



ASSOCIATED STONE  
— INDUSTRIES —

(Kotah) Ltd.

Building from a Solid Foundation

www.asistone.com

Date: 28th May, 2016.

To,  
Listing / Compliance Department  
Bombay Stock Exchange Limited  
Phiroze Jeejeebhoy Tower, 16th Floor  
Dalal Street, Mumbai - 400 023.

BSE ID: ASSOSTNB      BSE CODE: 502015

Dear Sir,

**Sub: Outcome of the Board Meeting in accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

1. The Board of Directors of the Company at their meeting held today, have *inter alia*, approved the following:-
  - a) Audited Standalone and Consolidated Financial Results of the Company for the quarter and financial year ended 31<sup>st</sup> March, 2016;
  - b) Payment of final dividend of Re. 0.30 (i.e. 30%) per equity share of the face value of Re 1/- each for the financial year ended 31<sup>st</sup> March, 2016, subject to the approval of the shareholders at the ensuing Annual General Meeting;
2. Accordingly, please find enclosed the following:-
  - a) Audited Standalone and Consolidated Financial Results of the Company for the quarter and financial year ended 31<sup>st</sup> March, 2016.
  - b) Auditor's Report in respect of the Audited Standalone and Consolidated Financial Results of the financial year ended 31<sup>st</sup> March, 2016.
  - c) Form A (Audit Report with unmodified opinion) in respect of the Audited Standalone and Consolidated Financial Results of the financial year ended 31<sup>st</sup> March, 2016.
3. The meeting of the Board of Directors commenced at 12:30 p.m. and concluded at 2:15 p.m.

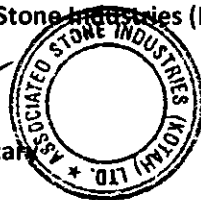
This is for your information and record.

Thanking you,

Yours truly,

For, Associated Stone Industries (Kotah) Limited

  
Manoj Jain  
Company Secretary



Regd. Office

Marathon innova,

A Wing, 7th Floor,

Off Ganpatrao Kadam Marg,

Lower Parel, Mumbai 400 019

India.

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asistone@asistone.com

CIN: L14101MH1945PLC256122



# Associated Stone Industries (Kotah) Ltd.

Regd. Office : Marathon Innova, A- Wing, 7th Floor, Off: Ganpatrao Kadam Marg, Lower Parel, Mumbai- 400013.

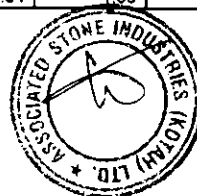
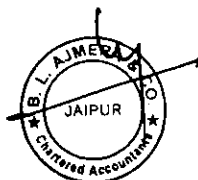
CIN : L14101MH1945PLC256122 Tel :022-40896100, Fax: 022-40896199 website : www.asistone.com, email: investors@asistone.com

## STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2016

(Rs. in Lacs)

### PART - I

Sr. No.	Particulars	Quarter Ended 31.03.2016 (Audited)	Quarter Ended 31.12.2015 (Unaudited)	Quarter Ended 31.03.2015 (Audited)	Year Ended 31.03.2016 (Audited)	Previous Year Ended 31.03.2015 (Audited)
1	<b>Income from operations</b>					
	(a) Net sales/income from operations	6174.45	3701.60	7345.64	17201.30	20878.29
	(b) Other operating income	-	-	-	-	-
	<b>Total income from operations (Net)</b>	<b>6174.45</b>	<b>3701.60</b>	<b>7345.64</b>	<b>17201.30</b>	<b>20878.29</b>
2	<b>Expenses</b>					
	(a) Cost of materials consumed	-	-	-	-	-
	(b) Purchase of stock-in-trade	1927.46	243.22	3010.24	4746.86	8559.80
	(c) Change in inventories of finished goods, work-in-progress and stock-in-trade	134.51	103.30	(169.97)	177.00	19.47
	(d) Employee benefit expenses	681.02	819.18	989.30	2927.21	3035.51
	(e) Depreciation and amortization expense	130.01	125.07	157.62	532.37	643.41
	(f) Power & fuel	533.77	523.02	498.24	1892.14	2015.28
	(g) Other expenses	1290.79	1129.02	1242.84	4320.01	3560.71
	<b>Total expenses</b>	<b>4697.56</b>	<b>2942.81</b>	<b>5728.27</b>	<b>14595.59</b>	<b>17834.18</b>
3	<b>Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	<b>1476.89</b>	<b>758.79</b>	<b>1617.37</b>	<b>2605.71</b>	<b>3044.11</b>
4	Other income	176.54	93.93	370.78	765.62	664.85
5	<b>Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)</b>	<b>1653.43</b>	<b>852.72</b>	<b>1988.15</b>	<b>3371.33</b>	<b>3708.96</b>
6	Finance costs	226.25	215.73	326.35	1186.16	822.61
7	<b>Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)</b>	<b>1427.18</b>	<b>636.99</b>	<b>1661.80</b>	<b>2185.17</b>	<b>2886.35</b>
8	Exceptional items	-	-	(257.10)	(127.90)	(257.10)
9	<b>Profit/(Loss) from ordinary activities before tax (7-8)</b>	<b>1427.18</b>	<b>636.99</b>	<b>1918.90</b>	<b>2313.07</b>	<b>3143.45</b>
10	Tax expense					
	(a) Provision for current tax	483.00	197.00	565.00	885.00	1070.00
	(b) Provision for deferred tax	17.26	14.95	119.20	(6.55)	93.10
	(c) Income tax of earlier years	-	-	138.40	0.72	138.40
11	<b>Net Profit/(Loss) from ordinary activities after tax (9-10)</b>	<b>926.92</b>	<b>425.04</b>	<b>1096.30</b>	<b>1433.90</b>	<b>1841.95</b>
12	Extraordinary item (Net of tax expense)	-	-	-	-	-
13	<b>Net Profit/(Loss) for the period (11-12)</b>	<b>926.92</b>	<b>425.04</b>	<b>1096.30</b>	<b>1433.90</b>	<b>1841.95</b>
14	Paid-up equity share capital of Re. 1/- each	662.84	662.84	662.84	662.84	662.84
15	Reserve (excluding Revaluation Reserves)	-	-	-	10884.25	9664.05
16	(i) Earnings Per Share of Re. 1/- each (before extraordinary items) (not annualised)					
	(a) Basic	1.40	0.64	1.65	2.16	2.78
	(b) Diluted	1.40	0.64	1.65	2.16	2.78
	(ii) Earnings Per Share of Re. 1/- each (after extraordinary items) (not annualised)					
	(a) Basic	1.40	0.64	1.65	2.16	2.78
	(b) Diluted	1.40	0.64	1.65	2.16	2.78



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SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED						(Rs. in Lacs)
Sr. No.	Particulars	Quarter Ended 31.03.2016 (Audited)	Quarter Ended 31.12.2015 (Unaudited)	Quarter Ended 31.03.2015 (Audited)	Year Ended 31.03.2016 (Audited)	Previous Year Ended 31.03.2015 (Audited)
1	Segment Revenue:					
	(a) Stone	4204.28	3431.59	4282.35	12193.15	11608.01
	(b) Wind Power	9.06	14.73	7.20	96.37	111.57
	(c) Trading	1961.11	255.28	3056.09	4911.78	9158.71
	Total	6174.45	3701.60	7345.64	17201.30	20878.29
	Less: Inter Segment Revenue	-	-	-	-	-
	<b>Net Sales/Income from Operations</b>	<b>6174.45</b>	<b>3701.60</b>	<b>7345.64</b>	<b>17201.30</b>	<b>20878.29</b>
2	Segment Results Profit/(Loss) before tax and interest from each segment					
	(a) Stone	1643.71	854.94	2233.42	3408.14	3403.75
	(b) Wind Power	(20.51)	(14.28)	(34.02)	(70.41)	(36.60)
	(c) Trading	30.23	12.06	45.85	161.50	598.91
	Total	1653.43	852.72	2245.25	3499.23	3966.06
	Less: i) Finance cost	226.25	215.73	326.35	1186.16	822.61
	ii) Other Un-allocable expenditure net off	-	-	-	-	-
	iii) Un-allocable income	-	-	-	-	-
	<b>Profit/(Loss) Before Tax</b>	<b>1427.18</b>	<b>636.99</b>	<b>1918.90</b>	<b>2313.07</b>	<b>3143.45</b>
3	Capital Employed (Segment Assets - Segment Liabilities)					
	(a) Stone (including revaluation)	26230.36	25629.64	20942.91	26230.36	20942.91
	(b) Wind Power	1072.26	1100.20	1459.06	1072.26	1459.06
	(c) Trading	58.13	34.58	186.59	58.13	186.59
	<b>Total Capital Employed</b>	<b>27360.75</b>	<b>26764.42</b>	<b>22588.56</b>	<b>27360.75</b>	<b>22588.56</b>

## STATEMENT OF ASSETS &amp; LIABILITIES

(Rs. in Lacs)


Sr. No.	Particulars	As at 31.03.2016 (Audited)	As at 31.03.2015 (Audited)
A	<b>EQUITY AND LIABILITIES</b>		
1	Share Holders' Fund:		
	(a) Share Capital	662.84	662.84
	(b) Reserves & Surplus	19639.84	18480.66
	Sub-total - Shareholder's Funds	20302.68	19143.50
2	Non-Current Liabilities		
	(a) Long term borrowings	6693.52	3073.96
	(b) Deferred tax liabilities (Net)	364.55	371.10
	Sub-total - Non-Current Liabilities	7058.07	3445.06
3	Current Liabilities		
	(a) Short term borrowings	2825.66	5247.60
	(b) Trade payable	2500.66	6233.61
	(c) Other current liabilities	2538.10	2846.54
	(d) Short term provisions	351.19	511.66
	Sub-total - Current liabilities	8215.61	14839.41
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>35576.36</b>	<b>37427.97</b>
B	<b>ASSETS</b>		
1	Non-Current Assets		
	(a) Fixed assets	16218.76	16039.28
	(b) Non-current investments	2843.30	177.35
	(c) Long term loans & advances	4635.48	387.50
	Sub-total - Non-Current Assets	23697.54	16604.13
2	Current Assets		
	(a) Inventories	995.68	1178.99
	(b) Trade receivables	7633.83	11651.85
	(c) Cash and cash equivalents	1247.44	866.34
	(d) Short term loans and advances	1897.87	7021.11
	(e) Other current assets	104.00	105.55
	Sub-total - Current Assets	11878.82	20823.84
	<b>TOTAL ASSETS</b>	<b>35576.36</b>	<b>37427.97</b>



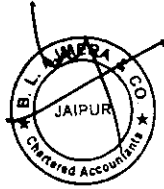
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**Notes:**

- 1 The above results have been reviewed and recommended by Audit Committee and approved by the Board of Directors at their meeting held on 28<sup>th</sup> May, 2016.
- 2 The Board of Directors at their meeting recommended a Dividend of Re. 0.30 (30%) per Equity Share of Re. 1/- each subject to the approval of members at the ensuing Annual General Meeting.
- 3 Figures for the three months ended 31<sup>st</sup> March, 2016 and 31<sup>st</sup> March, 2015 are the balancing figures between audited figures in respect of full financial year and published year to date figure up to the third quarter of the respective financial years.
- 4 Previous period/ year figures have been regrouped/reclassified wherever necessary.

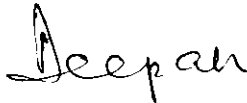


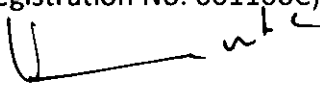

By order of the Board  
  
Deepak  
(DIN: 0100468)  
Chairman & Managing Director

Place : Mumbai



# FORM A

[Pursuant to Regulation 33 (3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

Sr. No.	Particulars	Details
1.	Name of the Company	<b>Associated Stone Industries (Kotah) Limited</b>
2.	Annual Standalone financial statements for the year ended	March 31, 2016 (Standalone Financial Results)
3.	Type of Audit observation	Unqualified
4.	Frequency of observation	Not applicable
5.	To be signed by: <ul style="list-style-type: none"><li>• Managing Director</li><li>• Chief Finance Officer</li><li>• Audit Committee Chairman</li><li>• Auditor of the Company</li></ul>	<p style="text-align: center;"> <b>Mr. Deepak Jatia</b></p> <p style="text-align: center;"> <b>Mr. Pavan Soni</b></p> <p style="text-align: center;"> <b>Mr. Pramod G. Lath</b></p> <p><b>For B.L. Ajmera &amp; Co.</b> Chartered Accountants (Firm Registration No. 001100C)</p> <p style="text-align: center;"> <b>Venkatesan Chandra mouli</b> (Partner) (Membership No. 010054)</p> <p style="text-align: right;"></p> <p>Refer our Audit Report dated <b>May 28<sup>th</sup>, 2016</b> on the financial statements of the Company</p>

Date: 28<sup>th</sup> May, 2016

Place: Mumbai

# B. L. AJMERA & CO.

CHARTERED ACCOUNTANTS

MALJI CHHOGALAL TRUST BUILDING  
MIRZA ISMAIL ROAD  
JAIPUR - 302 001 (INDIA)  
TEL. : 0141-2373433. FAX : 0141-2371152  
E-mail : blajmeraco@ajmeragroup.net  
Website : www.blajmeraco.in

## INDEPENDENT AUDITORS' REPORT

**To the Members of**

**Associated Stone Industries (Kotah) Limited**

### **Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements of **Associated Stone Industries (Kotah) Limited** ('the Company'), which comprise the balance sheet as at 31 March 2016, the statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility for the Standalone Financial Statements**

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 and presentation of these standalone 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 also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for 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 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 standalone 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 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 internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit

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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 financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

## Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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, of the state of affairs of the Company as at 31 March 2016 and its profit and its cash flows 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", a statement on the matters specified in the paragraph 3 and 4 of the order.
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 purposes 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 and the cash flow statement dealt with by this Report are in agreement with the books of account;
  - (d) in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
  - (e) on the basis of the written representations received from the directors as on 31 March 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016 from being appointed as a director in terms of Section 164 (2) of the Act;
  - (f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure - B"; and

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- (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. there were no pending litigation which would impact the financial position of the Company;
  - ii. the Company did not have any long term contract including derivative contract for which there were any 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.

Place: Mumbai

Date: 28 May, 2016



For B. L. Ajmera & Co.  
Chartered Accountants  
(FRN: 001100C)

  
(Venkatesan Chandra mouli)  
Partner

Mem. No. 010054



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## ANNEXURE - A TO THE INDEPENDENT AUDITORS' REPORT

**Referred to in paragraph 1 of Report on other Legal and Regulatory Requirements of the Independent Auditors' Report of even date to the members of Associated Stone Industries (Kotah) Limited on the financial statements for the year ended 31 March 2016,**

- (i) a) The Company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
  - b) The Company has a procedure for physical verification of fixed assets at reasonable intervals and in accordance with that the fixed assets have been physically verified by the management during the year. This procedure is reasonable having regard to the size of the Company and nature of its assets. No material discrepancies have been noticed on such verification.
  - c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) a) The physical verification of inventory has been conducted at reasonable intervals by the management during the year.
  - b) 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) On the basis of our examination of records of inventory, we are of the opinion that the Company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- (iii) As informed to us, the Company has not granted any loans, secured or unsecured except advances and payments for goods and services not in the nature of loans, to companies, firms or other parties listed in the register maintained under section 189 of the Companies Act, 2013, during the year under audit.
- (iv) 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 Act, with respect to the loans and investments made.
- (v) The Company has not accepted any deposits from the public within the meaning of Sections 73 and 74 of the Act and the rules framed there under to the extent notified.
- (vi) We have broadly reviewed the books of account maintained by the Company in respect of products where, pursuant to the rules made by the Government of India, the maintenance of cost records has been specified under sub-section (1) of Section 148 of the Act, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.

Contd...2/-



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(vii) (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the 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 other material statutory dues, as applicable, with the appropriate authorities.

(b) According to the information and explanations given to us and the records of the Company examined by us, the particulars of cess and dues of income tax as at 31 March 2016 which have not been deposited on account of a dispute, are as follows:

Name of the statute	Nature of dues	Amount (Rs. in lacs)	Period to which the amount relates	Forum where dispute pending
Cess Matters	Land Tax	35.22	2006-2013	DIG Registration & Stamp
	Royalty	2.75	1977-78,1990-91, 1992-93,1993-94	Mining Dept./High Court
Income Tax	Income Tax Demand	6.48	2007-08	CIT(Appeal)

According to the information and explanations given to us and the records of the Company examined by us, there are no dues of duty of sales tax, wealth tax, service tax or customs duty, excise duty or value added tax which have not been deposited on account of any dispute.

- (viii) The Company has not defaulted in repayment of loans or borrowing to a financial institutions, banks, Government or dues to debenture holders.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year, the term loan raised during the year have been applied for the purpose for which they were obtained.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

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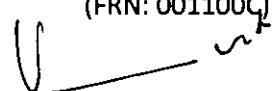
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- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

Place: Mumbai  
Date: 28 May, 2016



For B. L. Ajmera & Co.  
Chartered Accountants  
(FRN: 001100C)

  
(Venkatesan Chandra mouli)  
Partner  
Mem. No. 010054

# B. L. AJMERA & CO.

CHARTERED ACCOUNTANTS

MALJI CHHOGALAL TRUST BUILDING  
MIRZA ISMAIL ROAD  
JAIPUR - 302 001 (INDIA)  
TEL. : 0141-2375433, FAX : 0141-2371152  
E-mail : blajmeraco@ajmeragroup.net  
Website : www.blajmeraco.in

## ANNEXURE - B TO THE INDEPENDENT AUDITORS' REPORT

### Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Associated Stone Industries (Kotah) Limited** ("the Company") as of 31 March 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

#### Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). 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 its 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 Companies Act, 2013.

#### Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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 internal financial controls system over financial reporting.

Contd...2/-



# B. L. AJMERA & CO.

CHARTERED ACCOUNTANTS

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-2-

## Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, 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 financial statements.

## Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, 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 internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.



For B. L. Ajmera & Co.  
Chartered Accountants  
(FRN: 001100C)

  
(Venkatesan Chandra mouli)

Partner

Mem. No. 010054

Place: Mumbai  
Date: 28 May, 2016



# Associated Stone Industries (Kotah) Ltd.

Regd. Office : Marathon Innova, A- Wing, 7th Floor, Off: Ganpatrao Kadam Marg, Lower Parel, Mumbai- 400013.

CIN : L14101MH1946PLC256122 Tel :022-40896100, Fax: 022-40896199 website : www.asistone.com, email: investors@asistone.com

## CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2016

(Rs. in Lacs)

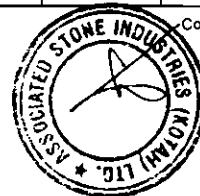
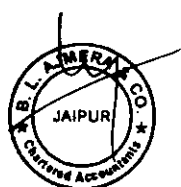
### PART - I

Sr. No.	Particulars	Quarter Ended 31.03.2016 (Audited)	Quarter Ended 31.12.2015 (Unaudited)	Quarter Ended 31.03.2015 (Audited)	Year Ended 31.03.2016 (Audited)	Previous Year Ended 31.03.2015 (Audited)
1	<b>Income from operations</b>					
	(a) Net sales/income from operations	7415.03	4492.15	7345.64	19702.12	20878.29
	(b) Other operating income	-	-	-	-	-
	<b>Total income from operations (Net)</b>	<b>7415.03</b>	<b>4492.15</b>	<b>7345.64</b>	<b>19702.12</b>	<b>20878.29</b>
2	<b>Expenses</b>					
	(a) Cost of materials consumed	-	-	-	-	-
	(b) Purchase of stock-in-trade	1927.46	243.22	3010.24	4746.86	8559.80
	(c) Change in inventories of finished goods, work-in-progress and stock-in-trade	8.55	67.15	(169.97)	(591.66)	19.47
	(d) Employee benefit expenses	897.83	1025.82	989.30	3621.60	3035.51
	(e) Depreciation and amortization expense	406.50	391.96	157.62	1410.49	643.41
	(f) Power & fuel	692.03	641.79	496.24	2330.01	2015.28
	(g) Other expenses	1769.15	1547.28	1350.42	5808.55	3668.29
	<b>Total expenses</b>	<b>5701.52</b>	<b>3917.22</b>	<b>5835.85</b>	<b>17325.85</b>	<b>17941.76</b>
3	<b>Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	<b>1713.51</b>	<b>574.93</b>	<b>1509.79</b>	<b>2376.27</b>	<b>2936.53</b>
4	Other income	121.84	255.91	82.60	514.55	376.67
5	<b>Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)</b>	<b>1835.35</b>	<b>830.84</b>	<b>1592.39</b>	<b>2890.82</b>	<b>3313.20</b>
6	Finance costs	310.67	224.12	327.06	1363.87	823.32
7	<b>Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)</b>	<b>1524.68</b>	<b>606.72</b>	<b>1265.33</b>	<b>1527.15</b>	<b>2489.88</b>
8	Exceptional items	-	-	(257.10)	(127.90)	(257.10)
9	<b>Profit/(Loss) from ordinary activities before tax (7-8)</b>	<b>1524.68</b>	<b>606.72</b>	<b>1522.43</b>	<b>1655.05</b>	<b>2746.98</b>
10	Tax expense					
	(a) Provision for current tax	483.00	197.00	565.00	885.00	1070.00
	(b) Provision for deferred tax	17.26	14.95	119.20	(6.55)	93.10
	(c) Income tax of earlier years	-	-	138.40	0.72	138.40
11	<b>Net Profit/(Loss) from ordinary activities after tax (9-10)</b>	<b>1024.42</b>	<b>394.77</b>	<b>699.83</b>	<b>775.88</b>	<b>1445.48</b>
12	Extraordinary item (Net of tax expense)	-	-	-	-	-
13	<b>Net Profit/(Loss) for the period (11-12)</b>	<b>1024.42</b>	<b>394.77</b>	<b>699.83</b>	<b>775.88</b>	<b>1445.48</b>
14	Share of Profit/(Loss) of associates	-	-	-	-	-
15	Minority interest	-	-	-	-	-
16	<b>Net Profit/(Loss) after taxes, minority interest and share of profit/(loss) of associates (13+14+15)</b>	<b>1024.42</b>	<b>394.77</b>	<b>699.83</b>	<b>775.88</b>	<b>1445.48</b>
17	Paid-up equity share capital of Re. 1/- each	662.84	662.84	662.84	662.84	662.84
18	Reserve (excluding Revaluation Reserves)	-	-	-	9763.47	9266.34
19	(i) Earnings Per Share of Re. 1/- each (before extraordinary items) (not annualised)					
	(a) Basic	1.55	0.60	1.06	1.17	2.18
	(b) Diluted	1.55	0.60	1.06	1.17	2.18
	(ii) Earnings Per Share of Re. 1/- each (after extraordinary items) (not annualised)					
	(a) Basic	1.55	0.60	1.06	1.17	2.18
	(b) Diluted	1.55	0.60	1.06	1.17	2.18

Audited Standalone results of Associated Stone Industries (Kotah) Ltd. are as follows:

(Rs. in Lacs)

Sr. No.	Particulars	Quarter Ended 31.03.2016 (Audited)	Quarter Ended 31.12.2015 (Unaudited)	Quarter Ended 31.03.2015 (Audited)	Year Ended 31.03.2016 (Audited)	Previous Year Ended 31.03.2015 (Audited)
1	Income from operations	6174.45	3701.60	7345.64	17201.30	20878.29
2	Profit/(Loss) before tax	1427.18	636.99	1918.90	2313.07	3143.45
3	Profit/(Loss) after tax	926.92	425.04	1096.30	1433.90	1841.95



Contd... 2/-

**CONSOLIDATED SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED**

(Rs. in Lacs)

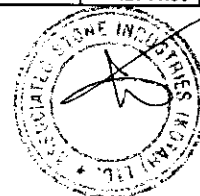
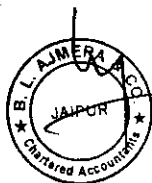
Sr. No.	Particulars	Quarter Ended 31.03.2016 (Audited)	Quarter Ended 31.12.2015 (Unaudited)	Quarter Ended 31.03.2015 (Audited)	Year Ended 31.03.2016 (Audited)	Previous Year Ended 31.03.2015 (Audited)
1	Segment Revenue:					
	(a) Stone	5444.85	4222.15	4282.35	14693.97	11608.01
	(b) Wind Power	9.06	14.73	7.20	96.37	111.57
	(c) Trading	1961.12	255.27	3056.09	4911.78	9158.71
	Total	7415.03	4492.15	7345.64	19702.12	20878.29
	Less: Inter Segment Revenue	-	-	-	-	-
	<b>Net Sales/Income from Operations</b>	<b>7415.03</b>	<b>4492.15</b>	<b>7345.64</b>	<b>19702.12</b>	<b>20878.29</b>
2	Segment Results Profit/(Loss) before tax and interest from each segment					
	(a) Stone	1825.63	833.06	1837.66	2927.63	3007.99
	(b) Wind Power	(20.51)	(14.28)	(34.02)	(70.41)	(36.60)
	(c) Trading	30.23	12.06	45.85	161.50	598.91
	Total	1835.35	830.84	1849.49	3018.72	3570.30
	Less: i) Finance cost	310.67	224.12	327.06	1363.67	823.32
	ii) Other Un-allocable expenditure net off	-	-	-	-	-
	iii) Un-allocable income	-	-	-	-	-
	<b>Profit/(Loss) Before Tax</b>	<b>1524.68</b>	<b>606.72</b>	<b>1522.43</b>	<b>1655.05</b>	<b>2746.98</b>
3	Capital Employed (Segment Assets - Segment Liabilities)					
	(a) Stone (including revaluation)	31183.90	30379.12	21705.60	31183.90	21705.60
	(b) Wind Power	1072.26	1100.20	1459.06	1072.26	1459.06
	(c) Trading	58.13	34.58	186.59	58.13	186.59
	<b>Total Capital Employed</b>	<b>32314.29</b>	<b>31513.90</b>	<b>23351.25</b>	<b>32314.29</b>	<b>23351.25</b>

**CONSOLIDATED STATEMENT OF ASSETS & LIABILITIES**

(Rs. in Lacs)

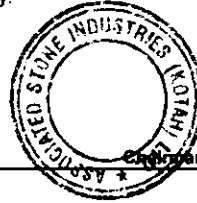
Sr. No.	Particulars	As at 31.03.2016 (Audited)	As at 31.03.2015 (Audited)
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
1	Share Holders' Fund:		
	(a) Share Capital	662.84	662.84
	(b) Reserves & Surplus	18519.06	18082.95
	<b>Sub-total - Shareholder's Funds</b>	<b>19181.90</b>	<b>18745.79</b>
2	Non-Current Liabilities		
	(a) Long term borrowings	12767.84	4234.37
	(b) Deferred tax liabilities (Net)	364.55	371.10
	<b>Sub-total - Non-Current Liabilities</b>	<b>13132.39</b>	<b>4605.47</b>
3	Current Liabilities		
	(a) Short term borrowings	3158.21	5247.60
	(b) Trade payable	2598.70	6233.61
	(c) Other current liabilities	4264.18	3399.01
	(d) Short term provisions	376.55	514.74
	<b>Sub-total - Current Liabilities</b>	<b>10397.64</b>	<b>15394.96</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>42711.93</b>	<b>38746.22</b>
<b>B</b>	<b>ASSETS</b>		
1	Non-Current Assets		
	(a) Fixed assets	25206.65	19986.99
	(b) Goodwill on consolidation	1928.54	1840.53
	(c) Non-current investments	41.04	41.04
	(d) Long term loans & advances	362.95	620.97
	<b>Sub-total - Non-Current Assets</b>	<b>27539.18</b>	<b>22489.53</b>
2	Current Assets		
	(a) Inventories	2344.96	1729.87
	(b) Trade receivables	8731.81	11651.85
	(c) Cash and cash equivalents	1928.26	1693.53
	(d) Short term loans and advances	2063.72	1075.89
	(e) Other current assets	104.00	105.55
	<b>Sub-total - Current Assets</b>	<b>15172.75</b>	<b>16256.69</b>
	<b>TOTAL ASSETS</b>	<b>42711.93</b>	<b>38746.22</b>

Contd..3/-



**Notes:**

- 1 The above results have been reviewed and recommended by Audit Committee and approved by the Board of Directors at their meeting held on 28<sup>th</sup> May, 2016
- 2 The consolidated results of the Company includes results of the Company's wholly owned subsidiary ASI Global Limited, Mauritius and indirect subsidiary /JV Al Rawasi Rock & Aggregate LLC. UAE. This has been consolidated as per Accounting Standard (AS) 21 - Consolidated Financial Statements.
- 3 The Board of Directors at their meeting recommended a Dividend of Re. 0.30 (30%) per Equity Share of Re. 1/- each subject to the approval of members at the ensuing Annual General Meeting.
- 4 Figures for the three months ended 31<sup>st</sup> March, 2016 and 31<sup>st</sup> March, 2015 are the balancing figures between audited figures in respect of full financial year and published year to date figure up to the third quarter of the respective financial years.
- 5 Standalone and Consolidated Financial Results are available on the Company's website [www.asistone.com](http://www.asistone.com) and website of BSE.
- 6 Previous period/ year figures have been regrouped/reclassified wherever necessary.



By order of the Board

A handwritten signature in black ink, appearing to read "Deepak Jatia".

Deepak Jatia  
(DIN: 01068689)

Chairman & Managing Director

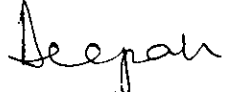




Place : Mumbai





# FORM A

[Pursuant to Regulation 33 (3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

Sr. No.	Particulars	Details
1.	Name of the Company	Associated Stone Industries (Kotah) Limited
2.	Annual Standalone financial statements for the year ended	March 31, 2016 (Consolidated Financial Results)
3.	Type of Audit observation	Unqualified
4.	Frequency of observation	Not applicable
5.	To be signed by: <ul style="list-style-type: none"><li>• Managing Director</li><li>• Chief Finance Officer</li><li>• Audit Committee Chairman</li><li>• Auditor of the Company</li></ul>	<p style="text-align: center;"> Mr. Deepak Jatia</p> <hr/> <p style="text-align: center;"> Mr. Pavan Soni</p> <hr/> <p style="text-align: center;"> Mr. Pramod G. Lath</p> <hr/> <p>For B.L. Ajmera &amp; Co. Chartered Accountants (Firm Registration No. 001100C)</p> <p style="text-align: center;"></p> <p>Venkatesan Chandra mouli (Partner) (Membership No. 010054)</p> <p style="text-align: right;"></p> <p>Refer our Audit Report dated May 28<sup>th</sup>, 2016 on the financial statements of the Company</p>

Date: 28<sup>th</sup> May, 2016

Place: Mumbai

# B. L. AJMERA & CO.

CHARTERED ACCOUNTANTS

MALJI CHHOGALAL TRUST BUILDING  
MIRZA ISMAIL ROAD  
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## INDEPENDENT AUDITORS' REPORT

To the Members of  
**Associated Stone Industries (Kotah) Limited**

### Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **Associated Stone Industries (Kotah) Limited** (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") comprising of the Consolidated Balance Sheet as at 31 March, 2016, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

### Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group 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. The Holding Company's Board of Directors is also responsible for ensuring accuracy of records and financial information considered necessary for the preparation of Consolidated Financial Statements. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

### Auditors' Responsibility

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

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

Contd....2/-



# B. L. AJMERA & CO.

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Website : www.blajmeraco.in

-2-

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated 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 Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in sub-paragraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

## Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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, of the consolidated state of affairs of the Group, as at 31 March, 2016, and their consolidated profit and their consolidated cash flows for the year ended on that date.

## Other Matters

We did not audit the financial statements of subsidiaries, whose financial statements reflect total assets of Rs. 14271.03 Lacs as at 31 March, 2016, total revenues of Rs. 2500.82 Lacs and net cash outflows amounting to Rs. 197.07 Lacs for the year ended on that date, as considered in the consolidated financial statements. The consolidated financial statements also include the Group's share of net profit of Rs. 775.88 Lacs for the year ended 31 March, 2016, as considered in the consolidated financial statements. These financial statements of subsidiaries have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, insofar as it relates to the aforesaid subsidiaries is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements certified by the management.

## Report on Other Legal and Regulatory Requirements

As required by Section 143(3) of the Act, we report, to the extent applicable, 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 purposes of our audit of the aforesaid consolidated financial statements.

Contd....3/-



# B. L. AJMERA & CO.

CHARTERED ACCOUNTANTS

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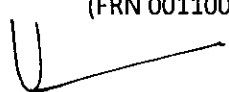
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- (b) In our opinion, proper books of account as required by law maintained by the holding Company, its subsidiaries included in the Group relevant records relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained by the Holding Company and its subsidiaries included in the Group relating to the preparation of the consolidated financial statements.
- (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors of the Holding Company as on 31 March, 2016 taken on record by the Board of Directors of the Holding Company, none of the directors of the Company incorporated in India is disqualified as on 31 March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Holding Company and the operating effectiveness of such controls, refer to our separate report in "Annexure - A"; and
- (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 Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other auditors on separate financial statements as also the other financial information of subsidiaries as noted in the "Other Matter" paragraph:
- There were no pending litigations which would impact the consolidated financial position of the Holding Company, its subsidiary companies in the Group
  - The Holding Company, its subsidiary companies in the Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
  - There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company incorporated in India.



Place: Mumbai  
Date: 28 May, 2016

For B.L. Ajmera & Co.  
Chartered Accountants  
(FRN 001100C)

  
(Venkatesan Chandra mouli)  
Partner  
M No. 010054

# B. L. AJMERA & CO.

CHARTERED ACCOUNTANTS

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## ANNEXURE - A TO THE INDEPENDENT AUDITORS' REPORT

### Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the Consolidated Financial Statement of **Associated Stone Industries (Kotah) Limited** (hereinafter referred to as "the Holding Company") as of and for the year ended 31 March, 2016, we have audited internal financial controls over financial reporting of the Holding Company which is incorporated in India, as of that date

#### Management's Responsibility for Internal Financial Controls

The Holding Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). 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 its 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 Companies Act, 2013.

#### Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by other auditors in terms of their reports referred to in the other Matters paragraph is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Contd....2/-

# B. L. AJMERA & CO.

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## Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, 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 financial statements.

## Inherent Limitations of Internal Financial Controls Over Financial Reporting

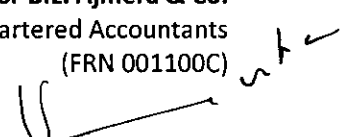
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## Opinion

In our opinion, the Holding Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Mumbai  
Date: 28 May, 2016



For B.L. Ajmera & Co.  
Chartered Accountants  
(FRN 001100C)  
  
(Venkatesan Chandra mouli)  
Partner  
M No. 010054