

**ANNUAL REPORT**

**2015-2016**

**AXL-EXPLORATION PRIVATE LIMITED**

## **AXL-EXPLORATION PRIVATE LIMITED**

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***Board of Directors :***

Sri Vishal Agarwalla  
Sri Kunal Agarwala

***Auditors :***

D. K. Chhajer & Co.  
Chartered Accountants

***Bankers :***

State Bank of India

***Registered Office :***

HIG 17 BDA Colony  
Jaidev Vihar  
Bhubaneswar, Orissa  
India - 751 013

## AXL-EXPLORATION PRIVATE LIMITED

### DIRECTORS' REPORT

To  
The Shareholders of  
**AXL-EXPLORATION PRIVATE LIMITED**

Your Directors have the pleasure in presenting the Annual Report on the business and operations of the Company together with the Audited Financial Statement for the year ended 31<sup>st</sup> March, 2016.

#### **STATE OF COMPANY'S AFFAIRS AND OPERATIONS**

The financial performance of the Company for the year ended 31<sup>st</sup> March, 2016 is summarized below:

	(Amount in Rs.)	
	2015-16	2014-15
<b>Financial Results</b>		
Sales & Other Income	123	34,581
<b>Gross Loss</b>	<b>(497,680)</b>	<b>(530,289)</b>
Less : Depreciation	-	8,822
<b>Loss before taxes</b>	<b>(497,680)</b>	<b>(539,111)</b>
Less : Provision for taxation:		
For Deferred Tax	2,252,594	(34,340)
<b>Loss after taxes</b>	<b>(2,750,274)</b>	<b>(504,771)</b>

The Company has made an application to the government authorities for renewal of its mining lease and necessary approval thereon is awaited. The Company has not undertaken any activity due to the pending of renewal of mining lease.

There was no change in the nature of business of the Company during the year 2015-16.

#### **DIVIDEND**

Your Directors do not recommend any dividend for the year 2015-16.

#### **RESERVES**

No amount was transferred to the reserves during the year ended 31<sup>st</sup> March, 2016.

#### **DIRECTORS AND KEY MANAGERIAL PERSONNEL**

Sri Kunal Agarwala (DIN: 01205229), Director of the Company, retires by rotation from the Board of Directors of the Company at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

There has been no change in the constitution of the Board during the year 2015-16.

The provisions of the Companies Act, 2013 relating to the appointment of the Independent Directors and Key Managerial Personnel are not applicable to the Company.

None of the Directors has resigned during the year 2015-16.

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

During the year 2015-16, 4 (Four) meetings of the Board of Directors were convened, held and concluded on 19<sup>th</sup> May, 2015, 1<sup>st</sup> September, 2015, 14<sup>th</sup> November, 2015 and 3<sup>rd</sup> March, 2016. The intervening gap between the two consecutive meetings was within the period prescribed under the Companies Act, 2013.

## **AXL-EXPLORATION PRIVATE LIMITED**

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Attendance of each Director at the Board meetings held during the year 2015-16 is as follows:

<b>Name of the Directors</b>	<b>Category</b>	<b>No. of Board Meetings attended</b>
Sri Kunal Agarwala	Non-Executive Director	4
Sri Vishal Agarwalla	Non-Executive Director	4

The provisions of the Companies Act, 2013 relating to the constitution of the Committee(s) is not applicable to the Company.

### **RISK MANAGEMENT**

Risk Management is the process of identification, assessment and prioritization of risks followed by coordinated efforts to minimize, monitor and mitigate/control the probability and/or impact of unfortunate events. Business risk evaluation and management is an ongoing process within the Company. Hence, no separate risk management policy is formulated.

### **DEPOSITS**

Your Company did not accept any deposit from the public within the meaning of Section 73 of the Companies Act, 2013, read with the Companies (Acceptance of Deposits) Rules, 2014 during the year 2015-16 and as such, no amount of principal, interest, unpaid or unclaimed deposit remained unpaid or unclaimed or was outstanding as on the Balance Sheet date.

### **STATEMENT IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS**

The Company's internal control systems are commensurate with the size and nature of business of the Company. The Management ensures that the accounts of the Company are properly maintained in accordance with the prevailing laws and regulations. During the year under review, no reportable material weakness in the internal operation was observed.

### **DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATE COMPANIES**

During the year no Company have become or ceased to be companies' Subsidiary, Associate or Joint Venture. As on 31<sup>st</sup> March, 2016, the Company does not have any Subsidiary, Associate or Joint Venture Companies, hence the Company is not required to prepare any Consolidated Financial Statement.

### **STATUTORY AUDITORS' REPORT**

The Statutory Auditors' Report read along with notes on accounts is self-explanatory and therefore, do not call for any further comments. The Statutory Auditors' Report does not contain any qualification.

### **STATUTORY AUDITORS**

M/s. D. K. Chhajer & Co., Chartered Accountants (Firm Registration no.: 304138E), were appointed as the Statutory Auditors of your Company in the Annual General Meeting held on 20th September, 2014 to hold office for 5 (five) consecutive years i.e. till the conclusion of the Annual General Meeting to be held in the year 2019 subject to the ratification of their appointment by the members at every subsequent Annual General Meeting till the conclusion of their tenure. Subsequently, the Members ratified the appointment of M/s. D. K. Chhajer & Co., as the Statutory Auditors of the Company for the year 2015-16 at the Annual General Meeting of the Company held on 10th September, 2015.

The Company has received a certificate from the said auditors to the effect that they satisfy the criteria provided in Section 141 of the Companies Act, 2013 and their appointment continue to be within the prescribed limits as required under the Companies Act, 2013.

## **AXL-EXPLORATION PRIVATE LIMITED**

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Your Directors recommend for the ratification of their appointment and to fix their remuneration at the ensuing Annual General Meeting.

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

The extract of the annual return of the Company as on the year ended 31<sup>st</sup> March, 2016 in prescribed Form MGT-9 is annexed herewith as **Annexure – “A”**.

### **PARTICULARS OF EMPLOYEES**

The Company has no employees who are in receipt of remuneration of sixty lakh rupees or more during the year or five lakh rupees or more per month, if employed for part of the year or holds by himself or along with his spouse and dependent children, two percent or more of the equity shares of the Company.

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

The Company has not provided Loan to any person or other bodies corporate nor provided any Guarantee or Securities in connection with a loan to any other body corporate or persons, pursuant to the provisions of Section 186 of the Companies Act, 2013, during the year 2015-16.

Further, the Company has not acquired by way of purchase or subscription or otherwise any securities during the year under review.

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

The Company has not entered into any transaction with its related party referred to in sub-section (1) of Section 188 of the Companies Act, 2013, during the year 2015-16. Thus, disclosure in Form AOC-2 is not required.

### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS & OUTGO**

Considering the nature of business of your Company, no comment is required on conservation of energy and technology absorption as stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of Companies (Accounts) Rules, 2014. During the year under review, there was no foreign exchange earnings and expenditure by the Company.

### **DIRECTORS' RESPONSIBILITY STATEMENT**

In terms of provisions of Section 134(5) of the Companies Act, 2013, your Directors confirm that:

- (i) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (ii) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
- (iii) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) the directors had prepared the annual accounts on a going concern basis; and
- (v) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## **AXL-EXPLORATION PRIVATE LIMITED**

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### **OTHER DISCLOSURES**

Your Directors state that during the year under review:

1. The Company has not issued any equity shares with differential rights as to dividend, voting or otherwise.
2. The Company has not issued any shares including Sweat Equity Shares and Employees Stock Option Scheme to the employees of the Company or under any other scheme.
3. No significant and material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
4. No material changes and commitments affecting the financial position of the Company has occurred between the end of the financial year of the Company to which the financial statements relate and the date of this Report.
5. There was no change in the Share Capital of the Company.
6. The Auditors of the Company have not reported any incident of fraud to the Board.

Your Directors further states that during the year under review, the Company has not received any complaint, pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. No complaint is pending at the beginning or end of the year 2015-16.

### **ACKNOWLEDGMENT**

Your Directors wish to place on record their deep sense of appreciation for the assistance and co-operation received from all statutory bodies and banks, during the year under review.

For and on behalf of the Board of Directors

Place: Kalyaneshwari  
Date: 6<sup>th</sup> May, 2016

**Vishal Agarwalla**  
Director  
(DIN: 00129040)

**Kunal Agarwala**  
Director  
(DIN: 01205229)

## AXL-EXPLORATION PRIVATE LIMITED

ANNEXURE TO THE DIRECTORS' REPORT - "A"

FORM NO. MGT 9

### EXTRACT OF ANNUAL RETURN

as on financial year ended on 31st March, 2016

[Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management & Administration) Rules, 2014]

I. REGISTRATION & OTHER DETAILS	
i) CIN	CINU14292OR1999PTC005643
ii) Registration Date	2nd February, 1999
iii) Name of the Company	AXL- Exploration Private Limited
iv) Category/Sub-category of the Company	Company Limited by Shares / Non-Government Company
v) Address of the Registered office & contact details	HIG 17 BDA Colony Jaidev Vihar, Bhubaneswar - 751013; Ph. No.: 033-6450-2228; email: office@maithanalloys.com
vi) Whether listed company	No
vii) Name, Address & contact details of the Registrar & Transfer Agent, if any.	None

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY			
All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-			
Sl. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
Not Applicable			

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES					
Sl. No.	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	Maithan Alloys Limited Registered Office address: 4th Floor, 9 AJC Bose Road, Kolkata- 700017	L27101WB1985PLC039503	Holding Company	75%	2(46)

IV. SHARE HOLDING PATTERN (Equity share capital breakup as percentage of total equity)									
(i) Category-wise Share Holding									
Category of Shareholders	No. of Shares held at the beginning of the year [As on 01.04.2015]				No. of Shares held at the end of the year [As on 31.03.2016]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
(1) Indian									
a) Individual/ HUF	-	-	-	-	-	-	-	-	-

## AXL-EXPLORATION PRIVATE LIMITED

Category of Shareholders	No. of Shares held at the beginning of the year [As on 01.04.2015]				No. of Shares held at the end of the year [As on 31.03.2016]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	242,625	242,625	75.00%	-	242,625	242,625	75.00%	0.00%
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
<b>Sub-total (A)(1):-</b>	-	<b>242,625</b>	<b>242,625</b>	<b>75.00%</b>	-	<b>242,625</b>	<b>242,625</b>	<b>75.00%</b>	<b>0.00%</b>
<b>(2) Foreign</b>									
a) NRIs- Individuals	-	-	-	-	-	-	-	-	-
b) Other-Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks / FI									
e) Any other	-	-	-	-	-	-	-	-	-
<b>Sub-total (A)(2):-</b>	-	-	-	-	-	-	-	-	-
<b>Total shareholding of Promoter (A) = (A)(1)+(A)(2)</b>	-	<b>242,625</b>	<b>242,625</b>	<b>75.00%</b>	-	<b>242,625</b>	<b>242,625</b>	<b>75.00%</b>	<b>0.00%</b>
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(1):-</b>	-	-	-	-	-	-	-	-	-
<b>2. Non-Institutions</b>									
a) Bodies Corp.									
i) Indian	-	16,175	16,175	5.00%	-	16,175	16,175	5.00%	0.00%
ii) Overseas	-	-	-	-	-	-	-	-	-



## AXL-EXPLORATION PRIVATE LIMITED

Category of Shareholders	No. of Shares held at the beginning of the year [As on 01.04.2015]				No. of Shares held at the end of the year [As on 31.03.2016]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	64,700	64,700	20.00%	-	64,700	64,700	20.00%	0.00%
c) Others (specify)	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(2):-</b>	-	<b>80,875</b>	<b>80,875</b>	<b>25.00%</b>	-	<b>80,875</b>	<b>80,875</b>	<b>25.00%</b>	<b>0.00%</b>
<b>Total Public Shareholding (B)=(B)(1)+ (B)(2)</b>	-	<b>80,875</b>	<b>80,875</b>	<b>25.00%</b>	-	<b>80,875</b>	<b>80,875</b>	<b>25.00%</b>	<b>0.00%</b>
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	-	-	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>	-	<b>323,500</b>	<b>323,500</b>	<b>100.00%</b>	-	<b>323,500</b>	<b>323,500</b>	<b>100.00%</b>	<b>0.00%</b>

### (ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year [as on 01.04.2015]			Shareholding at the end of the year [as on 31.03.2016]			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total Shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total Shares	
1	Maithan Alloys Limited	242,625	75.00%	-	242,625	75.00%	-	0.00%
	<b>Total</b>	<b>242,625</b>	<b>75.00%</b>	<b>-</b>	<b>242,625</b>	<b>75.00%</b>	<b>-</b>	<b>0.00%</b>

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

During the year there has been no change in the Promoter's Shareholding.

## AXL-EXPLORATION PRIVATE LIMITED

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

Sl. No.	Top 10 Shareholders	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
<b>1</b>	<b>ORDE Management Pvt. Ltd.</b>						
	At the beginning of the year	01.04.2015		16,175	5.00%	16,175	5.00%
	At the end of the year	31.03.2016				16,175	5.00%
<b>2</b>	<b>Murli Manohar Sharma</b>						
	At the beginning of the year	01.04.2015		16,175	5.00%	16,175	5.00%
	At the end of the year	31.03.2016				16,175	5.00%
<b>3</b>	<b>Kishore Kumar Mahanta</b>						
	At the beginning of the year	01.04.2015		16,175	5.00%	16,175	5.00%
	At the end of the year	31.03.2016				16,175	5.00%
<b>4</b>	<b>Ghanshyam Sharma</b>						
	At the beginning of the year	01.04.2015		16,175	5.00%	16,175	5.00%
	At the end of the year	31.03.2016				16,175	5.00%

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

Sl. No.	Shareholding of each Directors and each Key Managerial Personnel	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
<b>1</b>	<b>Kunal Agarwala</b>						
	Director						
	At the beginning of the year	01.04.2015		16,175	5.00%	16,175	5.00%
	At the end of the year	31.03.2016				16,175	5.00%
<b>2</b>	<b>Vishal Agarwalla</b>						
	Director						
	At the beginning of the year	01.04.2015		-	-	-	-
	At the end of the year	31.03.2016				-	-

**V. INDEBTEDNESS**

The Company had no indebtedness with respect to Secured or Unsecured Loans or Deposits during the financial year 2015-16.

## **AXL-EXPLORATION PRIVATE LIMITED**

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### **VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

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

The Company do not have any Managing Director, Whole-time Director and/or Manager.

#### **B. Remuneration to other Directors:**

No Remuneration is being paid to any other Directors of the Company.

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

The provisions of the Companies Act, 2013 relating to appointment of Key Managerial Personnel is not applicable to the Company.

### **VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES**

There were no penalties / punishment / compounding of the offences for breach of any section of the Companies Act, 2013 against the Company or any of its Directors or other officers in default, if any, during the year.

For and on behalf of the Board of Directors

Place : Kalyaneshwari  
Date : 6<sup>th</sup> May, 2016

**Vishal Agarwalla**  
Director  
(DIN: 00129040)

**Kunal Agarwala**  
Director  
(DIN: 01205229)

## **AXL-EXPLORATION PRIVATE LIMITED**

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### **INDEPENDENT AUDITORS' REPORT**

To  
The Members of  
**AXL-EXPLORATION PRIVATE LIMITED**

#### **Report on the Financial Statements**

1. We have audited the accompanying financial statements of AXL-EXPLORATION PRIVATE LIMITED (the "Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### **Management's Responsibility for the Financial Statements**

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of 'the Companies Act, 2013' of India (the "Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### **Auditor's Responsibility**

3. Our responsibility is to express an opinion on these financial statements based on our audit.
4. 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.
5. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that

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are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

### **Opinion**

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

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2016;
- (b) in the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

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

9. As required by 'the Companies (Auditor's Report) Order, 2016', issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A", statement on the matters specified in paragraphs 3 and 4 of the Order.
10. 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 purpose of our audit;
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - (c) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the accompanying financial statements dealt with by this report comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
  - (e) On the basis of written representations received from the directors as on 31st March, 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016, from being appointed as a director in terms of Section 164(2) of the Act;
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and

## **AXL-EXPLORATION PRIVATE LIMITED**

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- (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:
- i. The Company does not have any pending litigations which would impact its financial position;
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For D. K. Chhajer & Co.**  
Chartered Accountants  
Firm Registration No. 304138E

**Manoj Kumar Roongta**  
Partner  
Membership No. 057761

Place: Kalyaneshwari  
Date: 6th May, 2016

## **AXL-EXPLORATION PRIVATE LIMITED**

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### **ANNEXURE A TO INDEPENDENT AUDITORS' REPORT**

Referred to in paragraph [9] of the Independent Auditor's Report of even date to the members of **AXL-EXPLORATION PRIVATE LIMITED** on the financial statements for the year ended 31st March, 2016.

- i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.  
(b) The fixed assets of the Company have been physically verified by the Management at reasonable intervals and no material discrepancies have been noticed on such verification.  
(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the company.
- ii. The physical verification of inventory has been conducted at reasonable intervals by the Management and no material discrepancies were noticed on such verification.
- iii. According to the information and explanations given to us and based on the audit procedures conducted by us, the Company has not granted any loans, secured or unsecured, to companies, limited liability partnership firm, firms or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of Clause 3(iii) [(a), (b) and (c)] of the said Order are not applicable to the Company.
- iv. According to the information and explanations given to us and based on the audit procedures conducted by us, the company has neither granted any loan, guarantee, security, nor purchased any investments so the provisions of Clause 3(iv) of the order is not applicable to the company.
- v. The Company has not accepted any deposits from the public within the meaning of Sections 73 to 76 of the Act and the rules framed there under. Therefore, the provision of clause 3(v) of the order is not applicable on the company.
- vi. The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the products of the Company.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues, including provident fund, employees' state insurance, income tax, cess and other material statutory dues, as applicable, with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2016 for a period of more than six months from the date of becoming payable.  
(b) According to the information and explanations given to us and the records of the company examined by us, there are no dues of provident fund, professional tax, income-tax, cess which have not been deposited on account of any dispute.
- viii. As the Company does not have any borrowings from any financial institution or bank or Government nor has it issued any debentures as at the Balance Sheet date, the provision of Clause 3(viii) of the Order are not applicable to the Company.
- ix. The Company has not raised any money by way of initial public offer/further public offer (including debt instruments)/term loans. Accordingly, the provisions of Clause 3(ix) of the Order are not applicable to the Company.

## **AXL-EXPLORATION PRIVATE LIMITED**

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- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud on or by the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.
- xi. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, no managerial remuneration has been paid/provided. Accordingly, paragraph 3(xi) of the Order is not applicable.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and the records of the Company examined by us, all the transactions with related parties are in compliance with Section 188 of the Companies Act, 2013 and has been properly disclosed in the Financial Statements as required by the applicable accounting standards. Section 177 of the Companies Act, 2013 is not applicable to the Company.
- xiv. According to the information & explanation given to us and the records of the Company examined by us, no money was raised through preferential allotment/private placements of shares/fully/partly convertible debentures during the year under review. Hence, the provisions of Clause 3(xiv) of the said order is not applicable to the Company.
- xv. According to the information & explanation given to us and the records of the Company examined by us, company has not entered into any non-cash transactions with directors or person connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **D. K. Chhajer & Co.**  
Chartered Accountants  
Firm Registration No. 304138E

**Manoj Kumar Roongta**  
Partner  
Membership No. 057761

Place: Kalyaneshwari  
Date: 6th May, 2016



## **AXL-EXPLORATION PRIVATE LIMITED**

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### **ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF AXL-EXPLORATION PRIVATE 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 AXL-Exploration Private Limited ("the Company") as at 31st March, 2016 in conjunction with our audit of the standalone 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.

#### **Auditor's 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 our judgment, 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.

## **AXL-EXPLORATION PRIVATE LIMITED**

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### **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 31st March, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **D. K. Chhajer & Co.**

Chartered Accountants

Firm Registration No. 304138E

**Manoj Kumar Roongta**

Partner

Membership No. 057761

Place: Kalyaneshwari

Date: 6th May, 2016

## AXL-EXPLORATION PRIVATE LIMITED

### BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2016

All amounts in Rs., unless otherwise stated

Particulars	Note	As at 31.03.16		As at 31.03.15	
<b>A EQUITY AND LIABILITIES</b>					
<b>1. Shareholders' Funds</b>					
(a) Share Capital	3	32,350,000		32,350,000	
(b) Reserves and Surplus	4	(6,273,436)		(3,523,163)	
			26,076,564		28,826,837
<b>2. Current liabilities</b>					
Other current liabilities	5		8,391,469		8,370,061
<b>Total</b>			<b>34,468,033</b>		<b>37,196,898</b>
<b>B Assets</b>					
<b>1. Non-current assets</b>					
(a) Fixed assets					
-Tangible assets	6	2,048,516		2,048,516	
(b) Long term loans and advances	7	25,000		25,000	
(c) Deferred tax assets (Net)	8	-		2,252,594	
			2,073,516		4,326,110
<b>2. Current assets</b>					
(a) Inventories	9	2,448,491		2,448,491	
(b) Cash and bank balances	10	502,997		975,722	
(c) Short term loan & advances	11	29,443,029		29,446,575	
			32,394,517		32,870,788
<b>Total</b>			<b>34,468,033</b>		<b>37,196,898</b>

The accompanying notes form an integral part of these financial statements.

This is the Balance Sheet referred to in our report of even date.

For and on behalf of the Board of Directors

For **D. K. Chhajer & Co.**  
Chartered Accountants  
FRN - 304138E

**Kunal Agarwala**  
Director

**Manoj Kumar Roongta**  
Partner  
Membership No. F057761

**Vishal Agarwalla**  
Director

Place: Kalyaneshwari  
Date: 6th May, 2016

## AXL-EXPLORATION PRIVATE LIMITED

### STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2016

All amounts in Rs., unless otherwise stated

Particulars	Note	2015-16	2014-15
<b>INCOME</b>			
1. Other Income	12	123	34,581
<b>Total revenue</b>		<b>123</b>	<b>34,581</b>
<b>EXPENDITURE</b>			
2. Employee benefit expense	13	407,694	403,934
3. Depreciation and amortization expense	14	-	8,822
4. Other expenses	15	90,109	160,936
<b>Total expenses</b>		<b>497,803</b>	<b>573,692</b>
<b>5. Loss before tax</b>		<b>(497,680)</b>	<b>(539,111)</b>
<b>6. Tax expense:</b>			
Deferred tax		2,252,594	(34,340)
		2,252,594	(34,340)
<b>7. Loss for the year</b>		<b>(2,750,274)</b>	<b>(504,771)</b>
<b>8. Earning per equity share:</b> [Nominal value per share Rs.100 (2015: Rs.100)]			
(a) Basic		(8.50)	(1.56)
(b) Diluted		(8.50)	(1.56)

The accompanying notes form an integral part of these financial statements.

This is the Statement of Profit & Loss as referred to in our report of even date.

For and on behalf of the Board of Directors

For **D. K. Chhajer & Co.**  
Chartered Accountants  
FRN - 304138E

**Kunal Agarwala**  
Director

**Manoj Kumar Roongta**  
Partner  
Membership No. F057761

**Vishal Agarwalla**  
Director

Place: Kalyaneshwari  
Date: 6th May, 2016

**AXL-EXPLORATION PRIVATE LIMITED**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2016**

All amounts in Rs., unless otherwise stated

Particulars	2015-16		2014-15	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>				
Loss before tax and extraordinary items		(497,680)		(539,111)
Adjustments for:				
- Depreciation	-		8,822	
- Interest Income	(123)	(123)	(34,581)	(25,759)
<b>Operating loss before working capital changes</b>		<b>(497,803)</b>		<b>(564,870)</b>
Adjustments for changes in working capital:				
- Other Current Liabilities	21,409		(380,621)	
- Short Term Loan & Advances	3,546		(29,365,093)	
- Other Current Assets	-	24,955	114,075	(29,631,639)
<b>Cash Generated from operations</b>		<b>(472,848)</b>		<b>(30,196,509)</b>
Direct taxes paid		-		-
<b>NET CASH FROM OPERATING ACTIVITIES (A)</b>		<b>(472,848)</b>		<b>(30,196,509)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>				
Interest Income		123		34,581
Proceeds from maturity of fixed deposits		-		469,050
<b>NET CASH USED IN INVESTING ACTIVITIES (B)</b>		<b>123</b>		<b>503,631</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>				
Issue of shares		-		-
<b>NET CASH USED IN FINANCING ACTIVITIES ( C)</b>		<b>-</b>		<b>-</b>
<b>Net increase/(decrease) in Cash and Cash Equivalents (A)+(B)+(C)</b>		<b>(472,725)</b>		<b>(29,692,878)</b>
<b>Cash and Cash Equivalents at the beginning of the year</b>		<b>975,722</b>		<b>30,668,600</b>
<b>Cash and Cash Equivalents at the end of the year</b>		<b>502,997</b>		<b>975,722</b>

The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard on 'Cash Flow Statement (AS-3)' issued by the Institute of Chartered Accountants of India.

This is the Cash Flow Statement referred to in our report of even date.

For and on behalf of the Board of Directors

For **D. K. Chhajer & Co.**  
Chartered Accountants  
FRN - 304138E

**Manoj Kumar Roongta**  
Partner  
Membership No. F057761

Place: Kalyaneshwari  
Date: 6th May, 2016

**Kunal Agarwala**  
Director

**Vishal Agarwalla**  
Director

## AXL-EXPLORATION PRIVATE LIMITED

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### SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2016

#### 1. GENERAL INFORMATION

AXL-Exploration Private Limited (the 'Company') is engaged in export, import, produce, process, sell, buy, distribute and deal in metal and/or minerals.

#### 2. SIGNIFICANT ACCOUNTING POLICIES

##### a. Basis of Preparation of Financial Statements:

These financial statements have been prepared to comply with the Generally Accepted Accounting Principles in India (Indian GAAP), including the Accounting Standards notified under the relevant provisions of the Companies Act, 2013.

These financial statements have been prepared on accrual basis under historical cost convention. The accounting policies are consistently followed by the Company.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

##### b. Use of Estimates:

The preparation of financial statements in conformity with Indian GAAP requires judgments, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosures of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known /materialized.

##### c. Fixed Assets:

Tangible Assets:

Tangible Assets are stated at cost net of recoverable taxes, less accumulated depreciation and impairment loss, if any. The cost of tangible asset comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to the working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rates variations attributable to the assets.

Subsequent expenditures related to an item of fixed asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

##### d. Depreciation, Amortization and Depletion:

Depreciation including amortization on fixed assets is provided under Written Down Value (WDV) method in accordance with Schedule II to the Companies Act, 2013.

##### e. Investments:

Investments that are readily realizable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as long term investments. Current investments are carried at cost or fair value, whichever is lower. Long-term investments are carried at cost. However, provision for diminution is made to recognize a decline,

## AXL-EXPLORATION PRIVATE LIMITED

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other than temporary, in the value of the investments, such reduction being determined and made for each investment individually.

**f. Revenue Recognition:**

Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection.

**i. Revenue From Operations:**

*Sale of Goods :*

Revenue is recognized when the significant risks and rewards of ownership of goods are transferred to the customer, which generally coincides with delivery.

**ii. Other income:**

*Interest :*

Income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

**g. Income Taxes:**

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax is recognized on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognized for all timing differences. Deferred tax assets are recognized only if there is virtual certainty that sufficient future taxable income will be available against which these can be realized. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.

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 recognized as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.

**h. Provisions, Contingent Liabilities and Contingent Assets:**

Provisions are recognized when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions (excluding retirement benefits) are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

Contingent Assets are neither recognized nor disclosed in the financial statements.

## **AXL-EXPLORATION PRIVATE LIMITED**

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**i. Cash and Cash Equivalents:**

Cash and cash equivalents for the purpose of the Cash Flow Statement comprises cash on hand, cash in bank, fixed deposits and other short-term highly liquid investments with an original maturity of three months or less that are readily convertible into known amount of cash and which are subject to an in-significant risk of change in value.

**j. Earnings Per Share:**

[i] Basic Earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares outstanding during the year.

[ii] Diluted earnings per share is computed by dividing the profit after tax as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations.



## AXL-EXPLORATION PRIVATE LIMITED

### NOTES ON FINANCIAL STATEMENTS

#### 3. SHARE CAPITAL

All amounts in Rs., unless otherwise stated

	As at 31.03.16		As at 31.03.15	
<b>Authorised:</b> 325,000 Equity Shares (31st March, 2015: 325,000) of Rs.100/- each	32,500,000		32,500,000	
	<b>32,500,000</b>		<b>32,500,000</b>	
<b>Issued, Subscribed &amp; Paid-up:</b> 323,500 Equity Shares (31st March, 2015: 323,500) of Rs.100/- each	32,350,000		32,350,000	
	<b>32,350,000</b>		<b>32,350,000</b>	

#### (a) Reconciliation of number of shares:

	As at 31.03.16		As at 31.03.15	
	No. of Shares	Amount	No. of Shares	Amount
Balances at the beginning of the year	323,500	32,350,000	323,500	32,350,000
Add/(Less) : Shares issued/ Buy Back	-	-	-	-
Balances at the end of the year	323,500	32,350,000	323,500	32,350,000

#### (b) Rights, preferences and restrictions attached to shares:

The company has one class of equity shares having a par value of Rs. 100 per share. Each shareholder is eligible for one vote per share held. 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.

#### (c) Shares held by holding Company and subsidiary of holding Company:

	As at 31.03.16		As at 31.03.15	
	No. of Shares	Amount	No. of Shares	Amount
Equity Shares: 242,625 Shares (31st March, 2015: 242,625 shares) held by Maithan Alloys Limited, the Holding Company	242,625	24,262,500	242,625	24,262,500

#### (d) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company:

	As at 31.03.16		As at 31.03.15	
	No. of Shares	% held	No. of Shares	% held
Equity Shares: Maithan Alloys Limited, the Holding Company	242,625	75%	242,625	75%

## AXL-EXPLORATION PRIVATE LIMITED

### NOTES ON FINANCIAL STATEMENTS

#### 4. RESERVES AND SURPLUS

All amounts in Rs., unless otherwise stated

	As at 31.03.16		As at 31.03.15	
	<b>Securities Premium Reserve</b>			
As per last Balance Sheet		11,050,000		11,050,000
<b>Surplus in the Statement of Profit and Loss</b>				
Balance at the beginning of the year	(14,573,163)		(14,068,392)	
Loss for the year	(2,750,274)	(17,323,436)	(504,771)	(14,573,163)
		<b>(6,273,436)</b>		<b>(3,523,163)</b>

#### 5. OTHER CURRENT LIABILITIES

	As at 31.03.16	As at 31.03.15
Advance from holding Company	8,331,686	8,324,518
Other payables		
- Statutory Dues	8,043	7,543
- Other Payables	51,740	38,000
	<b>8,391,469</b>	<b>8,370,061</b>

#### 6. TANGIBLE ASSETS

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As on 01.04.2015	Addition	Disposal/ Adjustment	As on 31.03.2016	As on 01.04.2015	For the Year	Disposal/ Adjustment	As on 31.03.2016	As on 31.03.2016	As on 31.03.2015
<b>OWN ASSETS</b>										
Motor Vehicles	507,132	-	-	507,132	482,092	-	-	482,092	25,040	25,040
Office Equipments	45,500	-	-	45,500	43,225	-	-	43,225	2,275	2,275
Leasehold Land & Development	2,021,201	-	-	2,021,201	-	-	-	-	2,021,201	2,021,201
<b>Total</b>	<b>2,573,833</b>	<b>-</b>	<b>-</b>	<b>2,573,833</b>	<b>525,317</b>	<b>-</b>	<b>-</b>	<b>525,317</b>	<b>2,048,516</b>	<b>2,048,516</b>
Previous Year	2,573,833	-	-	2,573,833	516,495	8,822	-	525,317	2,048,516	

#### 7. LONG TERM LOANS & ADVANCES

	As at 31.03.16	As at 31.03.15
(Unsecured and Considered Good)		
Deposits	25,000	25,000
	<b>25,000</b>	<b>25,000</b>

#### 8. DEFERRED TAX ASSET

	As at 31.03.16	As at 31.03.15
Related to unabsorbed business loss	-	2,220,017
Related to depreciation	-	32,577
	<b>-</b>	<b>2,252,594</b>

## AXL-EXPLORATION PRIVATE LIMITED

### NOTES ON FINANCIAL STATEMENTS

#### 9. INVENTORIES

All amounts in Rs., unless otherwise stated

	As at 31.03.16	As at 31.03.15
Finished Goods	2,448,491	2,448,491
	<b>2,448,491</b>	<b>2,448,491</b>

#### 10. CASH & BANK BALANCES

	As at 31.03.16	As at 31.03.15
<b>Cash &amp; Cash Equivalents</b>		
Cash in hand	214,985	407,306
Bank balances		
- in Current Accounts	288,012	568,416
<b>Cash &amp; Cash Equivalent</b>	<b>502,997</b>	<b>975,722</b>

#### 11. SHORT TERM LOAN & ADVANCES

	As at 31.03.16	As at 31.03.15
Unsecured Considered good, unless otherwise stated		
Advance income tax(net of provision)	4,386	7,933
Prepaid Expenses	29,424,980	29,424,980
Others	13,663	13,662
	<b>29,443,029</b>	<b>29,446,575</b>

#### 12. OTHER INCOME

	2015-16	2014-15
Interest income	123	34,581
	<b>123</b>	<b>34,581</b>

#### 13. EMPLOYEE BENEFITS EXPENSES

	2015-16	2014-15
Salaries and Wages	360,389	360,389
Contribution to Provident and Other Funds [ Refer note(a) below ]	47,305	43,545
	<b>407,694</b>	<b>403,934</b>

##### (a) Defined Contribution Plan

The Company provides Provident Fund benefit to all employees. Under the scheme fixed contributions are paid to the regional Provident fund authorities. The company has no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay employee benefit. The company has made the following contributions which are recognised as expense in the statement of profit and loss for the year in which the services are rendered by employees.

## AXL-EXPLORATION PRIVATE LIMITED

### NOTES ON FINANCIAL STATEMENTS

All amounts in Rs., unless otherwise stated

Particulars	2015-16	2014-15
Employer's Contribution to Provident Fund	43,545	43,545

**(b) Defined Benefit Plan**

The company does not have any Defined Benefit plan.

**14. DEPRECIATION AND AMORTISATION EXPENSE**

	2015-16	2014-15
Depreciation on Tangible Assets	-	8,822
	-	<b>8,822</b>

**15. OTHER EXPENSES**

	2015-16	2014-15
Bank Charges	630	1,311
Filing Fees	3,530	10,100
Insurance premium	-	8,700
Printing and Stationary	-	15,753
Professional Charges	1,617	10,674
Rent	42,000	42,000
Travelling Expenses	12,622	23,053
Payment to Auditors		
- As Audit Fees	13,740	13,483
Vehicle Maintenance	15,970	35,862
	<b>90,109</b>	<b>160,936</b>

**16. EARNINGS PER SHARE**

	2015-16	2014-15
i) Net Profit/ (loss) after tax as per Statement of Profit & Loss attributable to Equity Shareholders (Rs.)	(2,750,274)	(539,111)
ii) Weighted Average number of equity shares used as denominator for calculating EPS	323,500	323,500
iii) Basic and Diluted Earning per share (Rs.)	(8.50)	(1.67)
iv) Face Value per equity share (Rs.)	100	100

**17. SEGMENT REPORTING**

As the Company's business activity falls within and is organised as a single business segment, the disclosure requirements of Accounting Standard (AS-17) on "Segment Reporting" are not applicable.

## AXL-EXPLORATION PRIVATE LIMITED

### NOTES ON FINANCIAL STATEMENTS

#### 18. RELATED PARTY DISCLOSURES

a) **Name of the related parties and nature of relationship :**

(i) Where Control exists

**Holding Company**

Maithan Alloys Limited

(ii) Other Related parties with whom transactions have taken place during the year

**Fellow subsidiaries**

1. Anjaney Alloys Limited
2. Anjaney Minerals Limited

**Key Management Personnel**

1. Mr. Vishal Agarwalla
2. Mr. Kunal Agarwala

**Enterprises over which Key Managerial Personnel are able to exercise significant influence**

1. Maithan Ceramic Limited

b) **Transactions /balances with related parties :**

All amounts in Rs., unless otherwise stated

Sl.No.	Nature of Transaction	Holding	Fellow Subsidiary
1.	Reimbursement of Expenses	21,504 (484,820)	- -
1.	<b>Balances as at year end</b> Other Current Liabilities	8,331,686 (8,324,518)	- -

c) **Disclosure in respect of transactions which are more than 10% of the total transactions of the same type with related parties :**

	Transaction		Balances	
	31.03.16	31.03.15	31.03.16	31.03.15
<b>i) On Behalf Expenses</b>				
<b>Holding Company</b>				
Maithan Alloys Limited	21,504	484,820	8,331,686	8,324,518

#### 19. DUES TO MICRO AND SMALL ENTERPRISES

Necessary disclosures required under Micro ,Small & Medium Enterprises Development Act, 2006, can only be considered once relevant information to identify the supplier who are covered under the said Act are received from such parties.

20. The previous year figures are reclassified where considered necessary to confirm to the current year's classification.

For and on behalf of the Board of Directors

For **D. K. Chhajer & Co.**  
Chartered Accountants  
FRN - 304138E

**Manoj Kumar Roongta**  
Partner  
Membership No. F057761

Place: Kalyaneshwari  
Date: 6th May, 2016

**Kunal Agarwala**  
Director

**Vishal Agarwalla**  
Director