

INDEPENDENT AUDITOR'S REPORT

**TO THE BOARD OF DIRECTORS OF
BELL GRANITO CERAMICA LIMITED**

Report on the Audit of the Interim Condensed Standalone Financial Statements

Opinion

We have audited the accompanying interim condensed standalone financial statements of **BELL GRANITO CERAMICA LIMITED** ("the Company"), which comprises of the balance sheet as at 30th September, 2019, the statement of Profit and Loss for the half year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information. (hereinafter referred to as "the interim condensed standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid interim condensed standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended, ("AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 30th September, 2019, and its loss for the half year ended on that date.

Basis for Opinion

We conducted our audit of the interim condensed standalone financial statements in accordance with the Standards on Auditing (SAs) specified under section 143 (10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Interim Condensed Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the ICAI together with the independence requirements that are relevant to our audit of the interim condensed standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the interim condensed standalone financial statements.



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Emphasis of Matter

We draw attention to Note No. 29 of the interim condensed standalone financial statements, which states that balance of debtors, creditors and loans and advances are subject to confirmation. Our opinion is not modified in respect of this matter.

Management Responsibilities for the Interim Condensed Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Interim Condensed Standalone 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 (AS) specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Interim Condensed Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the interim condensed standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these interim condensed standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the interim condensed standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on effectiveness of the Company's internal financial controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the interim condensed standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the interim condensed standalone financial statements, including the disclosures, and whether the interim condensed standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the interim condensed standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the interim condensed standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the interim condensed standalone financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



Other Matter

This audit report is being issued for the limited purpose of proposed merger of Restile Ltd. with Bell Granito Ceramica Limited.



For B.N. Kamothi & Co.,
Chartered Accountants
Firm Reg. No. 129497W

Kapil R. Khatri
Partner

Membership No.: 137940
UDIN: 1913 7940 AAAAF W 6578

Place: Ahmedabad
Date:

BELL GRANITO CERAMICA LIMITED

Balance Sheet as at 30th September 2019

(Rs. in Lakhs)

Particulars	Note No.	As at 30.09.2019	As at 31.03.2019
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	36,484.54	36,484.54
(b) Reserves and surplus	2	(14,358.21)	(13,446.03)
		22,126.33	23,038.51
2 Non-current liabilities			
(a) Long-term borrowings	3	1,558.16	1,585.33
(b) Other long-term liabilities	4	0.72	25.33
(c) Long-term provisions	5	103.78	92.35
		1,662.66	1,703.01
3 Current liabilities			
(a) Short Term Borrowings	6	807.54	617.96
(b) Trade Payables	7	2,259.17	1,889.02
(b) Other Current Liabilities	8	1,053.03	852.80
(c) Short Term Provisions	9	7.70	11.43
		4,127.45	3,371.21
TOTAL		27,916.43	28,112.73
B ASSETS			
1 Non-current assets			
(a) Property, Plant & Equipment	10		
(i) Tangible assets		20,951.37	21,691.94
(ii) Capital work-in-progress		1,176.52	727.35
(iii) Intangible assets under development		10.89	10.89
		22,138.78	22,430.18
(b) Deferred Tax Asset(Net)	11	-	-
(c) Long-term loans and advances	12	36.79	36.79
(d) Other Non-Current Assets	13	573.82	619.92
		22,749.40	23,086.89
2 Current assets			
(a) Inventories	14	3,611.90	3,477.37
(b) Trade receivables	15	887.60	918.95
(c) Cash and cash equivalents	16	0.00	26.70
(d) Short-term loans and advances	17	667.55	602.82
		5,167.04	5,025.84
TOTAL		27,916.43	28,112.73
The Notes form an integral part of these financial statements	1 to 35		

As per our Report of even date

For B.N. Kamothi & Co.,
Chartered Accountants
Firm Regn. No. 129497W

Kapil R. Khatri
Partner
Membership No. : 137940

Date: 27/11/2019
Place: Ahmedabad



For and on behalf of the
Board of Directors.

Viren Rathod
Managing Director
DIN:-03407158

M. S. Suresh
CFO

Date: 27/11/2019
Place:

N Ramachandran
Director
DIN:-089348

BELL GRANITO CERAMICA LIMITED
Profit and Loss Statement for the half year ended 30.09.2019

(Rs. In Lakhs)

Particulars	Note No.	Half Year Ended 30.09.2019	Year Ended 31.03.2019
1 Revenue from operations - Sale of Vitrified Ceramic Tiles	18	3,255.88	6,292.58
Revenue from operations		3,255.88	6,292.58
2 Other income	19	6.02	20.81
3 Total revenue (1+2)		3,261.89	6,313.39
4 Expenses			
(a) Cost of materials consumed	20	1,229.42	2,353.44
(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	21	(101.64)	(894.08)
(d) Employee benefits expense	22	716.91	1,459.78
(e) Finance costs	23	65.62	20.85
(f) Depreciation and Amortization Expenses	10	862.99	1,720.17
(g) Other expenses	24	1,400.74	3,090.23
Total expenses		4,174.05	7,750.39
5 Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4)		(912.16)	(1437.00)
6 Exceptional items - net	26	-	16.24
7 Profit / (Loss) before extraordinary items and tax (5 - 6)		(912.16)	(1453.24)
8 Tax expense:			
(a) Current tax expense		-	-
(b) Deferred tax		-	-
9 Profit / (Loss) for the year (7-8)		(912.16)	(1453.24)
10 Earnings per equity share of Rs.10 each	30		
1. Basic		(0.26)	(0.41)
2. Diluted		(0.26)	(0.41)

As per our Report of even date

For B.N. Kamothi & Co.,
Chartered Accountants
Firm Regn. No. 129407W

Kapil R. Khatri

Kapil R. Khatri
Partner
Membership No. : 137940

Date: 27/11/2019
Place: Ahmedabad



For and on behalf of the
Board of Directors

Viren Rathod
Viren Rathod
Managing Director
DIN:-03407158

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M. S. Suresh
CFO

N Ramachandran
N Ramachandran
Director
DIN:-089348

Date: 27/11/2019
Place:

Note : 1 Share capital

Particulars	[Rs Lakhs]	
	As at 30.09.2019	As at 31.03.2019
(a) Authorised		
38,00,00,000 (2017-18: 35,50,00,000) Equity shares of Rs.10/-each	38,000.00	35,500.00
(b) Issued, Subscribed and Paid-up		
36,48,45,366 Equity Shares of Rs.10/- each fully paid	36,484.54	36,484.54
Total	36,484.54	36,484.54

1.1 The Reconciliation of the number of shares outstanding:
The Company has issued 190,00,000 Equity Shares (P.Y. NIL) during the year.

1.2. The Details of Shareholders holding more than 5% shares

Name of the Shareholder	As at 30.09.2019		As at 31.03.2019	
	No. of shares held	%	No. of shares held	% of holding
Atreya Finance Private limited	145,940,465	40.00	145,940,465	40.00
Cerabra Industrials Pte Ltd.	109,845,366	30.11	109,845,366	30.11
Bharati Nalin Rathod	72,285,472	19.81	72,285,472	19.81
Sologuard Medical Devices Pvt Ltd	19,000,000	5.21	19,000,000	5.21

1.3 The Company has only one class of equity shares having par value of Rs.10/each. Each shareholder is entitled for one vote per share. In the event of liquidation, the equity shareholders are eligible to receive remaining assets of the Company, after distribution of all preferential amounts, in proportion of their shareholding.



BELL GRANITO CERAMICA LIMITED
Notes forming part of the financial statements

Note 2 Reserves and surplus

Particulars	(Rs In Lakhs)	
	As at 30.09.2019	As at 31.03.2019
(a) Capital Reserve	575.65	575.65
(b) Securities Premium account	1754.56	1,754.56
(c) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	(15776.26)	(14,323.00)
Add: Profit / (Loss) for the year	(912.16)	(1453.24)
Closing balance	(16,688.42)	(15,776.24)
Total	(14,358.21)	(13,446.03)

Note 3 : Long-term Borrowings

Particulars	As at	
	30.09.2019	31.03.2019
Unsecured Loans		
(i) Loans from Directors	1349.61	1371.83
(ii) Inter Corporate Deposits	208.55	213.50
	1558.16	1,585.33



BELL GRANITO CERAMICA LIMITED
Notes forming part of the financial statements

Note 4 : Other long-term liabilities

Particulars	[Rs.in Lakhs]	
	As at 30.09.2019	As at 31.03.2019
<u>Unsecured, Considered good</u>		
Dealers' Deposits	0.72	25.33
Total	0.72	25.33

Note 5 : Long term provisions

Particulars	[Rs.in Lakhs]	
	As at 30.09.2019	As at 31.03.2019
<u>Provision for Employee benefits</u>		
Gratuity	73.18	67.62
Leave Encashment	30.60	24.73
Total	103.78	92.35

Note 6 Short-term borrowings

Particulars	[Rs.in Lakhs]	
	As at 30.09.2019	As at 31.03.2019
Working Capital Facilities	807.54	617.96
	807.54	617.96

Bank of Baroda Limited - Cash Credit facilities (carried interest @ 11.90% per annum) and was secured by first pari passu charge of land & buildings of Factory and Baroda city office, first pari passu charge on movable fixed assets, Plant & Machineries, Equipments, Electrical Installations, Furniture & Fixtures, Office Equipments and other movable fixed assets (Present and Future), first pari passu charge on Inventories and Book Debts (Present and Future), personal guarantee of Managing Director and Mr. Nalin Rathod and corporate guarantee of the company Atreya Finance Pvt. Ltd.

Note 7 Trade Payables

Particulars	[Rs.in Lakhs]	
	As at 30.09.2019	As at 31.03.2019
(i) Micro, Small and Medium enterprises	-	-
(ii) Others	2259.17	1889.02
Total	2,259.17	1,889.02

Disclosure in respect of Micro, Small and Medium Enterprises:	As at 30.09.2019	As at 31.03.2019



BELL GRANITO CERAMICA LIMITED
Notes forming part of the financial statements

Note 8 Other Current Liabilities

Particulars	[Rs. Lakhs]	
	As at 30.09.2019	As at 31.03.2019
Other Payables		
Advances from Customers	204.58	171.85
Payable to suppliers for Capital Goods	173.30	193.47
Payable to Statutory Authorities	229.04	108.76
Provision for Expenses	446.11	378.72
Total	1,053.03	852.80

Note 9 Short Term Provisions

Particulars	[Rs. Lakhs]	
	As at 30.09.2019	As at 31.03.2019
Provision for Employee Benefits		
Gratuity	4.48	5.56
Leave Encashment	3.22	5.87
Total	7.70	11.43



BELL GRANITO CERAMICA LIMITED
Notes forming part of the financial statements

Note: 10 Property, Plant & Equipment

	Tangible assets	Rate of Depreciation	Gross block				Depreciation				Net Block		
			Balance as at 1 April, 2019	Additions during period	Sales During the Period	Balance As at 30.09.2019	Upto 1 April, 2019	For the Year	(On addition/deletion during the Year)	Total Depreciation for the Year	Balance As at 30.09.2019	Balance As at 30.09.2019	Balance as at 31st March, 2019
1	Land		133.25	-	-	133.25	-	-	-	-	-	133.25	133.25
2	Buildings		7,128.37	-	-	7,128.37	-	-	112.54	-	-	1,578.69	5,549.68
	(i) Factory	3.34% / 3.17%	263.08	-	-	263.08	-	-	2.13	-	-	100.15	162.92
	(ii) Guest House	1.63%	184.60	-	-	184.60	-	-	1.50	-	-	59.25	125.35
	(iii) Office Complex	1.63%	28,215.75	-	-	28,215.75	-	-	723.27	-	-	13,448.32	14,869.86
3	Plant and Machinery	4.75%	321.23	-	-	321.23	-	-	1.97	-	-	221.95	89.28
4	Furniture and Fixtures	6.33%	347.69	-	-	347.69	-	-	0.16	-	-	147.20	0.71
5	Computers	15.83%	389.66	-	-	389.66	-	-	18.51	-	-	369.32	0.35
6	Vehicles	9.50%	36,783.84	122.43	-	36,906.27	860.08	-	2.91	-	-	15,954.89	20,951.39
	Capital Work in progress		727.35	12.45	-	739.80	-	-	-	-	-	-	739.80
	Intangible Asset under Development		10.89	-	-	10.89	-	-	-	-	-	-	10.89
	Grand Total		37,522.07	134.87	-	37,656.95	860.08	-	2.91	-	862.99	15,954.89	21,702.08
	Previous year		36,781.97	-1,596.30	-	37,521.08	13,371.74	-	1,719.61	-	-	15,091.90	22,430.18



BELL GRANITO CERAMICA LIMITED
Notes forming part of the financial statements

Note 11 Deferred Tax Assets (net)

As regards deferred tax as per Accounting Standard -22 (AS-22) on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India, there is a net deferred tax asset for the past years and for the Current year, after adjusting the unabsorbed depreciation, current year loss and carry forward losses of the past years. Considering the provisions of As-22 and as a matter of prudence, the Company has not recognised the said deferred tax asset while preparing the accounts for the year under review.

Note 12 Long-term loans and advances

Particulars	[Rs.in Lakhs]	
	As at 30.09.2019	As at 31.03.2019
(Unsecured, considered good)		
Deposits with Government authorities	32.74	32.74
Security Deposits	4.05	4.05
Total	36.79	36.79



Note 13 Other Non-Current Assets

[Rs.in Lakhs]

Particulars	As at 30.09.2019	As at 31.03.2019
(Unsecured, considered good)		
Capital Advances	408.20	408.35
Fixed Deposit Account (including held by Banks as Margin Money against LCs and Guarantees held for more than 12 months)	165.62	211.57
Total	573.82	619.92

BELL GRANITO CERAMICA LIMITED
Notes forming part of the financial statements

Note 14 Inventories

[Rs.in Lakhs]

Particulars	As at	As at
	30.09.2019	31.03.2019
(a) Raw materials	244.67	204.62
(b) Work-in-progress	747.84	897.42
(c) Finished goods	2,531.73	2,280.51
(d) Stores and spares	87.65	94.82
Total	3,611.90	3,477.37

Note 15 Trade receivables

[Rs.in Lakhs]

Particulars	As at	As at
	30.09.2019	31.03.2019
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Unsecured, considered good	254.12	341.83
Doubtful	-	-
Less: Provision for doubtful trade receivables	-	-
	254.12	341.83
Trade receivables outstanding for a period less than six date they were due for payment		
Unsecured, considered good	633.48	577.12
Total	887.60	918.95



BELL GRANITO CERAMICA LIMITED
Notes forming part of the financial statements

Note 16 Cash and Bank Balances

Particulars	[Rs.in Lakhs]	
	As at 30.09.2019	As at 31.03.2019
(a) Cash on hand	-	-
(b) Balances with banks		
(i) In current accounts	0.00	26.70
Total	-	26.70

Note 17 Short-term loans and advances

Particulars	[Rs.in Lakhs]	
	As at 30.09.2019	As at 31.03.2019
(Unsecured, considered good)		
Advance to Staff	9.89	8.27
Advances to Related Parties	45.67	63.02
Balances with Statutory Authorities	86.29	40.17
Advances to Suppliers	496.82	465.19
Security Deposit	15.18	12.48
Prepaid Expenses	13.69	13.69
Total	667.55	602.82



BELL GRANITO CERAMICA LIMITED
Notes forming part of the financial statements

Note 18 Revenue from Operations

		[Rs.in Lakhs]	
Particulars		H.Y. ended 30.09.2019	FY 2018-19
(a)	Sale of products	3255.88	6292.58
Total		3255.88	6292.58

Note 18.1 The Government of India introduced the Goods and Service Tax (GST) with effect from July 01,2017 & Revenue from operations from July 01,2017 is reported net of GST.

Note 19 Other income

		[Rs.in Lakhs]	
Particulars		H.Y. ended 30.09.2019	FY 2018-19
(a)	Interest Income	0.36	10.06
(b)	Gains arising out of Exchange rate fluctuation (net)	0.00	0.00
(c)	Miscellaneous Income	5.65	10.75
(d)	Profit on Sale of Asset	-	0.00
Total		6.02	20.81



Note 20. Cost of Materials Consumed

Particulars	[Rs.in Lakhs]	
	H.Y. ended 30.09.2019	FY 2018-19
Opening stock	204.62	287.53
Add: Purchases	1088.85	1,887.20
	1293.48	2,174.73
Less: Closing stock	244.67	204.62
	1048.81	1,970.11
Packing Materials	180.61	383.33
	1229.42	2,353.44

Note 21. Changes in inventories of finished goods and work-in-progress and stock in trade

Particulars	[Rs.in Lakhs]	
	H.Y. ended 30.09.2019	FY 2018-19
<u>Inventories at the end of the year:</u>		
Finished goods	2531.73	2,280.51
Work-in-progress	747.84	897.42
	3,279.57	3,177.93
<u>Inventories at the beginning of the year:</u>		
Finished goods	2280.51	1,359.90
Work-in-progress	897.42	923.95
	3,177.93	2,283.85
Net increase / (decrease)	101.64	894.08



BELL GRANITO CERAMICA LIMITED
Notes forming part of the financial statements

Note 22 Employee benefits expense

Particulars	[Rs.in Lakhs]	
	H.Y. ended 30.09.2019	FY 2018-19
Salaries,Wages and Bonus	683.51	1,413.88
Contributions to -		
Provident Fund and other funds	30.94	44.29
Staff welfare expenses	2.46	1.61
Total	716.91	1459.78

Note 23 Finance costs

Particulars	[Rs.in Lakhs]	
	H.Y. ended 30.09.2019	FY 2018-19
Interest Expenses	55.64	11.85
Other borrowing costs	9.98	8.99
Total	65.62	20.85



BELL GRANITO CERAMICA LIMITED
Notes forming part of the financial statements

Note 24 Other expenses

[Rs.in Lakhs]		
Particulars	H.Y. ended 30.09.2019	FY 2018-19
Consumption of stores and spare parts	153.63	372.97
Power and fuel	881.63	1,601.15
Rent	30.62	63.74
Rates and Taxes	3.67	11.36
Repairs and maintenance - Buildings	-	7.08
Repairs and maintenance - Machinery	20.72	11.21
Repairs and maintenance - Electrical	4.01	15.57
Repairs and maintenance - Others	18.33	42.69
Legal & Professional Fees	37.40	87.34
Loss arising out of Exchange Rate Fluctuation	25.92	82.24
Travelling & Conveyance	54.65	132.63
Payments to Auditors	-	5.00
Selling and Distribution Expenses	125.76	582.97
Insurance	9.99	7.38
Miscellaneous expenses	34.42	66.89
Total	1400.74	3,090.23

Note 25: C.I.F. Value of imports, expenditure and earnings in Foreign Currency

[Rs.in Lakhs]		
Particulars	H.Y. ended 30.09.2019	FY 2018-19
(A) C.I.F. Value of imports :		
Raw Materials/Consumables	4.74	3.74
Capital Goods	-	-
(B) Expenditure in Foreign currencies:	4.49	77.46
(C) Earnings in Foreign currencies:	336.13	290.78

Note: 26 Exceptional Items (Net)

[Rs.in Lakhs]		
Particulars	H.Y. ended 30.09.2019	2018-19
Prior Period Expenses (Income)	-	-
Sales Tax Arrears	-	-
Reversal of Gas Transmission Charges	-	-
Compounding Fees - TDS	-	16.24
Total	0.00	16.24



BELL GRANITO CERAMICA LIMITED
Notes forming part of the financial statements

Note: 27 Contingent Liabilities

Particulars	[Rs.in Lakhs]	
	H.Y. ended 30.09.2019	2018-19
A. Claims against the company not acknowledged as debts:		
on Excise and Service Tax:		
Stay and Appeal petition filed before the Customs, Excise & service Tax Tribunal, Ahmedabad against the demand of Interest and penalty, redemption fee on the duty paid	124.01	124.01

Note: 28 In the opinion of the management current assets, loans and advances have a value on realisation in the ordinary course of business equal to the amount at which they are stated.

Note : 29 Some of the balances of the Debtors, Creditors as well as Loans & Advances are subject to confirmation from respective parties and consequent reconciliation/adjustments arising there from if any in future. The management however does not expect any material variation.

Particulars	[Rs.in Lakhs]	
	H.Y. ended 30.09.2019	2018-19
Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders (Rs. In Lacs)	(912.16)	(1,453.24)
Weighted Average number of equity shares used as denominator for calculating EPS	351,623,448	351,623,448
Basic and Diluted Earnings per share (Rs.)	(0.26)	(0.41)
Face Value per equity share (Rs.)	10.00	10.00



BELL GRANITO CERAMICA LIMITED
Notes forming part of the financial statements

Note: 31 Estimated amount of contracts remaining to be executed on capital account and not provided for as at September 30, 2019 is Nil (Previous year- Rs. 666.28 Lakhs).

Note: 32 The company's operation relate to manufacture and sales of vitrified unglazed ceramic tiles and accordingly primary reporting disclosures for business segments, as envisaged in Accounting Standard – 17 on Segment Reporting (AS-17) issued by The Institute of Chartered Accountants of India, is not applicable.

Note: 33 Disclosure of Transactions with Related Parties as required by Accounting Standard-18:

i. List of the related parties with whom transactions have taken place and relationships:

Particulars	Name of Party
A. Enterprises which controls the entity:	1. Atrey Finance Pvt. Ltd.
	2. Cerabra Industrials Pte Ltd.
B. Enterprises over which Key Mangerial Personnel & relatives of such personnel is able to exercise significant influence:	1. AVP Trading Pvt. Ltd.
	2. Sologuard Medical Devices Pvt. Ltd.
	3. Restile Ceramics Ltd.
	4. Solomed Pte. Ltd.

ii. Transactions during the year with related parties:

Particulars	[Rs.In Lakhs]	
	H.Y. ended 30.09.2019	2018-19
i. Outstanding Balance	45.7	42.3
ii. Net Transactions during the year	1773.89	1960.21

Note : 34 Significant Accounting Policies followed by the Company are as stated in the statement annexed to this schedule as Annexure I.

Note : 35 Previous year's figures have been regrouped wherever necessary.

As per our Report of even date

For B.N. Kamothi & Co.,
Chartered Accountants
Firm Regn. No. 129497W



Kapil R. Khatri
Partner
Membership No. : 137940

Date: 27/11/2019
Place: Ahmedabad



For and on behalf of the
Board of Directors


Viren Rathod
Managing Director
DIN:-03407158


M. S. Suresh
CFO

Date: 27/11/2019
Place: Ahmedabad


N Ramachandran
Director
DIN:-089348

Annexure – 1: Significant accounting policies

Basis of accounting

The accounts have been prepared on the basis of historical cost and as a going concern with revenues considered and expenses accounted for wherever possible on their accrual, including provisions/adjustments for committed obligations.

Revenue recognition

Sales are recognized when goods are supplied to customers. Sales are recorded excluding GST trade but net of trade discounts. Goods and Service Tax [GST] is not received by the Company on its own account. Rather, it is tax collected on value added to the goods by the Company on behalf of the government. Accordingly, it is excluded from revenue. Incentives/claims to dealers/distributors are accounted for, on receipt of prescribed incentive/claim form and ascertainment by appropriate authorities.

Use of estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and 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 recognised in the period in which the results are known / materialised.

Employee benefits

Expenses and liabilities in respect of employee benefits are recorded in accordance with Accounting Standard 15 Employee Benefits (Revised 2005) "Revised AS 15".

Inventories

Raw material, packing material, stores, spares and consumables are valued at cost. Cost is ascertained on weighted average basis and is net of credit under cenvat/value added tax scheme wherever available.

Work-in-progress and finished goods are valued at cost plus processing expenses. Cost comprises of materials, labour and other overheads. Finished goods are valued at Cost or net realisable value whichever is lower.

Sundry Debtors and Loans and Advances

Sundry debtors and Loans and Advances are stated after making adequate provisions for doubtful balances.



Fixed assets and depreciation

Fixed Assets are stated at cost of acquisition/construction less accumulated depreciation and impairment loss, if any. Cost includes taxes, duties, freight and other incidental expenses related to acquisition/construction. Interest on borrowings, to finance acquisition of fixed assets during construction period is capitalized.

Expenditure and outlays of money on incomplete Fixed Assets are shown as capital work-in-progress until such time the same are completed. Capital work-in-progress is stated at cost.

Depreciation is provided as per provisions of Schedule II of the Companies Act, 2013, which have come into effect from 1st April 2014. Useful life of tangible fixed assets except buildings as per following details are different from that prescribed in Schedule II of the Act, which have been arrived at based on technical evaluation.

Category of Assets	Useful life in years
Office Building	58
Plant & Machinery	20
Computers & Printer	6
Vehicle	10
Furniture & Fixture and Office Equipment	15

Impairment of Assets

At each balance sheet date, the Company reviews the carrying amounts of its fixed assets to determine whether there is any indication that those assets suffered impairment loss. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash-generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the profit and loss account. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

Investments

Investments intended to be held for more than a year are classified as long term investment and all other investments are classified as current investments. Long term investments are stated at cost less provision for diminution in value, if such diminution is other than temporary. Current investments are stated at lower of cost and fair value on an individual investment basis. A provision for diminution is made to recognize a decline, other than temporary, in the value of investments.



Foreign currency transactions

Foreign currency transactions during the period are recorded at the exchange rate prevailing on the date of transaction. Foreign currency assets and liabilities covered by forward contracts/derivatives are stated at the contracted rate, while those not covered by the contracts are restated at rates prevailing at the balance sheet date. All exchange differences are dealt with in the Profit and Loss account.

Taxes on income

Provision for tax is made for current taxes. Current tax is provided on the taxable income using the applicable tax rates and tax laws.

Deferred tax resulting from "timing differences" between accounting and taxable profit for the period is accounted for using the tax rates and laws that have been enacted or substantively enacted as at the balance sheet date.

Deferred tax assets is recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such assets can be realized.

Provisions, Contingent liabilities and Contingent Assets

Provision is recognized when an enterprise has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on management estimates required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimate.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are neither recognized nor disclosed.

