

INDEPENDENT AUDITOR'S REPORT

To The Members of,

BIOTIC WASTE SOLUTIONS PRIVATE LIMITED

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of **BIOTIC WASTE SOLUTIONS PRIVATE LIMITED** as at 31st March' 2014, the Statement of Profit and Loss for the year 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 and financial performance of the Company in accordance with the Accounting Standards notified under the Companies Act, 1956 (the Act) 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

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with 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 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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

OPINION

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

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014; and
- (b) In the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date.



REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2003 as amended by Companies (Auditor's Report) (Amendment) Order, 2006, issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said Order.
2. As required by Section 227(3) of the Act, we report that:
 - a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c. The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the Balance Sheet and the Statement of Profit and Loss comply with Accounting Standards notified under the Act.
 - e. On the basis of the written representations received from the directors as on March 31, 2014, 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 Section 274(1)(g) of the Act.

For **AVS & ASSOCIATES**
Chartered Accountants
Firm Reg. No. 023328N


(Vishnu Kumar Agrawal)
F.C.A.
(Partner)
M.No. 506075

Place- Noida
Date- 30/09/2014

ANNEXURE TO AUDITORS' REPORT

Referred to in paragraph 5 of our report of even date to the members of **BIOTIC WASTE SOLUTIONS PRIVATE LIMITED** on the accounts for the year ended 31st March 2014.

In terms of the information's and explanations given to us and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state as under:

- i) (a) The company has maintained proper records showing full particulars, including situation of fixed assets;

(b) The fixed assets have been physically verified by the management at reasonable intervals. As explained to us, the discrepancies noticed on physical verification of fixed assets were not material in relation to the size and nature of fixed assets and the same have been properly dealt with in the books of account;

(c) No fixed assets have been disposed off during the year; therefore there is no question of affecting the going concern status of the company.
- ii) (a) In our opinion and as per the information's given to us, There are no inventories dealt by the company therefore provisions of clauses 4(ii) (b to c) are not applicable to the company.
- iii) (a) In our opinion and as per the information's and explanations given to us, the company has not granted any loans, secured or unsecured, to/from companies firms or other parties covered in the register required to be maintained under section 301 of the act. Accordingly, the provisions of clauses 4(iii)(b to d) are not applicable to the company.

(e) The Company has taken unsecured loans, from directors of the company. The maximum amount involved during the year and the year-end balance of such loans aggregates to Rs. 5,50,000/- and Rs. 5,50,000/- respectively.

(f) The company is not paying any interest on such unsecured loan and in our opinion, other terms and conditions of such loans are not prima facie prejudicial to the interest of the Company.

(g) In respect of the aforesaid loans, the Company do not have stipulated terms of repayment with the directors.
- iv) In our opinion, there is an adequate internal control system commensurate with the size of the company and the nature of its business for the purchase of fixed assets. Further, on the basis of our examination and on the basis of information's and explanations given to us, no major weaknesses in the aforesaid internal control system have been noticed.
- v) In our opinion and as per the information's and explanations given to us, the particulars of contracts or arrangements referred to in Section 301 of the Act have been so entered in the register required to be maintained under that section.



- vi) The company has not accepted deposits from the public. Therefore the directives issued by the Reserve Bank of India and the provisions of sections 58A and 58AA of the Act and the rules framed there under are not applicable for the year under audit.
- vii) There is no formal internal audit system in the Company however internal control of the Company are reasonably functioning as observed during the audit.
- viii) The company is engaged in the business of providing services for Bio-Waste Management accordingly the the provisions of the 4(viii) regarding maintenance of cost records are not applicable to the company.
- ix) a) The company is regular in depositing undisputed statutory dues including Income-tax and any other statutory dues with the appropriate authorities. There are no arrears of outstanding statutory dues as at 31st March 2013 for a period of more than six months from the date they become payable.
- b) There are no dues of Income Tax or any other government dues which have not been deposited due to any dispute.
- x) The company has no accumulated losses as at 31st March, 2014 and has not incurred any cash losses in the financial year ended on that date.
- xi) The company has not defaulted in repayment of dues to any financial institution or banks. The company has not issued any debentures.
- xii) The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii) The provisions of any special statute applicable to chit fund/societies are not applicable to the company.
- xiv) In our opinion, the company is not dealing or trading in shares, debentures, securities and other investments.
- xv) In our opinion and as per the information's and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.
- xvi) On the basis of examination of accounting records, and as per the explanations given to us, we are of the opinion that, the term loans were applied for the purpose for which the loans were obtained.
- xvii) On the basis of examination of accounting records and as per the explanations given to us, we are of the opinion that the funds raised on short term basis have not been used for long term investments and vice versa.



xviii) In our opinion and as per the information's and explanations given to us, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Act during the year.

xix) The company has not issued any debentures during the year.

xx) During the year, the company has not raised any money by way of public issue.

xxi) During the checks carried out by us and as per information's made available to us, no fraud on or by the company has been noticed or reported during the year under audit.

Place : Noida
Dated : 30/09/2014

For **AVS & ASSOCIATES**
Chartered Accountants
(Firm Registration No. 023328N)

(**Vishnu Kr. Agrawal**)
F.C.A.
Partner
M. No. 506075

DIRECTORS' REPORT

To
The Members
Biotic Waste Solutions Private Limited
New Delhi

Your Directors have pleasure in presenting the 4th Annual Report of the Company, together with the Audited Balance Sheet and The Statement of Profit & Loss Account for the financial year ended on 31st March 2014. The summarized financial results for the year ended on 31st March, 2014 are as under:

FINANCIAL RESULTS

Particulars	Amount (Rs.)	
	For the financial year ended 31 st March, 2014	For the financial year ended, 31 st March, 2013
Total Income	6,38,45,059	50,997,589
Total Expenditure	5,86,93,280	46,872,342
Profit/(Loss) before tax	51,51,789	4,125,247
Taxes for earlier years	---	---
Provision for tax for current year	15,99,054	1,323,929
Provision for Deferred Tax	(28,954)	(64,987)
Profit/(Loss) after tax	35,81,689	2,866,305

OPERATION

During the year your Company has earned net profit of Rs. 35.81 Lacs as compared to Rs. 28.66 Lacs last year. Your Directors are continuously looking for avenues for future growth of the company in Waste Management Industry.

SHARE CAPITAL

During the year the Authorized share capital of the Company remain same as of previous year. At present the Authorized Share Capital of the Company is Rs. 1, 00,000/- (Rupees One lacs) divided into 10,000(Ten thousand) Equity Shares of Rs. 10/- each.

DIVIDEND

Your Directors feel that it is prudent to plough back the profits for future growth of the company and do not recommend any dividend for the year ended 31st March 2014.

DIRECTORS

There is no change in the constitution of Board of Directors during the financial year ended 31st March 2014.

Biotic Waste Solutions Private Limited

46, S S I INDUSTRIAL AREA, G. T. KARNAL ROAD, DELHI – 110033, INDIA
CIN: U74900DL2010PTC210239, M: 98181-83921, Email: vicky_ghalls@yahoo.com

DEPOSITS

The Company has not accepted/received any deposits within the meaning of Section 58A of the Companies Act, 1956, during the financial year ended 31st March 2014.

AUDITORS

The Auditors M/s AVS & Associates, Chartered Accountants, Noida (Firm Registration No.- 023328N) retire at the conclusion of ensuing Annual General Meeting and has confirmed their eligibility and willingness to accept office, if re-appointed. The Board of Directors recommends the re-appointment of M/s AVS & Associates, Chartered Accountants, as the auditors of the company for a period of five years subject to ratification at subsequent annual general meetings.

AUDITORS' REPORT

The observations of Auditors in their report, read with the relevant notes to accounts in Schedule are self-explanatory and do not require further explanation.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provisions of section 217 (2AA) of the Companies Act, 1956 the directors hereby confirm the following: -

1. That in the preparation of annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
2. That the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of financial year and the profit of the Company for that period.
3. That the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
4. That the directors had prepared the annual accounts on a going concern basis.

DISCLOSURES UNDER SECTION 217(1)(d) OF THE COMPANIES ACT, 1956

Except as disclosed elsewhere in this report, there have been no material changes and commitments which can affect the financial position of the Company occurred between the end of the financial year of the Company and date of this report.

Biotic Waste Solutions Private Limited

46, S S I INDUSTRIAL AREA, G. T. KARNAL ROAD, DELHI – 110033, INDIA
CIN: U74900DL2010PTC210239, M: 98181-83921, Email: vicky_ghalls@yahoo.com

PARTICULARS OF EMPLOYEES

As required under section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, none of the employee was in receipt of remuneration, particulars of which is required to be given in this report.

PARTICULARS OF CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION AND RESEARCH & DEVELOPMENT

The requirement of particulars to be provided in relation with Conservation of Energy and Technology Absorption, and Research and Development is not applicable.

FOREIGN EXCHANGE EARNINGS AND OUTGO

There is no Income or expenditure incurred in foreign exchange.

ACKNOWLEDGEMENT

Your directors wish to convey their sincere thanks to all the Shareholders, Bankers & Business associates for the trust they have reposed in the Company and its Board.

By Order of the Board of Directors
For **Biotic Waste Solutions Private Limited**

Place: New Delhi
Date: 30/09/2014


(Vikas Ghallot)
Director
DIN:00563202


(Pranav Tripathi)
Director
DIN:00423656

BIOTIC WASTE SOLUTIONS PRIVATE LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2014

		Amount (Rs.)		Amount (Rs.)	
	Note No.	As at 31st March, 2014		As at 31st March, 2013	
I. EQUITY AND LIABILITIES					
1 Shareholder's Fund					
Share Capital	1	100,000		100,000	
Reserve and Surplus	2	18,194,080	18,294,080	14,612,391	14,712,391
2 Non - Current Liabilities					
Long Term Borrowings	3	1,041,042	1,041,042	2,616,841	2,616,841
3 Current Liabilities					
Trade Payables	4	2,368,978		2,241,508	
Other Current Liabilities	5	2,770,105		3,396,030	
Short Term Provisions	6	1,599,054	6,738,137	2,540,686	8,178,224
TOTAL		26,073,259		25,507,456	
II. ASSETS					
1 Non-Current Assets					
Fixed Assets					
a. Tangible Assets	7	8,211,258		8,997,898	
b. Intangible Assets		3,799		6,332	
Deferred Tax Assets (Net)	8	151,060	8,366,117	122,106	9,126,336
2 Current Assets					
Trade Receivables	9	9,828,342		9,430,485	
Cash & Cash Equivalents	10	2,661,288		190,959	
Short-Term Loans & Advances	11	5,217,512	17,707,142	6,759,676	16,381,120
TOTAL		26,073,259		25,507,456	
Significant Accounting Policies and Notes on Financial Statements		1 to 19	0		0

In terms of our audit report
of even date attached

For AVS & ASSOCIATES

Chartered Accountants

(Registration No. 023328M)

(V.K. Agrawal)

F.C.A.

Partner

M. No. 506075



For & on behalf of the Board of Directors
Biotic Waste Solutions Private Limited

Vikas Ghallot

Director

DIN:00563202

Pranav Tripathi





Director

DIN:00423656

Place : Noida

Date : 30/09/2014

BIOTIC WASTE SOLUTIONS PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2014

Particulars	Note No.	Amount (Rs.)	
		As at 31st March,2014	As at 31st March,2013
INCOME			
Revenue from Operations	12	41,278,287	32,609,331
Other Income	13	22,566,782	18,388,258
Total Revenue		63,845,069	50,997,589
EXPENDITURE:			
Employee Benefits Expense	14	18,187,158	14,432,813
Finance Costs	15	234,041	428,154
Depreciation and Amortisation Expenses	16	1,527,056	1,849,350
Other Expenses	17	38,745,025	30,162,025
Total Expenses		58,693,280	46,872,342
Profit Before exceptional, extraordinary items and tax		5,151,789	4,125,247
Profit Before Tax		5,151,789	4,125,247
Tax Expenses			
Current Tax		1,599,054	1,323,929
Deferred Tax		(28,954)	(64,987)
Total Tax Expenses		1,570,100	1,258,942
Profit (Loss) for the period		3,581,689	2,866,305
Earnings per equity share of face value of Rs. 10 each			
Earning per equity share :	18		
(1) Basic & Diluted		358.17	286.63
Significant Accounting Policies and Notes on Financial Statements	1 to 19		
In terms of our audit report of even date attached			
For AVS & ASSOCIATES Chartered Accountants (Registration No. 023328N)		For & on behalf of the Board of Directors Biotic Waste Solutions Private Limited	
 (V.K. Agrawal) F.C.A. Partner M. No. 506075		 Vikas Ghallot Director DIN:00563202	
		 Pranay Tripathi Director DIN:00423656	
Place : Noida Date : 30/09/2014			

FIXED ASSETS

Note No.: 7

BIOTIC WASTE SOLUTIONS PRIVATE LIMITED
SCHEDULE OF FIXED ASSETS (AS PER COMPANIES ACT) AS ON 31/03/2014

SL NO.	PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK				
		COST AS ON 01/04/2013	ADDITIONS	SALE/ ADJUST.	TOTAL COSTRATE OF DEPR. 3/31/2014	UP TO 01/04/2013	FOR THE YEAR (ADJUST.)	TOTAL DEP. 3/31/2014	W.D.V. 3/31/2014	W.D.V. 3/31/2013		
	Tangible Assets (A)											
1	Factory Building	880,979	-	-	880,979	10.00%	160,432	72,055	-	232,487	648,492	720,547
2	Plant & Machinery	7,812,709	69,824	-	7,882,533	13.91%	1,979,434	820,190	-	2,799,624	5,082,909	5,833,275
3	Office Equipments	61,040	47,920	-	108,960	13.91%	12,137	11,835	-	23,972	84,988	48,903
4	Furniture & Fixture	157,862	-	-	157,862	18.10%	43,602	20,681	-	64,283	93,579	114,260
5	Vehicles	3,873,232	620,139	-	4,493,371	25.89%	1,657,755	573,587	-	2,231,342	2,262,028	2,215,477
6	Computer Systems	120,305	-	-	120,305	40.00%	54,869	26,175	-	81,044	39,261	65,436
	Total (A)											
	Intangible Assets (B)											
7	Computer Software	12,857	0		12,857	40.00%	6525	2,533		9,058	3,799	6,332
	Total (B)											
	TOTAL (A+B)	12,918,984	737,882		13,656,866		3,914,754	1,527,056	-	5,441,810	8,215,057	9,004,230
	Previous Year	12,613,399	305,585		12,918,984		2,065,404	1,849,350	-	3,914,754	9,004,230	10,547,996



For & on behalf of the Board of Directors
Biotic Waste Solutions Private Limited

[Signature]
Vikas Chaitot
Director

[Signature]
Franav Tripathi
Director

BIOTIC WASTE SOLUTIONS PRIVATE LIMITED				
Significant Accounting Policies & Notes on Financial Statements for the Year ended 31st March,2014				
Particulars	Note	Amount (Rs.)	Amount (Rs.)	
	No	31st March, 2014	31st March, 2013	
Share Capital	1			
Authorised share capital :				
10000 Equity Shares of Rs.10 each		100,000	100,000	
Preference Shares		-	-	
		<u>100,000</u>	<u>100,000</u>	
Issued, Subscribed and Paid up :				
10000 Equity Shares of Rs.10 each fully paid up		100,000	100,000	
Less : Calls in arrears		-	-	
TOTAL		<u>100,000</u>	<u>100,000</u>	
The details of shareholders holding more than 5% shares:	1.1	As at 31/03/2014	As at 31/03/2013	
Vulcan Waste Management Pvt Ltd (Holding Company)				
No. of Shares		7,500	7,500	
% of holding		75.00%	75.00%	
Pranav Tripathi				
No. of Shares		2,500	2,500	
% of holding		25.00%	25.00%	
The reconciliation of the number of shares outstanding is set out below:	1.2			
Equity Shares at the beginning of the year		10,000	10,000	
Add : Share issued		-	-	
Less : Shares cancelled on buy back of Equity Share		-	-	
Equity Share at the end of the year		<u>10,000</u>	<u>10,000</u>	
Reserves and Surplus	2			
Capital Reserve Account		9,251,167	9,251,167	
Profit and Loss account				
As per Balance Sheet		5,361,224	2,494,918	
Add : Profit for the year		3,581,689	2,866,305	
Add : Appropriations		-	-	
		<u>8,942,913</u>	<u>5,361,224</u>	
Less : Appropriations		-	-	
		<u>18,194,080</u>	<u>14,612,391</u>	
Long Term Borrowings	3			
Secured		Non current	Non current	
Term Loan- Indlan Overseas Bank		-	66,217	
HDFC Vehicle Loan Loadiking		-	93,054	
HDFC Vehicle Loan Tata		191,042	-	
*The above loan is secured against the respective vehicle financed by the bank.				
* The above balance of the loan is repayable by per month installment of Rs.18,130/- starting from 01/04/2015 and amount payable during 01/04/14 to 31/03/15 is taken into current liabilities.				
TOTAL		<u>191,042</u>	<u>159,271</u>	
Long Term Borrowings				
Unsecured		Non current	Non current	
Loan & Advances from Directors		550,000	550,000	
Loan & Advances from Relatives		-	1,450,000	
Loan & Advances from Others		300,000	300,000	
Loan & Advances from Holding Company		-	157,570	
		<u>850,000</u>	<u>2,457,570</u>	
TOTAL		<u>1,041,042</u>	<u>2,616,841</u>	



Trade Payables	4		
Sundry Payables		2,368,978	2,241,508
TOTAL		2,368,978	2,241,508
Others Current Liabilities	5		
Advances From Debtors		790,449	507,477
Security From Clients		9,460	-
Duties and Taxes		214,127	757,177
Expenses Payable		1,311,069	663,697
Director Remuneration Payable		40,000	273,920
Term Loan- Indian Overseas Bank(Payable within next 12 months)		94,387	758,597
HDFC Vehicle Loan Tata-(Payable within next 12 months)		217,560	-
HDFC Vehicle Loan Loadiking-9341(Payable within next 12 months)		93,053	256,149
HDFC Vehicle Loan Tata Ace-8217(Payable within next 12 months)		-	43,930
HDFC Vehicle Loan Tata Ace-8218(Payable within next 12 months)		-	43,930
Mahindra & Mahindra Vehicle Loan-9616(Payable within next 12 months)		-	91,154
TOTAL		2,770,105	3,396,030
Short Term Provisions	6		
Provision for Income Tax		1,599,054	2,540,686
TOTAL		1,599,054	2,540,686
Non Current-Assets			
Deferred Tax Liability/ Assets (net)	8		
Deferred tax Asset			
Related to Fixed Assets		151,060	122,106
TOTAL		151,060	122,106
Trade Receivables	9		
(Secured/ Unsecured and considered good)			
Debts due for a period exceeding six months		3,573,105	2,080,636
Others		6,255,237	7,349,849
TOTAL		9,828,342	9,430,485
Cash and Bank Balances	10		
Balance with Banks		1,676,021	84,525
Cash on hand		985,267	106,433
TOTAL		2,661,288	190,959
Short Term Loans & Advances (Asset)	11		
Security Deposits		3,298,830	2,837,862
TDS Recoverable AY 2014-15		685,358	971,369
Advance Tax AY 2014-15		800,000	1,470,000
Vat Recoverable		19,956	-
Prepaid Expenses		70,266	63,848
Staff Imprest/Advance		91,223	486,990
Interest Accrued But Not Due		228,164	49,709
Other Advances		-	854,964
Service tax Recoverable		23,716	24,934
		5,217,512	6,759,676



BIOTIC WASTE SOLUTIONS PRIVATE LIMITED

Significant Accounting Policies & Notes on Financial Statements for the Year ended 31st March, 2014

Particulars	Note No.	Amount (Rs.) 31st March, 2014	Amount (Rs.) 31st March, 2013
Revenue from operations	12		
Gross Receipts			
Service Charges		41,278,287	32,609,331
TOTAL		41,278,287	32,609,331
Other Income	13		
Scrap Sales		22,314,737	18,247,424
Misc. Income		252,045	140,834
TOTAL		22,566,782	18,388,258
Expenses:			
Employee Benefits Expense	14		
Wages		8,317,107	6,880,977
Salaries		9,218,036	7,020,443
Staff Welfare Expenses		125,564	136,139
Bonus to Employees		162,700	4,645
Employer Contribution to EPF		16,769	64,103
Employer Contribution to ESIC		346,982	326,506
TOTAL		18,187,158	14,432,813
Finance costs	15		
Bank Charges/ Fine		97,975	293,011
Interest on Loans		136,066	135,143
TOTAL		234,041	428,154
Depreciation And Amortisation Expenses	16		
Depreciation and Amortisation		1,527,056	1,849,350
TOTAL		1,527,056	1,849,350
Other Expense	17		
Direct Expenses			
Ash Disposal Exp.		1,418,000	175,500
Consumable Exp.		23,899	35,748
Electricity Exp.		1,935,289	2,169,798
Gas & Fuel Exp.		9,005,410	7,083,538
Packing Exp.		8,603,055	6,604,860
Rent for vehicle		1,755,395	1,509,705
TOTAL		22,741,048	17,579,149
Administrative Expenses			
Bad Debts		1,036,898	252,703
Business Promotion Exp.		-	50,000
Conveyance Expenses		1,010,280	353,144
Canteen Exp.		216,580	219,871
Computer Maint.		28,909	11,295
Consultancy Exp.		1,710,012	1,968,623
Directors Remuneration		690,000	690,000
Entertainment Exp.		87,369	116,583
Festival Exp.		467,280	278,820
Freight outward Exp..		247,029	196,519
Health & Safety Exp.		234,327	73,106
House Keeping		65,192	39,397
Insurance expense		138,322	131,750



Legal Exp.	77,260	105,985
Medical Exp.	107,559	20,267
Miscellaneous Exp.	398,937	72,372
News Paper & Periodicals Exp.	3,415	3,220
Office Exp.	53,893	52,877
Payment for Audit Fees	360,000	225,000
Postage & Courier Exp.	751	1,084
Printing & Stationery Exp.	195,273	137,944
Rates & Taxes	202,474	239,701
Rent for Factory	4,529,169	4,169,336
Repair & Maintaince Exp.	1,728,783	1,651,004
Short & Excess	2,465	2,979
Testing Exp.	17,000	10,000
Telephone expense	298,182	254,284
Tour & Traveling Exp.	512,585	250,167
Vehicle Running & Maintaince Exp.	1,584,034	1,004,845
TOTAL	16,003,978	12,582,876
Total of Other Expenses	38,745,025	30,162,025
Payment to Auditor As:		
17.1		
1. Audit Fees:		
Statutory Audit Fees	252,000	157,500
Tax Audit Fees	108,000	67,500
Certification/Consultation Fees	250,732	75,000
TOTAL	610,732	300,000
Earning per Shares		
18		
1. Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders	3,581,689	2,866,305
2. Weighted Average number of equity shres used as denominator for calculation EPS	10,000	10,000
3. Basic and Diluted EPS	358.17	286.63
4. Face Value per equity share	10.00	10.00



Biotic Waste Solutions Private Limited

Note No.: 19

NOTES FORMING PART OF THE BALANCE SHEET AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31/03/2014

1. Background

Biotic Waste Solutions Private Limited was incorporated on November 08, 2010. The Company carries on waste management services of the 'Bio-Medical Waste' in India. The company has acquired the business of "Biotic Waste Solutions" (a partnership firm) w.e.f. April 01, 2011.

2. SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

a) ACCOUNTING CONVENTION

The financial statements are prepared with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention. GAAP comprises mandatory accounting standards as specified in the Companies (Accounting Standard) Rules, 2006 and the provisions of the Companies Act, 1956 ("the Act") as adopted consistently by the Company. Accounting policies have been consistently applied except where a newly issued accounting standard is initiated. Adoption or revision to an existing accounting standard requires a change in accounting policy hitherto in use. The management evaluates all the recently issued or revised accounting standards on an on-going basis.

b) FIXED ASSETS AND DEPRECIATION

Fixed Assets are stated at their original cost of acquisition or construction. Cost comprises of purchase price and all expenses directly attributable to the acquisition or construction of the asset.

c) DEPRECIATION

- i) Depreciation has been provided on the value capitalized on the assets actually put to use during the current year, as per the Written Down Value Method at rates prescribed in Schedule XIV of the Companies Act, 1956.
- ii) Depreciation is calculated on pro-rata basis from the date of acquisition and/or capitalization, as may be applicable.



Biotic Waste Solutions Private Limited

- iii) Assets costing individually Rs. 5,000/- (Rupees Five Thousand only) or less are depreciated fully in the year of purchase.

d) INVENTORY

There are no inventories held by the company.

e) INVESTMENTS

There are no investments held by the company.

f) PROVISION FOR RETIREMENT BENEFITS

- i) Leave encashment are accounted for on accrual basis.

g) EXPENSES

All the expenses (revenue and capital expenses) are recognized on mercantile basis of accounting.

h) INCOME

The Company has recognized all incomes on accrual basis of accounting as per the provisions of Accounting Standard – 9, "Revenue Recognition", prescribed under the Companies (Accounting Standards) Rules, 2006.

i) FOREIGN CURRENCY TRANSACTIONS

Transactions in foreign currency are recorded in terms of the Accounting Standard 11 (Revised 2003) – "The effects of changes in Foreign Exchange Rates" prescribed under The Companies (Accounting Standards) Rules, 2006 at the exchange rates prevailing on the dates of the transaction. Net exchange gain or loss resulting in respect of foreign exchange transactions settled during the period is recognized in the Profit & Loss Account except for the resultant net exchange gain or loss on account of imported fixed assets, which is adjusted in the carrying amount of the related fixed assets.

Assets and liabilities relating to transactions involving foreign currency are converted at the exchange rates prevailing at the year-end. Any loss or gain arising out of conversion is adjusted to the concerned assets, if the liability is incurred for the purpose of acquisition of fixed assets, and in the Profit & Loss Account, in case of monetary items. However, there is no such item outstanding in the financial statements as at 31/03/2014.



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j) TAXATION

Income tax comprises current tax and deferred tax.

Current Taxes

Provision for Current tax is recognized in accordance with the provisions of the Income Tax Act, 1961 and is made annually based on the tax liability after taking credit for tax allowances and exemptions.

Deferred Tax

Deferred tax assets and liabilities are recognized for the future tax consequences attributable to timing differences that result between the profits offered for income taxes and the profits as per the financial statements. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in the future. Deferred tax assets are reassessed for the appropriateness of their respective carrying values at each Balance Sheet date.

k) BORROWING COSTS

Borrowing cost that is attributable to the acquisition or construction of a qualifying asset is capitalized as part of the cost of such asset. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. However, there is no such borrowing costs incurred during the year ended 31/03/2014.

l) IMPAIRMENT OF ASSETS

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to Profit & Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount. However, there is no case of such impairment as explained by management incurred during the year ended 31/03/2014.

m) 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. Contingent Assets are neither recognized nor disclosed in the financial statements. However, there is no case contingent liability or asset outstanding at the year ended 31/03/2014 as explained by management.



Biotic Waste Solutions Private Limited

3. NOTES ON ACCOUNTS

- i) In the opinion of the management current assets, loans and advances are approximately of the value stated, if realized in the ordinary course of the business.
- ii) Financial statement has been prepared in accordance to the revised schedule VI and financial statement for the previous year have been re-stated and re-grouped accordingly wherever required.
- iii) Related Party relationships / transactions warranting disclosures under Accounting Standard - 18 prescribed under the Companies (Accounting Standards) Rules, 2006 are as under:

(a)	Related parties are classified as:	
Sr. No.	Name of Related Party	Relationship
1	Vulcan Waste Management Private Limited	Holding Company
2	Kuldeep Singh Panwar	Key Managerial Personal
3	Vikas Ghallot	Key Managerial Personal
4	Pranav Tripathi	Key Managerial Personal

(b)	Transactions during the year with related parties (excluding reimbursements):				
Sr. No.	Nature of Transaction	Holding Co.	KMP	Others	Total
1	Director Remuneration Paid	(-)	6,90,000/-	(-)	6,90,000/-
		(-)	(6,90,000/-)	(-)	(6,90,000/-)
2	Loan/Advance Received during the year	(-)	(-)	(-)	(-)
		(2,97,676)	(6,00,000)	(12,00,000)	(20,97,676)
3	Loan/Advance repaid during the year	1,57,570/-	(-)	14,50,000/-	16,07,570/-
		(1,90,106)	(3,00,000)	(12,00,000)	(16,90,106)
Note: Figures in bracket represents previous year's amount.					



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(c)	Closing Balance as on March 31, 2014				
Sr. No.	Nature of transaction	Holding Co.	KMP	Others	Total
1	Loans & Advances	(-)	5,50,000	3,00,000/-	8,50,000/-
		(1,57,570)	(5,50,000)	(17,50,000/-)	(24,57,570/-)
	Note: Figures in bracket represents previous year's amount.				

- iv) Additional information pursuant to the provisions of paragraph 3 and 4 of Part II of Schedule VI of the Companies Act, 1956 are as follows:

Auditors Remuneration	Year Ended 31.03.2013 (Amount in Rs.)	Year Ended 31.03.2014 (Amount in Rs.)
Statutory Audit Fee	157,500/-	2,52,000/-
Tax Audit Fee	67,500/-	1,08,000/-
Total	225,000/-	3,60,000/-

- v) Earnings Per Share (EPS)

Pursuant to Accounting Standard-20, "Earning Per Share", prescribed under the Companies (Accounting Standards) Rules, 2006, the value of EPS is calculated as below:

Particulars	Year Ended 31.03.2013	Year Ended 31.03.2014
Net Profit attributable to equity shareholders	35,81,689/-	28,66,305/-
Weighted average number of equity shares	10,000	10,000
Basic Earnings Per Share (Rs.)	358.17	286.63

- vi) Deferred Taxation

Pursuant to Accounting Standard-22, "Accounting for Taxes on Income", deferred tax assets at the end of the year are as follows:

PARTICULARS	Deferred Tax Asset / (Liability) 31.03.2013	Credit / (Charge) for the year (Rs.)	Deferred Tax Asset / (Liability) 31.03.2014
Deferred tax liability on account of depreciation	1,22,106/-	28,954/-	1,51,060/-
Deferred tax Asset on account of Disallowance u/s 43B	(-)	(-)	(-)
Net Deferred Tax Assets / (Liability)	1,22,106/-	28,954/-	1,51,060/-



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vii) The Company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year-end together with interest paid/ payable as required under the said act have not been given.

viii) Previous year figures have been regrouped and rearranged, wherever considered necessary.

ix) Notes 1 to 19 forms an integral part of the Financial Statements.

In terms of our audit report of even date annexed.

For AVS & ASSOCIATES

(Chartered Accountants)

Firm registration number: 023328N


(V. K. Agrawal)

Partner

Membership no: 506075



For and on behalf of the Board of Directors of

Biotic Waste Solutions Private Limited


Vikas Ghallot

Director

DIN:00563202


Pranav Tripathi

Director

DIN:00423656

Place: Noida

Date: 30/09/2014