less: Sales Return</b>	-
<b>Net revenue from operations</b>	<b>1,908.74</b>

**DETAILS OF OTHER INCOME AS RESTATED**

**ANNEXURE XIX**  
(Amount in Lakhs)

Particulars	For the Period ending on December 31, 2018	Particulars
Kasar / Vatav	11.44	Recurring & Related to Business Activities
Other Income	3.02	Non-Recurring & Not Related to Business Activities
<b>Total</b>	<b>14.46</b>	



**DETAILS OF STATEMENTS OF COST OF MATERIAL CONSUMED AS RESTATED**  
**ANNEXURE XX**  
**(Amount in Lakhs)**

Particulars	For the Period ending on December 31, 2018
Raw Material:	
Opening Stock - Raw Material	-
Add: Purchase	1,562.16
	<b>1,562.16</b>
Less.- Closing Stock - Raw Material	181.81
<b>Cost of material consumed</b>	<b>1,380.35</b>

**RESTATED STATEMENT OF EMPLOYEE BENEFIT EXPENSES** **ANNEXURE XXI**  
**(Amount in Lakhs)**

Particulars	For the Period ending on December 31, 2018
<b>Salaries and Wages</b>	
Staff Salary	9.83
Wages & Labour	21.31
Remuneration to Directors	24.75
<b>Total</b>	<b>55.89</b>

**RESTATED STATEMENT OF FINANCE COST** **ANNEXURE XXII**  
**(Amount in Lakhs)**

Particulars	For the Period ending on December 31, 2018
<b>Interest</b>	
Interest on Long - term loans from Banks	0.20
<b>Other Borrowing costs</b>	
Other Borrowing costs	0.19
<b>Total</b>	<b>0.39</b>

**RESTATED STATEMENT OF OTHER EXPENSE** **ANNEXURE XXIII**  
**(Amount in Lakhs)**

Particulars	For the Period ending on December 31, 2018
Audit Fees	1.13
Coolie & Cartage	1.79
Conveyance expenses	0.65
Commission Charges	0.96
Designing Charges	0.05





Particulars	For the Period ending on December 31, 2018
Factory Expenses	1.86
Factory Rent	10.96
Insurance Expenses	0.72
Loading & Unloading Charges	4.52
Labour Expenses	0.89
Motor Car Expenses	1.01
Miscellaneous Expenses	1.57
Legal & Professional Charges	3.60
Printing & Stationery	0.78
Power & Fuel	7.99
Postage & Courier	0.15
Preliminary expenses	8.92
Repairs & Maintenance Expenses	7.41
Refreshment Expenses	3.73
Sales Promotion	2.80
Transportation charges	35.81
Travelling expenses	1.07
<b>Total</b>	<b>98.37</b>



**DETAILS OF RELATED PARTIES TRANSACTIONS AS RESTATED**

**ANNEXURE XXIV**  
(Amount in Lakhs)

Name of the Party	Nature of Relation	Nature of Transaction	Amount of Transaction Debited in 31.12.2018	Amount of Transaction Credited in 31.12.2018	Amount Outstanding as on 31.12.2018 (Payable)/ Receivable
Keval Goradia	Director	Unsecured Loans	28.36	66.76	(38.40)
		Director's Remuneration	8.32	11.25	(2.93)
Payal Goradia	Director	Unsecured Loans	27.98	44.20	(16.22)
		Director's Remuneration	6.09	6.75	(0.66)
		Commission Expense	-	4.77	(4.77)
Pooja Goradia	Director	Director's Remuneration	1.17	6.75	(5.58)
Anil Mehta	Relative of Director	Unsecured Loans	-	1.00	(1.00)
K.P. Print & Pack	Relative of Director	Loans & Advances	218.51	6.50	212.01
Packwell Enterprise LLP	Associate Concern	Loans & Advances	91.18	-	91.18
Packwell Enterprise LLP	Associate Concern	Advance from customer	33.68	40.34	(6.66)
Packwell Enterprise LLP	Associate Concern	Purchase	35.34	60.34	(25.00)
Jai Glass Private limited	Associate Concern	Sales	4.16	-	4.16





**CAPITALIZATION STATEMENT AS RESTATED AS AT DECEMBER 31, 2018**

**ANNEXURE XXV  
(Amount in Lakhs)**

Particulars	Pre Issue	Post Issue
<b>Borrowings:</b>		
Short-term Debt (A)	-	-
Long-term Debt (B)	125.28	125.28
<b>Total debts (C)</b>	<b>125.28</b>	<b>125.28</b>
<b>Shareholders' funds</b>		
Share capital	527.69	733.29
Reserve and surplus	906.92	1,289.24
<b>Total shareholders' funds (D)</b>	<b>1,434.61</b>	<b>2,022.53</b>
<b>Long term debt / shareholders' funds (B/D)</b>	<b>0.09</b>	<b>0.06</b>
<b>Total debt / shareholders' funds (C/D)</b>	<b>0.09</b>	<b>0.06</b>

1. Short term debts represent debts which are due within 12 months from December 31, 2018.
2. Long term debts represent debts other than short term debts, as defined above but includes current maturities of long term debt.
3. The figures disclosed above are based on restated statement of Assets and Liabilities of the Company as at December 31, 2018.
4. The change in the Share Capital of the Company which is disclosed under Capitalization Statement is due to Preferential Allotment of 3,68,000 shares amounting to Rs 36,80,000 issued on January 12, 2019 through Conversion of Unsecured Loan and 11,94,000 shares amounting to Rs. 1,19,40,000 issued on January 29, 2019 by way of Private Placement.

**STATEMENT OF TAX SHELTERS AS RESTATED**

**ANNEXURE XXVI  
(Amount in Lakhs)**

Particulars	As at December 31, 2018
Profit before tax, as restated (A)	381.84
Normal Corporate Tax Rate (%)	27.82
Minimum Alternative Tax Rate (%)	20.59
<b>Adjustments :</b>	-
<b>Permanent differences</b>	-
Expenses disallowed under Income Tax Act, 1961	-
Donation	-
<b>Total permanent differences(B)</b>	-
<b>Income considered separately (C.)</b>	-
<b>Timing differences</b>	-
Depreciation as per Books	6.36
Depreciation as per Income Tax Act	8.95
Other Disallowance including u/s. 43B	7.14
Gratuity	-
<b>Total timing differences (D)</b>	<b>4.55</b>
<b>Net adjustments E = (B+C+D)</b>	<b>4.55</b>



<b>Tax expense / (saving) thereon</b>	<b>1.26</b>
<b>Income from other sources (F)</b>	-
<b>Exempt Income (G)</b>	-
<b>Income/(loss) (A+E+F-G)</b>	<b>386.39</b>
<b>Brought Forward Loss Set Off</b>	-
- Ordinary Business Loss	-
- Unabsorbed Depreciation	-
- Total	-
<b>Taxable income/(loss)</b>	<b>386.39</b>
<b>Tax as per Normal Provision</b>	<b>107.49</b>
<b>Income/(loss) as per MAT</b>	<b>381.84</b>
<b>Brought Forward Loss Set Off</b>	-
<b>Taxable income/(loss) as per MAT</b>	<b>381.84</b>
<b>Income tax as per MAT</b>	<b>78.61</b>
<b>Tax paid as per "MAT" or "Normal Provisions"</b>	<b>Normal Provision</b>







# D. V. BARFIWALA & CO.

## CHARTERED ACCOUNTANTS

Mobile : 98981 30163  
93777 72500

8/1418, "NAVKAR" Kayasth Mohallo, Gopipura, Surat-395 001.

Particulars	As at December 31, 2018
Restated PAT as per statement of profit & loss	275.61
Restated EBITDA	388.58
Weighted average number of equity shares at the end of the year / period	3,357,422
No. of Equity Shares at the end of the year / period (Absolute in No.)	3,714,944
Net Worth , as Restated	648.77
<b>Earnings Per Share</b>	
Basic / Diluted Earnings Per Share	8.21
Return on net worth (%)	42.48%
Net Asset value per Equity Share	17.46
Nominal value per equity share (Rs.)	10.00

### OTHER FINANCIAL INFORMATION AS RESTATED

**Notes:**

1. The ratios have been Computed as per the following formulas
  - (i) Basic Earnings per Share:
 
$$\frac{\text{Restated Profit after Tax available to equity shareholders}}{\text{Weighted average number of equity shares outstanding at the end of the year / period}}$$
  - (ii) Diluted Earnings per Share:
 
$$\frac{\text{Restated Profit after Tax available to equity shareholders}}{\text{Weighted average number of equity shares outstanding at the end of the year / period} + \text{Diluted Shares at the end of the year / period}}$$
  - (iii) Net Asset Value (NAV) per Equity Share:
 
$$\frac{\text{Restated Net worth of Equity Share Holders}}{\text{Number of equity shares outstanding at the end of the year / period}}$$
  - (iv) Return on Net worth (%)
 
$$\frac{\text{Restated Profit after Tax available to equity shareholders}}{\text{Restated Net worth of Equity Share Holders}}$$
2. EBITDA represents earnings (or profit/ (loss)) before finance costs, income taxes, and depreciation and amortization expenses. Extraordinary and exceptional items have been considered in the calculation of EBITDA as they were expense items.
3. Net Profit as restated, as appearing in the statement of profit and losses, has been considered for the purpose of computing the above ratios. These ratios are computed on the basis of the restated financial information of the Company.
4. Earnings per share calculations are done in accordance with Accounting Standard 20 "Earning per Share", issued by the Institute of Chartered Accountants of India.



**Terms/rights attached to equity shares:**

- During the FY 2018-19 company has issued and allotted 1,00,000 Equity shares of Rs.10/- each (Face Value) vide subscribing Memorandum Of Association of the company on April 3,2018.
  - During the FY 2018-19 company has issued and allotted 36,14,944 Equity shares of Rs.10/- each (Face Value) in lieu of Lump sum payment as per Business Succession Agreement for purchase of business of M/s G.K. Packaging and M/s Pratham Packaging vide a resolution passed at Board Meeting of the company held at the registered office of the company on April 30,2018.
1. The company was having only one class of Equity Shares with par value of Rs. 10- per share. Each holder of Equity shares was entitled to one Vote per share.
  2. In the Liquidation of the company, the holders of Equity Shares shall be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The amount distributed will be in proportion to the number of equity shares held by the shareholders.

**Note:**

1. The figures disclosed are based on the restated summary statement of assets and liabilities of the Company.
2. The above statement should be read with the notes to restated summary statements of assets and liabilities, profits and losses and cash flows appearing in Annexure I, II and III

**For, D V Barfiwala & Co.**  
**Chartered Accountants**  
**Firm Registration No.: 118936W**

*B. Barfiwala* ⇒ V

**Dharmesh Barfiwala**  
**(Partner)**  
**Membership No.: 106032**  
**Date: 6<sup>th</sup> April, 2019**  
**Place: Surat**

