



INDEPENDENT AUDITOR'S REPORT

To the members of **COMMERCIAL SYN BAGS LIMITED**, Indore

Report on the Financial Statements

We have audited the accompanying financial Statements of **COMMERCIAL SYN BAGS LIMITED** Indore ("the company"), which comprise the Balance Sheet as at March 31, 2015, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company' 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 and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair vies and are free from material misstatement, whether due to fraud or error.

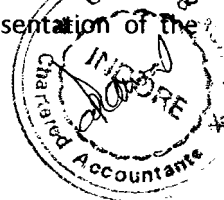
Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the Company's preparation and fair presentation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also include evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.



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

Opinion

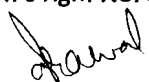
In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2015, and its profits and cash flows for the year ended on that date.

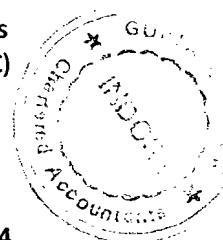
Report on other Legal and other Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("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 statement on the matters specified in paragraphs 4 and 5 of the order.
2. As required by section 143(3) of the Act, we report that:
 - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit, except for the matter described in the Basis for Qualified Opinion paragraph.
 - b. in our opinion proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books..
 - c. the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this report are in agreement with books of account.
 - d. except for the effects (or possible effects) of the matters described in the Basis of Qualified Opinion paragraph, in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards notified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. on the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of the Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of section 164 (2) of the Act.
 - f. 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 explanation given to us:
 - (i) As informed to us the Company has no pending litigation.
 - (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 required to be transferred by the Company to the Investor Education and Protection Fund.

Indore
03/09/2015

For Gupta and Ashok
Chartered Accountants
(Firm's Rgn. No. 02254C)


(CA Ashok Agrawal)
Partner
Membership No. 071274



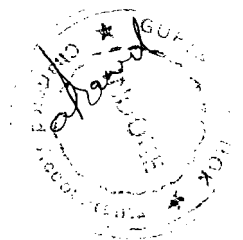
COMMERCIAL SYN BAGS LIMITED,

Annexure to Auditors' Report

Referred to in paragraph 1 of the Auditors' Report of even date to the members of M/s
COMMERCIAL SYN BAGS LIMITED, on the Financial Statement for the year ending March 31,
2015

- i. (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

(b) As explained to us, all the fixed assets have been physically verified by the management during the year. No material discrepancies were noticed on such verification.
- ii. (a) Physical verification of inventory has been conducted at reasonable intervals by the Management.
(b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
(c) The company is maintaining proper record of inventory and any material discrepancies noticed on physical verification have been properly dealt with in the books of accounts.
- iii. The Company has not granted any loans, secured or unsecured, to Companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.
- iv. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for purchase of fixed assets and for the sale of goods and services (job work activities). During the course of our audit, no major weakness has been noticed in the internal controls.
- v. According to the information and explanations given to us and on the basis of our checking during the course of audit, the company has not accepted any deposits.
- vi. According to the information and explanation given to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of section 148 of the Companies Act.
- vii. (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, income tax, sales tax, service tax, custom duty and other material statutory dues applicable to it.



Name of the Statue	Nature of Amount Due	Amount	Period to which the amount relates	Due Date of Payment	Date of Payment
Income Tax Act	Fees u/s234E	29400	Financial Year 2013-14 Quarter 1	09/12/2013	Not Paid
Income Tax Act	Fees u/s234E	25800	Financial Year 2013-14 Quarter 1	21/11/2013	Not Paid
Income Tax Act	Fees u/s234E	2636	Financial Year 2013-14 Quarter 1	23/11/2013	Not Paid
Income Tax Act	Fees u/s234E	5000	Financial Year 2012-13 Quarter 2	09/11/2012	Not Paid
Income Tax Act	Fees u/s234E	18400	Financial Year 2012-13 Quarter 2	15/01/2013	Not Paid
Income Tax Act	Fees u/s234E	1200	Financial Year 2012-13 Quarter 4	21/05/2013	Not Paid
Income Tax Act	Fees u/s234E	8600	Financial Year 2012-13 Quarter 4	27/06/2013	Not Paid
Income Tax Act	Fees u/s234E	4800	Financial Year 2014-15 Quarter 1	25/07/2014	Not Paid

(b) According to information and explanations given to us, there are no dues of income tax, wealth tax, service tax, custom duty, excise duty and cess which have not been deposited on account of any dispute except demand under income tax act ,and sales tax act as follows:

Nature of due	Forum where dispute is pending	Period to which the amount relates	Amount involved
Financial year 2011-12	Indore	Financial year 2011-12	ET - 64552/- VAT - 64931/- CST - 500



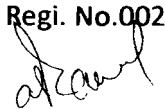
Financial year 2012-13	Indore	Financial year 2012-13	ET - 54287/- CST - 500/-
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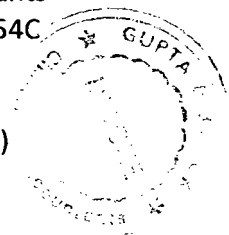
(c) There is no amount required to be transferred to investor education and protection fund.

- viii. The company has not incurred any cash loss during the financial year covered by our audit and the immediately preceding financial year and has no accumulated losses.
- ix. In our opinion and according to information and explanations given to us, the company has not defaulted in repayment of dues to a financial institution or banks.
- x. The company has not given any guarantee during the year for loan taken by others.
- xi. In our opinion, the term loans have been applied for the purpose for which they were raised.
- xii. Based upon audit procedures performed and according to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

Place : Indore
Dated : 03/09/2015

For Gupta & Ashok
Chartered Accountants
Firm Regi. No.002254C


(CA Ashok Agrawal)
Partner
M.No.071274

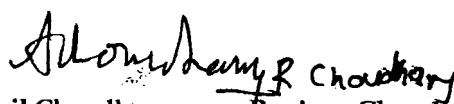


COMMERCIAL SYNBAGS LIMITED
BALANCE SHEET AS AT 31st MARCH 2015

Particulars	Note No.	As at 31.03.2015	As at 31.03.2014
		₹	₹
I. EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS			
Share Capital	3	21563500	20743500
Reserves & Surplus	4	207055243	144155721
		228618743	164899221
Non-current liabilities			
Long-term borrowings	5	77114981	100276946
Deferred tax liabilities(Net)	6	17133936	14856596
		94248917	115133542
Current liabilities			
Short-term borrowings	7	173091527	132857519
Trade Payables	8	54113747	70230194
Other current liabilities	9	134668563	129568837
Short term provisions	10	17127883	9449879
		379001720	342106429
TOTAL		701869379	622139191
II. ASSETS			
Non-current assets			
Fixed assets	11		
Tangible assets		268608906	238928308
Capital work-in-progress		30459632	2208140
Long-term loans and advances	12	6777240	6157764
Other non-current assets	13	238327	497995
		306084105	247792207
Current assets			
Inventories	14	143101917	117472326
Trade Receivables	15	150693886	165074424
Cash and bank balances			
Cash and cash equivalents	16	4152983	3840924
Other bank balances	17	53670060	50937216
Short-term loans and advances	18	37959700	29631506
Other current assets	19	6206729	7390588
		395785274	374346984
TOTAL		701869379	622139191

The accompanying notes are an integral parts of financial statements.


For and on behalf of the Board of Directors of the Company.


Anil Choudhary Ranjana Choudhary
Managing Director Director
DIN 00017913 DIN 03349699

Place: Indore
03.09.2015



As per our report of even date
For Gupta & Ashok
Chartered Accountants
Firm Reg. No. 002254C


CA Ashok Agrawal
Partner
M.No. 071274


COMMERCIAL SYNBAGS LIMITED			
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON 31st MARCH 2015			
Particulars	Note no.	for the year ended on 31.03.2015	for the year ended on 31.03.2014
		₹	₹
Continuing Operations			
Income			
Revenue from operations (Gross)	20	1153180075	996890403
Less: Excise Duty		36757092	39231309
Revenue from operations (Net)		1116422983	957659094
Other Income	21	10101880	3571665
Total Revenue		1126524863	961230759
Expenses:			
Cost of material consumed	22	703216079	629914029
Purchase of traded goods	23	3991289	112483
Changes in inventories of finished goods, work in progress and stock in trade	24	(22011067)	(19506740)
Employees benefit expenses	25	72698319	54530129
Finance cost	26	31863789	28932243
Depreciation and amortisation expenses	27	26395095	21972725
Other expenses	28	236597303	192576849
Total Expenses		1052750807	908531717
Profit(Loss) before exceptional and extraordinary items and tax		73774056	52699042
Exceptional items		0	0
Profit(Loss) before extraordinary items and tax		73774056	52699042
Extra ordinary items		0	0
Profit(Loss) before tax		73774056	52699042
Tax expense:			
(1) Current tax		(18977194)	(10543893)
(2) Deferred tax		(2277340)	(3290711)
(3) Income tax relating to earlier years		0	(20500)
Profit(Loss) for the period from continuing operations		52519522	38843937
Profit(Loss) for the period		52519522	38843937
Earning per equity share:	29		
Basic		25.31	19.25
Diluted		25.31	19.25
The accompanying notes are an integral parts of financial statements.		As per our report of even date	
For and on behalf of the Board of Directors of the Company.		For Gupta & Ashok	
		Chartered Accountants	
		Firm Reg. No. 002254C	
 Anil Choudhary Managing Director DIN 00017913		 CA Ashok Agrawal Partner M.No. 071274	
 Ranjana Choudhary Director DIN 03349699		Place: Indore 03.09.2015	

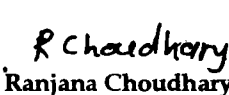
COMMERCIAL SYNBAGS LIMITED
Cash Flow Statement for the year ended on 31st MARCH 2015

Particulars	As at 31.03.2015	As at 31.03.2014
	₹	₹
Cash Flow from Operating activities		
Profit before tax from continuing operations	73774056	52699042
Profit before tax from discontinuing operations	0	0
Profit before tax	73774056	52699042
<i>Non cash adjustments to reconcile profit before tax to net cash flows:</i>		
Depreciation/amortisation on continuing operations	26395095	21972725
Loss(Profit) on sale of fixed assets	0	224751
Interest expenses	31863789	28932243
Operating profit before changes in working capital	132032940	103828761
<i>Movements in working capital:</i>		
Increase(decrease) in trade payable	(16116447)	27503161
Increase(decrease) in long term provisions	0	0
Increase(decrease) in short term provisions	7678004	4455778
Increase(decrease) in other current liabilities	1745578	2353430
Increase(decrease) in other long term liabilities	0	0
Decrease(increase) in trade receivables	14380538	(58516379)
Decrease(increase) in inventories	(25629591)	(32191859)
Decrease(increase) in long term loans and advances	(619476)	(1548680)
Decrease(increase) in short term loans and advances	(8328194)	(1901443)
Decrease(increase) in other current assets	1183859	(4867173)
Decrease(increase) in other non-current assets	259668	(282921)
Decrease(increase) in bank balances(other than cash equ)	(2732844)	(17764757)
Cash generated from(used in) operations	103854035	21067918
Direct taxes paid (net)	(18977194)	(10564393)
Cash flows from operating activities	84876841	10503525
Cash Flow from investing activities		
Purchase of fixed assets, CWIP and capital advances	(84327184)	(39383211)
Proceeds from sale of fixed assets	0	1167343
Cash flows from investing activities	(84327184)	(38215868)
Cash Flow from financing activities		
Proceeds of issuance of share capital	8200000	4056250
Proceeds of capital subsidy received	3000000	0
Proceeds from long term borrowings	(19807818)	217234
Repayment of short term borrowings	40234008	52718017
Interest paid	(31863789)	(28932243)
Cash flow from financing activities	(237599)	28059258
Components of cash and cash equivalents		
NET INCREASE/DECREASE IN CASH & CASH EQUIVALENT	312058	346914
Opening Cash Equivalents	3840924	3494010
Cash on hand	3713004	2879001
Cheques/drafts on hand With banks;		
in current accounts	439979	961923
debit balance in cash credit account	0	0
Total cash and cash equivalents	4152983	3840924

The accompanying notes are an integral parts of financial statements.

For and on behalf of the Board of Directors of the Company.


Anil Choudhary
 Managing Director
 DIN 00017913

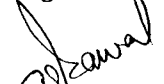

Ranjana Choudhary
 Director
 DIN 03349699

Place: Indore
03.09.2015



As per our report of even date

For Gupta & Ashok
Chartered Accountants
Firm Reg. No. 002254C


CA Ashok Agrawal
 Partner
 M.No. 071274

COMMERCIAL SYNBAGS LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2015

1 Corporate Information

Commercial Syn Bags Limited (the "Company") was incorporated in India on 10th December, 1984. The company is unlisted company. The company is the manufacturer and exporters of FIBC, Bulk Bags, Poly Tarpaulin, Woven Sacks/Bags, Box Bags, PP/HDPE Fabric and Liner.

2 Summary of significant accounting policies forming part of financial statements

Basis of Preparation

Financial statements are prepared under historical cost convention on accrual basis, except in case of Leave encashment and gratuity which shall be accounted for on cash basis.

Retirements Benefits

1. Provident Fund & ESIC.

Periodical Contributions charged as expenses.

2. Gratuity

The Company is under the Group Gratuity Scheme of Life Insurance Corporation of India. The company accounts on cash basis for gratuity equivalent to the contribution paid to fund and gratuity is directly paid to any employee from that fund. Provision is made for any shortfall in the contribution to fund or gratuity payable to any employee at the Balance-Sheet Date.

3. Leave Encashment

Leave encashment is accounted for on payment basis. Company compulsorily pays for encashment of leave within 12 months. Hence all payments are short term in nature.

Export Benefits

Export benefit on export sales are accounted for on accrual basis

Foreign Currencies Transaction

a) Foreign Currency transactions of revenue nature are accounted at exchange rate prevailing on the date the transactions takes place. Monetary items denominated in foreign currency and outstanding at the Balance Sheet date are translated at the exchange rate ruling on that date.

b) Foreign Exchange Fluctuation (Profit/Loss) arising in respect of foreign currency transactions relating to sales & purchases are adjusted in sales and purchases respectively

Accounting for Sales

Sales are accounted as net of sales returns.

Excise Duty

Liability for excise duty in respect of goods manufactured by the company is accounted upon completion of manufacture and provision is made for excisable manufactured goods lying in stock.

VAT

Purchase of raw material and assets are considered after deducting the VAT. Sales are also accounted for net of VAT payable.

Tangible fixed assets

Fixed assets are stated at cost less accumulated depreciation/amortisation. The cost of fixed assets includes taxes, freight and other incidental expenses relating to the acquisition and installation of the respective assets. An appropriate charge of pre-operative expenses, interest and commitment charges incurred upto the date of installation of fixed assets is also capitalised.

