

ANNUAL REPORT 2016-17

**DRS DILIP ROADLINES PRIVATE LIMITED,
SECUNDERABAD**

CIN: U60231AP2009PTC064326

NOTICE

Notice is hereby given that the Eighth Annual General Meeting of DRS DILIP ROADLINES PRIVATE LIMITED will be held on Saturday, 30th Day of September, 2017, at 10.30 A.M. at the Registered Office of the Company at 306, 3rd Floor, Kabra Complex, 61 M G Road, Secunderabad-500 003 to transact the following items of business:

ORDINARY BUSINESS:

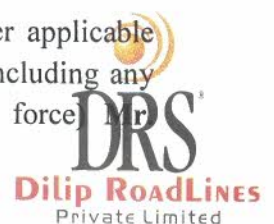
1. To receive, consider and adopt the audited Standalone Financial Statement of the Company for the Financial Year ended March 31, 2017 and the Reports of the Board of Directors and Auditors thereon.
2. To receive, consider and adopt the audited Consolidated Financial Statement of the Company for the Financial Year ended March 31, 2017 and the Report of Auditors thereon.
3. To ratify the appointment of Statutory Auditors and to fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modification(s) the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of Sections 139, 142 and all other applicable provisions contained under the Companies Act, 2013, read with relevant Rules made thereunder, and pursuant to the resolution passed by the members in their AGM held on 30.09.2014, the appointment of M.Anandam & Co., Chartered Accountants, (Registration No. 000125S) who were appointed as the Statutory Auditors of the Company to hold the office as such for a period of 5 years, be and is hereby ratified and the Board of Directors of the Company be and are hereby authorised to fix the remuneration payable to the Statutory Auditors for the audit of the accounts for the financial year ending March, 31, 2018.”

SPECIAL BUSINESS:

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

“RESOLVED THAT pursuant to the provisions of Section 152 and other applicable provisions of the Companies Act, 2013 and the Rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force,



DAYANAND AGARWAL (DIN00006668), who was appointed as an Additional Director by the Board w.e.f.01.12.2016 be and is hereby appointed as Director of the Company who shall not be liable to retire by rotation.”

By Order of the Board


Sugan Chand Sharma

Director

(DIN: 07064674)



Place: Secunderabad

Date:02.09.2017

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. The Proxy form duly filled in should be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting. All alterations/corrections made in the form of Proxy should be initialed by the Member.
2. Members are requested to bring their copies of Annual Report to the Meeting.
3. Members / Proxies are requested to bring the Attendance Slip sent herewith duly filled in for attending the Meeting.
4. An Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 relating to the Special Business to be transacted at the Annual General Meeting is annexed hereto and forms part of notice.
5. Information in respect of Director seeking appointment as required under the Secretarial Standards on General Meetings issued by ICSI forms part of this Notice.
6. As per Secretarial Standards 2 (SS-2), complete particulars of the venue of the Meeting (route map) has been attached herewith to the Notice.

**EXPLANATORY STATEMENT
(PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013)**

Item No. 4

With an intent to broad base the Board, Mr. DayanandAgarwalwas appointed as Additional Directors of your Company wef 01.12.2017. His tenure as such expires at the ensuing AGM of your Company.

In order to further his tenure beyond the ensuing AGM, ie., for an indefinite term, the members need to appoint him to the office of Director of the Company in their General Meeting . The Board proposes to continue to avail the services of Mr. DayanandAgarwalin the capacity of Director of the Company. Hence, it is proposed that he may be appointed as Director of the Company.

Pursuant to the provisions of Section 152 of the Companies Act, 2013 any such proposal needs to be approved by the members in their General Meeting by passing Ordinary Resolution.

Hence, the corresponding resolution is recommended for your consideration.

Mr.DayanandAgarwal and Mr.AnjaniKumarAgarwalbeingrelatedtoeachothermay be deemed to be interested in the said resolution. Apart from the said, none of the relatives of any Director is concerned or interested, financial or otherwise, in the said resolution.

The Company does not have any Key Managerial Personnel. Hence disclosure of interest of KMP or their relatives becomes inapplicable.

Save and except the aforesaid, none of the other Directors/Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No.4 in the Notice.

Information in respect of Directors seeking appointment/ re-appointment as required under the Secretarial Standards on General Meetings issued by ICSI:-

Name of the Director	DayanandAgarwal
Date of Appointment including terms and conditions of appointment	He was appointed as the Additional Director of the Company at the Board Meeting held on 01.12.2016.
Date of first appointment on the Board	01.12.2016
Date of Birth	23.07.1951
Expertise in Specific Functional areas and Experience	Expertise in Financial and Accounting Functional areas &avisionary Promoter with a plan for new diversifications in the relocation business and Vast Experience of 30 years in Logistics Industry
Educational Qualification	Under Graduate
Directorships in other Companies	NIL
Membership / Chairmanships of committees of Other Boards (other than the Company)	NIL
Details of Remuneration sought to be paid and the remuneration last drawn by such person	NIL
Shareholding in the Company as on 31.03.2017	40,00,000
Relationship between Directors inter-se/ Manager and KMPs	Father of Anjani Kumar Agarwal
Number of Meetings of the Board attended during the year	3

DIRECTORS' REPORT

To
The Members,

Your Directors take pleasure in presenting the **Eighth Annual Report** on the business and operations of the company together with the audited financial statements along with the Report of the Auditors for the financial year ended March 31, 2017.

FINANCIAL SUMMARY:

(Amt. in Rs.)

Particulars	STANDALONE		CONSOLIDATED
	For the FY ended 31.03.2017	For the FY ended 31.03.2016	For the FY ended 31.03.2017
Revenue from Operations	1,416,539,691	1,530,233,916	1,416,539,691
Other Income	684,055	605,711	1,573,255
Total Revenue	1,417,223,746	1,530,839,627	1,418,112,946
Total Expenses	1,401,043,885	1,518,759,781	1,416,501,753
Profit before tax	16,179,861	12,079,846	16,11,193
Tax Expenses	5,398,912	2,216,413	-2,476,527
Profit after tax	10,480,949	9,863,433	-4,087,720
EPS	2.42	3.29	0.29

REVIEW OF PERFORMANCE & COMPANY'S STATE OF AFFAIRS:**AT STANDALONE LEVEL:**

Revenue from operations on standalone basis decreased to Rs.141.65Crores from 153.02Crores in the previous year. Out of the total revenue approx 62 % has been generated from the Commercial Services and approx. 37.02% has been generated from Household services.

Your Company has incurred total expenses of Rs.140.10Crores as compared to



Rs.151.88Croresin the preceding financial year.Further, during the financial year under review, certain fixed expenses such as depreciation & amortization expenses increased from Rs.6.56Crores to Rs.6.67Crores and finance costs decreased toRs.2.71CrorefromRs.3.90Crore respectively as compared to the preceding financial year.

Your Company earned a Net Profitof Rs.104.81lacsfor the Financial Year ended 31stMarch, 2017 as compared to Rs.98.63lacsin the preceding financial year.

This resulted in an EPS of Rs.2.42 for the FY 2016-17.

No amount is being proposed to be transferred to Reserves for the financial year ended 31st March, 2017.

AT CONSOLIDATED LEVEL:

As mentioned elsewhere in this Report, your Company acquired 100% stake in DRS Warehousing (South) Private Limited during the FY 2016-17. Hence, the consolidated financial performance comprises the financial performance of the Company and that of its subsidiary mentioned above.

At consolidated level, the revenue from operations stood at Rs.141.65 Cores and profit before tax stood at Rs.16.11 lakhs.

CONSOLIDATED FINANCIAL STATEMENTS:

Your Company has prepared Consolidated Financial Statements in accordance with Accounting Standard 21 - "Consolidated Financial Statements", prescribed by the Companies (Accounts) Rules, 2014 of the Companies Act, 2013. The Consolidated Statements reflect the results of the Company along with that of its Subsidiary. The Audited Consolidated Financial Statements together with the Independent Auditor's Report thereon are annexed and form part of this Annual Report.

MATERIAL CHANGES AFTER THE CLOSURE OF THE FINANCIAL YEAR:

No material changes have occurred after the close of the financial year ended 31st March, 2017, other than that mentioned in this Report.

CHANGE IN THE NATURE OF BUSINESS:

There was no change in the nature of business of your Company during the financial year ended 31st March, 2017.

FUTURE OUTLOOK:

Your Company is exploring various options to expand and diversify its business and in this regard it proposes to venture into the areas of warehousing and other related activities. Suitable amendments are proposed in the Memorandum of Association of the Company through an Extraordinary General Meeting. Further, the Company has also acquired 100% stake in its group Company, which is engaged in warehousing related activities.

DIVIDEND:

In view of the ongoing expansion activities of the Company, it needs to plough back its profits into the business. Hence, the Board of Directors has not recommended any dividend for the financial year ended 31st March, 2017.

SHARE CAPITAL:

During the financial year under review, following changes took place in the capital structure of you Company-

- Increase in Authorised Share Capital from Rs.3Crores to Rs.7.01Crores.
- Allotment of 40.08Lakhs Equity Shares of Rs.10 each valued and priced at Rs.20.00 per share including a premium of Rs.10 per share.

DIRECTORS AND KEY MANAGERIAL PERSONS:

The Board of Directors is duly constituted.

During the year under review, RajuSamal resigned from the office of Director w.e.f30.03.2017.

Further, Mr.DayanandAgarwal was appointed as Additional Directors of the Company by the Board wef 01.12.2016.

Apart from the above no other change took place in the offices of Directors till date.

Further, since the tenure of Mr. DayanandAgarwal would expire at the ensuing AGM, requisite resolution is proposed for the consideration of members to appoint him to the office of Director.

Further, there was no appointment / resignation of any Key Managerial Personnel during the said year.

DIRECTORS' RESPONSIBILITY STATEMENT:

As required under Section 134(5) of the Companies Act, 2013, the Directors confirm that:

- i. In the preparation of the Annual Accounts, the applicable Accounting Standards have been followed and that no material departures are made from the same (**except AS -15**

“Employee Benefits”;

- ii. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the Financial year and of the profits of the company for the period;
- iii. Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- iv. The annual accounts have been prepared on a going concern basis.
- v. They have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively;
- vi. They have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

MEETINGS OF THE BOARD OF DIRECTORS:

The Board duly met 8 times during the financial year 2016-17 on the following dates:

01.04.2016,15.07.2016,02.09.2016, 27.10.2016, 01.12.2016, 02.12.2016,14.02.2017& 30.03.2017.

There was a Meeting in each of the quarters and further the intervening gap between any two consecutive Board Meetings did not exceed one hundred and twenty days.

The names of members of the Board and their attendance at the Board Meetings are as under:

Name Of Director	Number of Meetings attended
DayanandAgarwal	3
Anjani Kumar Agarwal	4
Sugan Chand Sharma	8
NaipunyaHariMangalampally	3
RajuSamal	0

Note :1.Mr. RajuSamal resigned with effect from 30.03.2017

2. As on 31st March, 2017, Mr. Anjani Kumar Agarwal and N. HariMangalampally stand disqualified to hold the office of Director of the Company by virtue of Section 164(2) read with Section 167 of the Act.

SUBSIDIARIES / JOINT VENTURES OR ASSOCIATE COMPANIES:

During the year under review, your Company acquired 100% stake in DRS Warehousing (South) Private Limited, with an objective of expanding and diversifying the business activities of the Company, thereby making it as its Wholly Owned Subsidiary.

Pursuant to the provisions of Section 129(3) of the Companies Act, 2013, a Statement containing the salient features of the financial statements of the Subsidiary in the prescribed format i.e. **Form AOC-1** is provided as **Annexure-I** to this Report. The statement also provides the details of performance, financial position of the said subsidiary.

Further, your Company undertakes that the Annual Accounts of the Subsidiary Company and the related detailed information will be made available to its shareholders and to the shareholders of its Subsidiary Company seeking such information at any point of time. Further, the Annual Accounts of the Subsidiary Company shall also be kept for inspection by any shareholder at its Registered office and that of the said Company.

In accordance with Section 136 of the Companies Act, 2013, the audited financial statements, including the consolidated financial statements and related information of the Company and audited accounts of the subsidiary, are available on its website.

LOANS, GUARANTEES AND INVESTMENTS:

As discussed above, during the year under review, your Company has acquired 100% stake in DRS Warehousing (South) Private Limited (50,10,000 equity shares of Rs.10 each) against an allotment of 40,08,000 equity shares of Rs.10 each at a premium of Rs.10 per share.

Further, your Company has not provided any Loans / Guarantees as envisaged under the provisions of Section 186 of the Companies Act, 2013. However, advances have been made in the ordinary course of business.

FIXED DEPOSITS:

Your Company has neither accepted nor repaid any deposits during the financial year ended on 31st March, 2017. Further, there were no outstanding deposits as at the beginning or at any time during the financial year. Hence, no details are required to be provided pursuant to Rule 8 (5) (v) & (vi) of the Companies (Accounts) Rules, 2014.

PARTICULARS OF EMPLOYEES:

The Company does not have any employee whose remuneration falls within the purview of the limits prescribed under the provisions of Section 197 of the Companies Act, 2013, read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and as amended.

RELATED PARTIES TRANSACTIONS:

During the financial year ended on 31st March, 2017, your Company has not entered into any transaction with related parties as envisaged under Section 188(1) of the Companies Act, 2013.

However, details of related party transactions, other than as discussed above, which were entered into during the previous year / current year are provided in the Note No. 25 forming part of the notes to standalone financial statements.

INTERNAL FINANCIAL CONTROLS:

Your Company has an adequate system of internal financial controls with reference to financial statements, including but not limited to safeguard and protection of assets from loss, their unauthorized use or disposition. All the transactions were properly authorized, recorded and reported to the Management. Your Company is following all the applicable Accounting Standards for properly maintaining the books of accounts and reporting in the financial statements. Your Company continues to ensure proper and adequate systems and procedures commensurate with its size and nature of its business.

AUDITORS:

As the members are aware, at the 6th Annual General Meeting (AGM) held on 30.09.2015, M/s. M. Anandam & Co., Chartered Accountants, Hyderabad, were appointed as Statutory Auditors of the Company for a period of 5 years, to hold the office as such till the conclusion of the 10th AGM. In terms of the provisions of Section 139 of the Companies Act, 2013, the appointment of the auditors shall be placed for ratification at every AGM. Accordingly, the appointment of M/s. M. Anandam & Co., Chartered Accountants, as the Statutory Auditors of the Company, is placed for your ratification. In this regard, the Company has received a certificate from the auditors to the effect that if the said firm is reappointed, it would be in accordance with the provisions of Section 141 of the Companies Act, 2013.

AUDITORS OBSERVATION:

(Report on Standalone & Consolidated Financial Statements)

As reported by the Auditors in their Reports, the Company accounts for Gratuity on cash basis as and when incurred and paid in line with its past practice. The management feels that since the same practice is being consistently followed over the years, non-provision of the same on accrual basis does not have any significant impact on the profitability of any particular year.

Further, we hereby confirm that as on 31st March, 2017, Mr. Anjani Kumar Agarwal and Mr. N. Hari Mangalampally stand disqualified to hold the office of Director of the Company by virtue of Section 164(2) read with Section 167 of the Act.

As reported by the Auditors in the Annexure to their Report, the disputed / undisputed liabilities are merely statement of facts and self-explanatory. Further as regards irregularity in depositing undisputed statutory dues, the management would like to inform that there were delays on certain occasions owing due to temporary liquidity crunch. However, the same have been paid subsequently.

Further, the details of contingent liabilities are provided at Note No.24 in the attached Financials.

RISK MANAGEMENT POLICY:

A risk management policy has been devised and adopted by the Board.

Pursuant to the said policy, the Board (a) oversees and approves the Company's enterprise wide risk management framework and (b) oversees that all the risks that the organization may face such as financial, liquidity, security, legal, regulatory, reputational and other risks have been identified and assessed and ensures that there is an adequate risk management mechanism in place capable of addressing those risks.

The policy aims at sustainable business growth with stability and to promote a pro-active approach in reporting, evaluating and resolving risks associated with the business.

CORPORATE SOCIAL RESPONSIBILITY POLICY:

Since the Company does not fall within any of the parameters specified under the provisions of Section 135 of the Companies Act, 2013 read with Rules made thereunder, reporting pursuant to Section 134(3) (o) is Not Applicable.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE INFLOW AND OUTFLOW:

The details regarding Energy Conservation, Technology Absorption, Foreign Exchange Inflow and Outflow as required under Section 134 (3) (m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 are given in the **Annexure -II** and forms part of this report.

EXTRACT OF ANNUAL RETURN:

In accordance with Section 134 (3) (a) of the Companies Act, 2013, an extract of the Annual Return in the prescribed Format i.e. Form MGT -9 is appended as **Annexure -III** to this Report.

POLICY ON PREVENTION, PROHIBITION AND REDRESSAL OF SEXUAL HARASSMENT AT WORK PLACE:

Your Company strongly supports the rights of all its employees to work in a harassment – free environment. It has adopted a Policy on Prevention, Prohibition and Redressal of Sexual

Harassment at workplace as per the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules made thereunder. The policy aims to provide protection to Employees at the workplace and prevent and redress complaints of sexual harassment and for matters connected or incidental thereto, with the objective of providing a safe working environment, where Employees feel secure. It has also constituted an Internal Committee, known as Anti Sexual Harassment Committee to address the concerns and complaints of sexual harassment and to recommend appropriate action.

We further confirm that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

SIGNIFICANT OR MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS:

There are no orders passed by the Regulators / Courts which would impact the going concern status of your Company and its future operations. Further, it is confirmed that there were no instances of fraud to be reported by the Auditors vide their Report for the FY 2016-17.

ACKNOWLEDGEMENTS:

Your Directors wish to express their profound gratitude for the valuable support extended by all the concerned persons associated with the company.

For and on behalf of the Board of Directors

	
Dayanand Agarwal Director DIN: 00006668	Sugan Chand Sharma Director DIN: 07064674

Place: Hyderabad

Date: 02.09.2017

FORM AOC-1**Statement containing salient features of the financial statement of Subsidiaries/
Associate Companies/ Joint Ventures****Part “A”: Subsidiaries***(Amount in Rs.)*




Name of the subsidiaries	M/s. DRS Warehousing (South) Private Limited
1. Reporting period for the subsidiary concerned, if different from the holding company's reporting period	N.A
2. Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	N.A.
3. Share capital (Rs.)	50,100,000
4. Reserves & surplus	-57,039,020
5. Total assets	321,855,773
6. Total Liabilities (Net of shareholders funds)	328,794,793
7. Investments	-
8. Turnover	889,200
9. Profit before taxation	-14,568,669
10. Provision for taxation	-
11. Profit after taxation	-14,568,669
12. Proposed Dividend	-
13. % of shareholding	100%

1. Names of subsidiaries which are yet to commence operations – NIL
2. Names of subsidiaries which have been liquidated or sold during the year- NIL

Part “B”: Associates and Joint Ventures – NIL

The Company does not have any Associate Company / Joint Ventures.

For and on behalf of the Board of Directors

		
Dayanand Agarwal		Sugan Chand Sharma
Director		Director
DIN: 00006668		DIN: 07064674

Place: Secunderabad

Date: 02.09.2017

**CONSERVATION OF ENERGY, RESEARCH & DEVELOPMENT, TECHNOLOGY
ABSORPTION AND FOREIGN EXCHANGE INFLOW / OUTFLOW:**

The particulars as prescribed under Section 134 (3) (m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 are as follows:

A. Conservation of Energy: Not Applicable

- i. the steps taken or impact on conservation of energy;
- ii. the steps taken by the company for utilizing alternate sources of energy;
- iii. the capital investment on energy conservation equipment;

B. Technology Absorption: Not Applicable

- i. the efforts made towards technology absorption;
- ii. the benefits derived like product improvement, cost reduction, product development or import substitution;
- iii. in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-
 - (a) the details of technology imported;
 - (b) the year of import;
 - (c) whether the technology been fully absorbed;
 - (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and
- iv. the expenditure incurred on Research and Development.

C. Foreign Exchange Inflow and Outflow during the year: Nil

- i. Foreign Exchange Inflow : Nil
- ii. Foreign Exchange Outflow : Nil

For and on behalf of the Board of Directors


Dayanand Agarwal
Director
DIN: 00006668


Sugan Chand Sharma
Director
DIN: 07064674



Place: Secunderabad

Date: 02.09.2017

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

As on the financial year ended 31.03.2017

[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	U60231AP2009PTC064326
ii	RegistrationDate	10.07.2009
iii	Name of the Company	DRS DILIP ROADLINESPRIVATE LIMITED
iv	Category/Sub-Category of the Company	Private Company Limited by Shares / Non-Government Company
v	Address of the Registered office	306, 3rd Floor, Kabra Complex, 61, M G Road, Secunderabad 500003
vi	Whether Listed Company	No
vii	Name,AddressandContactdetailsofRegistr arandTransferAgent	N.A

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

Businessactivities which contribute to 10%ormoreof thetotalturnoverofthe Company shall be stated:-

Sl.No.	NameandDescriptionofmainp roducts/ services	NIC CodeoftheProduct/ service	% total turnoverof the company
1	Motorised road freight transport	49231	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

Sl.N o.	Nameof the Company	CIN	Holding / Subsidiary/ Associate company	% of shares held	Applicable Section
1.	DRS WAREHOUSING (SOUTH) PRIVATE LIMITED	U63000TG2009PTC064707	Subsidiary	100	2 (87)(ii)

Note : 1(One) equity share of the aforesaid subsidiary is held in the name of Mr. Suman Chand Sharma, whose beneficial ownership is held by DRSDilip Roadlines Private Limited.

IV. SHAREHOLDING PATTERN (Equity Share Capital Break up as percentage of Total Equity):

i) Category-wise Share Holding:

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% of Total Shares	% Change during the year
	De-mat	Physical	Total	% of Total Shares	De-mat	Physical	Total			
Promoters										
(1) Indian										
a) Individual/HUF		30,00,000	30,00,000	100		70,08,000	70,08,000	100		
b) Central Govt.										
c) State Govt.(s)										
d) Bodies Corp.										
e) Banks/FI										
g) Any Other (promoter group)										
Sub-total (A)(1):-		30,00,000	30,00,000	100		70,08,000	70,08,000	100		
(2) Foreign										
a) NRIs Individuals										
b) Other Individuals										
c) Bodies Corp.										
d) Banks/FI										
e) Any Other....										
Sub-total (A)(2):-										
Total shareholding		30,00,000	30,00,000	100		70,08,000	70,08,000	100		

f Promoter (A)=(A)(1)+(A) (2)								
B.Public Shareholdin g								
1.Institutions								
a)Mutual Funds								
b)Banks/FI								
c)CentralGovt.								
d)State Govt. (s)								
e)Venture Capital Funds								
f)Insurance Companies								
g)FIIs								
h) Foreign Venture Capital Funds								
i) Others (specify)								
Sub-total (B) (1):-								
2.NonInstitutio ns								
a)Bodies Corp.								
i)Indian								
ii)Overseas								
b)Individuals								
i)Individual shareholders holding nominalsharec apitaluptoRs.1l akh								
ii)Individual shareholders holding nominalsharec apitalinexcesso fRs.1 lakh								
c)Others (specify)								
Sub-total (B)(2):-								

Total Public Shareholding (B)=(B)(1)+(B)(2)									
C. Shares held by Custodian for GDRs & ADRs	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Grand Total (A+B+C)		30,00,000	30,00,000	100		70,08,000	70,08,000	100	

(ii) Shareholding of Promoters/Promoters group::

Sl. N	Shareholder's Name	Shareholding at the beginning of the year			Shareholding 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	
1	Dayanand Agarwal	-	-	-	40,00,000	57.08	-	57.08
2	Anjani Kumar Agarwal	17,15,000	57.17	-	17,19,000	24.53	-	(32.64)
3	Sanjay Kumar Agarwal	12,85,000	42.83	-	12,89,000	18.39	-	(24.44)
	TOTAL	30,00,000	100	-	70,08,000	100	-	

(iii) Change in Promoters' / promoters Shareholding:

Sl. No.	Particulars	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Dayanand Agarwal						
	At the beginning of the year	01.04.2016	-	-	-	-	-
	Changes during the year	02.12.2016	Allotment	40,00,000	57.08		
	At the end of the year	31.03.2017				40,00,000	57.08
2.	Anjani Kumar Agarwal						
	At the beginning of the year	01.04.2016		17,15,000	57.17		
	Changes during the year	02.12.2016	Allotment	4,000	0.06		
	At the end of the year	31.03.2017				17,19,000	24.53
3.	Sanjay Kumar Agarwal						
	At the beginning of the year	01.04.2016		12,85,000	42.83		
	Changes during the year	02.12.2016	Allotment	4,000	0.06		
	At the end of the year	31.03.2017				12,89,000	18.39

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs): NIL

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Particulars			Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Dayanand Agarwal						
	At the beginning of the year	01.04.2016	-	-	-	-	-
	Changes during the year	02.12.2016	Allotment	40,00,000	57.08		
	At the end of the year	31.03.2017				40,00,000	57.08
2.	Anjani Kumar Agarwal						
	At the beginning of the year	01.04.2016		17,15,000	57.17		
	Changes during the year	02.12.2016	Allotment	4,000	0.06		
	At the end of the year	31.03.2017				17,19,000	24.53
3.	Naipunya Hari Mangalampally						
	At the beginning of the year	01.04.2016	-	-			
	Changes during the year						
	At the end of the year	31.03.2017				-	-
4.	Sugan Chand Sharma						
	At the beginning of the year	01.04.2016	-	-			
	Changes during the year	-					
	At the end of the year	31.03.2017				-	-

V. INDEBTEDNESS:

Indebtedness of the Company including interest outstanding/accrued but not due for payment-

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	Rs.251398954.00	Rs.28553553.00	-	Rs.279952507.00
ii) Interest due but not paid	Rs.9641459.38	-	-	Rs.9641459.38
iii) Interest accrued but not	-	-	-	-
Total(i+ii+iii)	Rs.261040413.38	Rs.28553553.00	-	Rs.289593966.38
Change in Indebtedness during the financial year				
-Addition	-	Rs.90557287.00	-	Rs.90557287.00
-Reduction	Rs.59039250.00	-	-	Rs.59039250.00
Net Change	Rs.202001163.00	Rs.119110840.00	-	Rs.321112003.38
Indebtedness at the end of the financial year				
i) Principal Amount	Rs.199038615.00	Rs.119110840.00	-	Rs.318149455.00
ii) Interest due but not paid	Rs.2962548.00	-	-	Rs.2962548.00
iii) Interest accrued but not	-	-	-	-
Total(i+ii+iii)	Rs.202001163.00	Rs.119110840.00	-	Rs.321112003.00

VI. REMUNERATION OF DIRECTORS AND KEYMANAGERIAL PERSONNEL:

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

Sl. No	Particulars of Remuneration	Name of Director	Total Amount
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		
5	Others		
	Total		
	Ceiling as per the Act (As per Schedule V of the Act)		

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)
A. COMPANY					
Penalty	NIL				
Punishment					
Compounding					
B. DIRECTORS					
Penalty	NIL				
Punishment					
Compounding					
C.OTHER OFFICERS IN DEFAULT					

Penalty	NIL
Punishment	
Compounding	

For and on behalf of the Board of Directors





Dayanand Agarwal

Director

DIN: 00006668

Sugan Chand Sharma

Director

DIN: 07064674

Place: Hyderabad

Date: 02.09.2017

M. ANANDAM & CO.,
CHARTERED ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

To
The Members of DRS Dilip Roadlines Private Limited

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of DRS Dilip Roadlines Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

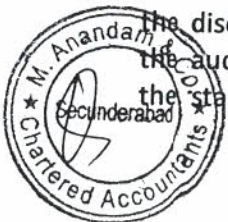
The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the 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 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 standalone 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 there under.

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 standalone financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error. In making those risk



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PHONE : 2781 2377, 2781 2034, FAX : 2781 2091

assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstance. 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 standalone financial statements.

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

Basis for Qualified Opinion

The Company has not made provision for gratuity on actuarial basis which is required as per AS -15 "Employee Benefits" instead the same is accounted on cash basis. The impact on the accounts is not ascertained by the management.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, 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, 2017, 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.
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 31st March, 2017 taken on record by the Board of Directors, two of the directors are disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and 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 has disclosed the impact of pending litigations on its standalone financial position in its standalone financial statements – Refer Note 24 to the standalone financial statements;
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv) The Company has provided requisite disclosures in note 23 to these standalone financial statements as to the holding of Specified Bank Notes on 8th November, 2016 and 30th December, 2016 as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016. Based on our enquiries, test check of the books of account and other details maintained by the Company and relying on management representation regarding the holding and nature of cash transactions, including Specified Bank Notes, we report that these disclosures are in accordance with the books of account maintained by the Company.

Place: Hyderabad
Date: 02.09.2017



For M.Anandam & Co.
Chartered Accountants
(Firm's Registration No. 0001255)

A.V. Sadasiva
Partner
M.No.018404

Annexure - A to the Auditors' Report

The Annexure referred to in our report to the members of the Company for the year ended on 31st March, 2017. We report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) As explained to us, the fixed assets have been physically verified by the management in a periodical manner, which in our opinion is reasonable, having regard to the size of the Company and the nature of its business. No material discrepancies were noticed on such physical verification.
(c) The Company does not own any immovable properties. Accordingly paragraph 3 (i) (c) of the Order is not applicable.
- (ii) The inventories have been physically verified during the year by the management. The discrepancies noticed on verification between the physical stocks and book records were not material.
- (iii) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly, paragraph 3 (iii) (a) to (c) of the Order is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the Company has made investment, which is in compliance with the provisions of Section 186 of the Companies Act, 2013. According to the information and explanations given to us, the Company has not given any guarantees, loans and securities.
- (v) The Company has not accepted deposits within the meaning of Sections 73 to 76 of the Act and the rules framed there under.
- (vi) Maintenance of cost records as prescribed under sub-section (1) of section 148 of the Act is not applicable to the Company.
- (vii) (a) According to the information and explanations given to us and the records of the Company examined by us, the Company is not regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, value added tax, wealth tax, service tax, customs duty, excise duty, value added tax, cess and any other statutory dues as applicable with the appropriate authorities and the following are the outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.

Nature of dues	Amount in Rs.
Tax Deducted at Source	1,62,137
Service tax	14,62,277



- (b) According to the information and explanations given to us there were 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 on account of any dispute to the extent not paid except the following.

Name of the statute	Nature of dues	Period to which the amount relates	Amount (Rs in Crores)	Forum where dispute is pending
Finance Act, 1994	Service tax	FY:2009-10 to 2013-14	15.07	CESTAT, Hyderabad
Income tax Act, 1961	Income tax	A.Y.2013-14	0.32	ITAT, Hyderabad
Finance Act, 1994	Service tax	FY: 2013-14	0.55	Commissioner of Appeals, Hyderabad
Finance Act, 1994	Service tax	FY:2014-15	4.93	CESTAT, Hyderabad

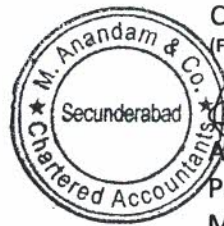
- (viii) The Company has not defaulted in repayment of loans or borrowing to financial institutions, banks and government and has not issued any debentures.
- (ix) The Company did not raise any money by way of initial public offer or further public offer during the year. Term loans were applied for the purpose for which they were raised.
- (x) To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company was noticed or reported during the year.
- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the provisions of section 197 read with Schedule V to the Act are not applicable to the Company
- (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 188 of the Act where applicable and details of such transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards. Section 177 of the Act is not applicable to the Company.
- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, during the year the Company has issued 40,08,000 equity shares for consideration other than cash and the



requirements of Section 42 of the Companies Act, 2013 have been complied with. As the shares are issued for consideration other than cash, we have not commented on utilisation of amount raised.

- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3 (xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Place: Secunderabad
Date: 02.09.2017



For M. Anandam & Co.
Chartered Accountants
(Firm's Registration No. 000125S)

A.V.Sadasiva
Partner

Membership No.018404

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 DRS Dilip Roadlines Private Limited ("the Company") as of 31st March 2017 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 standalone 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 standalone 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 standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the standalone 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.

Disclaimer of Opinion

According to the information and explanation given to us, the company has not established its Internal financial controls over Financial Reporting on criteria based or on considering essential components of internal control stated in the guidance note issued by ICAI.

Because of this reason, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion on whether the company had adequate Internal financial controls over Financial Reporting and whether such Internal financial controls over Financial Reporting were operating effectively as at 31st March 2017.




We have considered the disclaimer reported above in determining the nature, timing and extent of audit tests applied in our audit of the standalone financial statements of the company as at and for the year ended 31st March 2017 and the disclaimer does not affect our opinion on the financial statements of the company.

Place: Secunderabad
Date: 02.09.2017



For M.Anandam & Co.
Chartered Accountants
(Firm's Registration No. 000125S)


A.V.Sadasiva
Partner
Membership No.018404

PARTICULARS	NOTES	Amount in Rs.	
		31.03.2017	31.03.2016
EQUITY AND LIABILITIES			
1. Shareholders' Funds			
a) Share capital	2	70,080,000	30,000,000
b) Reserves and Surplus	3	79,968,783	29,407,835
2. Non-current Liabilities			
a) Longterm borrowings	4	14,486,091	28,112,260
b) Deferred tax liabilities	5	5,642,317	12,741,573
3. Current Liabilities			
a) Shortterm borrowings	6	272,073,388	188,195,012
b) Trade payables	7		
i) Dues to micro enterprises and small enterprises			-
ii) Others		76,486,478	60,781,444
c) Other current liabilities	8	262,921,851	183,680,048
TOTAL EQUITY AND LIABILITIES		781,658,908	532,918,172
ASSETS			
1. Non-Current Assets			
a) Property, Plant & Equipment	9	147,578,868	214,146,894
b) Non-Current Investments	10	80,160,000	
b) Other non current Assets	11	291,026,452	138,970,823
2. Current Assets			
a) Inventories	12	1,050,000	8,191,294
b) Trade Receivables	13	190,728,297	109,221,318
c) Cash and Cash Equivalents	14	12,794,726	20,840,887
d) Short term loans and advances	15	40,980,532	37,521,152
e) Other current assets	16	17,340,034	4,025,804
TOTAL ASSETS		781,658,908	532,918,172
Significant Accounting policies	1		

The Notes referred to above and the statement on significant accounting policies form an integral part of the Balance Sheet

In terms of our report attached

For M. ANANDAM & CO

Chartered Accountants

Firm No. 000125S

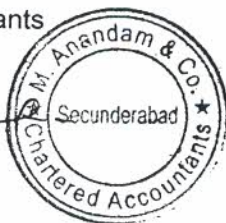

A V SADASIVA

Partner

M No: 18404

Place: Secunderabad

Date: 02.09.2017




For and on behalf of the Board



DAYANAND AGARWAL

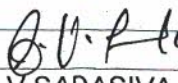


Director



SUGAN CHAND SHARMA

Director

DRS Dilip Road Lines Private Limited
Statement of Profit & Loss for the year ended 31st March, 2017

PARTICULARS	NOTE	Amount in Rs.	
		31.03.2017	31.03.2016
Revenue from operations	17	1,416,539,691	1,530,233,916
Other income	18	684,055	605,711
TOTAL INCOME		1,417,223,746	1,530,839,627
EXPENDITURE			
Employee Benefits	19	75,134,234	79,995,144
Finance costs	20	27,089,936	39,026,463
Depreciation	9	66,735,924	65,562,236
Other Expenses	21	1,232,083,790	1,334,175,938
TOTAL		1,401,043,885	1,518,759,781
Profit Before Tax		16,179,861	12,079,846
Current tax		12,798,168	3,561,200
Earlier Year Taxes		-	(592,756)
Deferred tax		(7,099,256)	(752,030)
Profit after tax		10,480,949	9,863,433
Earnings per share	26	2.42	3.29
Significant Accounting policies	1		
The Notes referred to above and the statement on significant accounting policies form an integral part of the Balance Sheet			
For M. ANANDAM & CO Chartered Accountants Firm No. 000125S  A V SADASIVA Partner M No: 18404 Place: Secunderabad Date: 02.09.2017		For and on behalf of the Board  DAYANAND AGARWAL Director  SUGAN CHAND SHARMA Director	

DRS Dilip Road Lines Private Limited
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2017

(Amount in Rs.)

Particulars	FY 2016-17		FY 2015-16	
A) CASH FLOW FROM OPERATING ACTIVITIES:				
Net Profit before Tax	16,179,861		12,079,846	
Adjustment for :				
Add: Depreciation	66,735,924		65,562,236	
Add: Interest	27,089,936		39,026,463	
Add: Loss on Sale of Trucks	-		-	
Operating Profit Before Working Capital Changes	110,005,722		116,668,546	
Changes in Working Capital				
(Increase)/Decrease in Inventories	7,141,294		1,528,191	
(Increase)/Decrease in Trade and other Receivables	(98,280,589)		76,494,443	
Increase/(Decrease) in trade payables and other liabilities	82,148,669		55,160,187	
Cash Generated from Operations	101,015,095		249,851,366	
LESS: Taxes Paid				
Net Cash Flow from Operating Activities		101,015,095		249,851,366
B. CASH FLOW FROM INVESTING ACTIVITIES:				
Proceeds from Sale of Trucks	-		-	
Purchase of Fixed Assets	(167,898)		(30,979,855)	
Advance for purchase of Fixed assets	(152,055,629)		(138,970,823)	
Net Cash Flow/(Used) from(In) Investing Activities	(152,223,527)	(152,223,527)	(169,950,678)	(169,950,678)
C. CASH FLOW FROM FINANCING ACTIVITIES:				
Inflow / (Outflow)				
Proceeds / (Repayment) of Other Loans	70,252,207		(33,721,587)	
Interest Paid	(27,089,936)		(39,026,463)	
Net Cash Flow from Financing Activities	43,162,271	43,162,271	(72,748,050)	(72,748,050)
D) NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS:		(8,046,161)		7,152,638
Cash and Cash Equivalents at the beginning of the year		20,840,887		13,688,249
Cash and Cash Equivalents at the close of the year		12,794,726		20,840,887

For M. ANANDAM & CO
Chartered Accountants
Firm No. 000125S

V SADASIVA
Partner
Firm No: 18404
Place: Secunderabad
Date: 02.09.2017



For and on behalf of the Board


DAYANAND AGARWAL
Director


SUGAN CHAND SHARMA
Director

DRS Dilip Roadlines Private Limited

Note 1: Significant Accounting Policies:-

1) Basis of Preparation:

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India ("Indian GAAP") to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules 2014, and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on accrual basis.

2) Revenue Recognition:

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Revenue from transportation of goods and handling activities are recognized when shipments are manifested and represent amounts invoiced, net of service tax. Revenue from warehousing is recognized at the end of every month on the basis of terms and conditions of arrangement with respective customers.

3) Property, Plant & Equipment

Property, Plant & Equipment are stated at cost of acquisition, including any attributable cost for bringing the asset to its working condition for its intended use, less accumulated depreciation and impairment loss. Depreciation on tangible assets is calculated on a straight-line basis as per the rates prescribed under Schedule II of the Companies Act, 2013.

4) Depreciation:

Depreciation is provided on a straight line basis over the useful lives of assets, which is as stated in Schedule II of Companies Act 2013 or based on technical estimate made by the Company.

5) Borrowing Costs:

Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are included to the extent they relate to the period till such assets are ready to be put to use. All other borrowing costs are charged to revenue. Borrowing costs consist of interest and financial costs the company incurs on its borrowed capital.

6) Inventories:

Items of inventories are measured at cost after providing for obsolescence, if any. Cost comprises of cost of purchase, cost of conversion, and other costs incurred in bringing the inventories to the present location and condition.

7) Employee Benefits:

Retirement benefits in the form of Provident Fund are defined contribution scheme and contributions in respect of such scheme are recognized in the books of account.

8) Disclosures for micro and small enterprises:

We have recorded all known liabilities in the finance statements. The Company has not received any intimations from suppliers regarding their status under the micro, small and medium enterprises development act, 2006 and hence disclosures, if any relating to amount unpaid as at the yearend together with interest paid or payable as required under the said act have not been given.

9) Taxes on Income:

a) Current tax is determined as the amount of tax payable in respect of estimated taxable income for the year.

b) Deferred tax is recognized for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date.

10) Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are disclosed when the Company has possible obligation or a present obligation and it is probable that a cash outflow will not be required to settle the obligation. Contingent Assets are neither recognized nor disclosed in the financial statements.

11) Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets, liabilities, revenues and expenses. The estimates used in preparation and presentation of financial statements are prudent and reasonable. Actual results could differ from estimates. Any revision of accounting estimates is recognized prospectively in the current and future periods.

12) Impairment

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/external factors. An impairment loss will be recognized if the carrying amount of an asset exceeds its estimated recoverable amount. The recoverable amount is greater of asset's net selling price and value in use. In assessing the value in use, the estimated future economic benefits are discounted to the present value at the weighted average cost of capital.

13) Earnings Per Share:

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all period presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the affects of all dilutive potential equity shares.

14) Cash Flow Statement:-

In the cash flow statement, cash and cash equivalents include cash in hand, demand deposits with banks, other short-term highly liquid investments with original maturities.

15) Foreign Exchange Earning and outgo:-

Particulars	31-03-2017	31-03-2016
Foreign Exchange Earnings	NIL	NIL
Foreign Exchange Expenditure	NIL	NIL

16) Segment-wise Reporting:

The company has one reportable segment i.e, transportation of goods by road and hence the disclosures as per AS 17 not applicable.

Dilip Road Lines Private Limited

Notes to Financial statements for the period ended Mar 31, 2017

Note 2: Share Capital

PARTICULARS	Amount in Rs.	
	31.03.2017	31.03.2016
AUTHORIZED		
70,00,000 Equity Shares of Rs.10/- each (P. Y 30,00,000 Equity Shares of Rs.10/- each)	7,01,00,000	3,00,00,000
ISSUED AND SUBSCRIBED		
70,00,000 Equity Shares of Rs.10/- each (P. Y 30,00,000 Equity Shares of Rs.10/- each)	7,00,80,000	3,00,00,000

2.1 The details of shareholders holding more than 5% equity shares

Name of the shareholder	As on 31.03.2017		As on 31.03.2016	
	No. of equity shares	% of holding	No. of equity shares	% of holding
Dayanand Agarwal	40,00,000	57.08	-	-
Anjan Kumar Agarwal	17,19,000	24.53	17,15,000	57.17
Sanjay Kumar Agarwal	12,89,000	18.39	12,85,000	42.83

2.2 The company has only one class of equity shares having face value of Rs.10 each. Each shareholder of Equity share is entitled to one vote per share. The company declares and pays dividends in Indian Rupees.

In the event of liquidation of the company, the equity shareholders will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

2.3 Reconciliation of shares outstanding at the beginning and at the ending of the year

Equity Shares	31st March, 2017		31st March, 2016	
	No of shares	Amount in Rs.	No of shares	Amount in Rs.
Shares at the beginning of the year	30,00,000	3,00,00,000	30,00,000	3,00,00,000
Add: Shares issued during the year	40,08,000	4,00,80,000	-	-
Shares at the end of the year	70,08,000	7,00,80,000	30,00,000	3,00,00,000

2.4 Out of the above shares, during the current year the Company has issued 40,08,000 equity shares for consideration other than cash.

Note 3: Reserves & Surplus				
PARTICULARS			31.03.2017	31.03.2016
Reserves:				
Securities Premium				
Opening balance			-	-
Additions during the year			400,80,000	-
Utilised during the year			-	-
Closing Balance			400,80,000	-
Surplus:				
Opening balance			294,07,835	195,44,402
Add: MAT Credit Adjustment				-
Add: Net profit transferred from Profit & Loss account			104,80,949	98,63,433
Closing balance			398,88,783	294,07,835
	TOTAL		799,68,783	294,07,835

NOTE 4: Long Term Borrowings

PARTICULARS		31.03.2017	31.03.2016
Secured loans			
Term Loans		144,86,091	281,12,260
	TOTAL	144,86,091	281,12,260

4.1 Term Loans represents vehicle loans from Central bank of India, Corporation bank, Hinduja Finance, Tata Motor Finance Ltd., Sundaram Finance and SREI Equipment finance Limited secured by hypothecation of vehicles

4.2. Maturity profile Term Loans from Banks

Particulars	2017-18	2018-19	2019-20
SREI Equipment Finance Limited	56,38,881	3,56,100	
Corporation Bank	-	-	
Hinduja Finance Ltd	93,55,673	62,84,256	
SUNDARAM FINANCE LTD.,	93,76,124	-	
TATA MOTORS FINANCE LTD.,	32,94,731	1,20,371	
Mahindra & Mahindra Fin. Service Ltd	31,94,112	24,24,296	
TOTAL	308,59,521	91,85,023	-

The Current Maturities of Rs.3,45,52,524/- is shown in the Note:8 and under Other Current Liabilities

NOTE 5: Deferred Tax Liability

PARTICULARS		31.03.2017	31.03.2016	
Deferred tax liability (opening)		127,41,573	134,93,603	
Add/(Less): Current Year		(70,99,256)	(7,52,030)	
Closing Balance		56,42,317	127,41,573	

NOTE 6: Short Term Borrowings

PARTICULARS			31.03.2017	31.03.2016
Secured loans				
From Banks			1529,62,548	1596,41,459
Unsecured Loans				
From Directors			975,81,053	285,53,553
From Relatives of Directors			215,29,787	-
	TOTAL		2720,73,388	1881,95,012

Loan from bank represent loan from The State Bank of Patiala, M G Road Branch, Secunderbad which is secured against Book Debts carrying interest rate of 13.45% as on 31st March, 2017

NOTE 7: Trade Payables				
PARTICULARS			31.03.2017	31.03.2016
Dues to Micro & Small Enterprises				-
Dues to Others			764,86,478	607,81,444
Agency Commission			-	-
TOTAL			764,86,478	607,81,444
NOTE 8: Other Current Liabilities				
PARTICULARS			31.03.2017	31.03.2016
Current Maturities of term Loans			345,52,524	732,86,694
Agency and Rental Deposits			77,02,436	60,02,436
Creditors for Expenses			1693,87,051	772,55,600
Statutory Liabilities			218,96,405	165,03,786
Other current liabilities			293,83,434	106,31,531
TOTAL			2629,21,851	1836,80,047
NOTE 10: Non-Current Investments				
PARTICULARS			31.03.2017	31.03.2016
a) Investment in Equity Shares				
Unquoted Non Trade Investments:				
In Wholly owned subsidiary				
DRS Warehousing (South) Private Limited				
(50,10,000 Equity Shares of Rs.10/- each, fully paid up)			801,60,000	-
(Previous Year: NIL)				
TOTAL			801,60,000	-
NOTE 11: Other non current assets				
PARTICULARS			31.03.2017	31.03.2016
Advance for purchase of fixed assets			2910,26,452	1389,70,823
TOTAL			2910,26,452	1389,70,823
NOTE 12: Inventories				
PARTICULARS			31.03.2017	31.03.2016
Truck Spares			6,50,000	38,38,261
Packing materials			4,00,000	43,53,033
TOTAL			10,50,000	81,91,294
NOTE 13: Trade Receivables				
PARTICULARS			31.03.2017	31.03.2016
Outstanding for a period exceeding six months from the date they are due for payment				
Unsecured, considered good			30,45,362	46,27,978
Others				
Unsecured, considered good			1876,82,935	1045,93,340
TOTAL			1907,28,297	1092,21,318

(Amount in Rupees)

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK AS AT	
	Gross Block as at 01.04.2016	Additions during the year	Sales / adjustments	Gross Block as at 31.03.2017	Up to 01.04.2016	For the year	On deletion	Up to 31.03.2017	31.03.2017	31.03.2016
Office Equipment	10,86,194	1,05,000	-	11,91,194	3,82,288	2,11,405	-	5,93,693	5,97,501	7,03,906
Furniture and fixtures	2,15,651	7,000	-	2,22,651	42,110	21,017	-	63,127	1,59,524	1,73,541
Computers	11,02,395	55,898	-	11,58,293	9,02,281	1,76,386	-	10,78,667	79,626	2,00,114
Trucks	4177,18,280	-	-	4177,18,280	2057,60,998	661,24,804	-	2718,85,801	1458,32,479	2119,57,282
Two wheelers	6,54,948	-	-	6,54,948	2,09,244	67,439	-	2,76,683	3,78,265	4,45,704
Cars	11,35,291	-	-	11,35,291	4,68,946	1,34,873	-	6,03,818	5,31,473	6,66,345
Grand Total	4219,12,759	1,67,898	-	4220,80,657	2077,65,865	667,35,924	-	2745,01,789	1475,78,868	2141,46,894
Previous year	3909,32,904	309,79,855		4219,12,759	1422,03,630	655,62,236		2077,65,865	2141,46,894	2487,29,295

NOTE 14: Cash and Cash Equivalents				
PARTICULARS			31.03.2017	31.03.2016
A. Cash on Hand			4,55,994	61,41,710
B. Balances with Banks				
In Current Accounts			121,27,303	146,99,177
Fixed Deposits*			2,11,429	-
	TOTAL		127,94,726	208,40,887
*Margin Money Deposit				
NOTE 15: Short Term Loans and Advances				
PARTICULARS			31.03.2017	31.03.2016
Advances to Employees			8,52,903	3,97,316
MAT Credit Entitlement			16,756	51,06,931
Security Deposits			86,09,166	84,82,166
Service Tax paid under protest			122,80,148	122,80,148
TDS Receivable Income tax refund, Advance tax net off Provision for Tax			192,21,559	112,54,591
	TOTAL		409,80,532	375,21,152
NOTE 16: Other Current Assets				
PARTICULARS			31.03.2017	31.03.2016
Advances to Associate Companies			60,21,723	19,945
Other current assets			113,18,311	40,05,857
	TOTAL		173,40,034	40,25,802
NOTE 17: Revenue from Operations				
PARTICULARS			31.03.2017	31.03.2016
- From Commercial Services			8808,37,309	8025,62,822
- From Household Services			5244,49,355	4743,76,583
- From Parcel Services			-	2278,13,044
- From Warehousing			464,39,209	431,31,907
Total			14517,25,873	15478,84,356
Less: Service Tax			351,86,182	176,50,440
Net Revenue			14165,39,691	15302,33,916
NOTE 18: Other Income				
PARTICULARS			31.03.2017	31.03.2016
Miscellaneous Income			2,72,318	64,719
Recoveries/Penalties from staff			-	-
Interest received on bank deposits			1,87,810	2,39,721
Other Income			2,23,927	3,01,271
	TOTAL		6,84,055	6,05,711
NOTE 19: Employee Benefits Expense				
PARTICULARS			31.03.2017	31.03.2016
Salaries, wages and bonus			598,22,642	703,73,880
Contribution to Provident Fund & Other Funds			33,10,403	36,64,378
Directors Remuneration			-	15,98,156
Other benefits			120,01,189	43,58,730
	TOTAL		751,34,234	799,95,144

NOTE 20: Financial Charges				
PARTICULARS			31.03.2017	31.03.2016
Interest on Bank loan			261,35,130	353,98,726
Bank charges			9,54,806	36,27,738
TOTAL			270,89,936	390,26,463
NOTE 21: Other Expenditure				
PARTICULARS			31.03.2017	31.03.2016
Advertisement Expenses			153,59,450	239,27,199
Claim Expenses and deductions			101,43,482	150,39,143
Commission & Brokerage			88,196	18,33,843
Packing & Maintenance			1369,75,849	1002,72,461
Vehicle Hire Charges & Maintenance			9744,21,844	10853,27,782
Auditor's Remuneration (Refer Note 22)			4,00,000	4,00,000
Business Promotion Expenses			16,50,345	14,13,217
Charity & Donatiions			51,605	2,25,277
Communication Expenses			86,44,294	91,68,239
Computer Maintenance			13,66,321	44,16,310
Electricity & Water Charges			53,97,521	65,16,560
Legal Expenses			5,77,735	37,30,781
Miscellaneous expenses			64,89,311	122,14,936
Office Expenses			175,14,311	161,26,696
Printing & Stationery			45,81,405	36,53,371
Rates & Taxes			5,93,063	15,04,035
Rent			298,70,593	270,38,210
Travelling expenses			179,58,465	213,67,878
TOTAL			12320,83,790	13341,75,938
NOTE 22: Auditor's Remuneration				
PARTICULARS			31.03.2017	31.03.2016
As Statutory Auditor			2,50,000	2,50,000
As Tax Auditor			1,50,000	1,50,000
TOTAL			4,00,000	4,00,000
Note 23: Disclosure of Specified Bank Notes (SBNs)				
As per MCA notification G.S.R. 308 (E) dated March 30, 2017, the details of Specified Bank Notes (SBN) held and transacted during the period from November 8, 2016 to December 30, 2016, are given below:				
				(Amount in Rs)
Particulars	SBNs	Other denomination notes	Total	
Closing cash in hand as on November 8th, 2016	360000	55,63,817	59,23,817	
(+) Permitted receipts	0	400,73,242	400,73,242	
(-) Permitted payments	1,50,000	409,27,464	410,77,464	
(-) Amount deposited in Banks *	2,10,000	10,91,321	13,01,321	
Closing cash in hand as on December 30,2016	0	36,18,274	36,18,274	
*does not include direct cash deposits by customers				
For the purpose of this clause , the term 'Specified bank Notes' shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407 (E), dated the 8th November ,2016				

Note 24: Contingent Liabilities and Commitments:

- a.) The DGCEI has issued a show cause notice stating that the services to the House Hold Goods falls under the classification of Cargo Handling Services instead of Goods Transport Agency. The amount involved in the above is Rs.15.07 Crores.

The Commissioner of Customs, Central Excise & Service Tax, Commissionerate-IV, Hyderabad confirmed the order and the Company filed an appeal before CESTAT and the same is pending.

- b.) For the assessment year 2013-14, the Assessing Officer has disallowed Expenditure for Rs,2,71,05,788/- vide his order dt 28-01-2016. Aggrieved by this, we have filed order with the CIT(A) for the above amounts At CIT(A), an amount of Rs.1,59,10,268/- was disallowed out the total amount, for which, tax liability including interest comes to Rs,32,38,929/- Vide CIT (A) Order No.0283/2015-16/CIT(A) 5 Dated:29-07-2016 Further, the company has filed an appeal in TRIBUNAL (ITAT).
- c.) The Company has received a notice from Assistant P F Commissioner, Hyderabad – 27 vide Letter No.TS/ENF/RO/HYD/6378/C-IV/T-1/2016/6393 Dated: 08- 02-2016 towards non-payment Employees Provident Fund of non-enrolled employees of the Establishment from 04/2014 to 12/2015. In this connection one personal hearing was held on 22-02-2016, and the amount of employer contribution is under dispute and is so far not quantified.
- d.) For the period April'2013 to March'2014, Joint Commissioner – Central Excise & Service tax has issued a demand vide Order no. 051/2016-17-Adjn(JC)-S.Tax for an amount of Rs.54.88 Lakhs and penalty of Rs.5.48 lakhs. Appeal is filed with the Commissioner of Appeals. Personal hearing completed and order is yet to come.
- e.) For the period April'2014 to March'2015, Commissioner – Central Excise & Service tax has issued a demand vide Order no.79/2016-17-Adjn(Commr)-S.Tax for an amount of Rs.4.49 Crores. and penalty of Rs.44.92 Lakhs. Appeal is filed with the CESTAT.

Note.25: Related Party Disclosures as per AS 18 read with the Companies Act, 2013

i) Key Managerial Personnel (KMP):

- a) Mr. Dayanand Agarwal, Additional Director
- b) Mr. Anjani Kumar Agarwal, Director
- c) Mr. Naipunya Hari Mangalampally, Director
- d) Mr. Raju Samal, Director
- e) Mr. Sukan Chand Sharma, Director

ii) Relatives of Key Managerial Personnel:

- a) Mrs. Shasikala Agarwal (Spouse of Mr. Dayanand Agarwal)
- b) Mrs. Pinky Agarwal (Spouse of Mr. Anjani Kumar Agarwal)
- c) Mrs. Sunita Agarwal (Spouse of Mr. Sanjay Kumar Agarwal)
- d) Mrs. Munni Devi Sharma (Spouse of Mr. Sugan Chand Sharma)
- e) Mr. Manoj Kumar Sharma (Son of Mr. Sugan Chand Sharma)
- f) Mr. Mishrilal Sharma (Brother of Mr. Sugan Chand Sharma)
- g) Mr. Banvarilal Sharma (Son of Mr. Sugan Chand Sharma)
- h) Mr. Sanjay Kumar Agarwal (Son of Mr. Dayanand Agarwal)

iii) Enterprises in which key managerial personnel and/or their relatives have control:

- a) DRS Warehousing (South) Private Limited upto 19.09.2016
- b) DRS Labs (India) Private Limited
- c) DRS Logistics Private Limited
- d) Agarwal Relocators Pvt Ltd
- e) DRS Body Building
- f) DRS International School Pvt Ltd
- g) MDN Edify Education Private Limited
- h) DRS Educational Society
- i) D N Trust

iv) Subsidiary Company

DRS Warehousing (South) Private Limited w.e.f 20.09.2016

v) Aggregated Related Party Disclosures:

Nature of Transaction	Key managerial Personnel	Relatives of key managerial personnel	Enterprises Controlled by KMP /Relatives of KMP	Subsidiary Company	Total
Managerial Remuneration	-	-	-	-	-
	(15,98,156)	-	-	-	(15,98,156)
Advances given	-	-	25,93,68,357	9,12,13,220	35,05,48,907
	-	-	(10,36,21,122)	-	(10,36,21,122)
Loans taken	-	-	5,61,23,822	-	5,61,23,822
	(3,53,000)	-	(18,22,100)	-	(21,75,100)
Loans repaid	-	-	5,29,66,961	-	2,36,40,609
	2,36,40,609	-	-	-	(4,73,62,381)

Figures given in the brackets represent previous year figures

Note 26: Earnings per Share:

Basic and Diluted Earnings per share:

	31-03-2017	31-03-2016
Earnings per share has been computed as under:		
a) Net Profit after Tax attributable to shareholders	1,05,19,311	98,63,433
b) Weighted Average Number of Equity Shares	43,36,000	30,00,000
c) Basic and Diluted Earnings per share (a)/(b)	2.43	3.29
d) Face Value per equity Share	10	10

Note 27: Previous year figures have been regrouped and reclassified wherever considered necessary.

As per our report of even date attached

For M. Anandam & Co.
Chartered Accountants
FRN No: 000125S

A.V. SADASIVA
Partner
M.No. 018404



For and on behalf of the Board

DAYANAND AGARWAL
Director

SUGAN CHAND SHARMA
Director

Place: Secunderabad
Date: 02-09-2017

M. ANANDAM & CO.,
CHARTERED ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT ON CONSOLIDATED FINANCIAL STATEMENTS

To
The Members of DRS Dilip Roadlines Private Limited

Report on the Consolidated Financial Statements

We have audited the accompanying Consolidated financial statements of DRS Dilip Roadlines Private Limited (herein referred to as "the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group"), comprising of the Consolidated Balance Sheet as at 31st March, 2017, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

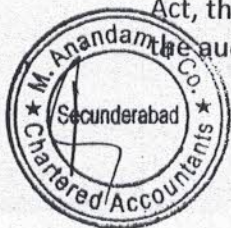
Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these Consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the Consolidated financial position, Consolidated financial performance and Consolidated cash flows of the Group 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. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the respective companies and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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, which have been used for the purpose of preparation of the Consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these Consolidated financial statements based on our audit. While conducting the 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 there under.

For DRS DILIP ROADLINES PRIVATE LIMITED
Authorised Signatory



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 Consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the Consolidated 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 Holding Company's Board of Directors, as well as evaluating the overall presentation of the Consolidated financial statements.

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

Basis for Qualified Opinion

The Holding Company has not made provision for gratuity on actuarial basis which is required as per AS -15 "Employee Benefits". Instead the same is accounted on cash basis. The impact on the accounts is not ascertained by the management.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the aforesaid Consolidated 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 Group as at 31st March, 2017, and its consolidated profit and its consolidated cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

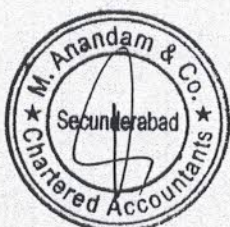
1. As required by Section 143 (3) of the Act, we report that:

- (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 of the aforesaid Consolidated financial statements.

Authorised Signatory



- (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid Consolidated financial statements have been kept so far as it appears from our examination of those books.
- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the Consolidated financial statements.
- (d) In our opinion, the aforesaid Consolidated 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 of Holding Company and Subsidiary companies as on 31st March, 2017 taken on record by the Board of Directors, two of the directors of the holding company and one of the directors of the subsidiary company are disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in "Annexure A"; 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 Group has disclosed the impact of pending litigations on its Consolidated financial position in its Consolidated financial statements - Refer Note No. 23 to the Consolidated financial statements.
 - ii) The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii) There were no amounts which were required to be transferred by the Group to the Investor Education and Protection Fund.

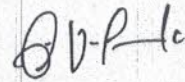


M.Anandam & Co.,
Chartered Accountants

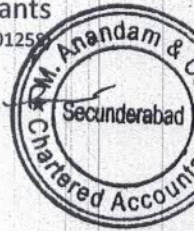
- iv) The Group has provided requisite disclosures in note 22 to these consolidated financial statements as to the holding of Specified Bank Notes on 8th November, 2016 and 30th December, 2016 as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016. Based on our enquiries, test check of the books of account and other details maintained by the Group and relying on management representation regarding the holding and nature of cash transactions, including Specified Bank Notes, we report that these disclosures are in accordance with the books of account maintained by the Group.

Place: Hyderabad
Date: 02.09.2017

For M.Anandam & Co.
Chartered Accountants
(Firm's Registration No. 0001259)



A.V. Sadasiva
Partner
M.No.018404



Annexure - A to the Auditors' Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the Consolidated financial statements of the Company as of and for the year ended March 31, 2017, we have audited the internal financial controls over financial reporting of DRS Dilip Roadlines Private Limited (hereinafter referred to as "the Holding Company") and its subsidiary company which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the of the Holding company and its subsidiary company which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on internal control over financial reporting criteria established by the entities 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 the respective 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") issued by ICAI 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 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 Group'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.



Disclaimer of Opinion

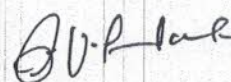
According to the information and explanation given to us, the Holding Company has not established its Internal financial controls over Financial Reporting on criteria based or on considering essential components of internal control stated in the guidance note issued by ICAI.

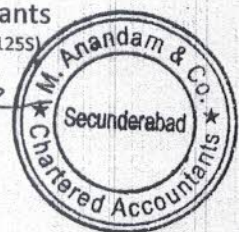
Because of this reason, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion on whether the Holding Company had adequate Internal financial controls over Financial Reporting and whether such Internal financial controls over Financial Reporting were operating effectively as at 31st March 2017.

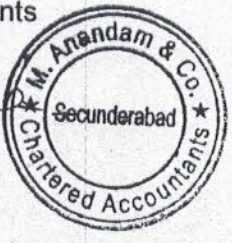
We have considered the disclaimer reported above in determining the nature, timing and extent of audit tests applied in our audit of the consolidated financial statements for the year ended 31st March 2017 and the disclaimer does not affect our opinion on the consolidated financial statements.

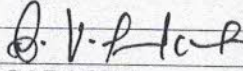
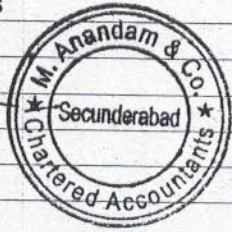
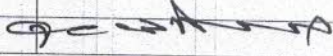
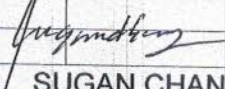
Place: Secunderabad
Date: 02.09.2017

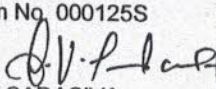
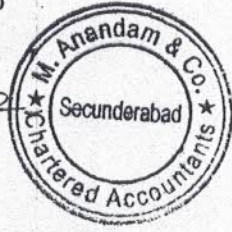
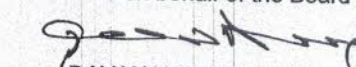
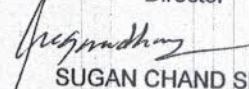
For M.Anandam & Co.
Chartered Accountants
(Firm's Registration No. 000125S)


A.V.Sadasiva
Partner
Membership No.018404



DRS Dilip Road Lines Private Limited		
Consolidated Balance Sheet as at 31st March, 2017		
		(Amount in Rs)
PARTICULARS	Note No.	31.03.2017
EQUITY AND LIABILITIES		
1. Shareholders' Funds		
a) Share capital	2	700,80,000
b) Reserves and Surplus	3	722,25,435
2. Non-current Liabilities		
a) Long term borrowings	4	1559,89,954
b) Deferred tax liabilities	5	56,42,317
3. Current Liabilities		
a) Short term borrowings	6	2720,73,388
b) Trade payables	7	
i) Dues to micro enterprises and small enterprises		
ii) Others		1015,90,937
c) Other current liabilities	8	2629,82,751
TOTAL EQUITY AND LIABILITIES		9405,84,782
ASSETS		
1. Non-Current Assets		
a) Property, Plant & Equipment		
(i) Tangible assets	9	4688,36,917
(ii) Intangible assets	9	793,55,673
b) Other non current Assets	10	1289,00,881
2. Current Assets		
a) Inventories	11	10,50,000
b) Trade Receivables	12	1907,28,297
c) Cash and Cash Equivalents	13	128,14,412
d) Short term loans and advances	14	409,80,533
e) Other current assets	15	179,18,069
TOTAL ASSETS		9405,84,782
Significant Accounting policies	1	
<p>The Notes referred to above and the statement on significant accounting policies form an integral part of the Consolidated Financial Statements.</p> <p>In terms of our report attached For M. ANANDAM & CO Chartered Accountants Firm No. 000125S</p> <p><i>A V Sadasiva</i> A V SADASIVA Partner M No: 18404 Place: Secunderabad Date: 02.09.2017</p> 		
<p>For and on behalf of the Board</p> <p><i>Dayanand Agarwal</i> DAYANAND AGARWAL Director</p> <p><i>Sugan Chand Sharma</i> SUGAN CHAND SHARMA Director</p>		

DRS Dilip Road Lines Private Limited		
Consolidated Statement of Profit & Loss for the year ended 31st March,2017		
		(Amount in Rs)
PARTICULARS	Note No.	31.03.2017
Revenue from operations	16	14165,39,691
Other income	17	15,73,255
TOTAL INCOME		14181,12,946
EXPENDITURE		
Employee Benefits	18	753,14,234
Finance costs	19	329,51,715
Depreciation	9	756,67,320
Other Expenses	20	12325,68,484
Total Expenses		14165,01,753
Profit Before Tax		16,11,193
Current tax		127,98,168
Earlier Year Taxes		-
Deferred tax		(70,99,255)
Profit / (Loss) for the year		(40,87,720)
Add/(Less): Pre Acquisition profit/(Loss)		(68,25,321)
Profit/(Loss) to be transferred to Reserves		27,37,601
Earnings per share(Basic and Diluted)	25	0.29
Significant Accounting policies	1	
The Notes referred to above and the statement on significant accounting policies form an integral part of the Consolidated Financial Statements.		
For M. ANANDAM & CO Chartered Accountants Firm No. 000125S  A V SADASIWA Partner M No: 18404 Place: Secunderabad Date: 02.09.2017		
	For and on behalf of the Board  DAYANAND AGARWAL Director  SUGAN CHAND SHARMA Director	

DRS Dilip Road Lines Private Limited		
CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2017		
(Amount in Rs.)		
Particulars	FY 2016-17	
A) CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before Tax	16,11,193	
Adjustment for :		
Add: Depreciation	756,67,320	
Add: Interest	329,51,715	
Operating Profit Before Working Capital Changes	1102,30,228	
Changes in Working Capital		
(Increase)/Decrease in Inventories	71,41,294	
(Increase)/Decrease in Trade and other Receivables	(981,68,894)	
Increase/(Decrease) in trade payables and other liabilities	523,26,326	
Cash Generated from Operations	715,28,954	
LESS: Taxes Paid	-	
Net Cash Flow from Operating Activities		715,28,954
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of property, Plant and Equipment	(1,67,898)	
Advance for purchase of Property, Plant and Equipment	(608,42,409)	
Net Cash Flow/(Used) from(In) Investing Activities	(610,10,307)	(610,10,307)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Inflow / (Outflow)		
Proceeds / (Repayment) of Other Loans	143,79,688	
Interest Paid	(329,51,715)	
Net Cash Flow from Financing Activities	(185,72,028)	(185,72,028)
D) NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS:		
Cash and Cash Equivalents at the beginning of the year		(80,53,381)
Cash and Cash Equivalents at the close of the year		208,67,793
		128,14,412
The Cash Flow Statement has been prepared as per indirect method as set out in Accounting Standard-3 "Cash Flow Statement" issued by the Institute of Chartered Accountants of India.		
Cash and Cash equivalents at the beginning of the year include Rs 26,906 of DRS Warehousing (South) Private Limited on Company becoming subsidiary.		
For M. ANANDAM & CO Chartered Accountants Firm No. 000125S  A V SADASIVA Partner M No: 18404 Place: Secunderabad Date: 02.09.2017		For and on behalf of the Board  DAYANAND AGARWAL Director  SUGAN CHAND SHARMA Director

Note 1: Significant Accounting Policies:

1.1. Basis of Accounting and preparation of Consolidated financial statements:

The Consolidated financial statements of the Company and its subsidiary (together the 'Group') have been prepared in accordance with the Generally Accepted Accounting Principles in India ("Indian GAAP") to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules 2014, and the relevant provisions of the Companies Act, 2013. The Consolidated financial statements have been prepared under the historical cost convention on accrual basis.

1.2. Principles of Consolidation:

The consolidated financial statements have been prepared on the following basis:

- a. The financial statements of the Company and its subsidiary company have been consolidated on a line-by-line basis by adding together the book values of like items of the assets, liabilities, income and expenses, after fully eliminating intra-group balances, intra-group transactions and resulting unrealized profits or losses on intra-group transactions as per Accounting Standard (AS) 21 - "Consolidated Financial Statements" specified under section 133 of Companies Act, 2013.
- b. The financial statements of the subsidiary used in the consolidation are drawn up to the same reporting date as that of the Company, i.e. March 31, 2017.
- c. The difference between the cost of investment in the subsidiary, over the net assets at the time of acquisition of shares in the subsidiary is recognised in the financial statements as Goodwill or Capital Reserve, as the case may be.
- d. Intra-group balances and intra-group transactions and resulting unrealized profits / loss has been eliminated.
- e. The Consolidated financial statements are prepared to the extent possible using uniform accounting policies for like transactions and other events in similar circumstances and are presented to extent possible, in the same manner as the Company's separate financial statements.

f. The details of subsidiary company which is included in consolidation is as under

Name of the company	Place of Incorporation	Ownership in % directly
		2016-17
DRS Warehousing (South) Private Limited	India	100

1.3. Other significant accounting policies

These are set out under "Significant Accounting Policies" as given in the Company's separate financial statements.

DRS Dilip Road Lines Private Limited**Notes to Consolidated Financial statements for the period ended Mar 31, 2017****Note 2: Share Capital****Amount in Rs.**

Particulars	31.03.2017
Authorised	
70,10,000 Equity Shares of Rs.10/- each	701,00,000
Issued, Subscribed and Paid up Capital	
70,08,000 Equity Shares of Rs.10/- each	700,80,000

2.1 The details of shareholders holding more than 5% equity shares

Name of the shareholder	As on 31.03.2017	
	No. of equity shares	% of holding
Dayanand Agarwal	40,00,000	57.08
Anjani Kumar Agarwal	17,19,000	24.53
Sanjay Kumar Agarwal	12,89,000	18.39

2.2 The company has only one class of equity shares having face value of Rs.10 each. Each shareholder of Equity share is entitled to one vote per share. The company declares and pays dividends in Indian Rupees.

In the event of liquidation of the company, the equity shareholders will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

2.3.Reconciliation of shares outstanding at the beginning and at the ending of the year

Equity Shares	31st March, 2017	
	No of shares	Amount in Rs.
Shares at the beginning of the year	30,00,000	-
Add: Shares issued during the year	40,08,000	400,80,000
Shares at the end of the year	70,08,000	700,80,000

2.4 Out of the above shares, during the current year the Company has issued 4,008,000 equity shares for consideration other than cash.

Note 3: Reserves & Surplus		Amount in Rs.	
Particulars		31.03.2017	
Securities Premium			
Opening balance		-	
Additions during the year		400,80,000	
Utilised during the year		-	
Closing Balance		400,80,000	
Surplus in the Consolidated Statement of Profit and loss			
Opening balance		294,07,835	
Add: Net Profit after tax transferred from Consolidated Satement of Profit & Loss		27,37,601	
Closing balance		321,45,435	
TOTAL		722,25,435	
NOTE 4: Long Term Borrowings		Amount in Rs.	
Particulars		31.03.2017	
Secured loans			
Term Loans		144,86,091	
Unsecured:			
Loans from Directors		124,04,396	
Loans from Relatives of Directors		1290,99,467	
TOTAL		1559,89,954	
4.1 Term Loans represents vehicle loans from Central bank of India,Corporation bank, Hinduja Finance, Tata Motor Finance Ltd., Sundaram Finance and SREI Equipment finance Limited secured by hypothecation of vehicles			
4.2. Maturity profile of Term Loans		Amount in Rs.	
Particulars		2017-18	2018-19
SREI Equipment Finanace Limited		56,38,881	3,56,100
Hinduja Finance Ltd		93,55,673	62,84,256
Sundaram Finance Ltd.,		93,76,124	-
Tata Motors Finance Ltd.,		32,94,731	1,20,371
Mahindra & Mahindra Fin.Service Ltd		31,94,112	24,24,296
TOTAL		308,59,521	91,85,023
The Current Maturities of Rs.3,45,52,524/- is shown in the Note:8 "Other Current Liabilities"			
NOTE 5: Deferred Tax Liability		Amount in Rs.	
Particulars		31.03.2017	
Deffered tax liability (opening)		127,41,573	
Add/(Less): Current Year		(70,99,256)	
Closing Balance		56,42,317	

NOTE 6: Short Term Borrowings		Amount in Rs.
Particulars		31.03.2017
Secured loans		
From Banks		1529,62,548
Unsecured Loans		
From Directors		975,81,053
From Relatives of Directors		215,29,787
TOTAL		2720,73,388
Loan from bank represent loan from The State Bank of Patiala, M G Road Branch, Secunderbad which is secured against Book Debts carrying interest rate of 13.45% as on 31st March, 2017		
NOTE 7: Trade Payables		Amount in Rs.
Particulars		31.03.2017
Dues to Micro & Small Enterprises		-
Dues to Others		1015,90,937
TOTAL		1015,90,937
7.1. The group has not received any memorandum from supplier of goods and services specifying there status as micro, small and medium enterprises under micro small and medium enterprises development act, 2006 consequently dues to micro, small and medium enterprises is considered as nil as per the information available on date.		
NOTE 8: Other Current Liabilities		Amount in Rs.
Particulars		31.03.2017
Current Maturities of term Loans		345,52,524
Agency and Rental Deposits		77,02,436
Creditors for Expenses		1694,47,951
Statutory Liabilities		218,96,405
Other current liabilities		293,83,434
TOTAL		2629,82,751
NOTE 10: Other non current assets		Amount in Rs.
Particulars		31.03.2017
Advance for purchase of fixed assets		1289,00,881
TOTAL		1289,00,881
NOTE 11: Inventories		Amount in Rs.
Particulars		31.03.2017
Truck Spares		6,50,000
Packing materials		4,00,000
TOTAL		10,50,000
NOTE 12: Trade Receivables		Amount in Rs.
Particulars		31.03.2017
Unsecured and considered good		
Outstanding for period exceeding six months from the date they are due for payment		30,45,362
Others		1876,82,935
TOTAL		1907,28,297

Schedules forming part of the Consolidated Balance Sheet
FINANCIAL YEAR: 2016-2017
Schedule 9: Property, Plant & Equipment

Particulars	GROSS BLOCK				DEPRECIATION				Amount in Rs	
	As at 01.04.2016	Additions during the year	Sale/ Adjustme nt	As at 31.03.2017	Up to 01.04.2016	For the year	On deletion	Up to 31.03.2017	As at 31.03.2017	NET BLOCK
<u>Other Intangible Assets</u>										
Goodwill	-	793,55,673	-	793,55,673	-	-	-	-	793,55,673	
Total	-	793,55,673	-	793,55,673	-	-	-	-	793,55,673	
<u>Property, Plant and Equipment</u>										
Land	805,13,161	-	-	805,13,161	-	-	-	-	805,13,161	
Office Equipment	10,86,194	1,05,000	-	11,91,194	3,82,288	2,11,405	-	5,93,693	5,97,501	
Furniture and fixtures	2,15,651	7,000	-	2,22,651	42,110	21,017	-	63,127	1,59,524	
Computers	11,02,395	55,898	-	11,58,293	9,02,281	1,76,386	-	10,78,667	79,626	
Trucks	4177,18,280	-	-	4177,18,280	2057,60,998	661,24,804	-	2718,85,802	1458,32,478	
Two wheelers	6,54,948	-	-	6,54,948	2,09,244	67,439	-	2,76,683	3,78,265	
Cars	11,35,291	-	-	11,35,291	4,68,946	1,34,873	-	6,03,819	5,31,472	
Buildings	2673,04,103	-	-	2673,04,103	178,20,274	89,10,137	-	267,30,411	2405,73,692	
Electrical installations	1,67,815	-	-	1,67,815	33,564	16,782	-	50,346	1,17,469	
Plant & Machinery	67,160	-	-	67,160	8,954	4,477	-	13,431	53,729	
Total	7699,64,998	1,67,898	-	7701,32,896	2256,28,659	756,67,320	-	3012,95,979	4688,36,917	
Grand Total	7699,64,998	795,23,571	-	8494,88,569	2256,28,659	756,67,320	-	3012,95,979	5481,92,589	

NOTE 13: Cash and Cash Equivalents		Amount in Rs.
Particulars		31.03.2017
A. Cash on Hand		4,73,258
B. Balances with Banks		
In Current Accounts		121,29,725
Fixed Deposits*		2,11,429
TOTAL		128,14,412
* Fixed Deposits represents deposits given for Margin Money Deposit		
NOTE 14: Short Term Loans and Advances		Amount in Rs.
Particulars		31.03.2017
Advances to Employees		8,52,903
MAT Credit Entitlement		16,756
Security Deposits		86,09,166
Service Tax paid under protest		122,80,148
TDS Receivable Income tax refund, Advance tax net off Provision for Tax		192,21,560
TOTAL		409,80,533
NOTE 15: Other Current Assets		Amount in Rs.
Particulars		31.03.2017
Advances to related party		60,21,723
Other current assets		113,18,311
Advances to suppliers		4,78,035
Income tax paid under protest		1,00,000
TOTAL		179,18,069
NOTE 16: Revenue from Operations		Amount in Rs.
Particulars		31.03.2017
- From Commercial Services		8808,37,309
- From Household Services		5244,49,355
- From Warehousing		464,39,209
Total		14517,25,873
Less: Service Tax		351,86,182
Net Revenue		14165,39,691
NOTE 17: Other Income		Amount in Rs.
Particulars		31.03.2017
Parking charges		8,89,200
Interest received on bank deposits		1,87,810
Miscellaneous Income		2,72,318
Other Income		2,23,927
TOTAL		15,73,255
NOTE 18: Employee Benefits Expense		Amount in Rs.
Particulars		31.03.2017
Salaries, wages and bonus		600,02,642
Contribution to Provident Fund & Other Funds		33,10,403
Other benefits		120,01,189
TOTAL		753,14,234

NOTE 19: Financial Charges			Amount in Rs.
Particulars			31.03.2017
Interest on Borrowings			319,92,223
Bank charges			9,59,492
TOTAL			329,51,715

NOTE 20: Other Expenditure			Amount in Rs.
Particulars			31.03.2017
Advertisement Expenses			153,59,450
Claim Expenses and deductions			101,43,482
Commission & Brokerage			88,196
Packing & Maintenance			1369,75,849
Vehicle Hire Charges & Maintenance			9744,21,844
Auditor's Remuneration (Refer Note 21)			4,23,000
Business Promotion Expenses			16,50,345
Charity & Donations			51,605
Communication Expenses			86,44,294
Computer Maintenance			13,66,321
Electricity & Water Charges			53,97,521
Legal Expenses			5,77,735
Miscellaneous expenses			64,89,311
Office Expenses			175,14,311
Printing & Stationery			45,81,405
Rates & Taxes			9,43,062
Rent			298,70,593
Travelling expenses			179,58,465
Insurance			1,11,695
TOTAL			12325,68,484

NOTE 21: Auditor's Remuneration			Amount in Rs.
Particulars			31.03.2017
As Statutory Auditor			2,73,000
As Tax Auditor			1,50,000
TOTAL			4,23,000

Note 22: Disclosure of Specified Bank Notes (SBNs)

As per MCA notification G.S.R. 308 (E) dated March 30, 2017, the details of Specified Bank Notes (SBN) held and transacted by the group during the period from November 8, 2016 to December 30, 2016, are given below:

			(Amount in Rs)
Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on November 8th, 2016	3,60,000	55,66,859	59,26,859
(+) Permitted receipts	-	402,21,642	402,21,642
(-) Permitted payments	1,50,000	410,42,464	411,92,464
(-) Amount deposited in Banks *	2,10,000	10,91,321	13,01,321
Closing cash in hand as on December 30, 2016	-	36,54,716	36,54,716

*does not include direct cash deposits by customers

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

Note 23. Contingent Liabilities and Commitments:

In respect of Holding Company

- a.) The DGCEI has issued a show cause notice stating that the services to the House Hold Goods falls under the classification of Cargo Handling Services instead of Goods Transport Agency. The amount involved in the above is Rs.15.07 Crores.

The Commissioner of Customs, Central Excise & Service Tax, Commissionerate-IV, Hyderabad confirmed the order and the Company filed an appeal before CESTAT and the same is pending.

- b.) For the assessment year 2013-14, the Assessing Officer has disallowed Expenditure for Rs.2,71,05,788/- vide his order dt 28-01-2016. Aggrieved by this, we have filed order with the CIT(A) for the above amounts At CIT(A), an amount of Rs.1,59,10,268/- was disallowed out the total amount, for which, tax liability including interest comes to Rs.32,38,929/- Vide CIT (A) Order No.0283/2015-16/CIT(A) 5 Dated:29-07-2016 Further, the company has filed an appeal in TRIBUNAL (ITAT).
- c.) The Company has received a notice from Assistant P F Commissioner, Hyderabad – 27 vide Letter No.TS/ENF/RO/HYD/6378/C-IV/T-1/2016/6393 Dated: 08- 02-2016 towards non-payment Employees Provident Fund of non-enrolled employees of the Establishment from 04/2014 to 12/2015. In this connection one personal hearing was held on 22-02-2016, and the amount of employer contribution is under dispute and is so far not quantified.
- d.) For the period April'2013 to March'2014, Joint Commissioner – Central Excise & Service tax has issued a demand vide Order no. 051/2016-17-Adjn(JC)-S.Tax for an amount of Rs.54.88 Lakhs and penalty of Rs.5.48 lakhs. Appeal is filed with the Commissioner of Appeals. Personal hearing completed and order is yet to come.
- e.) For the period April'2014 to March'2015, Commissioner – Central Excise & Service tax has issued a demand vide Order no.79/2016-17-Adjn(Commr)-S.Tax for an amount of Rs.4.49 Crores. and penalty of Rs.44.92 Lakhs. Appeal is filed with the CESTAT.

In respect of Subsidiary Company

- f.) For the assessment year 2012-13 the AO has disallowed income earned on fixed deposit of Rs. 31,52,918/- and demanded to pay Rs. 13,73,710/- vide his order dt 26.03.2015. Aggrieved by this a petition was filed before CIT (A) on 23.04.2015. Against this a sum of Rs. 1,00,000/- was paid on 26.08.2015 under protest to grant stay petition. The CIT (A) confirmed the demand raised by AO vide his order ref. Appeal No.0093/2015-16/CIT(A)-5dt 30.06.2016. Aggrieved by this an appeal was filed before ITAT on 14.09.2016. ITAT dismissed the appeal on 13.05.2017. The company is in the process of filing a petition before Hon'ble High Court.

Note 24. Related Party Disclosures as per AS 18 read with the Companies Act, 2013

i) Key Managerial Personnel (KMP):

- a) Mr. Dayanand Agarwal, Additional Director
- b) Mr. Anjani Kumar Agarwal, Director
- c) Mr. Naipunya Hari Mangalampally, Director
- d) Mr. Raju Samal, Director
- e) Mr. Sugan Chand Sharma, Director

ii) Relatives of Key Managerial Personnel:

- a) Mrs. Shasikala Agarwal (Spouse of Mr. Dayanand Agarwal)
- b) Mrs. Pinky Agarwal (Spouse of Mr. Anjani Kumar Agarwal)
- c) Mrs. Sunita Agarwal (Spouse of Mr. Sanjay Kumar Agarwal)
- d) Mrs. Munni Devi Sharma (Spouse of Mr. Sugan Chand Sharma)
- e) Mr. Manoj Kumar Sharma (Son of Mr. Sugan Chand Sharma)
- f) Mr. Mishrilal Sharma (Brother of Mr. Sugan Chand Sharma)
- g) Mr. Banvarilal Sharma (Son of Mr. Sugan Chand Sharma)
- h) Mr. Sanjay Kumar Agarwal (Son of Mr. Dayanand Agarwal)

iii) Enterprises in which key managerial personnel and/or their relatives have control:

- a) DRS Warehousing (South) Private Limited upto 19.09.2016
- b) DRS Labs (India) Private Limited
- c) DRS Logistics Private Limited
- d) Agarwal Relocators Pvt Ltd
- e) DRS Body Building
- f) DRS International School Pvt Ltd
- g) MDN Edify Education Private Limited
- h) DRS Educational Society
- i) D N Trust
- j) DRS Shipping and Air Cargo Private Limited
- k) Edify Infrastructure Development Private Limited

For DRS DILIP ROADLINES PRIVATE LTD
Authorised Signatory

iv) Aggregated Related Party Disclosures:

Nature of Transaction	Key managerial Personnel	Relatives of key managerial personnel	Enterprises Controlled by KMP /Relatives of KMP	Total
Advances given	-	-	25,93,68,357	25,93,68,357

Loans taken		-	7,92,76,922	7,92,76,922
Loans repaid	12,00,000	2,18,53,100	5,29,66,961	7,60,20,061

Note 25: Earnings per Share:

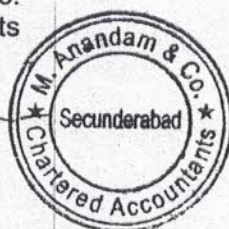
Basic and Diluted Earnings per share:	Amount in Rs
	31-03-2017
Earnings per share has been computed as under:	
a) Net Profit after Tax attributable to shareholders	27,37,601
b) Weighted Average Number of Equity Shares	93,46,000
c) Basic and Diluted Earnings per share (a)/(b)	0.29
d) Face Value per equity Share	10

Note 26:. Previous year figures are not provided as the Company is preparing consolidated financial statements for the first time.

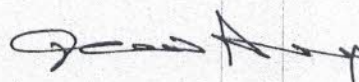
As per our report of even date attached

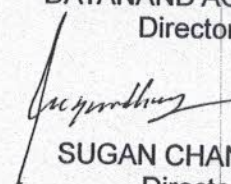
For M. Anandam & Co.
Chartered Accountants
FRN No: 000125S

A.V. SADASIVA
Partner
M.No. 018404



For and on behalf of the Board


DAYANAND AGARWAL
Director


SUGAN CHAND SHARMA
Director

Place: Secunderabad
Date: 02-09-2017

For DRS DILIP ROADLINES PRIVATE LIMITED

Authorised Signatory