

RAVINDRA JAIN & ASSOCIATES  
Chartered Accountants  
106, Prakash House  
4379/4B, Ansari Road,  
Darya Ganj,  
New Delhi – 110002  
Ph. – 011-23261961, 23281961

## INDEPENDENT AUDITOR'S REPORT

**The Members,  
SOPHIA EXPORTS LIMITED  
Delhi.**

### **Report on Financial Statements**

We have audited the accompanying financial statements of **SOPHIA EXPORTS LIMITED**, which comprise the Balance Sheet as at March 31, 2015 and the Statement of Profit and Loss and Cash Flow Statement for the year then ended on that date, and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility on the 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 financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the Accounting Standards generally accepted in India including the accounting standard specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rule, 2014. This responsibility includes the design, implementation and maintenance of adequate accounting records in accordance of the provisions of the Act for safe guarding the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgment and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate 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 the account of the provisions of the Act, the accounting and auditing standard and matters which are required to be included in the audit report under the provision of the Act and Rules made there under.

We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India 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 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 gives a true & fair view 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 in place an adequate internal financial control system over financial reporting and 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 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.

### **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:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2015;
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date.
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

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

1. As Required by the Companies (Auditor's Reports) Order ,2015("the Order") issued by the Central Government of India in term of sub-section (11) of section 143 of the Act, we give in Annexure 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 obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books

- c) the Balance Sheet and Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) in our opinion, the aforesaid financial statement, comply with the Accounting Standards referred to in section 133 of the Act, read with Rule 7 of the Companies (Accounts), Rules 2014.
- e) On the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of sub-section (2) of section 164 of the Act.
- f) With respect to the other the other matters to be included in the Auditor's Report in accordance with Rule 11 of the companies (Audit and Auditors)Rule,2014, in our opinion and to the best of our information and according to the explanations given to us:
- (i) The Company has disclosed that there is no pending litigations as on date.
  - (ii) The Company has made provision, as required under the applicable law or accounting standard, for material foreseeable losses, if any, and as required on long term contracts wherever applicable.
  - (iii) There has been no delay in transferring amounts, required to be transferred, to the investor Education and Protection Fund by the company wherever applicable.

For Ravindra Jain & Associates  
Chartered Accountants

Place: New Delhi  
Date: 30-05-2015

*sd/-*  
(Ravindra Kumar Jain)  
Partner  
M.No.088643  
FRN-005425C



Annexure referred to in the Independent Auditor's Report of even date to the Members of SOPHIA EXPORTS LIMITED on the financial statements for the year ended March 31,2015.

- i) a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
  
b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified annually. In accordance with this programme, fixed assets were verified during the year and no discrepancies were noticed on such verification. In our opinion, the frequency of physical verification is reasonable having regard to the size of the Company and the nature of its assets.  
  
c) The Company has not disposed off any of the fixed assets during the year.
- ii) The Company does not have any inventories; accordingly, the provisions of clause 4(ii) of the Order are not applicable to the Company.
- iii) (a) As per information & explanation given to us, the company has granted loans, secured or unsecured to two body corporates covered in the register maintained under section 189 of the Act, 2013 (the Act).  
  
(b) In the case loan granted to the body corporates covered in the register maintained under section 189 of the Act, the parties have been regular in repayment of the interest as stipulated. The terms of arrangements do not stipulate any repayment schedule and the loans are payable on demand. Accordingly, paragraph 3(iii)(b) of the Order is not applicable to the company in respect of repayment of the principal amount.  
  
(c) There are no overdue amounts of rupees more than one lakh in respect of the loans granted to the body corporate listed in the register maintained under section 189 of the Act.
- iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purpose of finance & investment activities and purchase of fixed assets. We have not observed any major weaknesses in such internal control system during the year.
- v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits within the meaning of directives issued by the Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under.
- vi) To the best of our knowledge and as explained, the Central Government has not specified maintenance of cost records under sub section (1) of section 148 of the Companies Act, 2013 for the services/activities rendered/provided by the Company.
- vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Income-tax and other material statutory dues have generally been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues

on account of Provident Fund, Employees' State Insurance, Sales-tax, Wealth tax, Service tax, duty of Customs, duty of Excise, value added tax and cess. According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and other statutory dues were in arrears, as at March 31, 2015 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us and the records of the Company examined by us, as at March 31, 2015, there are no dues of income-tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or cess which have not been deposited on account of any dispute.

(c) According to the information and explanations given to us and the records of the Company examined by us, there were no amounts required to be transferred to the Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made there under.

- viii) The Company has not incurred cash losses in current financial year and in the immediately preceding financial year.
- ix) The Company has not defaulted in repayment of dues to financial institution, bank or a debenture holder.
- x) According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks or financial institutions.
- xi) The Company has not taken any term loan during the year.
- xii) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

For Ravindra Jain & Associates  
Chartered Accountants

Place: New Delhi  
Dated: 30-05-2015

(Ravindra Kumar Jain)  
Partner  
M.No. 088643  
FRN-005425C



## BALANCE SHEET AS AT 31ST MARCH, 2015

Particulars	Note No.	Figures as at 31.03.2015	Figures as at 31.03.2014
1	2	3	4
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's funds</b>			
(a) Share capital	1	38,535,000.00	38,535,000.00
(b) Reserves and surplus	2	64,574,372.25	59,310,940.84
<b>(2) Current liabilities</b>			
(a) Short-term borrowings	3	7,690,619.01	7,319,590.76
(b) Other current liabilities	4	84,483.00	450,321.40
(c) Short-term provisions	5	2,518,967.00	1,762,425.00
<b>Total</b>		<b>113,403,441.26</b>	<b>107,378,278.00</b>
<b>II. ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) Fixed assets	6		
(i) Tangible assets		1,279,588.00	1,923,073.00
(b) Non-current investments	7	12,441,291.00	12,441,291.00
(c) Deferred tax assets		267,053.00	184,776.00
(d) Long term loan & advances	8	6,000.00	-
<b>(2) Current assets</b>			
(a) Cash and bank equivalents	9	8,863,709.26	8,205,733.00
(b) Short-term loans and advances	10	90,545,800.00	84,623,405.00
<b>Total</b>		<b>113,403,441.26</b>	<b>107,378,278.00</b>
Note to Accounts	15		

The accompanying notes are an integral part of the financial statements.

As per our separate report of even date attached.

For Ravindra Jain & Associates  
Chartered Accountants

For and on behalf of the Board

sd/-  
(Ravindra Kumar Jain)  
Partner

sd/-  
(Monika Srivastava)  
Company Secretary

sd/-  
(Lalit Agrawal)  
Director

sd/-  
(Romil Agrawal)  
Director

Place: New Delhi  
Date: 30-05-2015



SOPHIA EXPORTS LIMITED

STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH, 2015

articulans	Note No.	Figures as at 31.03.2015	Figures as at 31.03.2014
1	2	3	4
I. Revenue from operations	11	10,094,551.00	9,530,390.00
<b>Total Revenue (I)</b>		<b><u>10,094,551.00</u></b>	<b><u>9,530,390.00</u></b>
II. Expenses :			
Employee benefits expenses	12	510,487.00	467,496.00
Finance costs	13	741,861.60	683,345.20
Depreciation and amortization exps.	6	643,485.00	662,796.00
Other Expenses	14	581,595.99	2,531,083.00
<b>Total expenses (II)</b>		<b><u>2,477,429.59</u></b>	<b><u>4,344,720.88</u></b>
III. Profit before tax (I-II)		7,617,121.41	5,185,669.12
IV Tax expenses:			
(i) Current tax		2,435,967.00	1,708,425.00
(ii) Deferred tax		(82,277.00)	(67,714.00)
V. Profit/(Loss) for the period (III-IV)		5,263,431.41	3,544,958.12
VI. Earning per equity share :			
(i) Basic		1.37	0.92
(ii) Diluted		1.37	0.92
Notes to Accounts	15		

The accompanying notes are an integral part of the financial statements.

As per our separate report of even date attached.

For Ravindra Jain & Associates  
Chartered Accountants

For and on behalf of the Board

*sd/-*  
(Ravindra Kumar Jain)  
Partner

*sd/-*  
(Monika Srivastava)  
Company Secretary

*(Signature)*  
(Lalit Agrawal)  
Director

*(Signature)*  
(Romil Agrawal)  
Director

Place: New Delhi  
Date : 30-05-2015





SOPHIA EXPORTS LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2015

articulans	Note No.	Figures as at 31.03.2015	Figures as at 31.03.2014
1	2	3	4

Note No.-1

Share Capital :

(a)	Authorised 39,00,000 Equity shares of Rs. 10/-each	<u>39,000,000.00</u>	<u>39,000,000.00</u>
(b)	Issued, subscribed and paidup 38,53,500 Equity shares of Rs. 10/-each	38,535,000.00	38,535,000.00
		<u>38,535,000.00</u>	<u>38,535,000.00</u>
(c)	The Rights/ Term attached to equity shares: The Company has only one class of shares having a par value of Rs. 10/- per shares.		

(d) Detail of shareholders holding more than 5% shares in the company.

Name of Shareholders	As on 31st March, 2015		As on 31st March, 2014	
	% of holding	Nos. of shares	% of holding	Nos. of shares
Mr. Romil Agrawal	9.6	370000	9.6	370000

Note No.-2

Reserve and Surplus:

(a)	Capital Reserve: Balance B/F	18,535,000.00	18,535,000.00
		<u>18,535,000.00</u>	<u>18,535,000.00</u>
(b)	Surplus: Balance B/F	40,775,940.84	37,230,982.72
	Add : Surplus during the year	5,263,431.41	3,544,958.12
		<u>46,039,372.25</u>	<u>40,775,940.84</u>
	Total	<u>64,574,372.25</u>	<u>59,310,940.84</u>

Note No.-3

Short-term borrowings

(a)	Loans repayable on demand (Secured)		
	From Banks	7,690,619.01	7,319,590.76
	(Secured against FD)	<u>7,690,619.01</u>	<u>7,319,590.76</u>

Overdraft facility availed from Punjab National Bank is secured by lien marked on fixed deposit of the Company with them.





SOPHIA EXPORTS LIMITED

Particulars	Note No.	Figures as at 31.03.2015	Figures as at 31.03.2014
1	2	3	4
<u>Note No.-4</u>			
Other current liabilities:			
(a) Term Liability Payable within one year		-	393,579.40
(b) T.D.S.Payable		4,300.00	7,075.00
(c) Provision for Expenses		80,183.00	49,667.00
		<u>84,483.00</u>	<u>450,321.40</u>
<u>Note No.- 5</u>			
<u>Short Term Provisions :</u>			
(a) Provision for employee benefits		83,000.00	54,000.00
(b) Provision for Income Tax		2,435,967.00	1,708,425.00
		<u>2,518,967.00</u>	<u>1,762,425.00</u>
<u>Note No.-7</u>			
<u>Non-Current Investments</u>			
1 Trade Investment :			
(a) Investment in Properties		12,441,291.00	12,441,291.00
		<u>12,441,291.00</u>	<u>12,441,291.00</u>
<u>Note No.- 8</u>			
<u>Long Term Loan &amp; Advances</u>			
(a) Security Deposit		6,000.00	-
		<u>6,000.00</u>	<u>-</u>
<u>Note No.- 9</u>			
<u>Cash and Cash Equivalents</u>			
(a) Balances with banks:			
In Current Account		28,646.26	38,273.00
In Fixed deposit with PNB		8,739,987.00	8,096,078.00
(b) Cash on hand		95,076.00	71,382.00
		<u>8,863,709.26</u>	<u>8,205,733.00</u>
<u>Note No.- 10</u>			
<u>Short-term loans and advances</u>			
(a) Loans & Advances to related parties		75,410,403.00	70,575,229.00
(b) Others:			
Advances to Other Parties		12,640,000.00	11,560,000.00
Advance for properties		1,000,000.00	1,000,000.00
Advance Payment of Taxes		1,398,901.00	1,382,486.00
Other Advances		28,596.00	27,533.00
Prepaid Expenses		67,900.00	78,157.00
		<u>90,545,800.00</u>	<u>84,623,405.00</u>



NOTES TO FINA

S. No.	Description of Assets	Useful life (in Years)	Gross Block	
			Balance as at 01.04.2014	Addition/ (Disposals) during the year
<b>1 Tangible Asset:</b>				
<b>Buildings :</b>				
1	Office at Hauz Qazi , Delhi	30	46,200.00	-
<b>Motor Vehicles:</b>				
2	Car-BMW	8	4,074,346.00	-
	<b>Total</b>		<b>4,120,546.00</b>	<b>-</b>



SOPHIA EXPORTS LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH,2015

Particulars	Figures as at 31.03.2015	Figures as at 31.03.2014
<u>Note No.- 11</u>		
<u>Revenue from Operations:</u>		
Interest (TDS -Rs.10,09,455.00, P/Y-Rs.9,53,040.00)	10,094,551.00	9,530,390.00
	<u>10,094,551.00</u>	<u>9,530,390.00</u>
<u>Note No.-12</u>		
<u>Employees Benefit Expenses</u>		
Salaries	479,500.00	439,000.00
Staff Welfare Expenses	30,987.00	28,496.00
	<u>510,487.00</u>	<u>467,496.00</u>
<u>Note No.-13</u>		
<u>Finance Cost</u>		
Interest to Bank	731,241.00	589,628.00
Interest on Vehicle Loan	10,620.60	93,717.20
	<u>741,861.60</u>	<u>683,345.20</u>
<u>Note No.-14</u>		
<u>Other Expenses</u>		
Bank Charges	3,796.99	5,441.52
Annual Lising Fee	8,427.00	8,427.00
Loss on Transaction -Future & option	-	1,969,643.16
Conveyance Expenses	53,742.00	46,251.00
Power & Fuel Expenses	25,800.00	23,400.00
Postage & Telegrams	9,380.00	8,195.00
Printing & Stationary	27,144.00	19,608.00
Professional Charges	23,500.00	22,200.00
Registrar Fee	10,112.00	10,112.00
Legal Charges	43,155.00	42,885.00
Telephone Expenses	29,340.00	26,114.00
Vehicle Running & Maintenance	245,693.00	231,043.00
Fees & Subscription	20,479.00	15,000.00
Misc. Expenses	29,532.00	23,269.00
Rates & Taxes	3,180.00	-
Payment to Auditors:		
As Audit Fee	44,944.00	44,944.00
As Taxation Matter	-	33,708.00
As Company Law Matter	-	843.00
As Other Services	3,371.00	-
	<u>581,595.99</u>	<u>2,531,083.68</u>



SOPHIA EXPORTS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2015

	Rupees for the year ended March 31, 2015	Rupees for the year ended March 31, 2014
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Net Profit before tax	7,617,121	5,185,669
Adjustments for:		
Depreciation	643,485	662,796
	<u>8,260,606</u>	<u>5,848,465</u>
Operating Profit before Working Capital Change:	8,260,606	5,848,465
Adjustment for:		
Current Assets, Loans & Advances	(6,010,672)	(5,033,486)
Current Liabilities & Provisions	390,704	(316,664)
	<u>(5,619,968)</u>	<u>(5,350,150)</u>
Cash generated from Operations	2,640,638	498,315
- Adjustment for :-		
Provision for Taxation & other	(2,353,690)	(1,640,711)
Net cash from Operating Activities	<u>286,948</u>	<u>(1,142,396)</u>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
- Adjustment for :-		
Fixed Assets Investment	-	-
Net cash used in Investing Activities	<u>-</u>	<u>-</u>
<b>C. Cash Flow From Financing Activities</b>		
Overdraft From Bank	371,028	2,067,976
Financed of Car from Bank	-	(393,579)
Net Cash used in Financing Activities	<u>371,028</u>	<u>1,674,397</u>
Net Increase in cash & Cash equivalents (A+B+C)	657,976	532,001
Cash & Cash equivalents as at (Opening Balance)	8,205,733	7,673,732
Cash & Cash equivalents as at (Closing Balance)	8,863,709	8,205,733

The accompanying notes are an integral part of the financial statements.  
As per our separate report of even date attached.

For: Ravindra Jain & Associates  
Chartered Accountants

For and on behalf of the Board

*sd/-*  
(Ravindra Kumar Jain)  
Partner

*sd/-*  
(Monika Srivastava)  
Company Secretary

*(Signature)*  
(Lalit Agrawal)  
Director

*(Signature)*  
(Romil Agrawal)  
Director

Place: New Delhi  
Dated: 30-05-2015





NOTES TO ACCOUNT FORMING PART OF THE FINANCIAL STATEMENT FOR THE PERIOD ENDED ON  
31ST MARCH,2015

SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting :

The financial Statements have been prepared under historical cost convention and on the basis of going concern.

These statements have been prepared in accordance with the applicable mandatory accounting standards and relevant presentation requirements of the Companies Act 1956.

Revenue Recognition

Income as well as expenditure is accounted for on accrual basis except otherwise specifically stated.

Investment:

Investments are carried at cost, provision is made when in the opinion of management, diminution in value of investment is other than temporary in nature.

Inventories :

Inventories are valued at cost.

Fixed Assets

- i) Fixed assets are stated at cost less accumulated depreciation. Cost consists of acquisition price and all direct costs attributable to bring the assets to its working condition for the intended use.
- ii) Depreciation on fixed assets is charged on written down value method at the rates worked out on the basis of useful life prescribed in Schedule- II of the Companies Act, 2013. As there is the change in the method of depreciation w.e.f 01.04.2014 as per the provisions of the Schedule - II of Companies Act, 2013, the necessary effect of the same has been dealt with in the accounts.

Taxes on Income

- i) The Company has been providing and determining current tax as the amount of tax payable in respect of taxable income for the period.
- ii) The company is providing and recognising deferred tax on timing differences between taxable income & accounting income subject to consideration of prudence.

Provisions, Contingent Liabilities and Contingent Assets

- ) A provision for a liability is recognized and disclosed for each class when an enterprise has a present obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and in respect of which a reliable estimate can be made for the amount of obligation.
- ) A contingent liability is not recognized but a brief description of the nature is disclosed for each class there of if the possibility of any outflow in settlement is remote.
- i) A contingent asset is not recognized or disclosed unless it has become virtually certain that an inflow of economic benefits will arise.

Impairment of Assets

At each balance sheet date, the Companies assets whether there is any indication that an assets may be impaired. If any such indication exists, the Company estimates the recoverable amount. If the carrying amount of the assets exceeds the recoverable amount, an impairment loss is recognised in the profit & loss account to the extent the carrying amount exceeds the recoverable amount.





## NOTES TO ACCOUNTS

There are no earnings and expenditure in foreign currency .

There are no estimated amount of contracts remaining to be executed on capital accounts.

Previous year's figures have been regrouped or rearranged wherever necessary.

Quantitative information of Opening Stock,Purchase,Sales and Closing Stock is Nil as there is neither any opening & closing stock and nor any purchase & sale transaction entered during the year.

Certain balances of some of the parties are subject to confirmation.

### Related party Disclosures

Company's related parties in term of AS-18 are as disclosed below :

#### Relationships

- a) Related parties in Sophia Exports Limited where common control exists:  
Advance Steel Tubes Ltd, Tirupati Structural Limited , Advance Enterprises Pvt Ltd , Marda Commercial & Holdings Limited,Advance Ispat (India) Limited,Vishal Equity Services Pvt Ltd, Phool Chand Infrastructure Pvt Ltd.
- b) Key Management Personal  
Mr. Lalit Agarwal

#### c) Transaction with related parties (in ordinary course of business)

Particulars	Transaction during the year 2014-2015		Interest received	Outstanding Balance as at 31.03.2015
	Loan Given	Loan Recovered		
Tirupati Structural Limited	-	2,600,000.00	7,488,553.00	67,883,481.00
Phool Chand Infrastructure Pvt. Ltd	73,987.00	-	690,543.00	7,526,922.00

- 7 The company is operating in a single business/geographical segment and therefore no additional disclosures are required.
- 8 On review of the carrying amounts of specified assets on the balance sheet date,the management has not obtained any indication that the carrying amounts of such assets exceed their recoverable amount and hence there was no need for measurement or recognition of any impairment loss.
- 9 The Company has not received information from the service providers / Suppliers regarding their status under Micro ,Small and Medium Enterprises Development Act 2006 and hence disclosure relating to amount unpaid as at the year end together with interest paid/payable under this act have not been given.
- 10 The company has recognised deferred tax assets of Rs.2,67,053.00 as on 31.3.2015 on account of timing differences being the difference between taxable income & accounting income that originates in one period and are capable of reversal in one or more subsequent periods.

Deferred Tax Assets as on 01.04.2014

184,776.00

Add: Deferred tax assets provided during the year

82,277.00

Deferred Tax Assets as on 31.03.2015

267,053.00





Earnings Per Share:

The basic and diluted earnings per share of the company are same because the company does not have any outstanding options, warrants, convertible debentures or any other instruments which may result in issue of equity shares at a price less than their fair market value.

The earnings per share given in Profit & Loss account has been calculated as under:

	Current Year	Prevoius Year
a) Net Profit for the year attributable to equity shareholders	Rs.52,63,431	Rs.35,44,958
b) Weighted average number of equity shares outatanding during the year	38,53,500	38,53,500
c) Basic and diluted earning per share { Item (a) divided by Item (b)}	Rs.1.37	Rs.0.92
d) Nominal value each share	Rs.10.00	Rs.10.00

As per our separate report of even date attached.

For Ravindra Jain & Associates  
Chartered Accountants

For and on behalf of the Board

*self*  
(Ravindra Kumar Jain)  
Partner

*self*  
(Monika Srivastava)  
Company Secretary

*[Signature]*  
(Lalit Agarwal)  
Director

*[Signature]*  
(Romil Agrawal)  
Director

ce : New Delhi  
ted : 30-05-2015



SOPHIA EXPORTS LIMITED

List of Secured Loan repayable on demand as on 31.03.2015

S.No.	Particulars	Amount
1	Punjab National Bank (O/D)	7,690,619.01
		<u>7,690,619.01</u>

List of Provision for Expenses as on 31.03.2015

S.No.	Particulars	Amount
1	Ravindra Jain & Associates	40,644.00
2	Annual Listing Fee Payable	8,427.00
3	ABS Consultants Private Limited	10,112.00
4	NKS & Company	1,000.00
5	Jain S & Associates	20,000.00
		<u>80,183.00</u>

List of Provosion for Employees Benefits as on 31.03.2015

S.No.	Particulars	Amount
1	Bonus Payable	29,500.00
2	Salary Payable	53,500.00
		<u>83,000.00</u>

List of Investment in Property as on 31.03.2015

S.No.	Particulars	Amount
1	Duplex No.10B-142,Vasundhara	2,621,445.00
2	Property No.A-227,Kaushambi(GZB)	6,665,560.00
3	Plot No.DB-177,Tronica City ,Ghaziabad	3,154,286.00
		<u>12,441,291.00</u>

List of Balance with Banks in Current Account as on 31.03.2015

S.No.	Particulars	Amount
1	The Federal Bank Limited	8,011.13
2	ICICI Bank Limited	20,635.13
		<u>28,646.26</u>





SOPHIA EXPORTS LIMITED

List of Advances to Related Parties as on 31.03.2015

<u>S.No.</u>	<u>Name of Parties</u>	<u>Amount</u>
1	Tirupati Structural Limited	67,883,481.00
2	Phool Chand Infrastructure Pvt Ltd	7,526,922.00
		75,410,403.00

List of Advances to Other Parties as on 31.03.2015

<u>S.No.</u>	<u>Name of Parties</u>	<u>Amount</u>
1	Rathore Promoters & Developers Pvt Ltd.	12,640,000.00
		12,640,000.00

List of Advance for Property as on 31.03.2015

<u>S.No.</u>	<u>Particulars</u>	<u>Amount</u>
1	Sanjay Agrawal	1,000,000.00
		1,000,000.00

List of Other Advances as on 31.03.2015

<u>S.No.</u>	<u>Name of Parties</u>	<u>Amount</u>
1	Tata Capital Limited ( TDS)	28,596.00
		28,596.00

List of Security Deposit as on 31.03.2015

<u>S.No.</u>	<u>Name of Parties</u>	<u>Amount</u>
1	Indraprastha Gas Limited (10B/142,Vasundhara)	6,000.00
		6,000.00



Dated : 16-05-2015

To  
Ravindra Jain & Associates  
Chartered Accountants  
106, Prakash House  
4379/4B, Ansari Road  
Darya Ganj  
New Delhi-110002

MANAGEMENT REPRESENTATION

Sir,

With regards to the Statutory Audit and Tax Audit for the year ended 31<sup>st</sup> March, 2015 of Sophia Exports Limited Regd. Office at: 4973/201, Pathak Badel Bage, Hauz Qazi, Delhi - 110006, we are please to submit as under:

1. The draft copy of annual accounts along with annexure and trail balance. There being no other assets and liabilities of the company except those stated in the balance sheet and books of accounts of the company.
2. With regard to the above draft annual financial statement, it is submitted that the Board of Directors of the company has taken due care of the matters specified 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 of the Company in accordance with the Accounting Standards generally accepted in India including the accounting standard specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rule, 2014 which includes the design, implementation and maintenance of adequate accounting records in accordance of the provisions of the Act for safe guarding the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgment and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate 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.
3. The method of accounting followed by the company is mercantile and there is no change in the method employed from the immediately preceding previous year.
4. Depreciation has been provided on WDV basis on the rates worked on the basis of useful life prescribed in the Schedule -II of the respective assets and also taking





into consideration of the scrap value of the assets. As there is change in the method of working of Depreciation w.e.f. 01/04/2014 as per the provisions of the Schedule-II Companies Act, 2013, the necessary effect of the same has been dealt with in the accounts.

5. That Sh. Lalit Agrawal ,Sh.Ramil Agarwal , Sh. R.K.Bissa and Sh. S.C. Jain are the directors of the above said company. Non of the director is disqualified as on 31<sup>st</sup> march, 2015 from being appointed as director in terms of section 164(2) of the Companies Act,2013.
6. The company is engaged in the business of Finance and Investment.
7. The company is maintaining the following books of account under Computer system of accounting.
  - a) Cash Book
  - b) Bank Book
  - c) Ledger
  - d) Journal
  - e) vouchers.
8. The fixed assets of the company are verified at reasonable intervals and also at the year end and one of the fixed asset has been sold during the year.
9. The Company has not received information from the service providers / Suppliers regarding their status under Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure relating to amount unpaid as at the year end together with interest paid/ payable under this Act have not been given.
10. There is no contingent Liability of the Company as on date of Balance Sheet.
11. Necessary provisions are made for present obligations that arise out of events prior to the balance sheet date entailing future outflow of economic resource. Such provisions reflect best estimates based on available information.
12. We confirm that no other audit under any statute was conducted during the year.
13. We confirm that there are no capital expenditure and personal expenses of the directors are charged to the Profit & Loss Account for the year ended on 31.03.2015.
14. That all the disclosures as required as per the provisions of the Companies Act and Listing Agreement has been done wherever necessary.



15. The Company has disclosed that there is no pending litigations against/by the company as on date. Further, no statutory dues are outstanding for more than six months from the day they have become due.
16. The Company has made provision, as required under the applicable law or accounting standard, for material foreseeable losses, if any, and as required on long term contracts wherever applicable.
17. There has been no delay in transferring amounts, required to be transferred, to the investor Education and Protection Fund by the company wherever applicable.
18. No provision is made for liabilities in respect of gratuity, leave encashment and other retirement benefit as may be payable to the employees. The same is accounted for on actual payment basis.
19. We confirmed that there was no sum paid to any employee as bonus or commission for services which was otherwise payable to him as profit or dividend.
20. We confirm that no expenditure incurred for any purpose which is offence or prohibited by law.
21. We confirm that the Cash-in-hand as at the close of the business as on 31<sup>st</sup> March, 2015 is Rs. 95,076.00 only.
22. No payment of expenses/purchases of Rs. 20,000.00/Rs.35000.00 (as applicable) or more was made in cash or bearer cheque. All such payments were either made through account payee cheque/account payee bank draft only. However, the evidence of the issue of account payee cheques/drafts is not in our possession.
23. Related parties where Company's Control exist are : Advance Steels Tubes Limited ,Tirupati Structural Limited ,Marda Commercial & Holding Limited, Advance Ispat (India ) Limited,Vishal Equity Services Pvt Ltd ,Phool Chand Infrastructurre Pvt Ltd and its key management personal is Mr. Lalit Agarwal, Further the transactions entered with the related parties are under :

S. No	Parties	Transaction during the year			O/s as on 31.03.2015
		Loan Given	Loan Recovered	Interest recovered	Loan Assets
a.	Tirupati Structural Ltd	Nil	26,00,000	74,88,553	6,78,83481
b.	Phool Chand Infrastructure Pvt Ltd	73987	Nil	6,90,543	75,26,922





The loan granted to aforesaid parties are repayable on demand and they are regular in repayment of interest as stipulated and no overdue amount outstanding against them.

24. No loan or deposit of Rs. 20,000.00 or more in aggregate was either taken or repaid in cash or bearer cheque during the year and all such loans are either taken or repaid only through account payee cheques/bank drafts only. However, the evidence of the issue of account payee cheques/drafts is not in our possession.
25. We confirmed that neither any fraud in the company nor by the company occurred during the year.
26. We confirmed that no amount has been borrowed on hundi during the year.
27. That the Company is banking with Punjab National Bank ,Mohan Nagar, Ghaziabad , The Federal Bank Ltd ,Delhi and ICICI Bank Ltd ,Delhi and there is no other bank account.
28. Balances of Loan Account and Advances are subject to confirmation.
29. On Overview the carrying amounts of specified assets on the balance sheet date, the management has not obtained any indication that the carrying amount of such assets exceed their recoverable amount and hence there was no need for measurement on recognition of any impairment loss.

Now you are requested to carry out the audit of our Company at the earliest. If you need any clarification please do inform accordingly.

For and on behalf of the Board



(Lalit Agarwal)  
Director

