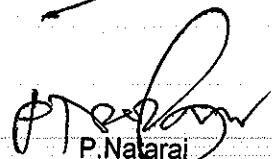
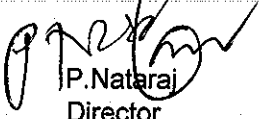


JAHNVI MOTOR PRIVATE LIMITED
BALANCE SHEET AS AT 31.03.2014

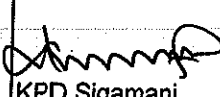
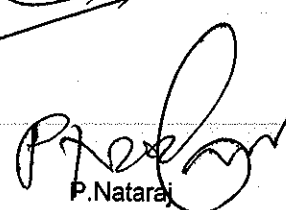
	Note	As at 31.03.2014	As at 31.03.2013
		(₹ in Lakhs)	
A EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	3	151	151
(b) Reserves and Surplus	4	161	(100)
		312	51
2 Non-Current Liabilities			
(a) Long-Term Borrowings	5	390	395
(b) Other Long - Term Liabilities	6	227	144
		617	539
3 Current Liabilities			
(a) Short-Term Borrowings	7	368	958
(b) Trade Payables	8	69	39
(c) Other Current Liabilities	9	819	702
(d) Short-Term Provisions	10	46	-
		1,302	1,699
		2,231	2,289
B ASSETS			
1 Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	11	343	363
(b) Long-Term Loans and Advances	12	6	2
		349	365
2 Current Assets			
(a) Inventories	13	1,260	1,348
(b) Trade Receivables	14	23	116
(c) Cash and Cash Equivalents	15	259	147
(d) Short-Term Loans and Advances	16	269	238
(e) Other Current Assets	17	71	75
		1,882	1,924
		2,231	2,289
Accompanying notes form part of the financial statements			
For and on behalf of the Board		"To be read with my report of even date"	
 K.P. Ramasamy Director		 A. Vetrivel Chartered Accountant	
 KPD Sigamani Director		 P. Nataraj Director	
Coimbatore 07.05.2014		A.VETRIVEL, B.Sc., F.C.A. CHARTERED ACCOUNTANT M.No. 25028 1/1, SETH NARAYANDAS LAY-OUT-II TATABAD, COIMBATORE - 641 012 Phone : 2495760, 4378813	

JAHNVI MOTOR PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED 31.03.2014

	Note	Year Ended	
		31.03.2014	31.03.2013
		(₹ in Lakhs)	
I. Revenue from Operations	18	10,029	6,743
Less: Excise Duty		-	-
Revenue from Operations (Net)		10,029	6,743
II. Other Income	19	6	2
III. Total Revenue		10,035	6,745
IV. Expenses			
Cost of Materials Consumed	20	491	397
Purchase of Stock-in-Trade		8,176	6,680
Changes in Inventories of Finished Goods, Work- in-Progress and Stock in Trade	21	88	(921)
Employee Benefits Expenses	22	154	114
Finance Costs	23	151	122
Depreciation and Amortization Expenses	11	72	63
Other Expenses	24	587	353
Total Expenses		9,719	6,808
V. Profit Before Tax		316	(63)
Tax Expense			
1. Current Tax Expense for Current Year		60	-
2. Less: MAT Credit Entitlement		6	-
Net Tax Expenses		55	-
VI. Profit for the year		261	(63)
VII. Earnings per equity share of ₹ 10 each			
1. Basic & Diluted (in ₹)		17.30	(4.17)
Accompanying notes form part of the financial statements			
For and on behalf of the Board		To be read with my report of even date	
 K.P. Ramasamy Director		 A. Vetrivel Chartered Accountant	
 K.P. Sigamani Director		A.VETRIVEL, B.Sc., F.C.A. CHARTERED ACCOUNTANT M.No. 25028 1/1, SETH NARAYANDAS LAY-OUT-II TATABAD, COIMBATORE - 641 012 Phone : 2495760, 4378813	
 P. Nataraj Director			
Coimbatore 07.05.2014			

JAHNVI MOTOR PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2014

(₹ in Lakhs)

PARTICULARS		Year Ended 31.03.2014	Year Ended 31.03.2013
CASH FLOW FROM OPERATING ACTIVITIES			
Profit Before Tax		316	(63)
Depreciation		72	63
(Profit) / Loss on Sale of Assets		6	-
Finance Costs		151	122
Operating profit before Working Capital adjustments		545	122
(Increase) / Decrease in Sundry Debtors		93	(92)
(Increase) / Decrease in Loans and Advances		(35)	59
(Increase) / Decrease in Inventories		88	(921)
(Increase) / Decrease in Other Current Assets		4	(75)
Increase / (Decrease) in Current Liabilities		202	434
Cash Generated from Operations		897	(473)
Net Income Tax (Paid) / Refunds		(20)	2
Net Cash from Operating Activities	(A)	877	(471)
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of Fixed Assets		(46)	(325)
Proceeds from Sale of Fixed Assets		32	-
Net Cash flow used in Investing Activities	(B)	(14)	(325)
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from Share Capital		-	65
Repayment of Long-Term Borrowings		(65)	(209)
Proceeds from Other Short-Term Borrowings		-	1102
Repayment of Other Short-Term Borrowings		(590)	-
Finance Costs		(96)	(117)
Net Cash used in Financing Activities	(C)	(751)	841
Net Increase in Cash and Cash Equivalents	(A+B+C)	112	45
Opening Balance of Cash and Cash Equivalents		147	102
Cash and cash equivalents at the end of the year		259	147
Reconciliation of Cash and cash equivalents with the Balance Sheet:			
Cash and cash equivalents (Refer Note 16)		259	147
Less: Bank balances not considered as Cash and cash equivalents as defined in AS 3 Cash Flow Statements			
- Balances held as margin money or security against borrowings, guarantees and other commitments		-	-
Cash and cash equivalents at the end of the year		259	147
For and on behalf of the Board	"To be read with my report of even date"		
 K.P. Ramasamy Director	 A. Vetrivel Chartered Accountant		
 KPD Sigamani Director	 P. Nataraj Director	A. VETRIVEL, B.Sc., F.C.A. CHARTERED ACCOUNTANT M.No. 25028 1/1, SETH NARAYANDAS LAY-OUT-II TATABAD, COIMBATORE - 641 012 Phone : 2495760, 4378813	
Coimbatore 07.05.2014			

1 Company Overview

Jahnvi Motor Private Limited is the Wholly owned Subsidiary Company of K.P.R.Mill Limited. The Company's main objects is to carry on the business of trading, authorised distributors, in all kinds of automobiles such as Cars, Jeeps, Motor Cycles, Buses, Tractors, Trailers, Aircrafts etc., Presently the Company is appointed as authorised dealers for AUDI cars of M/s VOLKS WAGEN GROUP SALES INDIA PVT. LTD, Coimbatore.

2 Significant Accounting Policies

A) BASIS OF ACCOUNTING

(i) The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under Section 211(3C) of the Companies Act, 1956 ("the 1956 Act") (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 ("the 2013 Act") in terms of General Circular 15/2013 dated 13 September, 2013 of the Ministry of Corporate Affairs) and the relevant provisions of the 1956 Act/ 2013 Act, as applicable. The financial statements have been prepared on accrual basis under the historical cost convention.

(ii) The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

B) USE OF ESTIMATES

The preparation of financial statements requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the year. Actual results could differ from those estimates.

C) FIXED ASSETS AND DEPRECIATION

i) Fixed assets and intangibles are stated at cost less accumulated depreciation. Cost includes all costs relating to acquisition and installation of fixed assets including any incidental costs of bringing the assets to their working condition for their intended use.

ii) Borrowing costs directly attributable to acquisition or construction of qualifying assets, which necessarily take a substantial period of time to get ready for their intended use, are capitalized.

iii) Expenditure during construction period in respect of new projects is included under capital work-in-progress and the same is allocated to the fixed assets on the commissioning of the respective projects

iv) Depreciation on Fixed Assets is provided on Straight Line Method at the rates prescribed in Schedule XIV of the Companies Act, 1956.

D) CASH FLOW STATEMENT

Cash flow statement has been prepared in accordance with the indirect method prescribed in Accounting Standard 3 Cash Flow Statement.

Cash and cash equivalents (for purposes of Cash Flow Statement)

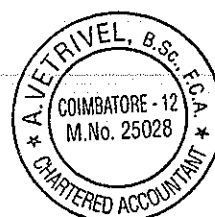
Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

E) INVENTORIES

Items of Inventories are valued at lower of cost or net realizable value.

F) REVENUE RECOGNITION

Sales includes sale of Traded Goods and Services. Revenue from sale of Traded Goods and Services are recognized when the property in goods/service are invoiced/delivered.



G) RETIREMENT BENEFITS

(a) Short Term

Short term employee benefits are charged off at the undiscounted amount in the year in which the related service is rendered.

(b) Long Term Post Retirement

Post Retirement Benefits comprise of Provident Fund and Gratuity which are accounted for as follows:

1. Provident Fund

This is a defined contribution plan, and contributions made to the Fund are charged to Revenue. The Company has no further obligations for future provident fund benefits other than monthly contributions.

2. Gratuity

Provision made in the accounts.

3. Leave encashment

There is no scheme for encashment of unavailed leave on retirement.

H) FOREIGN EXCHANGE TRANSACTIONS

Foreign Currency Transactions are recorded at the rates prevailing at the date of transaction. The premium paid on forward contracts has been recognised in the year of payment. the increase/decrease arising out in respect of fixed assets is adjusted to the cost of fixed assets and in respect of others is charges to revenue account, at the year end.

I) PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the notes on accounts. Contingent assets are neither recognized nor disclosed in the financial statements.

J) TAXATION

Provision for current tax is made on the basis of taxable income for the current accounting year in accordance with the Income Tax Act, 1961.

The deferred tax for timing difference between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted as of the balance sheet date. Deferred tax assets arising from timing differences are recognized to the extent there is reasonable certainty that these would be realized in future.

Deferred tax assets in case of unabsorbed losses are recognized only if there is virtual certainty that such deferred tax asset can be realized against future taxable profits.

K) LEASE

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis.



JAHNVI MOTOR PRIVATE LIMITED
Notes forming part of the Financial Statements

			As at 31.03.2014	As at 31.03.2013
			(₹ in Lakhs)	
3 SHARE CAPITAL				
Authorised Share Capital				
20,00,000 (Pr.Yr.20,00,000) Equity Shares of ₹10 each			200	200
			200	200
Issued, Subscribed & Paid up Capital				
15,10,000 (Pr.Yr.15,10,000) Equity Shares of ₹10 each			151	151
			151	151
3.1 Term / Rights to Shares				
Equity Shares: As per the provisions of the Companies Act,1956 and Articles of Association of the Company.				
3.2 Reconciliation of Shares outstanding at the beginning and at the end of the reporting period:				
Equity Shares	As at 31.03.2014		As at 31.03.2013	
Particulars	Number of shares	(₹ in Lakhs)	Number of shares	(₹ in Lakhs)
At the beginning of the period	15,10,000	151	10,000	1
Issued during the period	-	-	15,00,000	150
Outstanding at the end of the period	15,10,000	151	15,10,000	151
3.3 Details of Shareholders holding more than 5% shares in the company				
Particulars	Number of shares	%	Number of shares	%
M/s K P R Mill Limited	15,10,000	100%	15,10,000	100%
4 RESERVES AND SURPLUS				
Surplus in Statement of Profit and Loss				
Opening Balance			(100)	(37)
Profit for the year			261	(63)
Loss from Prior Period			-	-
Closing Balance			161	(100)
			161	(100)
5 LONG TERM BORROWINGS				
From Banks Secured				
Term Loans			390	395
			390	395
5.1 For Term Loans, the first charge on fixed assets is given to the Bank.				
5.2 Loan amounting to Rs 450 Lakhs (Pr. Yr Rs 515 Lakhs) is repayable in 16 quarterly instalments.				
5.3 Interest rate relating to term loan from bank is 13.00%.				
5.4 The Company has not defaulted in its repayments of the loans and interest.				
6 OTHER LONG TERM LIABILITIES				
Loan from Holding Company			227	144
			227	144



		As at 31.03.2014	As at 31.03.2013
		(₹ in Lakhs)	
7	<u>SHORT TERM BORROWINGS</u>		
	<u>Secured</u>		
	Loans repayable on Demand from Other Parties	368	958
		368	958
8	<u>TRADE PAYABLES</u>		
	Other than Acceptance	69	39
		69	39
9	<u>OTHER CURRENT LIABILITIES</u>		
	<u>Current Maturities of</u>		
	i) Term Loan	60	120
	Interest accrued and due on borrowings	1	1
	Advance Received from Customers	578	326
	Advance Received from Related Parties	-	81
	Other Liabilities (Sales Tax)	179	174
		819	702
10	<u>SHORT TERM PROVISIONS</u>		
	Provision for Income Tax	46	-
		46	-
* Net of Advance Tax ₹ 14 Lakhs (Pr Yr ₹ Nil)			

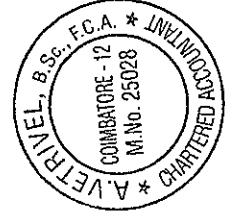


JAHNVI MOTOR PRIVATE LIMITED

11. TANGIBLE ASSETS

(₹ in Lakhs)

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	Cost as on 01.04.2013	Addition	Deletion	Cost as on 31.03.2014	Upto 01.04.2013	For the Year	Withdrawn on Deletion	Upto 31.03.2014	As on 31.03.2014	As on 31.03.2013
Land	-	-	-	-	-	-	-	-	-	-
Buildings - Factory	-	-	-	-	-	-	-	-	-	-
Buildings - Non Factory	111	-	-	111	37	37	-	74	37	74
	111	-	-	111	-	37	-	37	74	111
Plant & Machinery	137	4	-	141	12	14	-	26	115	125
	4	133	-	137	-	12	-	12	125	4
Electrical	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-
Furniture & Fixtures	41	2	-	43	2	3	-	5	38	39
	-	41	-	41	-	2	-	2	39	-
Computers & Accessories	12	1	-	13	2	2	-	4	9	10
	-	12	-	12	-	2	-	2	10	-
Vehicles	125	79	40	164	10	16	6	20	144	115
	-	125	-	125	-	10	-	10	115	-
Total	426	86	40	472	63	72	6	129	343	363
Previous Year	115	311	-	426	-	63	-	63	363	115



		As at 31.03.2014	As at 31.03.2013
		(₹ in Lakhs)	
12	<u>LONG TERM LOANS AND ADVANCES</u>		
	Advance Tax	-	2
	MAT Credit Entitlement		2
	Opening Balance	-	-
	Changes during the year	6	-
	Closing Balance	6	-
		6	2
13	<u>INVENTORIES</u>		
	Stock-in-trade	1260	1348
		1260	1348
14	<u>TRADE RECEIVABLES</u>		
	<u>Unsecured and Considered good</u>		
	Over six months from the payment due date	-	-
	Others	23	116
		23	116
15	<u>CASH AND CASH EQUIVALENTS</u>		
	(a) Cash on Hand	3	10
	(b) Balance with Banks		
	i) In Current Accounts	256	137
		259	147
16	<u>SHORT TERM LOANS AND ADVANCES</u>		
	<u>Unsecured and Considered good</u>		
	Loans and Advances Others	143	163
	Advance for Purchase	8	3
	Others (Primarily Rent Advance)	118	72
		269	238
17	<u>OTHER CURRENT ASSETS:</u>		
	Income Receivables (Primarily Incentives)	71	75
		71	75

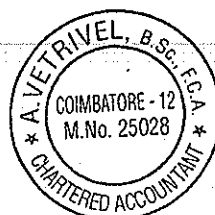


JAHNVI MOTOR PRIVATE LIMITED
Notes Forming part of the Financial Statements

		Year Ended	
		31.03.2014	31.03.2013
		(₹ in Lakhs)	
18	<u>REVENUE FROM OPERATIONS</u>		
	Sale of Products	8,923	6,292
	Sale of Service	135	403
	Other Operating Income	971	48
		10,029	6,743
18.1	<u>Sale of Products</u>		
	Car	8,923	6,292
		8,923	6,292
18.2	<u>Sale of Service</u>		
	Car Service	135	403
		135	403
18.3	<u>Other Operating Income</u>		
	Others (Primarily Tactical Support)	971	48
		971	48
19	<u>OTHER INCOME</u>		
	Miscellaneous Income	6	2
		6	2
20	<u>COST OF MATERIALS CONSUMED</u>		
	a) Opening Stock	-	-
	b) Add: Purchases		
	Parts Purchase & Others (Consumption)	491	397
		491	397
	c) Less : Closing Stock	-	-
		491	397



		Year Ended	
		31.03.2014	31.03.2013
		(₹ in Lakhs)	
21	<u>CHANGES IN INVENTORIES OF FINISHED GOODS, WORK - IN - PROGRESS AND STOCK IN TRADE</u>		
	A) OPENING STOCK		
	Finished Goods	1,348	427
		1,348	427
	B) CLOSING STOCK		
	Finished Goods	1,260	1,348
		1,260	1,348
		88	(921)
22	<u>EMPLOYEE BENEFITS EXPENSES</u>		
	Salaries, Wages & Bonus	116	105
	Contribution to Provident Fund & Other Funds	6	2
	Welfare Expenses	32	7
		154	114
23	<u>FINANCE COSTS</u>		
	a) Interest Expense on:		
	Term Loans	64	69
	Working Capital Loans	85	52
	Others:		
	Bank Charges	2	1
		151	122
24	<u>OTHER EXPENSES</u>		
	<u>Manufacturing Expenses</u>		
	Power & Fuel	11	14
	Insurance Charges	12	8
	<u>Repairs and Maintenance</u>		
	Building	4	7
	Others	27	24
	<u>Administration Expenses</u>		
	Professional Fees	2	6
	Rent	106	93
	Rates & Taxes	18	3
	Audit Fees	1	-
	Loss on Sale of Fixed Assets (Net)	6	-
	Travelling Expenses	18	23
	General Expenses	23	22
	<u>Selling Expenses</u>		
	Freight & Forwarding	1	1
	Other Selling expenses	358	152
		587	353



JAHNVI MOTOR PRIVATE LIMITED

25 Payment to Auditors

(₹ in Lakhs)

Particulars	2013-14	2012-13
Audit Fees	0.50	0.20
Expenses (incl. Service Tax)	0.06	0.02
Total	0.56	0.22

26 Micro, Small and Medium Enterprises

In accordance with the Notification No: GSR 719 (E) dated 16.11.2007 issued by the Ministry of Corporate Affairs, certain disclosures are required to be made relating to Micro, Small and Medium Enterprises as defined under the Micro, Small and Medium Development Act, 2006. The Company is in the process of compiling relevant information from its suppliers about their coverage under the said Act. Since the relevant information is not readily available, no disclosures have been made in these Financial Statements. However, in the considered view of the management and as relied upon by the auditors, impact of interest, if any that may be payable in accordance with the provisions of this Act is not expected to be material.

27 Related Party disclosures

In accordance with Accounting Standard 18 – "Related Party Disclosure", the company has compiled the required information as detailed below, as identified and disclosed by the management and relied upon by the Auditors:

27.1 Name of related parties and nature of relationship where control exists are as under

Holding Company	M/s. K.P.R.Mill Limited
Key Management Personnel	Sri K.P.Ramasamy Sri KPD Sigamani Sri P.Nataraj Sri C.R.Anandakrishnan
Enterprises owned or significantly influenced by key management personnel/Directors or their relatives	M/s K.P.R.Developers Limited M/s K P R Cements Private Limited M/s K P R Holdings Private Limited M/s K P R Agro Farms Private Limited M/s K.P.R.Charities M/s K.P.R.Sugar Mill Limited

27.2 Transactions during the year with related parties / Key Management Personnel are as under

(₹ in Lakhs)

Nature of Transaction	Enterprises owned or significantly influenced by key management personnel / Directors or their relatives	Relatives to Key Managerial Persons	Holding Company	Total as on 31/03/2014
Sales of Goods / Asset	52	-	-	52
	-	(44)	-	(44)
Investments	-	-	151	151
	-	-	(151)	(151)
Amount Payable	-	-	227	227
	-	(81)	(144)	(225)

(Previous year figures are in Brackets)



27.3 Details of major transactions with related parties**a. Sales of Goods**

(₹ in Lakhs)

Name	2013-14	2012-13
Smt. Kalpana Anand	-	44
M/s K P R Holdings Private Limited	52	-
Total	52	44

b. Investments

(₹ in Lakhs)

Name	2013-14	2012-13
M/s.K.P.R.Mill Limited	151	151
Total	151	151

c. Amount Payable

(₹ in Lakhs)

Name	2013-14	2012-13
M/s.K.P.R.Mill Limited	227	144
Sri.K.P.Ramasamy	-	81
Total	227	225

27.4 Earnings Per Share (EPS)

Particulars	2013-14	2012-13
Profit After Tax (₹ in Lakhs)	261	-63
Weighted average number of Shares	1510000	1510000
EPS (₹) Basic & Diluted	17	-4
Face Value Per Share (₹)	10	10

28 Operating Lease Commitments

During the year, the Company has taken Office space on lease for a period of 9 years with option to renew and with escalation in rent once in three years and lock-in period of three years. Lease rent for the year ended 31st March 2013 amounted to ₹ 76 Lakhs (Pr.Yr. ₹ 34 Lakhs).

Particulars	2013-14	2012-13
	₹ in Lakhs	
Minimum lease payments not later than one year	76	76
Later than one year but not later than five years	231	155
More than five years	-	-



(₹ in Lakhs)

	2013-14	2012-13
29 Defined Contribution Plan		
Provident Fund	4.09	2.14
ESI Contribution	1.52	-
29.1 Defined Benefit Plan		
Gratuity		
A Changes in Present value of obligation		
PV of obligation as the beginning of the year	0.65	-
Current Service Cost	13.05	0.65
Interest Cost	0.00	-
Actuarial (gain) / Loss on obligation	-	-
PV of obligation as at end of the year	13.70	0.65
B Change in Assets during the year ended 31st March		
FV of Plan Asset as at beginning of the year	-	-
Expected return on Plan Assets	0.00	-
Actuarial gain / (loss)	-	-
Contributions by the employer	0.00	-
FV of Plan Asset as at end of the year	0.00	-
C Net Asset/(Liability) recognized in the Balance Sheet		
PV of obligation as at end of the year	13.70	0.65
FV of Plan Asset as at end of the year	0.00	0.00
Funded Status [Surplus/(Deficit)]	-13.70	-0.65
D Expenses recognized during the period ended 31st March		
Current Service Cost	13.05	0.65
Interest Cost	0.00	0.00
Expected return on Plan Assets	0.00	0.00
Actuarial (gains) / Losses	0.00	0.00
Net amount recognised in the year	13.05	0.65
E Categories of plan assets as a percentage of total plan assets		
Equity instruments	-	-
Debt instruments	-	-
Property	-	-
Insurer managed asset	-	-
Assumptions used in accounting for the gratuity Plan		
Discount Rate (per annum)	8.00%	8.00%
Rate of increase in compensation levels (per annum)	7.50%	7.50%
Rate of return on plan assets (per annum)		
Expected average remaining working lives of employees (years)		

30 Previous Year's Figures

The previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary.





AUDITOR'S REPORT

Date :

**INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF JAHNVI
MOTOR PRIVATE LIMITED**

Report on the financial statements

I have audited the accompanying financial statements of M/S.JAHNVI MOTOR PRIVATE LIMITED, which comprise the Balance Sheet as at March 31, 2014, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards notified under the Companies Act, 1956 ("the Act") (which continue to be applicable in respect of section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs) and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.





No. 1/1, Seth Naryandas Layout-II, Tatabad,
Coimbatore - 641 012. Phone : 2495760, 4378813
E-mail : vetrivelfca@gmail.com

Date :

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

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

- a. in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014;
- b. in the case of the Statement of Profit and Loss, of the Profit of the Company for the year ended on that date; and
- c. In the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, I give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.



A. VETRIVEL, B.Sc., F.C.A
Chartered Accountant



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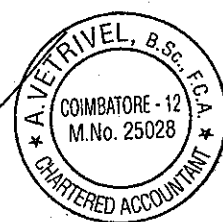
Date :

2. As required by section 227(3) of the Act, I report that:

- a. I have obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purpose of my audit;
- b. In my opinion proper books of account as required by law have been kept by the Company so far as appears from my 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 my opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
- e. On the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

DATE : 07.05.2014
PLACE : COIMBATORE


A. VETRIVEL
CHARTERED ACCOUNTANT



**M/s.JAHNVI MOTOR PRIVATE LIMITED
COIMBATORE**

Annexure of the Auditors Report for the year ended 31st March 2014

The Annexure referred to in paragraph 1 of the my Report of even date to the members of M/S.JAHNVI MOTOR PRIVATE LIMITED, on the accounts of the company for the year ended 31st March, 2014.

On the basis of such checks as I considered appropriate and according to the information and explanation given to me during the course of my audit, I report that:

1. In respect of Fixed assets

- a. The company has maintained proper records showing full particulars, including quantitative details and situations of the fixed assets.
 - b. Some of the fixed assets physically verified by the management in accordance with program of verification, which my opinion provides for the physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to me no material discrepancy was noticed on such verification.
 - c. The company has not sold/disposed off any substantial portion of fixed assets during the year.
2. a. As explained to me, inventories were physically verified during the year by the management at reasonable intervals.
- b. In my opinion and according to the information and explanations given to me, the procedures of physical verification of inventories followed by the management were reasonable and adequate in relation to the size of the company and nature of its business.
- c. In my opinion and according to the information and explanations given to me, the company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.
3. In respect of loans, secured or unsecured, granted or taken by the Company to or from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956, according to the information and explanations given to me:
- a. The Company has not granted any loans to firms or other parties list in the Register maintained under section 301 of the Companies Act, 1956.



M/s.JAHNVI MOTOR PRIVATE LIMITED
COIMBATORE

- b. The Company has accepted loans from its holding company during the year 2013-14 Rs.83.33 Lakhs (Max Amount Rs.226.83 Lakhs). At the year end, the outstanding balance of such loan was Rs.226.83 Lakhs (Previous year O/S.balance Rs. 143.50 Lakhs).
 - c. As there is no stipulation as to repayment of principal of loans taken from parties listed in the register maintained under section 301 of the Companies Act, 1956.
4. In my opinion and according to the information and explanations given to me, there are adequate internal control procedures commensurate with the size of the company and nature of its business for the purchase of inventory and fixed assets and for the sale of the goods and I have not observed any continuing failure to correct major weakness in internal controls.
5. In respect of the transaction entered in the register maintained in pursuance of section 301 of the Companies Act, 1956, to the best of my knowledge and belief and according to the information and explanation given to me:
- (a) The transactions that need to be entered into the register have been so entered.
 - (b) Where each of such transaction is in excess of Rs.5 Lakhs in respect of any party, the transactions have been made at the price which are prima facie reasonable having regard to the prevailing market prices at the relevant time.
6. The Company has not accepted any deposit from the public.
7. In my opinion, the Company has an internal audit system which commensurate with its size and nature of its business.
8. The Company doing Trading business, hence the maintenance of cost records under section 209(1) (d) of the Companies Act 1956 are not applicable.
9. According to the information and explanations given to me, the company has been regular in depositing undisputed statutory dues, including income tax, sales tax, and any other material statutory dues with the appropriate authorities during the year.
10. The Company has not incurred cash losses during the financial year covered by my audit and the immediately preceding financial year.
11. In my opinion and according to the information and explanations given to me, the company has not defaulted in the payment of dues to banks.



**M/s.JAHNVI MOTOR PRIVATE LIMITED
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12. The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Hence the provisions of clause 4 (xii) of the companies (Auditor's Report) Order, 2003 are not applicable to the company.
13. The company is not chit fund or nidhi mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
14. The company is not dealing in or trading in shares, securities, debentures and other investments. Hence the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order 2003 is not applicable.
15. In my opinion and according to the information and explanations given to me the company has not given any guarantee for loans taken by others from banks and financial institutions during the year.
16. In my opinion and according to the information and explanations given to me, the term loans have been applied for the purpose for which they were obtained.
17. According to the information and explanations given to me and on an overall examinations of the balance sheet of the company, funds raised on short term basis have, prime facie, not been used for the long term investment. No long-term funds have been used to finance short-term assets except the core/permanent working capital.
18. The provisions of clause 4 (xviii) (xix) and (xx) of the Companies (Auditor's Report) Order 2003 not applicable since the company has not issued any shares or debentures during the year.
19. To the best of my knowledge and belief and according to the information and explanations given to me, no fraud on or by the company was noticed or reported during the year.

**DATE : 07.05.2014
PLACE : COIMBATORE**


**A.VETRIVEL
CHARTERED ACCOUNTANT**

**A.VETRIVEL, B.Sc., F.C.A.
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