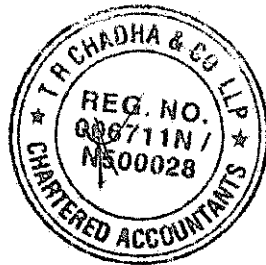


# **BVM OVERSEAS LIMITED**

119,1,1st Floor, Kalasagar Shopping Hub  
Opp-Saibaba Temple,Sattadhar  
Ahmedabad  
Gujarat-380 061.

## **FINANCIAL STATEMENTS**

**YEAR : 2017-18**



**AUDITORS**  
**T R CHADHA & CO LLP**  
**CHARTERED ACCOUNTANTS**

**AHMEDABAD**  
**GUJARAT**

# STANDALONE





**INDEPENDENT AUDITOR'S REPORT**

To,  
The Members of M/s. BVM Overseas Limited

**Report on the Standalone Ind AS Financial Statements**

We have audited the accompanying standalone Ind AS financial statements of M/s. BVM Overseas Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss for the year ended March 31, 2018 (including other comprehensive income), the Statement of Cash Flows and the Statement of Changes in Equity for the year ended on that date and a summary of the significant accounting policies and other explanatory information (herein after referred to as "standalone Ind AS financial statements").

**Management's Responsibility for the Standalone Ind AS 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 standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive Income and cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the act read with relevant rules issued thereunder.

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 Standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditors' Responsibility**

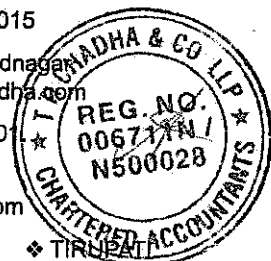
Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We have 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 standalone Ind AS financial statements are free from material misstatement.

T R Chadha & Co., a partnership firm converted into T R Chadha & Co LLP.  
(A limited liability partnership with LLP Identification No. AAF-3926) with effect from 28th December, 2015

**Ahmedabad Branch** : 301, 3<sup>rd</sup> Floor, Indraprasth Corporate, Opp. Shell Petrol Pump, Anandnagar Road, Prahladnagar, Ahmedabad-380 015. Tele. : 079-66171697, 079-4800 4897 Email : ahmedabad@trchadha.com  
**Regd Office** : Suite No-11A, 2nd Floor, Gobind Mansion, H Block, Connaught Circus, New Delhi - 110 001. Tele. : 011 41513059 / 41513169  
**Head Office** : B-30, Connaught Place, Kuthiala Building, New Delhi-110 001. Email : delhi@trchadha.com  
**Branches at** : ♦ MUMBAI ♦ HYDERABAD ♦ PUNE ♦ CHENNAI ♦ BENGALURU ♦ GURGAON ♦ TIRUPATI





An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS 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 standalone Ind AS 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 standalone Ind AS 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 standalone Ind AS financial statements.

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS 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 financial performance including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government of India in exercise of powers conferred in terms of Section 143(11) of the Companies Act, 2013 we give in the **Annexure - A** to 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 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 including other comprehensive income, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant Rules issued thereunder;
  - (e) On the basis of the written representations received from the directors as on March 31, 2018 and 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;

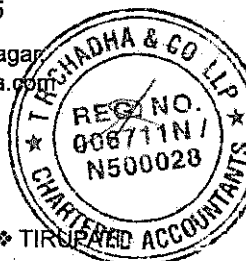
T R Chadha & Co., a partnership firm converted into T R Chadha & Co LLP  
(A limited liability partnership with LLP Identification No. AAF-3926) with effect from 28th December, 2015

**Ahmedabad Branch** : 301, 3<sup>rd</sup> Floor, Indraprasth Corporate, Opp. Shell Petrol Pump, Anandnagar Road, Prahladnagar, Ahmedabad-380 015. Tele. : 079-66171697, 079-4800 4897 Email : ahmedabad@trchadha.com

**Regd Office** : Suite No-11A, 2nd Floor, Gobind Mansion, H Block, Connaught Circus, New Delhi - 110 001. Tele. : 011 41513059 / 41513169

**Head Office** : B-30, Connaught Place, Kuthiala Building, New Delhi-110 001. Email : delhi@trchadha.com

**Branches at** : ♦ MUMBAI ♦ HYDERABAD ♦ PUNE ♦ CHENNAI ♦ BENGALURU ♦ GURGAON ♦ TIRUPATI





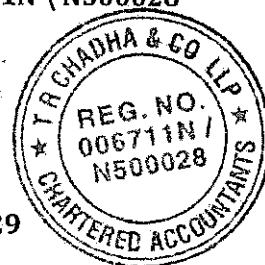
**T R CHADHA & CO LLP**  
**CHARTERED ACCOUNTANTS**

- (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 B" and
- (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, in our opinion and to the best of our information and according to the explanations given to us:
- The Company does not have any pending litigations which would impact its standalone Ind AS financial statements;
  - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses and
  - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year.

For, T R Chadha & Co LLP  
Chartered Accountants  
Registration No. 006711N \ N500028

*Arvind Modi*

Arvind Modi  
Partner  
Membership No.: 112929



Place: Ahmedabad  
Date: 07 May, 2018

T R Chadha & Co., a partnership firm converted into T R Chadha & Co LLP  
(A limited liability partnership with LLP Identification No. AAF-3926) with effect from 28th December, 2015

**Ahmedabad Branch** : 301, 3<sup>rd</sup> Floor, Indraprasth Corporate, Opp. Shell Petrol Pump, Anandnagar Road, Prahladnagar, Ahmedabad-380 015. Tele. : 079-66171697, 079-4800 4897 Email : ahmedabad@trchadha.com

**Regd Office** : Suite No-11A, 2nd Floor, Gobind Mansion, H Block, Connaught Circus, New Delhi - 110 001. Tele. : 011 41513059 / 41513169

**Head Office** : B-30, Connaught Place, Kuthiala Building, New Delhi-110 001. Email : delhi@trchadha.com

**Branches at** : ♦ MUMBAI ♦ HYDERABAD ♦ PUNE ♦ CHENNAI ♦ BENGALURU ♦ GURGAON ♦ TIRUPATI



Annexure A

**BVM Overseas Limited**

**Annexure to Independent Auditors' Report for the year ended March 31, 2018**  
**(Referred to in Paragraph 1 under the Heading of "Report on Other Legal and Regulatory Requirements" of our Report of even date)**

**(i) Fixed Assets**

The Company does not hold any fixed assets as at the balance sheet date. Hence paragraph 3(i) of the order is not applicable to the company.

**(ii) Inventories**

As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals and no material discrepancies were noticed on physical verification.

**(iii) Loans given**

The Company has not granted any Secured or unsecured loan to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Hence paragraph 3 (iii) of the order is not applicable to the company.

**(iv) Compliance of Sec. 185 & 186**

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 Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

**(v) Public Deposit**

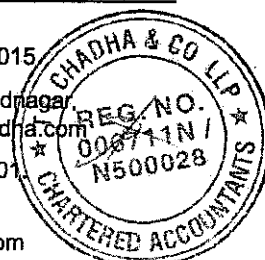
In our opinion and according to the information and explanations given to us, during the year company has not accepted any deposits from the public within the provision of section 73 to 76 of the Act and the rules framed there under. Hence paragraph 3 (v) of the order is not applicable to the company.

**(vi) Cost Records**

In our opinion and according to information and explanations given to us, maintenance of Cost Records has not been prescribed by the Central Government under section 148(1) of the Companies Act, for any of the activities carried out by the company during the year.

T R Chadha & Co., a partnership firm converted into T R Chadha & Co LLP  
(A limited liability partnership with LLP Identification No. AAF-3926) with effect from 28th December, 2015

**Ahmedabad Branch** : 301, 3<sup>rd</sup> Floor, Indraprasth Corporate, Opp. Shell Petrol Pump, Anandnagar Road, Prahladnagar, Ahmedabad-380 015. Tele. : 079-66171697, 079-4800 4897 Email : ahmedabad@trchadha.com  
**Regd Office** : Suite No-11A, 2nd Floor, Gobind Mansion, H Block, Connaught Circus, New Delhi - 110 001. Tele. : 011 41513059 / 41513169  
**Head Office** : B-30, Connaught Place, Kuthiala Building, New Delhi-110 001. Email : delhi@trchadha.com  
**Branches at** : ♦ MUMBAI ♦ HYDERABAD ♦ PUNE ♦ CHENNAI ♦ BENGALURU ♦ GURGAON ♦ TIRUPATI





**(vii) Statutory Dues**

- a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has generally been regular in depositing its undisputed statutory dues including income-tax, Goods & service tax, Sales-Tax, Service tax, value added tax and cess etc. There are no undisputed dues payable in respect of aforesaid dues, were outstanding as on March 31, 2018 for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us, there are no amounts in respect of income tax, Goods & service tax, sales tax, Value added tax, Cess, service tax etc. that have not been deposited with the appropriate authorities on account of any dispute.

- (viii) In our opinion and according to the information and explanations given to us, the company has not defaulted in the repayment of loans or borrowings to financial institutions and banks. The company has not taken any loans or borrowings from Government and has not issued any debentures.
- (ix) The Company has not raised money by way of initial public offer or further public offer (including debt instrument) or any term loans during the period under audit therefore, paragraph 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 and no fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) In our opinion and according to information & explanations given to us, no managerial remuneration has been paid or provided during the period under audit. Hence, paragraph 3 (xi) of the order is not applicable to the company.
- (xii) In our opinion, the company is not a Nidhi Company. Hence paragraph 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 has complied with section 188 and 177 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 standalone Ind AS financial statements etc., as required by the applicable accounting standards.
- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year pursuant to Sec. 42 of the companies Act, 2013. Hence paragraph 3 (xiv) of the order is not applicable to the company.

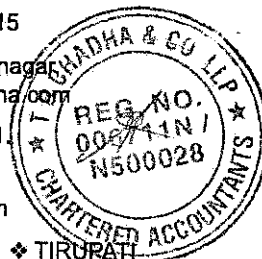
T R Chadha & Co., a partnership firm converted into T R Chadha & Co LLP  
(A limited liability partnership with LLP Identification No. AAF-3926) with effect from 28th December, 2015

**Ahmedabad Branch** : 301, 3<sup>rd</sup> Floor, Indraprasth Corporate, Opp. Shell Petrol Pump, Anandnagar Road, Prahladnagar, Ahmedabad-380 015. Tele. : 079-66171697, 079-4800 4897 Email : ahmedabad@trchadha.com

**Regd Office** : Suite No-11A, 2nd Floor, Gobind Mansion, H Block, Connaught Circus, New Delhi - 110 001. Tele. : 011 41513059 / 41513169

**Head Office** : B-30, Connaught Place, Kuthiala Building, New Delhi-110 001. Email : delhi@trchadha.com

**Branches at** : ♦ MUMBAI ♦ HYDERABAD ♦ PUNE ♦ CHENNAI ♦ BENGALURU ♦ GURGAON ♦ TIRUPATI





**T R CHADHA & CO LLP**  
**CHARTERED ACCOUNTANTS**

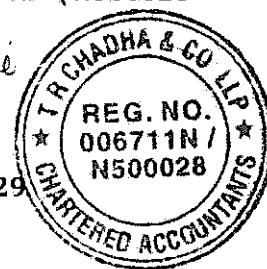
- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with him and covered under section 192 of the Companies Act, 2013. Hence, paragraph 3(xv) of the order is not applicable to the Company.
- (xvi) According to the information and explanations given to us, the Company is not required to be registered under Section 45-I of the Reserve Bank of India Act, 1934.

Place: Ahmedabad  
Date: 07 May, 2018

For, T R Chadha & Co LLP  
Chartered Accountants  
Registration No. 006711N \ N500028

*Arvind Modi*

Arvind Modi  
Partner  
Membership No.: 112929



T R Chadha & Co., a partnership firm converted into T R Chadha & Co LLP  
(A limited liability partnership with LLP Identification No. AAF-3926) with effect from 28th December, 2015

**Ahmedabad Branch** : 301, 3<sup>rd</sup> Floor, Indraprasth Corporate, Opp. Shell Petrol Pump, Anandnagar Road, Prahladnagar, Ahmedabad-380 015. Tele. : 079-66171697, 079-4800 4897 Email : ahmedabad@trchadha.com

**Regd Office** : Suite No-11A, 2nd Floor, Gobind Mansion, H Block, Connaught Circus, New Delhi - 110 001. Tele. : 011 41513059 / 41513169

**Head Office** : B-30, Connaught Place, Kuthiala Building, New Delhi-110 001. Email : delhi@trchadha.com

**Branches at** : ♦ MUMBAI ♦ HYDERABAD ♦ PUNE ♦ CHENNAI ♦ BENGALURU ♦ GURGAON ♦ TIRUPATI





**Annexure B**

**THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF BVM OVERSEAS LIMITED**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **M/s. BVM Overseas Limited** ("the Company") as of March 31, 2018 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

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

The Company's management 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, including adherence to company's policies, 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.

**Auditors' Responsibility**

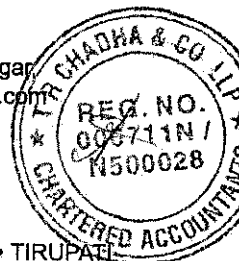
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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

T R Chadha & Co., a partnership firm converted into T R Chadha & Co LLP  
(A limited liability partnership with LLP Identification No. AAF-3926) with effect from 28th December, 2015

**Ahmedabad Branch** : 301, 3<sup>rd</sup> Floor, Indraprasth Corporate, Opp. Shell Petrol Pump, Anandnagar Road, Prahladnagar, Ahmedabad-380 015. Tele. : 079-66171697, 079-4800 4897 Email : ahmedabad@trchadha.com  
**Regd Office** : Suite No-11A, 2nd Floor, Gobind Mansion, H Block, Connaught Circus, New Delhi - 110 001. Tele. : 011 41513059 / 41513169  
**Head Office** : B-30, Connaught Place, Kuthiala Building, New Delhi-110 001. Email : delhi@trchadha.com  
**Branches at** : ♦ MUMBAI ♦ HYDERABAD ♦ PUNE ♦ CHENNAI ♦ BENGALURU ♦ GURGAON ♦ TIRUPATI





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.

### **Inherent 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, 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.

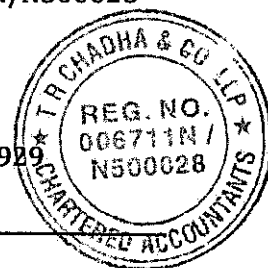
Place: Ahmedabad  
Date: 07 May, 2018

For, T R Chadha & Co LLP  
Chartered Accountants  
Firm Reg No: 006711N/N500028

*Arvind Modi*

Arvind Modi  
Partner

Membership No.: 112929



T R Chadha & Co., a partnership firm converted into T R Chadha & Co LLP  
(A limited liability partnership with LLP Identification No. AAF-3926) with effect from 28th December, 2015

**Ahmedabad Branch** : 301, 3<sup>rd</sup> Floor, Indraprasth Corporate, Opp. Shell Petrol Pump, Anandnagar Road, Prahladnagar, Ahmedabad-380 015. Tele. : 079-66171697, 079-4800 4897 Email : ahmedabad@trchadha.com

**Regd Office** : Suite No-11A, 2nd Floor, Gobind Mansion, H Block, Connaught Circus, New Delhi - 110 001. Tele. : 011 41513059 / 41513169

**Head Office** : B-30, Connaught Place, Kuthiala Building, New Delhi-110 001. Email : delhi@trchadha.com

**Branches at** : ♦ MUMBAI ♦ HYDERABAD ♦ PUNE ♦ CHENNAI ♦ BENGALURU ♦ GURGAON ♦ TIRUPATI

**BVM Overseas Limited**

Balance Sheet as at 31st March 2018

(₹ in Lakhs)

Particulars		Notes	As at 31st March 2018	As at 31st March 2017
<b>I</b>	<b>ASSETS</b>			
	Non-current assets			
	(a) Financial assets			
	(i) Loans	4	10.00	0.20
	(b) Deferred Tax Assets (Net)	5	220.71	-
	<b>Total non-current assets</b>		<b>230.71</b>	<b>0.20</b>
	Current assets			
	(a) Inventories	6	11,631.77	164.17
	(b) Financial assets			
	(i) Trade receivables	7	19,737.06	15,643.49
	(ii) Cash and cash equivalents	8	1,083.72	1,078.29
	(c) Other current assets	9	2,808.69	3,084.98
	<b>Total current assets</b>		<b>35,261.25</b>	<b>19,970.93</b>
	<b>Total assets</b>		<b>35,491.96</b>	<b>19,971.13</b>
<b>II</b>	<b>EQUITY AND LIABILITIES</b>			
	Equity			
	(a) Equity share capital	10	450.00	450.00
	(b) Other equity	11	1,387.36	728.44
	<b>Total equity</b>		<b>1,837.36</b>	<b>1,178.44</b>
	Liabilities			
	Current liabilities			
	(a) Financial liabilities			
	(i) Borrowings	12	6,523.51	1,334.58
	(ii) Trade payables	13	8,758.82	10,667.35
	(iii) Other financial liabilities	14	17,903.96	6,382.87
	(b) Other current liabilities	15	112.33	52.86
	(c) Current tax liabilities (net)	16	355.97	355.02
	<b>Total current liabilities</b>		<b>33,654.60</b>	<b>18,792.69</b>
	<b>Total liabilities</b>		<b>33,654.60</b>	<b>18,792.69</b>
	<b>Total equity and liabilities</b>		<b>35,491.96</b>	<b>19,971.13</b>

See accompanying notes forming part of the financial statements

4-31

As per our report of even date attached  
For T R Chadha & Co LLP  
Firm Regn No: 006711N \ N500028  
Chartered Accountants

Arvind Modi

Partner  
Membership No. : 112929

Place: Ahmedabad  
Date: 07.05.2018



For and on behalf of the Board of Directors of  
BVM Overseas Limited

Arjit Patel  
Director  
DIN: 0071035

S B Dengayach  
Director  
DIN: 01572754

**BVM Overseas Limited**

**Statement of Profit and Loss for the year ended 31st March 2018**

(₹ in Lakhs)

Particulars		Notes	For the year ended 31st March 2018	For the year ended 31st March 2017
I	Revenue from operations	17	1,16,783.29	50,733.58
II	Other income	18	2,910.09	1,345.16
III	<b>Total Income (I + II)</b>		<b>1,19,693.38</b>	<b>52,078.74</b>
	<b>Expenses:</b>			
	(a) Purchases of stock-in-trade	19	1,26,723.73	49,141.38
	(b) Changes in inventory	20	(11,467.60)	177.81
	(c) Employee benefits expense	21	8.98	-
	(d) Finance costs	22	725.73	357.37
	(e) Other expenses	23	2,774.32	1,368.00
IV	<b>Total expenses</b>		<b>1,18,765.15</b>	<b>51,044.56</b>
V	<b>Profit before tax (III- IV)</b>		<b>928.23</b>	<b>1,034.18</b>
VI	Tax expense:			
	a) Current tax		490.02	357.60
	b) MAT credit recognized		(220.71)	-
			<b>269.31</b>	<b>357.60</b>
VII	<b>Profit for the period (V-VI)</b>		<b>658.92</b>	<b>676.58</b>
	<b>Other comprehensive income</b>			
	A (i) Items that will not be reclassified to profit or loss		-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
	B (i) Items that will be reclassified to profit or loss		-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
VIII	<b>Total other comprehensive income/(loss) (A (i+ii)+B(i+ii))</b>		<b>-</b>	<b>-</b>
IX	<b>Total comprehensive income for the period (VII+VIII)</b>		<b>658.92</b>	<b>676.58</b>
X	<b>Earning per share (Face Value of Rs. 10/- each)</b>			
	<b>Basic and Diluted (Rs.)</b>	25	<b>14.64</b>	<b>15.04</b>

See accompanying notes forming part of the financial statements

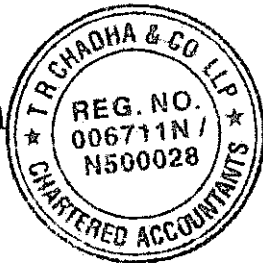
4-31

As per our report of even date attached  
For T R Chadha & Co LLP  
Firm Regn No: 006711N \ N500028  
Chartered Accountants

*Arvind Modi*

Arvind Modi  
Partner  
Membership No. : 112929

Place: Ahmedabad  
Date:07.05.2018



For and on behalf of the Board of Directors of  
BVM Overseas Limited

*Amit D Bapat*  
Amit D Bapat  
Director  
DIN:00171035

*S B Dangayach*  
S B Dangayach  
Director  
DIN:01572754

**BVM Overseas Limited**

**Statement of cash flows for the year ended 31st March 2018**

(₹ in Lakhs)

Particulars		For the year ended 31st March, 2018	For the year ended 31st March, 2017
<b>I</b>	<b>Cash flows from operating activities</b>		
	Profit before tax for the year	928.23	1,034.18
	Adjustments for:		
	Unrealized gain/(loss) on Foreign currency Monetary items	(74.69)	257.28
	Finance cost	725.73	357.37
	Interest income	(14.16)	(11.34)
	Operating profit before working capital changes	1,565.11	1,637.49
	Movement in working capital:		
	(Increase)/decrease in trade and other receivables	(4,018.88)	(13,843.95)
	(Increase)/decrease in inventories	(11,467.60)	177.81
	(Increase)/decrease in other assets	266.49	(2,840.79)
	Increase/(decrease) in trade payables	(1,908.53)	8,362.32
	Increase/(decrease) in other liabilities	11,580.56	6,435.17
	Cash used in operations	(3,982.86)	(71.95)
	Income tax paid	(489.07)	(29.52)
	Net cash used in operating activities	(4,471.93)	(101.47)
<b>II</b>	<b>Cash flow from investing activities</b>		
	Interest received	14.16	11.34
	Net cash generated from/(used in) investing activities	14.16	11.34
<b>III</b>	<b>Cash flow from financing activities</b>		
	Proceeds from issue of equity shares	-	-
	Proceeds from short-term borrowings	5,188.93	1,334.58
	Finance cost paid	(725.73)	(357.37)
	Net cash generated from financing activities	4,463.20	977.21
<b>IV</b>	<b>Net increase in cash and cash equivalents</b>	5.43	887.08
	Cash and cash equivalents at the beginning of the year	1,078.29	191.21
	Cash and cash equivalents at the end of the year	1,083.72	1,078.29

**Components of Cash & Cash Equivalents:**

Cash & Cash Equivalents include the following:

Cash in hand  
Balances with Schedule Banks  
In Current Accounts

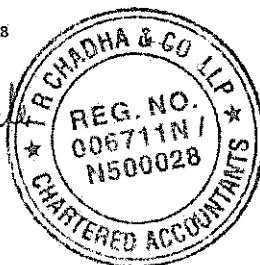
	As at 31.03.2018	As at 31.03.2017
Cash in hand	-	0.08
Balances with Schedule Banks In Current Accounts	1,083.72	1,078.21
	<u>1,083.72</u>	<u>1,078.29</u>

As per our report of even date attached  
For T R Chadha & Co LLP  
Firm Regn No: 006711N / N500028  
Chartered Accountants

*Arvind Modi*

Arvind Modi  
Partner  
Membership No. : 112929

Place: Ahmedabad  
Date: 07.05.2018



For and on behalf of the Board of Directors of  
BVM Overseas Limited

*Amit D. Patel*

Amit D. Patel  
Director  
DIN: 00171035

*S B Dangayach*

S B Dangayach  
Director  
DIN: 01572754

**BVM Overseas Limited**

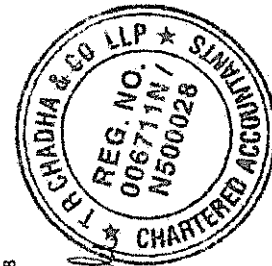
**Statement of changes in equity for the year ended 31st March 2018**

(₹ in Lakhs)	
Particular	Amount
Balance as at 01st April 2016	450.00
Changes in equity share capital during the year	-
Balance as at 31st March 2017	450.00
Changes in equity share capital during the year	-
Balance as at 31st March 2018	450.00

(₹ in Lakhs)						
Particulars	Reserves and surplus			Item of Other Comprehensive Income		Total
	Retained earnings	Equity instruments through other comprehensive income	Remeasurement of net defined benefit plan			
Balance as at 01st April 2016	51.86	-	-			51.86
Profit for the year	676.58	-	-			676.58
Other comprehensive income/(loss) for the year, net of income tax	-	-	-			-
<b>Total comprehensive income for the year</b>	<b>676.58</b>	<b>-</b>	<b>-</b>			<b>676.58</b>
Balance as at 31st March 2017	728.44	-	-			728.44
Profit for the year	658.92	-	-			658.92
Other comprehensive income/(loss) for the year, net of income tax	-	-	-			-
<b>Total comprehensive income for the year</b>	<b>658.92</b>	<b>-</b>	<b>-</b>			<b>658.92</b>
Balance as at 31st March 2018	1,387.36	-	-			1,387.36

See accompanying notes forming part of the financial statements

As per our report of even date attached  
For T R Chadha & Co LLP  
Firm Regn No: 006711N \ N500028  
Chartered Accountants



*Arvind Modi*  
Arvind Modi  
Partner  
Membership No. : 112929

Place: Ahmedabad  
Date: 07.05.2018

For and on behalf of the Board of Directors of  
BVM Overseas Limited

*Amit D Patel*  
Amit D Patel  
Director  
DIN: 00171035

*S B Dangayach*  
S B Dangayach  
Director  
DIN: 01572754

**BVM OVERSEAS LIMITED**

**Notes to Financial Statements for the year ended 31st March, 2018**

**1 General Information**

BVM Overseas Limited ("the Company") is a public company domiciled in India and incorporated on 23rd September, 2015 under the provisions of the Companies Act, 2013. Its headquartered is in Ahmedabad, Gujarat. The Company is a Trading Company/Merchant Exporter.

**2 Significant Accounting Policies**

**2.1 Basis of preparation and presentation**

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) (Amendment) Rules, 2016.

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes in to account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

In addition, for financial reporting purposes, fair value measurements are categorized into level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurements in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, that are quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

**2.2 Revenue recognition**

Revenue is measured at the fair value of the consideration received or receivable. Revenue is reduced for the estimated customer returns, rebates and other similar allowances.

Sale of Goods

Revenue from the sale of goods is recognised when the goods are delivered and titles have passed, at which time all the following conditions are satisfied:

- the Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the Company; and
- costs incurred or to be incurred in respect of the transaction can be measured reliably.

The Company recognizes revenues on sale of products, net of discounts, sales incentives, returns, sales taxes and duties when the products are delivered to customer or when delivered to a carrier for export sale, which is when title and risk and rewards of ownership pass to the customer.

Export benefits received as per the Import and Export Policy in respect of exports made under the said schemes are notified by government and recognised when there is reasonable assurance that the entity will comply with the conditions attached to them and that the benefit is received.

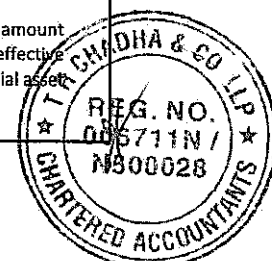
Sale of services

Income from service rendered is recognised on accrual basis based on the terms of agreements and when services are rendered.

Dividend and interest income

Dividend income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably).

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.



### 2.3 Leasing

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

#### The Company as a lessor

Amount due from the lessees under finance leases are recognised as receivables at the amount of the Company's net investment in the leases. Finance lease income is allocated to the accounting periods so as to reflect a constant periodic rate of return on the Company's net investment outstanding in respect of the leases.

Rental income from operating leases is recognised on straight-line basis over the term of the relevant lease. Initial direct cost incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on straight-line basis over the lease term.

#### The Company as a lessee

Assets held under finance leases are initially recognised as assets of the Company at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.

Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately in Statement of Profit and Loss, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the Company's general policy on borrowing costs. Contingent rentals are recognised as expenses in the periods in which they are incurred.

Lease payments under an operating lease shall be recognised as an expense on a straight-line basis over the lease term unless either:

- a. another systematic basis is more representative of the time pattern of the user's benefit even if the payments to the lessors are not on that basis; or
- b. the payments to the lessor are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases. If payments to the lessor vary because of factors other than general inflation, then this condition is not met.

### 2.4 Foreign currency translations

The functional currency of the Company has been determined on the basis of the primary economic environment in which it operates. The functional currency of the Company is INR.

In preparing the financial statements of the Company, transactions in currencies other than the Company's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences on monetary items are recognised in Statement of Profit and Loss in the period in which they arise except for:

- exchange differences on foreign currency borrowings relating to assets under construction for future productive use, which are included in the cost of those assets when they are regarded as an adjustment to interest costs on those foreign currency borrowings;
- exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation), which are recognised initially in other comprehensive income and reclassified from equity to Statement of Profit and Loss on repayment of the monetary items.

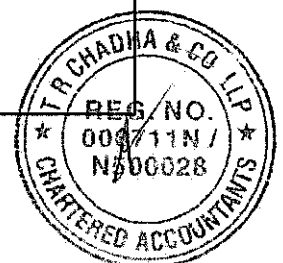
### 2.5 Borrowing Cost

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in the Statement of Profit and Loss in the period in which they are incurred.

### 2.6 Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.





### Current tax

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws in the countries where the Company operates and generates taxable income.

### Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill.

Deferred tax liabilities are recognised for taxable temporary differences associated with investments in subsidiaries, except where the Company is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognised to the extent that it is probable that there will be sufficient taxable profits against which to utilise the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

For the purposes of measuring deferred tax liabilities and deferred tax assets on non-depreciable assets the carrying amounts of such properties are presumed to be recovered entirely through sale.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is highly probable that future economic benefit associated with it will flow to the Company.

### Current and deferred tax for the year

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively.

## 2.7 Inventories

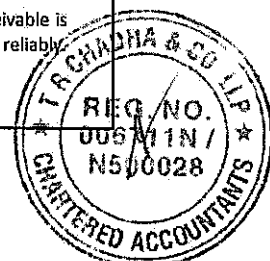
Inventories are stated at the lower of cost and net realisable value. Costs of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads incurred in bringing them to their respective present location and condition. Cost of raw materials, traded goods and stores and spares are ascertained on weighted average basis. Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

## 2.8 Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive), as a result of past events, and it is probable that an outflow of resources, that can be reliably estimated, will be required to settle such an obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the balance sheet date, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.



## 2.9 Financial Instruments

Financial assets and financial liabilities are recognised when a Company entity becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through Statement of Profit and Loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through Profit and Loss are recognised immediately in Statement of Profit and Loss.

### A. Financial assets

#### a) Recognition and Initial measurement

i) The Company initially recognises loans and advances, deposits, debt securities issues and subordinated liabilities on the date on which they originate. All other financial instruments (including regular way purchases and sales of financial assets) are recognised on the trade date, which is the date on which the Company a party to the contractual provisions of the instrument. A financial asset or liability is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition or issue.

ii) In case of investments in subsidiaries, the Company has chosen to measure its investments at deemed cost.

iii) The Company has elected to apply the requirements pertaining to Level III financial instruments of deferring the difference between the fair value at initial recognition and the transaction price prospectively to transactions entered into on or after the date of transition to Ind AS.

#### b) Classification

On initial recognition, a financial asset is classified as measured at; amortised cost, FVOCI or FVTPL.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated at FVTPL:

- The asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

This category is the most relevant to the Company. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss. This category generally applies to trade and other receivables. A debt instrument is classified as FVOCI only if it meets both the of the following conditions and is not recognised at FVTPL;

- The asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments included within the FVOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI). However, the Company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the P&L. On derecognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to P&L. Interest earned whilst holding FVOCI debt instrument is reported as interest income using the EIR method.

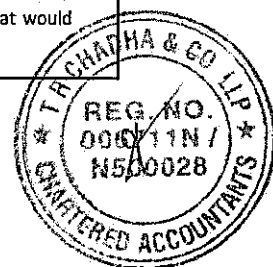
All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS 103 applies are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

All other financial assets are classified as measured at FVTPL.

In addition, on initial recognition, the Company may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces and accounting mismatch that would otherwise arise.



### c) Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognised (i.e. removed from the Company's balance sheet) when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

### d) Impairment

#### Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, trade receivables and bank balance
- b) Financial assets that are debt instruments and are measured as at FVTOCI
- c) Lease receivables under Ind AS 17
- d) Trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 11 and Ind AS 18 (referred to as 'contractual revenue receivables' in these illustrative financial statements)
- e) Loan commitments which are not measured as at FVTPL
- f) Financial guarantee contracts which are not measured as at FVTPL

The Company follows 'simplified approach' for recognition of impairment loss allowance on:

- i) Trade receivables or contract revenue receivables; and
- ii) All lease receivables resulting from transactions within the scope of Ind AS 17

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. When estimating the cash flows, an entity is required to consider:

- i) All contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument.
- ii) Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.



ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/ expense in the statement of profit and loss (P&L). This amount is reflected under the head 'other expenses' in the P&L. The balance sheet presentation for various financial instruments is described below:

i) Financial assets measured as at amortised cost, contractual revenue receivables and lease receivables: ECL is presented as an allowance, i.e., as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write-off criteria, the Company does not reduce impairment allowance from the gross carrying amount.

ii) Loan commitments and financial guarantee contracts: ECL is presented as a provision in the balance sheet, i.e. as a liability.

iii) Debt instruments measured at FVTOCI: Since financial assets are already reflected at fair value, impairment allowance is not further reduced from its value. Rather, ECL amount is presented as 'accumulated impairment amount' in the OCI.

For assessing increase in credit risk and impairment loss, the Company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

The Company does not have any purchased or originated credit-impaired (POCI) financial assets, i.e., financial assets which are credit impaired on purchase/ origination.

**e) Effective interest method**

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognised on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL.

**B. Financial liabilities and equity instruments**

**a) Classification as debt or equity**

Debt and equity instruments issued by a Company entity are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

**b) Equity instruments**

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

Repurchase of the Company's own equity instruments is recognised and deducted directly in equity. No gain or loss is recognised in Statement of Profit and Loss on the purchase, sale, issue or cancellation of the Company's own equity instruments.

**c) Financial liabilities**

Financial liabilities are classified as either financial liabilities 'at FVTPL' or 'other financial liabilities'.

Financial liabilities at FVTPL:

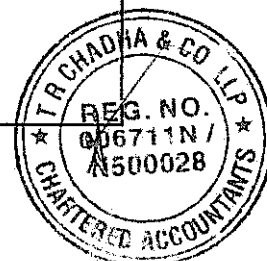
Financial liabilities are classified as at FVTPL when the financial liability is either held for trading or it is designated as at FVTPL.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognised in Statement of Profit and Loss. The net gain or loss recognised in Statement of Profit and Loss incorporates any interest paid on the financial liability and is included in the 'other gains and losses' line item in the Statement of Profit and Loss.

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or they expire. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in Statement of Profit and Loss.

**d) Reclassification of financial assets**

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The Company's senior management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. Such changes are evident to external parties. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.



The following table shows various reclassification and how they are accounted for:

Original classification	Revised classification	Accounting treatment
Amortised cost	FVTPL	Fair value is measured at reclassification date. Difference between previous amortised cost and fair value is recognised in P&L.
FVTPL	Amortised Cost	Fair value at reclassification date becomes its new gross carrying amount. EIR is calculated based on the new gross carrying amount.
Amortised cost	FVTOCI	Fair value is measured at reclassification date. Difference between previous amortised cost and fair value is recognised in OCI. No change in EIR due to reclassification.
FVTOCI	Amortised cost	Fair value at reclassification date becomes its new amortised cost carrying amount. However, cumulative gain or loss in OCI is adjusted against fair value. Consequently, the asset is measured as if it had always been measured at amortised cost.
FVTPL	FVTOCI	Fair value at reclassification date becomes its new carrying amount. No other adjustment is required.
FVTOCI	FVTPL	Assets continue to be measured at fair value. Cumulative gain or loss previously recognized in OCI is reclassified to P&L at the reclassification date.

#### 2.10 Cash and cash equivalents

Cash and cash equivalents includes cash in hand, deposits held at call with banks, other short term highly liquid investments with original maturities of three months or less, and bank overdrafts.

#### 2.11 Earnings per share

Basic earnings per share is computed by dividing net income by the weighted average number of common shares outstanding. Diluted earnings per share is computed by dividing income available to shareholders and assumed conversion by the weighted average number of common shares and potential common shares from outstanding stock options.

### 3 Critical Judgements in applying accounting policies and key sources of estimation uncertainty

#### 3.1 Critical judgements in applying accounting policies

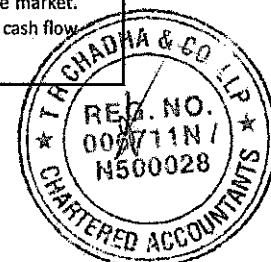
In the course of applying the policies outlined in all notes under section 2 above, the directors of the Company are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future period, if the revision affects current and future period.

#### 3.2 Key sources of estimation uncertainty

##### Fair value measurements and valuation process

Management uses its judgement in selecting an appropriate valuation technique for financial instruments not quoted in an active market. Valuation techniques commonly used by market participants are applied. Other financial instruments are valued using a discounted cash flow method based on assumptions supported, where possible, by observable market prices or rates.



**BVM OVERSEAS LIMITED**

## Notes forming part of the financial statements

**4 Loans (non-current)**

(₹ in Lakhs)

Particulars	As at 31st March 2018	As at 31st March 2017
<u>Unsecured, considered good</u>		
Security deposits considered good	10.00	0.20
<b>Total</b>	<b>10.00</b>	<b>0.20</b>

**5 Deferred Tax assets (net)**

(₹ in Lakhs)

Particulars	As at 31st March 2018	As at 31st March 2017
MAT credit (FY 2016-17)	220.71	-
<b>Total</b>	<b>220.71</b>	<b>-</b>

**6 Inventories ( At lower of cost and net realisable value)**

(₹ in Lakhs)

Particulars	As at 31st March 2018	As at 31st March 2017
Traded goods	10.76	164.17
Stock-in-Transit	11,621.01	-
<b>Total</b>	<b>11,631.77</b>	<b>164.17</b>

**7 Trade receivables**

(₹ in Lakhs)

Particulars	As at 31st March 2018	As at 31st March 2017
Unsecured, considered good	19,737.06	15,643.49
<b>Total</b>	<b>19,737.06</b>	<b>15,643.49</b>

The average credit period on sales of goods is 30 to 120 days. Credit Risk arising from trade receivables is managed in accordance with the Company's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on a detailed study of credit worthiness and accordingly individual credit limits are defined/modified. The concentration of credit risk is limited due to the fact that the customer base is large. There is no customer representing more than 10% of the total balance of trade receivables.

No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person. Nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member.

**8 Cash and cash equivalents**

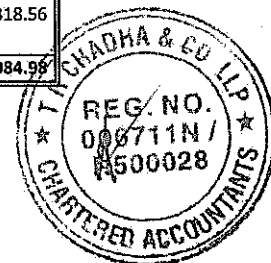
(₹ in Lakhs)

Particulars	As at 31st March 2018	As at 31st March 2017
(a) Cash in hand	-	0.08
(b) Current accounts with banks	1,083.72	1,078.21
<b>Total</b>	<b>1,083.72</b>	<b>1,078.29</b>

**9 Other current assets**

(₹ in Lakhs)

Particulars	As at 31st March 2018	As at 31st March 2017
(a) Advances recoverable in cash or in kind Considered good	25.76	723.23
(b) Prepaid expenses	429.33	38.84
(c) Balances with government authorities		
(i) VAT/GST credit receivable	2,035.65	2,004.35
(ii) Duty Drawback receivable	317.96	318.56
<b>Total</b>	<b>2,808.69</b>	<b>3,084.98</b>



**BVM OVERSEAS LIMITED**

**Notes forming part of the financial statements**

**10 Equity share capital**

Particulars	₹ in Lakhs	
	As at 31st March 2018	As at 31st March 2017
Authorised 50,00,000 (as at 31st March, 2017: 50,00,000) Equity Shares of ₹ 10 each	500.00	500.00
Total	500.00	500.00
Issued 45,00,000 (as at 31st March, 2017: 45,00,000) Equity Shares of ₹ 10 each	450.00	450.00
Total	450.00	450.00
Subscribed and fully paid up 45,00,000 (as at 31st March, 2017: 45,00,000) Equity Shares of ₹ 10 each	450.00	450.00
Total	450.00	450.00

**Notes:-**

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting year:

Particulars	Opening balance	Issued during the year	Closing balance
Equity Shares			
Year ended 31st March 2017	45,00,000	-	45,00,000
- Number of shares	450.00	-	450.00
- Amount (₹ in Lakhs)			
Year ended 31st March 2018	45,00,000	-	45,00,000
- Number of shares	450.00	-	450.00
- Amount (₹ in Lakhs)			

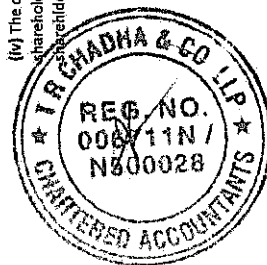
(ii) Equity shareholder holding more than 5% of equity shares along with the number of equity shares held is as given below:

Class of shares / Name of shareholder	As at 31st March 2018		As at 31st March 2017	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares				
Sintex Industries Limited	45,00,000	100.00%	45,00,000	100.00%
Total	45,00,000	100.00%	45,00,000	100.00%

(iii) Details of Shares held by Holding Company / Ultimate Holding Company / Its subsidiaries or associates:

Class of shares / Name of shareholder	As at 31st March 2018		As at 31st March 2017	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares				
Sintex Industries Limited including its nominee	45,00,000	100.00%	45,00,000	100.00%
Total	45,00,000	100.00%	45,00,000	100.00%

(iv) The company has one class of shares namely equity shares having at par value of ₹ 10 per share. Each holder of equity share is entitled to one vote per share. Equity shareholders are eligible to receive dividend, if any, proposed by the Board of Directors and approved by the shareholders. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.



**BVM OVERSEAS LIMITED****Notes forming part of the financial statements****11 Other equity**

(₹ In Lakhs)

Particulars	As at 31st March 2018	As at 31st March 2017
Retained earnings		
Opening balance	728.44	51.86
Add: Profit for the year	658.92	676.58
<b>Total</b>	<b>1,387.36</b>	<b>728.44</b>

**12 Borrowings (current)**

(₹ In Lakhs)

Particulars	As at 31st March 2018	As at 31st March 2017
Secured - at amortised cost		
Loans repayable on demand from banks (Refer Note below)	6,523.51	1,334.58
<b>Total</b>	<b>6,523.51</b>	<b>1,334.58</b>

**Note:**

Loans from the banks are secured by first pari-passu charge on entire Current Assets of the Company.

**13 Trade payables**

(₹ In Lakhs)

Particulars	As at 31st March 2018	As at 31st March 2017
Trade payables:		
Due to Micro and Small enterprises	-	-
Due to Others	8,758.82	10,667.35
<b>Total</b>	<b>8,758.82</b>	<b>10,667.35</b>

The average credit period on purchases of certain goods is 30 to 60 days. The Company has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

**Dues payable to Micro, Small and Medium Enterprises:**

Under the Micro, Small & Medium Enterprises Development Act, 2006 which came into force from 2 October 2006, certain disclosures are required to be made relating to Micro, Small & Medium Enterprises. The Company is in the process of compiling relevant information from its suppliers about their coverage under the said Act. Since the relevant information is not readily available, no disclosures have been made in the accounts. However, in the view of the management, the impact of interest, if any, which may subsequently become payable in accordance with the provisions of the act would not be material and the same, if any, would be disclosed in the year of payment of interest.

**14 Other Financial liabilities**

(₹ In Lakhs)

Particulars	As at 31st March 2018	As at 31st March 2017
Acceptances	17,893.44	6,382.87
Others	10.52	-
<b>Total</b>	<b>17,903.96</b>	<b>6,382.87</b>

**15 Other current liabilities**

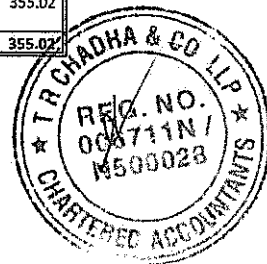
(₹ In Lakhs)

Particulars	As at 31st March 2018	As at 31st March 2017
Statutory remittances ( Withholding Taxes, VAT, Service Tax, etc.)	8.98	52.86
Interest accrued but not due	4.90	-
Advance from Customers	98.44	-
<b>Total</b>	<b>112.33</b>	<b>52.86</b>

**16 Current tax liabilities (net)**

(₹ In Lakhs)

Particulars	As at 31st March 2018	As at 31st March 2017
Provision for taxation (Net of advance tax of ₹ 266.18 Lakhs; Previous year: ₹ 0.19 Lakhs)	355.97	355.02
<b>Total</b>	<b>355.97</b>	<b>355.02</b>





**BVM Overseas Limited**  
Notes forming part of the financial statements

**17 Revenue from operations**

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
Sale of products	1,18,163.69	51,158.98
Less: Commission on sales	(1,380.40)	(425.40)
<b>Total</b>	<b>1,16,783.29</b>	<b>50,733.58</b>

**18 Other income**

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
(a) Interest income	14.16	11.34
(b) Duty Drawback income	1,475.67	1,189.49
(c) Net Exchange Gain / Loss	1,325.28	142.87
(d) Others	94.98	1.46
<b>Total</b>	<b>2,910.09</b>	<b>1,345.16</b>

**19 Purchase of stock-in trade**

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
Purchases of yarn	1,26,723.73	49,141.38
<b>Total</b>	<b>1,26,723.73</b>	<b>49,141.38</b>

**20 Changes in Inventories of stock in trade**

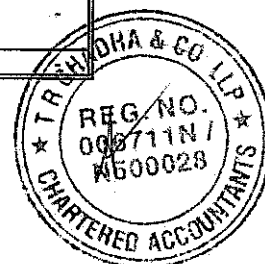
(₹ in Lakhs)

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
<b>Inventories (at Close)</b>		
Stock-in-Trade	10.76	164.17
Stock in Transit	11,621.01	-
	<b>11,631.77</b>	<b>164.17</b>
<b>Inventories (at Commencement)</b>		
Stock-in-Trade	164.17	341.98
Stock in Transit	-	-
	<b>164.17</b>	<b>341.98</b>
<b>Total</b>	<b>(11,467.60)</b>	<b>177.81</b>

**21 Employee benefits expense**

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
Salaries and Wages	8.98	-
<b>Total</b>	<b>8.98</b>	<b>-</b>



**BVM Overseas Limited**  
Notes forming part of the financial statements

**22 Finance costs**

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
Interest Expenses on borrowings	496.94	240.01
Other Borrowing Costs	228.79	117.36
<b>Total</b>	<b>725.73</b>	<b>357.37</b>

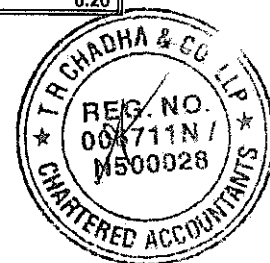
**23 Other expenses**

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
Freight and forwarding	1,300.95	505.42
Transport cost	969.19	242.01
Insurance	162.69	90.47
Job Work Charges	149.97	197.59
Sales Tax Expenses	68.68	65.35
Business promotion	35.36	5.47
Legal and professional	34.19	200.96
Service Tax Expense	33.08	55.94
Payments to auditors (Refer Note 23.1)	7.50	0.20
Rent	7.21	2.70
Misc. Expenses	4.63	1.87
Rates and taxes	0.88	0.02
<b>Total</b>	<b>2,774.32</b>	<b>1,368.00</b>

**23.1 Payments to the auditors comprises:**

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
For Statutory Audit	5.00	0.20
For Tax Audit	2.50	-
	<b>7.50</b>	<b>0.20</b>



**BVM Overseas Limited**  
**Notes forming part of the financial statements**

**24 Segment information**

**i. Products and services from which reportable segments derive their revenues.**

Information reported to the chief operating decision maker (CODM) for the purposes of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. The directors have chose to organise the Company around difference in products and services. No operating segments have been aggregated in arriving at the reportable segments of the Company.

The Company operates in Textile business which is the only reportable segment in accordance with the requirement of Ind AS 108 "Operating Segments".

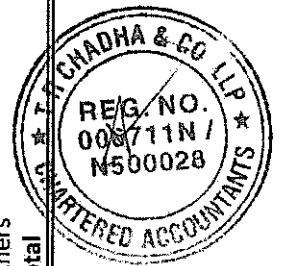
**ii. Geographical information**

Geographical revenue is allocated based on the location of the customers.

Company's all non-current assets are located in India (i.e. its country of domicile).

The Company's revenue from external customers by location of operations are detailed below:-

Particulars	Revenue from external customers (₹ in Lakhs)	
	For the year ended 31st March 2018	For the year ended 31st March 2017
India	35,880.01	11,720.69
Asia other than India	50,409.83	33,018.58
Europe	17,381.58	5,994.31
Others	13,111.88	-
<b>Total</b>	<b>1,16,783.29</b>	<b>50,733.58</b>



## BVM Overseas Limited

### Notes forming part of the financial statements

#### 25 Disclosure pursuant to Ind AS 33 "Earnings per share"

##### Basic / Diluted earnings per share

Basic and Diluted Earnings per share (EPS) computed in accordance with Ind AS 33 "Earnings per share".

Particulars	For the year ended 31st March, 2018	For the year ended 31st March, 2017
Profit for the year attributable to owners of the Company for calculating basic earnings per share (₹)	658.92	676.58
Weighted average number of equity shares for the purposes of basic earnings per share	45,00,000	45,00,000
Earnings per share - Basic / Diluted (₹)	14.64	15.04
Face value per equity share (₹)	10.00	10.00

Basic and Diluted EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year. Diluted EPS are calculated by dividing the profit for the year attributable to the equity holders of the company by weighted average number of Equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.



**BVM Overseas Limited**  
Notes forming part of the financial statements

26 Related Party Transactions

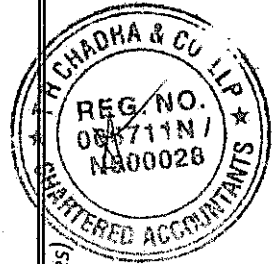
a Names of the related parties and description of relationship

Sr. No.	Nature of Relationship	Name of Related Parties
1	Holding Company	Sintex Industries Limited
2	Key Management Personnel (KMP)	(a) Shri Rahul A. Patel, (b) Shri Amit D. Patel, (c) Shri S. B. Dangayach

b Transaction with related parties and outstanding at the year ended 31st March:

Sr. No	Nature of transactions	Holding Company	
		For the year ended 31st March, 2018	For the year ended 31st March, 2017
	<u>During the year</u>		
1	Purchase of trading goods (net of return)*	37,502.65	-
2	Sales (net of return)*	2,579.49	1,646.72
	<u>Outstanding as at 31st March</u>		
3	Trade Payables	7,162.39	-
4	Trade Receivables	827.55	1,448.49

(\* Including Taxes)



(₹ in Lakhs)

## BVM Overseas Limited

### Notes forming part of the financial statements

#### 27 Financial instruments

##### 1 Accounting classification and Fair Values

Carrying value of financial instruments by categories as at year end is as follows:

Particulars	Note no.	As at 31st March, 2018		As at 31st March, 2017		Fair value level
		Carrying values	Fair values	Carrying values	Fair values	
<b>Financial assets</b>						
Measured at amortised cost						
Non current loans and advances	4	10.00	10.00	0.20	0.20	Level 3
Trade receivables	7	19,737.06	19,737.06	15,643.49	15,643.49	Level 3
Cash and cash equivalents	8	1,083.72	1,083.72	1,078.29	1,078.29	Level 3
<b>Total financial assets</b>		<b>20,830.78</b>	<b>20,830.78</b>	<b>16,721.98</b>	<b>16,721.98</b>	
<b>Financial liabilities</b>						
Measured at amortised cost						
Short-term borrowings	12	6,523.51	6,523.51	1,334.58	1,334.58	Level 3
Trade payables	13	8,758.82	8,758.82	10,667.35	10,667.35	Level 3
Others	14	10.52	10.52	-	-	Level 2
Acceptances	15	17,893.44	17,893.44	6,382.87	6,382.87	Level 3
<b>Total financial liabilities</b>		<b>33,186.30</b>	<b>33,186.30</b>	<b>18,384.81</b>	<b>18,384.81</b>	

##### 2 Financial risk management objectives

The Company's Corporate finance department provides services to business, co-ordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Company through internal risk reports which analyse the exposures by degree and magnitude of risks. These risks include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

##### 3 Market risk

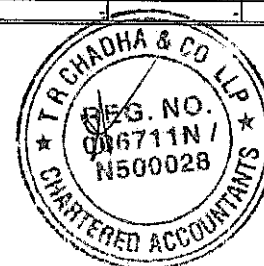
The Company's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates due to foreign currency borrowings and variable interest loans.

##### 4 Foreign currency risk management

The Company undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise. Exchange rate exposures are managed within approved policy parameters utilizing forward foreign exchange contracts and currency options taken at the time of initiation of the booking by the management. Such decision is taken after considering the factors such as upside potential, cost of structure and the downside risks etc. Quarterly reports are submitted to Management Committee on the covered and open positions and MTM valuation.

The carrying amounts of the Company's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

Particulars	As at 31st March 2018				As at 31st March 2017			
	USD	INR	EURO	Total	USD	INR	EURO	Total
<b>Financial assets</b>								
Non-current financial assets								
Non-current Loans and advances	-	10.00	-	10.00	-	0.20	-	0.20
<b>Total non-current financial assets (A)</b>	-	<b>10.00</b>	-	<b>10.00</b>	-	<b>0.20</b>	-	<b>0.20</b>
<b>Current financial assets</b>								
Trade Receivables	12,591.15	6,795.36	350.55	19,737.06	13,912.95	1,730.53	-	15,643.49
Cash and cash equivalents	39.44	1,044.28	-	1,083.72	820.15	258.14	-	1,078.29
<b>Total current financial assets (B)</b>	<b>12,630.59</b>	<b>7,839.64</b>	<b>350.55</b>	<b>20,820.78</b>	<b>14,733.11</b>	<b>1,988.67</b>	-	<b>16,721.78</b>
<b>Total financial assets (C) = (A) + (B)</b>	<b>12,630.59</b>	<b>7,849.64</b>	<b>350.55</b>	<b>20,830.78</b>	<b>14,733.11</b>	<b>1,988.87</b>	-	<b>16,721.98</b>
<b>Financial liabilities</b>								
<b>Current financial liabilities</b>								
Borrowings	6,523.51	-	-	6,523.51	-	1,334.58	-	1,334.58
Trade payables	-	8,758.82	-	8,758.82	-	10,667.35	-	10,667.35
Others	-	10.52	-	10.52	-	-	-	-
Acceptances	10,630.76	7,262.68	-	17,893.44	726.33	5,656.55	-	6,382.87
<b>Total current financial liabilities (D)</b>	<b>17,154.27</b>	<b>16,032.03</b>	-	<b>33,186.30</b>	<b>726.33</b>	<b>17,658.48</b>	-	<b>18,384.81</b>
<b>Total financial liabilities (E) = (D)</b>	<b>17,154.27</b>	<b>16,032.03</b>	-	<b>33,186.30</b>	<b>726.33</b>	<b>17,658.48</b>	-	<b>18,384.81</b>
<b>Excess of financial liabilities over financial assets (E) - (C)</b>	<b>4,523.68</b>	<b>8,182.39</b>	<b>(350.55)</b>	<b>12,355.51</b>	<b>(14,006.78)</b>	<b>15,669.61</b>	-	<b>1,662.83</b>
<b>Net exposure of foreign currency risk</b>	<b>4,523.68</b>	<b>-</b>	<b>(350.55)</b>	<b>4,173.13</b>	<b>(14,006.78)</b>	<b>-</b>	-	<b>(14,006.78)</b>
<b>Sensitivity Impact on Net liabilities/(assets) exposure at 10%</b>	<b>452.37</b>	<b>-</b>	<b>(35.05)</b>	<b>417.31</b>	<b>(1,400.68)</b>	<b>-</b>	-	<b>(1,400.68)</b>



#### 4.1 Foreign currency sensitivity analysis

The Company is mainly exposed to USD currency.

The above table details the Company's sensitivity to a 10% increase and decrease in the INR against relevant foreign currencies. 10% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency risk denominated monetary items and adjusts their translation at the period end for a 10% change in foreign currency rates. The sensitivity analysis includes external loans where the denomination of the loan is in a currency other than the functional currency of the lender or the borrower. A negative number below indicates an increase in profit/equity where the INR strengthens 10% against the relevant currency. For a 10% weakening of the INR against the relevant currency, there would be a comparable impact on the profit/equity and the balances below would be positive.

#### 4.2 Forward foreign exchange contracts

Company had entered into forward foreign exchange contracts to cover foreign currency receipts.

#### 5 Interest rate risk management

The Company is exposed to interest rate risk because funds are borrowed at floating interest rates. Interest rate risk is measured by using the cash flow sensitivity for changes in variable interest rate. The Company has exposure to interest rate risk, arising principally on changes in PLR and LIBOR rates. The Company uses a mix of interest rate sensitive financial instruments to manage the liquidity and fund requirements for its day to day operations like non-convertible debentures and short term loans. The risk is managed by the Company by maintaining an appropriate mix between fixed and floating rate borrowings. Hedging activities are evaluated regularly to align with interest rate views and defined risk appetite, ensuring the most cost-effective hedging strategies are applied.

The table in 6.1 provides a break-up of the Company's fixed and floating rate borrowings:

#### 5.1 Interest rate sensitivity analysis

The sensitivity analyses below have been determined based on the exposure to interest rates for both derivatives and non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

The following table provides a break-up of the Company's fixed and floating rate borrowings and interest rate sensitivity analysis.

Particulars	₹ in Lakhs)			
	As at 31st March 2018		As at 31st March 2017	
	Gross amount	Interest rate sensitivity @0.50%	Gross amount	Interest rate sensitivity @0.50%
Fixed loan	-	-	-	-
Variable loan	6,523.51	32.62	1,334.58	6.67
<b>Total</b>	<b>6,523.51</b>	<b>32.62</b>	<b>1,334.58</b>	<b>6.67</b>

#### 6 Credit risk management

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. Credit risk encompasses of both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration risks. The Company has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Company uses publicly available financial information and its own trading records to rate its major customers. The Company's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties.

Trade receivables consist of a large number of customers, spread across diverse industries and geographical areas. Ongoing credit evaluation is performed on the financial condition of accounts receivable.

The Company does not have significant credit risk exposure to any single counterparty. Concentration of credit risk related to the above mentioned company did not exceed 10% of gross monetary assets at any time during the year.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by International credit-rating agencies.

#### 6.1 Collateral held as security and other credit enhancements

The Company does not hold any collateral or other credit enhancements to cover its credit risk associated with its financial assets.

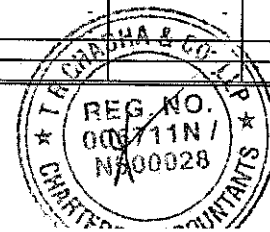
#### 7 Liquidity risk management

Liquidity risk refers to the risk of financial distress or extraordinary high financing costs arising due to shortage of liquid funds in a situation where business conditions unexpectedly deteriorate and requiring financing. Ultimate responsibility for liquidity risk management rests with the board of directors, which has established an appropriate liquidity risk management framework for the management of the Company's short, medium and long-term funding and liquidity management requirements. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

The following tables detail the Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods and its non-derivative financial assets. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The tables include both interest and principal cash flows.

To the extent that interest flows are floating rate, the undiscounted amount is derived from interest rate curves at the end of the reporting period. The contractual maturity is based on the earliest date on which the Company may be required to pay.

Particulars	As at 31st March 2018				As at 31st March 2017			
	< 1 year	1-5 years	> 5 years	Total	< 1 year	1-5 years	> 5 years	Total
	<b>Financial assets</b>							
Non-current								
Loans	-	10.00	-	10.00	-	0.20	-	0.20
<b>Total non-current financial assets</b>	-	<b>10.00</b>	-	<b>10.00</b>	-	<b>0.20</b>	-	<b>0.20</b>
Current								
Investments								
Trade receivables	19,737.06	-	-	19,737.06	15,643.49	-	-	15,643.49
Cash and cash equivalents	1,083.72	-	-	1,083.72	1,078.29	-	-	1,078.29
<b>Total current financial assets</b>	<b>20,820.78</b>	-	-	<b>20,820.78</b>	<b>16,721.78</b>	-	-	<b>16,721.78</b>
<b>Total financial assets</b>	<b>20,820.78</b>	<b>10.00</b>	-	<b>20,830.78</b>	<b>16,721.78</b>	<b>0.20</b>	-	<b>16,721.98</b>
<b>Financial liabilities</b>								
Current								
Borrowings	6,523.51	-	-	6,523.51	1,334.58	-	-	1,334.58
Trade payables	8,758.82	-	-	8,758.82	10,667.35	-	-	10,667.35
Others	10.52	-	-	10.52	-	-	-	-
Acceptances	17,893.44	-	-	17,893.44	6,382.87	-	-	6,382.87
<b>Total current financial liabilities</b>	<b>33,186.30</b>	-	-	<b>33,186.30</b>	<b>12,001.93</b>	-	-	<b>12,001.93</b>
<b>Total financial liabilities</b>	<b>33,186.30</b>	-	-	<b>33,186.30</b>	<b>12,001.93</b>	-	-	<b>12,001.93</b>



## 8 Fair value measurements

The directors of the Company considers the carrying amounts of the financial assets and financial liabilities recognised in the financial statements approximates their fair values.

## 9 Capital management

The Company manages its capital to ensure that the Company will be able to continue as a going concern while maximising the return to stakeholders through the optimisation of the debt and equity balance.

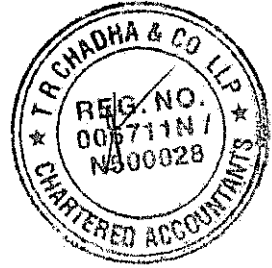
The capital structure of the Company consists of net debt and total equity of the Company.

### 9.1 Gearing ratio

The gearing ratio at the end of the reporting period was as follows.

Particulars	(₹ in Lakhs)	
	As at 31st March 2018	As at 31st March 2017
Debt (i)	6,523.51	1,394.58
Less: Cash and bank balances (Refer note 8)	1,083.72	1,078.29
Net debt	5,439.79	256.29
Total equity	1,837.36	1,178.44
Net debt to equity ratio	2.96	0.22

Debt is defined as short term borrowings, as described in earlier notes. (Refer note 12).





**BVM OVERSEAS LIMITED**

Assessment year : 2018-19

**Notes forming part of the financial statements****28 Income Taxes****Income taxes recognised in statement of profit and loss**

Particulars	(₹ in Lakhs)	
	For the Year Ended March 31, 2018	For the Year Ended March 31, 2017
<b>(i) Income tax recognised in the statement of profit and loss</b>		
Current tax		
In respect of the current year (Net of MAT credit)	269.31	357.60
Adjustment in respect of previous year	-	-
Deferred tax		
In respect of the current year, As per IGAAP	-	-
In respect of the current year, For Ind AS Impact	-	-
	<b>269.31</b>	<b>357.60</b>
<b>(ii) Income tax recognised in other comprehensive income</b>		
Deferred Tax :-		
Deferred tax benefit on actuarial gain/(loss) on defined plan	-	-
<b>Income tax expenses recognised in the statement of profit and loss</b>	<b>-</b>	<b>-</b>

**Tax Reconciliation**

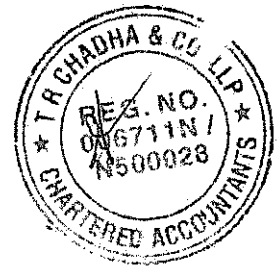
The income tax expense for the year can be reconciled to the accounting profit as follows:

Particulars	For the Year Ended March	
	31, 2018	31, 2017
<b>Income before taxes</b>	928.23	1,034.18
Enacted tax rate in India	28.840%	34.608%
Expected income tax benefit/(expense) at statutory tax rate	267.70	357.60
<b>Effect of:</b>		
Expenses disallowed / related to other heads of income	408.47	-
Expenses allowable	(67.60)	-
Business Loss Carried Forward	(118.55)	-
Utilization of Minimum alternate tax (MAT) credit	(220.71)	-
<b>Income taxes recognised in the statement of income</b>	<b>269.31</b>	<b>357.60</b>

The tax rate used for the above reconciliation is the corporate tax rate of 28.84% payable by corporate entities in India on taxable profits under the Indian tax laws.

**29A Commitment and Contingent liability**

There are no commitment and contingent liability as at 31st March 2018 and 31st March 2017.



**BVM Overseas Limited**  
**Notes forming part of the financial statements**

**29B Leases**

**Operating lease commitments - Company as Lessee**

The Company has obtained an office premise on operating lease. The lease for this office premise is long term and is non- cancelable. Further, there is an escalation clause in the lease agreement.

Lease payments of INR 7.21 Lakhs (previous year – INR 2.70 Lakhs) have been recognized as an expense in the statement of profit and loss during the year.

Future minimum rentals payable under non-cancellable operating leases as at 31st March are as follows:

Particulars	(₹ in Lakhs)	
	As at March 31, 2018	As at March 31, 2017
Not less than one year	8.25	5.40
Later than one year but not later than five years	35.58	-
Later than five years	-	-

**30 Contingent asset**

There is no contingent asset recognised by the Company as at 31st March 2018 and 31st March 2017.

**31 Approval of financial statements**

The financial statements were approved for issue by the board of directors on May, 07 2018.

As per our report of even date attached

**For T R Chadha & Co LLP**

Firm Regn No: 006711N \ N500028

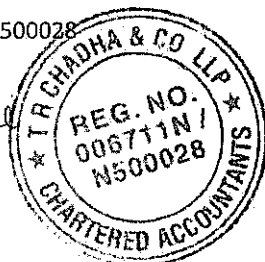
Chartered Accountants

*Arvind Modi*

**Arvind Modi**

Partner

Membership No. : 112929



Place: Ahmedabad

Date: 07.05.2018

**For and on behalf of the Board of Directors of  
BVM Overseas Limited**

*Amit D Patel*  
**Amit D Patel**  
Director  
DIN: 00171035

*S B Dangayach*

**S B Dangayach**

Director

DIN: 01572754