

# **AKG EXIM LIMITED**

## **ANNUAL REPORT**



# **2018**



## **NOTICE OF ANNUAL GENERAL MEETING**

Notice is hereby given that the 13<sup>th</sup> Annual General Meeting of the shareholders of "AKG EXIM LIMITED" will be held on **Friday, 20<sup>th</sup> day of July, 2018 at 04.00 P.M.** at the registered office of the company situated at: 408-411 Pearls Corporate, Manglam Place Sector - 3, Rohini, Behind Kali Mata Temple, Delhi- 110085 India to transact the following businesses:

### **ORDINARY BUSINESS:**

#### **1. TO APPROVE THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED ON 31<sup>ST</sup> MARCH, 2018:**

To receive, consider and adopt the financial statements of the Company for the year ended on 31<sup>st</sup> March, 2018, including the audited Balance Sheet as on 31<sup>st</sup> March, 2018, and the Statement of Profit and Loss and the Cash Flow Statement for the year ended on that date and the Reports of the Directors and Auditors thereon.

#### **2. RE-APPOINTMENT OF M/S. SHARMA-SHARMA & CO. AS STATUTORY AUDITORS OF THE CO.:**

To consider and if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution:**

**"RESOLVED THAT** pursuant to section 139 of the Companies Act, 2013 read with Companies (Audit & Auditors) Rules, 2014, and other applicable provisions, if any, of the said Act and pursuant to the recommendations of Audit Committee of the Board of Directors of the company, **M/s. Sharma- Sharma & Co.** (having Firm Registration No. 009462N), Chartered Accountants, be and is hereby re-appointed as Statutory Auditors of the Company to hold office from the conclusion of this AGM till the conclusion of 16<sup>th</sup> AGM of the Company subject to ratification at every AGM and subject to ratification of appointment at every Annual General Meeting, at a remuneration of Rs. 30,000/- Per Annum as recommended by the Audit Committee, in connection with the work of audit to be carried out by them.

**RESOLVED FURTHER THAT** Mr. Rajeev Goel and/or Ms. Mahima Goel directors of the Company or Ms. Jagriti Mehendiratta, Company Secretary of the Company be and are hereby jointly/ severally authorized to do all such acts, deeds and things as may be required in this regard including to file necessary forms with the concerned ROC and to sign the certified copy of this resolution and/or otherwise to do such further acts, deeds, matters, and things to give effect to this Resolution."

**SPECIAL BUSINESSES:**

**3. TO APPOINT MR. ARUN KUMAR GOYAL AS AN INDEPENDENT DIRECTOR OF THE COMPANY:**

To consider and if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

**"RESOLVED THAT** pursuant to the provisions of Section 149 and 152 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) consent of the members of the company be and is hereby accorded for the appointment of **Mr. Arun Kumar Goyal (DIN 01061882) as an Independent Director of the Company for the term of three consecutive years** commencing from conclusion of this AGM until the conclusion of 16<sup>th</sup> AGM to be held in the year 2021.

**RESOLVED FURTHER THAT** Mr. Rajeev Goel and/or Ms. Mahima Goel, directors of the Company or Ms. Jagriti Mehendiratta, Company Secretary of the Company be and are hereby jointly and/or severally authorized to do all such acts, deeds and things as may be required in this regard including to file necessary forms with the concerned ROC and to sign the certified copy of this resolution and/or otherwise to do such further acts, deeds, matters, and things to give effect to this Resolution."

**4. TO APPOINT MR. RAKESH MOHAN AS AN INDEPENDENT DIRECTOR OF THE COMPANY:**

To consider and if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

**"RESOLVED THAT** pursuant to the provisions of Section 149 and 152 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) consent of the members of the company be and is hereby accorded for the appointment of **Mr. Rakesh Mohan (DIN 07352915) as an Independent Director of the Company for the term of three consecutive years** commencing from the conclusion of this AGM until the conclusion of 16<sup>th</sup> AGM to be held in the year 2021.

**RESOLVED FURTHER THAT** Mr. Rajeev Goel and/or Ms. Mahima Goel, directors of the Company or Ms. Jagriti Mehendiratta, Company Secretary of the Company be and are hereby jointly and/or severally authorized to do all such acts, deeds and things as may be required in this regard including to file necessary forms with the concerned ROC and to sign the certified copy of this resolution and/or otherwise to do such further acts, deeds, matters, and things to give effect to this Resolution."



5. TO APPOINT MR. LAXMAN SINGH YADAV AS A NON-EXECUTIVE NON-INDEPENDENT DIRECTOR OF THE COMPANY:

To consider and if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

**"RESOLVED THAT** pursuant to the provisions of Section 152 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) consent of the members of the company be and is hereby accorded for the appointment of Mr. Laxman Singh Yadav (DIN 08055192) as a Non-Independent Non-Executive Director of the Company **liable to retire by rotation**.

**RESOLVED FURTHER THAT** Mr. Rajeev Goel and/or Ms. Mahima Goel, directors of the Company or Ms. Jagriti Mehendiratta, Company Secretary of the Company be and are hereby jointly and/or severally authorized to do all such acts, deeds and things as may be required in this regard including to file necessary forms with the concerned ROC and to sign the certified copy of this resolution and/or otherwise to do such further acts, deeds, matters, and things to give effect to this Resolution."

6. TO APPOINT MS. MAHIMA GOEL AS AN EXECUTIVE DIRECTOR OF THE COMPANY LIABLE TO RETIRE BY ROTATION:

To consider and if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

**"RESOLVED THAT** pursuant to the provisions of Section 152 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) consent of the members of the company be and is hereby accorded for the appointment of **Ms. Mahima Goel (DIN 02205003), as an Executive Director of the Company liable to retire by rotation on the monthly remuneration of Rs 200,000/-** subject to the provisions of Section 197, 198, schedule V and any other applicable sections of the Companies Act, 2013 in this regard.

**RESOLVED FURTHER THAT** Mr. Rajeev Goel director of the Company or Ms. Jagriti Mehendiratta, Company Secretary of the Company be and are hereby jointly and/or severally authorized to do all such acts, deeds and things as may be required in this regard including to file necessary forms with the concerned ROC and to sign the certified copy of this resolution and/or otherwise to do such further acts, deeds, matters, and things to give effect to this Resolution."



By Order of the Board of Directors

"AKG Exim Limited"

**Jagriti Mehandiratta**

Company Secretary

**Date:** 25/06/2018

**Place:** Delhi

**NOTES:-**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING OF THE COMPANY IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF / HERSELF AND THE PROXY NEED NOT BE A MEMBER.

A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company. Proxies in order to be effective, should be duly completed, stamped and must be deposited with the Company at its registered office, not less than forty-eight hours before the time for commencement of the meeting.

2. Members are requested to bring their copy of the Annual Report to the AGM.
3. An explanatory statement pursuant to Section 102 of the Companies Act, 2013, relating to the Special Businesses to be transacted at the meeting is annexed hereto, if any.



## EXPLANATORY STATEMENT

(Pursuant to Section 102 of the companies Act, 2013)

### **Item Nos. 3**

Mr. Arun Kumar Goyal (aged 60 years) was appointed as an additional independent director on the board of directors of the company with effect from 04<sup>th</sup> day of January, 2018 by the board of directors of the company in their meeting held on the same day. He is BSC, LLB & CAIIB. He is having more than 36 years of Experience in Banking, Development Banking and Corporate Commercial Banking & Finance specializing in the key areas of Project Appraisal, Monitoring and Recoveries including NPAs/Stressed Assets Management & Recovery Resolution. As per section 161 of the Companies Act, 2013 he is eligible to hold such office till the conclusion of the AGM to be held after his appointment. Also, being eligible, has offered himself for re-appointment as an Independent Director of the Company. Board of Directors of the company on the recommendations of Nomination & Remuneration Committee and on being satisfied that he meets the criteria of Independence as provided in the section 149 of the companies Act, 2013 and SEBI (LODR) regulations, 2015 has also proposed his candidature for the position of Independent director of the Company.

Hence, the resolution set at Item Nos. 3 is for appointment of Mr. Arun Kumar Goyal as an Independent Director of the company. So, the Board commends your approval for item no. 3.

None of the Directors or key managerial personnel is interested or concerned in the said resolution except Mr. Arun Kumar Goyal being the Appointee.

### **Item Nos. 4**

Mr. Rakesh Mohan (aged 66 years) was appointed as an additional independent director on the board of directors of the company with effect from 04<sup>th</sup> day of January, 2018 by the board of directors of the company in their meeting held on the same day. He has completed B.Sc. (Hons) in Physics and M.Sc. in Physics from Delhi University. He joined MS Electrical Engineering from Ohio State University, USA as a Rotary scholar. He also did MS in Social Policy and Planning in Developing countries from London School of Economics. He is having more than 40 years of Experience in Public Works, Power sector, Education Sector. As per section 161 of the Companies Act, 2013 he is eligible to hold such office till the conclusion of the AGM to be held after his appointment. Also, being eligible, has offered himself for re-appointment as an Independent Director of the Company. Board of Directors of the company on the recommendations of Nomination & Remuneration Committee and on being satisfied that he meets the criteria of Independence as provided in the section 149 of the companies Act, 2013 and SEBI (LODR) regulations, 2015 has also proposed his candidature for the position of Independent director of the Company.



Hence, the resolution set at Item Nos. 4 is for appointment of Mr. Rakesh Mohan as an Independent Director of the company. So, the Board commends your approval for item no. 4.

None of the Directors or key managerial personnel is interested or concerned in the said resolution except Mr. Rakesh Mohan being the Appointee.

**Item Nos. 5**

Mr. Laxman Singh Yadav (aged 60 years) was appointed as an **additional Non-Independent Non-Executive Director** on the board of directors of the company with effect from 18<sup>th</sup> day of January, 2018 by the board of directors of the company in their meeting held on the same day. He is Graduate from Kurukshetra University, M.A., LL.B., PGDM Business Administration and CAIIB Diploma in Co-operation and rural finance. He is having more than 30 years of experience in the field of Banking, Administration and liaising with various departments. He looks Banking activities of our Company Banking, Business Development Client relationship, Administration Control and team management. As per section 161 of the Companies Act, 2013 he is eligible to hold such office till the conclusion of the AGM to be held after his appointment. Also, being eligible, has offered himself for re-appointment as a Non-Independent Non-Executive Director of the Company. Board of Directors of the company on the recommendations of Nomination & Remuneration Committee, has also proposed his candidature for the position of Non-Independent Non-Executive Director of the Company.

Hence, the resolution set at Item Nos. 5 is for appointment of Mr. Laxman Singh Yadav as a Non-Independent Non-Executive Director of the company. So, the Board commends your approval for item no. 5.

None of the Directors or key managerial personnel is interested or concerned in the said resolution except Mr. Laxman Singh Yadav being the Appointee.

**Item Nos. 6**

Ms. Mahima Goel (aged 41 years wife of Mr. Rajeev Goel) was appointed as an Executive Director on the board of directors of the company in the year 2009 by the shareholders of the company. Pursuant to change in the status of the company as public ltd company and to comply with the provisions of companies Act, 2013, she is required to be re-appointed as an Executive Director of the Company liable to retire by rotation on the monthly remuneration of **Rs 200,000/-** subject to the provisions of Section 197, 198, schedule V and any other applicable sections of the Companies Act, 2013 in this regard. Board of Directors of the company on the recommendations of Nomination & Remuneration Committee, has proposed her candidature for the position of Executive Director of the Company liable to retire by rotation on the monthly remuneration of **Rs 200,000/-**.

She is Bachelor of Education, Bachelor of Science, Master of Education and Master of Business Administration. She is having more than 17 years of Experience in Human Resource relationship. She looks after day-to-day routine operational activities of our Company.

Hence, the resolution set at Item Nos. 6 is for appointment of Ms. Mahima Goel as an Executive Director of the company. So, the Board commends your approval for item no. 5.

None of the Directors or key managerial personnel is interested or concerned in the said resolution except Ms. Mahima Goel being the Appointee and Mr. Rajeev Goel being her husband.

**INFORMATION AS REQUIRED BY THE SCHEDULE V, SECTION - II OF THE COMPANIES ACT 2013**

**I. GENERAL INFORMATION**

- 1 Nature of Industry: **Your Company is engaged in the business of export/import of metals and various other products.**
- 2 Date of Commencement of Commercial Production: **July, 2005**
- 3 Expected date of commencement of activity as per project approved by the financial institution: **N.A.**
- 4 Financial Performance of the Company for Financial Year 2017 - 2018 based on given indicators:

*(Amounts are in Indian Rupees)*

Particulars	Amount
Total revenue from operations	112,35,09,665.84
Total Expenditure	110,87,37,638.33
Profit/(Loss) before Tax	1,47,72,027.51
Profit/ (Loss) after Tax	1,02,07,470.77

- 5 Foreign Investments or Collaborators: **N.A.**

**II. INFORMATION ABOUT MS. MAHIMA GOEL, APPOINTEE**

- 1) Background details:

Name	Ms. Mahima Goel
Father's Name	Mr. Suraj Parkash Singhal
Age	41 years
Qualification	She is Bachelor of Education, Bachelor of Science, Master of Education and Master of Business Administration.



Past Experience	She is having more than 17 years of Experience in Human Resource relationship. She looks after day-to-day routine operational activities of our Company.
Other Directorships	Currently, she was not director in any other company.

**2) Past Remuneration:**

Ms. Mahima Goel was appointed as Executive Director in your Company with effect from March, 2009. A Gross Salary of Rs. 2,00,000/- (Rupees Two Lakh) per month was given to her since April 2017.

The past gross remuneration of Ms. Mahima Goel, in the capacity of Executive Director, as on 31<sup>st</sup> March 2018, was Rs. 24,00,000/- (Rupees Twenty Four Lakh) per annum.

**3) Job Profile and her suitability:**

Ms. Mahima Goel will be responsible for overall day to day management of the Company and shall be vested with substantial power of management of Company's affairs under the supervision and control of the Board of Directors of the Company. Considering the vast and versatile experience of Ms. Mahima Goel and also her performance during last 3 years, she is very much suitable for the job profile.

**4) Remuneration Proposed:**

It is proposed to appoint and designate Ms. Mahima Goel as Executive Director of the Company during the term of his appointment. Keeping in view of her role and responsibilities and role in the Company, it is proposed to provide her salary in the capacity of Executive Director of the Company, as per schedule V subject to amendment from time to time and necessary approvals, if required, including Perquisites, HRA and other allowances and Reimbursement of expenses on actual. She will also be entitled for annual Bonus, if declared, as may be applicable and decided by management and annual remuneration review is effective 1<sup>st</sup> April each year, as per the policy of the Company Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person.

For the responsibilities shouldered by Ms. Mahima Goel as Executive Director of the Company is to managing the various day to day business affairs of the Company, her remuneration compares favourably with the remuneration paid to the Directors/business heads of the companies in the similar industry having like sized and similarly positioned businesses including business volume, profit etc.

**5) Pecuniary relationship with the Company or relationship with Managerial personnel, if any:**

She is the promoter of the Company and wife of Mr. Rajeev Goel, Managing Director of the Company.

### III. OTHER INFORMATION

1) Reasons of loss or inadequate profits:

The Company is having profits and also constantly endeavour itself for maintaining and growing its position as such. Also, the Company is active in developing new strategies for their future projects.

2) Steps taken or proposed to be taken for improvement:

The Company continues to strive for growth, higher realizations, minimize the losses in the overseas market segment and better asset utilization. The Company is actively pursuing growth opportunities and looking at products which are more beneficial to the Company. It is expected to improve further and have much more profits in the years to come.

3) Expected increase in productivity and profits in measurable terms:

Expected revenue from operations in the upcoming financial years is expected to be as follows:

Financial Year	Expected Revenue from Operations (₹ in Crores)	Expected Profit (₹ in Crores)
2018-19	117.40	1.53
2019-20	123.30	1.55
2020-21	130.00	1.57

### IV. DISCLOSURES

1) The shareholders of the Company shall be informed of the remuneration package of Ms. Mahima Goel which is as under:

Ms. Mahima Goel, in the capacity of Executive Director of the Company is entitled for the gross remuneration of Rs. 2,00,000/- per month.

- ✓ Apart from the above remuneration package, Ms. Mahima Goel shall also be eligible for reimbursement of conveyance expenses, if any, at actual.
- ✓ Annual Bonus, if any, as may be applicable and decided by management and annual remuneration review is effective 1<sup>st</sup> April each year, as per the policy of the Company.

By Order of the Board of Directors

"AKG Exim Limited"

  
**Jagriti Mehandiratta**  
 Company Secretary



**Date:** 25/06/2018

**Place:** Delhi

**BOARD REPORT**

To  
The Members of  
**AKG Exim Limited**  
408-411 Pearls Corporate,  
Mangalam Place Sector - 3, Rohini,  
Behind Kali Mata Temple  
Delhi -110085, India

**Dear Members,**

The Board of your Company is immensely delighted in presenting its 13<sup>th</sup> Annual Report. The Report is being presented along with the Audited Financial Statements for the Financial Year ended March 31, 2018.

**FINANCIAL RESULTS**

Your Company's performance during the financial year 2017-18 is summarized below:

<b>PARTICULARS</b>	<b>For the year ended 31.03.2018 ₹</b>	<b>For the year ended 31.03.2017 ₹</b>
Total Revenue	112,35,09,665.84	105,55,23,615.58
Profit/(Loss) Before Depreciation	1,65,98,505.51	103,18,764.43
Less: Depreciation	18,26,478.00	32,44,294.00
Profit Before Tax	1,47,72,027.51	70,74,470.43
Less: Provision for Taxation : Current tax	41,92,879.00	20,26,471.00
Deferred tax	3,71,677.74	162,126.43
<b>Profit/(Loss) After Tax</b>	<b>1,02,07,470.77</b>	<b>48,85,873.00</b>
<b>Earning Per Equity Share: Basic</b>	<b>2.11</b>	<b>2.02</b>

**RESULTS OF BUSINESS OPERATIONS:**

During the year under review, the Company's Turnover is ₹1,11,82,12,570.42/-. The Company had earned a Net Profit of ₹ 102,07,470.77/- for the current year as compared to last year's Profit of ₹ 48,85,873.00/-.

**STATE OF AFFAIRS OF THE COMPANY:**

The Company engaged in the business of trading import export or otherwise deal in leather goods, garments, bags, foot wears, travel aids and decorative pieces, to deal in export import of all kind of handicrafts, garments, fabrics etc.

**SHARE CAPITAL OF THE COMPANY:**

The paid up equity share capital of the company as on March 31, 2018 was ₹4,84,01,200/-. The Company had issued and allotted 24,20,060 fully paid-up Bonus equity shares of face value of Rs. 10/- (Rupees Ten) each on 10<sup>th</sup> Day of January, 2018 on 1:1 basis during the year under review.

**DIVIDEND:**

The board of directors of the company does not declare any dividend due to conservation of profits by the company during the current financial year.

**TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND:**

The provisions of Section 125(2) of the Companies Act, 2013 does not apply as there was no dividend declared and paid last year.





**RESERVES AND PROVISIONS:**

During the year under review, the Company has not transferred any amount to the reserves.

**DEPOSITS:**

The Company has neither accepted nor renewed any deposits during the year under review.

**DISCLOSURE ABOUT COST AUDIT:**

The provision of maintenance of cost audit records and filing the same is not applicable to the Company.

**CHANGE IN THE NATURE OF BUSINESS, IF ANY:**

During the financial year ended 31<sup>st</sup> March, 2018, the company was engaged in the business of Trading, importing, Exporting, or otherwise deal-in leather goods, garments bags, Footwear's, travel aids, decorative pieces, To deal-in export-import of all kind of handicrafts, garments, whether made of cotton or of any other stuff including all types of garments for men's women's and children, whether woven, tailored, stitched or affixed by any other mode etc. and in the EGM held on the 26<sup>th</sup> December, 2017 the company has added up more products in its portfolio related to aluminum and metal products; non-metal products and various kinds of ferrous and non-ferrous metals, ferrous and non-ferrous alloy steels, stainless steel, scraps etc.

**THE DETAILS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO ARE AS FOLLOWS:****A) Conservation of energy:**

- (i) The steps taken or impact on conservation of energy; Nil
- (ii) The steps taken by the company for utilizing alternate sources of energy; Nil
- (iii) The capital investment on energy conservation equipments; Nil

Note: - The Company has not any manufacturing activities which require heavy consumption of energy. The company uses latest technology low energy consumption products in its office.

**B) Technology absorption:**

- i. The efforts made towards technology absorption; -Nil
- ii. The benefits derived like product improvement, cost reduction, product development or import substitution; -Nil
- iii. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) - Nil
  - a. The details of technology imported; -Nil
  - b. The year of import; Nil
  - c. Whether the technology been fully absorbed; Nil
  - d. If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; Nil and
- iv. The expenditure incurred on Research and Development; Nil

Note: - In respect of the Nature of the Business of the company there was no requirement of any technology.

**C) Details of Foreign exchange earnings and Outgo:**

Particulars	Amount 2017-18	Amount 2016-17
<b>Earnings</b>		
Export of good (CIF Value)	28,96,74,211.57	30,17,53,797.43
Commission (CIF Value)	33,48,163.00	29,75,000.00
Other operating revenue	0.00	782,725.00



Other Income	52,97,095.42	65,69,840.45
<b>Total Earnings</b>	<b>29,83,19,469.99</b>	<b>31,20,81,362.88</b>
<b>Expenditure</b>		
Import Goods	107,70,19,498.86	954,858,539.88
Fee & Taxes	7,49,113.37	98,208.00
Travelling Expenses	10,39,414.27	735,402.75
<b>Total Expenditure</b>	<b>107,88,08,026.50</b>	<b>95,56,92,150.63</b>
Net Foreign Exchange Earnings (NFE)	(78,04,88,556.51)	(64,36,10,787.75)

#### **MATERIAL CHANGES AFFECTING THE FINANCIAL POSITION OF THE COMPANY**

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statement relate and the date of this report.

#### **RISK MANAGEMENT POLICY OF THE COMPANY:**

Your directors are of the view that the Risk evaluation and management is an ongoing process within the company as per the risk management policy established by the Board. During the year under review, a regular exercise on 'Risk Assessment and Management' was carried out covering the various aspects of business operations.

In view of the activities of the Company the directors are of the opinion that the elements of risk threatening the Company's existence are very minimal. However, the Company has followed the principal of assessing the risk and accordingly managing the business.

The Board of Directors of the Company has framed and implemented a Risk Management Policy.

#### **DETAILS OF SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNAL:**

During the year under review, there have been no such significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

#### **DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES**

During the financial year under review, the Company does not have any holding/subsidiary/joint venture company.

#### **STATUTORY AUDITORS OF THE COMPANY**

Subject to the approval of shareholders at their ensuing Annual General Meeting, M/s. Sharma-Sharma & Co., Chartered Accountants, (FRN-009462N), be and is hereby appointed as Statutory Auditors of the Company to hold office from the conclusion of ensuing Annual General Meeting till the conclusion of the 16<sup>th</sup> Annual General Meeting of the Company to be held in year 2021 (subject to ratification of the appointment by the members at every Annual General Meeting) at a remuneration of Rs. 30,000/- (Rupees Thirty Thousand Only) per annum.

The Company has obtained a written consent cum eligibility certificate from M/s. Sharma-Sharma & Co., Chartered Accountants, (FRN-009462N) to the effect that their appointment, if made, would be in accordance with Section 139(1) & 141 of the Companies Act, 2013 and the rules made there under, as may be applicable.

There were no frauds reported by auditors under sub-section (12) of section 143 other than those which are reportable to the Central Government.





**EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORT**

- The observations of the Statutory Auditors- **M/s Sharma Sharma & Co.**, when read together with the relevant notes to the accounts and accounting policies are self-explanatory and do not calls for any further comment.
- The provisions of section 204 of the Companies Act, 2013 relating to secretarial Audit is not Applicable on the Company therefore secretarial audit report is not required for the year under review.

**DETAILS OF DIRECTORS AND KEY MANAGERIAL PERSONNEL OF THE COMPANY**

**I. Appointment and resignation of Directors/Key Managerial Personnel:**

During the year under review, following changes in the composition of board of Directors of the company were held:

- Mr. Rajeev Goel, Director of the Company has been appointed as Managing director of the company with effect from 25<sup>th</sup> day of January, 2018 on the monthly remuneration of Rs. 200,000/- by the shareholders of the company.
- Mr. Arun Kumar Goyal was appointed as an additional Independent Director of the company with effect from 04<sup>th</sup> day of January, 2018 by the Board of Directors in their meeting held on the same day. Being eligible, he offers himself for re-appointment as an Independent Director of the Company and the Board of Directors of the company has also proposed his candidature as such subject to the approval of the Shareholders in the ensuing AGM.
- Mr. Rakesh Mohan was appointed as an additional Independent Director of the company with effect from 04<sup>th</sup> day of January, 2018 by the Board of Directors in their meeting held on the same day. Being eligible, he offers himself for re-appointment as an Independent Director of the Company and the Board of Directors of the company has also proposed his candidature as such subject to the approval of the Shareholders in the ensuing AGM.
- Mr. Laxman Singh Yadav was appointed as an additional Non-Independent Non-Executive Director of the company with effect from 18<sup>th</sup> day of January, 2018 by the Board of Directors in their meeting held on the same day. Being eligible, he offers himself for re-appointment as a Non-Independent Non-Executive Director of the Company liable to retire by rotation and the Board of Directors of the company has also proposed his candidature as such subject to the approval of the Shareholders in the ensuing AGM.
- Ms. Mahima Goel was appointed as an Executive Director of the company in the year 2009 by the shareholders of the company. Pursuant to change in the status of the company as public ltd company and therefore to comply with the provisions of section 152(6) of the Companies Act, 2013 she is required to be re-appointed as an Executive Director of the Company liable to retire by rotation on the monthly remuneration of Rs 200,000/- subject to the provisions of Section 197, 198, schedule V and any other applicable sections of the Companies Act, 2013 in this regard and the Board of Directors of the company has also proposed his candidature as such subject to the approval of the Shareholders in the ensuing AGM.

**II. Declaration by Independent Director(s) and re- appointment, if any**

All the independent directors have given declaration regarding their compliance of conditions of sub-section 6 of section 149 of the Companies Act, 2013 in the first board meeting of the FY 2018-19 as per the provisions of sub-section 7 of section 149 of the said Act. No independent director has been reappointed for second term on passing of a special resolution by the Company.





iii. **Company's policy relating to directors appointment, payment of remuneration and discharge of their duties:**

The company has constituted Nomination and Remuneration Committee under section 178(1) during the year under review and hence the Company has devised Nomination & Remuneration Policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013. Such policy can be viewed at the company's website under tab Investors relations and sub tab Policies.

**REMUNERATION POLICY**

In terms of the provisions of Companies Act, 2013, the Board at its meeting held on 25<sup>th</sup> June, 2018 has approved the remuneration policy for Directors. The details of the said policy are as follows:

The Remuneration Policy of **AKG EXIM LIMITED** (the "Company") is designed to attract, motivate and retain manpower in a competitive market. The policy reflects the Company's objectives for good corporate governance as well as sustained long-term value creation for shareholders. The Policy is designed in such a way that it is balancing the interests of both the Executive Director and Sr. Management Personnel on the one hand and shareholders on the other. The Remuneration Policy applies to the Company's senior management, including its KMP's and Board of Directors.

Executive Remuneration is proposed by the N & R Committee as per the policy and subsequently approved by the Board of Directors. Executive Remuneration is evaluated annually against performance and a benchmark of companies, which in size and complexity are similar to AKG Exim Ltd. In determining packages of remuneration, the Committee may consults with the Chairman/Managing Director as appropriate. Total remuneration may be comprised basic pay, short/long term incentives, pension, loyalty etc.

The remuneration payable to the Non-Executive Directors includes sitting fees and travelling & other expenses relating thereto. The sitting fees paid for attending Board/Committee Meeting is at the rate of ₹ 500/- per Board/Committee Meeting.

**PERFORMANCE EVALUATION**

During the year under review, the provisions of Annual performance evaluation of the directors and Board as a whole and its committees were not applicable to the company. However after listing of the company's shares at stock exchanges the said provisions will be applicable in the current financial year, therefore the company has formulated policy in this regard.

**DIRECTOR'S RESPONSIBILITY STATEMENT**

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submits its responsibility Statement:

- (i) In the preparation of the annual accounts for the financial year ended 31<sup>st</sup> March, 2018, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (ii) 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 as at March 31, 2018 and of the profit and loss of the company for that period;
- (iii) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) The directors had prepared the annual accounts on a going concern basis; and



- (v) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS**

The Board has met **17** times during the year on 19-04-2017, 30-06-2017, 01-07-2017, 08-08-2017, 15-11-2017, 18-11-2017, 28-11-2017, 20-12-2017, 04-01-2018, 10-01-2018, 18-01-2018, 25-01-2018, 29-01-2018, 12-02-2018, 21-02-2018, 01-03-2018 and 31-03-2018 of which meetings proper notices has been given. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

#### **CORPORATE SOCIAL RESPONSIBILITY (CSR) POLICY**

The Company has not developed and implemented any policy on Corporate Social Responsibility initiatives as the provisions of section 135 of Companies Act, 2013 are not applicable.

#### **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

There is **no** Loans, Guarantees or investments provided during the year under Section 186 of the Companies Act, 2013.

#### **PARTICULARS OF EMPLOYEES**

The Company did not employ any such person whose particulars are required to be given under Rule 5(2) and (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014.

#### **EXTRACT OF THE ANNUAL RETURN**

Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014, the details forming part of the extract of the Annual Return in **form MGT-9 is annexed** herewith as "**Annexure A**".

#### **CONSOLIDATED FINANCIAL STATEMENTS**

The Company doesn't have any subsidiaries so there is no need to prepare consolidated financial statement for the F. Y. 2017-18.

#### **MANAGERIAL REMUNERATION**

During the year company had paid ₹24,00,000/- to Mahima Goel and ₹ 16,50,000 to Rajeev Goel as a Director's Remuneration. Total Director's Remuneration paid during the year is ₹40,50,000.

#### **ADEQUACY OF INTERNAL FINANCIAL CONTROL WITH RESPECT TO THE FINANCIAL STATEMENT**

The Company has in place adequate internal financial control with reference to financial statement. The Company also has an Internal Control System, commensurate with the size, scale and complexity of its operations.

#### **INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY**

The Company has proper and adequate system of internal control geared towards achieving efficiency in its operations, safeguarding assets, optimum utilization of resources and compliance with statutory regulations. The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations. Testing of such internal Control measures and systems forms a part of Internal Audit function. The Internal Auditors of the Company conduct audits of various departments based on an annual audit plan covering key areas of operations. Internal Audit reviews and evaluates the adequacy and effectiveness of internal controls, ensuring adherence to operating guidelines and systems and recommending improvements for strengthening them. To maintain its





objectivity and independence, the Internal Audit function reports to the Chairman of the Audit Committee of the Board. The Audit Committee of the Board of Directors reviews the adequacy of internal controls. This has improved the management of the affairs of the Company and strengthened transparency and accountability.

The Management ensures adherence to all internal control policies and procedures as well as compliance with regulatory guidelines. No significant audit observations and recommendations have been received from the Internal Auditors of the Company.

#### **SEXUAL HARASSMENT OF WOMEN AT WORKPLACE**

The Company has framed a Policy on Prevention of Sexual Harassment at workplace. There were no cases reported during the year ended March 31, 2018 under the Policy.

#### **OTHER MAJOR CHANGES HELD TILL THE DATE OF REPORT**

Following were the changes made after balance sheet date till the date of this report:-

- The company has passed the special resolution for change of status of the company from private company to public company during the year.
- The company has added certain new objects in its main object clause of Memorandum of Association in addition to the existing objects.
- The company has altered its Articles of Association to suitably represent itself as listed company.
- The company has appointed Company Secretary and Chief Financial Officer of the company during the year.
- The company has passed the special resolutions for increase of borrowing power and investment limits.
- The company has increased its Authorised share capital of the company for facilitating the Bonus issue and IPO.
- The Company has passed special Resolution for Initial Public Offering of Equity Shares of the Company on Monday 30<sup>th</sup> day of April, 2018.
- The company is in the process of listing of its Equity Shares on the SME platform of NSE Ltd.
- Appointment of various intermediaries like Merchant Bankers, Registrar to Issue and share Transfer Agents (RTA) and underwriters etc.
- The draft prospectus in this regard has been issued by the company on 23-05-2018.
- The Company has adopted various policies like Vigil Mechanism, code of independent directors, Board Evaluation Policy, Nomination & Remuneration Policy etc.
- The company soon issues its final prospectus and dates of opening and closing of issue of the company.

#### **RELATED PARTY TRANSACTIONS**

During the period, there were no contracts or arrangements entered with related parties referred to in the provision of the Section 188(1) of the Companies Act, 2013.

#### **ACKNOWLEDGEMENTS**

Your Directors take this opportunity to thank Regulatory and Government Authorities the Company's shareholders, investors, customers, bankers, and other stakeholders for their continued support to the company. Your Directors express their deep sense of appreciation towards all the employees and staff of the company and wish the management all the best for achieving greater heights in the future.

For and on behalf of the Board of Directors  
"AKG Exim Limited"

  
**Rajeev Goel**  
Director  
DIN: 01507297

  
**Mahima Goel**  
Director  
DIN: 02205003



Date: 25/06/2018  
Place: Delhi



## ANNEXURE "A" TO BOARD'S REPORT

FORM NO. MGT-9  
EXTRACT OF ANNUAL RETURN

(As on the financial year ended on March 31, 2018)

(Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of  
The Companies (Management and Administration) Rules, 2014)

## I. REGISTRATION &amp; OTHER DETAILS

(i)	CIN	:	U00063DL2005PLC139045
(ii)	Registration Date	:	26/07/2005
(iii)	Name of the Company	:	<b>AKG EXIM LIMITED</b>
(iv)	Category/Sub-category of the Company	:	Company Limited By Shares
(v)	Address of the Regd. office & Contact Details	:	
	Address	:	408-411 Pearls Corporate, Manglam Place Sector - 3, Rohini, Behind Kali Mata Temple Delhi DI 110085 In
	E-Mail ID	:	info@akg-global.com
(vi)	Whether Listed Company (Yes/No)	:	Unlisted
(vii)	Name, Address, contact details of the Registrar & Transfer Agent, if any.	:	N/A
	Name	:	
	Address	:	
	Contact Detail	:	
	Email Id	:	

## II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the Company shall be stated:-

SL No	Name & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1	To carry on the business of import, export, or otherwise deal in leather goods, garments bags ,etc.	99882310	100

**Note:** To Carry on the business of Trading, import, export, or otherwise deal in leather goods, garments, bags, footwear, travel aids, decorative pieces, To deal in import and export of all kinds of handicrafts, garments, whether made of cotton or of any other stuff including all type of garments for men, women, and children, whether woven, tailored, stitched or affixed by any other mode , to carry on the business of cloth , cotton and wool spinners and doubles flex, hemp, and jute spinners, linen, woolen and cotton cloth manufacturers and wool merchants, wool combers, worsted spinner, yarn merchants, worsted stuff manufacturers, bleachers and dyers, to purchase, sell, import, export, comb, prepare, dye, finish and deal in cloth of all kind-cotton, wool , silk, nylon, terylene, flex hemp, jute and any other fibrous substances..

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES AS ON 31<sup>ST</sup> MARCH, 2018.

S.N o.	Name & Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
1	NIL	-	-	-	-

**Note:** There is no holding, Subsidiary and associate companies as on date.

## IV. SHARE HOLDING PATTERN (EQUITY SHARE CAPITAL BREAK-UP AS PERCENTAGE OF TOTAL EQUITY)

## (i) Category-wise Shareholding

Category of Shareholders	No. of Shares held at the beginning of the year (April 1, 2017)				No. of Shares held at the end of the year (March 31, 2018)				% of Total Shares
	Demat	Physical	Total	% of Total Shareholding	Demat	Physical	Total	% of Total Shareholding	
<b>A. Promoters</b>									
<b>1. Indian</b>									
a) Individual/HUF	0.00	15,40,460	15,40,460	63.65	0.00	4609920	4609920	100	95.24
b) Central Govt.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
c) State Govt.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
d) Bodies Corporate	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
e) Bank/FI	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
f) Any other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Sub-total (A) (1)</b>	<b>0.00</b>	<b>15,40,460</b>	<b>15,40,460</b>	<b>63.65</b>	<b>0.00</b>	<b>4609920</b>	<b>4609920</b>	<b>100</b>	<b>95.24</b>
<b>(2) Foreign</b>									
a) NRI- Individuals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
b) Other Individuals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
c) Bodies Corp.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
d) Banks/FI	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
e) Any other...	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Sub-total (A) (2)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Total Shareholding of Promoter (A) = (A1 + A2)</b>	<b>0.00</b>	<b>15,40,460</b>	<b>15,40,460</b>	<b>63.65</b>	<b>0.00</b>	<b>4609920</b>	<b>4609920</b>	<b>100</b>	<b>95.24</b>
<b>B. Public Shareholding</b>									
<b>(1) Institutions</b>									
a) Mutual Funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
b) Banks/FI	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
c) Central govt.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
d) State Govt.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
e) Venture Capital Fund	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
f) Insurance Companies	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
g) FIIS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
h) Foreign Venture Capital Funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
i) Others (specify)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Sub-total (B)(1)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>(2) Non Institutions</b>									
a) Bodies corporate	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
i) Indian:	0.00	5,100	5,100	0.21	0.00	0.00	0.00	0.00	0.00
ii) Overseas	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
b) Individuals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
i) Individual shareholders holding nominal share capital up to ₹ 1 Lakhs	0.00	500	500	0.02	0.00	2200	2200	0.045	0.045





ii) Individuals shareholders holding nominal share capital in excess of ₹ 1 Lakhs	0.00	8,74,000	8,74,000	36.11	0.00	228000	228000	4.71	4.71
c) Others (NRI & clearing member)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Sub Total (B)(2):</b>	<b>0.00</b>	<b>8,79,600</b>	<b>8,79,600</b>	<b>36.34</b>	<b>0.00</b>	<b>230200</b>	<b>230200</b>	<b>4.75</b>	<b>4.75</b>
<b>Total Public Shareholding(B)=(B1+B2)</b>	<b>0.00</b>	<b>8,79,600</b>	<b>8,79,600</b>	<b>36.34</b>	<b>0.00</b>	<b>230200</b>	<b>230200</b>	<b>4.75</b>	<b>4.75</b>
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Grand Total (A+B+C)</b>	<b>0</b>	<b>24,20,060</b>	<b>24,20,060</b>	<b>100</b>	<b>0</b>	<b>4840120</b>	<b>4840120</b>	<b>100</b>	<b>100</b>

## (ii) Shareholding of Promoters

Shareholder's Name	No. of Shares held at the beginning of the year (April 1, 2017)			No. of Shares held at the end of the year (March 31, 2018)			% change in Shareholding during the year
	No. of Shares	% of total shares of Company	% of shares pledged/encumbered to total shares	No. of Shares	% of total shares of Company	% of shares pledged/encumbered to total shares	
Rajeev Goel	15,35,460	63.45	0	3080920	63.65	0	100.65
Sanjeev Goel	5,000	0.20	0	0	0	0	-100
Mahima Goel	NA	NA	NA	1529000	31.59	0	-
<b>Total</b>	<b>15,17,000</b>	<b>63.63.65</b>	<b>0</b>	<b>4609920</b>	<b>95.24</b>	<b>0</b>	<b>203.88</b>

**Note:** During the financial year 2017-18, there was a bonus shares issue & allotment made to the existing shareholders on the basis of 1:1 right issue basis.

## (iii) Change in Promoters' Shareholding (please specify, if there is no change)

S.No.	Shareholder's Name	No. of Shares held at the beginning of the year (April 1, 2017)		No. of Shares held at the end of the year (March 31, 2018)	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
1.	<b>Rajeev Goel</b>				
	At the beginning of the year	15,35,460	63.44		
	Bonus Issue & Allotment on the basis of 1:1 (10-01-2018)	15,35,460			
	Transfer of shares (31-03-2018)	10,000			
	<b>At the end of the year</b>			<b>3080920</b>	<b>63.65</b>
2.	<b>Sanjeev Goel</b>				
	At the beginning of the year	5,000	0.21		
	Bonus Issue & Allotment on the basis of 1:1 (10-01-2018)	5000			
	Transfer of shares on 31-03-2018	5000			
	Transfer of shares on 31-03-2018	5000			
	At the end of the year			0	0
3.	<b>Mahima Goel</b>				
	At the beginning of the year	749000	30.95		





Bonus Issue & Allotment on the basis of 1:1 (10-01-2018)	749000			
Transfer of shares (31-03-2018)	21000			
Transfer of shares (31-03-2018)	10000			
At the end of the year			<b>1529000</b>	<b>31.59</b>

**Note:** During the financial year 2017-18, there was a bonus shares issue & allotment made to the existing shareholders on the basis of 1:1 right issue basis.

**(iv) Shareholding Pattern of Top Ten Shareholders (other than Directors, Promoters and holders of GDRs and ADRs)**

S.No	Name of the Shareholder	Shareholding at the beginning of the year (April 1, 2017)		Increase / Decrease in shareholding		Cumulative Shareholding at the end of the year (March 31, 2018)	
		No. of shares	% of total shares of the Company	Increase	Decrease	No. of shares	% of total shares of the Company
1.	Parmanand Agarwal	16,000	0.66	16000	-	32000	0.66
2.	Diksha Agarwal	11,000	0.45	11000	21000	1000	0.02
3.	Anjali Agarwal	98,000	4.05	98000	-	196000	4.05
4.	AKG Engineers Pvt. Ltd.	5,000	0.21	5000	10000	0	0
5.	AKG Trades Pvt. Ltd.	100	0.004	100	200	0	0
6.	Anu Mehta	500	0.02	500		1000	0.02
7.	Ashwani Gupta	0	0	200		200	0.004
	<b>Total</b>	<b>1,30,100</b>	<b>5.374</b>	<b>500</b>	<b>-</b>	<b>230200</b>	<b>4.754</b>

**(v) Shareholding of Directors and Key Managerial Personnel (KMP)**

S.No	Name of the Shareholder	Shareholding at the beginning of the year (April 1, 2017)		Date wise Increase / Decrease in Shareholding during the year	Cumulative Shareholding at the end of the year (March 31, 2018)	
		No. of shares	% of total shares of Company		No. of shares	% of total shares of the Company
1.	<b>Rajeev Goel</b>	15,35,460	63.44	On 10-01-2018 a Bonus shares allotment was made to the existing equity s/h on 1:1 basis.	3080920	63.65
2.	<b>Mahima Goel</b>	7,49,000	30.95		1529000	31.59
	<b>Total</b>	<b>22,84,460</b>	<b>94.39</b>		<b>4609920</b>	<b>95.24</b>

**V. INDEBTEDNESS**

Indebtedness of the Company including interest outstanding/accrued but not due for payment.

(Amount in ₹)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year (As on April 1, 2017)</b>				
Principal Amount	31,72,83,156.83	4,97,25,537.00	0	36,70,08,693.83
Interest due but not paid	0	0	0	0
Interest accrued but not due	0	0	0	0
<b>Total (i+ii+iii)</b>	<b>31,72,83,156.83</b>	<b>4,97,25,537.00</b>	<b>0</b>	<b>36,70,08,693.83</b>



<b>Change in Indebtedness during the F.Y.</b>	0	0	0	0
Additions	0	0	0	0
(Reduction)	(80073399.03)	(23575537)	0	0
<b>Net Change</b>	<b>(8,00,73,399.03)</b>	<b>(2,35,75,537)</b>	<b>0</b>	<b>(10,36,48,936.03)</b>
<b>Indebtedness at the end of the financial year (As on March 31, 2018)</b>				
Principal Amount	23,72,09,757.8	2,61,50,000	0	26,33,59,757.8
Interest due but not paid	0	0	0	0
Interest accrued but not due	0	0	0	0
<b>Total (i+ii+iii)</b>	<b>23,72,09,757.8</b>	<b>2,61,50,000</b>	<b>0</b>	<b>26,33,59,757.8</b>

VI.

**REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL****A.--Remuneration to Managing Director, Whole Time Directors and/or Manager***(Amount in ₹)*

S. No.	Particulars of Remuneration	Name of the MD	Name of the ED	Other Directors	Total Amount
1	<b>Gross salary</b>	<b>Rajeev Goel</b>	<b>Mahima Goel</b>		
	Salary as per provisions contained in section 17(1) of the Income Tax, 1961.	1650,000	2400,000		4050,000
	Value of perquisites u/s 17(2) of the Income tax Act, 1961	0	0	0	0
	Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	0	0	0	0
2	Stock option	0	0	0	0
3	Sweat Equity	0	0	0	0
4	Commission as— % of profit others (specify)	0	0	0	0
5	Others, please specify	0	0	0	0
	<b>Total (A)</b>	<b>1650,000</b>	<b>2400,000</b>	<b>0</b>	<b>4050,000</b>
	<b>Ceiling as per the Act</b>	<b>60 Lakhs</b>			

**B.-- Remuneration to other Directors**

S. No.	Particulars of Remuneration	Rakesh Mohan	Arun Kumar Goyal	Laxman Singh Yadav	Total Amount
<b>I</b>	<b>Independent Directors</b>				
	(a) Fee for attending board/ committee meetings	25000	25000	0	0
	(b) Commission	0	0	0	0
	(c) Others, please specify	0	0	0	0
	<b>Total (1)</b>	<b>25,000</b>	<b>25,000</b>	<b>0</b>	<b>50,000</b>
<b>II</b>	<b>Other Non-Executive Directors</b>				
	(a) Fee for attending board/committee meetings	0	0	25000	0
	(b) Commission	0	0	0	0
	(c) Others please specify.	0	0	0	0
	<b>Total (2)</b>	<b>0</b>	<b>0</b>	<b>25,000</b>	<b>25,000</b>
	<b>Total (B)=(1+2)</b>	<b>25,000</b>	<b>25,000</b>	<b>25,000</b>	<b>75,000</b>



## C.-- Remuneration to Key Managerial Personnel other than MD/Manager/WTD

(Amount in ₹)

S. No.	Particulars of Remuneration	CEO	CFO	CS	Total Amount
1	<b>Gross salary</b>				
	Salary as per provisions contained in section 17(1) of the Income Tax, 1961.	0	8,49,492	43,750	8,93,242
	Value of perquisites u/s 17(2) of the Income tax Act, 1961	0	0	0	0
	Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	0	0	0	0
2	Stock option	0	0	0	0
3	Sweat Equity				
4	Commission as— % of profit others (specify)	0	0	0	0
5	Others, please specify	0	0	0	0
	<b>Total</b>	<b>0</b>	<b>8,49,492</b>	<b>43,750</b>	<b>8,93,242</b>

## VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES

S.No.	Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment/Compounding fees imposed	Authority (RD/NCLT/ Court)	Appeal made if any (give details)
I	<b>COMPANY</b> Penalty Punishment Compounding			<i>None</i>		
II	<b>DIRECTORS</b> Penalty Punishment Compounding			<i>None</i>		
III	<b>OTHER OFFICERS IN DEFAULT</b> Penalty Punishment Compounding			<i>None</i>		

For and on behalf of the board of  
"AKG Exim Limited"

  
**Rajevee Goel**  
Director  
DIN: 01507297

  
**Mahima Goel**  
Director  
DIN: 02205003



**Date :** 25/06/2018  
**Place :** New Delhi



**LIST OF SHAREHOLDERS**As On 31<sup>st</sup> March, 2018.

S.No.	Name of the Shareholders	L.F. No.	No. of Shares (Value p.s. is Rs.10)	% of Shareholdings
1	Rajeev Goel S/o- Sh. Sita Ram Goel R/o- C-50, Sun city, Golf course Road, Sector 54, Gurgaon, Sikandar Pur ghosi(68), DLF QE, Gurgaon 122002, India	002	30,80,920	63.65
2	Mahima Goel D/o- Sh. Suraj Prakash Singhal R/o- Plot No.141, Pocket -A-2, Sector 5, Rohini, Delhi-110085, India	004	15,29,000	31.59
3.	Parmanand Agarwal R/o- D-302, Dew Drops Apartments Sector 47,Gurgaon-122001, Haryana, India	016	32,000	0.66
4.	Diksha Agarwal D/o- Sh. Parmanand Agarwal R/o- D-302, Dew Drops Apartments Sector 47,Gurgaon-122001, Haryana, India	006	1,000	0.02
5.	Anjali Agarwal W/o- Sh. Parmanand Agarwal R/o- D-302, Dew Drops Apartments Sector 47,Gurgaon-122001, Haryana, India	007	1,96,000	4.05
6.	Ashwani Gupta S/o- Sh. Vinod Gupta R/o- C-2/167, West Enclave, Pitam Pura, Delhi-110034, India	032	200	0.004
7.	Anu Mehta D/o- Sh. Anil Mehta R/o- B-5/381, Sector-5, Rohini, North West Delhi, Delhi-110085, India	033	1000	0.02
<b>Total</b>			<b>48,40,120</b>	<b>100.00</b>

By Order of the Board of Directors of  
"AKG EXIM LIMITED"



**Rajeev Goel**  
Director  
DIN: 01507297



**Mahima Goel**  
Director  
DIN: 02205003



**Date: 25/06/2018**  
**Place: Delhi**



## INDEPENDENT AUDITOR'S REPORT

To

The Members of **AKG Exim Limited**

408-411, Pearls Corporate,  
Manglam Place, Sector-3, Rohini,  
Delhi-110085, India

### Report on the Financial Statements

We have audited the accompanying financial statements of AKG Exim Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2018, and the Statement of Profit and Loss and the Statement of Cash Flows for the year then ended and a summary of the significant accounting policies and other explanatory information.

### 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 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 prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. In conducting 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 and the Order issued under section 143(11) of the Act.







We conducted our audit of the financial statements 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. 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 obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

### **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, of the state of affairs of the Company as at March 31, 2018, and its profit and its cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

1. As required by Section 143(3) of the Act, based on our audit we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c. The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flow 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 prescribed under section 133 of the Act.
  - e. On the basis of the written representations received from the directors of the Company as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164(2) of the Act.







- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g. with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
  - The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
  - There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For **Sharma- Sharma & Co.**  
Chartered Accountants  
(Firm Registration No.009462N)

CA SUVIR SHARMA  
Partner  
(Membership No. 088272)



Delhi, June 25, 2018

**ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of AKG Exim Limited of even date)

**Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Subsection 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of AKG EXIM LIMITED ("the Company") as of March 31, 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.





We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

**Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Limitations of Internal Financial Controls over Financial Reporting**

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

**Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For Sharma- Sharma & Co.**

Chartered Accountants

(Firm Registration No.009462N)

CA SUVIR SHARMA

Partner

(Membership No. 088272)



Delhi, June 25, 2018



## ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of AKG Exim Limited of even date)

- i. In respect of the Company's fixed assets:
  - a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b. The Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
  - c. According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date. In respect of immovable properties of land and building that have been taken on lease and disclosed as fixed assets in the financial statements.
- ii. The Company is in the business of trading, dealing, importing and exporting of all kind of aluminum and metal products; non-metal products and various kinds of ferrous and nonferrous metals, ferrous and non-ferrous alloy steels, stainless steel, scraps (ferrous and non-ferrous), re-rollers hardware castings and their various products in various forms; agricultural machinery, implements, machines, tools and metals of all kinds and acting as mercantile agents of agricultural produce, seeds and foods, food grain, crops as jawar, wheat, rice, milos, maize, pulses, bajra, gram, oil seeds, soya bean, sunflower, grapes, sugarcane, tobacco, potato sweet and otherwise, betel leaves, vegetable of any description, agro products, Spices and Dry Fruits and have physical inventories. Accordingly, the company is maintain proper records as per clause 3 (ii) of the Order.
- iii. According to the information and explanations given to us, the Company has granted unsecured loans to three bodies corporate, covered in the register maintained under section 189 of the Companies Act, 2013, in respect of which:
  - a) The terms and conditions of the grant of such loans are, in our opinion, prima facie, not prejudicial to the Company's interest.
  - b) The schedule of repayment of principal and payment of interest has been stipulated and repayments or receipts of principal amounts and interest have been regular as per stipulations.
  - c) There is no overdue amount remaining outstanding as at the year-end.



- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
- v. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2018 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
- vi. The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company. Thus reporting under clause 3(vi) of the order is not applicable to the Company.
- vii. According to the information and explanations given to us, in respect of statutory dues:
  - a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Goods and Service Tax, Value Added Tax, Customs Duty, Excise Duty, Cess and other material statutory dues applicable to it with the appropriate authorities.
  - b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Value Added Tax, Goods and Service Tax, Customs Duty, Excise Duty, Cess and other material statutory dues in arrears as at March 31, 2018 for a period of more than six months from the date they became payable.
  - c) There are no dues of Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty and Excise duty which have not been deposited on account of any dispute.
  - d) There were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund.
- viii. The Company has not taken any loans or borrowings from financial institutions, banks and government or has not issued any debentures. Hence reporting under clause 3 (viii) of the Order is not applicable to the Company.
- ix. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the Order is not applicable to the Company.
- x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. In our opinion and according to the information and explanations given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.





- xii. The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly paid convertible debentures and hence reporting under clause 3 (xiv) of the Order is not applicable to the Company.
- xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **Sharma- Sharma & Co.**

Chartered Accountants

(Firm Registration No.009462N)

CA SUVIR SHARMA

Partner

(Membership No. 088272)



Delhi, June 25, 2018



S. N	PARTICULARS	NOTE NO.	FIGURES AS AT THE END OF CURRENT REPORTING PERIOD		FIGURES AS AT THE END OF PREVIOUS REPORTING PERIOD	
I	<b>EQUITY AND LIABILITIES</b>					
1	<b>SHAREHOLDERS FUNDS</b>					
	(a) SHARE CAPITAL	A		48,401,200.00		24,200,600.00
	(b) RESERVES AND SURPLUS	B		72,312,187.49		86,915,849.72
	(c) MONEY REC. AGST. SHARE WARRANTS			-		-
	TOTAL(1)			120,713,387.49		111,116,449.73
2	<b>SHARE APPLICATION MONEY PENDING ALLOTMENT</b>			-		-
3	<b>NON-CURRENT LIABILITIES</b>					
	(a) LONG TERM BORROWINGS	C		48,942,594.72		74,456,701.00
	(b) DEFERRED TAX LIABILITIES (NET)	D		1,080,513.29		708,835.55
	(c) OTHER LONG-TERM LIABILITIES			-		-
	(d) LONG-TERM PROVISIONS			-		-
	TOTAL(3)			50,023,108.01		75,165,536.55
4	<b>CURRENT LIABILITIES</b>					
	(a) SHORT TERM BORROWINGS	E		214,417,163.08		292,551,992.83
	(b) TRADE PAYABLES	F		141,999,373.63		123,964,453.10
	(c) OTHER CURRENT LIABILITIES	G		(4,409,935.22)		2,410,827.65
	(d) SHORT TERM PROVISIONS	H		1,342,406.70		636,690.27
	TOTAL(4)			353,349,008.19		419,563,963.85
	<b>TOTAL(1+2+3+4)</b>			<b>524,085,503.69</b>		<b>605,845,950.12</b>
II	<b>ASSETS</b>					
1	<b>NON-CURRENT ASSETS</b>					
	(a) FIXED ASSETS					
	(i) TANGIBLE ASSETS	I		79,112,394.90		77,447,661.75
	(ii) INTANGIBLE ASSETS	J		-		-
	(iii) CAPITAL WORK-IN-PROGRESS			-		-
	(iv) INTANGIBLE ASSETS UNDER DEV.			-		-
	(b) NON-CURRENT INVESTMENTS	K		-		-
	(c) DEFERRED TAX ASSETS (NET)			-		-
	(d) LONG-TERM LOANS AND ADVANCES	L		866,630.00		756,030.00
	(e) OTHER NON-CURRENT ASSETS	M		-		-
	TOTAL(1)			79,979,024.90		78,203,691.75
2	<b>CURRENT ASSETS</b>					
	(a) CURRENT INVESTMENTS	N		-		-
	(b) INVENTORIES	O		78,005,151.22		20,691,027.31
	(c) TRADE RECEIVABLES	P		253,320,287.27		353,186,408.71
	(d) CASH AND CASH EQUIVALENTS	Q		30,221,687.21		52,550,811.21
	(e) SHORT-TERM LOANS AND ADVANCES	R		80,549,234.09		99,156,287.24
	(f) OTHER CURRENT ASSETS	S		2,010,119.00		2,057,723.90
	TOTAL(2)			444,106,478.79		527,642,258.37
	<b>TOTAL(1+2)</b>			<b>524,085,503.69</b>		<b>605,845,950.12</b>

For AKG EXIM LIMITED For AKG EXIM LIMITED

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

DIRECTOR

DIRECTOR

PLACE: DELHI

DATED:

AUDITOR'S REPORT

SIGNED IN TERMS OF OUR SEPARATE  
REPORT OF EVEN DATE.  
SHARMA SHARMA & COMPANY  
Chartered Accountants



SUVIR SHARMA  
(088272-FCA PARTNER)

**M/S AKG EXIM LIMITED**  
**NOTES TO AND FORMING PART OF BALANCE SHEET AS AT**  
**31/03/2018**

NOTE NO.	S.N	PARTICULARS	FIGURES AS AT THE END OF CURRENT REPORTING PERIOD	FIGURES AS AT THE END OF PREVIOUS REPORTING PERIOD
A		<b>SHARE CAPITAL:</b>		
		<b>(1)AUTHORISED:</b>		
		30,00,000(LAST YEAR 30,00,000)	100,000,000.00	30,000,000.00
		EQUITY SHARES OF RS.10/-EACH		
		<b>(2)ISSUED, SUBSCRIBED&amp; PAID UP</b>		
		SHARES AT THE BEGINNING OF THE ACCOUNTING PERIOD		
		2420060(L.Y.2420060) EQUITY SHARES OF RS.10/- EACH	24,200,600.00	23,961,000.00
		ADDITIONS DURING THE YEAR		
		(L.Y.NIL) 2420060BONUS EQUITY SHARES OF RS.10/- EACH	24,200,600.00	239,600.00
		SHARES AT THE END OF THE ACCOUNTING PERIOD		
		(L.Y.2361100) EQUITY SHARES OF RS.10/- EACH	<b>48,401,200.00</b>	<b>24,200,600.00</b>
B		<b>RESERVE &amp; SURPLUS:</b>		
1		<b>GENERAL RESERVE</b>		
		AT THE BEGINNING OF THE ACCOUNTING PERIOD	7,532,719.00	7,532,719.00
		ADDITIONS DURING THE YEAR	-	-
		AT THE END OF THE ACCOUNTING PERIOD	<b>7,532,719.00</b>	<b>7,532,719.00</b>
2		<b>SECURITIES PREMIUM ACCOUNT</b>		
		AT THE BEGINNING OF THE ACCOUNTING PERIOD	40,509,000.00	40,509,000.00
		ADDITIONS DURING THE YEAR	-	-
		AT THE END OF THE ACCOUNTING PERIOD	<b>40,509,000.00</b>	<b>40,509,000.00</b>
3		<b>SURPLUS</b>		
		AT THE BEGINNING OF THE ACCOUNTING PERIOD	38,874,130.72	33,988,257.72
		ADDITIONS DURING THE YEAR	10,207,470.77	4,885,873.00
		(BALANCE IN STATEMENT OF PROFIT & LOSS A/C)		
		ALLOCATIONS AND APPROPRIATIONS		
		DIVIDEND	-	-
		TAX ON DIVIDEND	-	-
		BONUS SHARES ISSUED	(24,200,600.00)	-
		TRANSFER TO/FROM RESERVES	(610,533.00)	-
		AT THE END OF THE ACCOUNTING PERIOD	<b>24,270,468.49</b>	<b>38,874,130.72</b>
		<b>GRAND TOTAL</b>	<b>72,312,187.49</b>	<b>86,915,849.72</b>
		<b>MONEY RECEIVED AGAINST SHARE WARRANTS</b>		
		<b>SHARE APPLIACTION MONEY PENDING ALLOTMENT</b>		

**For AKG EXIM LIMITED**

*Rajendra*  
**Director**



**For AKG EXIM LIMITED**

*Rajendra*  
**Director**



<b>C LONG TERM BORROWINGS</b>		
<b>1 SECURED TERM LOANS FROM BANKS</b>		
<b>HDFC BANK LTD</b>		
TERM LOAN SECURED AGAINST HYP.OF MACHINERY		
LOAN SECURED AGAINST HYP.OF LAND (ICICI BANK LTD)	22,451,343.00	24,731,164.00
TERM LOAN SECURED AGAINST HYP.OF CAR AND GUARNANTED BY THE DIRECTORS OF THE CO.	341,251.72	
	<u>22,792,594.72</u>	<u>24,731,164.00</u>
<b>2 UNSECURED LONG TERM BORROWINGS:</b>		
LOANS FROM DIRECTORS	3,250,000.00	7,860,400.00
LOANS FROM SHAREHOLDERS \ OTHERS	22,900,000.00	41,865,137.00
	<u>26,150,000.00</u>	<u>49,725,537.00</u>
GRAND TOTAL	<u>48,942,594.72</u>	<u>74,456,701.00</u>
<b>D DEFERRED TAX LIABILITIES (NET)</b>		
DEFERRED TAX LIABILITIES	1,080,513.29	708,835.55
	<u>1,080,513.29</u>	<u>708,835.55</u>
<b>E CURRENT LIABILITIES</b>		
<b>SHORT-TERM BORROWINGS:</b>		
(SECURED AGAINST HYPOTHECATION OF STOCK AND BOOK-DEBTS)13472790000097	1,104,731.17	24,985,699.17
SECURED LOANS FROM BANKS (Buyers Credit and PCFC)	211,343,587.77	265,950,998.66
<b>ICICI BANK LTD</b>		
LOAN SECURED AGAINST HYP.OF LAND (ICICI BANK LTD)	1,939,470.00	1,615,295.00
<b>HDFC BANK LTD</b>		
TERM LOAN SECURED AGAINST HYP.OF MACHINERY		
TERM LOAN SECURED AGAINST HYP.OF CAR AND GUARNANTED BY THE DIRECTORS OF THE CO.	29,374.14	
	<u>214,417,163.08</u>	<u>292,551,992.83</u>
<b>F TRADE PAYABLES</b>		
SUNDRY CREDITORS	127,067,632.63	118,364,453.10
ADVANCE FROM PARTIES-INTEREST FREE	14,931,741.00	5,600,000.00
	<u>141,999,373.63</u>	<u>123,964,453.10</u>
<b>G OTHER CURRENT LIABILITIES</b>		
<b>1 CURRENT MATURITIES OF LONG TERM DEBTS</b>		
<b>2 INTEREST ACCRUED BUT NOT DUE ON BORROWINGS (BUYERS CREDIT / PCFC)</b>		
<b>3 INTEREST ACCRUED AND DUE ON BORROWINGS</b>		
<b>4 UNPAID DIVIDENDS</b>		
<b>5 TDS/VAT PAYABLE</b>	(8,602,814.22)	384,356.65
<b>6 PROVISION FOR INCOME TAX</b>	4,192,879.00	2,026,471.00
	<u>(4,409,935.22)</u>	<u>2,410,827.65</u>
<b>H SHORT-TERM PROVISIONS</b>		
(a) PROVISIONS FOR EMPLOYEE BENEFITS	944,256.00	476,640.27
(b) OTHERS	398,150.70	160,050.00
	<u>1,342,406.70</u>	<u>636,690.27</u>

For AKG EXIM LIMITED

*Director*  
Director



For AKG EXIM LIMITED

*Director*  
Director



I (a) **FIXED ASSETS**  
(i) **TANGIBLE ASSETS**

**GROSS BLOCK**

**ASSETS**

	OP. BALANCE	ADDITION	DELETION	TOTAL
1 FREEHOLD LAND	-	13,275,896.00	-	13,275,896.00
2 LEASEHOLD LAND	32,942,589.59	10,351,682.00	-	43,294,271.59
3 GODOWN BUILDING	-	-	-	-
4 OFFICE BUILDING	50,272,607.16	-	20,397,048.00	29,875,559.16
5 ELECTRICAL FITTINGS	746,251.00	-	87,368.00	658,883.00
6 FURNITURE AND FIXTURE	2,939,096.00	-	392,539.00	2,546,557.00
7 VEHICLES (CARS)	9,311,848.00	566,261.13	126,393.00	9,751,716.13
8 PLANT & MACHINERY	-	192,340.00	-	192,340.00
9 OFFICE EQUIPMENTS	1,766,145.00	28,650.72	764.00	1,794,031.72
10 COMPUTERS	1,583,323.00	83,961.30	3,468.00	1,663,816.30
TOTAL OF THIS YEAR	99,561,859.75	24,498,791.15	21,007,580.00	103,053,070.90
GRAND TOTAL	99,561,859.75	24,498,791.15	21,007,580.00	103,053,070.90
TOTAL OF THE PREVIOUS YEAR	96,033,685.16	6,849,894.59	3,321,720.00	99,561,859.75

**DEPRECIATION BLOCK**

1 FREEHOLD LAND	-	-	-	-
2 LEASEHOLD LAND	-	-	-	-
3 GODOWN BUILDING	-	-	-	-
4 OFFICE BUILDING	8,167,390.00	990,305.00	-	9,157,695.00
5 ELECTRICAL FITTINGS	616,455.00	4,241.00	-	620,696.00
6 FURNITURE AND FIXTURE	2,367,635.00	19,212.00	-	2,386,847.00
7 VEHICLES (CARS)	8,381,077.00	509,807.00	-	8,890,884.00
8 PLANT & MACHINERY	-	10,369.00	-	10,369.00
9 OFFICE EQUIPMENTS	1,137,520.00	230,555.00	-	1,368,075.00
10 COMPUTERS	1,444,121.00	61,989.00	-	1,506,110.00
TOTAL OF THIS YEAR	22,114,198.00	1,826,478.00	-	23,940,676.00
GRAND TOTAL	22,114,198.00	1,826,478.00	-	23,940,676.00
TOTAL OF THE PREVIOUS YEAR	19,018,909.00	3,244,294.00	-	22,114,198.00

**NET BLOCK**

	LAST YEAR	THIS YEAR
1 FREEHOLD LAND	-	13,275,896.00
2 LEASEHOLD LAND	32,942,589.59	43,294,271.59
3 GODOWN BUILDING	-	-
4 OFFICE BUILDING	42,105,217.16	20,717,864.16
5 ELECTRICAL FITTINGS	129,796.00	38,187.00
6 FURNITURE AND FIXTURE	571,461.00	159,710.00
7 VEHICLES (CARS)	930,771.00	860,832.13
8 VEHICLES (OTHERS)	-	181,971.00
9 OFFICE EQUIPMENTS	628,625.00	425,956.72
10 COMPUTERS	139,202.00	157,706.30
TOTAL OF THIS YEAR	77,447,661.75	79,112,394.90
GRAND TOTAL	77,447,661.75	79,112,394.90
TOTAL OF THE PREVIOUS YEAR	77,014,776.16	55,268,316.00

J (ii) **INTANGIBLE ASSETS**

(iii) **CAPITAL WORK IN PROGRESS**

- BUILDING UNDER CONSTRUCTION
- MACHINERY UNDER INSTALATION

For AKG EXIM LIMITED

*Papra*  
Director



For AKG EXIM LIMITED

*Director*  
Director

(iv) <u>INTANGIBLE ASSETS UNDER DEVELOPMENT</u>			-	-
			-	-
K	(b) <u>NON CURRENT INVESTMENT:</u> INVESTMENT IN SHARES		-	-
			-	-
(c) <u>DEFERRED TAX ASSETS (NET):</u>			-	-
			-	-
L	(d) <u>LONG TERM LOANS AND ADVANCES:</u> SECURITY DEPOSITS (UNSECURED CONSIDERED GOOD )		866,630.00	756,030.00
			866,630.00	756,030.00
M	(e) <u>OTHER NON-CURRENT ASSETS</u>		-	-
	<u>MISC. EXPENDITURE</u> (TO THE EXTENT NOT WRITTEN OFF OR ADJUSTED)		-	-
	<u>PRELIMINARY &amp; PRE OPERATIVE EXPENSES</u> OPENING BALANCE/ADDITION		-	-
	LESS: WRITTEN OFF DURING THE YEAR		-	-
	PRELIMINARY EXPENSES TO BE W/O NEXT YEAR		-	-
2	<u>CURRENT ASSETS</u>			
N	(a) <u>CURRENT INVESTMENTS</u> JAI PRAKASH ASSOCIATES LTD (OFFICE SPACE) APPLE OVERSEAS PTE LTD (SINGAPORE)		-	-
O	(b) <u>INVENTORIES:</u> (AS TAKEN, VALUED & CERTIFIED BY THE MANAGEMENT)			
	1 RAW MATERIALS;		-	-
	2 WORK IN PROCESS;		-	-
	3 FINISHED GOODS;		-	-
	4 STOCK IN TRADE (IN RESPECT OF GOODS ACQUIRED FOR TRADING );		78,005,151.22	20,691,027.31
	5 STORES, SPARES & LOOSE TOOLS;		-	-
	6 OTHERS;		-	-
			78,005,151.22	20,691,027.31
P	(c) <u>TRADE RECEIVABLES:</u> (UNSECURED CONSIDERED GOOD UNLESS OTHERWISE STATED) (1) DEBTS OUTSTANDING FOR A PERIOD EXCEEDING SIX MONTHS FROM THE DATE THEY ARE DUE (2) OTHER DEBTS		47,355,872.80 205,964,414.47	58,980,181.21 294,206,227.50
			253,320,287.27	353,186,408.71

For AKG EXIM LIMITED

*Rajma*  
Director



For AKG EXIM LIMITED

*Proch*  
Director



<b>Q (d) CASH &amp; CASH EQUIVALENTS :</b>		
<b>(a) BALANCE WITH BANKS</b>		
<b>IN FIXED DEPOSITS</b>		
EARMARKED BALANCES WITH BANKS	-	-
HELD AS MARGIN MONEY AGAINST BORROWINGS, AND OTHER COMMITMENTS. (LC/BC MARGIN MONEY)	28,908,149.95	36,032,877.59
MATURITY WITH MORE THAN 12 MONTHS	-	-
OTHERS	-	-
<b>IN CURRENT ACCOUNTS:</b>	700,357.54	16,040,598.44
<b>(b) CHEQUES, DRAFTS ON HAND</b>	-	-
<b>(c) CASH ON HAND</b>	613,179.72	477,335.18
	<b>30,221,687.21</b>	<b>52,550,811.21</b>
<b>R (e) SHORT TERM LOANS &amp; ADVANCES:</b>		
(UNSECURED CONSIDERED GOOD UNLESS OTHERWISE STATED)		
ADVANCES RECOVERABLE IN CASH OR IN KIND FOR THE VALUE TO BE RECEIVED		
(1) ADVANCES RECOVERABLE IN CASH OR KIND	13,977,411.00	2,124,521.02
(1) ADVANCE TO PARTIES	64,657,723.58	95,518,051.82
(2) RECEIVABLE FROM REVENUE AUTHORITIES	63,382.00	217,697.00
(3) CURRENT YEARS TAXES RECOVERABLE	1,850,717.51	1,296,017.40
	<b>80,549,234.09</b>	<b>99,156,287.24</b>
<b>S (f) OTHER CURRENT ASSETS:</b>		
PREPAID EXPENSES	64,364.00	99,800.00
PRELIMINARY EXPENSES TO BE W/O NEXT YEAR	-	-
INTEREST ACCRUED BUT NOT DUE ON FDR'S	1,945,755.00	1,957,923.90
OTHER RECEIVABLE	-	-
	<b>2,010,119.00</b>	<b>2,057,723.90</b>

For AKG EXIM LIMITED

*Rajan*  
Director



For AKG EXIM LIMITED

*Pooja*  
Director

**M/S AKG EXIM LIMITED**  
**NOTES TO AND FORMING PART OF BALANCE SHEET AS AT**

31/03/2018

NOTE NO.	PARTICULARS	FIGURES AS AT THE END OF CURRENT REPORTING PERIOD	FIGURES AS AT THE END OF PREVIOUS REPORTING PERIOD
T	<b><u>CONTINGENT LIABILITIES AND COMMITMENTS</u></b> (TO THE EXTENT NOT PROVIDED FOR)		
i	<b><u>CONTINGENT LIABILITIES</u></b>		
	(a) CLAIM AGAINST THE COMPANY NOT ACNOWLEDGED AS DEBTS;	-	-
	(b) GUARANTEES;		
	© OTHER MONEY FOR WHICH THE COMPANY IS CONTINGENTLY LIABLE.	-	-
ii	<b><u>COMMITMENTS</u></b>		
	(a) ESTIMATED AMOUNT OF CONTRACTS REMAINING TO BE EXECUTED ON CAPITAL ACCOUNT AND NOT PROVIDED FOR;	-	-
	(b) UNCALLED LIABILITY ON SHARES AND OTHER INVESTMENTS PARTLY PAID;	-	-
	(c) OTHER COMMITMENTS	-	-
U	<b><u>THE AMOUNT OF DIVIDENDS PROPOSED TO BE DISTRIBUTED TO EQUITY AND PREFERENCE SHAREHOLDERS FOR THE PERIOD</u></b> AMOUNT PER EQUITY SHARE		
V	<b>ISSUE OF SECURITIES FOR SPECIFIC PURPOSE</b>	-	-
W	DETAIL OF ANY ASSETS OTHER THAN FIXED ASSETS AND NON-CURRENT INVESTMENTS WHICH DO NOT HAVE A VALUE ON REALISATION IN THE ORDINARY COURSE OF BUSINESS AT LEAST EQUAL TO THE AMOUNT AT WHICH THEY ARE STATED.		

**For AKG EXIM LIMITED**  
FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

*[Signature]*  
**Director**

DIRECTOR

DIRECTOR

**For AKG EXIM LIMITED**

*[Signature]*  
**Director**

AUDITOR'S REPORT  
SIGNED IN TERMS OF OUR SEPARATE  
REPORT OF EVEN DATE.  
**SHARMA SHARMA & COMPANY**  
Chartered Accountants



*[Signature]*  
**SUVIR SHARMA**  
(088272-FCA, PARTNER)

PLACE: DELHI  
DATED:



**M/S AKG EXIM LIMITED**  
**NOTES TO AND FORMING PART OF BALANCE SHEET AS AT**

31/03/2018

NOTE NO.	PARTICULARS	FIGURES AS AT THE END OF CURRENT REPORTING PERIOD	FIGURES AS AT THE END OF PREVIOUS REPORTING PERIOD
III	<b><u>SHARE CAPITAL:</u></b>		
1	<b><u>ISSUED, SUBSCRIBED &amp; PAID UP SHARE CAPITAL INCLUDES</u></b>		
	ALLOTTED AS FULLY PAID UP BY WAY OF BONUS SHARES WITHIN THE LAST FIVE YEARS		
	NO. OF EQUITY SHARES OF RS. 10 EACH		
2	SHARES IN THE COMPANY HELD BY EACH SHAREHOLDER HOLDING MORE THAN 5 PER CENT SHARES. (EQUITY SHARES IN NOS. OF RS. 10 EACH)		
	RAJEEV GOEL		
	MAHIMA GOEL		
	AKG ENGINEERS PVT LTD	0	0
IV	<b><u>LONG TERM BORROWINGS</u></b>		
1	TERM LOAN FACILITIES AVAILED FROM HDFC BANK LTD SECTOR -9 ROHINI DELHI - 110085 IS SECURED AGAINST PLANT AND MACHINERY, COMPANY'S IMMOVABLE PROPERTIES FORM PART OF THE COLLECTERAL SECURITY AND THE DIRECTORS HAS GIVEN THEIR PERSONAL GUARANTEE FOR THE SAME. LOAN IS REPAYABLE IN EQUAL MONTHLY INSTALMENTS OF RS. EACH		
2	TERM LOAN FACILITIES AVAILED FROM IS SECURED AGAINST CAR AND DIRECTORS HAS GIVEN THEIR PERSONAL GUARANTEE FOR THE SAME. LOAN IS REPAYABLE IN EQUAL MONTHLY INSTALMENTS OF RS. EACH RS.12722.00	400000	
3	LOANS FROM DIRECTORS	3,250,000.00	7,860,400.00
V	<b><u>SHORT-TERM BORROWINGS:</u></b>		
1	CASH CREDIT FACILITIES AVAILED FROM HDFC BANK LTD IS SECURED AGAINST HYPOTHECATION OF INVENTORIES AND BOOK-DEBTS. COMPANY'S IMMOVABLE PROPERTIES FORM PART OF THE COLLECTERAL SECURITY AND THE DIRECTORS HAS GIVEN THEIR PERSONAL GUARANTEE FOR THE SAME. LOAN IS REPAYABLE ON DEMAND.	1,104,731.17	24,985,699.17

**For AKG EXIM LIMITED**

**For AKG EXIM LIMITED**

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

*[Signature]*  
Director

DIRECTOR

DIRECTOR

PLACE: DELHI

DATED:

*[Signature]*  
Director

AUDITOR'S REPORT  
SIGNED IN TERMS OF OUR SEPARATE  
REPORT OF EVEN DATE.  
SHARMA SHARMA & COMPANY  
Chartered Accountants



*[Signature]*  
SUVIR SHARMA  
(088272-FCA PARTNER)

**PART II - STATEMENT OF PROFIT AND LOSS**  
**M/S AKG EXIM LIMITED**  
**PROFIT & LOSS STATEMENT FOR THE PERIOD ENDING**  
**31/03/2018**

S. N	PARTICULARS	NOTE NO.	FIGURES FOR THE CURRENT REPORTING PERIOD	FIGURES FOR THE PREVIOUS REPORTING PERIOD
	<b>REVENUE FROM OPERATIONS</b>			
I	REVENUE FROM OPERATIONS	PL-1	1,118,212,570.42	1,048,953,775.13
II	OTHER INCOME	PL-2	5,297,095.42	6,569,840.45
III	<b>TOTAL REVENUE(I+II)</b>		<b>1,123,509,665.84</b>	<b>1,055,523,615.58</b>
IV	<b>EXPENSES:</b>			
a	COST OF MATERIAL CONSUMED	PL-3	-	-
b	PURCHASE OF STOCK-IN-TRADE	PL-4	1,077,019,498.86	954,858,539.88
c	CHANGES IN INVENTORIES OF FINISHED GOODS	PL-5	(57,314,123.91)	12,479,771.04
d	WORK-IN-PROGRESS AND STOCK -IN-TRADE			
e	EMPLOYEE BENEFITS EXPENSES	PL-6	11,582,848.99	9,968,179.00
f	FINANCE COSTS	PL-7	3,678,637.70	14,235,569.50
g	DEPRECIATION AND AMORTIZATION EXPENSE	PL-8	1,826,478.00	3,244,294.00
	OTHER EXPENSES	PL-9	71,944,298.69	53,662,791.73
	<b>TOTAL EXPENSES</b>		<b>1,108,737,638.33</b>	<b>1,048,449,145.15</b>
V	<b>PROFIT BEFORE EXCEPTIONAL AND EXTRAORDINARY ITEMS AND TAX (III-IV)</b>		<b>14,772,027.51</b>	<b>7,074,470.43</b>
VI	EXCEPTIONAL ITEMS	PL-10	-	-
VII	<b>PROFIT BEFORE EXTRAORDINARY ITEMS AND TAX (V-VI)</b>		<b>14,772,027.51</b>	<b>7,074,470.43</b>
VIII	EXTRAORDINARY ITEMS	PL-11	-	-
IX	<b>PROFIT BEFORE TAX (VII-VIII)</b>		<b>14,772,027.51</b>	<b>7,074,470.43</b>
X	<b>TAX EXPENSE</b>			
a	CURRENT TAX		-	-
b	EARLIAR YEARS TAX		4,192,879.00	2,026,471.00
c	DEFERRED TAX		-	-
XI	<b>PROFIT(LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS (VII-VIII)</b>		<b>371,677.74</b>	<b>162,126.43</b>
XII	PROFIT(LOSS) FROM DISCONTINUING OPERATIONS		10,207,470.77	4,885,873.00
XIII	TAX EXPENSE OF DISCONTINUING OPERATIONS		-	-
XIV	<b>PROFIT(LOSS) FROM DISCONTINUING OPERATIONS (AFTER TAX) (XII-XIII)</b>		<b>-</b>	<b>-</b>
XV	<b>PROFIT (LOSS) FOR THE PERIOD (XI+XIV)</b>		<b>10,207,470.77</b>	<b>4,885,873.00</b>
XVI	<b>EARNING PER EQUITY SHARE</b>			
a	BASIC		2.11	2.02
b	DILUTED			

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

DIRECTOR

Director

DIRECTOR

Director

PLACE: DELHI

DATED:

**AUDITOR'S REPORT**  
**SIGNED IN TERMS OF OUR SEPARATE**  
**REPORT OF EVEN DATE.**  
**SHARMA SHARMA & COMPANY**  
**Chartered Accountants**



**SUVIR SHARMA**  
**(088272-FCA PARTNER)**

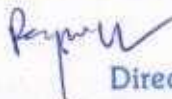


## NOTES TO AND FORMING PART OF STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDING

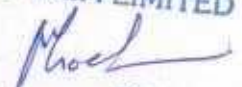
31-03-2018

NOTE NO.	PARTICULARS	FIGURES FOR THE CURRENT REPORTING PERIOD	FIGURES FOR THE PREVIOUS REPORTING PERIOD
PL-1	<b>REVENUE FROM OPERATIONS</b>		
a	SALE OF PRODUCTS	1,114,864,407.42	1,045,196,050.13
b	COMMISSION	3,348,163.00	2,975,000.00
c	OTHER OPERATING REVENUES	-	782,725.00
		<u>1,118,212,570.42</u>	<u>1,048,953,775.13</u>
d	LESS: EXCISE DUTY	-	-
	NET REVENUE FROM OPERATIONS	<u>1,118,212,570.42</u>	<u>1,048,953,775.13</u>
PL-2	<b>OTHER INCOME:</b>		
	INTEREST INCOME (FDR)	1,945,755.18	2,192,487.45
	DIVIDEND INCOME	-	-
	NET GAIN/LOSS ON SALE OF INVESTMENT	-	-
	OTHER NON-OPERATING INCOME	3,351,340.24	4,377,353.00
		<u>5,297,095.42</u>	<u>6,569,840.45</u>
PL-3	<b>COST OF MATERIALS CONSUMED:</b>		
	PURCHASES RAW-MATERIALS AND PACKING MATERIALS	-	-
	ADD: OPENING BALANCE OF STOCK	-	-
		<u>-</u>	<u>-</u>
	LESS: CLOSING BALANCE OF STOCK	-	-
	CONSUMPTION OF MATERIALS	<u>-</u>	<u>-</u>
PL-4	PURCHASES OF TRADED GOODS	1,077,019,498.86	954,858,539.88
		<u>1,077,019,498.86</u>	<u>954,858,539.88</u>
	TOTAL PURCHASES	<u>1,077,019,498.86</u>	<u>954,858,539.88</u>
PL-5	<b>CHANGES IN INVENTORIES</b>		
	<b>FINISHED GOODS</b>		
	AT THE BEGINNING OF THE ACCOUNTING PERIOD	-	-
	AT THE END OF THE ACCOUNTING PERIOD	-	-
		<u>-</u>	<u>-</u>
	<b>WORK-IN-PROGRESS</b>		
	AT THE BEGINNING OF THE ACCOUNTING PERIOD	-	-
	AT THE END OF THE ACCOUNTING PERIOD	-	-
		<u>-</u>	<u>-</u>
	<b>STOCK-IN-TRADE</b>		
	AT THE BEGINNING OF THE ACCOUNTING PERIOD	20,691,027.31	33,170,798.35
	AT THE END OF THE ACCOUNTING PERIOD	78,005,151.22	20,691,027.31
		<u>(57,314,123.91)</u>	<u>12,479,771.04</u>
	GRAND TOTAL	<u>(57,314,123.91)</u>	<u>12,479,771.04</u>

For AKG EXIM LIMITED


  
Director


For AKG EXIM LIMITED


  
Director

<b>PL-6 EMPLOYEE BENEFITS EXPENSE</b>			
<b><u>SALARY AND WAGES</u></b>			
FACTORY SALARY AND WAGES	-	-	
OFFICE STAFF SALARY	5,451,853.00	5,121,276.00	
MARKETING STAFF SALARY & INCENTIVES	-	-	
DIRECTOR,S REMUNERATIONS	4,050,000.00	3,900,000.00	
<b><u>CONTRIBUTION TO PROVIDENT AND OTHER FUNDS</u></b>			
CONTRIBUTION TO PROVIDENT FUND	285,302.00	280,920.00	
CONTRIBUTION TO EMPLOEES STATE INS.FUND	61,058.00	40,045.00	
CONTRIBUTION TO OTHER FUNDS	-	-	
ESI ARREAR	-	-	
EPF ARREAR	-	-	
STAFF MEDICAL/ ACCIDENTAL INSURANCE	33,513.00	42,449.00	
OTHER EXPENSES	550,801.00	2,000.00	
WORKERS AND STAFF WELFARE	174,435.99	116,739.00	
BONUS	471,524.00	464,750.00	
LEAVE WITH WAGES	504,362.00	-	
	<u>11,582,848.99</u>	<u>9,968,179.00</u>	
<b>PL-7 FINANCIAL COSTS:</b>			
<b><u>INTEREST EXPENSE</u></b>			
a INTEREST TO BANK	14,039,901.22	12,081,280.63	
INTEREST TO PARTIES/DISTRIBUTORS(NET)	2,513,319.00	1,899,682.00	
INTEREST TO DEPOSITORS	-	-	
INTEREST TO BANK ON VEHICLE LOAN	8,791.86	-	
INTEREST ON TDS & OTHER TAXES	4,499.00	8,370.00	
b OTHER BORROWING COSTS	-	-	
c APPLICABLE NET GAIN/LOSS ON FOREIGN	-	-	
CURRENCY TRANSACTIONS AND TRANSLATIONS	(12,887,873.38)	246,236.87	
	<u>3,678,637.70</u>	<u>14,235,569.50</u>	
<b>PL-8 DEPRECIATION AND AMORTZATION EXPNSE:</b>			
DEPRECIATION	1,826,478.00	3,244,294.00	
PRELIMINARY & PRE-OPERATIVE EXP.WRITTEN OFF	-	-	
	<u>1,826,478.00</u>	<u>3,244,294.00</u>	

For AKG EXIM LIMITED

*[Signature]*  
Director



For AKG EXIM LIMITED

*[Signature]*  
Director



PL-9	<b>OTHER EXPENSES:</b>		
A	<b>MANUFACTURING EXPENSE :</b>		
	<b>CONSUMPTION OF STORES AND SPARE PARTS</b>		
	OPENING STOCK	-	-
	ADD: PURCHASES	-	-
	TOTAL	-	-
	LESS: CLOSING STOCK	-	-
	SHIPPING AND CLEARING CHARGES	16,829,223.65	7,281,659.39
	FREIGHT INWARD	1,944,895.57	3,583,434.07
	FREIGHT (OCEAN)	26,368,919.46	18,060,382.01
	PACKING EXPS	1,120.00	13,731.00
	DISCOUNT RECEIVED	(929,109.46)	91,633.00
	CUSTOM DUTY ON IMPORT	1,204,877.69	-
		45,419,926.91	29,630,839.47
B	<b>ADMINISTRATIVE EXPENSE</b>		
	CAR EXPENSES	773,665.62	515,928.64
	SCOOTER/BIKE EXPENSES	76,419.00	58,276.00
	FESTIVAL CELEBRATION EXPENSES	-	-
	DONATION	51,000.00	50,000.00
	SUBSCRIPTION/MEMBERSHIP FEES	84,934.00	99,373.00
	ELECTICITY EXPENSES	296,534.00	291,681.00
	ENTERTAINMENT EXP.	-	-
	FEES & TAXES	749,113.37	98,208.00
	GENERAL EXPENSES	605,770.94	246,674.22
	Amount W/o	(2,023,491.30)	-
	INSURANCE	468,795.94	819,080.87
	RENT EXPENSES (WH)	153,000.00	-
	NEWS PAPER & PERIODICALS	4,995.00	3,885.00
	PAYMENT TO THE AUDITORS	30,000.00	30,000.00
	POSTAGE & COURIER EXP.	60,452.00	42,312.00
	PROFESSIONAL CHARGES	2,294,254.50	802,954.50
	PRINTING & STATIONERY	158,197.79	68,970.00
	MAINTENANCE FOR BUILDINGS	791,764.21	978,138.22
	REPAIR & MAINTENANCE (GENERAL)	255,274.95	54,518.50
	SERVICE TAX	-	-
	SECURITY GUARD EXP.	-	-
	TELEPHONE EXP.	592,812.58	748,654.78
	VEHICLE RUNNING (OTHER THAN CAR)	-	-
	BANK CHARGES	4,274,853.58	4,962,045.96
		9,698,346.18	9,870,700.69
	<b>SELLING &amp; DISTRIBUTION EXPENSE</b>		
	ADVERTISEMENT EXPS.	10,000.00	-
	EXPENSES RELATED TO RICE BUSINESS	1,659,613.26	-
	CONFERENCE EXPENSES	-	-
	FREIGHT & CARTAGE(OUTWARD)	5,416,443.07	8,063,404.20
	SHORT & EXCESS	466.45	754.23
	SALE COMMISSION & INCENTIVES	83,768.54	685,485.00
	DISCOUNT ALLOWED / CLAIMS PAID/ RECEIVED	7,574,397.88	3,834,507.26
	TRAVELLING EXPENSES	1,459,467.63	1,218,505.70
	MARKETING STAFF TOUR EXPS AND OTHER REIMBURSEMENTS	327,615.72	-
	BUSINESS PROMOTION	294,053.05	358,595.18
		16,826,025.60	14,161,251.57
	<b>GRAND TOTAL</b>	<b>71,944,298.69</b>	<b>53,662,791.73</b>

For AKG EXIM LIMITED

*[Signature]*  
Director



For AKG EXIM LIMITED

*[Signature]*  
Director

## M/S AKG EXIM LIMITED

## ADDITIONAL INFORMATION TO AND FORMING PART OF STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDING

31/03/2018

NOTE NO.	PARTICULARS	FIGURES FOR THE CURRENT REPORTING PERIOD	FIGURES FOR THE PREVIOUS REPORTING PERIOD
A	<u>PAYMENT TO THE AUDITORS AS</u>		
	AUDITOR	-	30,000.00
	FOR TAXATION MATTERS	-	-
	FOR COMPANY LAW MATTERS	-	-
	FOR MANAGEMENT SERVICES	-	-
	FOR OTHER SERVICES	-	-
	FOR REIMBURSEMENT OF EXPENSES	-	-
	TOTAL	-	30,000.00
B	VALUE OF IMPORTS CALCULATED ON C.I.F BASIS BY THE COMPANY DURING THE FINANCIAL YEAR IN RESPECT OF		
I	RAW MATERIALS;	-	-
II	COMPONENTS AND SPARE PARTS;	-	-
III	CAPITAL GOODS;	-	-
IV	GOODS IN TRADE	1,077,019,498.86	954,858,539.88
	TOTAL	1,077,019,498.86	954,858,539.88
C	EXPENDITURE IN FOREIGN CURRENCY DURING THE FINANCIAL YEAR ON ACCOUNT OF		
	ROYALTY	-	-
	KNOWHOW	-	-
	PROFESSIONAL AND CONSULTATION FEES	-	-
	INTEREST	-	-
	FOREIGN TRAVELLING	1,039,414.27	735,402.75
	FEES AND TAXES	749,113.37	98,208.00
	TOTAL	1,788,527.64	833,610.75
D	BREAK UP OF CONSUMPTION		
I	<u>RAW MATERIALS:</u>		
	TOTAL CONSUMPTION	-	-
	INDIGENOUS	-	-
	VALUE	-	-
	% OF TOTAL	-	-
	IMPORTED	-	-
	VALUE	-	-
	% OF TOTAL	-	-
II	SPARE PARTS AND COMPONENTS		
	TOTAL CONSUMPTION	45,419,926.91	29,630,839.47
	INDIGENOUS	-	-
	VALUE	45,419,926.91	29,630,839.47
	% OF TOTAL	-	-
	IMPORTED	-	-
	VALUE	-	-
	% OF TOTAL	-	-
E	THE AMOUNT REMITTED DURING THE YEAR IN FOREIGN CURRENCIES ON ACCOUNT OF DIVIDENDS	-	-
F	EARNING IN FOREIGN EXCHANGE		
I	EXPORT OF GOODS ON FOB BASIS;	259,506,544.54	213,196,701.50
II	ROYALTY,KNOWHOW,PROFESSIONAL AND CONSULTANCY FEES;	-	-
III	COMMISSION	3,348,163.00	2,975,000.00
IV	OTHER INCOME;	5,297,095.42	7,352,565.45
	TOTAL	268,151,802.96	223,524,266.95

For AKG EXIM LIMITED

*Signature*  
Director



For AKG EXIM LIMITED

*Signature*  
Director



AKG EXIM LIMITED				
1-Apr-2017 to 31-Mar-2018				
Particulars	Opening Balance	Inwards	Outwards	Closing Balance
	Quantity	Quantity	Quantity	Quantity
<b>Stock at Warehouse</b>				
Aluminium Scrap (WH)		696277.400 KG	269914.500 KG	426362.900 KG
Brass (WH)		17497.600 KG	11985.000 KG	5512.600 KG
Copper (WH)		19162.600 KG		19162.600 KG
HMS (WH)		151399.000 KG	137785.000 KG	13614.000 KG
Mix Metal Scrap (WH)		5683.200 KG		5683.200 KG
Stainless Steel (WH)		119242.000 KG	71169.500 KG	48072.500 KG
Zinc (WH)		4610.000 KG		4610.000 KG
<b>Total - A</b>	<b>0.000 KG</b>	<b>1013871.800 KG</b>	<b>490854.000 KG</b>	<b>523017.800 KG</b>
<b>Stock in Hand (In Transit)</b>				
Metal Scrap	528.260 MT.	11463.875 MT.	11345.380 MT.	646.755 MT.
<b>Total - B</b>	<b>528.260 MT.</b>	<b>11463.875 MT.</b>	<b>11345.380 MT.</b>	<b>646.755 MT.</b>
<b>Stock in Hand-Export</b>				
Rice	140.702 MT.	11251.018 MT.	11324.720 MT.	67.000 MT.
<b>Total - C</b>	<b>140.702 MT.</b>	<b>11251.018 MT.</b>	<b>11324.720 MT.</b>	<b>67.000 MT.</b>

For AKG EXIM LIMITED

*[Signature]*  
Director



For AKG EXIM LIMITED

*[Signature]*  
Director

**AKG EXIM LIMITED**

Regd. Office: 408-411 Pearls Corporate, Mangalam Place, Sector - 3, Rohini, Delhi-110085, India

CIN: U00063DL2005PLC139045

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018**

Particulars	Amount (Rs.)
	Year Ended on 31-03-2018
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>	
Net Profit before Tax	14,772,028
Adjustments for	
Depreciation and Amortisation Expense	1,826,478
Foreign Exchange Difference-Income	
Foreign Exchange Difference-Expenses	
Bad Debts	
Finance Cost	
Profit on Sale of Fixed Assets	(256,000)
Interest Expenses	3,678,638
Interest Income	(1,945,755)
Short Term Provisions	1,342,407
Operating profit before working capital changes	<b>19,417,795</b>
Adjustments for changes in working capital	
(Increase)/Decrease in Trade receivables	99,866,121
(Increase)/Decrease in Inventories	(57,314,124)
(Increase)/Decrease in Short-term loans and advances	18,607,053
(Increase)/Decrease in Other Current Assets	47,605
Increase/(Decrease) in Deferred Tax Liability	371,678
Increase/(Decrease) in Short Term Borrowings- BC/PCFC/OD	(78,134,829)
Increase/(Decrease) in Trade payables	18,034,921
Increase/(Decrease) in Other current liabilities	(6,820,763)
Increase/(Decrease) in Short Term provisions	-
<b>Cash Generated from Operations</b>	<b>14,075,457</b>
Less :Tax Expenses	4,192,879
<b>Net Cash from Operating Activities</b>	<b>9,882,578</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>	
Purchase of Fixed Assets	(24,495,130)
Sale of Fixed Assets	21,007,580
Interest Income	1,945,755
Long Term Loans & Advance	(866,630)
Assets written off	(610,533)
<b>Net Cash from Investing Activities</b>	<b>(3,018,958)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>	
Issue of Equity Shares	-
Proceeds from long-term borrowings	-
Interest Paid	(3,678,638)
Payment of long-term borrowings	(25,514,106)
<b>Net Cash from Financing Activities</b>	<b>(29,192,744)</b>
Increase/(Decrease) in Cash and Cash Equivalents	(22,329,124)
Cash and Cash Equivalents at beginning of the year	52,550,811
<b>Cash and Cash Equivalents at end of the year</b>	<b>30,221,687</b>

**Note :**

Cash Flow Statement has been Prepared under the Indirect Method as set out in Accounting Standard -3 Figure in Brackets Indicates Cash Outflows.

In terms of our report of even date attached.

For Sharma, Sharma & co.

Chartered Accountants

FRN: 009462N

SUVIR SHARMA

PARTNER

M.No.: 088272



For & on behalf of the Board of

**AKG Exim Limited**

RAJEEV GOEL  
DIN:01507297  
DIRECTOR

MAHIMA GOEL  
DIN:02205003  
DIRECTOR