

BKT EXIM LIMITED

ANNUAL REPORT FOR

YEAR 2015-2016

**BKT EXIM LIMITED**

(CIN: U74999MH2007PLC167200)

Registered Office: C/15, TRADE WORLD, KAMALA MILLS COMPOUND, SENAPATI BAPAT MARG, LOWER PAREL(W),  
MUMBAI 400013

Tel No. 022-66663800, Fax No. 022-66663898/99 email – [shares@bkt-tires.com](mailto:shares@bkt-tires.com)

**NOTICE**

NOTICE is hereby given that the 9<sup>th</sup> Annual General Meeting of the members of BKT EXIM LIMITED will be held as scheduled below:

DAY : Wednesday  
DATE : 3<sup>rd</sup> August, 2016  
TIME : 10:00 a.m.  
PLACE : C/15, Trade World, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel  
(West), Mumbai 400013

The Agenda for the Meeting will be as under:

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31<sup>st</sup> March, 2016 together with the Report of the Board of Directors and Auditors thereon.
2. To consider and if thought fit to pass with or without modification(s), the following Resolution as an **Ordinary Resolution:**

“RESOLVED THAT M/s. Jayantilal Thakkar & Co., Chartered Accountants (Firm Registration No. 104133W) be and are hereby appointed as Statutory Auditors of the Company, to hold office from conclusion of this Annual General Meeting till the conclusion of next Annual General Meeting of the Company on such remuneration as shall be fixed by the Board of Directors of the Company.”

**SPECIAL BUSINESS:**

3. To consider and if thought fit to pass with or without modification(s), the following Resolution as an **Ordinary Resolution:**

“RESOLVED THAT pursuant to provisions of Section 161(1) of the Companies Act, 2013 and Articles of Association of the Company, Mr. Basant Kumar Bansal (DIN: 02281037) who was appointed as an Additional Director at the meeting of the Board of Directors of the Company held on 08<sup>th</sup> August, 2015 and who holds office upto the date of ensuing Annual General Meeting of the Company and in respect of whom a notice has been received from member in writing, under section 160 of the Companies Act, 2013 along with requisite deposit proposing his candidature for the office of director be and is hereby appointed as the Director of the Company.

4. To consider and if thought fit to pass with or without modification(s), the following Resolution as an **Ordinary Resolution:**

“RESOLVED THAT pursuant to provisions of Section 161(1) of the Companies Act, 2013 and Articles of Association of the Company, Mr. Vipul Shah (DIN: 05199526) who was appointed as an Additional Director at the meeting of the Board of Directors of the Company held on 08<sup>th</sup> August, 2015 and who holds office upto the date of ensuing Annual General Meeting of the Company and in respect of whom a notice has been received from member in writing, under section 160 of the Companies Act, 2013 along with requisite deposit proposing his candidature for the office of director be and is hereby appointed as the Director of the Company.



A handwritten signature or mark.

Accordingly, the Board recommends the resolution in relation to appointment of Mr. Basant Kumar Bansal as Director, for approval by the Shareholders of the Company.

Except Mr. Basant Kumar Bansal, none of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interest, financial or otherwise in the resolution set out at Item No. 4.

**Item No. 4:**

Mr. Vipul Shah was appointed as an Additional Director w.e.f. 8<sup>th</sup> August, 2015 in accordance with the provisions of Section 161 of the Companies Act, 2013 and Article of Association of the Company. Pursuant to Section 161 of the Companies Act, 2013 the above director holds office up to the date of the ensuing Annual General Meeting. In this regard the Company has received request in writing from a member of the company proposing Mr. Vipul Shah's candidature for appointment as Director of the Company in accordance with the provisions of Section 160 and all other applicable provisions of the Companies Act, 2013.

Mr. Vipul Shah is not disqualified from being appointed as Director in terms of Section 164 of the Companies Act, 2013 and has given his consent to act as Director.

Accordingly, the Board recommends the resolution in relation to appointment of Mr. Vipul Shah as Director, for approval by the Shareholders of the Company.

Except Mr. Vipul Shah, none of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interest, financial or otherwise in the resolution set out at Item No. 4.

**Item No. 5:**

Mr. Madhu Sudan Bajaj was appointed as an Additional Director w.e.f. 8<sup>th</sup> August, 2015 in accordance with the provisions of Section 161 of the Companies Act, 2013 and Article of Association of the Company. Pursuant to Section 161 of the Companies Act, 2013 the above director holds office up to the date of the ensuing Annual General Meeting. In this regard the Company has received request in writing from a member of the company proposing Mr. Madhu Sudan Bajaj's candidature for appointment as Director of the Company in accordance with the provisions of Section 160 and all other applicable provisions of the Companies Act, 2013.

Mr. Madhu Sudan Bajaj is not disqualified from being appointed as Director in terms of Section 164 of the Companies Act, 2013 and has given his consent to act as Director.

Accordingly, the Board recommends the resolution in relation to appointment of Mr. Madhu Sudan Bajaj as Director, for approval by the Shareholders of the Company.

Except Mr. Madhu Sudan Bajaj, none of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interest, financial or otherwise in the resolution set out at Item No. 5.

Registered Office:  
C/15, Trade World,  
Kamala Mills Compound,  
Senapati Bapat Marg,  
Lower Parel (West),  
Mumbai 400013

Place: Mumbai  
Dated: 14<sup>th</sup> May, 2016



By Order of the Board of Directors  
For BKT EXIM LIMITED

CHAIRMAN

**BKT EXIM LIMITED**

(CIN: U74999MH2007PLC1672005)

Registered Office: C/15, TRADE WORLD, KAMALA MILLS COMPOUND, SENAPATI BAPAT MARG, LOWER PAREL(W), MUMBAI 400013

Tel No. 022-66663800, Fax No. 022-66663898/99  
email – [shares@bkt-tires.com](mailto:shares@bkt-tires.com)

**ATTENDANCE SLIP**

Registered Office: C/15, Trade World, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel (West), Mumbai 400013

PLEASE FILL ATTENDACE SLIP AND HAND OVER AT THE ENTRANCE OF THE MEETING VENUE

Folio No....., DP ID ..... Client ID.....

Name of the Shareholder: .....No. of Shares held .....

I hereby record my presence at the 9<sup>th</sup> Annual General Meeting of the Company held on Wednesday, the 3<sup>rd</sup> August, 2016 at 10:00 a.m. at C/15, Trade World, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel (West), Mumbai 400013.

Signature of the Shareholder: .....

(only shareholders/proxies are allowed to attend the meeting)



## DIRECTORS' REPORT

Dear Shareholders,

Your Directors are pleased to present the 9<sup>th</sup> Annual Report and Company's Audited Statement of Accounts for the year ended 31<sup>st</sup> March 2016.

PARTICULARS	(in Rupees)	
	Current Year Ended 31.03.2016	Previous Year Ended 31.03.2015
Revenue from Operations	2,51,770	38,837
Add: Other Income	4,13,92,110	9,81,916
Total Revenue	4,16,43,880	10,20,753
Less: Expenditure	82,91,053	1,44,738
Profit/(Loss) before Taxation	3,33,52,827	8,76,015
Less : Provision for Taxation	1,18,50,000	1,000
Profit After Tax	2,15,02,827	8,75,015
Balance carried forward to Balance Sheet	2,21,83,000	6,80,173

### OPERATIONS:

During the year under review the total revenue has increased from Rs. 0.38 lacs to Rs. 2.51 Lacs. The Company has earned profit of Rs. 2.15 Crores during the Year.

### THE STATE OF COMPANY AFFAIRS:

Since Your Company is in trading business it also faces lot of challenges from the local and global market. However, your Company is also exploring all the avenue to ensure growth of the business.

### DIVIDEND:

Your Directors feel that it is prudent to plough back the profit for future growth of the Company and do not recommend any dividend for the financial year ended 31<sup>st</sup> March, 2016.

### THE AMOUNTS PROPOSED TO CARRY TO ANY RESERVES

The Company has not made any provision to transfer surplus amount to any reserves in the financial year ended 31<sup>st</sup> March, 2016 under provisions of the Act.

### NAMES OF THE COMPANIES WHICH HAVE BECOME OR CEASED TO BE ITS SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES DURING THE YEAR,

### SUBSIDIARY COMPANIES:

The Company has following 100% wholly owned subsidiary companies i.e BKT EUROPE S.R.L., BKT USA INC, BKT TIRES (CANADA) INC., BKT EXIM US, INC. and BKT Tires, INC.

During the year, no company has become subsidiary of the Company and no existing subsidiary companies are ceased.



During the year, Your Directors have approved the Scheme of Amalgamation ("the Scheme") of the Company into its holding Company i.e Balkrishna Industries Limited and their respective shareholders and creditors under Section 391 to 394 of the Companies Act, 1956, subject to the approval of the Honorable High Court of Judicature at Bombay ("the High Court"), or National Company Law Tribunal ('NCLT') or such other competent authority.

The Statement containing the salient features of the financial position of subsidiary companies in Form AOC-1 is attached as Annexure I.

**Number of Board Meetings:**

During the year under review, five Board Meetings were held, details of which are summarized below:

Sr.No.	Date of the Meeting	No. of directors attended
1	6 <sup>th</sup> April, 2015	3
2	11 <sup>th</sup> May, 2015	3
3	08 <sup>th</sup> August, 2015	6
4	09 <sup>th</sup> November, 2015	3
5.	13 <sup>th</sup> February, 2016	3

**PARTICULARS OF EMPLOYEES:**

During the year under review, no employees of the Company was in receipt of remuneration in excess of limits as prescribed under sub rule (2) of Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

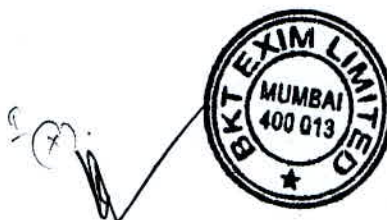
**DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to the requirement under Section 134 (3)(c) of the Companies Act, 2013, your Directors hereby confirmed that:

- (i) that in the preparation of the annual accounts for the year ended 31<sup>st</sup> March, 2016, the applicable accounting standards read with requirements set out under Schedule III to the Companies Act, 2013, have been followed and there are no material departures from the same;
- (ii) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31<sup>st</sup> March, 2016 and of the Profit of the Company for the year ended as on that date;
- (iii) the Directors have taken proper and sufficient care for maintenance of adequate accounting records in accordance with provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) the Directors have prepared the annual accounts of the Company on a "going concern" basis;
- (v) the Directors have laid down internal financial controls followed by the Company and the such internal financial controls are adequate and are operating effectively; and
- (vi) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that systems are adequate and operating effectively.

**COMPANYS POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES**

The Company ensures compliances of provisions of Companies Act, 2013 for appointment of its Directors and payment of their remuneration and discharge of their duties.



**EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMER MADE BY THE AUDITORS AND THE PRACTISING COMPANY SECRETARY IN THEIR REPORTS:**

The Notes to Accounts forming part of the financial statements are self – explanatory and need no further explanation. There are no qualifications in the Auditors report. The provisions related to submission of Secretarial audit report are not applicable to the Company.

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

The Company has given loans to 100% subsidiary company i.e BKT Exim US INC and BKT Europe S.r.L during the year. The Company has not given guarantees or made investment under section 186 of the Act during the financial year.

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

The particulars of contracts or arrangements made with related parties were in ordinary course of business and on arm's length basis and do not attract the provisions of Section 188(1) of the Companies Act, 2013. No material related party transactions were entered during the financial year by your Company. Accordingly, the disclosures of related party transactions as required under Section 134(3)(h) of the Companies Act, 2013 in Form AOC-2 is not applicable to your Company.

**MATERIAL CHANGES AND COMMITMENT IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND DATE OF THE REPORT.**

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate on the date of this report.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:**

The particulars relating to conservation of energy, technology absorption, foreign exchange earnings and outgo, as required to be disclosed under the Act is not applicable.

**STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY.**

The Company does not have any Risk Management Policy as the elements of risks threatening the Company existence are very minimal.

**DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES**

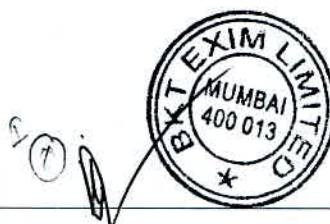
The provisions related to Corporate Social Responsibility is not applicable to the Company.

**CHANGES IN DIRECTORS AND KEY MANAGERIAL PERSONNEL**

The following changes in the composition of the Board of Directors and / KMP by way of appointment or cessation for resignation were made during the year:-

During the year under review, Shri Arvind M Poddar, Shri Rajiv Poddar and Smt. Vijaylaxmi Poddar has resigned as Directors w.e.f. 08<sup>th</sup> August, 2015.

During the year under review, Shri Basant Kumar Bansal, Shri Vipul Shah and Shri Madhu Sudan Bajaj were appointed as Directors w.e.f. 08<sup>th</sup> August, 2015.



**STATUTORY AUDITORS:**

Messers Jayantilal Thakkar & Co., Chartered Accountants, the Statutory Auditors of the Company, hold office till the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment and who have furnished certificates of their eligibility for re-appointment as required under Companies Act, 2013.

**DEPOSITS**

The Company has neither accepted nor renewed deposits during the year.

**DEBENTURES**

During the year, the Company has issued 2940 OPTIONALLY CONVERTIBLE DEBENTURE of face value of Rs.1,00,000/- each aggregating to Rs. 29,40,00,000 to its holding Company Balkrishna Industries Limited at interest rate of 3% per annum.

**DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANYS OPERATIONS IN FUTURE**

Neither Company nor its Directors is under any process of inquiry, inspection or investigation before the Court of Law or any other authority and no prosecution, writ petition or suit is pending against them before any regulatory body/courts or tribunals which may affect the Company's going concern status and its future operations.

**EXTRACT OF ANNUAL RETURN**

An extract of Annual Return for the financial year ended 31<sup>st</sup> March, 2016, is annexed as Annexure-III (in FORM MGT-9) to this report.

**ACKNOWLEDGEMENT:**

The Board of Directors acknowledges the support of shareholders and also places on record its sincere thanks to its valued clients for their continued patronage. The Board also expresses its deep sense of appreciation to all employees and officers for their excellent performance, professionalism, team work, commitment and initiative, which has led to the Company making commendable progress in challenging business environment.

For and on behalf of the Board of Directors



  
CHAIRMAN

Mumbai,  
Dated : 14<sup>th</sup> May, 2016



Form AOC-1

[Pursuant to first proviso to sub-section (3) of Section 129 read with Rule 5 of Companies (Accounts) Rules, 2014]

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint venture.

Part "A": Subsidiaries

Sr. No	Particulars	Amt. Rs. In Crores			
		1	2	3	4
1	Name of the Subsidiary	BKT EXIM US, INC **	BKT EUROPE SRL	BKT USA INC	BKT TIRES (CANADA) INC
2	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	-	-	-	-
3	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	USD	EURO	USD	CAD
4	Share capital	0.37	0.06	0.01	0.03
5	Reserves & surplus	0.14	0.57	3.62	0.29
6	Total assets	23.20	28.80	4.37	0.55
7	Total Liabilities	22.70	28.17	0.74	0.23
8	Investments	0.00	0.00	0.00	0.00
9	Turnover	34.47	48.61	18.85	3.83
10	Profit before taxation	(0.61)	4.57	0.87	0.19
11	Provision for taxation	0.01	0.69	0.28	0.06
12	Profit/Loss after taxation	(0.62)	3.88	0.59	0.13
13	Proposed Dividend	0.00	0.00	0.00	0.00
14	% of shareholding	100%	100%	100%	100%

Notes:

1. Part B of the Annexure is not applicable as there are no associate companies/joint venture of the Company as on 31<sup>st</sup> 2016.
2. Reporting period of the above subsidiaries is the same as that of the Company.
3. \*\* Including figures of BKT TIRES INC.

Exchange Rate

1 Euro = Rs.75.0955  
1 US \$ = Rs.66.3329  
1 CAD = Rs.50.7795

Mumbai,

Dated : 14<sup>th</sup> May, 2016



For and on behalf of the Board of Directors

CHAIRMAN

Form No. MGT-9

**EXTRACT OF ANNUAL RETURN**  
as on the financial year ended on 31<sup>st</sup> March, 2016

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

**I. REGISTRATION AND OTHER DETAILS:**

i) CIN	U74999MH2007PLC167200
ii) Registration Date	23 <sup>rd</sup> January, 2007
iii) Name of the Company	BKT EXIM Ltd
iv) Category / Sub-Category of the Company	Public Limited Company
v) Address of the Registered office and contact details	BKT House, C/15, Trade World, Kamala Mills Compound Senapati Bapat Marg, Lower Parel, Mumbai 4000 13. Tel No. 022-66663800
vi) Whether listed company Yes / No	No
vii) Name, Address and Contact details of Registrar and Transfer Agent, if any	N.A.

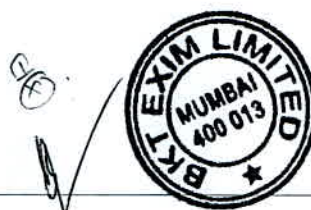
**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl.No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the Company
1	Logistic Management services	82110	100

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES****Holding and Subsidiary Companies**

Sr. No	NAME OF THE COMPANY	Address	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
1.	BALKRISHNA INDUSTRIES LTD	BKT House, C/15, Trade World, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai 400013	L99999MH1961PLC012185	HOLDING	100%	Section 2(87)
2	BKT EUROPE SRL	Viale Della Repubblica, 133 2083, 1 Seregmo (MB) Italy	NA	Subsidiary Company	100%	Section 2(87)
3	BKT (USA) INC	2660 West Market St. Suite 100 Fairlawn (Akron) OH 44333, USA	NA	Subsidiary Company	100%	Section 2(87)
4	BKT TIRES (CANADA) INC	55 York Street, Suite 401, Toronto, Ontario M5J 1R7, Canada	NA	Subsidiary Company	100%	Section 2(87)
5	BKT EXIM US, INC	960, Holmdel Road, Bldg 2, Holmdel, NJ 07733	NA	Subsidiary Company	100%	Section 2(87)
6	BKT Tires, Inc	12 Cadillac Drive, Suite 240, Brentwood, TN 37027, USA	NA	Subsidiary Company	100%	Section 2(87)



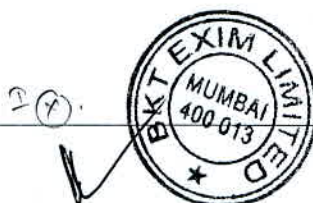
Associates Companies

Sr.No	NAME OF THE COMPANY	ADDRESS	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
NIL						

IV. SHARE HOLDING PATTERN (Equity Shares Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category-wise Share Holding			No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
			Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(A)	Promoters										
(1)	Indian										
a)		Individuals/H.U.F	-	-	-	-	-	-	-	-	-
b)		Central Govt	-	-	-	-	-	-	-	-	-
c)		State Govt(s)	-	-	-	-	-	-	-	-	-
d)		Bodies Corporate	-	6,98,800	-	99.83	-	6,98,800	99.83	-	0.00
e)		Financial Institutions/Banks	-	-	-	-	-	-	-	-	-
f)		Any Other ....	-	*1,200	-	0.17	-	*1,200	0.17	-	0.00
		<b>Sub-Total (A)(1)</b>	-	<b>7,00,000</b>	-	<b>100.00</b>	-	<b>7,00,000</b>	<b>100.00</b>	-	-
(2)	Foreign										
a)		NRI Individuals	-	-	-	-	-	-	-	-	-
b)		Other Individuals	-	-	-	-	-	-	-	-	-
c)		Bodies Corporate	-	-	-	-	-	-	-	-	-
d)		Banks/FI	-	-	-	-	-	-	-	-	-
e)		Any other ....	-	-	-	-	-	-	-	-	-
		<b>Sub-Total (A)(2)</b>	-	-	-	-	-	-	-	-	-
		<b>Total holding of Promoter (A)={A}(1)+{A}(2)</b>	-	<b>7,00,000</b>	-	<b>100.00</b>	-	<b>7,00,000</b>	<b>100.00</b>	-	<b>0.00</b>
(B)	Public Shareholding										
(1)	Institutions										
a)		Mutual Fund/UTI	-	-	-	-	-	-	-	-	-
b)		Banks/FI	-	-	-	-	-	-	-	-	-
c)		Central Govt	-	-	-	-	-	-	-	-	-
d)		State Govt(s)	-	-	-	-	-	-	-	-	-
e)		Venture Capital Funds	-	-	-	-	-	-	-	-	-
f)		Insurance Companies	-	-	-	-	-	-	-	-	-
g)		FII	-	-	-	-	-	-	-	-	-
h)		Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i)		Others (Specify)	-	-	-	-	-	-	-	-	-
		<b>Sub-Total (B)(1) :</b>	-	-	-	-	-	-	-	-	-
(2)	Non Institutions										
a)	Bodies Corporate										
	i)	Indian	-	-	-	-	-	-	-	-	-
	ii)	Overseas	-	-	-	-	-	-	-	-	-
b)	Individuals										
	i)	Individual Shareholders Holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-
	ii)	Individual Shareholders Holding nominal share capital in excess of Rs. 1 lakh	-	-	-	-	-	-	-	-	-
c)	Other (Specify)		-	-	-	-	-	-	-	-	-



	i)	Shares held by Pakistani citizens vested with the Custodian of Enemy Property	-	-	-	-	-	-	-	-
	ii)	Other Foreign Nationals	-	-	-	-	-	-	-	-
	iii)	Foreign Bodies	-	-	-	-	-	-	-	-
	iv)	NRI/OCBs	-	-	-	-	-	-	-	-
	v)	Cliring Members / Cliring House	-	-	-	-	-	-	-	-
	vi)	Trusts	-	-	-	-	-	-	-	-
	vii)	Limited Liability Partnership	-	-	-	-	-	-	-	-
	vii i)	Foreign Portfolio Investor (Corporate)	-	-	-	-	-	-	-	-
	ix)	Qualified Foreign Investor	-	-	-	-	-	-	-	-
<b>Sub-Total (B)(2) :</b>			-	-	-	-	-	-	-	-
<b>Total Public shareholding (B)=(B)(1)+(B)(2)</b>			-	-	-	-	-	-	-	-
<b>TOTAL (A)+(B)</b>			-	7,00,000	-	100.00	-	7,00,000	100.00	-
( C)		Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-
<b>GRAND TOTAL (A)+(B)+( C)</b>			-	7,00,000	-	100.00	-	7,00,000	100.00	-

\* Any others are nominees of Balkrishna Industries Ltd (Balkrishna Industries Ltd is being holding company of BKT EXIM Ltd).

ii) Shareholding of Promoters							
Shareholders Name	No. of Shares held at the beginning of the year			No. of Shares held at the end of the year			% change in shareholding during the year
	No. of Shares	% of total shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total shares of the company	% of Shares Pledged / encumbered to total shares	
Balkrishna Industries Ltd	6,98,800	99.83	0	6,98,800	99.83	0	0
Nominees of Balkrishna Industries Ltd	1,200	0.17	0	1,200	0.17	0	0
<b>Total</b>	<b>7,00,000</b>	<b>100.00</b>	<b>0</b>	<b>7,00,000</b>	<b>100.00</b>	<b>0</b>	<b>0</b>

iii) Change in Promoters' Shareholding (Please specify, if there is no change)						
Name	No. of Shares held at the beginning of the year		Date	Increase/Decrease in shareholding	Cumulative Shareholding during the year	
	No. of Shares at beginning of (01/04/2015)/end of year 31/03/2016	% of total shares of the company			No. of Shares	% of total shares of the company
NIL						

iv) Shareholding Pattern of top ten shareholders (other than Directors, Promoters and Holders of GDRs and ADRs)						
	No. of Shares held at the beginning of the year		Date	Increase/Decrease in shareholding	Cumulative Shareholding during the year	
	No. of Shares at beginning of (01/04/2015)/end of year 31/03/2016	% of total shares of the company			No. of Shares	% of total shares of the company
At the beginning of the year	NIL					



v) Shareholding of Directors and Key Managerial Personnel						
	No. of Shares held at the beginning of the year		Date	Increase/Decrease in shareholding	Cumulative Shareholding during the year	
	No. of Shares at beginning of (01/04/2015)/end of year 31/03/2016	% of total shares of the company			No. of Shares	% of total shares of the company
<b>A. DIRECTORS</b>						
Shri Arvind Poddar	0	0	0	0	0	0
Shri Rajiv Poddar	0	0	0	0	0	0
Smt. Vijaylaxmi Poddar	0	0	0	0	0	0
Shri Basant Kumar Bansal	0	0	0	0	0	0
Shri Vipul Shah	0	0	0	0	0	0
Shri Madhu Sudan Bajaj	0	0	0	0	0	0

#### V. Indebtedness

Indebtedness of the Company including interest outstanding/accrued but not due for payment for financial year 2015-2016				
Indebtedness at the beginning of the financial year	Secured Loans excluding deposits	Unsecured Loans	Deposit	Total Indebtedness
i) Principal Amount	-	-	-	
ii) Interest due but not paid	-	-	-	
iii) Interest accrued but not due	-	-	-	
<b>Total (i+ii+iii)</b>	-	-	-	
<b>Change in Indebtedness during the financial year</b>	-	-	-	
* Addition	-	30,13,38,304	-	
* Reduction	-	-	-	
<b>Net Change</b>	-	30,13,38,304	-	
<b>Indebtedness at the end the financial year</b>	-	-	-	
i) Principal Amount	-	29,40,00,000	-	
ii) Interest due but not paid	-	-	-	
iii) Interest accrued but not due	-	73,38,304	-	
<b>Total (i+ii+iii)</b>	-	30,13,38,304	-	

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

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

Sl. No.	Particulars of Remuneration	Name of Directors			
		Total amount (Rs. In Lacs)			
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	others, specify	-	-	-	-
5	Others, please specify	-	-	-	-
	<b>Total (A)</b>	-	-	-	-
	Ceiling as per the Act	Within prescribed limit			



**B. Remuneration to other directors:**

Sl. No.	Particulars of Remuneration	Name of Directors					
	<b>Independent Directors</b>	-	-	-	-	-	-
	Fee for attending board / committee meetings	-	-	-	-	-	-
	Commission	-	-	-	-	-	-
	Others, please specify	-	-	-	-	-	-
	<b>Total (1)</b>	-	-	-	-	-	-
	<b>Other Non-Executive Directors</b>	-	-	-	-	-	-
	Fee for attending board / committee meetings	-	-	-	-	-	-
	Commission	-	-	-	-	-	-
	Others, please specify	-	-	-	-	-	-
	<b>Total (2)</b>	-	-	-	-	-	-
	<b>Total (B)= 1+2</b>	-	-	-	-	-	-
	<b>Total Managerial Remuneration</b>	-	-	-	-	-	-
	<b>Overall Ceiling as per the Act</b>	<b>Within prescribed limit</b>					

**C. Remuneration to Key Managerial Personnel Other than MD/MANAGER/WTD**

Sl. No.	Particulars of Remuneration	Name of Key Managerial Person	Total
1	Gross salary	-	-
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission	-	-
	- as % of profit	-	-
	others, specify	-	-
5	Others, please specify	-	-
	Total	-	-
	Total	-	-

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

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give details)
<b>A. COMPANY</b>					
Penalty			None		
Punishment					
Compounding					
<b>B. DIRECTORS</b>					
Penalty			None		
Punishment					
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty			None		
Punishment					
Compounding					

For and on behalf of the Board of Directors



*[Signature]*  
CHAIRMAN

Place: Mumbai

Date: 14<sup>th</sup> May, 2016

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF  
BKT EXIM LIMITED

**Report on the Standalone Financial Statements**

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

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 standalone financial statements based on our audit.

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

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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



### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its profit and its cash flows 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 sub-section (11) of Section 143 of the Act, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- 2) As required by Section 143 (3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash flow statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2016 from being appointed as a director in terms of Section 164(2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure B; and
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us :
    - i. The Company does not have any pending litigations that have any effect on its financial statements.
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii. According to the records of the Company and the information and explanations given to us, there were no amounts required to be transferred to Investor education and protection fund.

Mumbai  
Dated: 14<sup>TH</sup> MAY, 2016



FOR JAYANTILAL THAKKAR & CO.  
Chartered Accountants  
(Firm Reg. No. 104133W)

*V. A. Merchant*

VIRAL A. M ERCHANT  
Partner  
Membership No.116279



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

- The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2016, we report that:
- (i) According to the records of the Company and the information and explanations given to us, the Company does not have any fixed assets
  - (ii) According to the records of the Company and the information and explanations given to us, the Company does not have any inventories.
  - (iii) In our opinion and according to the information and explanations given to us, the Company has granted unsecured loans to its 100% subsidiary companies covered in the register maintained under Section 189 of the Act.
    - (a) the terms and conditions of the grant of such loans are not prejudicial to the Company's interest;
    - (b) the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal and receipts of interest are regular;
    - (c) there are no amounts of principal and interest which are overdue;
  - (iii) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to loans, investments and guarantees made.
  - (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit within the meaning of Section 73 to 76 of the Act, and the rules framed thereunder.
  - (vi) In our opinion and according to the information and explanations given to us, the maintenance of cost records prescribed under Section 148 (1) of the Act, are not applicable to the Company.
  - (vii)(a) As per the information given to us, during the year, the Company was not required to deposit any dues in respect of Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Sales Tax, Service Tax, Custom Duty, Excise Duty and/or Cess. Since the Company was not required to deposit these dues, the question of such undisputed dues remaining outstanding as at 31st March, 2016 for a period of more than six months, does not arise. According to the records of the Company and the information and explanations given to us, the Company has deposited undisputed dues of income tax regularly with the appropriate authorities, further there are no undisputed statutory dues of income tax as at 31<sup>st</sup> March, 2016 outstanding for a period of more than six months from the date they become payable.
  - (b) As per the information given to us, as the Company was not required to deposit dues in respect of Sales Tax, Service Tax, Custom Duty, Excise Duty and Cess, the question of such disputed dues pending before any forum does not arise. There are no dues of Income Tax which have not been deposited on account of any dispute.
  - (viii) As per the information given to us and as per the records of the Company, it has not defaulted in repayment of any dues to the debenture holders. Further as per the records of the Company, during the year there were no loans or borrowings from any financial institution, bank and government.



- (ix) In our opinion and according to the information and the explanations given to us, the Company has not taken any term loans. Further as per the records, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments). However it has issued debentures during the year.
- (x) Based upon the audit procedures performed and to the best of our knowledge and belief and according to the information and explanations given to us no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not paid/provided any managerial remuneration as mandated by the provisions of section 197 read with Schedule V to the 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 the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations give 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, however it has issued 3% optionally convertible debentures during the year to its Holding Company.
- (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 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.

Mumbai  
Dated: 14<sup>TH</sup> MAY, 2016



FOR JAYANTILAL THAKKAR & CO.  
Chartered Accountants  
(Firm Reg. No. 104133W)

*V. A. Merchant*

VIRAL A. M ERCHANT  
Partner  
Membership No.116279

**Annexure - B to the Auditors' 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 BKT EXIM LIMITED ("the Company") as of 31 March 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

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

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('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 on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

### Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Mumbai

Dated: 14<sup>TH</sup> MAY, 2016



FOR JAYANTILAL THAKKAR & CO.

Chartered Accountants  
(Firm Reg. No. 104133W)

*V. A. Merchant*

VIRAL A. M ERCHANT

Partner

Membership No.116279

**BKT EXIM LIMITED**

**Balance Sheet as at 31st March, 2016**

PARTICULARS		Note No.	As at 31st March, 2016	As at 31st March, 2015
<b>I EQUITY AND LIABILITIES</b>				
<b>1 SHAREHOLDERS' FUND</b>				
(a)	Share Capital	2	70,00,000	70,00,000
(b)	Reserves and Surplus	3	2,21,83,000	6,80,173
			<b>2,91,83,000</b>	<b>76,80,173</b>
<b>2 CURRENT LIABILITIES</b>				
(a)	Trade Payables	4	15,575	10,236
(b)	Other Current Liabilities	5	30,21,54,671	1,000
(c)	Short-Term Provision	6	1,16,27,346	-
			<b>31,37,97,592</b>	<b>11,236</b>
<b>TOTAL</b>			<b>34,29,80,592</b>	<b>76,91,409</b>
<b>II ASSETS</b>				
<b>1 NON-CURRENT ASSETS</b>				
(a)	Non-Current Investments	7	45,47,502	45,47,502
(b)	Long-Term Loans and Advances	8	-	19,613
			<b>45,47,502</b>	<b>45,67,115</b>
<b>3 CURRENT ASSETS</b>				
(a)	Cash and Bank Balances	9	18,41,05,322	31,21,794
(b)	Short-Term Loans and Advances	10	13,26,65,800	2,500
(c)	Other Current Assets	11	2,16,61,968	-
			<b>33,84,33,090</b>	<b>31,24,294</b>
<b>TOTAL</b>			<b>34,29,80,592</b>	<b>76,91,409</b>

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS**

1 to 20

The Notes referred to above form an integral part of the Financial Statements.

As per our report of even date attached  
**For JAYANTILAL THAKKAR & CO.**  
 Chartered Accountants

*V.A. Merchant*

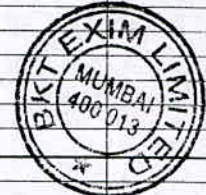
**VIRAL A. MERCHANT**  
 Partner

Mumbai,  
 Dated: 14th May 2016



For and on behalf of the Board of Directors  
*Basant Bansal* **BASANT BANSAL** Director  
*Madhusudhan Bajaj* **MADHUSUDHAN BAJAJ** Director  
*Vipul Shah* **VIPUL SHAH** Director

Mumbai,  
 Dated: 14th May 2016



**BKT EXIM LIMITED**

**Statement of Profit and Loss for the year ended 31st March, 2016**

PARTICULARS		Note No.	Current Year Rupees	Previous Year Rupees
I	Revenue From Operations	12	251,770	38,837
II	Other Income	13	41,392,110	981,916
III	<b>Total Revenue (I+II)</b>		<b>4,16,43,880</b>	<b>10,20,753</b>
IV	<b>Expenses :</b>			
	Finance Cost	14	8,153,671	-
	Other Expenses	15	137,382	144,738
	<b>Total Expenses</b>		<b>82,91,053</b>	<b>1,44,738</b>
V	Profit Before Tax (III-IV)		3,33,52,827	8,76,015
VI	Tax Expense:			
	- Current tax		1,18,50,000	1,000
	- Deferred tax		-	-
VII	Profit After Tax (V-VI)		2,15,02,827	8,75,015
VIII	Earnings per equity share:	16		
	- Basic and Diluted		30.72	1.25
<b>SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS</b>		<b>1 to 20</b>		
The Notes referred to above form an integral part of the Financial Statements.				
As per our report of even date attached For <b>JAYANTILAL THAKKAR &amp; CO.</b> Chartered Accountants			For and on behalf of the Board of Directors	
<i>V. A. Merchant</i>		<i>M. B. Bansal</i>	<b>BASANT BANSAL</b>	Director
		<i>M. B. Bajaj</i>	<b>MADHUSUDHAN BAJAJ</b>	Director
		<i>V. P. Shah</i>	<b>VIPUL SHAH</b>	Director
<b>VIRAL A. MERCHANT</b> Partner				
Mumbai,		Mumbai,		
Dated: 14th May 2016		Dated: 14th May 2016		



## **NOTE NO. 1**

### **SIGNIFICANT ACCOUNTING POLICIES**

#### **Basis of Accounting**

The financial statements are prepared under the historical cost convention and on accrual basis.

#### **Use of Estimates**

The presentation of financial statements in conformity with the generally accepted accounting principles requires the Company to make estimates and assumptions that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Difference between the actual and estimates are recognised in the period in which the results are known/materialised.

#### **Sale of Services**

Revenue from sale of Logistics services - Brokerage / Commission is accounted as and when services are rendered.

#### **Investments**

Investments are valued at cost plus attributable expenses of acquisition and are classified as Long Term Investments. Long Term Investments are stated at cost. However, where there is a diminution, other than temporary, in the value of a long term investment, necessary provision will be made to recognise the decline.

#### **Foreign Currency Transactions**

Transactions in foreign currencies are accounted at the exchange rates prevailing on the day of the transaction. Gains and losses arising out of subsequent fluctuations are accounted on actual payment/realisation. Monetary items related to foreign currency transactions, remaining unsettled at the end of the year are adjusted at the rates prevailing at the year end or are stated at the amounts likely to be realised or required to be disbursed, except for those considered doubtful of recovery. The exchange fluctuation arising on account of such adjustments are dealt in Profit and Loss Account. Non-monetary items are reported by using the exchange rate at the date of transaction.

#### **Taxation**

Provision for current tax is made and retained in the accounts on the basis of estimated tax liability as per the applicable provisions of the Income Tax Act, 1961.



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

		Current Year Rupees	Previous Year Rupees
<b>NOTE NO.2</b>			
<b>SHARE CAPITAL</b>			
Authorised :			
10,00,000 Equity Shares of Rs.10 each		1,00,00,000	1,00,00,000
		1,00,00,000	1,00,00,000
Issued Subscribed and fully paid up:			
7,00,000 Equity Shares of Rs.10 each fully paid up		70,00,000	70,00,000
		70,00,000	70,00,000
(All the above Equity Shares are held by the Holding Company viz. Balkrishna Industries Limited and its nominees. )			
<b>Terms/rights attached to equity shares:</b>			
All the Equity Shares have equal rights in respect of distribution of dividends and the repayment of capital.			
<b>NOTE NO.3</b>			
<b>RESERVES AND SURPLUS</b>			
Surplus			
Opening Balance		6,80,173	(194,842)
Add: Net Profit for the current year		2,15,02,827	8,75,015
Closing Balance		2,21,83,000	6,80,173
<b>NOTE NO.4</b>			
<b>TRADE PAYABLES</b>			
Trade Payables		15,575	10,236
(Refer Note No. 19 for details of Dues to Micro and Small Enterprises)			
<b>NOTE NO.5</b>			
<b>OTHER CURRENT LIABILITIES</b>			
Current Maturities of Long Term Debts		294,000,000	-
Interest Accrued but not due on borrowings		7,338,304	-
Other payables			
- Statutory dues towards TDS		8,16,367	1,000
		30,21,54,671	1,000
<b>NOTE NO.6</b>			
<b>SHORT-TERM PROVISIONS</b>			
-Provision for Taxation (Net)		1,16,27,346	-
(Net of Advances of Current Year Rs. 5,18,654 (Previous Year Rs. 3,16,613)		1,16,27,346	-
<b>NOTE NO. 7</b>			
<b>Non-current Investments (At Cost):</b>			
<b>Trade Investments :</b>			
a) Investments in Equity Instruments			
<b>Unquoted (In 100 % Subsidiaries Companies)</b>			
BKT EUROPE S.R.L.		5,50,000	5,50,000
1,500 Ordinary Shares of BKT USA INC of the face value of USD 1		70,297	70,297
5,000 Ordinary Shares of BKT CANADA INC. of the face value of CAD 1 (Purchased Previous year)		2,68,250	2,68,250
6,000 Ordinary Shares of BKT EXIM US, INC. of the face value of USD 10 (Purchase Previous year)		36,58,955	36,58,955
		45,47,502	45,47,502
<b>NOTE NO.8</b>			
<b>LONG-TERM LOANS AND ADVANCES</b>			
<b>(Unsecured, considered good)</b>			
Others loans and advances			
- Advance Payments of Taxes and Tax deducted at source (Net of Provisions)		-	19,613
		-	19,613





<b>NOTE NO.9</b>		Current Year Rupees	Previous Year Rupees
<b>CASH AND BANK BALANCES:</b>			
<b>Cash and Cash Equivalents:</b>			
-Balances with banks		4,02,948	31,19,380
-Cash on hand		2,374	2,414
- In Fixed Deposit		18,37,00,000	-
		<b>18,41,05,322</b>	<b>31,21,794</b>
<b>NOTE NO.10</b>		Current Year Rupees	Previous Year Rupees
<b>SHORT TERM LOANS AND ADVANCES:</b>			
<b>Unsecured, considered good</b>			
<b>- Loans and advances to :</b>			
- Related parties - 100% Subsidiary Companies		13,26,65,800	-
<b>Others</b>			
- Prepaid Expenses		-	2,500
		<b>13,26,65,800</b>	<b>2,500</b>
<b>NOTE NO.11</b>		Current Year ended	Previous Year ended
<b>OTHER CURRENT ASSETS</b>			
- Interest Accrued on others		21,661,968	-
		<b>2,16,61,968</b>	<b>-</b>
<b>NOTE NO.12</b>		Current Year Rupees	Previous Year Rupees
<b>REVENUE FROM OPERATIONS</b>			
- Sales of Services - Commission / Brokerage		2,51,770	38,837
		<b>2,51,770</b>	<b>38,837</b>
<b>NOTE NO.13</b>		Current Year Rupees	Previous Year Rupees
<b>OTHER INCOME</b>			
<b>Interest income on :</b>			
-Interest Received on Fixed Deposit/Loans & Advances		21,680,810	-
- Net Profit on foreign currency transaction		19,711,300	-
Long Term Profit on Sale of Foreign Investment		-	9,81,916
		<b>4,13,92,110</b>	<b>9,81,916</b>
<b>NOTE NO.14</b>		Current Year Rupees	Previous Year Rupees
<b>FINANCE COST</b>			
- Interest expenses		81,53,671	-
		<b>81,53,671</b>	<b>-</b>
<b>NOTE NO.15</b>		Current Year Rupees	Previous Year Rupees
<b>OTHER EXPENSES:</b>			
- Rates and Taxes excluding taxes on income		2,500	2,505
- Filing Fees / charges		12,640	73,775
- Legal and Professional charges		81,098	42,540
- Bank Charges		41,144	4,867
- Net Loss on foreign currency transaction		-	21,051
		<b>137,382</b>	<b>144,738</b>
<b>NOTE NO.16</b>			
<b>Earning Per Share (EPS)</b>			
( In accordance with Accounting Standard - 20 )			
		Current Year Rupees	Previous Year Rupees
Profit After Tax		2,15,02,827	8,75,015
Number of Equity Shares outstanding for Basic/Diluted Earning Per Share		7,00,000	7,00,000
Nominal Value of Equity Shares (in Rupees)		10.00	10.00
Earning Per Share Basic/Diluted		30.72	1.25



**NOTE NO.17**

**I) Related Party Disclosures \***

As per Accounting Standard 18, the disclosures of transactions with the related parties are given below:  
(Where transactions have taken place)

**Transactions with Holding & subsidiary**

Transactions	Balkrishna Industries Ltd.#	BKT Europe S.R.L.	BKT Exim Us Inc.
Loan given (Inter Corporate Deposit)	NIL (NIL)	16,49,71,000 (NIL)	12,64,47,500 (NIL)
Loan refund received(Inter Corporate Deposit)	NIL (NIL)	16,49,71,000 (NIL)	NIL (NIL)
Interest received on Loan given (Inter Corporate Deposit)	NIL (NIL)	1,26,19,123 (NIL)	88,73,219 (NIL)
Purchase of Investment	NIL (NIL)	NIL (NIL)	NIL (36,58,955)
Issue of Debenture	29,40,00,000 (NIL)	NIL (NIL)	NIL (NIL)
Interest paid on Debenture	81,53,671 (NIL)	NIL (NIL)	NIL (NIL)
Receivables	NIL (NIL)	1,24,68,642 (NIL)	14,15,39,019 (NIL)
Payables	73,38,304 (NIL)	NIL (NIL)	NIL (NIL)

\* Parties identified by the Management and relied upon by the auditors.

# Holding Company

No amount in respect of related parties have been written off/back or are provided for.

**NOTE NO.18**

Payment to Auditors

Statutory Auditors

- Audit Fees

- For Other services - Certification, etc.

- For reimbursement of expenses

Service Tax

10,000

45,000

7,668

10,000

5,000

1,854

**NOTE NO.19**

a) As at 31st March,2016, there are no Micro, Small and Medium Enterprises, as defined in the Micro, Small, Medium Enterprises Development Act, 2006, to whom the Company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made.

b) The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

**NOTE NO.20**

Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

As per our report of even date attached

For JAYANTILAL THAKKAR & CO.

Chartered Accountants

VIRAL A. MERCHANT

Partner

Mumbai,

Dated: 14th May 2016



For and on behalf of the Board of Directors

For and on behalf of the Board of Directors

BASANT BANSAL

Director

MADHUSUDHAN BAJAJ

Director

VIPUL SHAH

Director

*Handwritten signatures and initials: BASANT BANSAL, MADHUSUDHAN BAJAJ, VIPUL SHAH*



Mumbai,

Dated: 14th May 2016

**BKT EXIM LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016**

		Year Ended 31st March, 2016 Rupees	Year Ended 31st March, 2015 Rupees
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>			
Net profit before tax	3,33,52,827		8,76,015
Profit before Tax		3,33,52,827	8,76,015
Adjustment for :			
Long Term Profit on Sale of Foreign Investment	-		(9,81,916)
Finance Cost	81,53,671		-
Interest Income	(2,16,80,810)		-
Unrealised Foreign Exchange differences	(62,18,300)		-
Operating profit before working capital changes		(1,97,45,439)	(9,81,916)
		1,36,07,388	(1,05,901)
Adjustment for:			
Trade and Other receivables	2,500		2,500
Trade and Other Payables	81,59,010		
Cash generated from operations		81,61,510	2,500
Direct taxes paid		2,17,68,898	(1,03,401)
Net cash from Operating Activities		(2,03,041)	(50,952)
		2,15,65,857	(1,54,353)
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>			
Interest Income Received	18,842		
Sale of Investment	-		19,96,956
Purchase of Investments	-		(36,58,955)
Inter Corporate Loan Given	(29,14,18,500)		
Inter Corporate Loan Refund Received	16,49,71,000		
Net cash used in Investing Activities		(12,64,28,656)	(16,61,999)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>			
Issue of share capital			40,00,000
Finance Cost Paid	(81,53,671)		
Issue of Debentures	29,40,00,000		
Net Cash from Financing Activities		28,58,46,329	40,00,000
Net Increase in cash and cash equivalent		18,09,83,528	21,83,648
Cash and cash equivalent as at the beginning of the year		31,21,794	9,38,146
Cash and cash equivalent as at the end of the year		18,41,05,322	31,21,794

Note :

Direct Taxes paid on income are treated as arising from Operating Activities and are not bifurcated between Investing and Financing Activities.

As per our report of even date attached  
For JAYANTILAL THAKKAR & CO.

Chartered Accountants

*V. A. Merchant*

**VIRAL A. MERCHANT**  
Partner



Mumbai,  
Dated :- 14th May, 2016

For and on behalf of the Board of Directors

**BASANT BANSAL** Director

**MADHUSUDAN BAJAJ** Director

**VIPUL SHAH** Director

*V. A. Merchant*

Mumbai,  
Dated :- 14th May, 2016

