

## PREVEST DENPRO LIMITED

REGD. OFFICE : 38, INDUSTRIAL ESTATE, DIGIANA, JAMMU – 180010 (J&K)  
CIN - U85199JK1999PLC001969

### NOTICE TO SHAREHOLDERS

Notice is hereby given that the next Annual General Meeting of the shareholders of the Company will be held on **Saturday**, the **29th** day of **September, 2018** at 11.00 A.M at the registered office of the Company to transact the following business :

#### **ORDINARY BUSINESS**

1. To consider the report of the Auditors and Directors and to receive, consider and adopt the audit statements of accounts for the year ended 31st of March, 2018.

"RESOLVED THAT the Audited Financial Statement of the Company for the financial year ended on 31st March, 2018, alongwith Reports of the Auditors and Directors thereon, be and are hereby received, considered and adopted by the members of the Company."

2. To appoint Director in place of **Smt. Vimla Modi** who retires by rotation and being eligible offer herself for re-appointment.
3. To appoint Auditors and to fix their remuneration and if thought fit, to pass with or without modification the following resolution as an Ordinary Resolution :

"RESOLVED THAT pursuant to the provisions of Section 139 of the Companies Act, 2013, read with rule no. 3 of the Companies (Audit and Auditors) Rules, 2014, the consent of the members of the Company, be and is hereby accorded for ratification of appointment of **M/s. VAK & Associates**, Chartered Accountants, having Firm Regn No. 019636N, as Statutory Auditors of the Company for the financial year ending 31st March, 2019 at a remuneration to be decided in consultation with such Auditors and that the aforesaid ratification shall remain in force until the conclusion of the next Annual General Meeting.

FURTHER RESOLVED THAT the Board of Directors of the Company be and is hereby authorised to do all the acts and take such steps as may be necessary, papers or expedient to give effect to these resolutions."

BY ORDER OF THE BOARD OF DIRECTORS

  
**ATUL MODI**

MANAGING DIRECTOR  
DIN – 00788272

Place : Jammu  
Date : 08-08-2018

#### NOTES :-

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ABOVE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER. PROXIES IN ORDER TO BE EFFECTIVE SHOULD BE DULY COMPLETED AND MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING. A PROXY FORM IS APPENDED HERewith THE ATTENDANCE FOR USE OF THE MEMBERS.
2. Members desiring any information regarding accounts are requested to write to the company at an early date to enable the management to keep information ready at the meeting.
3. All documents referred to in the accompanying notice are open for inspection at Registered Office of the Company during office hours on all working days between 11.00 a.m. to 1.00 p.m. upto the date of Annual General Meeting.

## PREVEST DENPRO LIMITED

REGD. OFFICE : 38, INDUSTRIAL ESTATE, DIGIANA, JAMMU – 180010 (J&K)

CIN - U85199JK1999PLC001969

### BOARDS' REPORT

To  
The Members  
PREVEST DENPRO LIMITED

Your Directors have pleasure in presenting the Annual Report of the Company together with the audited accounts for the year ended March 31, 2018.

### FINANCIAL PERFORMANCE AT A GLANCE

#### FINANCIAL RESULTS

Particulars	Period ended 31.03.2018 (In ₹)	Period ended 31.03.2017 (In ₹)
Revenue from Operations	16,99,74,692.45	13,99,68,857.73
Other Income	60,19,038.00	98,02,372.74
Expenses for the period	14,56,64,840.37	13,31,95,101.34
Profit/(Loss) before tax from continuing operations	3,03,28,890.08	1,65,76,129.13
• Current Income Tax for the period	43,62,678.00	34,39,496.00
• Deferred Tax	0.00	0.00
• Profit/(Loss) for the period	2,59,66,212.08	1,31,36,633.13

#### BOARD OF DIRECTORS

The Board of the Company was duly constituted in accordance with the provisions of the Companies Act 2013. All directors are appointed on non-rotational basis till they voluntary resign.

As on date of this report, the Board of Directors consists of following members:

S. No.	Name	Designation	DIN	Date of Appointment	Date of Cessation / Re-designation
1.	Atul Modi	Managing Director	00788272	05-05-1999	-
2.	Namrata Modi	Director	00788266	05-05-1999	-
3.	Vimla Modi	Director	00788256	05-05-1999	-

There was no appointment, cessation and change in designation of any Director during the Financial Year ended on 31st March, 2018.

#### MEETINGS OF BOARD OF DIRECTORS :

During the year, the directors of the company met on the following dates :

<b>Date of Meeting</b>	<b>Place of Meeting</b>	<b>Directors Present</b>
19-04-2017	38, Industrial Estate, Digiana, Jammu - (J&K)	Atul Modi, Namrata Modi & Vimla Modi
30-04-2017	38, Industrial Estate, Digiana, Jammu - (J&K)	Atul Modi, Namrata Modi & Vimla Modi
01-05-2017	38, Industrial Estate, Digiana, Jammu - (J&K)	Atul Modi, Namrata Modi & Vimla Modi
10-05-2017	38, Industrial Estate, Digiana, Jammu - (J&K)	Atul Modi, Namrata Modi & Vimla Modi
15-06-2017	38, Industrial Estate, Digiana, Jammu - (J&K)	Atul Modi, Namrata Modi & Vimla Modi
21-09-2017	38, Industrial Estate, Digiana, Jammu - (J&K)	Atul Modi, Namrata Modi & Vimla Modi
02-10-2017	38, Industrial Estate, Digiana, Jammu - (J&K)	Atul Modi, Namrata Modi & Vimla Modi
21-10-2017	38, Industrial Estate, Digiana, Jammu - (J&K)	Atul Modi, Namrata Modi & Vimla Modi
28-12-2017	38, Industrial Estate, Digiana, Jammu - (J&K)	Atul Modi, Namrata Modi & Vimla Modi
01-01-2018	38, Industrial Estate, Digiana, Jammu - (J&K)	Atul Modi, Namrata Modi & Vimla Modi
28-01-2018	38, Industrial Estate, Digiana, Jammu - (J&K)	Atul Modi, Namrata Modi & Vimla Modi
01-02-2018	38, Industrial Estate, Digiana, Jammu - (J&K)	Atul Modi, Namrata Modi & Vimla Modi
30-03-2018	38, Industrial Estate, Digiana, Jammu - (J&K)	Atul Modi, Namrata Modi & Vimla Modi

### **TRANSFER TO RESERVE**

During the year there was no transfer to General Reserves.

### **DIVIDEND**

During the year, your directors have decided not to declare any dividend.

### **STATUTORY AUDITORS AND AUDITORS' REPORT**

**M/s VAK & Associates**, Chartered Accountants (having Firm Registration Number : 019636N) with hold office upto the conclusion of the Annual General Meeting pertaining to the financial year ending 31st March, 2018, subject to their ratification at each Annual General Meeting until then.

There where no material reservations, qualifications or adverse marks observe by the Board in the Auditors Reports.

### **MATERIAL CHANGES AND COMMITMENTS**

There are no material changes and commitments, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial position relates and the date of this Report.

### **PUBLIC DEPOSITS**

Your Company has not accepted any public deposit from the public within the meaning of Section 73 of the Companies Act, 2013, read with the Companies (Acceptance of Deposit) Rules, 2014 made there-under and, as such, no amount of principal or interest was outstanding on the date of the Balance Sheet and also on the date of this Report.

### **DIRECTORS' RESPONSIBILITY STATEMENT**

Your Directors declare as prescribed under sub section 5 of Section 134 of the Companies Act, 2013, as amended up-to-date, that:

- In the preparation of the Annual Accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures, wherever applicable;

- Such accounting policies had been selected and applied consistently and judgments and estimates have been made that are reasonable and prudent so as to give a true and fair view of state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period;
- 
- Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- The annual accounts are prepared on a going concern basis.
- Proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS BY THE COMPANY**

During the financial year, the Company has not made any investments or provided loans or guarantees to any other company.

#### **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES**

The particulars of Contract or Arrangements made with related parties made pursuant to Section 188 are furnished in Annexure - 1 in Form AOC - 2 and are attached to this report.

#### **COMMENTS OF THE BOARD OF DIRECTORS ON QUALIFICATIONS, RESERVATIONS MADE BY THE STATUTORY AUDITORS**

The Statutory Auditor has not made any qualifications or reservation in their Independent Auditors Report.

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

An Extract of Annual Return in Form MGT - 9 is annexed to this report as Annexure - 2.

#### **STATUTORY INFORMATION**

The particulars as prescribed under Section 134 (3) (m) of the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014 are set out hereunder:

- **PERSONNEL**

None of the Employees drawing remuneration in excess of the limit prescribed under Section 197 of the Companies Act, 2013 and Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

- **ENERGY CONSERVATION RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION, ADAPTATION & INNOVATION**

(A) Conservation of energy

(i)	The steps taken or impact on conservation of energy	The Company requires energy for its operations and every endeavor has been made to ensure the optimum use of energy, avoid wastage and conserve energy as far as possible.
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(ii)	The steps taken by the Company for utilizing alternate sources of energy	As the Company is not a manufacturing concern, the amount of energy consumed does not justify the use of alternate sources of energy. Therefore alternative sources have not been utilizing the Company.
(iii)	The Capital investment on energy conservation equipments	No separate investment on energy conservation equipments has been made. However most of the electrical equipments fitted in the Company premises are power savers.

(B) Technology absorption

(i)	the efforts made towards technology absorption	The Company has been constantly in touch with the latest updates in the international market and has been evolving its technology to maintain it in line with that of the key players across the globe.
(ii)	the benefits derived like product improvement, cost reduction, product development or import substitution	The above efforts have led to rise in the quality of Company's offerings with affordable pricing and enhanced features.
(iii)	in case of imported technology (imported during the last three years reckoned from the beginning of the financial year	
	(a) the details of technology imported	NA
	(b) the year of import	NA
	(c) whether the technology been fully absorbed	NA
	(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof	NA
(iv)	the expenditure incurred on Research and Development	NIL

• **FOREIGN EXCHANGE EARNINGS AND OUTGO**

The foreign exchange earnings and outgo are given below :

Particulars	2017 - 18 (₹)	2016 - 17 (₹)
Foreign Exchange Earnings	10,18,38,879.77	11,56,40,453.38
Foreign Exchange outgo	3,00,60,158.45	2,17,01,579.99

**RISK MANAGEMENT POLICY**

Your Company follows a compressive and effective of the Risk Management. The Company has adopted a set of procedures for Risk Assessment and its minimization, it insure that all the risks are timely identified and mitigated in accordance with well structured Risk Management process. The management periodically reviews the Risk Management Process.

**INTERNAL CONTROL SYSTEMS AND STANDARDS**

The Company has built adequate internal control systems towards achieving efficiency and effectiveness in operations, optimum utilization of resources, cost reduction and effective monitoring thereof.

The internal control mechanisms comprise a well-defined organization structure, documented policy guidelines, pre-determined authority levels and processes commensurate with size and capacity of the organization, faster decision making and fixing the level of responsibility.

#### ACCLAMATION

Your Directors wish to place on record their sincere thanks to the Shareholders and Clients for their overwhelming support. Your Directors also wish to record their appreciation to employees at all the levels for dedications and enthusiasm displayed by them.

By Order of the Board of Directors

M/s. PREVEST DENPRO LIMITED

Date : 08-08-2018  
Place : Jammu

  
ATUL MODI  
Managing Director  
DIN - 00788272

  
NAMRATA MODI  
Director  
DIN - 00788266

## Form 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 AND OTHER DETAILS

- i) CIN (Company Incorporation Number) : U85199JK1999PLC001969
- ii) Registration Date : 05-05-1999
- iii) Name of the Company : PREVEST DENPRO LIMITED
- iv) Category / Sub-Category of the Company : Company Limited by Shares
- v) Address of the Registered office and contact details : 38, Industrial Estate, Digiana, Jammu – 180010 (J&K)
- vi) Whether Listed Company : No
- vii) Name, Address and Contact details of the Registrar and Transfer agent, if any : No

## 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

S. No.	Name and Description of main products / services	NIC Code of the Product / service	% to total turnover of the Company
1.	To carry on the business of trading, manufacturing, marketing, providing, engineering, services and consultancy of and for Dental materials, Pharmaceuticals, cosmetics, medical and health care products, Dental appliances and Equipments, Minerals, Chemicals, Polymers and Resins.	85199	100
2.	To import export and to act as consigner consignee or agent to sell items referred to in such clause (1) above for self or others on principal basis or otherwise.	85199	100

## III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S. No.	Name and Address of the Company	CIN/ GLN	Holding / Subsidiary / Associate	% of shares held	Applicable Section
	NIL				





f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (Specify)	-	-	-	-	-	-	-	-	-
<b>Sub – Total (B)(1) :-</b>	-	NIL	-	-	-	-	-	-	-
<b>2. Non – Institutions</b>	-	NIL	-	-	-	-	-	-	-
a) Bodies Corp.	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs. 1 Lac	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lac	-	-	-	-	-	-	-	-	-
c) Others (Specify)	-	-	-	-	-	-	-	-	-
<b>Sub – Total (B)(2) :-</b>	-	NIL	-	-	-	-	-	-	-
<b>Total Public Shareholding (B)=(B)(1) + (B)(2)</b>	-	NIL	-	-	-	-	-	-	-
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	-	NIL	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>	-	28500	28500	100	-	28500	28500	100	NIL

(ii) Shareholding of Promoters

S. No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	
1.	Om Parkash Modi	260	0.91	NIL	260	0.91	NIL	NIL

2.	Vimla Modi	260	0.91	NIL	260	0.91	NIL	NIL
3.	Atul Modi	14018	49.19	NIL	14018	49.19	NIL	NIL
4.	Namrata Modi	13932	48.88	NIL	13932	48.88	NIL	NIL
5.	Anil Modi	10	0.04	NIL	10	0.04	NIL	NIL
6.	Shashi Modi	10	0.04	NIL	10	0.04	NIL	NIL
7.	Virender Modi	10	0.04	NIL	10	0.04	NIL	NIL
	<b>Total</b>	<b>28500</b>	<b>100 %</b>		<b>28500</b>	<b>100 %</b>		

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

S. No.		Shareholding in the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
	At the beginning of the year	28500	100	28500	100
	Date wise Increase / Decrease in Promoters Share holding the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	No Change			
	At the End of the year	28500	100	28500	100

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs) :

S. No.		Shareholding in the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
	For Each of the Top 10 Shareholders				
	At the beginning of the year	NIL			
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.):	NIL			
	At the End of the year (or on the date				

	of separation, if separated during the year)				
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(v) **Shareholding of Directors and Key Managerial Personnel :**

S. No.	For each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total Shares of the Company	No. of Shares	% of total Shares of the Company
1.	<b>Atul Modi</b> Managing Director				
	At the beginning of the year	14018	49.19 %	14018	49.19 %
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	No Change			
	At the End of the year	14018	49.19 %	14018	49.19 %
2.	<b>Namrata Modi</b> Director				
	At the beginning of the year	13932	48.88 %	13932	48.88 %
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	No Change			
	At the End of the year	13932	48.88 %	13932	48.88 %
3.	<b>Vimla Modi</b> Director				
	At the beginning of the year	260	0.91 %	260	0.91 %
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	No Change			
	At the End of the year	260	0.91 %	260	0.91 %

V. **INDEBTEDNESS**

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	24,52,391.00	1,04,41,097.51	-	1,28,93,488.51
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	<b>24,52,391.00</b>	<b>1,04,41,097.51</b>	<b>-</b>	<b>1,28,93,488.51</b>
<b>Change in Indebtedness during the financial year</b>				
* Addition	-	3,24,405.00	-	3,24,405.00
* Reduction	(15,61,050.74)	-	-	(15,61,050.74)
<b>Net Change</b>	<b>(15,61,050.74)</b>	<b>3,24,405.00</b>	<b>-</b>	<b>(12,36,645.74)</b>
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	8,91,340.26	1,07,65,502.51	-	1,16,56,842.77
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not paid due	-	-	-	-
<b>Total (i+ii+iii)</b>	<b>8,91,340.26</b>	<b>1,07,65,502.51</b>	<b>-</b>	<b>1,16,56,842.77</b>

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

### A. Remuneration to Managing Director, Whole-time Directors and / or Manager :

S. No.	Particulars of Remuneration	Name of MD / WTD / Manager				Total Amount
		Atul Modi				
1.	Gross Salary	30,00,000	-	-	-	30,00,000.00
	a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	-	-	-	-	NIL
	b) Value of perquisites u/s 17(2) Income Tax Act, 1961	-	-	-	-	NIL
	c) Profits in lieu of salary under Section 17(3) Income Tax Act, 1961	-	-	-	-	NIL
2.	Fee for attending Meeting	1,50,000	-	-	-	1,50,000.00
3.	Stock Option	-	-	-	-	NIL
4.	Sweat Equity	-	-	-	-	NIL

5.	Commission	10,18,573	-	-	-	10,18,573.00
	- as % of Profit	-	-	-	-	NIL
	- others, specify....	7,78,715	-	-	-	7,78,715.00
6.	Others, please specify	-	-	-	-	NIL
	Total (A)	49,47,288	-	-	-	49,47,288.00
	Ceiling as per the Act	-	-	-	-	NIL

**B. Remuneration to other Directors :**

S. No.	Particulars of Remuneration	Name of MD / WTD / Manager				Total Amount
	1. Independent Directors	-	-	-	-	NIL
	* Fee for attending board committee meetings	-	-	-	-	NIL
	* Commission	-	-	-	-	NIL
	* Others, please specify	-	-	-	-	NIL
	Total (1)	-	-	-	-	NIL
	2. Other Non – Executive Directors	<b>Namrata Modi</b>				
	* Fee for attending board committee meetings	1,50,000	-	-	-	1,50,000.00
	* Commission	10,18,573	-	-	-	10,18,573.00
	* Others, please specify Rent	4,80,000	-	-	-	4,80,000.00
	- as % of Profit	-	-	-	-	-
	- others, specify(Salary)	4,12,478 30,00,000	-	-	-	4,12,478.00 30,00,000.00
	Total (2)	50,61,051	-	-	-	50,61,051.00
	Total (B) = (1+2)	50,61,051	-	-	-	50,61,051.00
	Total Managerial Remuneration	50,61,051	-	-	-	50,61,051.00
	Overall Ceiling as per the Act	-	-	-	-	NIL

**C. Remuneration to key managerial personnel other than MD / MANAGER / WTD**

S. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross Salary	NIL	NIL	NIL	NIL
	a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	-	-	-	NIL
	b) Value of perquisites u/s 17(2) Income – tax Act, 1961	-	-	-	NIL
	c) Profits in lieu of Salary under Section 17(3) Income - tax Act, 1961	-	-	-	NIL

2.	Stock Option	-	-	-	NIL
3.	Sweat Equity	-	-	-	NIL
4.	Commission	-	-	-	NIL
	- as % of Profit	-	-	-	NIL
	- others, specify	-	-	-	NIL
5.	Others, please specify	-	-	-	NIL
	Total	-	-	-	NIL

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES :

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding Fees imposed	Authority [RD / NCLT / Count]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
<b>B. DIRECTORS</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL

By Order of the Board of Directors

M/S. PREVEST DENPRO LIMITED

  
ATUL MODI

Managing Director  
DIN - 00788272

  
NAMRATA MODI

Director  
DIN - 00788266

Date : 08-08-2018  
Place : Jammu

Form No. AOC - 2																						
(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)																						
Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto																						
<b>1. Details of contracts or arrangements or transactions not at arm's length basis</b>																						
(a) Name(s) of the related party and nature of relationship	NIL																					
(b) Nature of contracts/arrangements/transactions																						
(c) Duration of the contracts / arrangements/transactions																						
(d) Salient terms of the contracts or arrangements or transactions including the value, if any																						
(e) Justification for entering into such contracts or arrangements or transactions																						
(f) Date(s) of approval by the Board																						
(g) Amount paid as advances, if any																						
(h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188																						
<b>2. Details of material contracts or arrangement or transactions at arm's length basis</b>																						
(a) Name(s) of the related party and nature of relationship	Sh. Atul Modi – Managing Director Smt. Namrata Modi – Director																					
(b) Nature of contracts/arrangements/transactions	Salary, Interest, Commission, Director's Fee & Rent																					
(c) Duration of the contracts / arrangements/transactions	Current Year																					
(d) Salient terms of the contracts or arrangements or transactions including the value, if any	<table border="1"> <thead> <tr> <th></th> <th><u>ATUL MODI</u></th> <th><u>NAMRATA MODI</u></th> </tr> </thead> <tbody> <tr> <td></td> <td>₹ 30,00,000.00</td> <td>₹ 30,00,000.00</td> </tr> <tr> <td></td> <td>₹ 7,78,715.00</td> <td>₹ 4,12,478.00</td> </tr> <tr> <td></td> <td>₹ 10,18,573.00</td> <td>₹ 10,18,573.00</td> </tr> <tr> <td></td> <td>₹ 1,50,000.00</td> <td>₹ 1,50,000.00</td> </tr> <tr> <td></td> <td>₹ 0.00</td> <td>₹ 4,80,000.00</td> </tr> <tr> <td></td> <td>₹ 49,47,288.00</td> <td>₹ 50,61,051.00</td> </tr> </tbody> </table>		<u>ATUL MODI</u>	<u>NAMRATA MODI</u>		₹ 30,00,000.00	₹ 30,00,000.00		₹ 7,78,715.00	₹ 4,12,478.00		₹ 10,18,573.00	₹ 10,18,573.00		₹ 1,50,000.00	₹ 1,50,000.00		₹ 0.00	₹ 4,80,000.00		₹ 49,47,288.00	₹ 50,61,051.00
	<u>ATUL MODI</u>	<u>NAMRATA MODI</u>																				
	₹ 30,00,000.00	₹ 30,00,000.00																				
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	₹ 0.00	₹ 4,80,000.00																				
	₹ 49,47,288.00	₹ 50,61,051.00																				
(e) Date(s) of approval by the Board, if any	N.A.																					
(f) Amount paid as advances, if any	N.A.																					

For and on behalf of Board of Directors

M/s. PREVEST DENPRO LIMITED

Date : 08-08-2018  
Place : Jammu

  
ATUL MODI  
Managing Director  
DIN - 00788272

  
NAMRATA MODI  
Director  
DIN - 00788266

**Independent Auditors' Report  
To the Members of Prevest Denpro Limited**

**(1). Report on the Financial Statements:**

We have audited the accompanying financial statements of **Prevest Denpro Limited**, 38-Industrial Estate, Digiana, Jammu which comprise the Balance Sheet as at 31st of March, 2018, the Statement of Profit and Loss, the Cash flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

**(2). Management's Responsibilities for the Financial Statements:**

The Company's Board of Directors is responsible for the matters 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 principles generally accepted in India, including the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the company and for preventing and detecting the 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 internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**(3). Auditor's Responsibility:**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into accounts 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 there under.

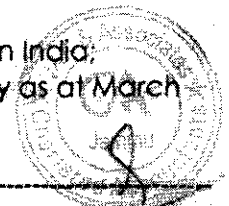
We conducted our audit in accordance with the standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatements 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 and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by company's Directors, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

**(4). Opinion**

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

- a) In the case of the Balance Sheet, of the state of affairs of the company as at March 31, 2018;



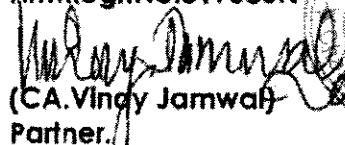


- b) In the case of the statements of Profit and Loss, of the loss for the year ended on that date; and
- c) In the case of the Cash Flow Statements, of the cash flows for the year ended on that date.

**(5). Report on other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2015 issued by the Central Government of India, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the order.
2. As required by section 143(3) of the Act, we report that;
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books.
  - c) The Balance Sheet, the statements of Profit and Loss, and Cash Flow Statements dealt with by this report are in agreement with the books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of written representations received from the directors as on 31 March, 2018, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2018, from appointed as a director in terms of Section 164(2) of the Act.
  - f) The company has adequate internal financial control system in place which is operating effectively.
  - g) With respect to the other matters included in the Auditor's Report and to our best of our information and according to the explanations given to us:
    - i) The Company does not have any pending litigations against it which would impact its financial position.
    - ii) The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
    - iii) There were no amounts which required to be transferred to the Investor Education and Protection Fund by the Company.
    - vi) In our opinion and to the best of our information and according to the explanations given to us,  
the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India: -
      - (a) in the case of Balance Sheet, of the state of affairs of the company as at 31st March, 2018; and
      - (b) in the case of Profit and Loss Account, of the profit for the year ended on that date.

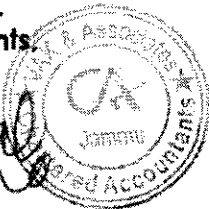
For VAK & Associates.  
Chartered Accountants.  
Firm Regn No: 019636N

  
(CA. Vindya Jamwal)  
Partner.

MNo: 502417

Place: Jammu

Dated: 08.08.2018



**CARO'2018**

Annexure "A" referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' of our even date to the members of Prevest Denpro Limited for the year ended 31st March, 2018.

This annexure forms part of Independent Auditor Report, 2017-18.

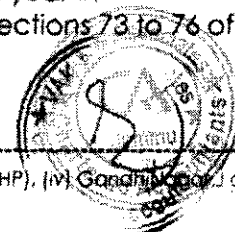
On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that:

1. In respect of fixed assets:
  - a) The company has maintained proper records showing full particulars including quantitative details and situations of its Fixed Assets.
  - b) The fixed assets have been physically verified by the management during the year in accordance with the phased program of verification adopted by the management which, in our opinion provides for physical verification of all fixed assets at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
2. In respect of its inventories:
  - a) Physical verification of inventory has been conducted at reasonable intervals by the management;
  - b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business,
  - c) In our opinion, the company is maintaining proper records on inventory and no material discrepancies were noticed on physical verification.
3. In respect of the loans, secured or unsecured, granted to the parties covered in register maintained under section 189 of the Companies Act, 2013:
  - a) The companies has not granted any loans, secured or unsecured, to companies firm or other parties covered in the register maintained under section 189 of the Companies Act, 2013.

However, the company has taken loans from such parties, the details of which is as follows:

Name of the Party	Amount Borrowed (In INR)	Remarks
Atul Modi	68.25 Lakh	The amount is unsecured and in our opinion, the terms are not prejudicial to the interest of the company.
Namrata Modi	39.41 Lakh	The amount is unsecured and in our opinion, the terms are not prejudicial to the interest of the company.

4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchase of the stores, raw materials including components, plant & machinery, equipment and other assets and for the sale of the goods. During the course of our audit, we have not observed any major weakness in the internal controls.
5. The company has not accepted any deposits during the financial year in contravention of the directives of the Reserve Bank of India and sections 73 to 76 of the Companies Act and rules framed there under.



**VAK & Associates.**  
**Chartered Accountants.**  
H.O: 18-A/B, Gandhi Nagar, Jammu  
Phones: 0191-2432845; 9419190386  
Email: vakjmu@gmail.com

6. As informed to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of section 148 of the Act, in respect of the activities carried on by the company.
7. a) According to the records of the company examined by us, in our opinion, the company is generally regular in depositing undisputed statutory dues including provident fund, employees state insurance, income tax, sales tax, customs duty, excise duty, cess and other material statutory dues as applicable with the appropriate authorities in India.  
b) According to the records of the company examined by us, no undisputed amounts is payable in respect of Income Tax, Wealth Tax, Service Tax, Customs Duty and Excise Duty were in arrears as at 31.03.2018.
8. The Company has no accumulated losses as at 31st March 2018 and it has incurred cash losses in the financial year ended on that date or in the immediately preceding financial year.
9. The Company has not defaulted in repayment of dues to any financial institution or bank as at the Balance Sheet date.
10. The Company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
11. In our opinion and according to the information and explanations given to us, term loans have been used for the purpose for which they were raised.
12. No money has been raised by way of public offer.
13. No fraud by the company or on the company by its employees has been noticed or reported during the year.
14. Company is not a nidhi company.
15. All the transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act, 2013 where applicable and the details have been disclosed as per the applicable standards and
16. The company has not entered into any non-cash transactions with directors or persons connected with them.

**For VAK & Associates.**  
**Chartered Accountants,**  
**Firm Regn No: 019636N**

  
(CA. Vinay Jamwal)

Partner.

MNo: 502417

Place: Jammu

Date: 08.08.2018

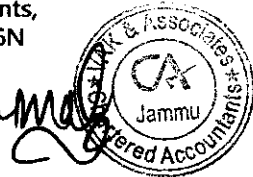


PREVEST DENPRO LIMITED  
 EPIP KARTHOLI, BARI BRAHMANA, JAMMU-181133  
 CIN: U85199JK1999PLC001969  
 (InINR)  
 BALANCE SHEET AS AT 31.03.2018

Particulars	NoteNo.	2017-2018	2016-2017
<b>Equity &amp; Liabilities</b>			
<b>1.Shareholders funds:</b>			
1a.Share Capital	1	2850000.00	2850000.00
1b.Reserves and Surplus	2	65162813.12	39385614.04
2.Share Application Money pending Allotment:		0.00	0.00
<b>3.Non-Current liabilities:</b>			
3a.Long-Term Borrowings	3	11656842.77	12893488.51
3b.Deferred Tax Liabilities (net)		0.00	0.00
3c.Other Long Term Liabilities		0.00	0.00
3d.Long Term Provisions		0.00	0.00
<b>4.Current Liabilities:</b>			
4a.Short Term Borrowings		0.00	0.00
4b.Trade Payables	4	15319760.32	12903522.86
4c.Other Current Liabilities	5	10416622.26	8347054.69
4d.Short Term Provisions	6	4362678.00	3439496.00
<b>Total</b>		<b>109768716.47</b>	<b>79819176.10</b>
<b>Assets</b>			
<b>1.Non-Current Assets:</b>			
<b>1a.Fixed Assets</b>			
1ai.Tangible Assets	7	33649199.73	31761691.73
1aii.Intangible Assets		0.00	0.00
1aiii.Capital Work in Progress		0.00	0.00
1a(iv).Intangible Assets under Development		0.00	0.00
1b.Non-Current Investments		0.00	0.00
1c.Deferred Tax Assets (net)		0.00	0.00
1d.Long Term Loans & Advances		0.00	0.00
1e.Other Non-Current Assets		0.00	0.00
<b>2.Current Assets:</b>			
2a.Current Investments		0.00	0.00
2b.Inventories	8	4868109.93	4010041.00
2c.Trade Receivables	9	15438532.87	8321636.01
2d.Cash and Cash Equivalents	10	8964451.91	21692697.84
2e.Short Term Loans and Advances	11	4252326.44	1965786.10
2f.Other Current Assets	12	42596095.59	12067323.42
<b>Total</b>		<b>109768716.47</b>	<b>79819176.10</b>

Subject to our report of even date.  
 For VAK & Associates.  
 Chartered Accountants,  
 Firm Regn No. 019636N

(CA. Vinay Jamwal)  
 Partner.  
 MNo: 502417  
 Place: Jammu  
 Dated: 08.08.2018



Notes to Accounts:  
 For and on behalf of the Board of Directors

(Atul Modi) (Namrata Modi)  
 Managing Director Executive Director

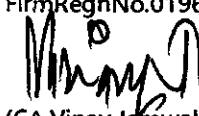
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PREVEST DENPRO LIMITED  
 EPIP KARTHOLI, BARI BRAHMANA, JAMMU-181133  
 CIN: U85199JK1999PLC001969  
 (In INR)

STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2018


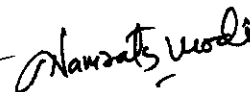
Particulars	NoteNo.	2017-2018	2016-2017
<b>Continuing Operations</b>			
I.Revenue from Operations	13	169974692.45	139968857.73
II.Other Incomes	14	6019038.00	9802372.74
III.Total Revenue (a)		<u>175993730.45</u>	<u>149771230.47</u>
<b>IV.Expenses</b>			
1.Cost of Raw Materials Consumed	15	52274592.75	49495166.47
2.Purchase of Stock in Trade		0.00	0.00
3.Change in Inventories (WIP&FGs)	16	648213.00	-729228.00
4.Employee Benefits Cost	17	33499457.60	30554509.00
5.Finance Costs		1445084.26	1612627.00
6.Depreciation		4655003.73	4217126.51
7.Other Expenses	18	53142489.03	48044900.36
V.Total Expenses (b)		<u>145664840.37</u>	<u>133195101.34</u>
V.Profit before Exceptional & Extraordinary Items & Tax	(I-II)	30328890.08	16576129.13
VI.Exceptional Items		0.00	0.00
VII.Profit before Extraordinary Items & Tax		30328890.08	16576129.13
VIII.Extraordinary Items		0.00	0.00
IX.Profit before tax		30328890.08	16576129.13
X.Tax Expense a.CurrentTax		4362678.00	3439496.00
b.DeferredTax		0.00	0.00
XI.Profit for the period from Continuing Operations		25966212.08	13136633.13
XII.Profit from Discontinuing Operations		0.00	0.00
XIII.Tax Expense of Discontinuing Operations		0.00	0.00
XIV.Profit from Discontinuing Operations after Tax		0.00	0.00
XV.Profit for the period		25966212.08	13136633.13
XVI.Earning per share (equated)		911.10	460.93

As an annexure to the Balance Sheet.  
 For VAK & Associates.  
 Chartered Accountants,  
 Firm Regn No. 019636N

  
 (CA. Vinay Jambwal)  
 Partner.  
 MNo: 502417  
 Place: Jammu  
 Dated: 08.08.2018



For and on behalf of the Board of Directors

   
 (Atul Modi) (Namrata Modi)  
 Managing Director Executive Director

DIN- 00788272

DIN- 00788286

PREVEST DENPRO LIMITED  
 EPIP, KARTHOLI, BARI BRAHMANA, SAMBA-181133  
 CIN: U85199JK1999PLC001969  
 (In INR)

**STATEMENT OF CASH FLOW FOR THE FINANCIAL YEAR 2017-2018**

Particulars	2017-2018	2016-2017
<b>Cash In Flow</b>		
1.Excess of Receipts over Payments	31773974.34	18188756.13
2.Increase in Capital Reserves	0.00	0.00
3.Increase in Long Term Borrowings	0.00	0.00
5.Depreciation w/off	4655003.73	4217126.51
6.Increase in Trade Payables	2416237.46	2849810.34
7.Increase in Other Current Liabilities	2069567.57	1807074.63
8.Decrease in Trade Receivables	0.00	3243897.96
9.Decrease in Advances & Deposits	0.00	312343.33
10.Increase in Provisions	923182.00	1768369.86
<b>Sub-Total (a)</b>	<b>41837965.10</b>	<b>32387378.76</b>
<b>Cash Out Flow</b>		
1.Fixed Assets	6542511.72	1664764.26
2.Repayment of Long Term Borrowings	1236645.74	528502.00
3.Finance Cost	1445084.26	1612627.00
4.Payment of Late Fee & Reversal of Credits	189013.00	188268.86
5.Increase in Trade Receivables	7116896.86	0.00
6.Increase in Advances & Deposits	2286540.34	0.00
7.Increase in Other Current Assets	30528772.17	160984.27
8.Decrease in Short Term Borrowings	0.00	3022188.63
9.Decrease in Trade Payables	0.00	0.00
10.Increase in Closing Stock	858068.93	1343474.00
11.Income Tax Paid	4362678.00	3439496.00
<b>Sub-Total (b)</b>	<b>54566211.02</b>	<b>11960305.02</b>
Opening	21692697.84	1265624.10
Surplus (a-b)	-12728245.92	20427073.74
Closing Balance	8964451.92	21692697.84

As an annexure to the Balance Sheet.  
 For VAK & Associates.  
 Chartered Accountants,  
 Firm Regn No. 019636N

*(Signature)*  
 (CA. Vinay Jamwal)  
 Partner.  
 MNo: 502417  
 Place: Jammu  
 Dated: 08.08.2018



For and on behalf of the Board of Directors

*(Signature)*  
 (Atul Modi)  
 Managing Director

*(Signature)*  
 (Namrata Modi)  
 Executive Director



PREVEST DENPRO LIMITED  
 EPIP KARTHOLI, BARI BRAHMANA, JAMMU-181133  
 CIN: U85199JK1999PLC001969  
 (In INR)

STATEMENT OF NOTES TO THE BALANCE SHEET AS AT 31.03.2018

Note-7: Tangible Assets (as per Companies Act, 2013)

Assets	Freehold Land	Leased Freehold	Leasehold Land	Buildings	Leased Buildings	Owned Plant & Machinery	Loose Tools	Furniture Fixtures	Office Equipments	Vehicles	Computers	Electric Installations	Total Tangible Assets
Cost at beginning of the period	0.00	0.00	1616635.50	22206785.46	0.00	10572521.73	0.00	3503885.41	3747660.90	4497416.00	1009307.00	3224101.66	50378313.66
Additions relating to acquisitions	0.00	0.00	22223.00	201291.05	0.00	38312.93	0.00	0.00	62501.12	52262.00	16500.00	0.00	393090.10
Additions	0.00	0.00	0.00	0.00	0.00	3025345.00	0.00	462454.00	0.00	2818523.00	160427.72	0.00	6466749.72
Disposals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Disposal of group undertakings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other reclassifications	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Exchange differences capitalised	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Exchange differences on consolidations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Cost at the end of the period	0.00	0.00	1638858.50	22408076.51	0.00	13636179.66	0.00	3966339.41	3810162.02	7368201.00	1186234.72	3224101.66	57238153.48
Impairment at the beginning	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Additions relating to acquisitions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Charge for the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Reversals during the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Disposals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Disposal of group undertakings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Transfers between group undertakings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other reclassifications	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Exchange differences on consolidations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Impairment at end of the period	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Depreciation at beginning of the period	0.00	0.00	0.00	7315566.44	0.00	5043034.34	0.00	1513729.84	1337049.25	1378093.10	783829.61	1989729.01	19361031.59
Additions relating to acquisitions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Charge for the period	0.00	0.00	0.00	742837.45	0.00	1291534.22	0.00	354835.68	403209.85	1704817.65	347664.03	383023.28	4227922.16
Disposals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Disposal of group undertakings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Transfers between group undertakings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other reclassifications	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Exchange differences on consolidations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Depreciation at the end of the period	0.00	0.00	0.00	8058403.89	0.00	6334568.56	0.00	1868565.52	1740259.10	2082910.75	1131493.64	2372752.29	23588953.75
Net Block at the beginning of the period	0.00	0.00	1616635.50	14891219.02	0.00	5529487.39	0.00	1990155.57	2410611.65	3119322.90	225477.39	1234372.65	31017282.07
Net Block at the end of the period	0.00	0.00	1638858.50	14349672.62	0.00	7301611.10	0.00	2097773.89	2069902.92	5285290.25	54741.08	851349.37	33649199.73



PREVEST DENPRO LIMITED  
 EPIP KARTHOLI, BARI BRAHMANA, JAMMU-181133  
 CIN: U85199JK1999PLC001969

(In INR)

STATEMENT OF NOTES TO THE BALANCE SHEET AS AT 31.03.2018

Note: Fixed Assets (Income ta (Unit-I&II))	WDV As at 01.04.2017	Acquisitions during the year	Additions		Sold	Total	Deprn	WDV As at 31.03.2018	Rates of deprn
			Upto 30.09.2017	After 30.09.2017					
Freehold Land	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Leased Freehold Land	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Leasehold Land	1616635.50	22223.00	0.00	0.00	0.00	1638858.50	0.00	1638858.50	0.00%
Buildings	13070211.71	244142.50	0.00	0.00	0.00	13314354.21	1331435.42	11982918.79	10.00%
Owned Plant & Machinery	5326900.52	401396.22	666249.00	2359096.00	0.00	8753641.74	1136114.06	7617527.68	15.00%
Furniture Fixtures	2402514.70	200252.78	109927.00	352527.00	0.00	3065221.48	288895.80	2776325.68	10.00%
Office Equipments	2278026.14	339695.71	0.00	0.00	0.00	2617721.85	392658.28	2225063.57	15.00%
Vehicles	2817426.97	286886.61	2818523.00	0.00	0.00	5922836.58	888425.49	5034411.09	15.00%
Computers	75769.29	31205.92	39034.00	121393.72	0.00	267402.93	82682.43	184720.50	40.00%
Electric Installations	1402673.43	14839.95	0.00	0.00	0.00	1417513.38	212627.01	1204886.37	15.00%
<b>Total Tangible Assets</b>	<b>28990158.26</b>	<b>1540642.69</b>	<b>3633733.00</b>	<b>2833016.72</b>	<b>0.00</b>	<b>36997550.67</b>	<b>4332838.48</b>	<b>32664712.19</b>	

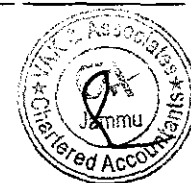




PREVEST DENPRO LIMITED  
EPIP KARTHOLI, BARI BRAHMANA, JAMMU-181133  
CIN: U85199JK1999PLC001969  
(In INR)

STATEMENT OF NOTES TO THE BALANCE SHEET AS AT 31.03.2018

Particulars	2017-2018	2016-2017
<b>Note-1: Share Capital</b>		
1. Authorised Share Capital		
1a. Shares of Rs.100 each	3000000.00	3000000.00
2. Paid-Up Capital (Issued & Subscribed)		
2a. Shares of Rs.100 each	2850000.00	2850000.00
<b>Total</b>	<b>2850000.00</b>	<b>2850000.00</b>
<b>Note-2: Reserves and Surplus Account</b>		
<b>[A]: Capital Reserve Account</b>		
1. Opening Balance as on 01.04.2017	4267021.00	4267021.00
2. Add 2a. Additions during the year	0.00	0.00
3. Closing Balance as on 31.03.2018	4267021.00	4267021.00
<b>[B]: Surplus Account</b>		
1. Opening Balance as on 01.04.2017	35118593.04	22170228.77
2. Add 2b. Net Surplus during the year	25966212.08	13136633.13
<b>Total</b>	<b>61084805.12</b>	<b>35306861.90</b>
Less: 3a. Sales Tax Penalty	19997.00	72045.00
3b. Income Tax Provisions	169016.00	116223.86
4. Closing Balance as on 31.03.2018	60895792.12	35118593.04
<b>Total of Reserves and Surplus</b>	<b>65162813.12</b>	<b>39385614.04</b>
<b>Note-3: Long Term Borrowings</b>		
<b>[A] Secured Loans</b>		
1. Vehicle Loan: Punjab National Bank- 146000NG00072326	0.00	152197.00
2. Vehicle Loan: Punjab National Bank 146000NG00072292	0.00	514443.00
3. Vehicle Loan: Punjab National Bank 146000NG00072283	0.00	235915.00
4. Term Loan: Punjab National Bank 146000IC00000016	0.00	1549836.00
5. Vehicle Loan: HDFC Bank-50250530	891340.26	0.00
<b>Total</b>	<b>891340.26</b>	<b>2452391.00</b>
<b>[B] Unsecured Loans</b>		
1. Unsecured Loans: Atul Modi	6824889.51	6174045.51
2. Unsecured Loans: Namrata Modi	3940613.00	3569383.00
2. Security from Kings West Uraine	0.00	390023.00
4. Security from Modern Medical Equipment UAE	0.00	305790.00
5. Security against C form ( Shubhdent)	0.00	1856.00
<b>Total</b>	<b>10765502.51</b>	<b>10441097.51</b>
<b>Total of Long Term Borrowings</b>	<b>11656842.77</b>	<b>12893488.51</b>
All the terms loans are taken on mortgage of building, plant, machinery and other equipments and hypothecation of vehicles.		
<b>Note-5: Trade Payables</b>		
1. For Goods purchased	10375305.85	8972078.35
2. For Services received	4944454.47	3931444.51
<b>Total</b>	<b>15319760.32</b>	<b>12903522.86</b>
<b>Note-6: Other Current Liabilities</b>		
1. Tax Deducted at Source (Ayr 2018-2019)	203775.00	0.00
2. Reverse Charge under GST Payable	23487.08	0.00
3. Security Deposits	910971.23	0.00
4. Advance received from Buyers	9278388.95	8347054.69
<b>Total</b>	<b>10416622.26</b>	<b>8347054.69</b>
<b>Note-7: Short Term Provisions</b> (Income Tax Provisions)		



1. Opening Balance	3439496.00	1671126.14
2. Add 2a. Additional Provision for previous year (Ayr 2016-2017)	0.00	87937.86
2b. Provision for the current year (Ayr 2018-2019)	4362678.00	3439496.00
Subtotal	7802174.00	5198560.00
3. Less: Paid during the year	3439496.00	1759064.00
<b>Closing Balance</b>	<b>4362678.00</b>	<b>3439496.00</b>

**Note-9: Inventories**

1. Raw Materials	1765744.93	1130351.00
2. Packing Materials	1984038.00	1113150.00
3. Work-in-progress	189521.00	561340.00
4. Finished Goods	928806.00	1205200.00
<b>Total</b>	<b>4868109.93</b>	<b>4010041.00</b>

**Note-10: Trade Receivables**

15438532.87      8321636.01

**Note-11: Cash and Cash Equivalents**

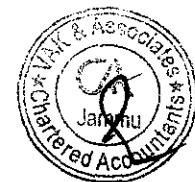
1. Cash in Hand	72734.80	64104.57
2. Forex Card (5129630000249424)	66330.00	0.00
3. HDFC Bank Ltd-50200002585992	3999651.86	220932.24
4. HDFC Bank Ltd-50200027779841	812960.00	0.00
5. Punjab National Bank-1460002100017150	980865.54	19284236.49
6. Punjab National Bank-1460008700000846	879306.18	1793025.92
7. Punjab National Bank-14600087000005292	1878354.57	258204.15
8. Jammu & Kashmir Bank-0839010100000050	274248.96	72194.47
<b>Total</b>	<b>8964451.91</b>	<b>21692697.84</b>

**Note-12: Short Term Trade Advances**

4252326.44      1965786.10

**Note-13: Other Current Assets**

1. AutoSweep account with Punjab National Bank	0.00	8300000.00
2. AutoSweep account with 00304	22900000.00	0.00
3. Fixed Deposit with HDFC Bank-50300237902835	10000000.00	0.00
4. Advance Tax (Ayr 2018-2019)	4200000.00	3000000.00
5. Tax deducted at Source (AYr 2018-2019)	116749.00	105382.00
6. BED Recoverable	0.00	215587.00
7. BED Recoverable on capital goods	0.00	263556.00
8. PLA Cenvat	1312.42	1312.42
9. BED PLA	4601.00	4601.00
10. Security With Electric Deptt	0.00	14300.00
11. Security With Telephone Deptt	0.00	1000.00
12. Security With Sales Tax Deptt	0.00	10246.00
13. Security Deposits with Government & Other Departments	163435.00	151339.00
14. GST Paid (e-Cash Ledger)	42928.67	0.00
15. GST Input	4627507.21	0.00
16. GST Input Unit-I	174080.21	0.00
17. Input Credit on Reverse Charge	23487.08	0.00
18. Input on TRAN-1	341995.00	0.00
<b>Total</b>	<b>42596095.59</b>	<b>12067323.42</b>



PREVEST DENPRO LIMITED  
 EPIP KARTHOLI, BARI BRAHMANA, JAMMU-181133  
 CIN: U85199JK1999PLC001969  
 (In INR)

**STATEMENT OF THE NOTES TO THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2018**

<u>S.No Particulars</u>	<u>2017-2018</u>	<u>2016-2017</u>
<b>Note-14: Revenue from Operations</b>		
1.Sale Export	177111840.93	149888289.49
2.Trade Discount	7137148.48	9919431.76
<b>Total</b>	<b>169974692.45</b>	<b>139968857.73</b>
<b>Note-15: Other Incomes</b>		
1.Interest on Bank Deposits	1306086.00	1057374.15
2.Foreign Exchange Variation	0.00	4107.99
3.Duty Draw Back Refund	1743407.00	1962849.00
4.Income from sale of Duty Credit Script Licence	644382.00	2069725.00
5.Excise Duty Refund	1949953.00	4321421.00
6.VAT Remission	0.00	362100.60
7.Income from Other Sources	375210.00	24795.00
<b>Total</b>	<b>6019038.00</b>	<b>9802372.74</b>
<b>Note-16: Cost of Raw Material Consumed</b>		
1.Opening Stock	2243501.00	1629255.00
Add: 1.Purchases- Raw Materials & Packing Materials	48446099.07	48570036.33
2.Purchases-Unit-1(31.10.2017)	4509167.55	0.00
SubTotal	52955266.62	48570036.33
Add: 5.Consumables	825608.06	1539376.14
<b>Total</b>	<b>53780874.68</b>	<b>50109412.47</b>
Less: Closing Stock	3749782.93	2243501.00
<b>Cost of Raw Material Consumed</b>	<b>52274592.75</b>	<b>49495166.47</b>
<b>Note-17: Change in Inventories</b>		
<b>Inventories at the beginning of the year</b>		
Work in Progress	561340.00	440425.00
Finished Goods	1205200.00	596887.00
SubTotal	1766540.00	1037312.00
<b>Inventories at the end of the year:</b>		
Work in Progress	189521.00	561340.00
Finished Goods	928806.00	1205200.00
SubTotal	1118327.00	1766540.00
<b>Net Changes</b>	<b>648213.00</b>	<b>-729228.00</b>
<b>Note-18: Employee Benefits Expense</b>		
1.Administrative Charges	61413.00	60627.00
2.Bonus Charges	1165310.00	1243046.00
3.Employees Insurance Expenses	3005653.00	3005648.00
4.Director's Sitting fees	300000.00	500000.00
5.Employer Provident Fund	684135.00	606252.00
6.Employee State Insurance	342888.00	308783.00
7.Incentive to Staff	2079536.00	1798180.00
8.Incentive to Workers	2818059.00	2572066.00
9.Incentive to Directors	720000.00	0.00
10.Gratuuity Expense	35048.00	38201.00
11.Labour Contractual	1002819.00	676441.00
12.Leave Salary	135969.00	151155.00
13.Linkd Insurance	51187.00	54871.00
14.Medical Expenses	88835.38	72698.00
15.NPS Employer's Contribution	0.00	360000.00



16.Salary- Staff	6817307.00	6595766.00
17.Salary- Directors	6000000.00	6500000.00
18.Staff & Labour Welfare	1186027.22	1268464.00
19.Wages	4005902.00	4802311.00
20.Employee Benefits Cost: Unit-I	2999369.00	0.00
<b>Total</b>	<b>33499457.60</b>	<b>30554509.00</b>

**Note-19: Depreciation**

1.Depreciation as per Note-7	4227922.16	0.00
2.Depreciation Unit-I (upto31.10.2017)	427081.57	0.00
<b>Total</b>	<b>4655003.73</b>	<b>0.00</b>

**Note-19: Other Expenses**

**[A]. Duties and Taxes**

1.Customs Duty	2367277.34	2406418.60
2.Service Tax	111643.44	359262.05
3.PLA	0.00	4.20
<b>Total</b>	<b>2478920.78</b>	<b>2765684.85</b>

**[B]. Freight Expenses**

1.Freight Inwards	5092082.42	4832658.62
2.Freight Outwards	1113790.39	1587904.92
3.Freight & Forwarding Unit-I	527204.79	0.00
4.Carriage Inward	181427.00	254549.00
5.Carriage Outward	24700.00	255300.00
6.Carraige Inward Unit-I	41030.00	0.00
<b>Total</b>	<b>6980234.60</b>	<b>6700642.54</b>

**[C] Power and Fuel**

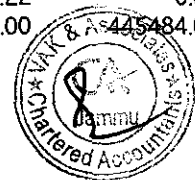
1.Electricity Expenses	768158.00	799990.00
2.Fuel Expenses	3678976.10	4084905.00
3.Fuel Unit-I	1269736.85	0.00
4.Fuel for Vehicles	0.00	439946.00
<b>Total</b>	<b>5716870.95</b>	<b>5324841.00</b>

**[D]. Repair and Maintenance**

1.Building Repair & Maintenance	2031296.10	1854001.95
2.Computer Repair and Maintenance	129336.86	147940.00
3.Electricity Repair & Maintenance	598339.54	709165.00
4.Machinery Repair & Maintenance	1097424.00	1288824.50
5.Vehicles Repair & Maintenance	173063.22	64485.00
6.Other Repair & Maintenance	761663.96	869401.50
7.Repair & Maintenance- Unit-I	274903.51	0.00
<b>Total</b>	<b>5066027.19</b>	<b>4933817.95</b>

**[E]. Miscellenous Expenses**

1.Advertisement	168119.92	547181.91
2.Audit Fees	100716.00	91560.00
3.Bad Debts	369423.58	255308.04
4.Bank Charges	725235.59	301161.36
5.Business Promotion	1218445.43	1424959.00
6.Car Expenses	0.00	32483.00
7.Commission on Sales	3000603.40	3360430.00
8.Designing Charges	0.00	9356.00
9.Discount Paid	3673387.86	1286954.05
10.Donations	500.00	3200.00
11.Entertainment Expenses	130095.72	0.00
12.Exhibition Expenses	4643672.88	4445062.00
13.Fees & Subscription	419472.67	636612.00
14.Festival Expenses	33051.58	2738.00
15.Foreign Exchange Remittance Charges	934152.09	106122.54
16.Gardening Expenses	76782.00	27847.00
17.Handling Charges	158807.15	0.00
18.Housekeeping Expenses	231282.22	0.00
19.Insurance	553928.00	445484.00



20.Inward Charges on Import	22463.00	0.00
21.Labortary Expenses	275272.20	266307.00
22.Lease Rent (Land)	18750.00	30000.00
23.Legal and Consultation Charges	24126.40	102382.00
24.Loading and Unloading	194480.00	206751.00
25.Local Conveyance	170990.00	140724.00
26.Sanitation and Medical	39198.00	6756.00
27.Marketing Support	821749.00	620203.00
28.Matador Charges	696000.00	0.00
29.Membership and Subscription	234040.08	720000.00
30.Miscellenous Expenses	100338.73	75049.00
31.Plantation Expenses	23455.00	110148.00
32.Packing Charges	1150508.04	1094861.00
33.Petrol & Diesel	549143.00	278500.00
34.Postage and Courier Expenses	131764.40	637376.00
35.Printing and Stationery	218525.00	444801.00
36.Product Development Charges	66380.00	834273.00
37.Professional and Consultation Charges	1980032.00	1778726.00
38.Rebate & discount	0.00	287940.00
39.Rent Expenses	659014.00	480000.00
40.Research & Development	36711.86	68841.00
41.Service Charges on Raw Material	0.00	17290.00
42.Sales Incentive	207901.00	0.00
43.Service Charges	19565.22	354076.47
44.Software Expenses	126809.99	0.00
45.Processing Charges	89504.00	251500.00
46.Telephone and Internet Expenses	308765.67	381333.00
47.Toll Expenses	6800.00	0.00
48.Tour and Travelling Expenses	4925849.00	5573321.00
49.Uniform Expenses	123776.00	26795.00
50.Watch and Ward	400919.00	429435.00
51.Water Charges	28298.00	35900.00
52.Website Expenses	0.00	82476.00
53.Written Off	59885.08	7690.65
54.Other Expenses Unit-I	2751745.75	0.00
<b>Total</b>	<b>32900435.51</b>	<b>28319914.02</b>
<b>Total of Other Expenses</b>	<b>53142489.03</b>	<b>48044900.36</b>



**PREVEST DENPRO LIMITED**  
**38-INDUSTRIAL ESTATE, DIGIANA, JAMMU-180004 [J&K]**

**Note-20: Notes to Financial statements for the year ended March 31, 2018**

**1. Reporting Entity**

Prevest Denpro Limited with registered office at 38-Industrial Estate, Digiana, Jammu is mainly owned and controlled by (i) Shri Atul Modi S/o Shri O P Modi resident of Trikuta Nagar, Jammu-180020 and Smt. Namrata Modi W/o Shri Atul Modi resident of Trikuta Nagar, Jammu-180020. The company is primarily involved in the manufacturing of Dental Preparations.

**2. Basis of Preparation**

- (a) These financial statements are prepared in accordance with Indian Generally Accepted Accounting
- (b) These financial statements are prepared in Indian rupees (INR), which is companies functional
- (c) The preparation and presentation in conformity with the Ind AS requires management to make Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised.

**3. Significant Accounting Policies**

A summary of the significant accounting policies applied in the preparation and presentation of

- (a) An item is recognized as an asset if it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably.

- (b) Fixed assets are stated at cost of acquisition, net of accumulated depreciation and impairment, if any. The cost comprises purchase price, taxes, duties, freight and directly attributable cost of bringing the asset to its working condition for the intended use.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day to day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

- (c) After initial recognition Fixed asset is carried at Cost less depreciation/amortisation, if any.

- (d) Depreciation of Assets has been provided at a pro rata basis for all tangible assets on a Straight Line Method over the useful life of the assets as prescribed in Schedule-II, Part-C of the Companies Act, 2013. As required by Schedule-II to the companies Act, 2013, the management has adopted Component Based approach for accounting Fixed assets.

**Revenue Recognition**

The revenue is recognised when significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs can be estimated reliably and the amount of revenue can be measured reliably.

Adjustments arising out of the final settlement, though not material, are effected in the year of respective finalisation.

Interest and other charges recoverable from customers are recognised when no significant uncertainty as to measurability and collectability exists.

**Employee Benefits**

Employee Benefits: Short term employee benefits are measured on an undiscounted basis and are expenses or included in the carrying cost of an asset (Work-in-Progress) if another standard permits such inclusion. Obligations for defined contribution plans (e.g. contributions to Provident fund scheme, etc) etc are recognised as an employee benefit expenses in profit or loss or included in the carrying amount of an asset (Work-in-Progress) if another standard permits such inclusion in the periods during which services are rendered by employees. Defined benefit plans (e.g gratuity scheme and leave benefits) is calculated annually and is recognised as an employee benefit expenses in profit or loss or included in the carrying amount of an asset (Work-in-Progress) if another standard permits such inclusion in the periods during which services are rendered by employees. Since the company's existence is less than five years gratuity provisions not applicable.

**Borrowing Costs**

Borrowing costs directly attributable to the acquisition or construction of tangible assets that takes a substantial period of time to get ready for its intended use or sale are included as part of cost of Fixed Asset. All other borrowing costs are expenses in the period in which they incur. Borrowing cost consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing Cost also includes exchange differences to the extent regarded as an adjustment to the borrowing

**Depreciation**

Till recently, Schedule-XIV to the Companies Act, 1956 prescribed the requirements concerning



depreciation of fixed assets and the depreciation rates prescribed under Schedule-XIV were treated as minimum rates and the company was not allowed to charge depreciation at lower rates even if lower rates were justified by the estimated useful life of the asset. Schedule-II to the Companies Act, 2013 prescribes useful lives for the fixed assets which, in many cases, are different from the lives prescribed under the erstwhile Schedule-XIV. However, Schedule-II allows Companies to use higher/lower useful lives and residual values if such useful lives and residual values can be technically supported and justification for difference is disclosed in the financial statements.

#### Impairment of Assets

The carrying amounts of assets are reviewed at each balance sheet date and if there is any indication of impairment based on the internal/external factors. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use.

#### Segment Reporting Policies

The company is engaged in the manufacturing of Dental Preparation only and hence there is one segment.

#### Income Taxes

Deferred tax on timing differences between taxable income and accounting income is accounted for, using the tax rates and the laws enacted or subsequently enacted as on the date of Balance sheet. Deferred tax assets on unabsorbed tax losses and unabsorbed depreciation are recognised only when there is a virtual certainty of their realisation. Other deferred assets are recognised only when there is a reasonable certainty of their realisation.

#### Provision

A provision is recognized when the company has a present obligation as a result of past event. It is probable that an outflow of resources embodying economic benefit will be required to settle the obligation. These estimates are reviewed at each reporting date and adjusted to reflect the current best obligation.

#### Contingent Liabilities

Contingent liabilities are disclosed in respect of:

- Possible obligations that arise from past events but their existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company; or
- Any present obligation, where it is not probable that an outflow of resources embodying economic benefit will be required to settle the obligations or a reliable estimate of the amount of obligation cannot be made.

However, in situations where the likelihood of an outflow of resources is assessed to be remote, no disclosure is made as such items are not in the nature of contingent liabilities.

Contingent assets are not recognised nor disclosed in the financial statements.

#### Related Party Disclosures

##### (a). List of Related Parties

Related Parties with whom transactions have been taken place during the year  
Key Managerial Personnel

Shri Atul Modi	Managing Director	
Smt. Namrata Modi	Executive Director	
Transactions with related parties		
Particulars	Shri Atul Modi	Smt. Namrata Modi
(1) Salary	3000000.00	3000000.00
(2) Interest	778715.00	412478.00
(3) Commission on Sales	1018573.00	1018573.00
(4) Director's Fee	150000.00	150000.00
(5) Rent	0.00	480000.00
Total	4947288.00	5061051.00

