

**MILANO BATHROOM FITTINGS  
PRIVATE LIMITED**

**2014-15**

**INDEPENDENT AUDITORS' REPORT**  
**TO THE MEMBERS OF**  
**MILANO BATHROOM FITTINGS PRIVATE LIMITED**

**1. Report on the Financial Statements**

We have audited the accompanying financial statements of **MILANO BATHROOM FITTINGS PRIVATE LIMITED** (the Company), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

**2. Management's Responsibility for the 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 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.

**3. Auditor's Responsibility**

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

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with 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 procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. 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 financial statements.

#### 4. Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India,

- i. in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2015;
- ii. in the case of the Statement of Profit and Loss, of the Profit of the Company for the year ended on that date;
- iii. in the case of the cash flows of the Company for the year ended on that date.

#### 5. Report on Other Legal and Regulatory Requirements

1. As required by Companies (Auditor Report) Order, 2015 (“the Order”) issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matter specified under Paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by the 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, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account
  - d. in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. on the basis of the written representations received from the directors as on March 31, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015 from being appointed as a director in terms of Section 164 (2) of the Act; and

- f. with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Borkar & Muzumdar  
Chartered Accountants  
Firm Reg. No. 101569W

Place: Mumbai  
Date: April 20, 2015

Dilip Muzumdar  
Partner  
M.No. 8701

ANNEXURE REFERRED TO IN PARAGRAPH 5(1) OF THE AUDITORS' REPORT ON  
ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2015

1. FIXED ASSETS

- a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b. As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.

2. INVENTORIES

- a. Physical verification has been conducted by the management at reasonable intervals in respect of finished goods, stores, spare parts and raw materials.
- b. In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- c. In our opinion the Company is maintaining proper records of inventories. The discrepancies noticed on such verification between the physical stocks and book records were not significant and the same have been properly dealt with in the books of account.

3. LOAN AND ADVANCES

As informed to us the Company has not granted loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.

4. INTERNAL CONTROLS

In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of audit, we have not observed any continuing failure to correct major weaknesses in internal control system.

5. DEPOSIT

According to the information and explanations given to us the Company has not accepted any deposits, in terms of the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under.

6. COST RECORDS

In respect of business activities of the Company, maintenance of cost records has been specified by the Central Government under sub-section (I) of section 148 of the Companies Act, 2013. The Company has maintained prescribed cost records. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

## 7. STATUTORY DUES

- a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the amounts deducted/accrued in the books of the account in respect of undisputed statutory dues including provident fund, employees' state insurance, income tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanation given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other material statutory dues were in arrears as at March 31, 2015 for a period of more than six month from the date they became payable..

- b. According to the information and explanations given to us and based on the records produced before us, there are no dues payable by the Company on account of any dispute in case of Income Tax, Wealth Tax, Sales Tax, Custom Duty, Excise Duty, Service tax, Cess and any other dues.
  - c. In our opinion, and according to the information and explanations given to us, there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
8. The Company does not have any accumulated losses as at the end of the financial year and has not incurred cash losses in the financial year in the immediately preceding financial year.
  9. Based on our audit procedures and on the basis of information and explanations given to us by the management, we are of the opinion that there is no default in repayment of dues to the Financial Institutions, banks or debenture holders as at the year end.
  10. In our opinion and according to information and explanations given to us, the Company has not given any guarantee for loan taken by others from banks or financial institutions.
  11. In our opinion term loans were applied for the purpose for which the loans were obtained by the Company.
  12. Based upon the audit procedures performed and information and explanations given by the management, we report that, no fraud on or by the Company has been noticed or reported during the course of our audit

For Borkar & Muzumdar  
Chartered Accountants  
Firm Reg. No. 101569W

Place: Mumbai  
Date: April 20, 2015

Dilip Muzumdar  
Partner  
M.No. 8701

**MILANO BATHROOM FITTINGS PRIVATE LIMITED**  
BALANCE SHEET AS AT MARCH 31, 2015

Particulars	Note No	2014-15		2013-14	
		(₹ In Lakhs)	(₹ In Lakhs)	(₹ In Lakhs)	(₹ In Lakhs)
<b>I. EQUITY AND LIABILITIES</b>					
<b>1. Shareholders Funds</b>					
(a) Share Capital	3	459.95		459.95	
(b) Reserves and Surplus	4	954.74		656.64	
(c) Money received against share warrants		-	<b>1,414.69</b>	-	<b>1,116.59</b>
<b>2. Share application money pending allotment</b>					
		-	-	-	-
<b>3. Non-current liabilities</b>					
(a) Long-term borrowings	5	89.63		218.17	
(b) Deferred tax liabilities (Net)	6	-		10.18	
(c) Deferred Income		64.72		70.15	
(d) Other Long term liabilities		-		-	
(e) Long-term provisions	7	16.84	<b>171.19</b>	11.60	<b>310.10</b>
<b>4. Current liabilities</b>					
(a) Short-term borrowings	8	981.15		956.45	
(b) Trade payables	9	217.08		168.83	
(c) Other current liabilities	10	173.91		217.76	
(d) Short-term provisions	11	56.27	<b>1,428.41</b>	25.37	<b>1,368.42</b>
<b>Total</b>			<b>3,014.29</b>		<b>2,795.11</b>
<b>II. ASSETS</b>					
<b>Non-current assets</b>					
<b>1. (a) Fixed Assets</b>					
(i) Tangible Assets	12	828.40		961.51	
(ii) Intangible assets		-		-	
(iii) Capital Work in Progress		0.23		0.74	
(iv) Intangible assets under development		-		-	
b) Non-current investments	13	1.00		1.00	
c) Deferred tax assets (net)	6	8.32		-	
d) Long-term loans and advances	14	15.27		14.49	
e) Other non-current assets		-	<b>853.23</b>	-	<b>977.74</b>
<b>2. Current assets</b>					
a) Current investments					
b) Inventories	15	547.70		522.54	
c) Trade receivables	16	1,456.51		1,223.54	
d) Cash and cash equivalents	17	1.49		0.75	
e) Short-term loans and advances	18	21.80		1.66	
f) Other current assets	19	133.56	<b>2,161.06</b>	68.87	<b>1,817.37</b>
<b>Total</b>			<b>3,014.29</b>		<b>2,795.11</b>
Significant Accounting Policies	2				

The notes are an integral part of these financial statements

As per our report of even date attached

For and on behalf of

**Borkar & Muzumdar**

Chartered Accountants

Firm Registration No. 101569W

For and on behalf of the board

Dilip Muzumdar

Partner

M. No. 08701

Place: Mumbai

Date: 20th April 2015

Sushil Matey

Director

DIN 01862630

Place: Mumbai

Date: 20th April 2015

Vikas Phadnis

Director

DIN 00322353

**MILANO BATHROOM FITTINGS PRIVATE LIMITED**  
**STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31,2015**

Particulars	Note No.	2014-15		2013-14	
		(₹ In Lakhs)	(₹ In Lakhs)	(₹ In Lakhs)	(₹ In Lakhs)
<b>I. Revenue from operations</b>					
a) Sale of Products		4,466.62		4,043.62	
b) Other operating Revenue	20	<u>111.86</u>		<u>130.37</u>	
		4,578.48		4,173.98	
Less: Excise Duty		<u>272.86</u>		<u>199.35</u>	
<b>Total Revenue from Operations</b>			<b>4,305.62</b>		<b>3,974.64</b>
II. Other Income	21		20.79		1.07
<b>III. Total Revenue (I+II)</b>			<b><u>4,326.41</u></b>		<b><u>3,975.71</u></b>
<b>IV. Expenses :</b>					
- Cost of Materials consumed	22	2,920.92		2,933.74	
- Changes in inventories of finished goods work-in-progress	23	44.47		(47.97)	
- Manufacturing expenses	24	136.75		122.38	
- Employees benefit expenses	25	530.45		428.70	
- Finance cost	26	134.15		132.52	
- Depreciation and Amortisation expenses	12	152.62		137.27	
- Other expenses	27	107.44		77.04	
<b>Total Expenses</b>			<b>4,026.81</b>		<b>3,783.68</b>
<b>V. Profit before exceptional and extraordinary items and tax</b>			<b><u>299.61</u></b>		<b><u>192.03</u></b>
VI. Exceptional items			-		-
<b>VII. Profit before extraordinary items and tax (V - VI)</b>			<b><u>299.61</u></b>		<b><u>192.03</u></b>
<b>VIII. Extraordinary Items</b>			-		-
<b>IX. Profit before tax (VII- VIII)</b>			<b><u>299.61</u></b>		<b><u>192.03</u></b>
X. Tax expense:					
(1) Current tax		61.99		44.38	
(2) Mat Credit Entitlement		(19.69)		-	
(3) Mat Credit Utilisation		-		9.58	
(4) Deferred tax Income		(18.50)		(6.29)	
(5) Tax of earlier year		<u>(26.82)</u>	<b>(3.03)</b>	0.22	<b>47.89</b>
<b>XI. Profit (Loss) for the period (XI + XIV)</b>			<b><u>302.63</u></b>		<b><u>144.15</u></b>
XII. Earnings per equity share:					
(1) Basic			411.48		192.71
(2) Diluted			411.48		192.71
Significant Accounting Policies	2				

The notes are an integral part of these financial statements  
As per our report of even date attached

**For and on behalf of**  
**Borkar & Muzumdar**  
**Chartered Accountants**  
Firm Registration No. 101569W

**For and on behalf of the board**

Dilip Muzumdar  
Partner  
M. No. 08701  
Place: Mumbai  
Date: 20th April 2015

Sushil Matey  
Director  
DIN 01862630  
Place: Mumbai  
Date: 20th April 2015

Vikas Phadnis  
Director  
DIN 00322353



**MILANO BATHROOM FITTINGS PRIVATE LIMITED**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2015**

	As at 31st March 2015		As at 31st March 2014	
	(₹ In Lakhs)	(₹ In Lakhs)	(₹ In Lakhs)	(₹ In Lakhs)
<b>A. Cash Flow from Operating Activities</b>				
Net Profit / (loss) before taxation		299.61		192.03
Adjustment for				
Depreciation	152.62		137.27	
Interest Income	(20.69)		(0.97)	
Interest	134.15		132.52	
Dividend Paid	4.53		4.50	
(Profit)/Loss on sale/discard of asset	0.56	271.17	(0.03)	273.29
<b>Operating Profit/(loss) before Working Capital changes</b>		570.78		465.32
<b>Change in Working Capital :</b>				
Increase/(Decrease) in Trade Payable	48.24		87.72	
Increase/(Decrease) in Short term provision	3.62		6.01	
Increase / (Decrease) in Long term provisions	5.25		2.82	
Increase / (Decrease) Deffered Income	(5.43)		(11.33)	
Increase / (Decrease) in other current liabilities	(48.39)		68.39	
(Increase) / Decrease in trade receivables	(232.97)		(391.58)	
(Increase) / Decrease in inventories	(25.16)		(71.35)	
(Increase) / Decrease in Other Bank balances under Lien	-		-	
(Increase) / Decrease in short term loans and advances	(20.14)		79.30	
(Increase) / Decrease in Long term loans and advances	(0.78)		(0.58)	
(Increase) / Decrease in other current assets	(64.68)		(3.39)	
(Increase) / Decrease in other non-current assets	-	(340.43)		(233.97)
Taxes paid (net of refunds)		11.80		(49.39)
<b>Net cash generated from operating activities</b>	<b>A</b>	<b>242.15</b>		<b>181.96</b>
<b>B) CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase of tangible/intangible assets including Capital work in progress	(20.34)		(40.47)	
Sale Proceeds of tangible assets	0.28		5.84	
Interest received	20.69		0.97	
<b>Net cash from investing activities</b>	<b>B</b>	0.63		(33.66)
<b>C. Cash flow from Financing Activities</b>				
Increase in Share Capital including Share Premium	-		-	
Interest paid	(134.15)		(132.52)	
Proceeds from Borrowings including Current Obligation of Long term Debt(net)	56.70		76.08	
Repayment of borrowings	(160.55)		(87.47)	
Dividend including Tax	(4.53)		(4.50)	
Redemption of Debentures	-		-	
Tax on dividend				
<b>Net cash used / Generates in Financing Activities</b>	<b>C</b>	(242.53)		(148.41)
<b>Net increase in cash and cash equivalents</b>		<b>0.25</b>		<b>(0.11)</b>
Add:				
<b>Cash and Cash equivalents at the beginning of the year -Note 16</b>		<b>0.75</b>		<b>0.87</b>
<b>Cash and Cash equivalents at the end of the year -Note 16</b>		<b>1.00</b>		<b>0.75</b>

As per our report of even date

For and on behalf of

**Borkar & Muzumdar**

Chartered Accountants

Firm Registration No. 101569W

For and on behalf of the board

Dilip Muzumdar

Partner

M. No. 08701

Place: Mumbai

Date: 20th April 2015

Sushil Matey

Director

DIN 01862630

Place: Mumbai

Date: 20th April 2015

Vikas Phadnis

Director

DIN 00322353

## MILANO BATHROOM FITTINGS PRIVATE LIMITED

### Note :- 1

#### Background

The company is engaged in the manufacturing of Bathroom Fittings. This unit is a fully owned subsidiary of Prism Cement Limited.

### Note :- 2

#### Statement of Significant Accounting Policies For The Year Ended 31st March, 2015:

##### A. Basis of Preparation of Financial Statements:

The financial statements are prepared under historical cost convention on an accrual basis and are in accordance with the generally accepted accounting principles in India, the applicable mandatory accounting standards as notified by Companies (Accounting Standards) Rules, 2006 and the relevant provisions of The Companies Act, 2013.

##### B. Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures relating to contingent liabilities as at the date of financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates. Difference between the actual result and estimates are recognised in periods in which the results are known / materialized.

##### C. Fixed Assets And Depreciation:

- i. Fixed Assets are carried at historical cost less depreciation accumulated thereon.
- ii. Depreciation is provided on Fixed Assets on written down value method at the rates and in the manner prescribed in Schedule II to the Companies Act, 2013 except for tools and dies which is as under
  - a) Items fully used and having no economic value as at the close of the year 100%
  - b) Other than above: 50 %
- iii. Depreciation on fixed Assets purchased / disposed off during the year, is provided on pro-rata basis with reference to the date of put to use / disposal
- iv. Lease hold land is amortised over the period of lease.

##### D. Impairment of Assets:

The carrying amounts of assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any indications exist, the assets recoverable amount is estimated. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount.

##### E. Investments:

Long term investments are stated at cost after deducting provisions made for permanent diminution in value if any. Current investments are stated at lower of cost and fair value.

##### F. Inventories:

All inventories are valued at lower of cost (on moving weighted average basis) or net realizable value. In the case of Finished Goods it is valued at lower of cost or net realizable value.

##### G. Sales:

Revenue is recognised when the sale is completed with the passing of risks and rewards attached to goods. Sales are net after adjustment in respect of current year's sales return. Sales include excise duty but do not include Value Added Tax and Central Sales Tax.

##### H. Foreign Currency Translation:

Transactions in foreign currencies are recorded at exchange rates existing at the time of the transactions. All Assets and Liabilities relating to transactions involving foreign currencies are converted at exchange rates prevailing at the year-end. Any loss or gain arising out of settlements/conversion is adjusted in the Profit and Loss Account.

**I. Borrowing Cost:**

Borrowing costs that are directly attributable to the acquisition or production of qualifying assets are capitalized as the cost of the respective assets. Other borrowing costs are charged to the Profit and Loss Account in the year in which they are incurred.

**J. Taxes on Income:**

i. Provision for Current Tax is made on the basis of estimated taxable income for the current accounting period and in accordance with the provisions as per Income Tax Act, 1961.

ii. Deferred Tax resulting from “timing difference” between book and taxable profit for the year is accounted for using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty that the assets will be adjusted in future.

iii. Minimum alternative tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay income tax higher than that computed under MAT, during the period that MAT is permitted to be set off under the Income Tax Act, 1961 (specified period). In the year, in which the MAT credit becomes eligible to be recognized as an asset in accordance with the recommendation contained in the guidance note issued by the ICAI, the said asset is created by way of a credit to the profit and loss account and shown as MAT credit entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent there is no longer convincing evidence to the effect that Company will pay income tax higher than MAT during the specified period.

**K. Employee Benefits:**

Contributions to Defined Contribution Plan in respect of provident fund, ESIC & Superannuation Fund, are charged to revenue. In respect of Defined Benefit Plan (Gratuity) for employees of the Company, amounts determined on the basis of actuarial valuation are charged to revenue.

**L. Provision, Contingent Liabilities And Contingent Assets:**

A provision is recognized when an enterprise has a present obligation as a result of past event and 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 management 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 management estimates.

Contingent Liabilities are disclosed when the Company has a possible obligation or a present obligation and it is probable that a cash outflow will not be required to settle the obligation

**M. Governments Grants**

Governments Grants are recognised only if there is reasonable assurance that :-

- (i) The Enterprise will comply with the condition attached to them.
- (ii) The grant will be received.

Government grants for Fixed Assets are treated as Deferred Income and not reduced from the cost of Fixed Assets. the grant is credited to the P & L account over the useful life of the assets.

**Note: 3 Share Capital**

Particular	As at 31st March'2015		As at 31st March'2014	
	Number	(₹ In Lakhs)	Number	(₹ In Lakhs)
<b>Authorised</b>				
Equity Shares of Rs.100 each	73,000	73.00	73,000	73.00
1% preference shares of Rs.100 each	3,87,500	387.50	3,87,500	387.50
<b>Issued</b>				
Equity Shares of Rs.100 each	62,446	72.45	62,446	72.45
1% preference shares of Rs.100 each	3,87,500	387.50	3,87,500	387.50
<b>Subscribed &amp; Paid up</b>				
Equity Shares of Rs.100 each fully paid up	72,446	72.45	72,446	72.45
1% preference shares of Rs.100 each	3,87,500	387.50	3,87,500	387.50
	<b>4,59,946</b>	<b>459.95</b>	<b>4,59,946</b>	<b>459.95</b>

**(a) Reconciliation of number of shares**

Particulars	Equity Shares		Preference Shares	
	Number	(₹ In Lakhs)	Number	(₹ In Lakhs)
Shares outstanding at the beginning of the Period	72,446	72.45	3,87,500	387.50
Shares Issued during the Period	-	-	-	-
Shares bought back / Redeemed during the Period				
Shares outstanding at the end of the Period	72,446	72.45	3,87,500	387.50

**(b) Rights , preference and restriction attached to shares**

The company has One Class of Equity shares having a par value of Rs. 100 per share. Each shareholder is eligible for one vote per share held.

**(c) Details of share held by Shareholders holding more than 5% of the aggregate shares in the company**

Shares held by holding company as on 31-March-15		Equity Shares		Preference Shares	
Particulars	No. of Shares	% Holding	No. of Shares	% Holding	
Prism Cement Ltd	72446	100%	387500	100%	

**Note 4: Reserve and Surplus**

Particulars	As at	As at
	31st March '15 (₹ In Lakhs)	31st March '14 (₹ In Lakhs)
<b>a. Capital Redemption Reserve</b>		
Opening Balance	37.50	37.50
(+) Current Year Transfer	-	-
(-) Written Back in Current Period		
Closing Balance	37.50	37.50
<b>b. Securities Premium Account</b>		
Opening Balance	230.00	230.00
Add : Securities premium credited on Share issue	-	-
<u>Less : Premium Utilised</u>	-	-
Closing Balance	<b>230.00</b>	<b>230.00</b>
<b>C. Surplus</b>		
Opening balance	389.14	249.53
(+) Net Profit/(Net Loss) For the current Period	302.63	144.15
(-) 1% Preference Dividends	3.88	3.88
(-) Corporate Dividend Tax	0.66	0.66
Closing Balance	<b>687.24</b>	<b>389.14</b>
<b>Total</b>	<b>954.74</b>	<b>656.64</b>

**Note 5: Long Term Borrowings**

Particulars	As at	As at
	31st March '15 (₹ In Lakhs)	31st March '14 (₹ In Lakhs)
<b>Secured</b>		
<b>(a) Term loans</b>		
<b>From Banks</b>		
<b>Indian Overseas Bank</b>	210.22	373.07
(secured against hypothecation of plant & machinery and other fixed assests further secured by way of equitable mortgage of industrial plot no.30)		
	-	-
Repayable in three years		
Interest Rate - Base Rate + 2.75%		
<b>(b) Vehicles Loans</b>		
Indian Overseas Bank	3.31	5.65
(secured against hypothecation of Vehicle)		
	213.53	378.72
Less: disclosed under other current liabilities		
current maturities of long term debt	123.90	160.55
	<b>89.63</b>	<b>218.17</b>

**Note 6: Deferred Tax Liabilities**

In compliance with AS – 22 (the Accounting Standard on “Accounting for Taxes on Income” issued by the Companies (Accounting Standards) Rules, 2014 and the provisions of The Companies Act, 2013), the following adjustments have been made:

The Year-end position of Deferred Tax Liability and Assets is given below:-

Particulars	As at 31st March '15 (₹ In Lakhs)	As at 31st March '14 (₹ In Lakhs)
<b>Deferred Tax liability:-</b>		
Difference between Book and Tax depreciation	24.13	40.50
<b>Deffered Tax Assets:-</b>		
Retirement Benefits	10.45	7.56
Deffered income of subsidy	22.00	22.76
<b>Net Deferred Tax (Liability)/ Assets</b>	<b>8.32</b>	<b>(10.18)</b>

**Note 7: Long Term Provisions**

Particulars	As at 31st March '15 (₹ In Lakhs)	As at 31st March '14 (₹ In Lakhs)
<b>Provision for employee benefits</b>		
Gratuity (unfunded)	10.01	7.11
Leave Encashment (unfunded)	6.83	4.48
<b>Total</b>	<b>16.84</b>	<b>11.60</b>

**Note 8: Short Term Borrowings**

Particulars	As at 31st March '15 (₹ In Lakhs)	As at 31st March '14 (₹ In Lakhs)
<b>Secured</b>		
<b>Loans repayable on demand</b>		
From bank		
Indian Overseas Bank	981.15	956.45
(secured by way of hypothecation of stocks and book debts and collaterally secured by way Residual value of movable and immovable assests of the company )		
<b>Total</b>	<b>981.15</b>	<b>956.45</b>

**Note 9: Trade payables**

Particulars	As at 31st March '15 (₹ In Lakhs)	As at 31st March '14 (₹ In Lakhs)
<b>Trade payables</b>		
Sundry Creditors		
-Due to Micro, Medium and Small Enterprises		
-Dues of Trade creditors	217.08	168.83
<b>Total</b>	<b>217.08</b>	<b>168.83</b>

**Note 10: Other Current Liabilities**

Particulars	As at 31st March '15 (₹ In Lakhs)	As at 31st March '14 (₹ In Lakhs)
(a) Current maturities of long-term debt	123.90	160.55
(b) Other payables:-		
i) Duties & Taxes	13.04	12.42
ii) Statuary Libilites	15.76	13.51
iii) Other Libilites	15.40	26.29
iv) Proposed Preference Dividend	3.88	3.88
v) Corporate Dividend Distribution Tax	0.66	0.66
Vi) Creditor for Capital Goods	1.28	0.46
<b>Total</b>	<b>173.91</b>	<b>217.76</b>

**Note 11: Short Term Provisions**

Particulars	As at 31st March '15 (₹ In Lakhs)	As at 31st March '14 (₹ In Lakhs)
<b>(a) Provision for employee benefits</b>		
Salary & Reimbursements	21.43	17.79
Gratuity (Unfunded)	0.17	0.13
Leave encashment (Unfunded)	1.26	1.31
<b>(b) Others (Specify nature)</b>		
- Income Tax Provision	33.41	6.13
<b>Total</b>	<b>56.27</b>	<b>25.37</b>

**Note 13: Non Current Investments**

Particulars	As at 31st March'2015 (₹ In Lakhs)	As at 31st March'2014 (₹ In Lakhs)
<b>Trade Investment</b>		
Investment in Equity instruments 10,000(10,000) Shares of M/s Shivalik Solid Waste Management Ltd of Rs. 10 Fully paid up	1.00	1.00
<b>Total</b>	<b>1.00</b>	<b>1.00</b>
Aggregate Amount of Unquoted Investment	1.00	1.00

**Note 14: Long Term Loans & Advances**

Particulars	As at 31st March '15 (₹ In Lakhs)	As at 31st March '14 (₹ In Lakhs)
Security Deposits Secured, considered good	15.27	14.49
<b>Total</b>	<b>15.27</b>	<b>14.49</b>

**Note 15: Inventories**

Particulars	As at 31st March '15 (₹ In Lakhs)	As at 31st March '14 (₹ In Lakhs)
a. Raw Materials and components	241.17	187.15
b. Chemicals	21.55	14.04
c. Consumables	8.39	5.88
d. Packing Materials	17.37	11.89
e. Foundary Fuel/Diesel	0.40	0.30
f. Work-in-progress	163.39	165.85
g. Finished goods	95.42	137.43
<b>Total</b>	<b>547.70</b>	<b>522.54</b>

**Note 16: Trade Receivables**

Particulars	As at 31st March '15 (₹ In Lakhs)	As at 31st March '14 (₹ In Lakhs)
Trade receivables outstanding for a period less than six months from the date they are due for payment		
Secured, considered good	1,456.51	1,223.54
<b>Total</b>	<b>1,456.51</b>	<b>1,223.54</b>

**Note 17: Cash and cash equivalents**

Particulars	As at 31st March '15 (₹ In Lakhs)	As at 31st March '14 (₹ In Lakhs)
a) Cash in hand	1.49	0.75
b) Balance With Bank	-	-
<b>Total</b>	<b>1.49</b>	<b>0.75</b>



**Note 18: Short Term Loans & Advances**

Particulars	As at 31st March '15 (₹ In Lakhs)	As at 31st March '14 (₹ In Lakhs)
<b>(a) Other Advances ( Advances to Suppliers)</b> Advances to Suppliers	21.80	1.66
<b>Total</b>	<b>21.80</b>	<b>1.66</b>

**Note 19: Other Current Assets**

Particulars	As at 31st March '15 (₹ In Lakhs)	As at 31st March '14 (₹ In Lakhs)
Prepaid Expenses	2.71	2.99
Cenvat	23.96	8.99
Subsidy Receivable	35.30	29.47
MAT Credit Entitlement	71.58	27.42
<b>Total</b>	<b>133.56</b>	<b>68.87</b>

**Note 20: Other Operating Revenue**

Particulars	2014-2015 (₹ In Lakhs)	2013-2014 (₹ In Lakhs)
Sale of scrap	-	41.59
Excise duty refund	95.75	69.67
Interest subsidy	9.80	6.79
Insurance subsidy	0.88	0.97
Amortisation of Govt. Grants	5.43	11.33
	<b>111.86</b>	<b>130.37</b>
<b>Total</b>		

**Note 21: Other Income**

Particulars	2014-2015 (₹ In Lakhs)	2013-2014 (₹ In Lakhs)
Interest Income	20.69	0.97
Other Non Operating Income	0.10	0.10
<b>Total</b>	<b>20.79</b>	<b>1.07</b>

**Note 22: Cost of Materials Consumed**

Particulars	2014-2015 (₹ In Lakhs)	2013-2014 (₹ In Lakhs)
Raw Material Consumption	2,590.82	2,647.90
Chemicals Consumption	97.14	84.55
Consumables Consumption	89.17	70.77
Packing Consumption	143.79	130.53
<b>Total</b>	<b>2,920.92</b>	<b>2,933.74</b>

**Note 23: Changes in Inventory of Finished Goods & Work In Progress**

Particulars	2014-2015 (₹ In Lakhs)	2013-2014 (₹ In Lakhs)
<b>Opening Stock :</b>		
Finished Goods	137.43	157.18
Work in Progress	165.85	98.13
	<b>303.28</b>	<b>255.31</b>
<b>Closing Stock :</b>		
Finished Goods	95.42	137.43
Work in Progress	163.39	165.85
	<b>258.81</b>	<b>303.28</b>
<b>Total</b>	<b>44.47</b>	<b>(47.97)</b>

**Note 24: Manufacturing expenses**

Particulars	2014-2015 (₹ In Lakhs)	2013-2014 (₹ In Lakhs)
Power & fuel	126.33	113.11
Other Manufacturing Expenses	10.42	9.26
	<b>136.75</b>	<b>122.38</b>

**Note 25: Employee Benefit Expenses**

Particulars	2014-2015 (₹ In Lakhs)	2013-2014 (₹ In Lakhs)
Salary & Wages	459.40	352.63
Contribution to Provident Fund & ESI	22.12	16.97
Director's Remuneration	-	21.89
Bonus	14.83	12.91
Gratuity	3.44	3.33
Staff Welfare Expenses	25.38	17.86
Leave Encashment	5.27	3.11
<b>Total</b>	<b>530.45</b>	<b>428.70</b>

**Note 26: Finance Cost**

Particulars	2014-2015 (₹ In Lakhs)	2013-2014 (₹ In Lakhs)
Interest Cost	130.71	129.65
Other Borrowing Cost	3.44	2.87
<b>Total</b>	<b>134.15</b>	<b>132.52</b>

**Note 27: Other Expenses**

Particulars	2014-2015 (₹ In Lakhs)	2013-2014 (₹ In Lakhs)
Bank Charges	1.36	1.08
Repairs & Maintenance -Building	9.55	0.77
Repairs & Maintenance -Plant & Machinery	12.92	10.77
Repairs & Maintenance -Others	4.10	3.97
Legal & Professional Charges	6.01	5.37
Travelling, Conveyance & Communication	12.77	10.89
Insurance	1.95	2.41
Printing & Stationary	2.80	1.93
Security Service Charges	3.85	6.19
Car Running Expenses	3.93	7.18
Loss on Sale of Assets	0.56	-
Rate & Taxes	8.02	7.24
Festival Expenses	4.33	2.27
Audit Fees	2.53	2.02
Sundry Administration Expenses	15.46	11.55
Excises duty on finished goods	(0.37)	(6.30)
Selling & Distribution Exp	17.67	9.71
<b>Total</b>	<b>107.44</b>	<b>77.04</b>

## MILANO BATHROOM FITTINGS PRIVATE LIMITED

## Note - 12 FIXED ASSETS

( ₹ In Lacs )

	FIXED ASSETS		Gross Block				Accumulated Depreciation				Net Block	
			As at 1 April 2014	Additions	(Disposals)	As at 31st March, 2015	As at 1 April 2014	Depreciation charge for the year	On disposals	As at 31st March, 2015	As at 31st March, 2015	As at 31 March 2014
a	<b>Tangible Assets</b>											
	Land under Lease	C Y	45.34	-	-	45.34	2.04	0.48	-	2.52	42.83	43.30
		P Y	45.34	-	-	45.34	1.56	0.48	-	2.04	43.30	43.79
	Buildings	C Y	594.82	0.93	-	595.75	149.94	42.14	-	192.08	403.67	444.88
		P Y	594.82	-	-	594.82	100.51	49.43	-	149.94	444.88	494.31
	Plant and Equipment	C Y	562.16	11.19	2.30	571.05	185.97	71.36	1.52	255.81	315.24	376.19
		P Y	537.69	26.72	2.25	562.16	129.76	57.98	1.76	185.97	376.19	407.93
	Electric Installations	C Y	96.71	0.28	-	96.99	28.85	19.43	-	48.28	48.71	67.86
		P Y	96.71	15.90	-	96.71	6.57	10.96	-	28.85	78.82	74.24
	Furniture and Fixtures	C Y	11.98	0.78	-	12.77	7.26	1.61	-	8.87	3.90	4.73
		P Y	8.52	3.23	-	11.98	4.16	1.02	-	7.26	5.50	4.36
	Computer	C Y	6.59	0.26	-	6.85	4.28	1.70	-	5.98	0.87	2.31
		P Y	5.32	1.27	-	6.59	3.22	1.06	-	4.28	2.31	2.10
	Vehicles	C Y	14.86	-	-	14.86	6.16	2.84	-	9.01	5.85	8.70
		P Y	28.37	-	13.51	14.86	9.53	4.86	8.22	6.16	8.70	18.84
	Two Wheelers	C Y	0.92	-	-	0.92	0.43	0.13	-	0.56	0.37	0.50
		P Y	0.92	-	-	0.92	0.25	0.17	-	0.43	0.50	0.67
	Tools & Dies	C Y	29.05	6.59	-	35.64	23.82	8.59	-	32.41	3.22	5.23
		P Y	18.52	10.53	-	29.05	13.70	10.12	-	23.82	5.23	4.82
	Office equipment	C Y	10.91	0.34	0.27	10.97	3.22	4.24	0.21	7.25	3.72	7.69
		P Y	10.05	1.08	0.23	10.91	2.23	1.18	0.19	3.22	7.69	7.82
	Mobile	C Y	0.14	-	-	0.14	0.01	0.09	-	0.10	0.04	0.13
		P Y	-	0.14	-	0.14	-	0.01	-	0.01	0.13	-
	<b>Total</b>	C Y	<b>1,373.49</b>	<b>20.36</b>	<b>2.57</b>	<b>1,391.27</b>	<b>411.98</b>	<b>152.62</b>	<b>1.73</b>	<b>562.87</b>	<b>828.40</b>	<b>961.51</b>
		P Y	<b>1,346.26</b>	<b>58.88</b>	<b>15.99</b>	<b>1,373.49</b>	<b>271.49</b>	<b>137.27</b>	<b>10.18</b>	<b>411.98</b>	<b>973.25</b>	<b>1,058.87</b>

## 28.Contingent liabilities and Commitments

Company has commitment to sale it's entire production to H & R Johnson (I) (a division of Prism Cement Limited) on mutually agreed price.

29. There are no Micro and Small Enterprises to whom the Company owes dues, which are outstanding for more than 45 days as at March 31, 2015. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined on the basis of information available with the Company. This has been relied upon by the Auditor.

## 30.Employee benefits

### (I) Defined contribution plan

Contribution to Provident Fund & ESIC charged to current year's Profit and Loss Account is ₹ 22.12 Lacs. (Previous Year ₹ 16.97 Lacs).

### (II) Defined benefit plan

The actuarial valuation of Planned Assets and the present value of the defined benefit obligation were carried out at March,31 2015. The present value of the defined benefit obligation and the related current service cost were measured using the Projected Unit Credit Method.

The following table sets out the status as required by revised Accounting Standard 15 issued by the Companies (Accounting Standard) Rules , 2014 and the provision of The Companies Act 2013 in respect of unfunded Gratuity Benefits and Leave Encashment

### Change in the defined benefit obligation for Gratuity.

( ₹ In Lakhs )

	Particulars	31.03.2015	31.03.2014
I	<b>Changes in the Present Value of Benefit Obligation</b>		
	Present Value of Obligation as on 1 <sup>st</sup> April 2014	7.24	9.32
	Interest Cost	0.67	0.75
	Current Service Cost	2.94	2.76
	Past Service Cost	-	-
	Benefits Paid	(0.24)	(0.97)
	Actuarial (gain)/loss on Obligation	(0.45)	(4.62)
	Present Value of Obligation as on 31 <sup>st</sup> March 2015	10.17	7.24

<b>II</b>	<b>Component of Employer's Expense</b>	-	-
	Current Service Cost	2.94	2.76
	Interest Cost	0.67	0.75
	Expected Return on Plan Assets	-	-
	Net Actuarial (Gain)/Loss recognized in the year	(0.45)	(4.62)
	Past Service Cost	-	-
	Benefits Paid	(0.24)	(0.97)
	Expenses Recognized in the Profit and Loss Account	2.93	(2.08)
<b>III</b>	<b>Movement in the Net Liability recognized in the Balance Sheet</b>		
	Opening Net Liability as on 1 <sup>st</sup> April 2014	7.24	9.32
	Expenses Recognized in the Profit and Loss Account	2.93	(2.08)
	Contributions	-	-
	Closing Net Liability as on 31 <sup>st</sup> March 2015	10.17	7.24
<b>IV</b>	<b>Actuarial Assumptions</b>		
	Discount Rate	8.0%	9.3%
	Salary Escalation Rate	5.0%	5.0%
	Expected Return on Plan Assets	2.0%	2.0%

### 31. Segment Reporting (AS-17)

As the company is operating only in one segment of business, i.e. bathroom & sanitary fittings no disclosures are required to comply with the said AS-17

### 32. Related Party Disclosures

As per Accounting Standard 18 "Related Party Disclosures" issued by the Companies (Accounting Standards) Rules, 2014 and the provisions of The Companies Act 2013, the Company's related parties and transactions are disclosed below:

#### I. Enterprises which have significant influence over the Company:

Prism Cement Limited (Holding Company)

#### II. Key Management Person

#### III. Fellow Subsidiaries

RMC Readymix Porselano (India) Limited  
H. & R. Johnson (India) TBK Limited  
Silica Ceramica Private Limited  
Raheja QBE General Insurance Company Limited  
TBK Venkataramiah Tile Bath Kitchen Private Limited

**Details of Transactions entered with related parties: ( ₹ In Lakhs )**

Sr. No	Type of transactions	Enterprise which have significance influence over the Co.	Key Management Personnel
<b>A</b>	<b>Income</b>		
<b>1</b>	<b>Sale of Goods and Services:</b>		
	M/s Prism Cement Limited ( Holding Co.)	4,300.98	
		(3,949.37)	
<b>2</b>	<b>Rent Income :</b>		
	M/s Prism Cement Limited ( Holding Co.)	0.02	
		(0.02)	
<b>3</b>	<b>Interest Income :</b>		
	M/s Prism Cement Limited ( Holding Co.)	19.38	
		NIL	
<b>B</b>	<b>Expenditure</b>		
<b>1</b>	<b>Purchase of Goods &amp; services:-</b>	5.23	
	M/s Prism Cement Limited ( Holding Co.)	NIL	
<b>2</b>	<b>Remuneration paid to :-</b>		
	Mr. KK Saini (ED)		NIL
			(21.89)
<b>3</b>	<b>Gratuity paid to</b>		
	Mr. KK Saini (ED)		NIL
			(4.44)
<b>C</b>	<b>Other Transactions :-</b>		
<b>1</b>	<b>Preference Shares Dividend</b>		
	M/s Prism Cement Limited ( Holding Co.)	4.53	
		(4.53)	
<b>2</b>	<b>Reimbursement of expenses paid</b>		
	M/s Prism Cement Limited ( Holding Co.)	29.77	
		(19.30)	
<b>3</b>	<b>Reimbursement of expenses received</b>		
	M/s Prism Cement Limited ( Holding Co.)	3.90	
		(2.13)	
<b>4</b>	<b>Dividend Paid</b>		
	M/s Prism Cement Limited ( Holding Co.)	3.88	
		(3.88)	
<b>D</b>	<b>Closing Balance :</b>		
<b>1</b>	<b>-Net balance in debit :-</b>		
	Prism Cement Limited	1,419.63	
		(1,201.14)	

Figures within bracket represent previous year figures

### 33. Earning per Share (EPS)

Earning per shares (EPS) computed in accordance with Accounting Standard 20 "Earning per Shares"

(₹ In Lakhs)

Computation for Basic & Diluted Earning per Share	As at	As at
	31.03.2015	31.03.2014
Profit/(Loss) Available to Equity Shareholder	298.10	139.61
Weighted average number of Equity shares outstanding	72,446	72,446
Basic & Diluted EPS (Rupees) of face value Rs. 100 (In Rupees)	411.48	192.71

### 34. Quantitative Information

Quantitative Details as required under clause 4C of the Part II of Schedule VI of the Companies Act 2013.

#### a) Consumption of Raw Materials, Chemicals and Packing stores:

Particulars	2014-15			2013-14		
	Amount	Domestic	Imported	Amount	Domestic	Imported
	(₹ In Lakhs)	%	%	(₹ In Lakhs)	%	%
a. Brass ingots & Brass Scrap raw material	2,590.82	91.15%	8.85%	2,647.90	96.39%	3.61%
b. Chemicals & Consumables Stores	186.31	100%	-	155.32	100%	0%
c. Packing Material	143.79	100%	-	130.53	100%	0%

### 35. Value of Import on CIF Basis

Particulars	2014-2015	2013-2014
Input Material	241.74	97.39
<b>Total</b>	<b>241.74</b>	<b>97.39</b>

### 36. Auditor's Remuneration (Excluding Service Tax)

(₹ In Lakhs)

Particulars	2014-15	2013-14
For Statutory Audit	1.75	1.25
For Tax Audit	0.50	0.50
<b>TOTAL</b>	<b>2.25</b>	<b>1.75</b>

37. Previous year figures have been regrouped and rearranged wherever necessary to conform to current year's presentation.

As per our report of even date

For Borkar and Muzumdar

Chartered Accountants

Firm Registration No. 101569W

For and on behalf of Board

Dilip Muzumdar

Partner

M. No. 08701

Place: Mumbai

Date 20th April 2015

Sushil Matey

Director

DIN 01862630

Place : Mumbai

Date 20th April 2015

Vikas Phadnis

Director

DIN 00322353