



GOLDSTAR

The leader of all power sources

GOLDSTAR POWER LIMITED

(FORMERLY KNOWN AS GOLD STAR BATTERY PVT LTD)

Jamnagar-Rajkot Highway,
B/h Ravi Petrol Pump, Hapa
Jamnagar - 361120

18th ANNUAL REPORT

Financial year – 2016-2017

Assessment year – 2017-2018

: AUDITORS :

M/S DOSHI MARU & ASSOCIATES

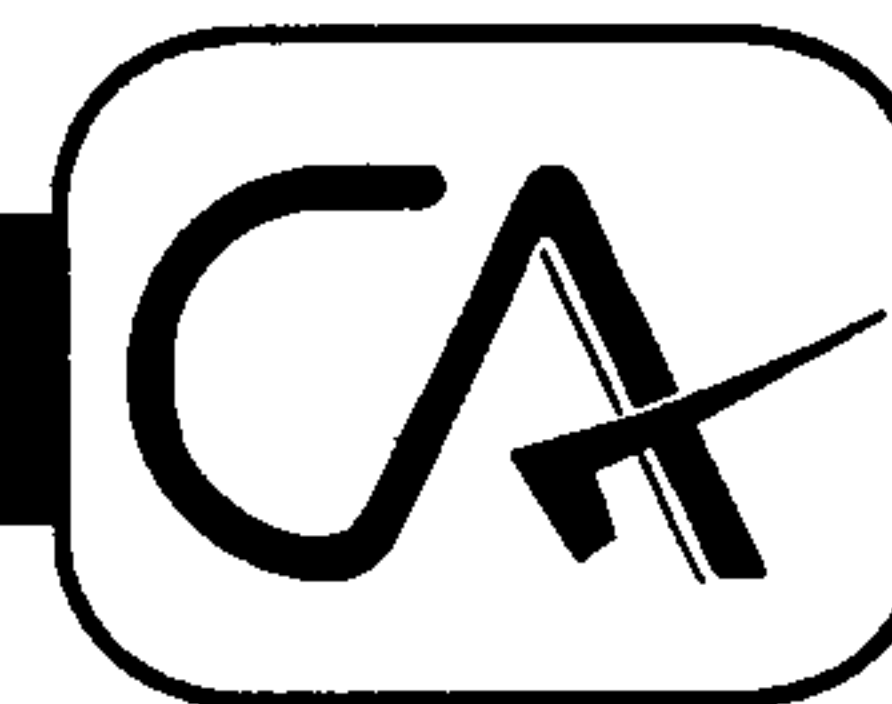
CHARTERED ACCOUNTANTS

217/218, MANEK CENTRE,

P.N. MARG,

JAMNAGAR-361001

Email: doshi.maru@gmail.com



**AUDIT REPORT TO MEMBERS TO THE SHARE HOLDERS OF
GOLDSTAR POWER LIMITED
(FORMERLY KNOWN AS GOLDSTAR BATTERY PVT. LTD.)**

Report on the Financial Statements

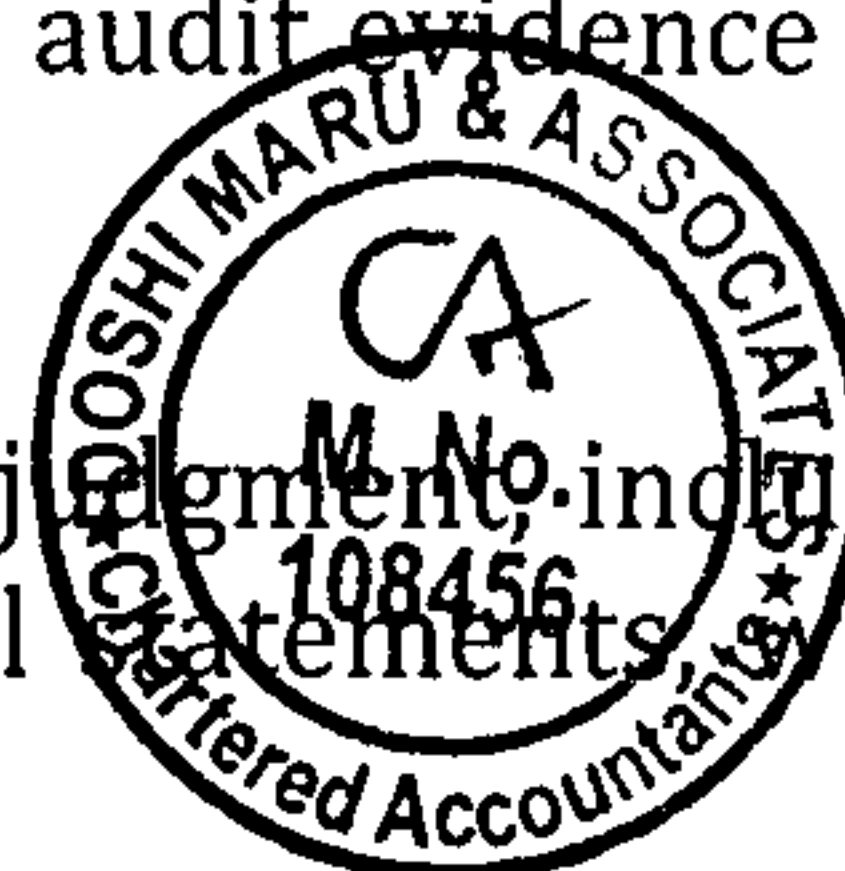
We have audited the accompanying financial statements of **GOLDSTAR POWER LIMITED (Formerly known as Gold Star Battery Pvt. Ltd.)**, which comprise the Balance Sheet as at **31st March, 2017**, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

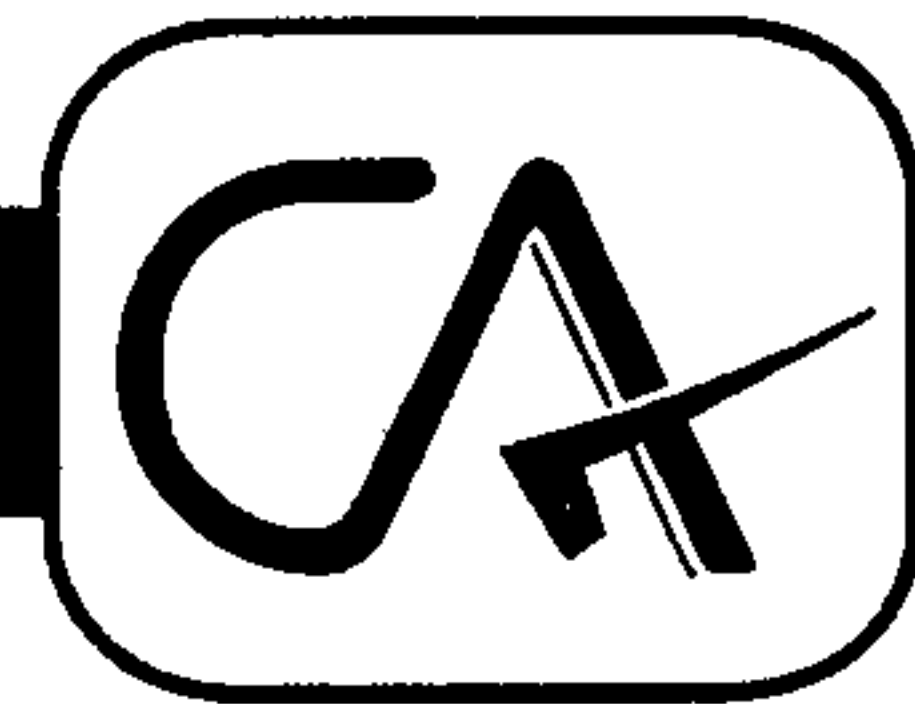
Management's Responsibility for the Financial Statements

Management is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India including accounting standards referred to in section 133 of the Act, read with Rule 7 of the Companies (Account) Rules, 2014. 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 accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

- Our responsibility is to express an opinion on these financial statements based on our audit.
- We have taken into account the provisions of the Act and the Rules made there under including the accounting standards and matters which are required to be included in the audit report.
- We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
- An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements.
- The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or





error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the company has place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls.

- An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.
- We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

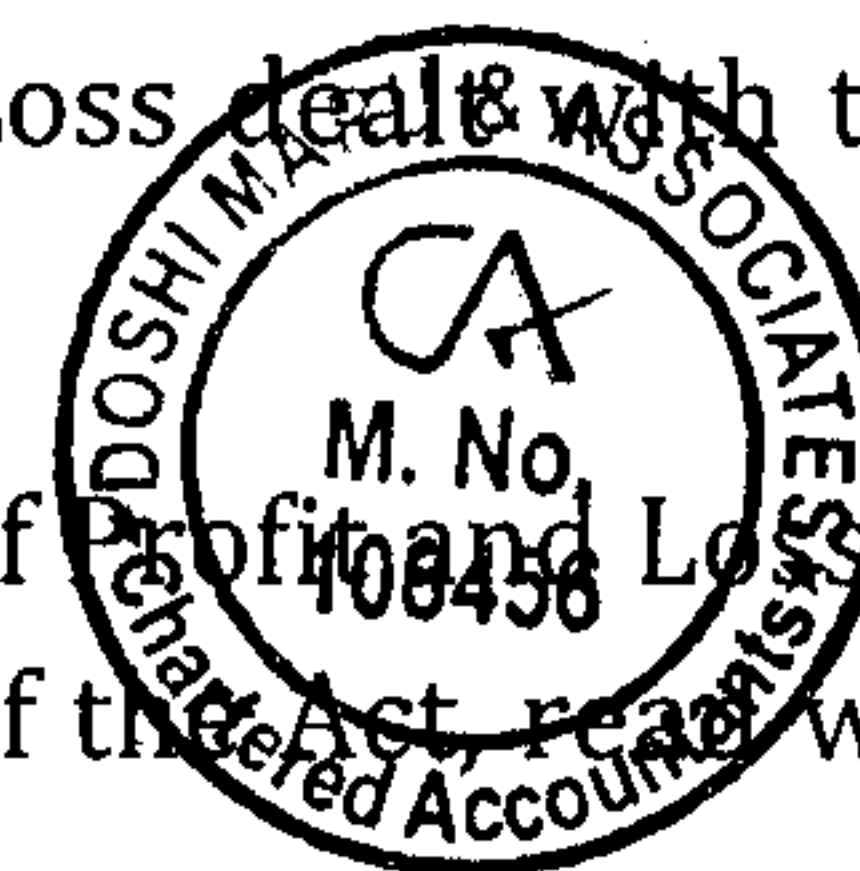
Opinion

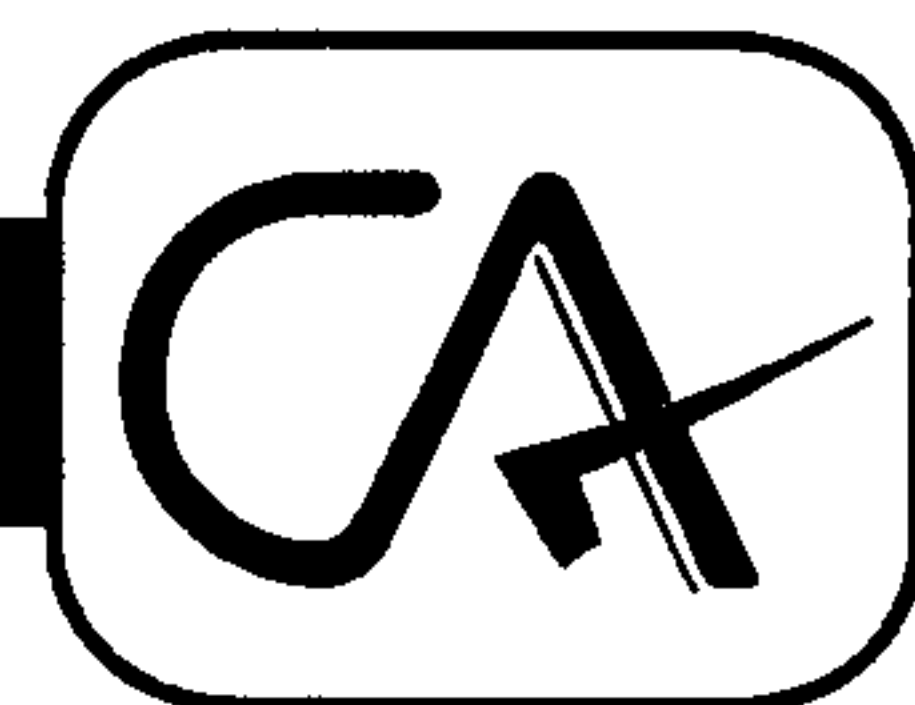
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required, and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (i) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31,2017;
- (ii) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date;
- (iii) Cash Flow Statement for the year ended on that date.

Report on Other Legal and Regulatory Requirements

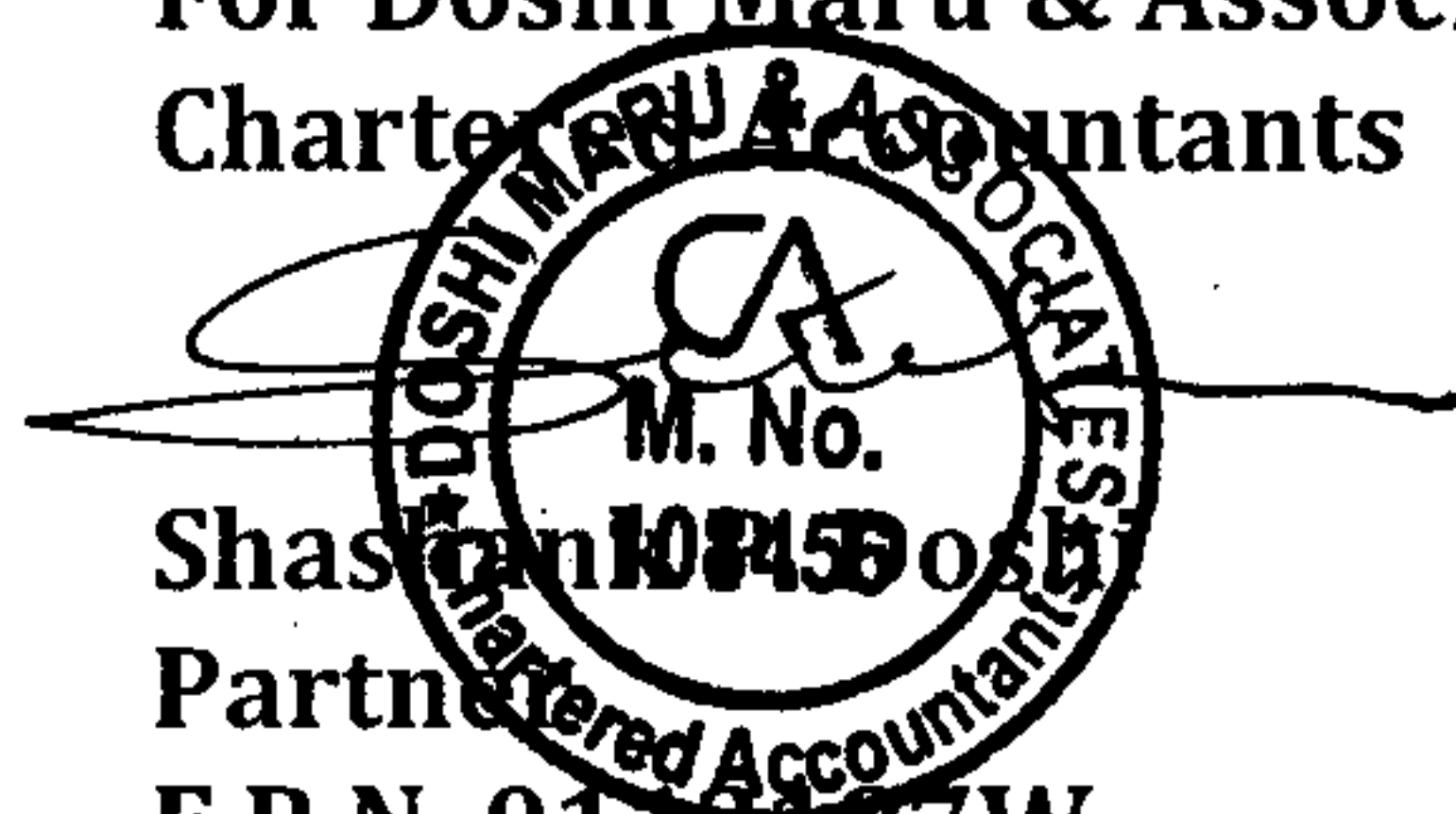
1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in "Annexure A" a statement on the matter specified in the paragraph 3 and 4 of the Order.
2. As required under provisions of section 143(3) of the Companies Act, 2013, we report that:
 - a. We have obtained all the information and explanations which to the best of our knowledge and belief where necessary for the purposes of our audit;
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. The Balance Sheet and Statement of Profit and Loss dealt with this report are in agreement with the books of account;
 - d. In our opinion, the Balance Sheet and Statement of Profit and Loss comply with the accounting standards referred to in section 133 of the Act, read with Rule 7 of the Companies (Account) Rules, 2014;





- e. On the basis of written representations received from the directors as on March 31, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017, 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 operating effectiveness of such controls, referred to our separate report in "Annexure B".
- g. With respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
- (a) The Company has disclosed impact of pending litigation as at March 31, 2017 on its financial position in its financial statements in Annexure to this report.
- (b) The Company did not have any long-term and derivative contracts as at March 31, 2017.
- (c) There has been no delay in transferring amounts, required to be transferred, the Investor Education and Protection Fund by the Company during the year ended March 31, 2017.
- (d) The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November, 2016 to 30 December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note 33 to the financial statements.

For Doshi Maru & Associates,
Chartered Accountants



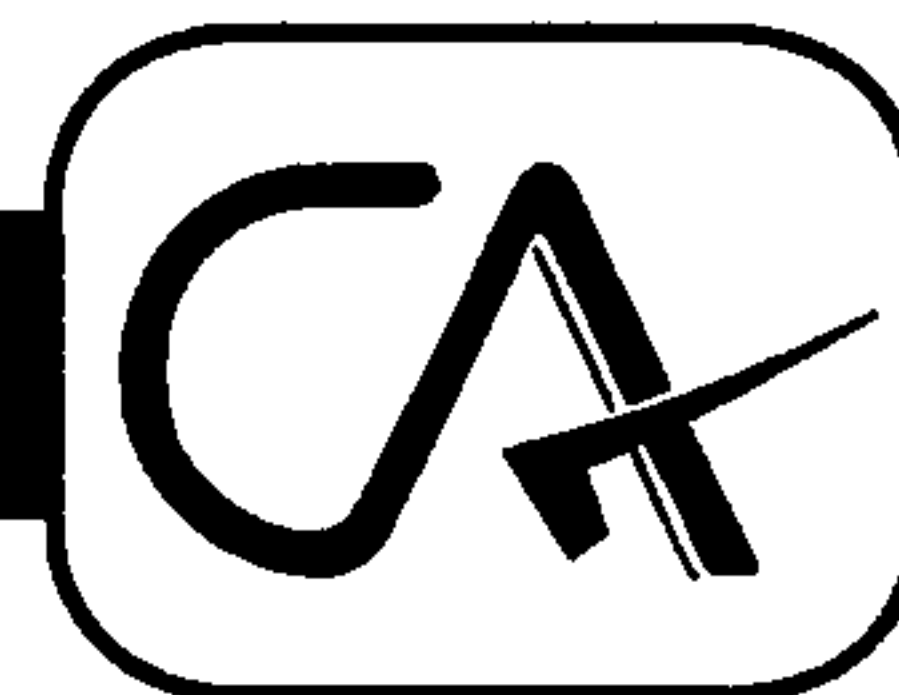
Shashank P. Doshi
Partner

F.R.N. 0112187W

M.No. 108456

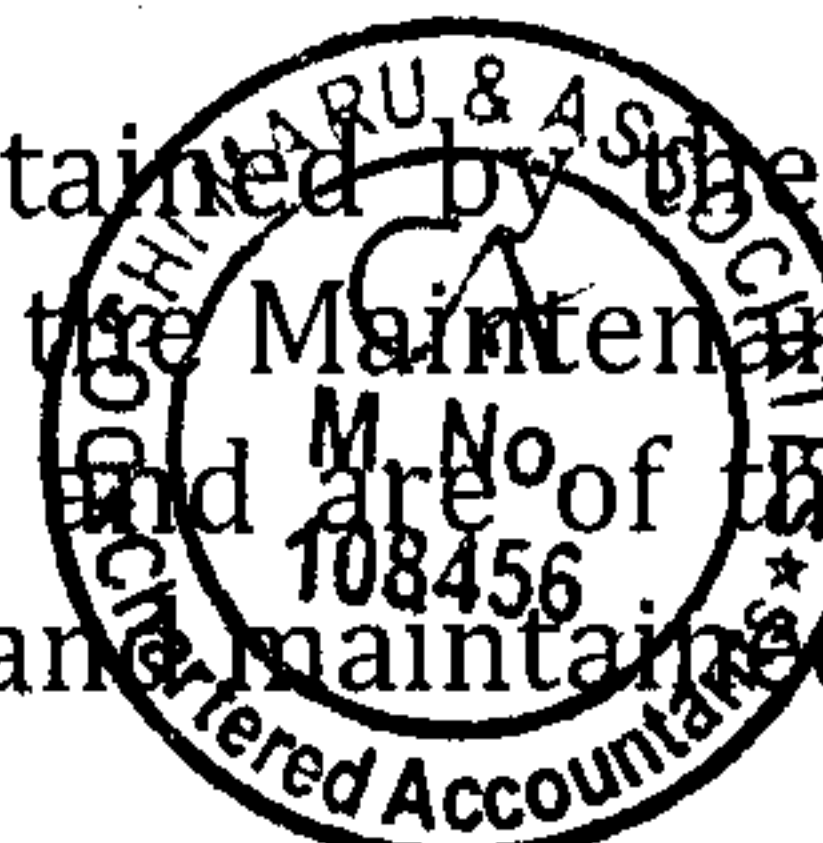
Place: Jamnagar

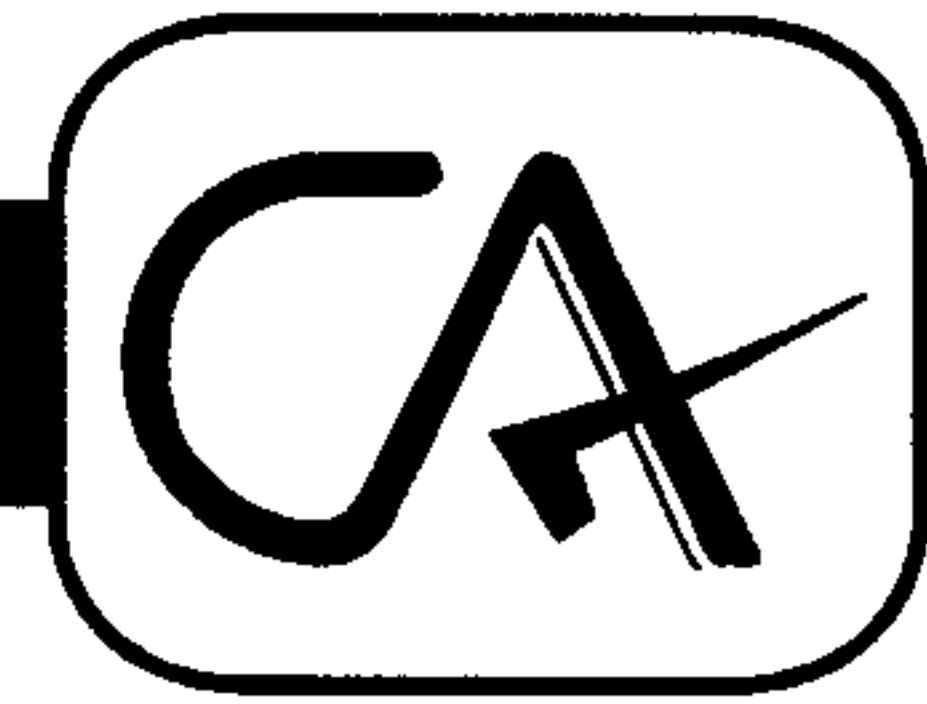
Date: 24th July, 2017.

**ANNEXURE "A" TO THE AUDITORS' REPORT**

In terms of the information and explanations given to us and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state as under:

- (i) **In respect of Its Fixed Assets:**
- a) The company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.
 - b) These fixed assets were physically verified by the management during the year. We have been informed that no material discrepancies were noticed on such physical verification.
 - c) According to the information and explanation given to us and in 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 except Factory Land Situated at Plot No. 8 & 21 which are owned by Muljibhai Pansara (Director of the Company).
- (ii) The stock of inventory has been physically verified during the year by the Management at reasonable intervals, except stock lying with third parties. Confirmations of such stocks with third parties have been obtained by the Company in most of the cases. The discrepancies noticed on physical verification of stocks as compared to book records were not material; however, the same have been properly dealt with the books of account.
- (iii) The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Therefore, the provisions of Clause 3 (iii)(a), (iii)(b) and (iii)(c) of the said order are not applicable to the company.
- (iv) In our opinion and according to the information and explanations given to us, the Company has not made any loans, guarantees and investments covered under the provisions of section 185 and 186 of the Companies Act, 2013.
- (v) The company has not accepted any deposits from the public within the meaning of sections 73 to 76 or any relevant provisions of the 2013 act and the rules framed there under to the extent notified.
- (vi) We have broadly reviewed the books of accounts maintained by the company pursuant to the Rules made by the Central Government for the Maintenance of Cost Record under section 148(1) of the Companies Act, 2013 and are of the Opinion that Prima Facie, the prescribed accounts have been made and maintained.





(vii) In respect of Statutory Dues:

a) The company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and any other statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, sales tax, customs duty, excise duty and cess were in arrears, as at 31.03.17 for a period of more than six months from the date they became payable.

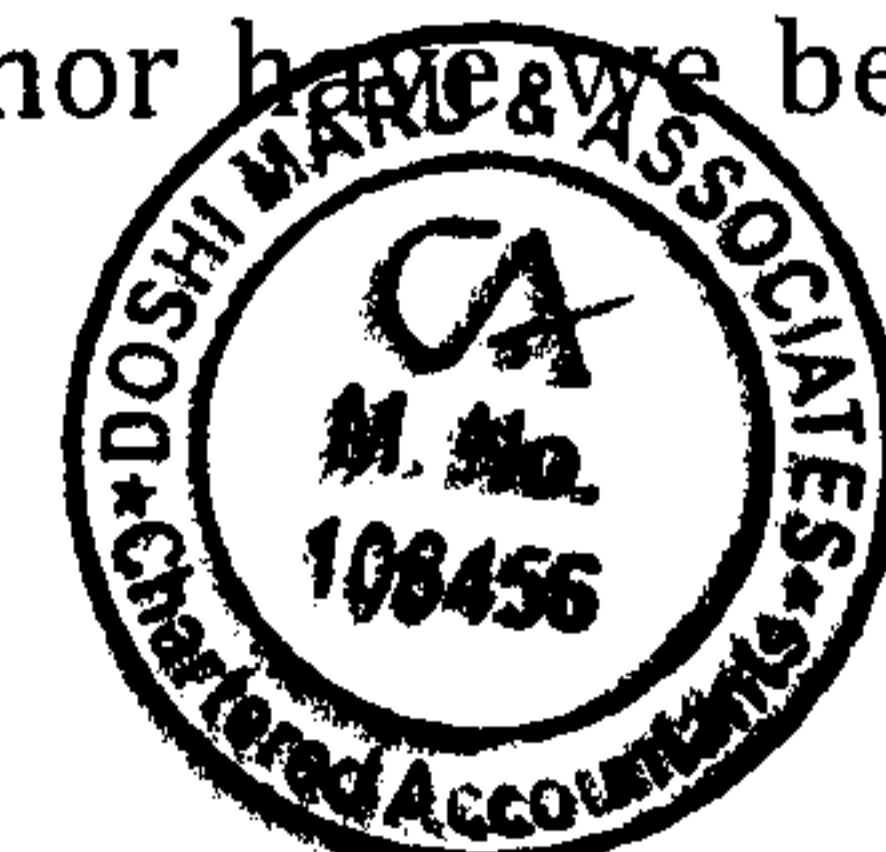
b) According to the information and explanations given to us, there are no dues of sales tax, income tax, custom duty, wealth tax, excise duty and cess which have not been deposited on account of any dispute except the following:

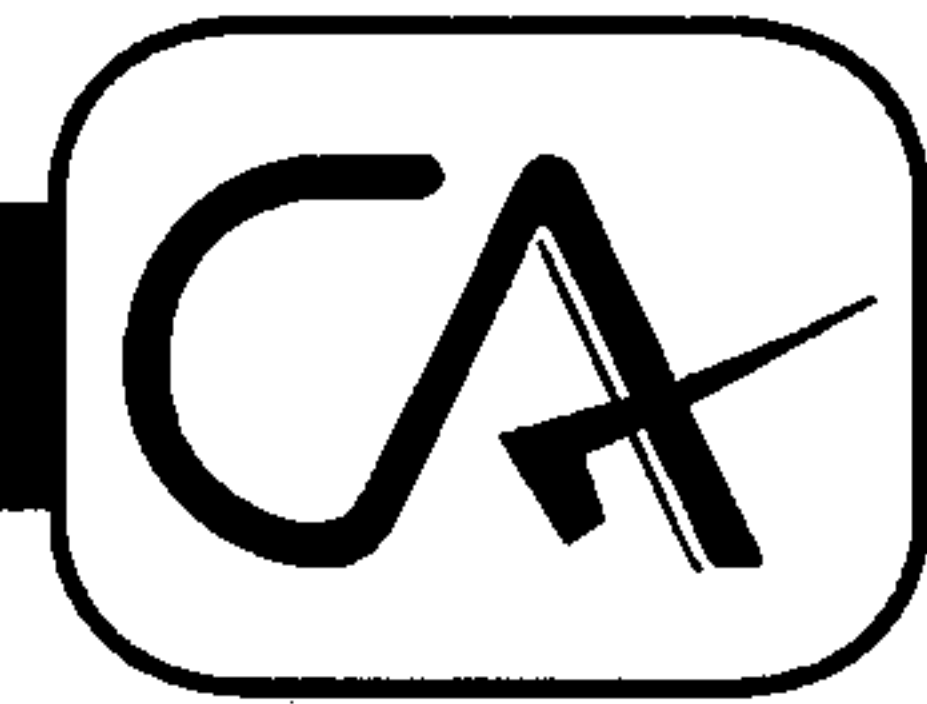
Name of the status	Nature of Dues	Amount (Rs.)	Period to which the amount relates	Forum where dispute is pending
Income tax Act, 1961	Income tax Liability	15,23,100/-	F.Y. 2010-11	Income Tax Appellate Tribunal
Sales Tax	CST	46,52,596/-	F.Y 2011-12	Kar Samadhan Yojna (Ghatak 98)

(viii) Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of loans or borrowing to financial institutions, banks or Government. The company has not issued any debentures as at the balance sheet date.

(ix) There were no moneys raised by way of initial public offer or further public offer (including debt instruments) and term loans during the year.

(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 fraud by the company or any fraud on the Company by its officers or employees noticed or reported during the year, nor have we been informed of such cases by the Management.





- (xi) In our opinion and according to the information and explanations given to us, managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- (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 based on our examination of the records of the company, transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the financial statements etc. as required by the applicable accounting standards;
- (xiv) According to the information and explanations given to us and based on our examination of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- (xv) According to the information and explanations given to us and based on our examination of the records of the company, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Doshi Maru & Associates,
Chartered Accountants

Shashank P. Doshi

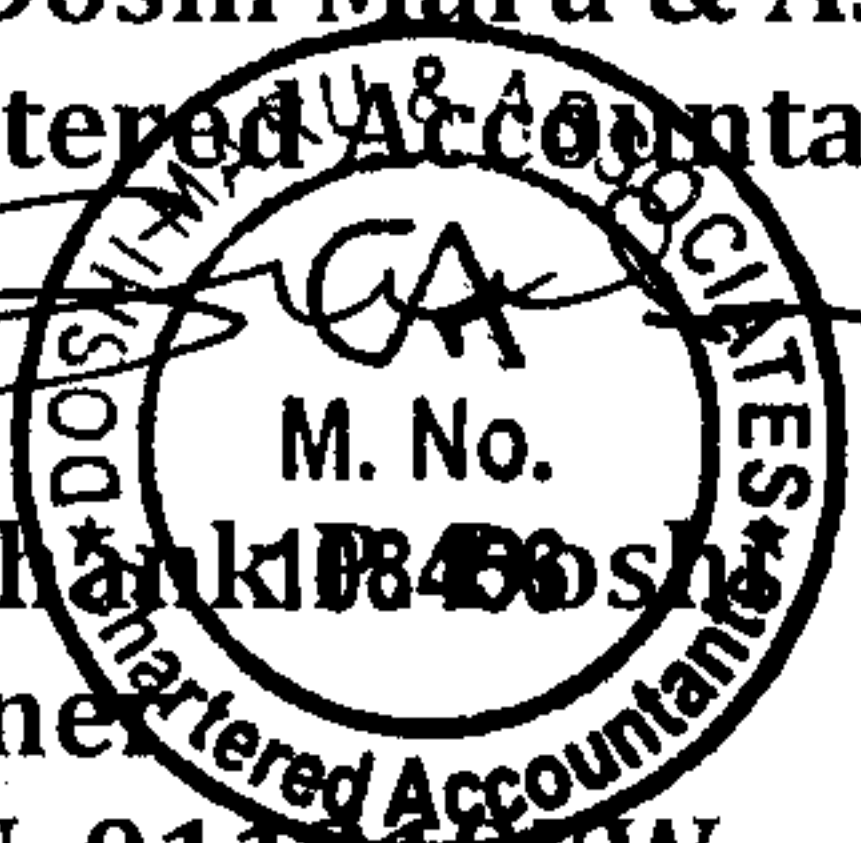
Partner

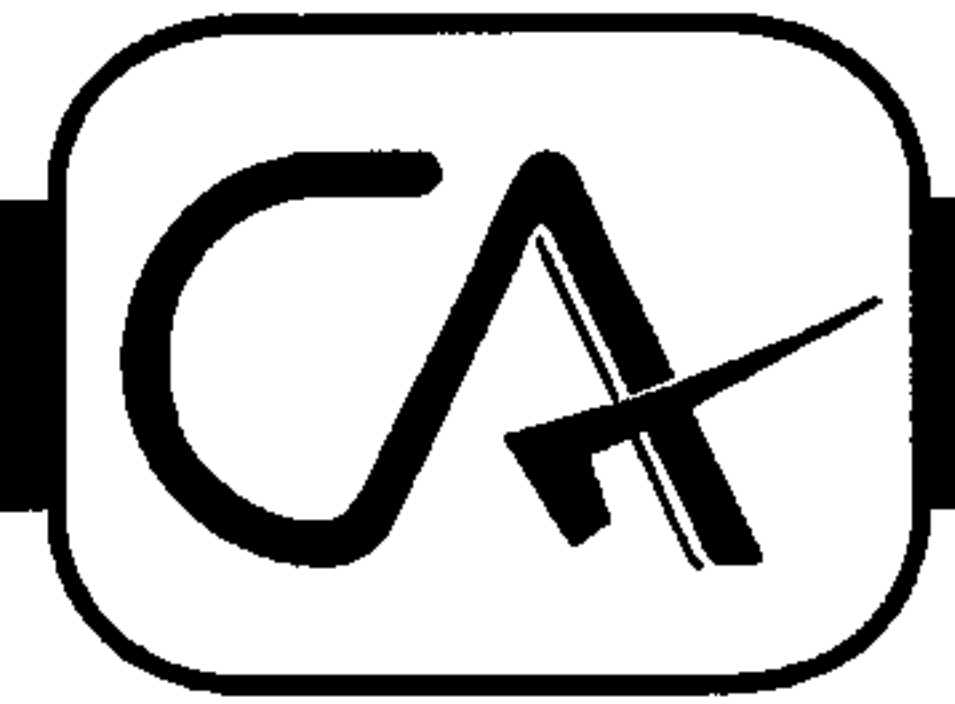
F.R.N. 0112187W

M.No. 108456

Place: Jamnagar

Date: 24th July, 2017.



**ANNEXURE "B" TO AUDITOR'S REPORT****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 **GOLDSTAR POWER LIMITED** ('the Company') as of 31st March, 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

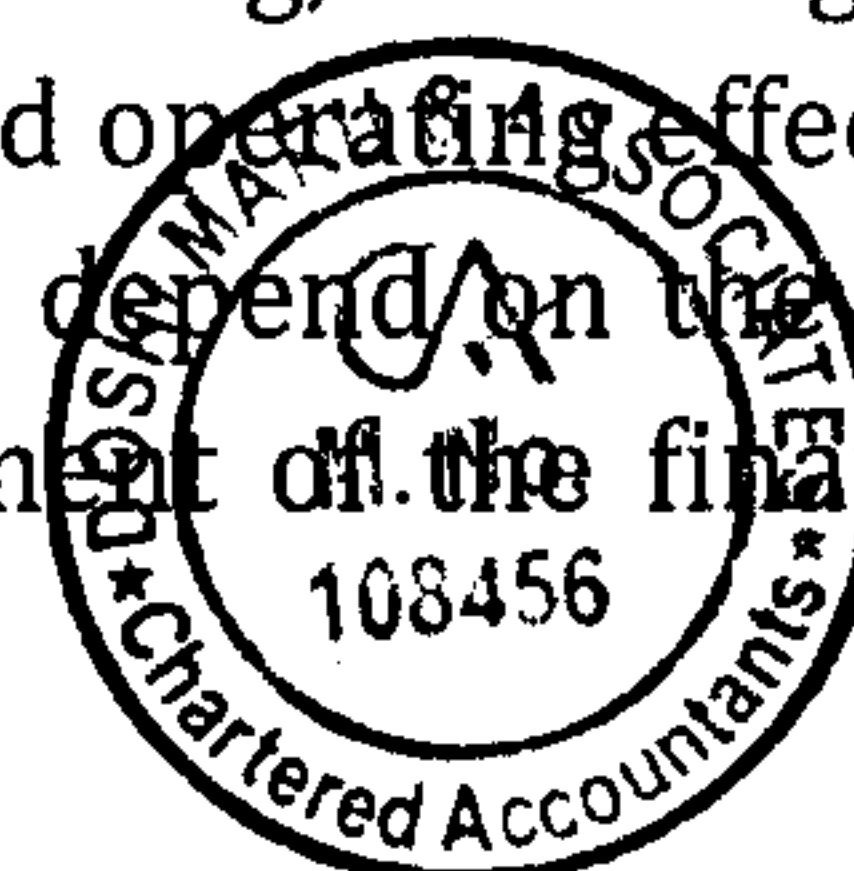
Management's Responsibility for Internal Financial Controls

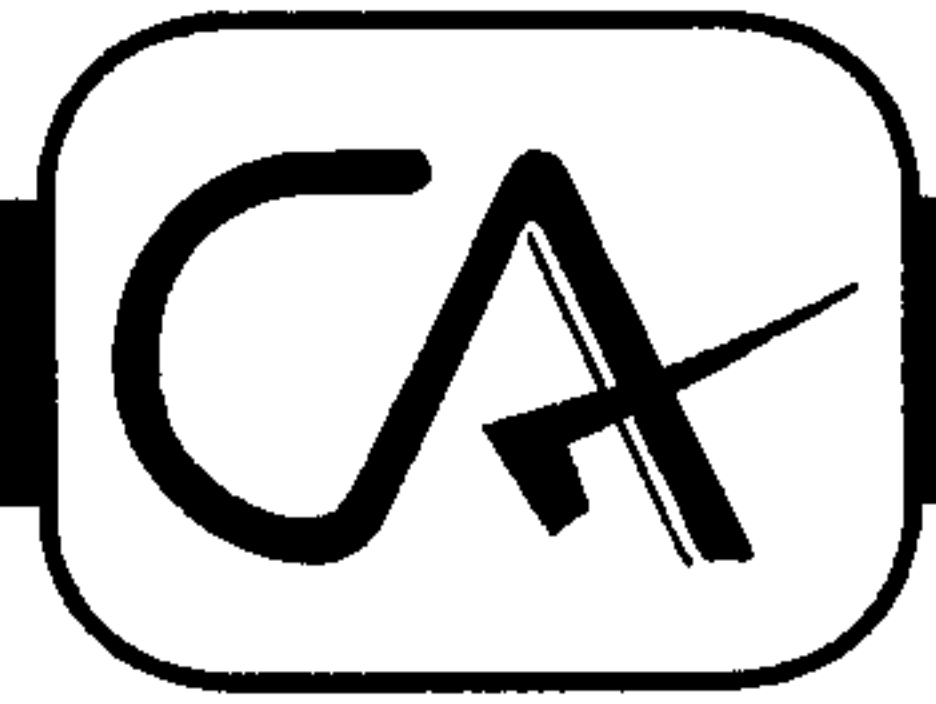
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by the 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 ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

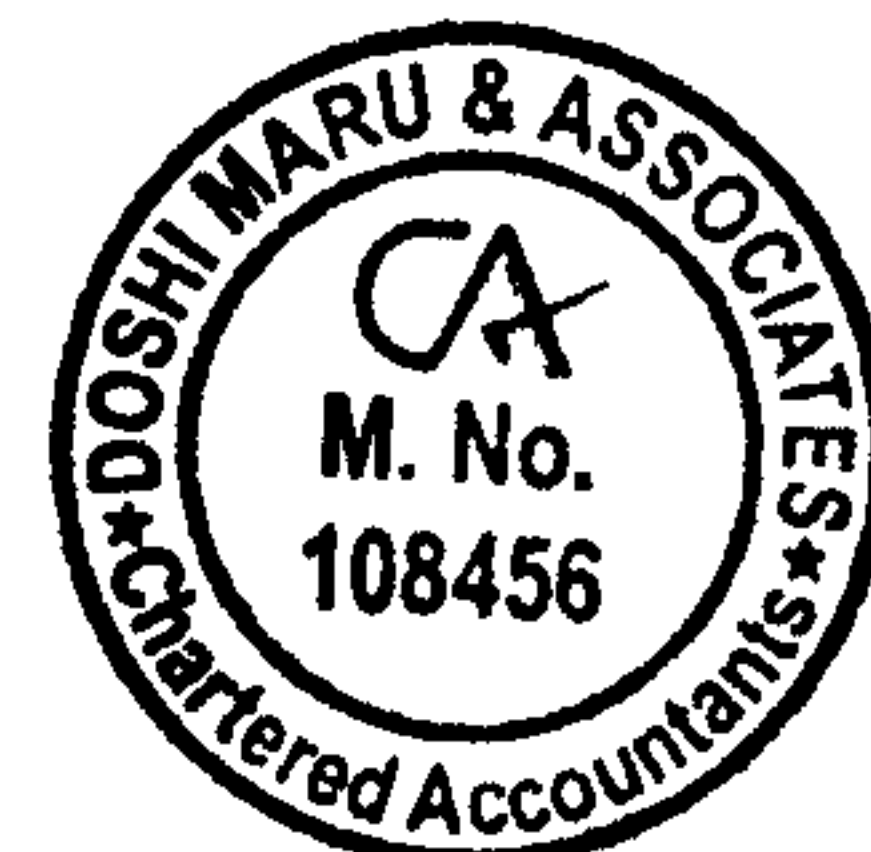
Meaning of Internal Financial Controls over Financial Reporting

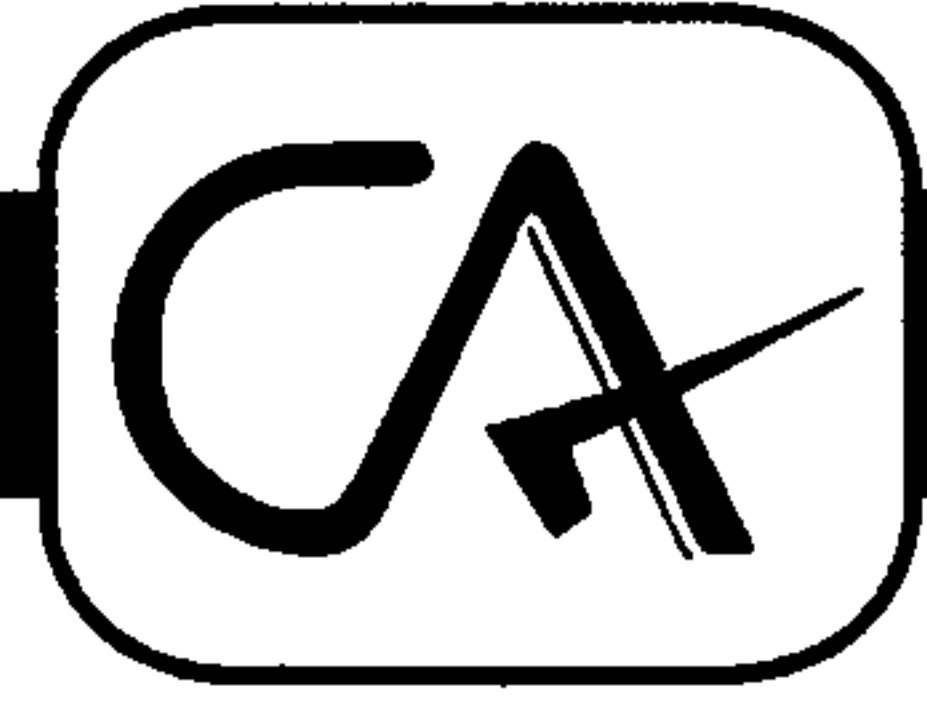
A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's 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 authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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





Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2017 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 issued by the ICAI.

**For Doshi Maru & Associates,
Chartered Accountants**



Shashank P. Doshi
Partner
F.R.N. 0112
M.No. 108456
Place: Jamnagar
Date: 24th July, 2017.



GOLDSTAR

POWER LIMITED

(FORMERLY KNOWN AS GOLDSTAR BATTERY PVT. LTD.)

CIN : U36999GJ1999PLC036274

GOLDSTAR POWER LIMITED (FORMERLY KNOWN AS GOLDSTAR BATTERY PVT. LTD.) BALANCE SHEET AS AT 31ST MARCH, 2017

		2017	2016
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	2	1,30,00,000.00	1,30,00,000.00
(b) Reserves and surplus	3	9,29,74,751.20	8,70,67,508.08
2 Non-current liabilities			
(a) Long-term borrowings	4	-	58,25,924.88
(b) Deferred tax liabilities (Net)		1,71,42,000.00	1,37,36,000.00
3 Current liabilities			
(a) Short-term borrowings	5	10,74,99,833.53	10,12,11,313.86
(b) Trade payables	6	4,69,90,466.56	5,23,56,413.38
(c) Other current liabilities	7	2,62,90,462.46	3,51,17,215.16
(d) Short-term provisions	8	2,96,73,721.00	2,34,50,861.00
TOTAL		24,35,07,973.75	24,17,07,236.36
II. ASSETS			
1 Non-current assets			
(a) Fixed assets	9		
(i) Tangible assets		13,00,00,097.58	14,16,74,397.63
(ii) Work In Progress		-	-
(b) Non Current Investment	10	56,625.00	56,625.00
(c) Long-term loans and advances	11	1,04,13,729.64	1,27,77,994.64
(d) Other Non Current Assets	12	22,08,450.00	15,58,650.00
2 Current assets			
(a) Inventories	13	5,65,45,118.84	6,91,61,542.17
(b) Trade receivables	14	5,55,63,928.08	8,62,65,276.33
(c) Cash and cash equivalents	15	46,98,395.98	60,76,187.59
(d) Short-term loans and advances	11	7,40,84,889.63	1,41,94,563.00
TOTAL		24,35,07,973.75	24,17,07,236.36


Accounting Policies & Notes on accounts
As per our report on even date attached
For **DOSHI MARU & ASSOCIATES**
Chartered Accountants


S P DOSHI
Partner
M.No. 108456
F.R.N.0112187W
Place: Jamnagar
Date: 24th July, 2017

1

For Goldstar Power Limited


Navneet Pansara
Managing Director
DIN:00300843


Amrutlal Pansara
Wholtime Director
DIN:00300786


Dhruvi Pansara
Director & CFO
DIN: 01943399


Darshak Thaker
Company Secretary
ACS: 46919

Head Office & Factory :
Plot No. 1, Hapa Road, Hapa - 361 120.
Jamnagar, (Gujarat) India.

T. : +91-288-257 11 20/21
F. : +91-288-257 11 22
Toll Free No. : 1800 212 0303

admin@goldstarpower.com
www.goldstarpower.com

GOLDSTAR

POWER LIMITED

(FORMERLY KNOWN AS GOLDSTAR BATTERY PVT. LTD.)

CIN : U36999GJ1999PLC036274

GOLDSTAR POWER LIMITED
(FORMERLY KNOWN AS GOLDSTAR BATTERY PVT. LTD.)
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST, MARCH 2017

Particulars	Refer Note No.	For the year ended 31 March 2017	For the year ended 31 March 2016
I. Revenue from operations	16	548,119,993.64	400,328,434.09
II. Other income	17	5,811,558.25	9,992,668.89
III. Total Revenue (I + II)		553,931,551.89	410,321,102.98
IV. Expenses:			
Cost of materials consumed	18	434,238,858.05	298,002,077.25
Purchases of Stock-in-Trade		-	-
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	19	3,128,287.22	21,843,644.89
Employee benefits expense	20	22,013,670.00	16,895,146.00
Finance costs	21	16,460,502.22	14,086,421.29
Depreciation and amortization expense	22	13,570,065.00	14,612,621.00
Other expenses	23	52,706,927.28	44,271,695.36
Total expenses		542,118,309.77	409,711,605.79
V. Profit before tax (III- IV)		11,813,242.12	609,497.19
VI Tax expense:			
(1) Current tax		2,500,000.00	119,500.00
(2) Deferred tax		3,406,000.00	(149,000.00)
VII Profit (Loss) for the period (V -VI)		5,907,242.12	638,997.19
VIII Earnings per equity share:			
(1) Basic		4.54	0.49
(2) Diluted		4.54	0.49

Accounting Policies & Notes on accounts

As per our report on even date attached

For DOSHI MARU & ASSOCIATES

Chartered Accountants

S P DOSHI

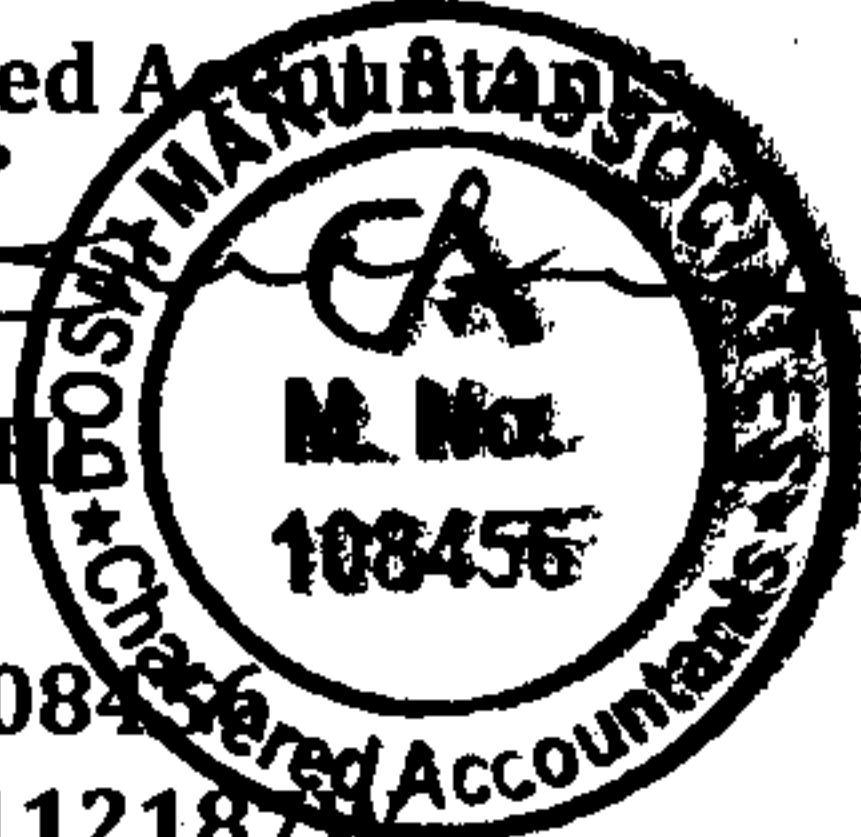
Partner

M.No. 1084

F.R.N.0112187W

Place: Jamnagar

Date: 24TH JULY, 2017



1

For Goldstar Power Limited

Navneet Pansara
Managing Director

DIN:00300843

Dhruti Pansara
Director & CFO
DIN: 01943399

Amrutlal Pansara
Wholtime Director

DIN:00300786

Darshak Thaker
Company Secretary
ACS: 46919

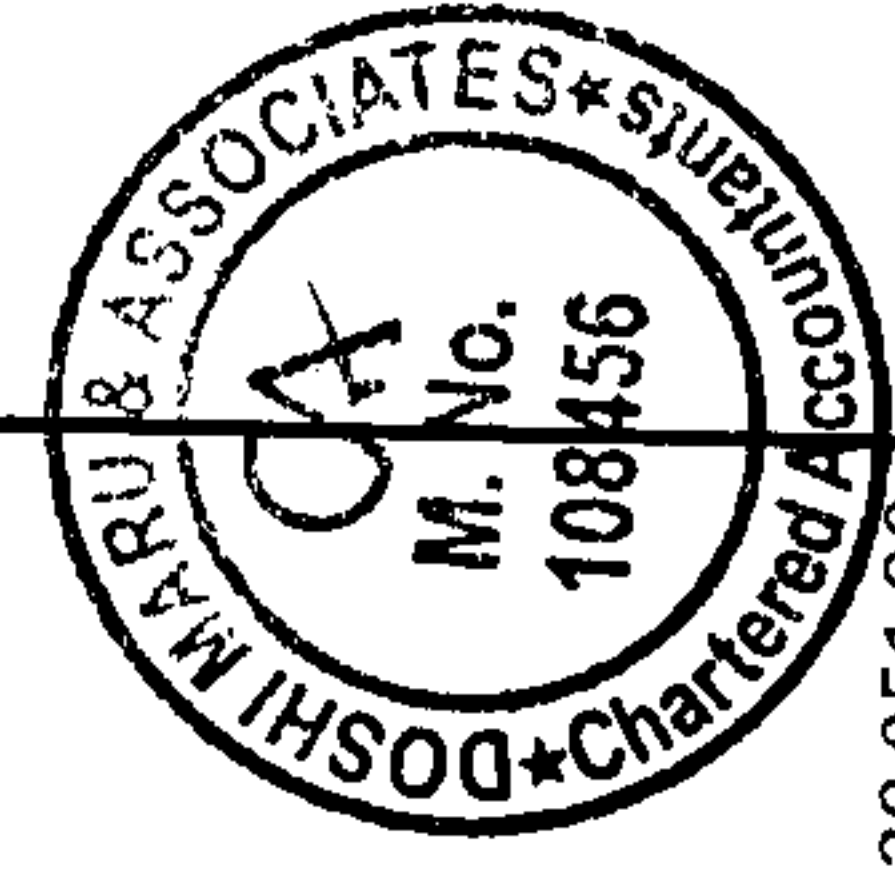
Head Office & Factory :
Plot Road, Hapa - 361 120.
Jamnagar, (Gujarat) India.

T. : +91-288-257 11 20/21
F. : +91-288-257 11 22
Toll Free No. : 1800 212 0303

admin@goldstarpower.com
www.goldstarpower.com

GOLDSTAR POWER LIMITED
(FORMERLY KNOWN AS GOLDSTAR BATTERY PVT. LTD.)
Cash Flow Statement for the year ended 31st March, 2017

Sr. No.	Particulars	F.Y. 2016-17		F.Y. 2015-16	
		Amount (In Rs.)	Amount (In Rs.)	Amount (In Rs.)	Amount (In Rs.)
A.	<u>Cash flow from Operating Activities</u>				
	Net Profit Before tax as per Statement of Profit & Loss		1,18,13,242.12		6,09,497.19
	Adjustments for:				
	Depreciation & Amortisation Exp.	1,49,40,105.00		1,46,12,621.00	
	Loss (Profit) on Sale of Assets	(1,19,378.00)			
	Dividend Income	(8,517.00)		(8,494.00)	
	Previous Year Taxes Written Off				
	Interest Income	(4,02,223.00)		(5,13,854.00)	
	Finance Cost	1,64,60,502.22	3,08,70,489.22	1,40,86,421.29	2,81,76,694.29
	Operating Profit before working capital changes		4,26,83,731.34		2,87,86,191.48
	<u>Changes in Working Capital</u>				
	Trade receivable	3,07,01,348.25		1,64,11,672.57	
	Other Loans and advances receivable	(5,98,96,326.58)		(1,05,39,418.56)	
Inventories	1,26,16,423.33		2,13,23,890.14		
Trade Payables	(53,65,946.82)		(2,92,58,195.78)		
Other Current Liabilities and other assets	(88,26,752.70)		(1,61,97,032.53)		
Short term Provisions	62,22,860.00	(2,45,48,394.52)	(67,46,353.00)	(2,50,05,437.16)	
Net Cash Flow from Operation		1,81,35,336.82		37,80,754.32	
Tax Provision		25,00,000.00		1,19,500.00	
Net Cash Flow from Operating Activities (A)		1,56,35,336.82		36,61,254.32	
B.	<u>Cash flow from investing Activities</u>				
	Purchase of Fixed Assets	(32,75,426.00)		(13,11,945.00)	
	Sale of Fixed Assets	1,35,000.00		9,96,058.00	
	Purchase of Investment				
	Movement in non current assets	(6,49,800.00)		91,350.00	
	Movement in Loan & Advances	23,64,265.00		80,30,240.90	
	Interest Income	4,02,223.00		5,13,854.00	
Dividend Income	8,517.00		8,494.00		
Net Cash Flow from Investing Activities (B)		(10,15,221.00)		83,28,051.90	
		(10,15,221.00)		83,28,051.90	



C.	Cash Flow From Financing Activities				
	Proceeds From Issue of shares capital				
	Proceeds From long Term Borrowing (Net)	(58,25,924.88)		(1,02,92,885.44)	
	Short Term Borrowing (Net)	62,88,519.67		32,23,241.41	
	Interest Paid	(1,64,60,502.22)		(1,40,86,421.29)	
	Dividend paid (Including DDT)	-	(1,59,97,907.43)	-	(2,11,56,065.32)
	Net Cash Flow from Financing Activities (C)		(1,59,97,907.43)		(2,11,56,065.32)
D.	Net (Decrease)/ Increase in Cash & Cash Equivalents (A+B+C)		(13,77,791.61)		(91,66,759.10)
E.	Opening Cash & Cash Equivalents		60,76,187.59		1,52,42,946.69
F.	Cash and cash equivalents at the end of the period		46,98,395.98		60,76,187.59
G.	Cash And Cash Equivalents Comprise :				
	Cash		12,89,374.44		5,04,068.44
	Bank Balance :				
	Current Account		17,51,342.54		23,58,761.15
	Deposit Account		16,57,679.00		32,13,358.00
	Total		46,98,395.98		60,76,187.59

For DOSHI MARI & ASSOCIATES

Chartered Accountants & ASSOCIATES
 S P DOSHI
 Partner
 M.No. 108456
 F.R.N.011218
 Place: Jamnagar

Date: 24th July, 2017

For Goldstar Power Limited

Navneet Pansara
 Managing Director
 DIN:00300843

Dhruti Pansara
 Director & CFO
 DIN: 01943399

Amrutlal Pansara
 Wholetime Director
 DIN:00300786

D.B. Thakur
 Darshak Thaker
 Company Secretary
 ACS: 46919

GOLDSTAR POWER LIMITED
(FORMERLY KNOWN AS GOLDSTAR BATTERY PVT. LTD.)
Year ended 31st March 2017

Note: - 1 Significant accounting policies:

a. AS - 1 Disclosure of accounting policies: -

The Financial statements are prepared under the accrual basis following the historical cost convention in accordance with generally accepted accounting principals (GAAP), and in accordance with the requirement of the Companies Act, 1956 and Accounting Standards as specified in the Companies (Accounting Standards) Rules, 2009 prescribed by the Central Government.

The presentation of financial statements requires estimates and assumption to be made that affect the reported amount of assets & Liabilities on the date of financial statements and the reported amount of revenue and expenses during the reporting period. Difference between the actual result and estimates are recognized in the period in which results are known/materialized.

b. AS - 2 Valuation of Inventory : -

Raw Material	:	At Lower of Cost or Net realizable value.
Semi-finished goods	:	At estimated cost.
Finished goods	:	At Lower of Cost or Market Value

c. AS - 4 Contingencies and Events Occurring After the Balance Sheet Date : -

Effects of, events occurred after Balance Sheet date and having material effect on financial statements are reflected in the accounts at appropriate places.

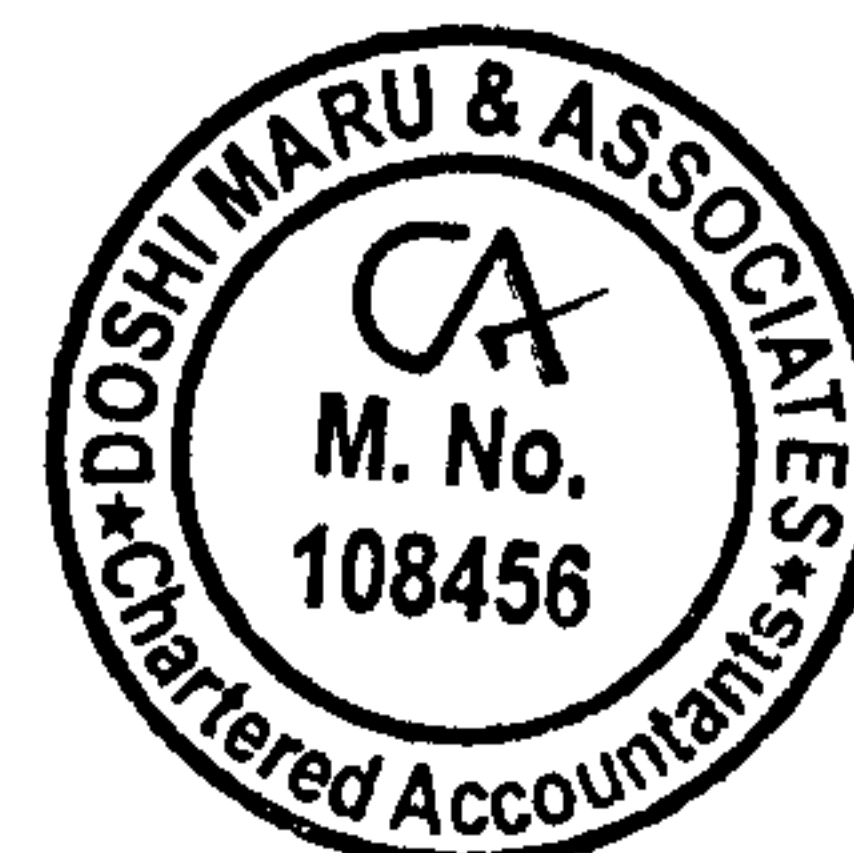
d. AS - 5 Net Profit or loss for the period, prior period items and changes in accounting policies : -

Material items of prior period, non-recurring and extra ordinary items are shown separately, If any

e. AS - 6 Depreciation accounting : -

Depreciation has been provided under Straight Line Method at the rates prescribed under schedule II of the Companies Act, 2013 on single shift and Pro Rata Basis to result in a more appropriate preparation or presentation of the financial statements.

In respect of assets added/sold during the year, pro-rata depreciation has been provided at the rates prescribed under Schedule II.



f. AS - 9 Revenue Recognition :-

Sale of goods is recognized at the point of dispatch of goods to customers, sales are exclusive of Sales tax, Vat and Freight Charges if any. The revenue and expenditure are accounted on a going concern basis.

Interest Income is Recognized on a time proportion basis taking into account the amount outstanding and the rate applicable i.e. on the basis of matching concept..

Dividend from investments in shares / units is recognized when the company.

As per a recent ICAI opinion, the benefit of DEPB is recognized in the year of export itself, provided no uncertainty exists,

Other items of Income are accounted as and when the right to receive arises.

g. AS - 10 Accounting for Fixed Assets :-

Fixed assets are stated at cost less accumulated depreciation. Cost comprises the purchase price and any other attributable cost of bringing the asset to its working condition for its intended use less CENVAT claimed.

h. AS - 11 Accounting for effects of changes in foreign exchange rates :-

(a). Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transactions.

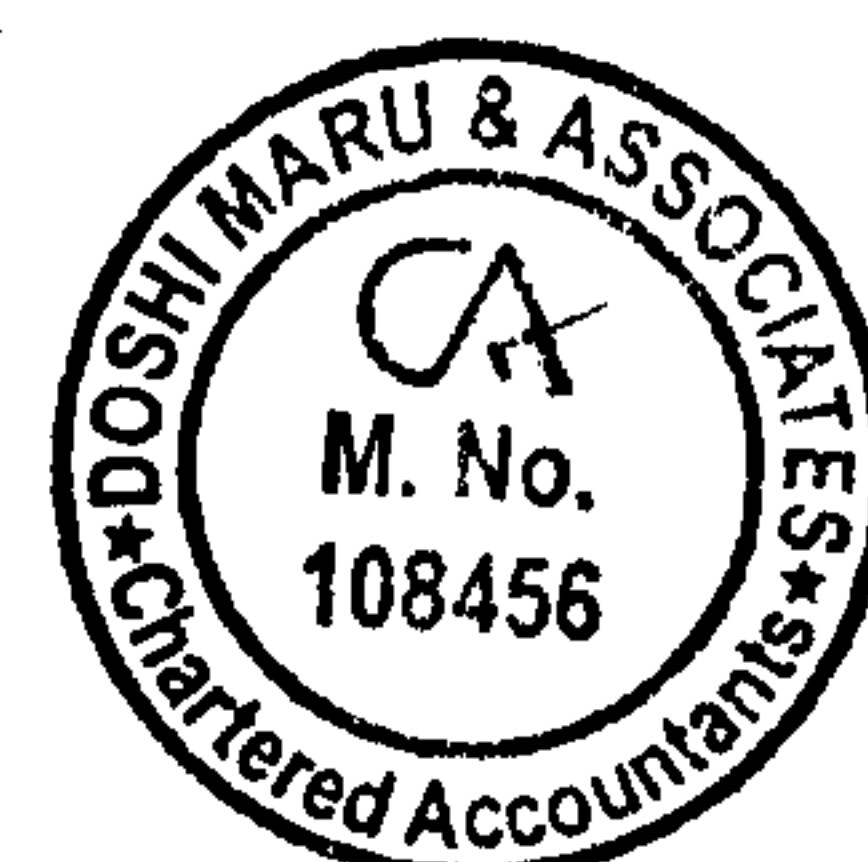
(b). Any income or expenses on account of exchange difference either on settlement or on Balance sheet Valuation is recognized in the profit and loss account except in cases where they relate to acquisition of fixed assets in which case they are adjusted to the carrying cost of such assets.

(C). Foreign currency transactions accounts are given in the notes of accounts.

(d) Commodity Hedging :- The realized gain or loss in respect of commodity hedging contracts, the principal period of which has expired during the year, is recognized in profit and loss account. In respect of contracts, that are outstanding as on date of Balance sheet are valued at prevailing market price and the resultant loss, if any, is provided.

i. AS - 12 Accounting for Government Grants :-

Capital subsidiary receivable specific to fixed assets is treated as per accounting standard 12 and other revenue grants is recorded as revenue items.



j. AS - 13 Accounting for Investments :-

Investments are valued at cost.

k. AS - 14 Accounting for Amalgamations :-

During the year there was no amalgamation.

l. AS - 15 Employees Retirement Benefit Plan :-

a. Provident Fund :-

Provident fund is a defined contribution scheme as the company pays fixed contribution at pre-determined rates. The obligation of the company is limited to such fixed contribution. The contributions are charged to Profit & Loss A/c.

b. Gratuity Plan :-

Provision for Gratuity is made by calculating Projected Unit Credit Method as per the calculation given by the Life Insurance Corporation of India.

m. AS - 16 Borrowing Cost :-

Borrowing costs directly attributable to the acquisition of qualifying assets are capitalized till the same is ready for its intended use. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing cost is charged to revenue.

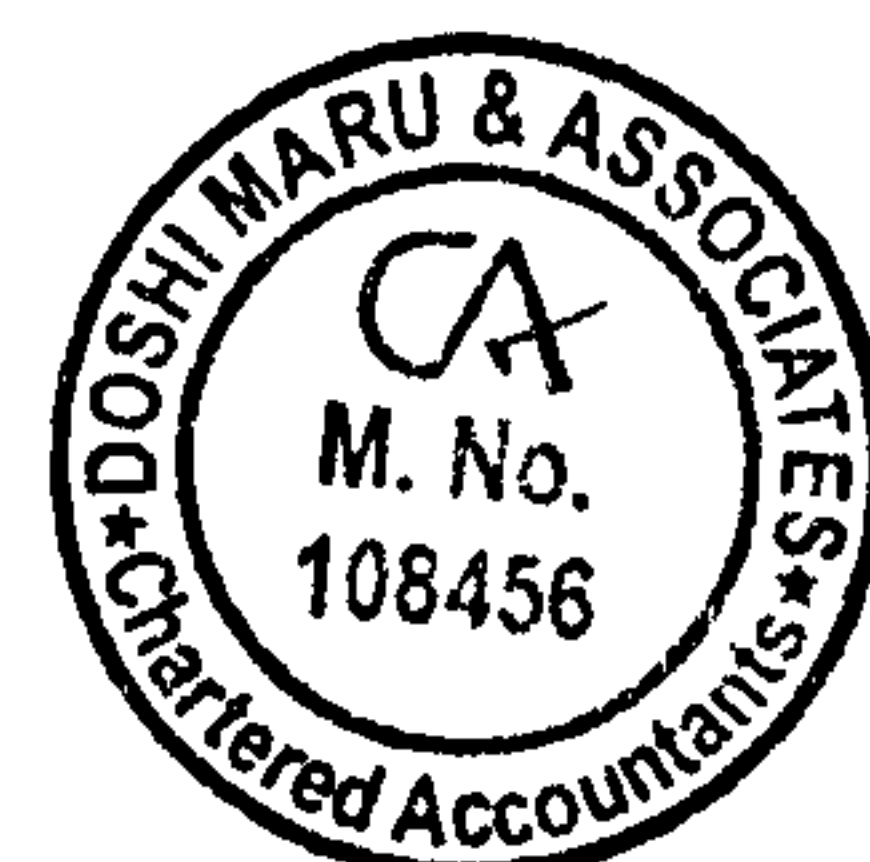
n. AS - 17 Segment Reporting :-

▪ **Business Segment :**

The company has disclosed business segment in notes on accounts as the primary segment taking into account the type of products, the differing risk return and the internal reporting system. The various segment identified by the company comprised as under:

Name of Segment Comprised of-

- Manufacturing of Battery, Lead Alloy.
- Trading of Inverter, Chemicals & other battery related equipment



(ii) Segment Revenue, segment results, segment assets and segment liabilities including directly identified with the segment and also an allocation on reasonable basis of amount not directly identified. The expenses which are not directly relatable to the business segment, are shown as unallocated corporate cost. The assets and the liability that cannot be allocated between the segments are shown as unallocated corporate assets and liabilities respectively.

▪ **Geographical Segment**

The Company has identified Geographical Segments as a secondary segment.

o. **AS - 18 Related Party Disclosure :-**

The Disclosures of Transaction with the related parties as defined in the related parties as defined in the Accounting Standard are given in notes of accounts.

p. **AS - 19 Accounting for Leases :-**

The Company has not entered into any lease agreements during the year.

q. **AS - 20 Earnings Per Share :-**

Disclosure is made in the Notes of accounts as per the requirements of the standard.

r. **AS - 22 Accounting for Taxes on Income :-**

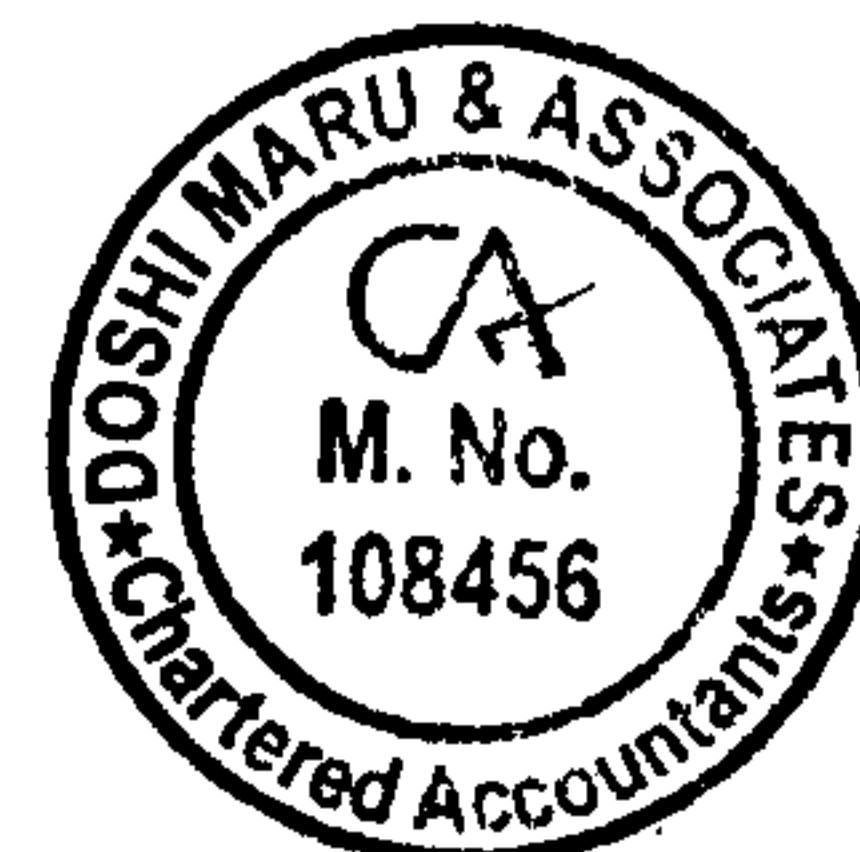
Current Tax: -

Provision for current tax is made after taken into consideration benefits admissible under the provisions of the Income Tax Act, 1961.

Deferred Taxes:-

Deferred Income Tax is provided using the liability method on all temporary difference at the balance sheet date between the tax basis of assets and liabilities and their carrying amount for financial reporting purposes.

1. Deferred Tax Assets are recognized for all deductible temporary differences to the extent that it is probable that taxable profit will be available in the future against which this items can be utilized.
2. Deferred Tax Assets and liabilities are measured at the tax rates that are expected to apply to the period when the assets is realized or the liability is settled, based on tax rates (and the tax) that have been enacted or enacted subsequent to the balance sheet date.



s. AS - 24 Discontinuing Operations :-

During the year the company has not discontinued any of its operations.

t. AS - 28 Impairment of Assets :-

At the date of each Balance Sheet, the company evaluates, indications of the impairment internally, if any, to the carrying amounts of its fixed and other assets. If any indication does exist, the recoverable amount is estimated at the higher of the realizable value and value in use, as considered appropriate. If the estimated realizable value is less than the carrying amount, an impairment loss is recorded.

Reversal of impairment losses recognized in prior years is recorded when there is an indication that the impairment losses recognized for the asset no longer exist or have decreased. However, the increase in carrying amount of an asset due to reversal of an impairment loss is recognized to the extent it does not exceed the carrying amount that would have been determined (Net of Depreciation) had no impairment loss been recognized for the assets in prior years.

u. AS - 29 Provisions Contingent liabilities and contingent assets:-

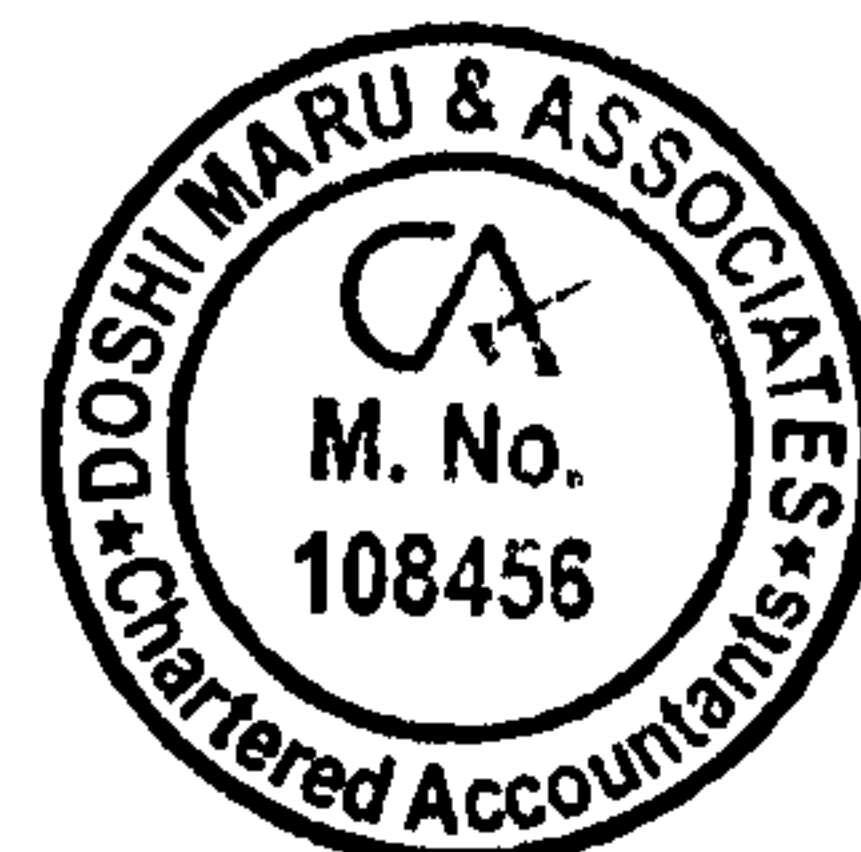
- Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.
- Contingent Liabilities are not recognized but are disclosed in the notes.
- Contingent Assets are neither recognized nor disclosed in the financial statements.
- Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet Date.
- Dividends:- Provision Is made in the accounts for the dividends payable by the company as recommended by the Board of Directors, pending approval of the shareholders at the Annual General Meeting. Income tax on dividend Payable is provided for in the year to which such dividends relate.

v. Late Delivery Charges

The liability on account of late delivery charges, due to delay in delivery of finished products for on accrual basis as per the terms of contract after adjusting for the claims which are no longer.

w. Warranty Claims and Provisions

The Company makes a provision for the probable future liability on account of warranty as at the end of the financial year, in addition to meeting the actual warranty claimed.



x. Research and Development Expenses

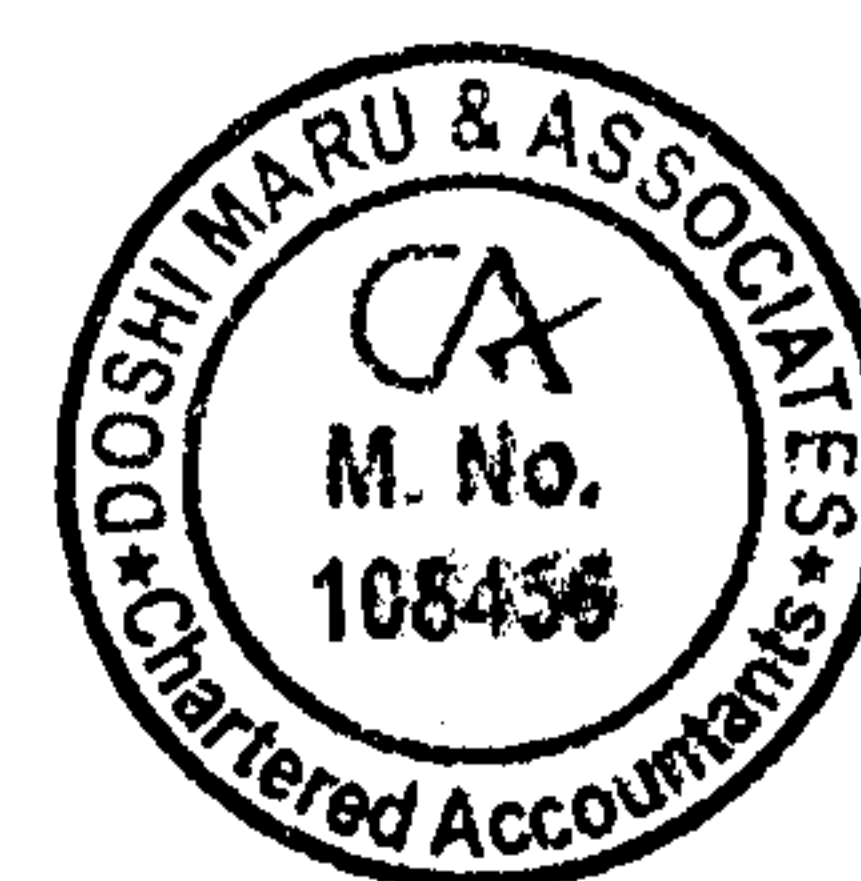
Research and development cost of revenue are charged to revenue as and when incurred, and of capital nature is capitalized and depreciation thereon is provided as per the rates prescribed in schedule II to the companies Act, 2013.

y. Disclosure On Specified Bank Notes (SBNs)

During the Year, the company has specified Bank notes or other denomination notes in the MCA notification G.S.R. 308(E) dated March 31, 2017 on the details of Specified Bank Notes (SBN) held and transacted during the period from November 8, 2016 to December 30, 2016, the denomination wise SBN and other notes as per the notification is given below:

Particulars	SBNs	Other Denomination notes	Total
Closing cash in hand as on November 8, 2016	-	21,719.44	21,719.44
(+) Permitted Receipts		3,15,845.00	3,15,845.00
(-) Permitted Payments		1,60,087.00	1,60,087.00
(-) Amount Deposited in banks	-	-	-
Closing cash in hand as on December 30, 2016	-	1,77,477.44	1,77,477.44

For the purpose of this clause, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government India, in the Ministry of Finance, Department of Economic Affairs S.O.3407(E), dated the 8th November, 2016.



Note 2

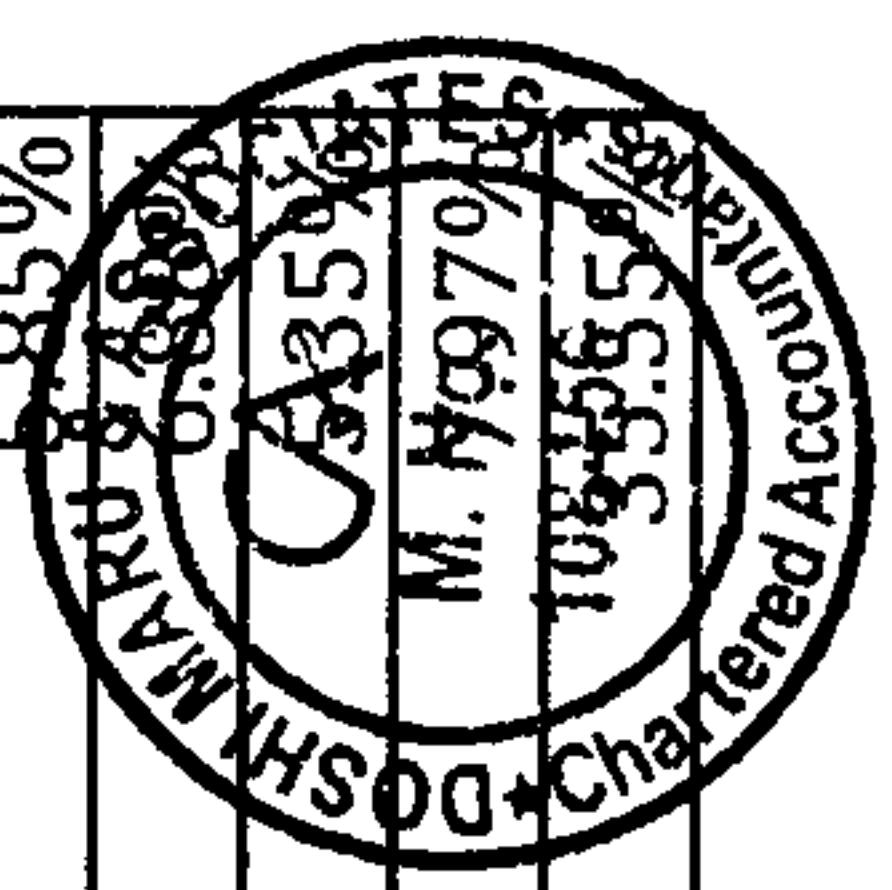
Particulars	Number	Amount	Number	Amount
Authorised				
Equity Shares of ` 10 each	50,00,000.00	5,00,00,000.00	50,00,000.00	5,00,00,000.00
Issued				
Equity Shares of ` 10 each	13,00,000.00	1,30,00,000.00	13,00,000.00	1,30,00,000.00
Subscribed & Paid up				
Equity Shares of ` 10 each fully paid	13,00,000.00	1,30,00,000.00	13,00,000.00	1,30,00,000.00
Total				

Note 2.1 RECONCILIATION OF NUMBER OF SHARES

Particulars	Equity Shares	Number	Amount	Equity Shares	Number	Amount
Shares outstanding at the beginning of the year		13,00,000.00	1,30,00,000.00		13,00,000.00	1,30,00,000.00
Shares Issued during the year		-	-		-	-
Shares bought back during the year		-	-		-	-
Shares outstanding at the end of the year		13,00,000.00	1,30,00,000.00		13,00,000.00	1,30,00,000.00

Note 2.2 Details of Shares held by shareholders holding more than 5% of the aggregate shares in the co.

Name of Shareholder	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Amrutlaj M Pansara	3,11,597.00	23.97%	3,11,597.00	23.97%
Geetaben A Pansara	76,000.00	5.85%	76,000.00	5.85%
Leelaben M Pansara	89,436.00	6.88%	89,436.00	6.88%
Navneet M Pansara	69,560.00	5.35%	69,560.00	5.35%
Vishal M Pansara	1,03,575.00	7.97%	1,03,575.00	7.97%
Muljibhai M Pansara	4,62,157.00	35.55%	4,62,157.00	35.55%



NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 3 RESERVE AND SURPLUS

Particulars	As at 31st March 2017	As at 31st March 2016
c. Securities Premium Account		
Opening Balance	35,000,000.00	35,000,000.00
Add : Securities premium credited on Share issue	-	-
Less : Premium Utilised for various reasons	-	-
For Issuing Bonus Shares	-	-
Closing Balance	35,000,000.00	35,000,000.00
h. Surplus		
Opening balance	52,067,509.08	52,312,639.89
(+) Net Profit/(Net Loss) For the current year	5,907,242.12	638,997.19
(-) Income Tax Written Off	-	884,128.00
(-) Adjustment of depreciation as per Schedule II of Companies Act, 2013	-	-
Closing Balance	57,974,751.20	52,067,509.08
Total	92,974,751.20	87,067,509.08

Note 5 SHORT TERM BORROWINGS

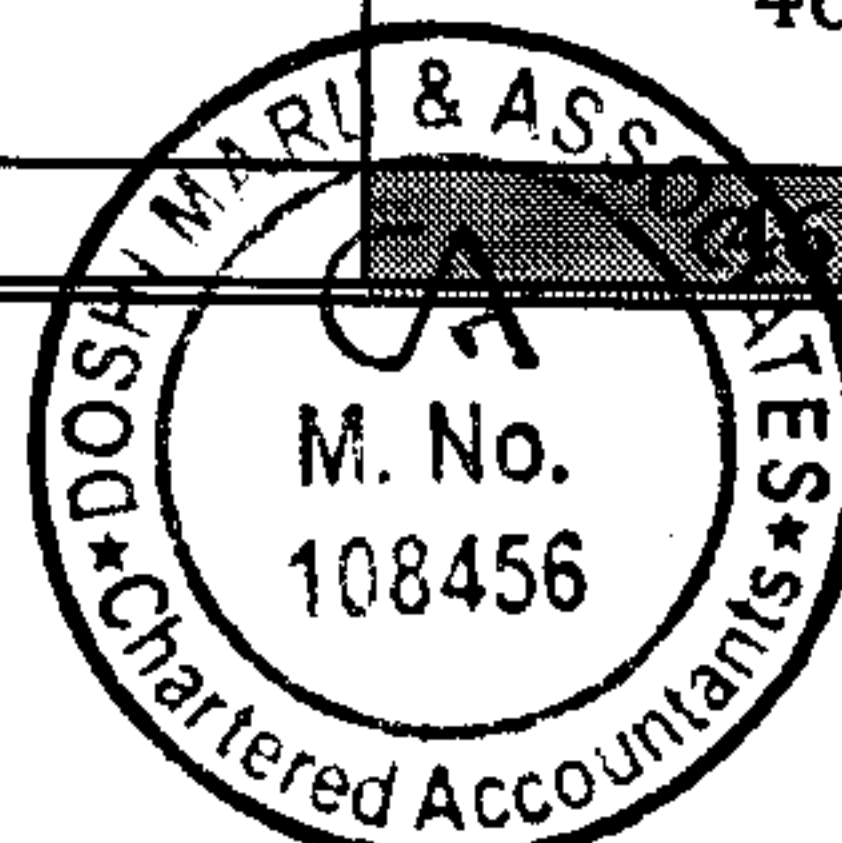
Particulars	As at 31st March 2017	As at 31st March 2016
(a) Loan Repayable on Demands from banks		
Bank of Baroda	68,700,878.63	68,291,207.96
	68,700,878.63	68,291,207.96
(b) Loan Repayable on Demands		
Loans from Relative of Directors	25,045,754.00	23,222,748.00
Loan from Directors	13,753,200.90	9,697,357.90
Loan from Corporate and others	-	-
	38,798,954.90	32,920,105.90
The above amount include		
Secured Borrowings	68,700,878.63	68,291,207.96
Unsecured Borrowings	38,798,954.90	32,920,105.90
In case of continuing default as on the balance sheet date in repayment of loans and interest with respect to (a) & (b)		
1. Period of default	-	-
2. Amount	-	-
Total	107,499,833.53	101,211,313.86

5.1 Working Capital loan from bank referred above to the extent of:

Rs 1500.00 Lacs Cash Credit from Bank of Baroda is secured by Hypothecation of present and future stock & Book Debts & Common Securities which are disclosed in Note-4.1 point A to G.

Note 6 TRADE PAYABLES

Particulars	As at 31st March 2017	As at 31st March 2016
(a) Micro, Small and Medium Enterprise	-	-
(b) Others	46,990,466.56	52,356,413.38
Total	46,990,466.56	52,356,413.38



NOTE 4

LONG TERM BORROWINGS

Particulars	As at 31st March 2017		As at 31st March 2016	
	Non Current	Current	Total	Total
Term Loan From banks				
BOB Term Loan A/c No 2035	-	5,841,446.96	5,841,446.96	7,999,992.00
HDFC Car Pajero Loan	-	-	-	281,512.16
Sub Total	-	5,841,446.96	5,841,446.96	8,281,504.16
Secured Borrowings	-	5,841,446.96	5,841,446.96	8,281,504.16
Unsecured borrowings	-	-	-	-
Total borrowings	-	5,841,446.96	5,841,446.96	8,281,504.16
Amount disclosed under the head "Other Current Liabilities" Note No.7	-	(5,841,446.96)	(5,841,446.96)	(8,281,504.16)
Net Amount	-	-	-	5,825,924.88

4.1 Term loan under Buyer's credit are secured against Plant & Machinery, Corporate Loan is secured against stock & book debts, BOB Term Loan 2035 is secured against Plant & Machinery and Equitable Mortgage over following properties (Common Securities)

A. Plot No. 25, 26A, 26B, 26C admeasuring 1226.21 sq. mtrs. And construction carried out thereon (auto casting unit) admeasuring 1709.71 sq. mtrs., at Rajkot Road, Hapa, Industrial area, Jamnagar owned by

B. Open Plot no. 34 & 35 admeasuring 1039.26 sq. mtrs. Along with compound wall at Rajkot Road, Hapa Industrial Area, Jamnagar owned by company

C. Plot No. 21A, 21B, 8 admeasuring 1133.47 sq. mtrs. And construction carried out thereon (office building & casting unit) admeasuring around 989.03 sq. mtrs., at Rajkot Road, Hapa,

Industrial area, Jamnagar owned by Mr. M.M. Pansara.

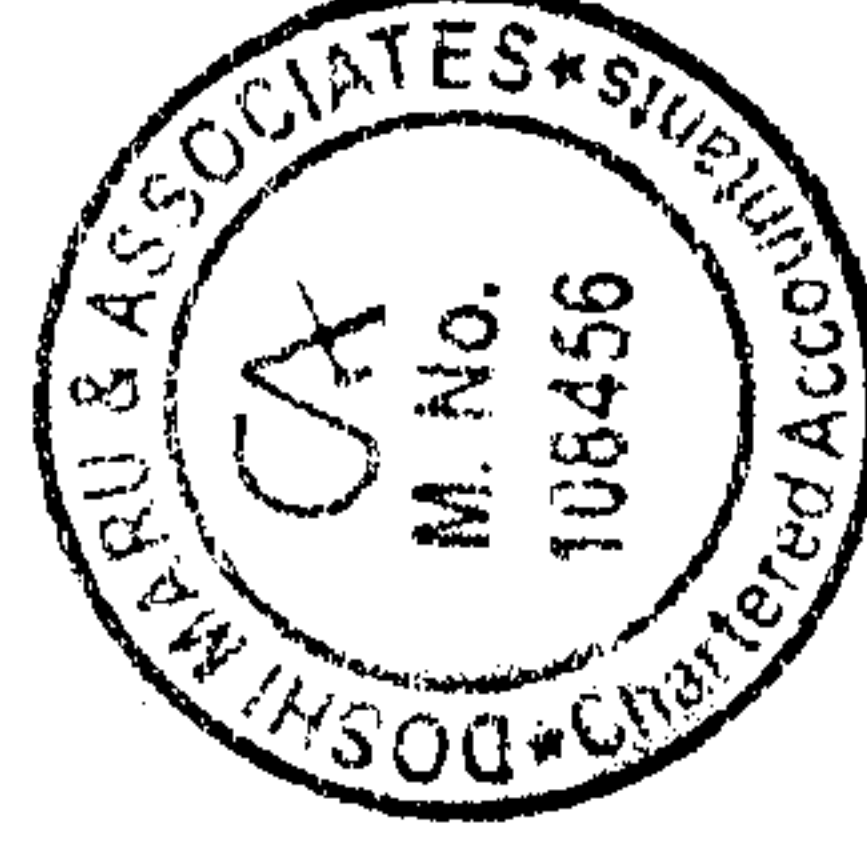
D. Plot No. 36A, 36B admeasuring 487.74 sq. mtrs. And construction carried out thereon admeasuring around 165.14 sq. mtrs., at Rajkot Road, Hapa, Industrial area, Jamnagar owned by the company

E. Open Plot no. 37, 24, 28, 29 admeasuring 2079.92 sq. mtrs. Along with compound wall at Rajkot Road, Hapa Industrial Area, Jamnagar owned by company

F. Plot No. 3, 7, 19 & 20 admeasuring 2161.65 sq. mtrs. And construction carried out thereon (Charging & assembly units) admeasuring around 523.70 sq. mtrs., at Rajkot Road, Hapa, Industrial area,

Jamnagar owned by the company

G. Pledge of FDR of Rs. 7.50 lacs in lieu of residential property at Village: Vibhapat gamtal, Near Gulab Nagar, Jamnagar jointly owned by Mr. M.M Pansara & Mr. A.M. Pansara



NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 7 OTHER CURRENT LIABILITIES

Particulars	As at 31st March 2017	As at 31st March 2016
(i) Current maturities of Long Term Debt (i.e. Term Liability classified as current as per Note 4)	5,841,446.96	8,281,504.16
(i) Statutory Remittance		
(i) Vat Payable	-	-
(ii) TDS Payable	639,980.00	120,163.00
(iii) Service Tax	5,445.50	-
(ii) Advanced from Customer	5,237,024.00	927,518.00
(iii) Other payables (specify nature)		
Bill Discounting	-	-
Other Payables (L/C)	14,541,566.00	25,763,030.00
Security Deposits	25,000.00	25,000.00
Total	26,290,462.46	35,117,215.16

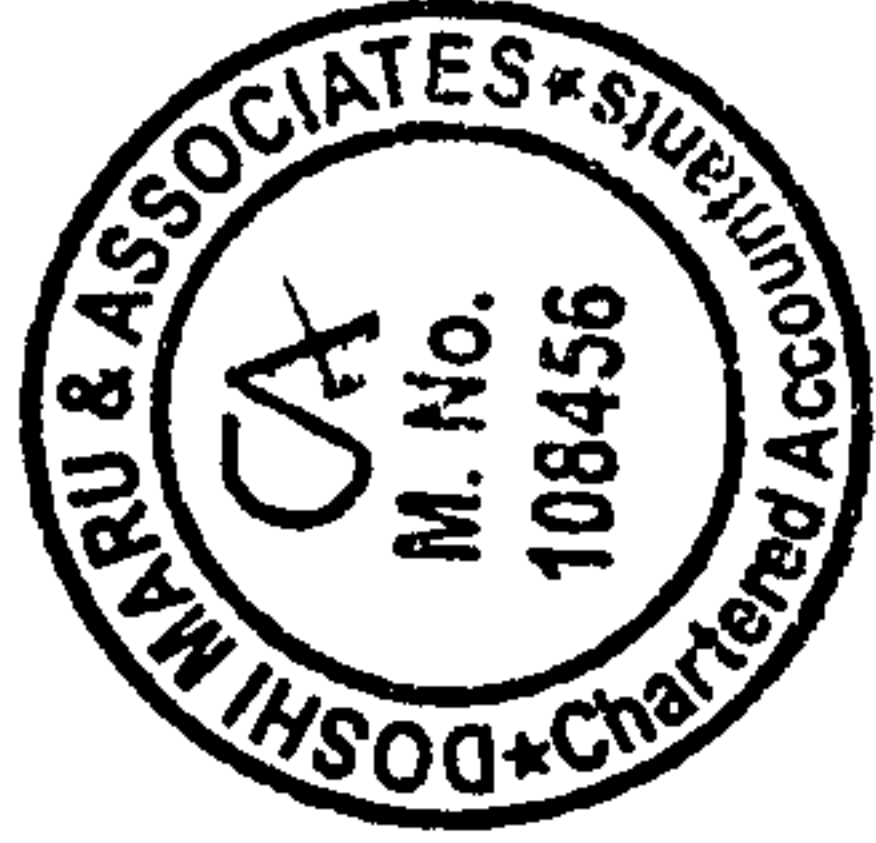
Note 8 SHORT TERM PROVISIONS

Particulars	As at 31st March 2017	As at 31st March 2016
Provision For		
(a) Employee benefits		
(i) Contribution to PF	333,180.00	229,594.00
(ii) Bonus Payable	515,000.00	226,710.00
(iii) Gratuity Payable	1,846,758.00	2,253,743.00
(iv) Wages Payable	406,837.00	213,710.00
(v) leave encashment	62,500.00	-
(vi) Professional Tax	16,484.00	28,350.00
(vii) ESIC Payable	326,638.00	205,639.00
(b) Others (Specify nature)		
(i) Income Tax	2,984,500.00	484,500.00
(ii) Excise Duty On Closing Stock	872,852.00	841,734.00
(iii) Warrenty	21,055,986.00	17,804,786.00
(iv) Audit Fees	160,000.00	-
(v) Electricity	1,092,986.00	1,142,095.00
(vi) Legal Fees	-	20,000.00
Total	29,673,721.00	23,450,861.00

Note 10 NON CURRENT INVESTMENTS

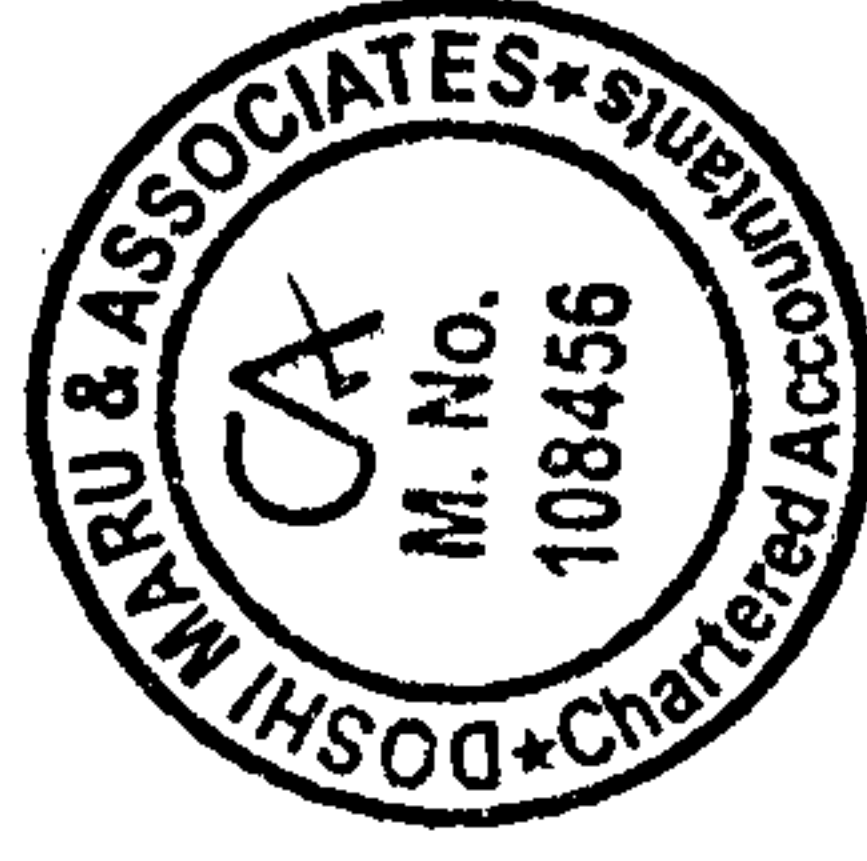
Particulars	As at 31st March 2017	As at 31st March 2016
(b) Other non-current investments (specify nature)		
NCB Shares	1,250.00	1,250.00
NCB Linking Share	55,375.00	55,375.00
Total	56,625.00	56,625.00
Less : Provision for dimunition in the value of Investments		
Total	56,625.00	56,625.00

		1998										1999										2000										2001										
		12/31/98	3/31/99	6/30/99	9/30/99	12/31/99	3/31/00	6/30/00	9/30/00	12/31/00	3/31/01	6/30/01	9/30/01	12/31/01	3/31/02	6/30/02	9/30/02	12/31/02	3/31/03	6/30/03	9/30/03	12/31/03	3/31/04	6/30/04	9/30/04	12/31/04	3/31/05	6/30/05	9/30/05	12/31/05	3/31/06	6/30/06	9/30/06	12/31/06	3/31/07	6/30/07	9/30/07	12/31/07				
a	Tangible Assets																																									
	Land	78,024,750.00				78,024,750.00																																				
	Factory buildings	3,691,344.00				3,691,344.00																																				
	Plant and Machinery General	14,332,467.00				14,195,400.00																																				
	General furniture and fittings	1,192,856.95				1,192,214.95																																				
	Vehicles	63,285.82				76,653.90																																				
	Computer	4,860.56				7,048.60																																				
	Mobile Instrument	1,818.51				2,047.11																																				
	Office equipment	7,681.54				7,681.54																																				
	b	Intangible Assets																																								
Trade Mark		3,026.50				3,166.50																																				
Total		97,000,000.00				97,000,000.00																																				



NOTE 11 LOANS AND ADVANCES

Particular	As at 31st March 2019		As at 31st March 2018	
	Long Term	Short Term	Long Term	Short Term
Security Deposit				
Unsecured, Considered good	29,05,326.14	-	29,05,326.14	-
Sub Total	29,05,326.14	-	29,05,326.14	-
Other Loan & Advance				
Unsecured, Considered good				
Advance to suppliers	1,00,187.50	30,20,514.00	31,20,701.50	7,21,420.00
Advance Payment of Tax & Credit	74,08,216.00	84,39,995.63	1,58,48,211.63	32,44,538.00
Advance to Employee	-	1,54,365.00	1,54,365.00	1,50,402.00
Loans & Advances to other	-	6,22,17,870.00	6,22,17,870.00	94,00,000.00
Other Recoverable & Prepaid Advances	-	2,52,145.00	2,52,145.00	6,78,203.00
Sub Total	75,08,403.50	7,40,84,889.63	8,15,93,293.13	1,41,94,563.00
Total	1,04,13,729.64	7,40,84,889.63	8,44,98,619.27	2,69,72,557.64



NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 12 OTHER NON CURRENT ASSETS

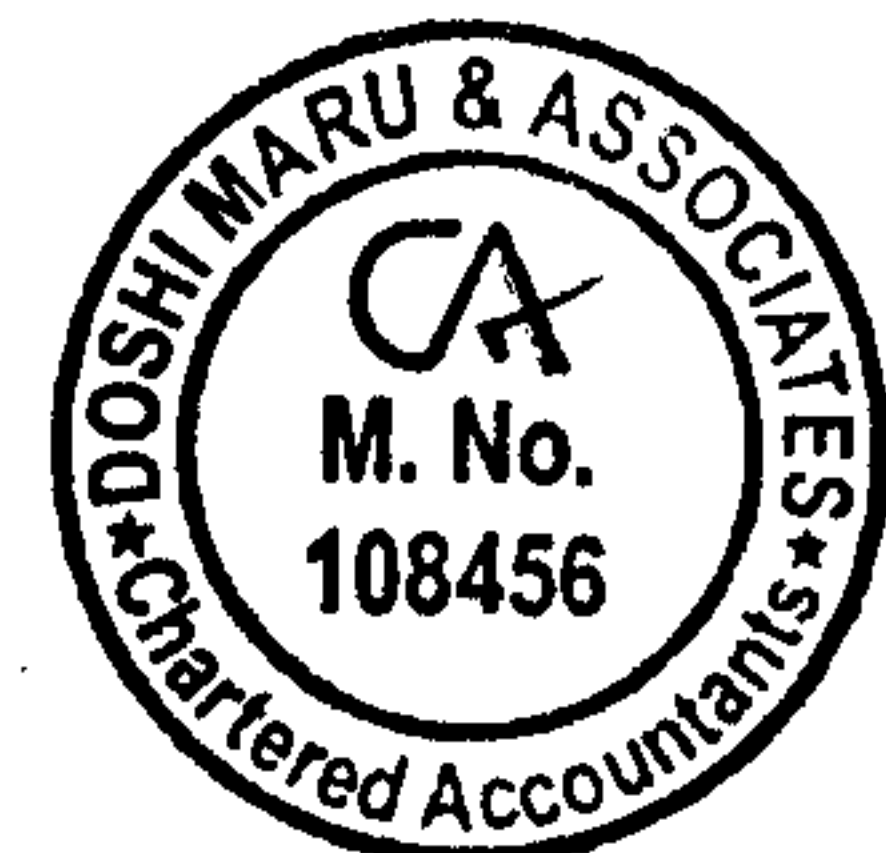
Particulars	As at 31st March 2017	As at 31st March 2016
Non Current Bank Balances (Note No. 15)	22,08,450.00	15,58,650.00
Total	22,08,450.00	15,58,650.00

Note 13 INVENTORIES

Particulars	As at 31st March 2017	As at 31st March 2016
a. Raw Materials and components (Valued at Lower of Cost or NRV as per FIFO Method)	4,46,61,758.98	5,41,49,895.09
b. Work-in-progress (Valued At Estimated Cost)	19,75,185.54	32,25,058.57
c. Finished goods (Valued at Lower of Cost or NRV)	96,66,317.00	1,02,89,898.84
d. Stock-In-Trade (Valued At Lower of Cost or NRV)	2,41,857.32	14,96,689.67
Total	5,65,45,118.84	6,91,61,542.17

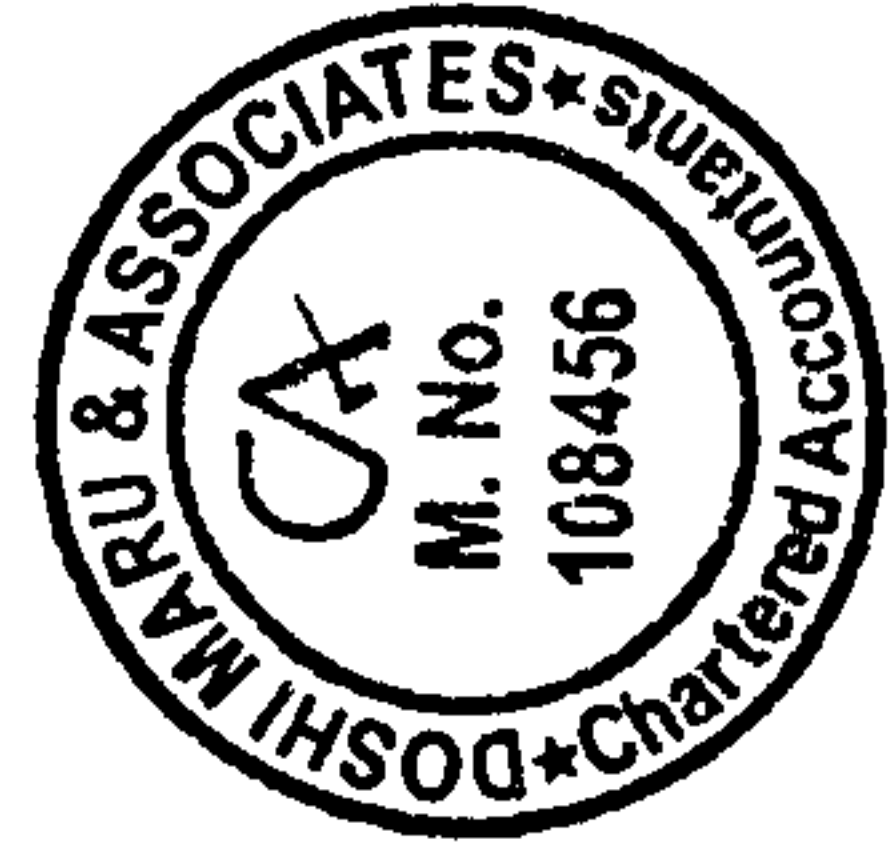
Note 14 TRADE RECEIVABLES

Particulars	As at 31st March 2017	As at 31st March 2016
(Unsecured and Considered Good) Over Six Months	14,56,644.28	4,13,20,874.33
Others	5,41,07,283.60	4,49,44,402.00
Total	5,55,63,927.88	8,62,65,276.33



NOTE 15 CASH & CASH EQUIVALENTS

Particulars	As at 31st March 2017		As at 31st March 2016	
	Non Current	Current	Total	Current
Balance with banks				
Bank of Baroda	-	13,74,217.74	13,74,217.74	21,16,072.72
HDFC Bank	-	68,086.44	68,086.44	90,258.57
Nawanagar Bank	-	50,599.03	50,599.03	42,282.03
SBI Bank	-	2,58,439.33	2,58,439.33	1,10,147.83
Total	-	17,51,342.54	17,51,342.54	23,58,761.15
Cash in hand				
Cash at HO		12,68,262.44	12,68,262.44	4,91,620.44
Cash at Branches		21,112.00	21,112.00	12,448.00
Total	-	12,89,374.44	12,89,374.44	5,04,068.44
Other				
Margin money having more than 3 Month Initial maturity but less than 12 months	-	14,54,900.00	14,54,900.00	30,68,310.00
Margin money having more than 3 Month Initial maturity but more than 12 months	22,08,450.00	-	22,08,450.00	15,58,650.00
Interest Accrued but not due		2,02,779.00	2,02,779.00	1,45,048.00
Total	-	16,57,679.00	38,66,129.00	47,72,008.00
Amount Disclosed under the head other Non Current Assets (Note 12)				
Total	22,08,450.00	46,98,395.98	69,06,845.98	76,34,837.59



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 16 REVENUE FROM OPERATIONS

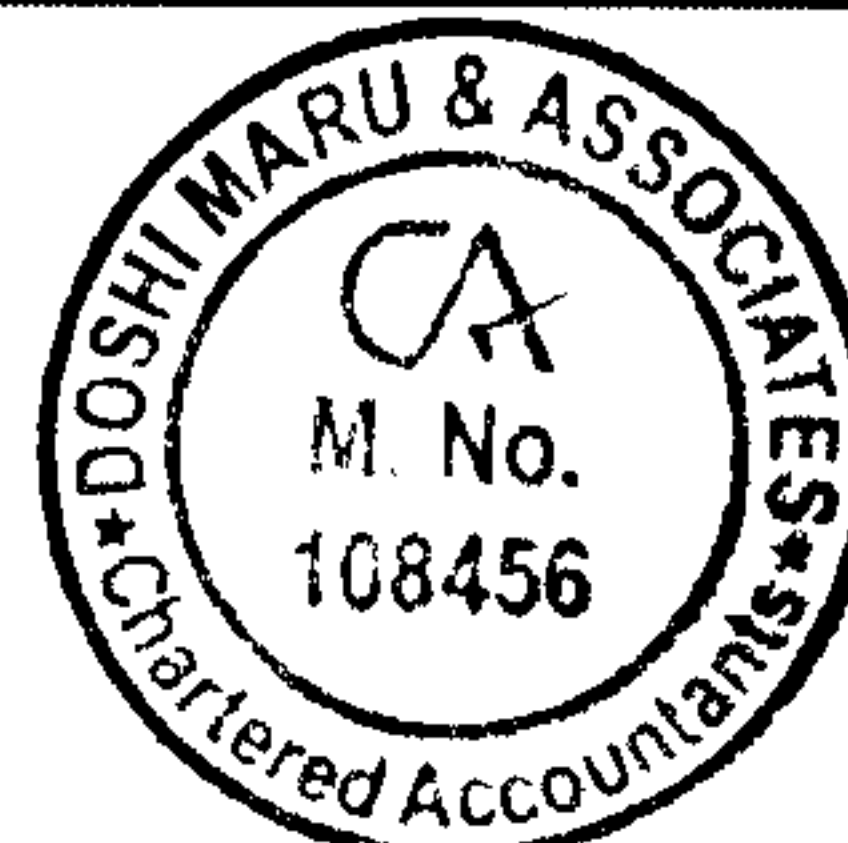
Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Sale of products	622,001,804.64	453,617,854.09
Less:		
Excise duty & VAT	73,881,811.00	53,289,420.00
Total	548,119,993.64	400,328,434.09

Note 16.1 PARTICULARS OF SALE OF PRODUCTS

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Manufactured Goods		
Storage Batteries & Others	476,776,153.44	319,164,100.59
Waste Sales	2,659,037.20	1,231,400.00
Semi finished Lead & Plate and Seprators	53,529,640.00	38,352,796.00
Container sale	-	46,819.50
Packing Material	-	-
Battery Stock Ahmedabad	-	3,448,719.00
Traded Goods		
Packing Material	-	37,800.00
Capital Goods Sales	211,640.00	90,000.00
Export Sales	14,943,523.00	37,956,799.00
Total	548,119,993.64	400,328,434.09

Note 17 OTHER INCOME

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Interest Income		
Interest Income from PGVCL	199,753.00	178,389.00
Interest on FD	157,174.00	257,333.00
Other interest income	-	-
Interest on Gratuity	45,296.00	78,132.00
Dividend Income		
From Long Term Investments	8,517.00	8,494.00
Other Income		
Duty Drawback Income	425,487.00	821,236.00
Export Incentives	687,280.00	-
Debit note on Interest Differential for Bill Discounted & Exchange with OE Suppliers on Previous Supplier	-	3,000,000.00
Metal Sample Analysis Income	-	24,800.00
Kasar	6,548.25	13,266.89
Rate difference	10,464.00	20,252.00
Quantity Difference	55,495.00	-
Cheque Retrun Charges	-	2,500.00
Forex Gain Or Loss	-	360,487.00
Excess Provision of Warranty Written Back	4,094,966.00	5,221,779.00
Battery Charging Cost	-	6,000.00
Profit on sale of Vehicle	119,378.00	-
Packing Charges	1,200.00	-
Total	5,811,558.25	9,992,668.89



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 18 COST OF MATERIAL CONSUMED

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Opening Stock Raw Materials	5,41,49,895.09	5,36,30,140.34
Add:- Purchase of Raw Materials	42,47,50,721.94	29,85,21,832.00
Closing Stock of Raw Materials	4,46,61,758.98	5,41,49,895.09
Cost of Raw Material Consumed		

Note 18.1 PARTICULARS OF COST OF MATERIAL CONSUMED

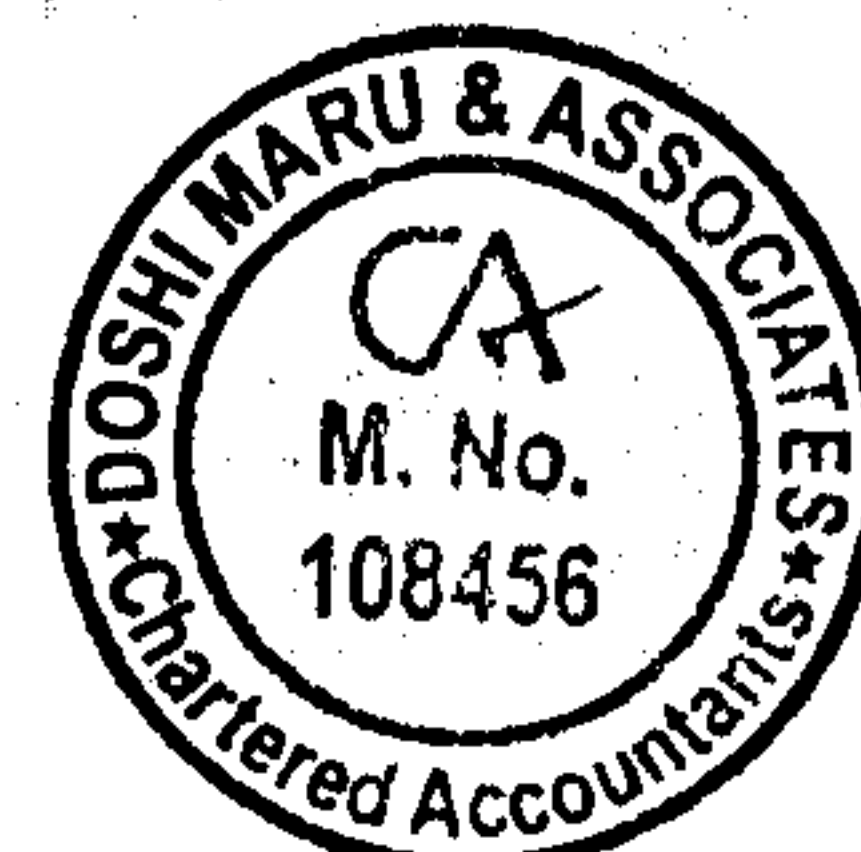
Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Manufacture goods Consumed		
Lead	29,69,61,219.00	19,67,93,306.25
Containers	3,31,57,562.50	2,38,65,365.00
Battery Scrap	1,24,11,822.00	1,22,87,375.00
Packing Material	75,46,935.00	47,56,443.00
Fuel and Coal	48,68,445.00	47,07,926.00
Acid and Chemicals	5,92,292.00	2,48,423.00
Stores and spares	1,47,18,961.00	95,62,272.00
Raw Material	1,53,41,136.00	59,28,683.00
Separator	1,50,41,210.00	74,55,699.00
Tabular Bag	1,22,52,230.00	68,48,165.00
Traded Goods		
Others	1,11,51,196.00	2,55,48,420.00
Total	22,00,43,008.50	22,80,62,077.25

Note 19 CHANGES IN INVENTORIES OF FINISHED GOODS , STOCK IN PROCESS AND WIP

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Inventories at the end of the year		
Finished Goods	96,66,317.00	1,02,89,898.84
Work In Progress	19,75,185.54	32,25,058.57
Stock-in-trade	2,41,857.32	14,96,689.67
Inventories at the beginning of the year		
Finished Goods	1,02,89,898.84	2,62,52,587.86
Work In Progress	32,25,058.57	1,06,02,704.11
Stock-in-trade	14,96,689.67	-
Net(Increase)/decrease	2,26,722.22	2,18,36,448.99

Note 20 EMPLOYEE BENEFITS EXPENSES

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a) Salaries and Wages	1,82,69,931.00	1,39,29,575.00
(b) Contributions to Provident Fund & Other Fund		
Provident fund	20,49,056.00	15,13,200.00
ESIC	85,280.00	-
(c) Staff welfare expenses	16,09,403.00	7,93,015.00
(d) Provision for Gratuity	-	6,59,356.00
Total	2,19,94,670.00	1,68,95,146.00



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 21 FINANCE COST

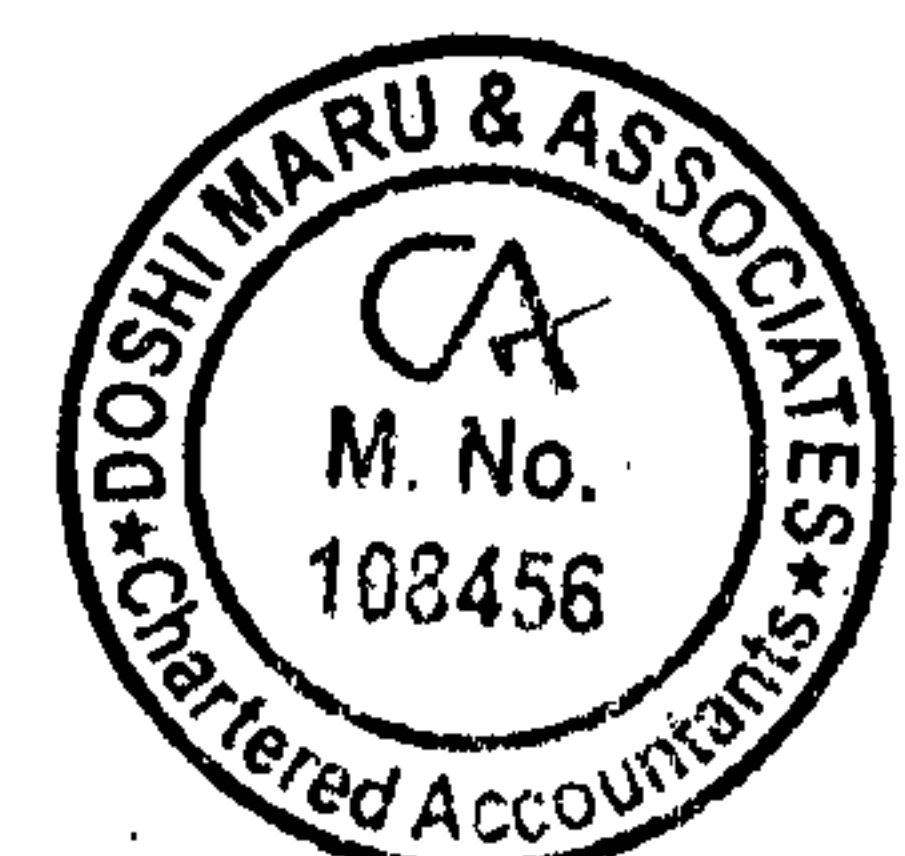
Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a) Interest expense :-		
(i) Borrowings	1,46,78,629.84	1,25,82,884.56
(ii) Others		
- Interest on TDS	-	47.00
- Other Interest	24,287.00	1,06,425.00
(b) Other borrowing costs	17,57,585.38	13,97,064.73
Total		

Note 22 DEPRECIATION AND AMORTISATION

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Depreciation Exp	1,35,70,065.00	1,46,12,621.00
Total		

Note 23 OTHER EXPENSES

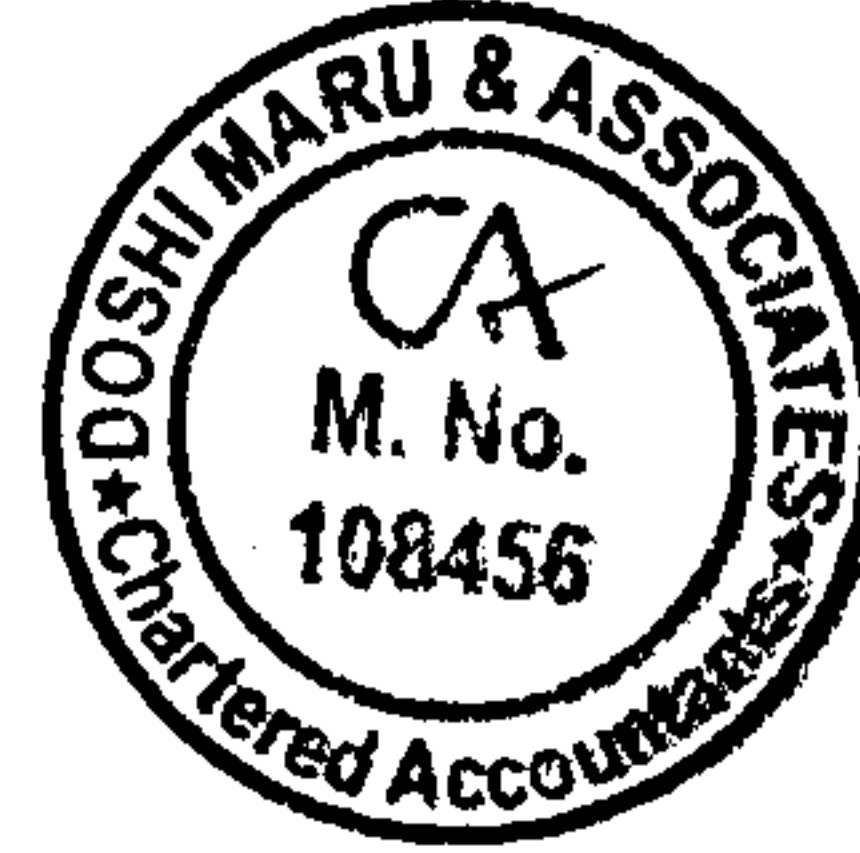
Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Manufacturing Expenses		
Increase/(Decrease) in closing stock of inventory	31,118.00	(9,89,748.00)
Excises duty Expenses on Branch Transfer	12,27,819.01	5,67,935.87
Electric Power & Fuel	2,37,89,142.00	2,03,25,196.00
Repairs to Building	-	-
Repair to Machinery	4,02,035.00	2,98,584.00
Freight & Forwarding Exp	27,69,763.00	43,34,161.00
Vat credit Reduced on Fuel and CST sale	34,06,367.00	25,27,455.00
Selling & Distrubution Expenses		
Commission Exp	51,625.00	35,459.00
Exhibition Exp	-	1,90,950.00
Sales Promotion Exp	6,688.00	2,63,927.00
Scheme Discount	-	-
Special Discount	11,000.00	17,208.65
Warranty Expenses	85,75,845.00	88,44,083.00
Turnover Discount	-	-
Foreign Gain or Loss	-	-
Uganda Trading Expenses	-	11,49,125.00
Establishment Expenses		
Advertisement Exp	91,950.00	2,53,500.00
Bad Debts	43,01,767.77	54,913.00
Forex Loss	1,28,500.00	-
Travelling Exp	5,77,314.00	2,53,063.00
Rates & Taxes	12,51,125.50	6,33,083.00
Donations	10,000.00	-
Payment To auditor	1,60,000.00	1,60,000.00
Legal & Professional Fees	6,33,880.00	7,39,158.00
Fixed Assets written off	13,70,040.00	10,27,351.00
Printing & Stationery Exp	2,64,249.00	1,68,127.00
Other Repairs	15,793.00	1,25,949.00
Rent Exp	7,55,931.00	7,42,993.00
Insurance Exp	5,01,851.00	6,05,967.00
Vehicle Exp	1,56,832.00	1,74,195.00
Telephone Exp	3,38,237.00	3,55,728.00
Mis Expenses.	18,78,055.00	14,13,331.84
Total		



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 23.1 PAYMENT TO AUDITORS AS:

	2018-19	2017-18
a. auditor	1,00,000.00	1,00,000.00
b. for taxation matters	60,000.00	60,000.00
c. for company law matters	-	-
d. for management services	-	-
e. for other services	-	-
f. for reimbursement of expenses	-	-
Total	1,60,000.00	1,60,000.00



- 24 a) The Company's land, building, plant & machinery, equipment, vehicles (other than those which are specifically hypothecate) both present and future have been placed as security under a pari passu charge for the term loans obtained by the Company from the Bank of Baroda. All the said loans have not been repaid in full.
- b) The rupee term loans from Bank of Baroda are secured by first charge on all fixed assets both present and future.
- c) The working capital facilities from Bank of Baroda are secured by hypothecation of stock of raw materials, work-in-process, finished goods, stores & spares, bills receivable and book debts. The fixed assets of the Company are provided as collateral security of some of the directors, for which no consideration has been passed to them.

25 Contingent Liabilities

1 Contingent Liabilities

Particulars	31.03.2017	31.03.2016
a. Counter guarantees given to banks in respect of bank guarantees issued	1,37,23,900.00	80,86,500.00
b. Letters of Credit opened with banks (Rs.)	1,45,41,566.00	2,57,63,030.00
Buyers Credit opened with banks (US\$)	-	-
c. Contingent Liabilities towards Cases pending before Government	61,75,696.00	74,02,997.00
d. Bills discounted with Scheduled Banks	-	-
e. Estimated amount of contracts remaining to be executed on capital accounts, not provided for	-	-

26 Capacity and Production

Particulars	UOM	31.03.2017	31.03.2016
Storage Batteries			
Inatalled Capacity	SU's	6,00,000.00	6,00,000.00
Average Installed Capacity	Nos.		
Actual Production	SU's	1,68,572.00	96,200.00

Note: The Installed Capacity represents the capacity as at March 31, 2017 and Average Installed Capacity represent year weighted average capacity based on expansions carried out during the year. The capacities are as certified by the management.

27 Purchase of Trading Goods

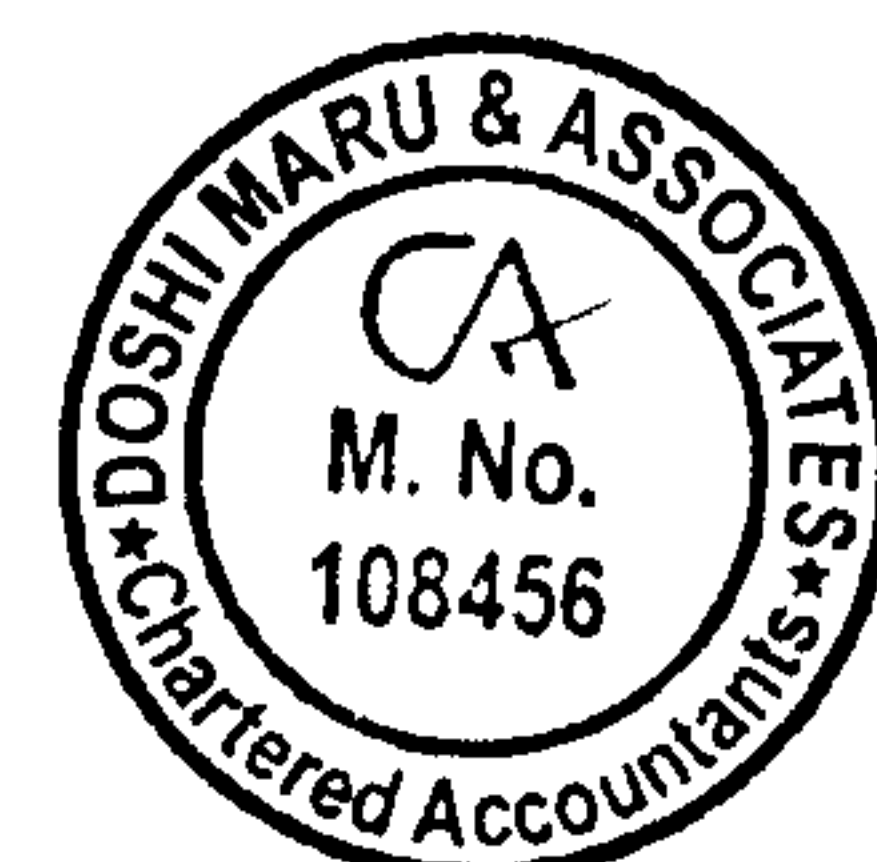
Particulars	Year ended 31.03.2017		Year ended 31.03.2016	
	Qty	Amount	Qty (NOS)	Amount
BATTERY RELEVANT MACHINERY / EQUIPMENTS / CHEMICALS / ALL OTHER MATERIALS	KGS	68,890.400	74,575.000	2,51,30,530.00
	NOS	9,03,662.00		
Total		1,11,51,196.00	74,575.000	2,51,30,530.00

28 Turnover

Particulars	Rs.		Rs.	
	Qty (Nos.)	Amount	Qty (Nos.)	Amount
Storage Batteries	80,332.000	47,67,76,153.00	91,898.00	32,25,99,392.00
CAPITAL GOODS	1.000	2,11,640.00	50.00	90,000.00
TRADING GOODS	KGS	68,890.400	74,575.00	3,79,56,799.00
	NOS	9,01,404.000		
CORRUGATED BOXES			600.00	37,800.00
SOLAR INVERTER			1.00	3,428.00
CONTAINER			7,203.00	46,820.00
Waste sales (Kgs.)	1,17,564.430	26,59,037.00	67,490.00	12,31,400.00
Battery Plate	4,73,210.000	5,16,37,140.00	3,50,130.00	3,60,43,176.00
Semi finish - Lead (Kgs.)	13,500.000	18,92,500.00	16,573.00	23,09,620.00
Total		54,81,19,993.00	Total	40,03,18,435.00

29 Opening and Closing Stock of Finished Goods

Particulars	UOM	Year ended 31.03.2017		Year ended 31.03.2016	
		Qty (Nos.)	Amount	Qty (Nos.)	Amount
Opening Stock					
Storage Batteries	Pcs.	3,488.00	1,02,77,795.84	21,626.00	2,60,81,839.00
Home UPS		64.00	2,06,452.00	64.00	2,06,452.00
Closing Stock					
Storage Batteries	Pcs.	3,187.00	96,66,317.00	3,488.00	1,02,77,795.84
TRADING GOODS	Pcs.	3,458.00	2,41,857.00	1.00	12,103.00



30 Consumption of Raw materials

Particulars	UOM	Year ended 31.03.2017		Year ended 31.03.2016	
		Qty (Nos.)	Amount	Qty (Nos.)	Amount
Lead	Kgs.	24,21,665.421	29,31,38,289.00	14,83,200.351	19,89,81,037.00
Container	Pcs.	88,700.00	2,47,47,071.00	79,185.00	1,56,29,293.00

31 Comparison between purchase of Imported and Indigenous Raw materials, Stores and Spares during the year
i Raw Materials

Particulars	UOM	Year ended 31.03.2017		Year ended 31.03.2016	
		Value	%	Value	%
Imported	Kgs.	1,41,36,035.00	3.57	17,69,996.00	0.62
Indigenous	Kgs.	38,23,36,209.00	96.43	28,41,89,564.00	99.38
Total		39,64,72,244.00	100.00	28,59,59,560.00	100.00

ii Stores and Spares

Particulars	UOM	Year ended 31.03.2017		Year ended 31.03.2016	
		Value	%	Value	%
Imported	Kgs.	5,47,121.00	9.83	1,76,391.00	29.86
Indigenous	Kgs.	50,17,698.00	90.17	4,14,257.00	70.14
Total		55,64,819.00	100.00	5,90,648.00	100.00

32 Value of imports made during the year by the Company calculated on CIF basis

Particulars	Year ended 31.03.2017	Year ended 31.03.2016
Capital Goods	16,33,737.00	-
Finished Goods	-	-
Raw Materials & Components	1,31,95,226.00	17,69,996.00
Stores & Spares	4,89,439.00	1,76,391.00
Total	1,53,18,402.00	19,46,387.00

33 Expenditure incurred in foreign currency during the year

Particulars	Year ended 31.03.2017	Year ended 31.03.2016
Foreign travel Expense (exclusive of tickets purchased in Rupees)	1,58,659.00	7,646.00
Total	1,58,659.00	7,646.00

34 FOB value of Exports made during the year

Particulars	Year ended 31.03.2017	Year ended 31.03.2016
Battery / Inverter / Trading	4,10,26,464.00	4,81,94,434.00

35 Disclosure required by the AS-15 (Revised)- Employee Benefits
 Reconciliation of Present Value of Defined Benefits Obligations

Particulars	Year ended 31.03.2017		Year ended 31.03.2016	
	Gratuity	Leave salary	Gratuity	Leave salary
Present value of obligations at the period beginning	22,53,743	-	23,14,827	-
Service cost	-	62,500	5,81,224	-
Benefits paid	-	-	(9,36,194)	-
Actual (gain)/Loss	-	-	2,93,886	-
Present value of obligations at the period end	22,53,743	62,500	22,53,743	-

Note : At present the obligations are un funded and company intends to adopt the contribution plans and funding with an arrangement to LIC of India.

36 Remuneration to Directors
ii Details of remuneration to Non-Executive Chairmen & Directors

Particulars	Year ended 31.03.2017	Year ended 31.03.2016
1 Remuneration	64,87,500.00	46,87,500.00

37 Fixed deposits under Cash and Bank balance include

Particulars	Year ended 31.03.2017	Year ended 31.03.2016
1 Lodged as security with various authorities	27,52,187.00	15,58,650.00
2 Towards Margin Money Deposit	14,54,900.00	30,68,310.00

37 Fixed Deposits under Cash and Bank balance include

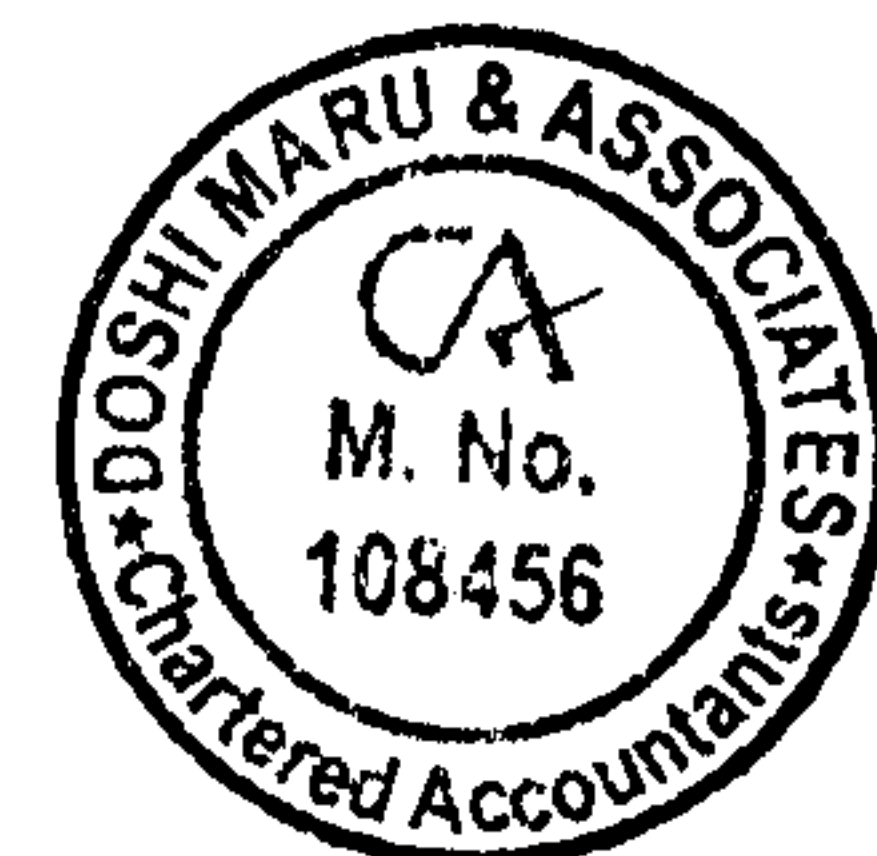
Particulars	Year ended 31.03.17	Year ended
Lodged as security with various authorities	27,52,187.00	23,04,984.00
Towards Margin money deposits	14,54,900.00	30,68,310.00

38 A Sundry debtors include debts due from companies in which the directors are interested

Particulars	Year ended 31.03.17	Year ended
1 Gold Star Battery Uganda	70,29,603.00	98,80,320.00

B Sundry creditors include debts due from companies in which the directors are interested

Particulars	Year ended 31.03.17	Year ended
1 Bluestar Energy Pvt Ltd	2,33,762.00	-



39 AS 17 : Segment Reporting

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
Segment Revenue		
Manufactured Goods	53,31,76,471.00	36,23,71,635.00
Trading goods	1,49,43,523.00	3,79,56,799.00
Total	54,81,19,994.00	40,03,28,434.00
Segment Expenses		
Manufactured Goods	44,75,46,477.00	31,04,17,171.00
Trading goods	1,18,34,338.00	2,63,23,697.00
Total	45,93,80,815.00	33,67,40,868.00
Segment Results		
Manufactured Goods	8,56,29,994.00	5,19,54,464.00
Trading goods	31,09,185.00	1,16,33,102.00
Operating Profit	8,87,39,179.00	6,35,87,566.00
Other Income	58,11,558.00	99,92,669.00
Finance Expense	1,13,70,932.00	1,40,86,421.00
Administrative Expense	5,27,06,927.00	4,42,71,695.00
Depreciation	1,35,70,065.00	1,46,12,621.00
Income Tax Expense	69,83,000.00	(29,500.00)
Net Profit	99,19,813.00	6,38,998.00
Segment Assets		
Manufactured Goods (Other than Stock & Debtors)	17,79,97,418.00	17,63,50,521.00
Trading goods (other than Stock & Debtors)	-	-
Total	17,79,97,418.00	17,63,50,521.00
Segment Assets		
Manufactured Goods (Stock)	5,65,45,119.00	6,91,49,439.00
Trading goods (Stock)	2,41,857.00	12,103.00
Total	5,65,45,119.00	6,91,49,439.00
Segment Assets		
Manufactured Goods (Debtors)	9,42,57,332.00	7,63,84,956.00
Trading goods (Debtors)	47,71,366.00	98,80,320.00
Total	9,90,28,698.00	8,62,65,276.00
Segment Liabilities		
Manufactured Goods (other than Creditors)	17,51,16,950.00	17,93,41,315.00
Trading goods (Other than Creditors)	-	-
Total	17,51,16,950.00	17,93,41,315.00
Segment Liabilities		
Manufactured Goods (Creditors)	4,69,90,467.00	5,02,93,624.00
Trading goods (Creditors)	14,76,496.00	20,62,789.00
Total	4,84,66,963.00	5,23,56,413.00



40 Related Party Transactions

Related Parties particulars pursuant to "Accounting Standard -18"

A

List of Related parties

Key Management Personnel

Muljibhai M Pansara

Relatives of Key management Personnel

Amrutlal Mohanbhai Pansara

Navneet M Pansara

Dhruvi N Pansara

Vishal M Pansara

Mohanbhai K Pansara

Leelaben M. Pansara

Geetaben A. Pansara

Vithalbhaji Veljibhai Pansara

Enterprises in which Key management personnel and/or their relatives have Significant influence

Blue Star Energy Pvt. Ltd.

Blue Star Wind Energy Pvt. Ltd.

B **Transaction with related Parties**

Particulars	Year			Year ended		
	Key management personnel	Relatives of key Management Personnel	Sister Concern	Key management personnel	Relatives of key Management Personnel	Sister Concern
I Transactions during the year						
Remuneration Paid	19,12,500	45,75,000	-	13,12,500	33,75,000	-
Turnover	-	-	1,96,63,948	-	1,88,38,588	-
Service Received	-	-	-	-	-	-
Rent Paid	60,000	-	-	-	-	-
Interest Paid	11,66,516	39,23,054	-	-	-	-
I Balance as at 31.03.2017						
Share capital held by	4,62,157	8,37,843	-	4,62,157	8,37,843	-
Percentage of Share Holding	35.55	64.45	-	35.55	64.45	-

41 Notes forming part of accounts in relation to Micro and small enterprise

1. Based on information available with the company, on the status of the suppliers being Micro or small enterprises, on which the auditors have relied, the

Sl. No.	Particulars	Year ended 31.03.17		Year ended 31.03.16	
		Principal	Interest	Principal	Interest
i	Amount due as at the date of balance sheet	Nil	Nil	Nil	Nil
ii	Amounts paid beyond the appointed date during the year	Nil	Nil	Nil	Nil
iii	Amount of interest due and payable for the period of delay in making payments of principal during the year beyond the appointed date.	Nil	Nil	Nil	Nil
iv	The amount of interest accrued and remaining unpaid as at the date of Balance Sheet	Nil	Nil	Nil	Nil

42 Major components of Deferred Tax Assets and Liabilities as at 31.03.2017 arising on account of timing differences are:

Particulars	Assets	Liabilities
1 Depreciation	5,54,75,858.00	-
2 Amounts disallowed U/s. 43b of the IT Act & Others	-	-
3 Carried forward Loss	-	1,54,68,040.00
Net Deferred Tax Liability as on March 31, 2017	1,71,42,000.00	1,37,36,000.00

43 Details of Provision for Warranty Expenses

Particulars	Year ended 31.03.2017	Year ended 31.03.2016
Provision Opening	1,78,04,786.00	1,52,24,281.00
Provision made during the year	64,46,166.00	88,44,083.00
Withdrawn/Reversed during the year	40,94,966.00	62,63,578.00
Provisions closing	2,01,55,986.00	1,78,04,786.00

44 The balances in various personal accounts are subject to confirmation by and reconciliation with the concerned parties

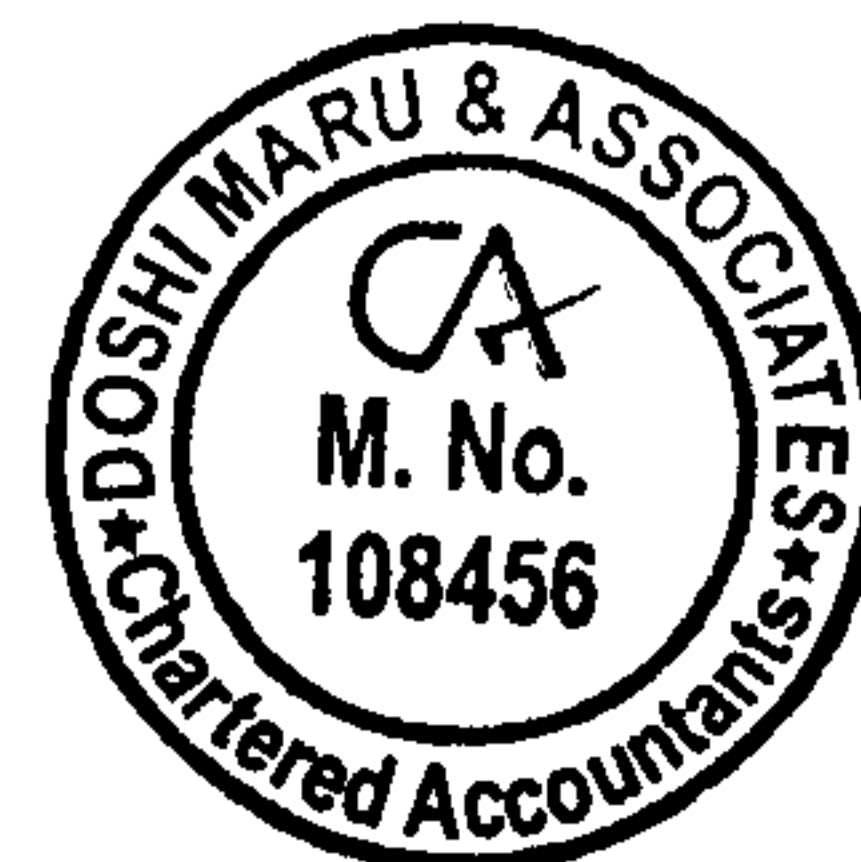
45 In the opinion of the Board of Directors the Current assets, loans and advances are expected to realise the value stated in the accounts, in the ordinary course of business.

46 The previous year's figures have been reworked, regrouped, and reclassified wherever necessary. Amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

47 Figures have been rounded off to the nearest thousands and rupees whenever it is mentioned in rupees

48 Total Sales reported as under

Particulars	Year ended 31.03.2017	Year ended 31.03.2016
Gross sales	62,20,01,804.64	54,56,10,911.00
Less: TCS collection	-	-
Less: Excise	6,19,29,480.00	5,19,18,984.00
Less: Edu. cess	-	15,57,562.00
Less: CST & VAT	1,19,52,331.00	2,16,88,876.00
Net sales	54,81,19,993.64	47,04,45,489.00



50 Earning Per share

Particulars	Year ended 31.03.2017	Year ended 31.03.2016
Profit/(Loss) after tax attributable to Equity Shareholders (A)	59,07,242.12	6,38,997.19
Weight Number of Equity share outstanding during the year (B)	13,00,000.00	13,00,000.00
Basic & Diluted Earning per share for each share of Rs. 10/- (c) = (a)/(b)	4.54	0.49

Particulars	Months	2017 Shares	2016 Shares
No of shares Outstanding at the opening during the year	-	13,00,000.00	13,00,000.00
No of Shares issued during the year	-	-	-
Weight Number of Equity share outstanding during the year (B)	-	13,00,000.00	13,00,000.00

