

Dan River Properties LLC
Balance Sheet as at March 31, 2017
(INR in crores)

Particulars	Note No.	Balance as at March 31, 2017	Balance as at March 31, 2016
I. Assets			
(1) Non-current assets			
(a) Property, plant and equipment	3	8.56	8.56
(2) Current assets			
(a) Financial assets			
(i) Cash and cash equivalents	4	1.15	0.06
Total assets		9.71	8.62
II. Equity and Liabilities			
Equity			
(a) Equity share capital		-	-
(b) Other equity	5	3.11	1.26
Liabilities			
(1) Non-current liabilities			
(1) Other non-current liabilities	6	6.60	7.35
Total equity and liabilities		9.71	8.62

The accompanying notes are Internal part of the financial statements.

As per report of even date

For Rahul Gautam Divan & Associates
Chartered Accountants
ICAI Firm Registration No. 120294W

For and on behalf of the Board of Directors of

per Rahul Divan
Partner

R. S. Jalan
Managing Director

Raman Chopra
CFO & Executive

Dan River Properties LLC
Statement of Profit and Loss for the year ended March 31, 2017
(INR in crores)

Particulars	Note No.	For the year ended March 31, 2017	For the year ended March 31, 2016
I. Revenue from Operations	7	2.47	2.13
II. Other income			
III. Total Income (I+II)		2.47	2.13
IV. Expenses			
Employee benefit expenses	8	0.32	0.29
Finance costs		0.12	-
Depreciation and amortization expense		-	-
Other expenses	9	0.29	0.09
Foregin Exchange Loss/ (Profit) on Conversion into INR		(0.10)	0.49
Total expenses (IV)		0.62	0.87
V. Profit / (loss) before exceptional items and tax (III-IV)		1.85	1.26
Exceptional items			
VI. Profit / (loss) before tax		1.85	1.26
VII. Tax expense:			
(1) Current tax			
(2) Deferred tax			
VIII. Profit / (loss) for the period (VI-VII)		1.85	1.26
IX. Other comprehensive income			
Items that will not be reclassified to profit or loss			
Re-measurement losses on defined benefit plans			
Income tax effect			
Re-measurement of investment in equity			
Income tax effect			
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods	31	-	-
X. Total Comprehensive income for the period (VIII + IX)		1.85	1.26
XI. Earnings per equity share	30		
Basic			
Diluted			

The accompanying notes are Internal part of the financial statements.

As per report of even date

For Rahul Gautam Divan & Associates
Chartered Accountants
ICAI Firm Registration No. 120294W

For and on behalf of the Board of Directors of

per Rahul Divan
Partner
Membership No. 100733

R. S. Jalan
Managing Director

Raman Chopra
CFO & Executive Director-
Finance

Dan River Properties LLC
Statement of Cash Flows for the year ended March 2017
(INR in crores)

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Profit before tax	1.85	1.26
Adjustments for:		
Operating profit/(loss) before working capital changes	<u>1.85</u>	<u>1.26</u>
Movement in working capital		
(Decrease) in other non current liabilities	(0.76)	(1.96)
Cash generated from operations	<u>1.09</u>	<u>(0.70)</u>
Net cash generated from operating activities	<u>1.09</u>	<u>(0.70)</u>
Cash flow from investing activities		
Net cash used in investing activities	<u>-</u>	
Cash flow from financing activities		
Net cash generated from financing activities	<u>-</u>	
Net (decrease) / increase in cash and cash equivalents	<u>1.09</u>	<u>(0.70)</u>
Cash and cash equivalents at the beginning of the year	<u>0.06</u>	<u>0.75</u>
Cash and cash equivalents at the end of the year	<u><u>1.15</u></u>	<u><u>0.06</u></u>
Components of cash and cash equivalents		
Cash and cheques on hand	-	
Balances with banks:		
- On current accounts	1.15	0.06
Total cash and cash equivalents	<u><u>1.15</u></u>	<u><u>0.06</u></u>

Notes:

1. The cash flow statement has been prepared under the indirect method as set out in the Ind AS 7 "Statement of Cash Flows".

The accompanying notes are Internal part of the financial statements.

As per report of even date

For Rahul Gautam Divan & Associates

Chartered Accountants

ICAI Firm Registration No. 120294W

For and on behalf of the Board of Directors of

per Rahul Divan

Partner

R. S. Jalan
Managing Director

Raman Chopra
CFO & Executive

Dan River Properties LLC
Statement of changes in equity for the year ended March 31, 2017
(INR in crores)

Note

A. Equity Share Capital

Equity Shares of INR 10 each issued, subscribed and fully paid up:

	<u>Number</u>	<u>INR</u>
Balance as at April 1, 2015		
Changes in share capital during the year		
Balance as at March 31, 2016	-	-
Changes in share capital during the year		
Balance as at March 31, 2017	-	-

B. Other Equity

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	<u>Retained earnings</u>	
Balance as at April 1, 2015		
Profit for the period	1.26	
Balance as at March 31, 2016	1.26	
Balance as at April 1, 2016	1.26	
Profit for the period	1.85	
Balance as at March 31, 2017	3.11	-

The accompanying notes are Internal part of the financial statements.

As per report of even date
For Rahul Gautam Divan & Associates
Chartered Accountants
ICAI Firm Registration No. 120294W

For and on behalf of the Board of Directors

per Rahul Divan
Partner
Membership No. 100733

R. S. Jalan Raman Chopra
Managing Director CFO & Executive
Director-Finance

Place : New Delhi
Date:20/05/2017

Place : New Delhi
Date:20/05/2017

Dan River Properties LLC

(Incorporated in United States Of America)

NOTE 1 & 2 : NOTES ON ACCOUNTS

1.0 SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of Preparation of Financial Statements

The books of account of the company are maintained in US Dollars . The financial statements have been prepared in accordance with the local laws in United States Of America. The same have been translated into Indian Currency and reclassified in accordance with the Schedules III of the Companies Act, 2013 of India for the specific purpose of consolidation with the Indian holding company, GHCL Limited.

1.2 Use of Estimates

The preparation of financial statements is in conformity with the accounting principles generally accepted in the USA. which requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes.

1.3 Foreign Currency Transactions

The functional currency of the company is US Dollar (USD). Accounts of the body corporate incorporated in USA, have been made out in accordance with the US laws and the same have been translated to INR as per Schedule III of the Companies act, 2013. This requires drawing up the Balance Sheet, Statement of Profit & Loss, and Cash Flows Statement in a manner so as to make it appear conforming to the requirements of Schedule III of the Companies Act, 2013.

1.4 Translation of accounts of the body corporate from the currency of the country of its incorporation (USD) to INR:

Unsecured loans, current assets and current liabilities are translated to INR at the exchange rates ruling at the year end. Equity share capital and other equity has been recognized in the accounts at the exchange rate ruling at the time of their issuance. Income and expenses have been recognized in the accounts on the basis of average of daily closing exchange rates ruling from beginning till the end of the period. The resultant difference is disclosed as exchange gain/loss on INR conversion in the Statement of Profit & Loss.

2 NOTES ON ACCOUNTS

2.1 Other Income

The Company has a Property which has been rented out to a Tenant on a long term basis from which the Company secures monthly Rental Income.

2.2 Related Party Transactions:

Following are the related parties of the Company :-

1. GHCL Limited
2. Grace Home Fashions LLC

The following subsidiaries are not considered related parties since they are in Liquidation/dissolved and GHCL Ltd (Ultimate Holding Company) does not currently exercise significant influence over these companies :

- Textile & Design Limited (under Liquidation since 25th September, 2009)
- Rosebys Interiors India Limited (under Liquidation since 7th August ,2015)

Disclosure of transactions between the Company and related parties and the status of outstanding balances as 31st March, 2017

Type of Transactions	Having Significant Influence	Current Year		Previous Year	
		Holding Company	Subsidiaries	Holding Company	Subsidiaries
Balances as on 31st March , 2017					
- Other non-current liabilities	NIL	6.60		7.35	

- 2.3 Accounts of Dan River propertiesn LLC a body corporate (a subsidiary of GHCL Ltd (100% holding, incorporated in india), a company incorporated in USA have been made out as per requirement of Indian Companies Act in due adherences of sub section 3 of section 129 Companies Act, 2013. This entailed drawing up the Balance Sheet, Statement of Profit & Loss and Cash Flow Statement of the subsidiary in a manner so as to make it confirming to the requirements of the Companies Act, 2013, for the purpose of annexing the particulars of the body corporate with its ultimate holding company under section 129 of the Companies Act, 2013.

Modification of accounts predominantly related to:

(a) Translation of treatment of various heads of accounts in terms of the Companies (Accounting Standards) Rules, 2014 read with accounting policy of parent company, the latter being embarked upon to facilitate the cause of consolidation with the holding company as required under IND AS.

(b) Presentation of accounts in terms of Schedule III of the Companies Act, 2013, including disclosure of necessary information as laid down under section 133 of the Companies Act, 2013.

- 2.4 Dues to units registered under Micro, Small and Medium Enterprises in India - Not Applicable
- 2.5 The Previous year's / period's figures have been regrouped to be the in conformity with the Schedule III of the Companies Act 2013

Signature to Notes 1 & 2**As per report of even date****For Rahul Gautam Divan & Associates**

Chartered Accountants

ICAI Firm Registration No. 120294W

For and on behalf of the Board of Directors

per Rahul Divan
Partner
Membership No. 100733
Place : New Delhi
Date:20/05/2017

R. S. Jalan
Managing Director
Place : New Delhi
Date:20/05/2017

Raman Chopra
CFO & Executive Director-
Finance

Dan River Properties LLC
Notes to the Ind AS Financial statements as on March 31, 2017
(INR in crores)

3 Property, Plant and equipment

Particulars	Land	Total
As at April 1, 2015	8.56	8.56
Additions	-	-
Disposals	-	-
Exchange differences	-	-
Revaluations recognized in OCI	-	-
As at March 31, 2016	8.56	8.56
Additions	-	-
Disposals	-	-
Exchange differences	-	-
Revaluations recognized in OCI	-	-
As at March 31, 2017	8.56	8.56

Depreciation

	Land	Total
As at April 1, 2015	-	-
Depreciation charge for the year	-	-
Disposals	-	-
Exchange differences	-	-
As at March 31, 2016	-	-
Depreciation charge for the year	-	-
Disposals	-	-
Exchange differences	-	-
As at March 31, 2017	-	-

Net book value

	Land	Total
As at March 31, 2017	8.56	8.56
As at March 31, 2016	8.56	8.56
As at April 1, 2015	8.56	8.56

Deemed cost

Under the India GAAP, property, plant and equipment were being carried at their carrying value. The Company has elected to regard those values as deemed cost at the date of transition since they were broadly comparable to fair value.

Dan River Properties LLC

Notes to the Ind AS Financial statements as on March 31, 2017

(INR in crores)

Cash and cash equivalent

		<u>March 31, 2017</u>	<u>March 31, 2016</u>
Balances with bank	4	1.15	0.06
Cash on hand		-	-
Total cash and cash equivalents		<u>1.15</u>	<u>0.06</u>

For the purpose of the statement of cash flows, cash and cash equivalents comprise the following:

		<u>March 31, 2017</u>	<u>March 31, 2016</u>
Balances with bank		1.15	0.06
Cash on hand		-	-
		<u>1.15</u>	<u>0.06</u>

Retained earnings

As at April 1, 2016

Changes during the period

At March 31, 2017

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	<u>March 31, 2017</u>	<u>March 31, 2016</u>
	1.26	
	1.85	
	<u>3.11</u>	

Other current liabilities

Holding Company

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	<u>March 31, 2017</u>	<u>March 31, 2016</u>
	6.60	7.35
	<u>6.60</u>	<u>7.35</u>

Revenue for operations

Sale of products (including excise duty)

Sale of goods

Total sales products

Rental Income

Total

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	<u>March 31, 2017</u>	<u>March 31, 2016</u>
	-	-
	-	-
	-	-
	2.47	2.13
	<u>2.47</u>	<u>2.13</u>

Employee benefit expenses

Salaries, Wages and Bonus

Total

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	<u>March 31, 2017</u>	<u>March 31, 2016</u>
	0.32	0.29
	<u>0.32</u>	<u>0.29</u>

Other expenses

Rate and Taxes paid

Bank Charges

Total

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	<u>March 31, 2017</u>	<u>March 31, 2016</u>
	0.29	0.08
	0.00	0.00
	<u>0.29</u>	<u>0.09</u>