

KINETIC IMPEX LIMITED

31ST ANNUAL REPORT 2016-17

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*Regd. Off. :- 22, Ground Floor, 8 Camac
Street, Kolkata, WB 700 017*

CIN: L51909WB1985PLC039455

E-mail: kineticimpex1985@gmail.com

Website: <http://kineticimpex.in>

CERTIFIED TO BE TRUE COPY
For KINETIC IMPEX LTD.

AK
Director

OUR MANAGEMENT TEAM

Board of Directors

Hulas Mal Surana : Director
Ashok Kumar Maharshi : Director
Vineet Sethia : Director

Details of RTA

Registrar & Share Transfer Agent

R & D Infotech Private Limited,
Add.:- 1st Floor, 7A, Betala Road,
Kolkata, West Bengal-700 026,
Tel- 91-33-24192641/2642,
Email:- rdinfotec@yahoo.com

Annual General Meeting

Day: Friday

Date: 29th day of September, 2017

Venue: Registered Office of the Company at 22, Ground
Floor, 8, Camac Street, Kolkata (W.B.) – 700 017

Time: 11:00 A.M.



NOTICE

NOTICE is hereby given that the 31st Annual General Meeting of the members of **KINETIC IMPEX LIMITED** will be held on Friday, the 29th day of September, 2017 at 11.00 A.M. at the Registered Office of the Company situated at 22, Ground Floor, 8, Camac Street, Kolkata – 700017 to transact the following businesses:

ORDINARY BUSINESS


1. To receive, consider and adopt the audited financial statements (including audited consolidated financial statements) for the financial year ended 31st March 2017 and the report of the Directors and Auditors thereon.
2. To appoint a Director in place of Sh. Ashok Kumar Maharshi (DIN 00519756), who retires by rotation and being eligible, offers himself for re-appointment and in this regard, pass the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, Sh. Ashok Kumar Maharshi (DIN 00519756), who retires by rotation at this meeting and being eligible has offered himself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation.”

3. To appoint Statutory Auditors and to authorize the Board to fix remuneration and in this regard, to pass the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to Section 139, 141, 142 and all other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification or re-enactment thereof, for the time being in force), and pursuant to recommendation of Audit Committee CA Devesh Parekh & Co., Chartered Accountants (Firm Registration No. 13338N), be and are hereby appointed as Statutory Auditors of the Company for a period of 5 (five) consecutive years, who shall hold office from the conclusion of this Annual General Meeting till the conclusion of 36th Annual General Meeting of the Company (to carry out the Statutory Audit of the Company for Financial Year 2017-18 to 2021-22) subject to ratification of their appointment in every Annual General Meeting, in place of M/S R. Pugalia & Company, Chartered Accountants (Firm Registration No.318188E) whose term expires at this Annual General Meeting in accordance with Rule 6 of Companies (audit & auditors) rules 2014 and that the Board be and is hereby authorized to fix such remuneration as may be recommend by the audit committee in consultation with the Auditor”

For Kinetic Impex Limited
By Order of the Board of Directors


(Ashok Kumar Maharshi)

Director

DIN: 00519756

September 4, 2017

New Delhi

Registered Office:

22, Ground Floor, 8, Camac Street,

Kolkata (West Bengal) – 700 017

CIN: L51909WB1985PLC039455

Website: <http://kineticimpex.in>; E-mail: kineticimpex1985@gmail.com

Tel.: (033) 22823851 (011) 25459706; Fax: (0091-11) 45371401

NOTES:

- 1) A member entitled to attend and vote at the 31st Annual General Meeting (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 instrument appointing the proxy should, however, be deposited at the Registered Office of the Company not less than forty-eight hours before the commencement of the Meeting.
- 2) A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total paid up share capital of the Company carrying voting rights. A member holding more than ten percent of the total paid up share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder. The holder of proxy shall prove his identity at the time of attending the Meeting.
- 3) Corporate members intending to send their authorized representative(s) to attend the Meeting are requested to send to the Company a certified true copy of the relevant Board Resolution together with the specimen signature(s) of the representative(s) authorized, under the said Board Resolution to attend and vote on their behalf at the Meeting.
- 4) The Register of Members and the Share Transfer books of the Company will remain closed from Tuesday, 26th September 2017 to Friday, 29th September 2017 (both days inclusive) for the purpose of Annual General Meeting.
- 5) The Company is providing facility for voting by electronic means (e-voting) through an electronic voting system which will include remote e-voting as prescribed by the Companies (Management and Administration) Rules, 2014 as presently in force and the business set out in the Notice will be transacted through such voting. Information and instructions including details of User ID and password relating to e-voting are provided in the Notice under Note No. 16.
- 6) In terms of Section 152 of the Act, Sh. Ashok Kumar Maharshi (DIN: 00519756) Director, retires by rotation at the Meeting and being eligible, offers himself for re-appointment. The Nomination and Remuneration Committee of the Board of Directors and the Board of Directors of the Company commend his re-appointment. Details of the Director retiring by rotation, as required to be provided pursuant to the provisions of (i) the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and (ii) Secretarial Standard on General Meetings ("SS-2") are provided herein below:

Name	Sh. Ashok Kumar Maharshi
Date of Birth	26/06/1964
Age	53 years
Date of first Appointment on Board	10/10/1997
Qualification	Post Graduate
Experience (including expertise in specific functional area)/ Brief Resume	25 Years in commercial field
Remuneration last drawn	NIL
No. of Meetings attended during the year	08 (Eight)
Relationship with other Directors/Key Managerial Personnel	NIL
Directorships held in other public companies(excluding foreign and section 8 companies)	NIL
Membership/Chairmanship of committees of other public companies (includes only Audit Committee and stakeholders' Relationship Committee)	NIL
Number of Shares held in the Company	NIL

- 7) Members / Proxies / Authorized Representatives are requested to bring to the Meeting necessary details of their shareholding, attendance slip(s) and copy(ies) of their Annual Report.
- 8) In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote at the Meeting.
- 9) Relevant documents referred to in the Notice are open for inspection by the members at the Registered Office of the Company on all working days (i.e., except Sundays and Public Holidays) during business hours up to the date of the Meeting. The aforesaid documents will also be available for inspection by members at the Meeting.
- 10) The Company's Registrars & Transfer Agents for its share registry (both, physical as well as electronic) is R & D Infotech Private Limited, the ("RTA") having their registered office at 1st Floor, 7A, Beltala Road, Kolkata – 700 026.
- 11) Members holding shares in electronic mode are requested to intimate any change in their address or bank mandates to their Depository Participants (DPs) with whom they are maintaining their demat accounts. Members holding shares in physical mode are requested to advise any change in their address or bank mandates to the Company.
- 12) The Securities and Exchange Board of India ("SEBI") has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic mode are, therefore, requested to submit their PAN to their DPs with whom they are maintaining their demat accounts. Members holding shares in physical mode can submit their PAN to the Company / RTA.
- 13) Members holding shares in physical mode are advised to make nomination in respect of their shareholding in the Company by sending the nomination form (SH-13) to the Company. Members holding shares in electronic mode may contact their respective DPs for availing the nomination facility.
- 14) Members who hold shares in physical mode in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificates to RTA, for consolidation into a single folio.
- 15) Members who have not registered/updated their e-mail addresses with RTA, if shares are held in physical mode or with their DPs, if shares are held in electronic mode, are requested to do so for receiving all future communications from the Company including Annual Reports, Notices, Circulars, etc., electronically.
- 16) **Information and instructions relating to e-voting are as under:**

Pursuant to the provisions of Section 108 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014, as amended, and Regulation 44 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations), the Company is pleased to provide to its members a facility to exercise their right to vote on resolutions proposed to be passed at the Meeting by electronic means. The members may cast their vote(s) using an electronic voting system from a place other than the venue of the Meeting ('remote e-voting') which will be provided by National Securities Depository Limited (NSDL).

- i. The facility for voting through (physical ballot papers) will be made available at the Meeting and members attending the Meeting who have not cast their vote(s) by remote e-voting will be able to vote at the Meeting through poll 'by physical ballot'

- ii. The Board of Directors of the Company has appointed Shri Anuj Kumar Solanki, a Practicing Company Secretary (Membership No.31746) as Scrutinizer, who has submitted to the Company his willingness to act as such a Scrutinizer, to scrutinize the remote e-voting and physical poll process at the Annual general Meeting venue in a fair and transparent manner.
- iii. Voting rights shall be reckoned on the paid up value of shares registered in the name of the member / beneficial owner (in case of electronic shareholding) as on the cut-off date, i.e., Friday, September 22, 2017.
- iv. The members who have cast their vote(s) by remote e-voting may also attend the Meeting but shall not be entitled to cast their vote(s) again.
- v. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting. A person, who is not a member as on the cut-off date, should treat this Notice for information purpose only.
- vi. The remote e-voting facility will be available during the following period:
- Commencement of remote e-voting: From 9:00 a.m. (IST) on Tuesday, September 26, 2017
 - End of remote e-voting: Up to 5:00 p.m. (IST) on Thursday, September 28, 2017
- The remote e-voting will not be allowed beyond the aforesaid date and time and the remote e-voting module shall be disabled upon expiry of aforesaid period.
- vii. The Scrutinizer will, after the conclusion of voting at the Meeting, scrutinize the votes cast at the Meeting and votes cast through remote e-voting, make a consolidated Scrutinizer's Report and submit the same to the Chairman. The result declared along with the consolidated Scrutinizer's Report will be communicated to the Stock Exchange.
- viii. Subject to receipt of requisite number of votes, the Resolutions proposed in the Notice shall be deemed to be passed on the date of the Meeting, i.e., Friday, September 29, 2017.
- ix. **The instructions for shareholders voting electronically are as under:**
- A. In case a Member receives an e-mail from NSDL [for members whose email IDs are registered with the Company/Depository Participant(s)]
- a. Open email and open PDF file viz; "Kinetic remote e-voting.pdf" with your Client ID or Folio No. as password. The said PDF file contains your user ID and password/PIN for remote e-voting. Please note that the password is an initial password.
 - b. Launch internet browser by typing the following URL: <https://www.evoting.nsdl.com>
 - c. Click on Shareholder – Login
 - d. Put user ID and password as initial password/PIN noted in step (i) above. Click Login.
 - e. Password change menu appears. Change the password/PIN with new password of your choice with minimum 8 digits/characters or combination thereof. Note new password. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
 - f. Home page of remote e-voting opens. Click on remote e-voting: Active Voting Cycles.
 - g. Select "EVEN" of "Kinetic Impex Limited".
 - h. Now you are ready for remote e-voting as Cast Vote page opens.
 - i. Cast your vote by selecting appropriate option and click on "Submit" and also "Confirm"-when prompted.
 - j. Upon confirmation, the message "Vote cast successfully" will be displayed.
 - k. Once you have voted on the resolution, you will not be allowed to modify your vote.

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through email to csanujsolanki@gmail.com with a copy marked to evoting@nsdl.co.in.

B. In case a member receives physical copy of the Notice of AGM [for members whose email IDs are not registered with the Company/Depository Participants(s) or requesting physical copy]:

a. Initial password is provided as below for the AGM:

REVEN (Remote e-voting Event Number) USER ID PASSWORD/PIN

b. Please follow all steps from Sl. No. (b) to Sl. No. (l) above, to cast vote.

C. In case of any query, you may refer the Frequently Asked Questions (FAQs) for Members and remote e-voting user manual for Members available at the downloads section of www.evoting.nsdl.com or call on toll free no.:1800-222-990.


D. If you are already registered with NSDL for remote e-voting then you can use your existing user ID and password/PIN for casting your vote.

E. You can also update your mobile number and e-mail ID in the user profile details of the folio which may be used for sending future communication(s).

The members are requested to note the following contact details for addressing e-voting grievances:

Sh. Anuj Kumar Solanki, Practicing Company Secretary
35/36, 3rd Floor,
New Manglapuri, M.G. Road,
New Delhi- 110 030
Phone- 91-9910-271427
E-mail- csanujsolanki@gmail.com

**By Order of the Board of Directors
For Kinetic Impex Limited**


(Ashok Kumar Maharshi)
Director
DIN: 00519756

September 4, 2017
New Delhi

Registered Office:
22, Ground Floor, 8, Camac Street,
Kolkata (West Bengal) – 700 017
CIN: L51909WB1985PLC039455

Website: <http://kineticimpex.in>; E-mail: kineticimpex1985@gmail.com
Tel.: (033) 22823851 (011) 25459706; Fax: (0091-11) 45371401

Form No. MGT-11

Proxy Form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN: **L51909WB1985PLC039455**
Name of the Company: **KINETIC IMPEX LIMITED**
Registered Office: **22, Ground Floor, 8 Camac Street, Kolkata, West Bengal - 700017**

31st Annual General Meeting - September 29, 2017 at 11:00 A.M

Name of the member(s):
Registered Address:
E-mail ID:
Folio/ DP ID - Client ID No.:

I/We, being the member(s) ofshares of the above named company, hereby appoint

1. Name :
Address :
E-mail Id :
Signature :....., or failing him/her

2. Name :
Address :
E-mail Id :
Signature :....., or failing him/her

3. Name :
Address :
E-mail Id :
Signature :.....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 31st Annual General Meeting of the company, to be held on the 29th day of September, 2017 At 11 a.m. at its registered office at 22, Ground Floor, 8 Camac Street, Kolkata, West Bengal - 700017 and at any adjournment thereof in respect of such resolutions as are indicated below :

Resolution no.	Resolution	for	against
ORDINARY RESOLUTION			
1.	Adoption of Standalone and Consolidated Financial Statement for the Year ended March, 31, 2017.		
2.	To Re-appoint Sh. Ashok Kumar Maharshi, as a director, liable to retire by rotation		
3.	Appointment of Statutory Auditors and to authorise the Board to fix their remuneration		
SPECIAL BUSINESS			

Signed this..... Day of.....
2017

.....
Signature of shareholder

.....
Signature of Proxy holder(s)

Affix
Revenue
Stamp

Note:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. A Proxy need not be a member of the Company.
3. For the Resolutions, Explanatory Statement and Notes, please refer to the Notice of the 30th Annual General Meeting

.....Please tear here.....

KINETIC IMPEX LIMITED

CIN: L51909WB1985PLC039455

Regd. Off. : 22, Ground Floor, 8 Camac Street, Kolkata, West Bengal - 700017

ATTENDANCE

Registered Folio No. /DP ID No. /Client ID No.

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

No. of shares held:

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

I certify that I am a member/proxy/authorized representative for the member of the company. I hereby record my presence at the 31st Annual General Meeting of the company on Friday, 29th September, 2017 at 11.00 a.m. at 22, Ground Floor, 8, Camac Street, Kolkata (W.B.) - 700 017

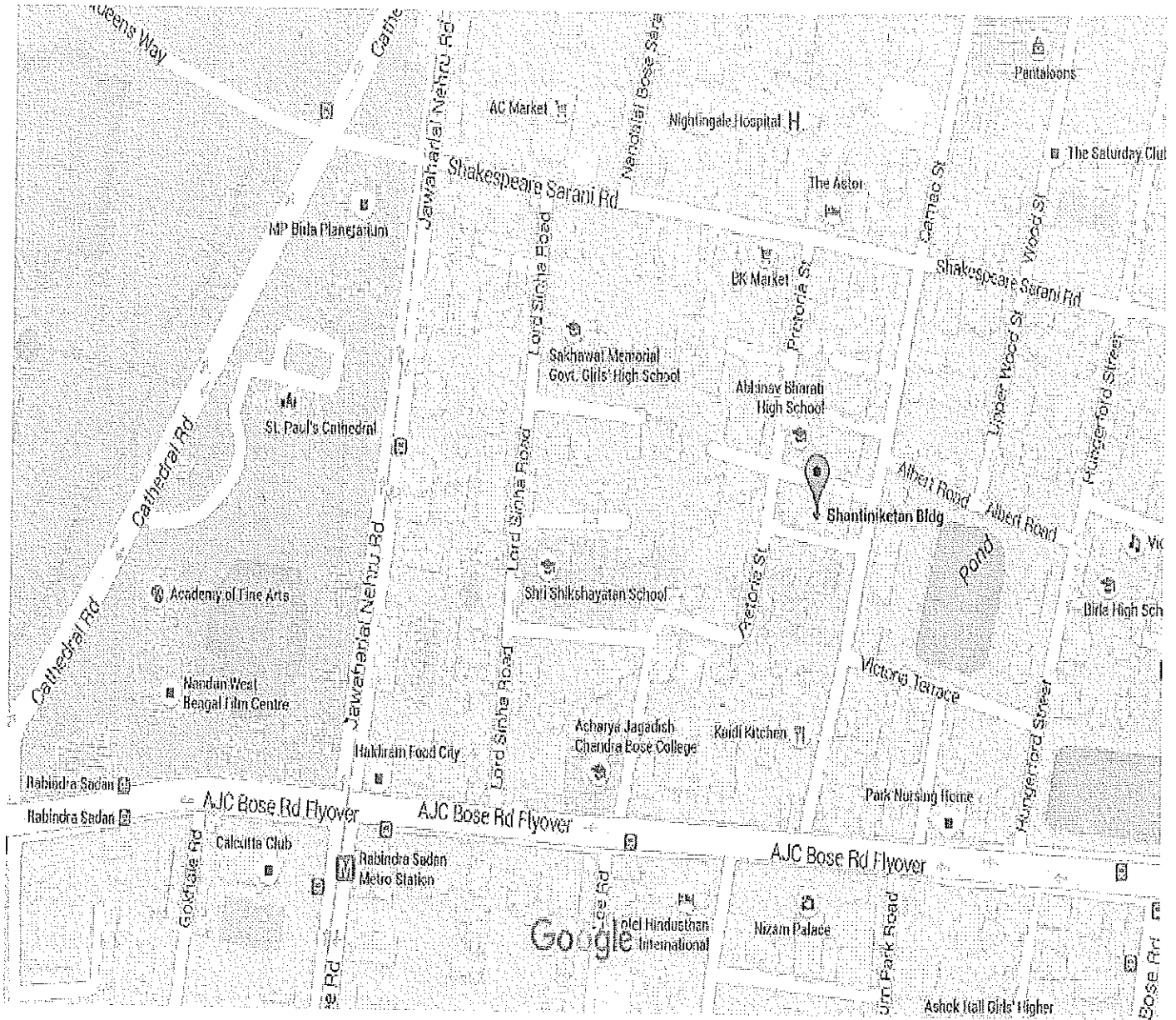
.....
Name of the member/proxy
(in BLOCK letters)

.....
Signature of shareholder / Proxy

NOTE: Please fill the Folio/DP ID-Client ID No. and name and sign the Attendance Slip and hand it over at the Attendance verification Counter at the ENTRANCE OF THE MEETING HALL

22, Ground Floor, 8, camac street, Kolkata – 700 017

Google Maps



Directors' Report

To,
The Members of
KINETIC IMPEX LTD

Your Directors have pleasure in presenting the 31st Annual Report of your Company together with the Audited Standalone Annual Accounts of the company for the financial year ended, 31st March, 2017.

1. FINANCIAL RESULTS

<i>Particulars</i>	<i>Current year ended 31.03.2017 (in Rs.)</i>	<i>Previous Year ended 31.03.2016 (in Rs.)</i>
Revenue from Operations	-	-
Other Income	200,66,769	1028,98,110
Total Revenue	200,66,769	1028,98,110
Employee benefits cost	9,51,026	9,20,899
Finance cost	46,96,747	871,89,390
Other expenses	6,07,140	2,52,836
Total expenses	62,54,913	883,63,125
Profit Before Tax	138,11,856	145,34,985
Current Tax	28,16,000	29,70,000
Deferred Tax	-	-
Short/(excess) provision for earlier year	1,65,196	1,95,586
Profit/(Loss) after Tax	108,30,660	113,69,399
<i>Earnings per Share (Rs.)</i>		
Basic & Diluted (in Rs.)	10.41	10.93

2. PERFORMANCE AND STATE OF COMPANY'S AFFAIRS

During the year under review, the total revenue of the Company was Rs. 200,66,769/- against Rs. 1028,98,110/- in the previous year. The Company has earned a Profit after tax of Rs. 138,11,856/- compared to Rs. 145,34,985/- in the previous year. Your Directors are continuously looking for avenues for future growth of the Company.

3. RESERVES AND SURPLUS

Net surplus in the statement of Profit & loss for the financial year 2016-17 is carried to the Balance Sheet.

4. DIVIDEND

Your Directors do not recommend any dividend for the year ended 31st March, 2017.

5. CONSOLIDATED FINANCIAL STATEMENTS

As required under provisions of Companies Act,-2013 and rules issued there under read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Consolidated Financial Statements of the Company and its Associates form part of the Annual Report. The said financial statements and

detailed information of the Associate companies shall be made available by the Company to the shareholders on request. These financial statements will also be kept open for inspection by any member at the Registered Office of the Company.

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

No material changes and commitments have occurred after the close of the year till the date of this Report, which affect the financial position of the Company.

7. DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES

➤ **Associate Companies** : As on March 31, 2017, the Company has three associate companies viz.,

- Dependable Consumable Goods Private Limited,
- Ashulok Steel Traders Private Limited, and
- High Image Plastic Traders Private Limited

Pursuant to provisions of Section 129(3) of the Act, a statement containing salient features of the financial statements of the Company's subsidiaries & Associates in Form AOC-1 is annexed to the financial statements of the Company. (Annexure: 2)

8. CHANGE IN THE NATURE OF BUSINESS

There has been no change in nature of business of the Company during the financial year under review.

9. DIRECTORS AND KEY MANAGERIAL PERSONNEL

Sh. Ashok Kumar Maharshi (DIN: 00519756) a non executive Director of the Company retires at the ensuing Annual General Meeting and being eligible offers himself for re-appointment. The Board recommends his reappointment. A Brief resume of Sh. Ashok Kumar Maharshi proposed to be re-appointed as stipulated under SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 and the Secretarial Standards issued by the Institute of Company Secretaries of India and approved by the Ministry of Corporate Affairs, is provided in notes to the notice forming part of this Annual Report.

10. INDEPENDENT DIRECTORS

The Board of Directors of the company hereby confirms that the Independent Directors duly appointed by the company, has given the declaration and he meets the criteria of independence as provided under section 149(6) of the Companies Act, 2013.

11. PERSONNEL

There were no employees who were in receipt of emoluments as mentioned in Rule 5(2) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014.

12. BOARD AND INDIVIDUAL DIRECTORS PERFORMANCE EVALUATION

In terms of the requirement of the Companies Act, 2013 and the SEBI Regulations, an annual performance evaluation of the Board was undertaken. During the year, the Board undertook the process of evaluation through discussions and made an oral assessment of its functioning. The Board had, during the year, opportunities to interact and make an assessment of its functioning as a collective body. In addition, there were opportunities for Committees to interact, for Independent Directors to interact amongst themselves and for each Independent Director to interact with the Chairman. The Board found there was considerable value and richness in such discussions and deliberations.

The Board Evaluation discussion was focused around how to make the Board more effective as a collective body in the context of the business and the external environment in which the Company functions. From time to time during the year, the Board was appraised of the business issues and the related opportunities and risks. The Board discussed various aspects of the functioning of the Board and its Committees such as structure, composition, meetings, functions and interaction with Management and what needs to be done to further improve the effectiveness of the Board's functioning. Additionally, during the evaluation discussion, the Board also focused on the contribution being made by the Board as a whole, through Committees and discussions on a one on one basis with the Chairman.

The process of Board Evaluation through oral assessment was led by the Non-Executive Chairman and the Chairman of the Nomination and Remuneration Committee. The overall assessment of the Board was that it was functioning as a cohesive body including the Committees of the Board that were functioning well with periodic reporting by the Committees to the Board on the work done and progress made during the period. The Board also noted that the actions identified in the questionnaire based evaluations had been acted upon.

13. EXTRACT OF ANNUAL RETURN

The Extract of Annual Return as required under section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014 as amended in Form MGT-9 is annexed herewith for your kind perusal and information. (Annexure: 1)

14. NUMBER OF MEETINGS OF BOARD AND BOARD COMMITTEES

8 (Eight) meetings of the board were held during the year. Dates on which the board meetings were held are mentioned below:

S. No.	Date of Meeting	Directors eligible to Attend the Meeting	Directors attended the Meeting
1	11.04.2016	3	3
2	23.04.2016	3	2
3	13.05.2016	3	2
4	30.05.2016	3	3
5	12.08.2016	3	2
6	05.09.2016	3	2
7	14.11.2016	3	2
8	14.02.2017	3	3

Currently, the board has 4 committees:

1. *Audit Committee*
2. *Nomination & remuneration Committee*
3. *Share Transfer Committee*
4. *Stakeholders Relationship Committee*

15. INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY

Your Company has laid down set of standards, processes and structures which enable to implement internal financial control across the organization and ensure that the same are adequate and operating effectively.

16. AUDITORS

(A) STATUTORY AUDITOR'S & AUDITOR'S REPORT

Section 139 of the Companies Act, 2013 read with relevant rules issued there under lays down the criteria for appointment and mandatory rotation of an auditors firm, on completion of two terms of 5 consecutive years each and also provides for transitional period that can be served by the existing auditors. The incumbent auditors M/s R. Pugalia & Company, Chartered Accountants have served the Company for over 10 years before the Act was notified and will be completing maximum number of permissible transitional period i.e. 3 years at the ensuing 31st Annual General Meeting.

The Audit Committee of the Company has recommended the name of M/s Devesh Parekh & Co., Chartered Accountants (Firm Registration No.13338N), New Delhi for appointment as the Statutory Auditors of the Company. The Board recommends the appointment of the aforesaid firm of Chartered Accountants as the Statutory Auditors of the Company to hold office for a period of 5 consecutive years, from the conclusion of this Annual General Meeting of the Company till the conclusion of the 36th Annual General Meeting to be held in 2022 (to carry out the statutory audit for Financial Year 2017-18 to 2021-22). M/s Devesh Parekh & Co., Chartered Accountants have already submitted their consent for their appointment and have confirmed that their appointment, if made, will be within the prescribed limits under Section 141 of the Companies Act, 2013.

The Auditor's Report does not contain any qualifications, reservations or adverse remarks. The Report forms a part of the Annual Report and is self-explanatory requiring no further elucidation.

(B) SECRETARIAL AUDITORS AND SECRETARIAL AUDIT REPORT

The Board has appointed M/s. Shikha Nahata, Practicing Company Secretary, (ICSI C.P No. 14673) Kolkata a firm of Company Secretaries in Practice, to conduct Secretarial Audit of the Company for the financial year 2016-17. The Secretarial Audit Report for the financial year ended March 31, 2017 is annexed herewith as "Annexure 3" to this Report. The secretarial auditor report includes nil adverse remarks and disqualification.

17. REPORT ON MANAGEMENT DISCUSSION AND ANALYSIS

A Report on Management Discussion and Analysis for the period ended 31st March, 2017, as stipulated under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been provided in a separate section and forms part of the Annual Report.

18. PUBLIC DEPOSITS

During the year under review, the Company has not accepted any deposits from public.

19. AUDIT COMMITTEE

The Audit Committee has been formed in compliance with the provisions of Section 177 of the Companies Act, 2013 read with Regulation 18 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. The Audit Committee as on 31.03.2017 comprised of 3 directors, namely, Sh. Hulas Mal Surana, Sh. Ashok Kumar Maharshi and Sh. Vineet Sethia.

20. VIGIL MECHANISM / WHISTLE BLOWER POLICY

A Vigil Mechanism as per provision of section 177 (9) of Companies Act, 2013 and regulation 22 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 has been established for Directors and Employees to report to the management about suspected or actual frauds, unethical behavior or violation of the Company's code.

21. PARTICULARS OF FRAUDS, IF ANY REPORTED UNDER SUB-SECTION (12) OF SECTION 143 OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT

No frauds have been reported under sub-section (12) of Section 143 of the Companies Act, 2013 by the auditors of the Company.

22. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

No significant and material orders have been passed by the regulators or courts or tribunals, impacting the going concern status and company's operations in future.

23. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION

The particulars as required under the provisions of Section 134(3) (m) of the Companies Act, 2013 in respect of conservation of energy and technology absorption have not been furnished considering the nature of activities undertaken by the company during the year under review.

24. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

The Company has following Loans, Guarantee given and Investments made under section 186 of the Companies Act, 2013 for the financial year ended 31st March 2017:

- **Investments:** As on March 31, 2017, the investments stands in balance sheet at Rs. 33,615,000/-.
- **Loans given:** As on March 31, 2017, the Long term loan stands in balance sheet at Rs. 2629,06,911/-.
- **Guarantee given :** The company has not given any guarantee or provide security in connection with a loan to any other body corporate or person;

25. TRANSACTIONS WITH RELATED PARTIES

All contracts/ arrangements/ transactions entered by the Company during the financial year with related parties were on an arm's length basis, in the ordinary course of business and are in compliance with the applicable provisions of the Companies Act, 2013 and the Listing Agreement/ SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. All Related Party Transactions were placed before the Audit Committee for its prior approval. There were no materially significant Related Party Transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons, subsidiaries and associate Companies which may have a potential conflict with the interest of the Company. There are no transactions that are required to be reported in Form AOC-2 hence said form does not form part of this report. However, the details of the transactions with Related Party are provided in the Company's financial statements in accordance with the Accounting Standards.

26. FOREIGN EXCHANGE EARNINGS AND OUTGO

There were no foreign exchange earnings and outgo during the year under review.

27. RISK MANAGEMENT

Risks are events, situations or circumstances which may lead to negative consequences on the Company's businesses. Risk management is a structured approach to manage uncertainty. A formal enterprise wide approach to Risk Management is being adopted by the Company and key risks will now be managed within a unitary framework. As a formal roll-out, all business divisions and corporate functions will embrace Risk Management Policy and Guidelines, and make use of these in their decision making. Key business risks and their mitigation are considered in the annual/strategic business plans and in periodic management reviews. The risk management process in our multi-business, multi-site operations, over the period of time will become embedded into the Company's business systems and processes, such that our responses to risks remain current and dynamic.

28. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION PROHIBITION AND REDRESSAL) ACT, 2013

The Company is committed to provide a healthy environment and thus does not tolerate any discrimination and/ or harassment in any form. The Company has in place an Anti Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013. Internal complaints Committee has been set up to redress complaints received regarding sexual harassment. All women employees (permanent, contractual, temporary, trainees) are covered under this policy. During the year 2016-17, no complaints were received by the committee.

29. LISTING AT STOCK EXCHANGES

The Equity Shares of Company are listed on "Calcutta Stock Exchange Limited". The Company has paid its Annual Listing Fee to the stock exchange for the financial year 2016-2017. All the records of shares are maintained by R & D Infotech Private Limited, the Registrar and Share Transfer Agent (RTA) of the Company.

30. SHARE CAPITAL

The Authorized Share Capital of the Company as on March 31, 2017 stands at Rs. 10,400,000/- (Rupees One Crore Four Lacs Only) divided into 1,040,000 (Ten lacs forty thousand only) equity shares of Rs. 10/- (Rupees ten Only) each. The Issued Share Capital of your Company is Rs. 10,400,000/- (Rupees One Crore Four Lacs Only) divided into 1,040,000 (Ten lacs forty thousand only) equity shares of Rs. 10/- each and the Subscribed and Paid-up Share Capital is Rs. 10,400,000/- (Rupees One Crore Four Lacs Only) divided into 1,040,000 (Ten lacs forty thousand only) equity shares of Rs. 10/- each fully paid-up.

31. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provisions contained in Section 134(5) of the Companies Act, 2013, it is hereby confirmed that:

- a) in the preparation of the annual accounts for the year ended 31st March, 2017, the applicable Accounting Standards have been followed along with proper explanation relating to material departures;
- b) The Directors have selected such accounting policies and applied them consistently and made judgements 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 profit and loss of the Company for that period;
- c) the Directors have taken proper and sufficient care 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;
- d) the Directors have prepared the Annual Accounts on a going concern basis;
- e) the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- f) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

32. INDUSTRIAL RELATIONS

During the year under review, the relations between the Management and the workmen were highly cordial. Human resources initiatives such as skill up gradation, training, appropriate reward & recognition systems and productivity improvement were the key focus areas for development of the employees of the Company.

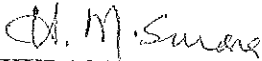
33. INVESTOR RELATIONS


Your Company always endeavors to promptly respond to shareholders' requests/grievances. Each and every issue raised by the shareholders is taken up with utmost priority and every effort is made to resolve, the same at the earliest. The Stakeholders Relationship Committee of the Board periodically reviews the status of the redressal of investors' grievances.

34. ACKNOWLEDGEMENT

Your Directors wish to place on record the sincere and dedicated efforts of all the employee of the Company. Your Directors also takes this opportunity to offer their sincere thanks to the Financial Institutions, Banks and other Government Agencies, valued customers and all the stakeholders for their continued support, co-operation and assistance.

**For and on behalf of
KINETIC IMPEX LIMITED**


(HULAS MAL SURANA)
Director
DIN: 00142091
Add.: 10470, Multani Dhanda
Bagichi Alauddin,
Ram Nagar New Delhi 110055


(ASHOK KUMAR MAHARSHI)
Director
DIN: 00519756
Add.: 63, Rama Marg, N.G. Road,
New Delhi – 110015

Date: 04.09.2017

Place: New Delhi

Form AOC-1

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

**Statement containing salient features of the financial statement of
subsidiaries/associate companies/joint ventures**

Part "A": Subsidiaries

Sl. No.	Particulars	Details
1.	Name of the subsidiary	-
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	-
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	-
4.	Share capital	-
5.	Reserves & surplus	-
6.	Total assets	-
7.	Total Liabilities	-
8.	Investments	-
9.	Turnover	-
10.	Profit before taxation	-
11.	Provision for taxation	-
12.	Profit after taxation	-
13.	Proposed Dividend	-
14.	% of shareholding	-

***Company has no Subsidiaries.**

Notes:

1. Indian rupee equivalents of the figures given in foreign currencies in the accounts of the subsidiary company are based on the exchange rates as on March 31, 2017.
2. The reporting period for all the subsidiaries is March 31, 2017.

Part "B": Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

(in Rs.)

1. Name of associates/Joint Ventures		Ashulok Steel Traders Pvt. Ltd.	Dependable Consumable Goods Pvt. Ltd.	High Image Plastic Traders Pvt. Ltd.
2. Latest audited Balance Sheet Date		05.06.2017	05.06.2017	09.06.2017
3. Shares of Associate/Joint Ventures held by the company on the year end	No. of shares	21600	16500	12000
	Amount of Investment in Associates/ Joint Venture	216000	264000	120000
	Extend of Holding %	24%	24%	24%
4. Description of how there is significant influence		control of more than 20% of total share capital		
5. Reason why the associate/joint venture is not consolidated				
6. Net worth attributable to shareholding as per latest-audited Balance Sheet		1292480	2129987	2044123
7. Profit/Loss for the year		677912	(7823)	(11595)
	Considered in Consolidation	162699	(1878)	(2723)
	Not Considered in Consolidation	1129781	(5945)	(8872)

Notes:

1. The reporting period for all the Associates is March 31, 2017.

For and on behalf of the Board of Kinetic Impex Limited .

Az
(Ashok Kumar Maharshi)
 Director
 DIN: 00519756

H. M. Surana
(Hulas Mal Surana)
 Director
 DIN: 00142091

Form No. MGT-9

EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON 31ST
MARCH, 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:

CIN	L51909WB1985PLC039455
Registration Date	01/10/1985
Name of the Company	KINETIC IMPEX LTD
Category / Sub-Category of the Company	Public Company
	Limited by shares
	Company having share capital
Address of the Registered office and contact details	22, Ground Floor, 8 Camac Street, Kolkata - 700017 West Bengal
	Telephone : 033-22823851
	Email : kineticimpex1985@gmail.com
Whether listed company	Yes. At Calcutta Stock Exchange
Name, Address and Contact details of Registrar and Transfer Agent, if any-	M/s R & D Infotech Private Limited, the ("RTA") having their registered office at 1st Floor, 7A, Beltala Road, Kolkata -- 700 026

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

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

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES :

S.NO	Name And Address of The Company	CIN/GLN	Holding/ Subsidiary / Associate	% of shares held	Applicable Section
1	<u>Ashulok Steel Traders Pvt. Ltd.</u> 63, Rama Marg, N.G. Road, New Delhi – 110 015	U51909DL1998PTC092195	Associate	24	2(6) of Companies Act, 2013
2	<u>Dependable Consumable Goods Pvt. Ltd.</u> 63, Rama Marg, N.G. Road, New Delhi – 110 015	U51397DL1998PTC092323	Subsidiary	24	2(6) of Companies Act, 2013
3	<u>High Image Plastic Traders Pvt. Ltd.</u> 63, Rama Marg, N.G. Road, New Delhi – 110 015	U51495DL1998PTC092418	Subsidiary	24	2(6) of Companies Act, 2013

IV SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity) :

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at beginning of year				No. of Shares held at the end of year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/HUF	0	688100	688100	66.16	0	688100	688100	66.16	0
b) Central Govt	0	0	0	0	0	0	0	0	0
c) State Govt (s)	0	0	0	0	0	0	0	0	0
d) Bodies Corp.	0	100000	100000	9.62	0	100000	100000	9.62	0
e) Banks / FI	0	0	0	0	0	0	0	0	0
f) Any Other....	0	0	0	0	0	0	0	0	0
Sub-total (A) (1):-	0	788100	788100	75.78	0	788100	788100	75.78	0
(2) Foreign									
a) NRIs - Individuals	0	0	0	0	0	0	0	0	0
b) Other – Individuals	0	0	0	0	0	0	0	0	0
c) Bodies Corp.	0	0	0	0	0	0	0	0	0
d) Banks / FI	0	0	0	0	0	0	0	0	0
e) Any Other....	0	0	0	0	0	0	0	0	0
Sub-total (A) (2):-	0	0	0	0	0	0	0	0	0
Total shareholding of	0	788100	788100	75.78	0	788100	788100	75.78	0

Promoter (A) = (A)(1)+(A)(2)									
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	0	0	0	0	0	0	0	0	0
b) Banks / FI	0	0	0	0	0	0	0	0	0
c) Central Govt	0	0	0	0	0	0	0	0	0
d) State Govt(s)	0	0	0	0	0	0	0	0	0
e) Venture Capital Funds	0	0	0	0	0	0	0	0	0
f) Insurance Companies	0	0	0	0	0	0	0	0	0
g) FIs	0	0	0	0	0	0	0	0	0
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
i) Others (specify)	0	0	0	0	0	0	0	0	0
Sub-total (B)(1):-	0	0	0	0	0	0	0	0	0
2. Non-Institutions				0					
a) Bodies Corp.	0	200000	200000	19.23	0	200000	200000	19.23	0
i) Indian									
ii) Overseas	0	0	0	0	0	0	0	0	0
b) Individuals	0	51900	51900	4.99	0	51900	51900	4.99	0
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh									
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh "	0	0	0	0	0	0	0	0	0
c) Others (specify)	0	0	0	0	0	0	0	0	0
Sub-total (B)(2):-	0	251900	251900	24.22	0	251900	251900	24.22	0
Total Public Shareholding (B)=(B)(1)+(B)(2)	0	251900	251900	24.22	0	251900	251900	24.22	0
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	0	1040000	1040000	100	0	1040000	1040000	100	0

(ii) Shareholding of Promoters

S. No.	Shareholder's Name	Shareholding at beginning of year			Share holding at end of year			% change in share holding during the year
		No. of Shares	% of total Shares of company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of company	% of Shares Pledged / encumbered to total shares	
1	Kanhaiya Lal Jain	152,500	14.66	0	152,500	14.66	0	0.00
2	Sushila Patawari	59,000	5.67	0	59,000	5.67	0	0.00

3	Hemant Jain	157,500	15.14	0	157,500	15.14	0	0.00
4	Kamal Jain	169,400	16.29	0	169,400	16.29	0	0.00
5	Pushp Jain	149,700	14.39	0	149,700	14.39	0	0.00
6	M/s K L J Polymers & Chemicals Ltd.	100,000	9.62	0	100,000	9.62	0	0.00

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

Sl. No.	Name	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
			No. of Shares	% of total Shares of company	No. of Shares	% of total Shares of company

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

Sl. No.	For each of the Top Ten Shareholders		Shareholding at the beginning of the year		Shareholding during the year	
			No. of Shares	% of total Shares of company	No. of Shares	% of total Shares of company
1	M/s Mangalshree Suppliers (P) Ltd.	-	100,000	9.62	100,000	9.62
2	M/s Siddhishree Vincom (P) Ltd.	-	100,000	9.62	100,000	9.62
3	Nand Lal Prajapat	-	1000	0.09	1000	0.09
4	Sangeeta Prajapat	-	800	0.07	800	0.07
5	Priya Ranjan Jha	-	800	0.07	800	0.07
6	Pradeep Sand	-	800	0.07	800	0.07
7	Rakesh Kumar	-	800	0.07	800	0.07
8	Ramesh Kumar Yadav	-	800	0.07	800	0.07
9	Shankar Lal Sharma	-	800	0.07	800	0.07
10	Prakash Chand Sonawat	-	800	0.07	800	0.07

(v) Shareholding of Directors and Key Managerial Personnel

Sl. No.	Name	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	Hulas Mal Surana	-	Nil	-	Nil	-

2	Ashok Kumar Maharshi	-	Nil	-	Nil	-
3	Vineet Sethia	-	Nil	-	Nil	-

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	0	5,84,31,196	0	5,84,31,196
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)		5,84,31,196	0	5,84,31,196
Change in Indebtedness during the financial year				
Addition	0	0	0	0
Reduction	0	2,76,45,784	0	2,76,45,784
Net Change	0	0	0	0
Indebtedness at the end of the financial year				
i) Principal Amount	0	3,07,85,412	0	3,07,85,412
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	0	3,07,85,412	0	3,07,85,412

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL :

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

Sl. no	Name of MD/WT D/ Manager	Gross salary			Stock Option	Sweat Equity	Commission		Others	Total	Ceiling as per the Act
		(a) Salary as per provision contained in section 17(1) of Income-tax Act, 1961	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	(c) Profits in lieu of salary u/s 17(3) Income-tax Act, 1961			as % of profit	others			

B. Remuneration to other directors

Sl. no.	Name of Directors	Independent Directors			Total (1)	Other Non-Executive Directors			Total (2)	Total (1+2)	Total Managerial Remuneration	Overall Ceiling as per the Act
		Fee for attending board / committee meetings	Commission	Others		Fee for attending board committee meetings	Commission	Others				

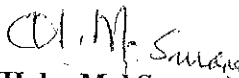
C. Remuneration to Key Managerial Personnel Other Than MD/MANAGER/WTD


Sl. No.	Name of Key Managerial Personnel	Gross salary			Stock Option	Sweat Equity	Commission		Others	Total
		(a) Salary as per provision contained in section 17(1) of Income-tax Act, 1961	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	(c) Profits in lieu of salary u/s 17(3) Income-tax Act, 1961			as % of profit	others		
N.A.										

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

There were no penalties, punishments or compounding of offences during the year.

On behalf of the Board of
Kinetic Impex Limited


(Hulas Mal Surana)
Director
DIN: 00142091


(Ashok Kumar Maharshi)
Director
DIN: 00519756

Date: 04.09.2017
Place: New Delhi

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31st March, 2017
[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies
(Appointment and Remuneration Personnel) Rules, 2014]

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2017

To
The Members
Kinetic Impex Limited
22, Ground Floor, 8 Camac Street,
Kolkata, West Bengal -700 017

I, Shikha Nahata, Practicing Company Secretary, have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Kinetic Impex Limited (CIN: L51909WB1985PLC039455) (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March, 2017 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2017 according to the provisions of:

- (i) The Companies Act, 2013 ('the Act') and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

- The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
- The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; - Not applicable to the Company during the period of audit
- The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; - Not applicable to the Company during the period of audit
- The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; - Not applicable to the Company during the period of audit
- The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; - Not applicable to the Company during the period of audit and
- The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; - Not applicable to the Company during the period of audit
- Hazardous Wastes (Management, Handling and Transboundary Movement) Rules, 2008 and Environment (Protection) Act, 1986

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India;
- (ii) The Listing Agreements entered into by the Company with the Calcutta Stock Exchange Limited and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The company has provided e-voting facility to its shareholders.

I further report that:

The Board of Directors of the Company is duly constituted.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

Sd/-

(Shikha Nahata)

Practicing Company Secretary

ACS No.: 37953

C P No.: 14673

Date: 04.09.2017

Place: Kolkata

MANAGEMENT DISCUSSION AND ANALYSIS REPORT FOR THE YEAR 2016-17

INDIAN ECONOMY

The Economic Survey 2016-17, was tabled in the Parliament on January 31, 2017. The Survey forecasts a growth rate of 6.75 to 7.5 per cent for Financial Year 2017-18, as compared to the expected growth rate of 6.5 per cent in Financial Year 2016-17. Over the medium run, the implementation of the Goods and Services Tax (GST), follow-up to demonetization and enacting other structural reforms should take the economy towards its potential real GDP growth of 8 per cent to 10 per cent.

Latest round of FICCI's Economic Outlook Survey puts across a median GDP growth forecast of 7.4% for the current fiscal year, with a minimum and a maximum range of 7.0% and 7.6% respectively. The survey was conducted during March/April 2017 amongst economists belonging to the industry, banking and financial services sector.

Exports have been rising for seven consecutive months ending March 2017. Exports grew by 27.5% in March 2017 vis-à-vis (-) 4.7% growth reported in the corresponding month previous year. Based on the responses of the participating economists, the median growth forecast for exports has been put at 5.9% for fiscal year 2017- 18 and for imports at 7.1%.

GST & DEMONETISATION:

The GST will create a common Indian market, improve tax compliance and governance and boost investment and growth; it is also a bold new experiment in the governance of India's cooperative federalism.

The two largest denomination notes, Rs 500 and Rs 1000—together comprising 86 per cent of all the cash in circulation—were “demonetised” with immediate effect, ceasing to be legal tender except for a few specified purposes on November 8, 2016.

Demonetisation has had short-term costs in the form of slow growth but holds the potential for long-term benefits. Long-term benefits include reduced corruption, greater digitalisation of the economy, increased flows of financial savings and greater formalisation of the economy, all of which could eventually lead to higher GDP growth, better tax compliance and greater tax revenues.

DISCUSSIONS ON FINANCIAL RESULTS

Particulars	Fiscal Year 2017		Fiscal Year 2016		% growth
	in Rs.	% of Revenue	in Rs.	% of Revenue	
Revenue from Operations & other income	200,66,769	100	1028,98,110	100	(80.50)
Employee benefits expenses	9,51,026	4.74	9,20,899	0.89	3.27
Operational & Other expenses	6,07,140	3.03	2,52,836	0.24	140.13

Earning Before interest, tax, depreciation and amortization (EBITDA)	185,08,603	92.2	101,725,354	98.8	(81.80)
Finance cost	46,96,747	23.40	871,89,390	84.73	(94.61)
Depreciation & amortization expenses	0	0	979	0.0009	0
Profit before tax	13,811,856	68.8	14,534,985	14.1	(4.96)
Tax Expense	2,981,196	14.86	3,165,586	3.07	(5.82)
Profit for the year (PAT)	10,830,660	53.94	11,369,399	11.04	(4.74)

Analysis of Profit Growth

The growth in Profit in fiscal 2017 was lower than that of fiscal primarily. Our Company records a diminution in growth of 80.50% in profit from the last fiscal.

Earnings before interest, tax, depreciation and amortization (EBITDA)

EBITDA in fiscal 2017 is Rs. 185,08,603/- (Rs. 101,725,354/- in fiscal 2016). There is a decrease of 81.80% in EBITDA as a percentage of revenue.

Depreciation and amortization

Depreciation and amortization decreased by 0 from Rs. 979/- in fiscal 2016 to Nil in fiscal 2017. The increase was spread across all asset groups, mainly attributable to computers, furniture and fixtures, freehold buildings and leasehold improvement.

Profit before tax (PBT)

PBT in fiscal 2017 is Rs. 13,811,856/- (Rs. 14,534,985/- in fiscal 2016). As a percentage of revenue, PBT increase from 14.1% in fiscal 2016 to 68.8% in fiscal 2017. The increase of 54.7% is mainly due to (1) decrease in EBITDA, and (2) decrease in other income

Tax expense

Tax expense decreased from Rs. 3,165,586/- in fiscal 2016 to Rs. 2,981,196 /- in fiscal 2017. As a percentage of revenue, it increased from 3.07% in fiscal 2016 to 14.86% in fiscal 2017. The increase in terms of revenue is attributable to increase in PAT.

Profit after tax (PAT)

The Net Profit was Rs. 10,830,660/- in fiscal 2017 (53.94% of revenue) as compared to Rs. 11,369,399/- in fiscal 2016 (11.04% of revenue). The increase of 53.94% in terms of revenue is attributable to increase in PBT.

HUMAN RESOURCE DEVELOPMENT AND INDUSTRIAL RELATIONS

The Company's Human Resources philosophy is to establish and build a strong performance and competency driven culture with greater sense of accountability and responsibility. The Company considers employees to be the most valuable assets and thus stresses on the importance of employee satisfaction. The hierarchical structure at the Company is kept flat to ensure easy communication between all levels of employees. The Company believes that taking care of human resource is just another way of taking care of business.

Participation by personnel in the working of the Company at all levels is highly encouraged. As the Company is growing fast, staffing is being boosted at all levels of the Company to make an efficient and competitive Executive team.

INTERNAL CONTROL SYSTEM

The Company ensures existence of adequate internal Control through documented Policy & Procedures to be followed by executives at various levels in the organization, while operating managers ensure compliance within their areas.

The framework of internal control systems comprises the well-defined organization structure, authority levels, guidelines/procedures and management reviews. The extensive programs of budgetary control and regular MIS supplement the internal control system. The Audit Committee of the Board regularly reviews and discusses with the Auditors and the Management regarding issues rose in the Audit Reports and all financial matters. It reinforces the impact of internal controls in the Company.

FORWARD LOOKING STATEMENT

Statements in the "Management Discussion and Analysis" describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable laws or regulations. These Statements are based on certain assumptions and expectations of future events. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include changes in Government regulations, tax regimes, economic developments and other factors such as litigation.

For and on behalf of
KINETIC IMPEX LIMITED

H. M. Surana
(HULAS MAL SURANA)
Director
DIN: 00142091

Az
(ASHOK KUMAR MAHARSHI)
Director
DIN: 00519756

Date: 04.09.2017
Place: New Delhi

CERTIFIED TO BE TRUE COPY
For KINETIC IMPEX LTD.

Az
Director

R Pugalia & Company

Chartered Accountants
20E Lake Road
Kolkata-700029

Independent Auditor's Report

To the Members of Kinetic Impex Limited Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Kinetic Impex Limited ('the Company'), which comprise the balance sheet as at 31 March 2017, the statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

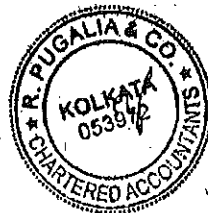
Our responsibility is to express an opinion on these standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

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

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

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 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 the paragraph 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 31 March 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31 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, 2016, in our opinion and to the best of our information and according to the explanations given to us:

i. The company is not required to make any payment to the Investor Education and Protection Fund

ii) The Company has provided requisite disclosures in its standalone Ind AS financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November, 2016 to 30 December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note 19 to the standalone Ind AS financial statements

for R Pugalia & Company

CHARTERED ACCOUNTANT

Firm No. 015188E

Rajeev Kumar Pugalia

Report for

M.No.:05397

Kolkata

Dated: 30th May 2017

R Pugalia & Company

Chartered Accountants
20E Lake Road
Kolkata-700029

Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2017, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets
- (b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.

(ii) Not Applicable

(iii) The Company has not granted loans to bodies corporate covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act')

- (a) Not Applicable
- (b) Not Applicable.
- (c) Not Applicable

(iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.

(v) The Company has not accepted any deposits from the public.

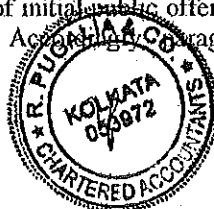
(vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.

(vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31 March 2017 for a period of more than six months from the date they became payable.

(viii) The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.

(ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.



(x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

(xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.

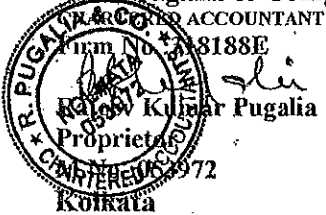
(xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

(xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

(xvi) The Company is not registered under section 45-IA of the Reserve Bank of India Act 1934.

for R. Pugalia & Company



Dated: 30th May 2017

R Pugalia & Company

Chartered Accountants
20E Lake Road
Kolkata-700029

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 Kinetic Impex Limited ("the Company") as of 31 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

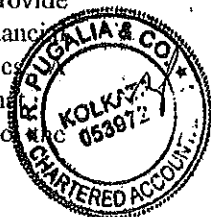
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on 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 financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;



(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

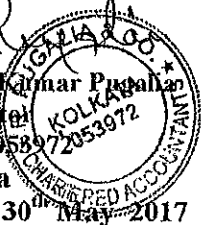
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, 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.

for R Pugalia & Company
CHARTERED ACCOUNTANT
Firm No.:318188E


Rajeev Kumar Pugalia
Proprietor
M.No.:058972053972
Kolkata
Dated: 30th May 2017



KINETIC IMPEX LIMITED
8 CAMAC STREET, KOLKATA - 700 017
CIN: L51909 WB1985PEC039455
BALANCE SHEET AS AT 31ST MARCH, 2017

Particulars	Note No.	(Rs) AS ON 31.03.2017	(Rs) AS ON 31.03.2016
I. EQUITY & LIABILITIES			
(1) Shareholders Funds			
(a) Share Capital	2	104,00,000	104,00,000
(b) Reserves & Surplus	3	370,82,270	262,51,610
(2) Non-Current Liabilities			
(a) Deferred Tax		442	442
(b) Other Long Term Liabilities	4	2150,00,000	2150,00,000
(3) Current Liabilities			
(a) Short-Term Borrowings	5	307,85,412	584,31,196
(b) Other Current Liabilities	6	9,21,628	92,19,259
(c) Short Term Provisions	7	28,16,000	29,70,000
		<u>2970,05,752</u>	<u>3222,72,507</u>
II. ASSETS			
Non-Current Assets			
(1) Non Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	8	1,736	1,736
(b) Non Current Investments	9	336,15,000	340,95,000
(c) Long Term Loans & Advances	10	2629,06,911	2873,02,193
(2) Current Assets			
(a) Cash and Cash Equivalents	11	4,82,106	8,73,578
		<u>2970,05,752</u>	<u>3222,72,507</u>
Significant Accounting Policies	1		
Notes to Financial Statements	2-22		

As per our report of even date annexed hereto,
For R. PUGALIA & CO.

Chartered Accountants,


R. PUGALIA

M.No. 053972

Firm Regn. No. 318188E

Kolkata, 30th May, 2017

FOR & ON BEHALF OF THE BOARD


(H.M.SURANA)
DIRECTOR
DIN:00142091


(A.K.MAHARSHI)
DIRECTOR
DIN: 00519756

KINETIC IMPEX LIMITED
8 CAMAC STREET, KOLKATA - 700 017

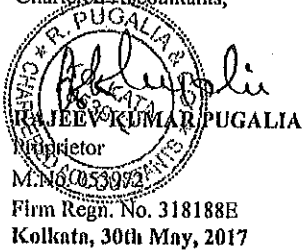
CIN: L51909 WB1985PLC039455

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2017


Particulars	Note No.	(Rs) FOR THE YEAR ENDED 31.03.2017	(Rs) FOR THE YEAR ENDED 31.03.2016
INCOME			
I. Revenue from Operations			
II. Other Income	12	200,66,769	1028,98,110
III. Total Revenue (I+II)		<u>200,66,769</u>	<u>1028,98,110</u>
EXPENSES			
Employee Benefit Cost	13	9,51,026	9,20,899
Finance Cost	14	46,96,747	871,89,390
Other Expenses	15	6,07,140	2,52,836
IV. Total Expenses		<u>62,54,913</u>	<u>883,63,125</u>
V. Profit/(Loss) Before Tax (III-IV)		138,11,856	145,34,985
VI. Tax Expenses			
Current Tax		28,16,000	29,70,000
Deferred Tax			
-Income Tax (Previous year)		1,65,196	1,95,586
VII. Profit/(Loss) After Tax (V-VI)		108,30,660	113,69,399
VIII Earning per Equity Share:			
Basic Earning Per Share		10.41	10.93
Diluted Earning Per Share		10.41	10.93

Significant Accounting Policies 1
Notes to Financial Statements 2-22

As per our report of even date annexed hereto,
For R. PUGALIA & CO,
Chartered Accountants,


RAJEEV KUMAR PUGALIA
Proprietor
M.N. 6053992
Firm Regn. No. 318188E
Kolkata, 30th May, 2017

FOR & ON BEHALF OF THE BOARD


(H.M. SURANA)
DIRECTOR
DIN: 00142091


(A.K. MAHARSHI)
DIRECTOR
DIN: 00519756

Notes to Financial Statements for the year ended 31st March, 2017:

1 Significant Accounting Policies

a) **Basis of preparation of financial statement**

The financial statements have been prepared in accordance with Generally Accepted Accounting Principles (GAAP) in India and presented under the historical cost convention on accrual basis of accounting to comply with the accounting standards prescribed in the Companies Act, 2013, u/s 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

b) **Use of estimates**

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

c) **Fixed Assets and Depreciation**

Fixed Assets are stated at their historical cost of acquisition or construction, less accumulated depreciation. Cost includes all costs incurred to bring the assets to their working condition and location. In compliance with the Accounting Standard 28 Impairment of Assets which has become mandatory the company has considered its Fixed Assets at cost of acquisition or cost of construction less depreciation as per policies adopted by the company and none of the Assets has been revalued based on the internal and external sources of information available with the company. Depreciation on fixed assets is provided to the extent of depreciable amount on the Written Down Value method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013. Depreciation in respect of additions made to the fixed assets during the financial year is provided on pro rata basis.

d) **Retirement Benefits**

Retirement Benefits cost are expensed to the revenue as and when they are incurred. Leave encashment benefit is accounted for at the year end on accrual basis.

e) **Revenue Recognition**

Revenue is recognised when it is earned and no significant uncertainty exists as to its ultimate realisation or collection.

f) **Borrowing Cost.**

Borrowing cost attributable to the acquisition of a qualifying assets as defined in AS 16 on Borrowing Cost are capitalized as part of the cost of acquisition. Other borrowing costs are expensed as incurred during the year, as there was no such qualifying Asset, hence no borrowing costs capitalised.

g) **Investments**

Long Term investment are stated at cost and provision for diminution in the value of long term investments is made only if such a decline is other than temporary.

h) **Method of Accounting:**

Accounts have been prepared on accrual basis in conformity with section 128 of the Companies Act, 2013 except:

- (a) Claims are being accounted for as and when accepted/settled/received.
- (b) Interest on Loans & Advances considered doubtful will be accounted for on realisation basis.

i) **Taxes on income**

Current tax is determined on the basis of amount of tax payable on taxable income for the year, in accordance with Accounting Standard 22 Accounting for Taxes on Income issued by the Institute of Chartered Accountants of India. Amount of the deferred tax for timing differences between the book and tax profits for the year is accounted for using the tax rates and laws that have been enacted as of the balance sheet date.

j) **Contingent Liabilities**

Contingent Liabilities as defined in AS 29 on Provision Contingent Liabilities and Contingent Assets are disclosed by way of notes to accounts. Provision is made if it becomes probable that an outflow of future economic benefits will be required for an item previously dealt with as contingent liability.

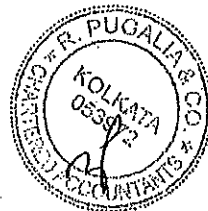


KINETIC IMPEX LIMITED
8 CAMAC STREET, KOLKATA - 700 017

CIN: L31909 WB1985PLC030455

Notes to Financial Statements for the year ended 31st March, 2017:

	As at 31.03.2017	As at 31.03.2016
2 Share Capital		
Authorised Share Capital:		
10,40,000/- Equity Shares of Rs. 10/- each	104,00,000	104,00,000
	104,00,000	104,00,000
Issued, Subscribed & Paid-up		
10,40,000/- Equity Shares of Rs. 10/- each	104,00,000	104,00,000
	104,00,000	104,00,000
Details of shareholders holding more than 5% share in total share capital		
Name of Shareholders	% held	% held
Sh. K. L. Jain	14.66	14.66
Smt. Sushila Patawari	5.67	5.67
Sh. Hemant Jain	15.14	15.14
Sh. Kamal Jain	16.29	16.29
Sh. Pushp Jain	14.39	14.39
M/s KLJ Polymers & Chemicals Ltd.	9.62	9.62
M/s Mangalshree Suppliers (P) Ltd.	9.62	9.62
M/s Siddhishree Vincom (P) Ltd.	9.62	9.62
3 Reserves & Surplus		
Surplus:		
Balance as per last Balance Sheet	262,51,610	148,82,211
Profit/(Loss) transferred from Profit & Loss Statement	108,30,660	113,69,399
	370,82,270	262,51,610
4 Long Term Liabilities		
Other:		
Advances from Company	2150,00,000	2150,00,000
	2150,00,000	2150,00,000
5 Short Term Borrowings		
Unsecured Loans		
Loans repayable on demand - from Associated Companies	307,85,412	584,31,196
	307,85,412	584,31,196



KINETIC IMPEX LIMITED
8 CAMAC STREET, KOLKATA - 700 017

CIN: L51909 WB1985PLC039455

Notes to Financial Statements for the year ended 31st March, 2017:

6 Other Current Liabilities:

Expenses Payable	2,65,068	2,60,462
T.D.S. Payable	4,14,680	87,60,423
Liability Towards Exgratia Scheme	2,41,880	1,98,374
	9,21,628	92,19,259

7 Short Term provision:

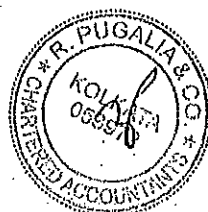
For Income Tax	28,16,000	29,70,000
	28,16,000	29,70,000

8 Tangible Assets

Particulars	Gross Block			Depreciation			Net Block	
	As at 01.04.16	Add/Less	As at 31.03.17	As at 01.04.16	Add/Less	As at 31.03.17	As at 31.03.17	As at 01.04.16
Computers	61,945	-	61,945	60,209	-	60,209	1,736	1,736
Total	61,945	-	61,945	60,209	-	60,209	1,736	1,736
Previous Year	61,945	-	61,945	59,230	979	60,209	1,736	

9 Non Current Investments

INVESTMENTS (in equity shares)	Face	No. of	No. of		
	Value	shares	shares		
(a) Un-Quoted Equity Shares	per unit	(current yr.)	(Prev. yr.)		
Ashulok Steel Traders (P) Ltd.	Rs. 10	21,600	21,600	2,16,000	2,16,000
Bhadani Financers (P) Ltd.	Rs. 10	30,000	30,000	20,13,000	20,13,000
Dependable Consumable Goods (P) Ltd.	Rs. 10	16,500	16,500	2,64,000	2,64,000
High Image Plastic Traders (P) Ltd.	Rs. 10	12,000	12,000	1,20,000	1,20,000
Inspiration PVC Compounds (P) Ltd.	Rs. 10	12,000	12,000	-	1,20,000
KLJ Developers (P) Ltd.	Rs. 10	2,96,100	2,96,100	152,36,000	152,36,000
KLJ Organic Limited	Rs. 10	3,96,000	3,96,000	15,84,000	15,84,000
KLJ Plastics Ltd.	Rs. 10	20,000	20,000	2,00,000	2,00,000
KLJ Polymers & Chemicals Ltd.	Rs. 10	24,000	24,000	20,000	20,000
Pragati Imports (P) Ltd.	Rs. 10	45,000	45,000	4,50,000	4,50,000
Pragati Imtrade (P) Ltd.	Rs. 10	45,000	45,000	4,50,000	4,50,000
Pragati Tradecom (P) Ltd.	Rs. 10	45,000	45,000	4,50,000	4,50,000
Prithvi Sound Products Co.(P) Ltd.	Rs. 100	5,875	5,875	36,62,000	36,62,000
Sunny IT Infrasoftware (P) Ltd.	Rs. 10	7,60,000	7,60,000	76,00,000	76,00,000
Swastik Tradex (P) Ltd.	Rs. 10	45,000	45,000	4,50,000	4,50,000
Swastik Tracom (P) Ltd.	Rs. 10	45,000	45,000	4,50,000	4,50,000
Swastik Exports & Imports (P) Ltd.	Rs. 10	45,000	45,000	4,50,000	4,50,000
Ujjaval Traders (P) Ltd.	Rs. 10	36,000	36,000	-	3,60,000
Total				336,15,000	340,95,000



KINETIC IMPEX LIMITED
8 CAMAC STREET, KOLKATA - 700 017

CIN: L51909 WB1985PLC039455

Notes to Financial Statements for the year ended 31st March, 2017:

10 Loans & Advances		
(Unsecured, Considered Good)		
(Recoverable in Cash or in Kind or for Value to be received)		
Loans & Advances	2582,10,141	2749,64,325
Balance with Revenue Authorities	46,96,770	123,37,868
	<u>2629,06,911</u>	<u>2873,02,193</u>
11 Cash & Cash Equivalents:		
Cash in Hand	49,634	54,913
(as certified by the management)		
Balance with scheduled Banks	4,32,472	8,18,665
	<u>4,82,106</u>	<u>8,73,578</u>
12 Other Income :		
Interest Received (Others)	3,20,162	3,55,351
Interest Received (UL)	183,39,053	1025,42,759
Profit on Sale of Shares	14,07,554	-
	<u>200,66,769</u>	<u>1028,98,110</u>
13 Employee Benefit Expenses		
Salary & Allowances	9,24,021	9,02,119
Staff Welfare Expenses	27,005	18,780
	<u>9,51,026</u>	<u>9,20,899</u>
14 Finance Cost		
Interest Paid	46,94,965	871,88,396
Bank Charges	1,782	994
	<u>46,96,747</u>	<u>871,89,390</u>
15 Other Expenses		
Listing Fee	50,313	28,090
Printing & Stationery	5,616	340
Rates, Taxes & Fee	12,669	15,920
Filing Fees	11,227	17,564
Legal & Professional Charges	3,19,812	15,800
Rent Paid	1,37,900	1,36,699
General Expenses	5,436	30
Depreciation	-	979
Security Transaction Tax	15,183	-
Advertisement Exp.	7,370	-
Audit Fee	25,000	25,000
Telephone Expenses	16,614	12,414
	<u>6,07,140</u>	<u>2,52,836</u>



KINETIC IMPEX LIMITED
8 CAMAC STREET, KOLKATA - 700 017

CIN: L51909 WB1985PLC039455

Notes to Financial Statements for the year ended 31st March, 2017:

16 Related party Transaction

A. Name of the Related Party and nature of the Related Party Relationship

Name of the Related Companies	Relationship
KLJ Plasticizers Ltd.	Associate
KLJ Polymers & Chemicals Ltd.	Associate
KLJ Organic Ltd.	Associate
KLJ Resources Ltd.	Associate
KLJ Developers (P) Ltd.	Associate
Inspiration Dealers Pvt. Ltd.	Associate
Jeewanjyoti Enterprises Pvt. Ltd.	Associate
Virmani Industries Pvt. Ltd.	Associate
Hamlog Traders Pvt. Ltd.	Associate
KLJ Realtech Pvt. Ltd.	Associate
Prithvi Sound Products Co. (P) Ltd.	Associate
Inspiration Pvc Compound Pvt. Ltd.	Associate
Siddhishree Vincom Pvt. Ltd.	Associate
Mangalshree Suppliers Pvt. Ltd.	Associate
Ashulok Traders Pvt. Ltd.	Associate

Transactions during the year with related parties

Name of Related Parties	Relationship	Nature of Transaction	31.03.17	31.03.16
KLJ Organic Ltd.	Associate Concern	Loan Taken	25,00,000	2131,50,000
		Loan Refund	41,73,902	4868,92,071
		Interest Paid	3,07,486	167,30,651
		Loan Given	-	-
		Loan Recd Back	-	45,13,898
		Interest Received	-	4,81,546
KLJ Resources Ltd.	Associate Concern	Loan Taken	-	1425,00,000
		Loan Refund	-	4414,27,949
		Interest Paid	-	329,92,479
Inspiration Pvc Compound Pvt. Ltd.	Associate Concern	Loan Taken	16,50,000	19,00,000
		Interest Paid	4,23,438	2,38,474
Inspiration Dealers Pvt. Ltd.	Associate Concern	Loan Refund	182,00,000	3,75,000
		Interest Paid	8,87,689	19,20,641
Jeewanjyoti Enterprises Pvt. Ltd.	Associate Concern	Loan Refund	93,00,000	4,25,000
		Interest Paid	15,83,384	19,91,018
KLJ Plasticizers Ltd.	Associate Concern	Loan Taken	-	6203,00,000
		Loan Refund	25,02,228	6457,26,313
		Interest Paid	1,90,746	282,51,459
Virmani Industries Pvt. Ltd.	Associate Concern	Loan Taken	5,30,000	2,20,000
		Loan Refund	1,30,000	-
		Interest Paid	1,95,366	1,51,790
KLJ Polymers & Chemicals Ltd.	Associate Concern	Loan Given	-	3300,00,000
		Loan Recd Back	-	3388,01,115
		Interest Received	-	97,79,017
KLJ Developers Pvt. Ltd.	Associate Concern	Loan Given	1638,00,000	7860,29,908
		Loan Recd Back	1301,00,000	2880,00,000
		Interest Received	126,26,170	741,73,528
Hamlog Traders Pvt. Ltd.	Associate Concern	Loan Taken	42,00,000	41,00,000
		Loan Refund	67,50,000	12,00,000
		Interest Paid	5,63,881	4,66,370
		Rent Paid	1,37,900	1,66,699
KLJ Realtech Pvt. Ltd.	Associate Concern	Loan Given	949,00,000	95,00,000
		Loan Recd Back	15,60,058	980,00,000
		Interest Received	56,12,537	1,62,63,170



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KINETIC IMPEX LIMITED
8 CAMAC STREET, KOLKATA - 700 017

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Notes to Financial Statements for the year ended 31st March, 2017:

Transactions during the year with related parties contd.,

Prithvi Sound Products Co. (P) Ltd.	Associate Concern	Loan Given	-	350,00,000
		Loan Recd Back	-	365,87,245
		Interest Received	-	17,53,606
Siddhishree Vincom Pvt. Ltd.	Associate Concern	Loan Taken	-	-
		Loan Refund	-	4,50,000
		Interest Paid	4,11,875	4,00,937
Mangalshree Suppliers Pvt. Ltd.	Associate Concern	Loan Given	-	4,50,000
		Interest Received	1,00,346	69,155
Ashulok Traders Pvt. Ltd.	Associate Concern	Loan Taken	3,00,000	6,00,000
		Interest Paid	81,161	7,934

17 Segment Information

As per Accounting Standard 17 in respect of segment reporting the Company works only in one segment.

18 In pursuance of KIJ Group Ex-Gratia Scheme, the performance based declared ex-gratia is provided in Profit & Loss Statement and to be disbursed as per the policy framed by the management.

19 Disclosure requirements for dealing in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016:

	SBNs (Rs.)	Other Denomination Notes (Rs.)	Total (Rs.)
Closing cash in hand as on 08.11.2016	35,000	32,317	67,317
Add: Permitted Receipts	-	20,000	20,000
Less: Permitted Payments	-	16,850	16,850
Less: Amount deposited in Banks	35,000	-	35,000
Closing cash in hand as on 30.12.2016	-	35,467	35,467

20 Deferred Tax

In compliance with the Accounting standard 22 Accounting for taxes on Income which has become mandatory the company has recognised deferred tax Asset/Liability for the current year and the same has been charged to Profit and Loss Account.

21 Calculation of Earning per share

In compliance with Accounting Standard 20 Earning Per Share issued by the Institute of Chartered Accountants of India Basic earning per share has been calculated by dividing net profit after tax and prior period adjustment with the weighted average number of Equity Shares outstanding during the period as per details given below:

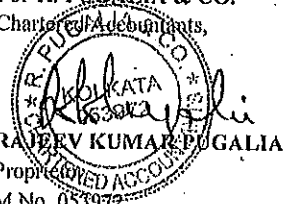
	2017	2016
Net Profit available for appropriation	108,30,660	113,69,399
Weighted Average Number of Equity Shares outstanding during the year	10,40,000	10,40,000
Basic earning per share on nominal value of Rs. 10/- per share	10.41	10.93
Dealing with Small Scale Undertakings	NIL	NIL

22 Comparative financial information is presented in accordance with the Corresponding Figure Financial reporting framework setout in Auditing and Assurance Standard 25 on Comparatives. Figures of the previous year regrouped and reclassified wherever necessary to correspond to figure fo the current year.

As per our report of even date annexed hereto,

For R. PUGALIA & CO.

Chartered Accountants,


RAJEEV KUMAR PUGALIA

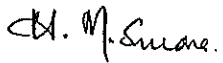
Proprietor


M.No. 053972

Firm Regn. No. 318188E

Kolkata, 30th May, 2017

FOR & ON BEHALF OF THE BOARD


(H.M.SURANA)
DIRECTOR
DIN:00142091


(A.K.MAHARSHI)
DIRECTOR
DIN: 00519756

Transactions during the year with related parties

Name of Related Parties	Relationship	Nature of Transaction	Dr./ (Cr.) Balance as on 31.03.16	Paid/ Adj during the year	Paid/ Adj Previous year	Received / Adj during the year	Received/ Adj Previous year	Dr./ (Cr.) Balance as on 31.03.17
KLJ Organic Ltd	Associate Concern	Loan Recd	-	4,143,153	486,802,071	2,500,000	213,150,000	-
		Interest paid	1,366,416	307,486	18,218,891	30,749	1,821,889	-
		Loan Given	-	-	-	-	4,533,898	-
		Interest Recd	36,944	36,944	49,259	-	492,594	-
Inspiration Pvc Compound P	Associate Concern	Loan Recd	-	-	295,000	1,650,000	1,900,000	5,273,948
		Interest paid	3,242,854	423,438	218,474	42,344	21,874	-
Inspiration Dealers Pvt Ltd	Associate Concern	Loan Recd	18,946,330	18,200,000	375,000	-	-	1,545,250
		Interest paid	-	887,689	1,920,641	88,769	192,064	-
Jeevanjyoti Enterprises Pvt L	Associate Concern	Loan Recd	19,624,800	9,300,000	425,000	-	-	11,749,846
		Interest paid	-	1,583,384	1,991,018	158,338	192,064	-
KLJ Plasticizers Ltd	Associate Concern	Loan Recd	2,311,482	2,483,153	645,726,313	-	620,300,000	-
		Interest paid	-	190,746	30,819,772	19,075	3,081,977	-
Virmani Industries Pvt Ltd	Associate Concern	Loan Recd	1,636,875	130,000	30,000	530,000	250,000	2,212,704
		Interest paid	-	195,366	151,790	19,537	15,179	-
KLJ Developers Pvt Ltd	Associate Concern	Loan Given	83,756,175	163,800,000	288,000,000	130,100,000	786,082,908	128,819,728
		Interest Recd	-	12,626,170	7,417,353	1,262,617	74,173,528	-
Hamlog Traders Pvt Ltd	Associate Concern	Loan Recd	6,950,982	6,750,000	1,200,000	4,200,000	4,100,000	4,908,475
		Interest Paid	-	563,881	466,370	56,388	46,637	-
KLJ Realtech Pvt Ltd	Associate Concern	Loan Given	85,579,948	94,900,000	9,500,000	156,000,058	98,000,000	29,551,174
		Interest Recd	-	5,612,537	1,626,317	561,254	16,263,170	-

Mangalshree Suppliers Pvt Ltd	Associate Concern	Loan Given	912,239	-	450,000	-	-	1,002,550
		Interest Recd		100,346	6,916	10,035	69,155	
Ujjval Traders Pvt Ltd.	Associate Concern	Loan Given	21,689	-	20,000	-	-	21,689
		Interest Recd		-	-	-	1,689	
Siddhishree Vincom Pvt Ltd	Associate Concern	Loan Recd	3,744,316	-	450,000	-	-	4,115,003
		Interest Paid		411,875	400,937	41,188	80,187	
Ashulok Traders Pvt Ltd	Associate Concern	Loan Recd	607,141	-	-	300,000	600,000	980,186
		Interest Paid		81,161	7,934	8,116	793	



KINETIC IMPEX LIMITED
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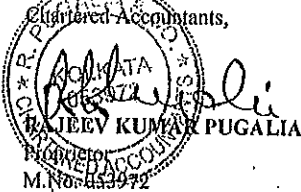
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2017

<u>PARTICULARS</u>	<u>FOR THE YEAR ENDED 31.03.2017</u> Rs.	<u>FOR THE YEAR ENDED 31.03.2016</u> Rs.
<u>a) Cash Flow from Operating Activities:</u>		
Net Profit after Tax	108,30,660	113,69,399
Adjustments For		
Depreciation		979
Finance exps	46,96,747	871,89,390
Provision for Current Tax	28,16,000	29,70,000
Provision for Deferred tax		
Excess provision for Earlier Years		
Operating Profit before Working Capital Changes	183,43,408	1015,29,768
(Increase) Decrease in Loans and Advances	243,95,283	5042,71,152
Increase (Decrease) in current Liabilities	(112,67,631)	(24,49,997)
Cash Generated from operations	314,71,059	6033,50,923
Net Cash from operating activities	314,71,059	6033,50,923
<u>b) Cash Flow from Investing Activities</u>		
Sale(purchase) of other Investments	4,80,000	-
Net cash from/used in Investing activities	4,80,000	-
<u>C) Cash Flow from Financing Activities</u>		
Repayment of Short Term loan	(276,45,784)	(5155,01,950)
Finance exps	(46,96,747)	(871,89,390)
Net Cash From/ used in from Financing Activities	(323,42,531)	(6026,91,340)
<u>d) Net increase in Decrease in cash and cash equivalent</u>	(3,91,472)	6,59,583
Cash and cash equivalent in the beginning	8,73,578	2,13,995
Cash and cash equivalent in the end	4,82,106	8,73,578

The above cash flow statement has been prepared under the Indirect Method as set out in Accounting Standard 3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India.

Previous years figures have been rearranged / regrouped wherever necessary

As per our report of even date annexed hereto,
For R. PUGALIA & CO.
Chartered Accountants,



Firm Regn. No. 318188E
Kolkata, 30th May, 2017

FOR & ON BEHALF OF THE BOARD

H.M. Surana
(H.M.SURANA)
DIRECTOR
DIN:00142091

A.K. Maharshi
(A.K.MAHARSHI)
DIRECTOR
DIN: 00519756

R Pugalia & Company

Chartered Accountants

20 E Lake Road

Kolkata-700029

INDEPENDENT AUDITOR'S REPORT

**To,
The Members of
Kinetic Impex Limited**

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **Kinetic Impex Limited** ('the Company'), and its associates – **Ashulok Steel Traders Private Limited, Dependable Consumable Goods Private Limited and High Image Plastic Traders Private Limited**, (collectively referred to as the 'Group'), which comprise the Consolidated Balance Sheet as at March 31, 2017, the Consolidated Statement of Profit and Loss and Consolidated Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information for the year then ended (herein referred to as the 'consolidated financial statements').

Management's Responsibility for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these consolidated financial statements 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. This responsibility also includes the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting the 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 consolidated 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 consolidated 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 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 Company's preparation of the consolidated financial statements that give 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 includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the consolidated financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, 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 consolidated state of affairs of the Company as at March 31, 2017; and its Consolidated Profits and its Consolidated Cash Flows for the year ended on that date.

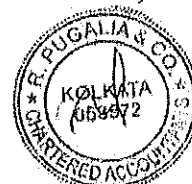
Other Matter

The accompanying consolidated financial statements include Company's share of net loss of Rs. 123,478/- as at March 31, 2017 in respect of its associate companies whose financial statements have been audited by other auditors whose reports have been furnished to us by the management and our opinion on the consolidated financial statements is based solely on the report of other auditors.

Our opinion is not modified in respect of this matter with respect to our reliance on the work done and the reports of the other auditors.

Report on other Legal & 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;



- b) In our opinion proper books of account as required by law have been kept by the Company/Group so far as appears from our examination of those books and report of other auditor;
- c) The Consolidated Balance Sheet, Consolidated Statement of Profit and Loss, and Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- 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 written representations received from the directors as on March 31, 2017, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017, from being appointed as a director in terms of clause 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 Company does not have any pending litigations which would impact its financial position;
 - ii. The Company does not have any long term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. The Company was not required to transfer any amount to the Investor Education and Protection Fund during the year.
 - iv. The company had provided requisite disclosures in its financial statements as to holdings as well as dealings in specified bank notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the company.

For R. Pugalia & Co.
Chartered Accountants

R. Pugalia

RAJEEV KUMAR PUGALIA

M.No:053972 F.No:318188

Place: Kolkata,

Dated 30th May, 2017



ANNEXURE A TO INDEPENDENT AUDITOR'S REPORT

(Referred to in point 2(f) under the heading "Report on Legal & Regulatory Requirements" of our report of even date)

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 **Kinetic Impex Limited** ("the Company"), and its associates (hereinafter referred to as the 'Group') as of March 31, 2017 in conjunction with our audit of consolidated financial statements of the Group 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the Group'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 deemed to be prescribed under section 143 (10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, 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 controls 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 the 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 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 to be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

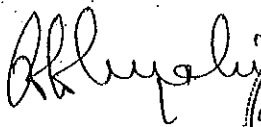
Opinion

In our opinion, the Group has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal controls 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.

Other Matters

Our aforesaid report under section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates the associate company, which is a company incorporated in India, is based on the corresponding reports of the auditors of the company incorporated in India.

For R. Pugalia & Co.
Chartered Accountants



RAJEEV KUMAR PUGALIA
M.No:053972 F.No:31818
Place: Kolkata,
Dated 30th May, 2017

KINETIC IMPEX LIMITED
8 CAMAC STREET, KOLKATA - 700 017
CIN: L51909 WB1985PLC039455
CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2017

Particulars	Note No.	(Rs) AS ON 31.03.2017	(Rs) AS ON 31.03.2016
I. EQUITY & LIABILITIES			
(1) Shareholders Funds			
(a) Share Capital	2	10,400,000	10,400,000
(b) Reserves & Surplus	3	37,893,251.37	28,151,183.58
(2) Non-Current Liabilities			
(a) Deferred Tax		442	442
(b) Other Long Term Liabilities	4	215,000,000	215,000,000
(3) Current Liabilities			
(a) Short-Term Borrowings	5	30,785,412	58,431,196
(b) Other Current Liabilities	6	921,628	9,219,259
(c) Short Term Provisions	7	2,816,000	2,970,000
		<u>297,816,733.37</u>	<u>324,172,080.58</u>
II. ASSETS			
Non-Current Assets			
(1) Non Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	8	1,736	1,736
(b) Non Current Investments	9	34,425,981.04	35,994,573.60
(c) Long Term Loans & Advances	10	262,906,911	287,302,193
(2) Current Assets			
(a) Cash and Cash Equivalents	11	482,106	873,578
		<u>297,816,733.37</u>	<u>324,172,080.58</u>
Significant Accounting Policies	1		
Notes to Financial Statements	2-21		

As per our report of even date annexed hereto,

For **R. PUGALIA & CO.**

Chartered Accountants,


RAJEEV KUMAR PUGALIA
Proprietor

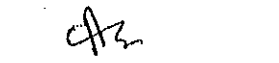
M.No. 053972

Firm Regn. No. 318188E

Kolkata, 30th May, 2017

FOR & ON BEHALF OF THE BOARD


(H.M. SURANA)
DIRECTOR
DIN:00142091


(A.K. MAHARSHI)
DIRECTOR
DIN: 00519756

(H)

6

KINETIC IMPEX LIMITED
8 CAMAC STREET, KOLKATA - 700 017

CIN: L51909 WB1985PLC039455

CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2017

Particulars	Note No.	(Rs) FOR THE YEAR ENDED 31.03.2017	(Rs) FOR THE YEAR ENDED 31.03.2016
INCOME			
I. Revenue from Operations			
II. Other Income			
III. Total Revenue (I+II)	12	20,066,769	102,898,110
		<u>20,066,769</u>	<u>102,898,110</u>
EXPENSES			
Employee Benefit Cost	13	951,026	920,899
Finance Cost	14	4,696,747	87,189,390
Other Expenses	15	607,140	252,836
IV. Total Expenses		<u>6,254,913</u>	<u>88,363,125</u>
V. Profit/(Loss) Before Tax (III-IV)		13,811,856	14,534,985
VI. Tax Expenses			
Current Tax			
Deferred Tax		2,816,000	2,970,000
-Income Tax (Previous year)		165,196	195,586
VII. Profit/(Loss) After Tax before Associates Shares (V-VI)		10,830,660	11,369,399
VIII. Share of Profit/ (Loss) from Associates		123,478.00	408,855.84
IX. Profit/(Loss) for the period after Associates' share (VII+VIII)		10,954,138.35	11,778,254.82
X. Earning per Equity Share:			
Basic Earning Per Share		10.53	11.33
Diluted Earning Per Share		10.53	11.33
Significant Accounting Policies	1		
Notes to Financial Statements	2-21		

As per our report of even date annexed hereto
For R. PUGALIA & CO.

Chartered Accountants,


R. PUGALIA & CO.
Practising in West Bengal
M.No. 053972

Firm Regn. No. 318188E
Kolkata, 30th May, 2017

FOR & ON BEHALF OF THE BOARD


(H.M. SURANA)
DIRECTOR
DIN: 00142091


(A.K. MAHARSHI)
DIRECTOR
DIN: 00519756

11)

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Notes to Consolidated Financial Statements for the year ended 31st March, 2017:

I Significant Accounting Policies

a) Basis of preparation of financial statement

The financial statements have been prepared in accordance with Generally Accepted Accounting Principles (GAAP) in India and presented under the historical cost convention on accrual basis of accounting to comply with the accounting standards prescribed in the Companies Act, 2013, w/s 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

b) Use of estimates

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

c) Fixed Assets and Depreciation

Fixed Assets are stated at their historical cost of acquisition or construction, less accumulated depreciation. Cost includes all costs incurred to bring the assets to their working condition and location. In compliance with the Accounting Standard 28 Impairment of Assets which has become mandatory the company has considered its Fixed Assets at cost of acquisition or cost of construction less depreciation as per policies adopted by the company and none of the Assets has been revalued based on the internal and external sources of information available with the company.

Depreciation on fixed assets is provided to the extent of depreciable amount on the Written Down Value method.

Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

Depreciation in respect of additions made to the fixed assets during the financial year is provided on pro rata basis.

d) Retirement Benefits

Retirement Benefits cost are expensed to the revenue as and when they are incurred. Leave encashment benefit is accounted for at the year end on accrual basis.

e) Revenue Recognition

Revenue is recognised when it is earned and no significant uncertainty exists as to its ultimate realisation or collection.

f) Borrowing Cost.

Borrowing cost attributable to the acquisition of a qualifying assets as defined in AS 16 on Borrowing Cost are capitalized as part of the cost of acquisition. Other borrowing costs are expensed as incurred during the year, as there was no such qualifying Asset, hence no borrowing costs capitalised.

g) Investments

Long Term investment are stated at cost and provision for diminution in the value of long term investments is made only if such a decline is other than temporary.

h) Method of Accounting:

Accounts have been prepared on accrual basis in conformity with section 128 of the Companies Act, 2013 except:

(a) Claims are being accounted for as and when accepted/settled/received.

(b) Interest on Loans & Advances considered doubtful will be accounted for on realisation basis.

i) Taxes on Income

Current tax is determined on the basis of amount of tax payable on taxable income for the year, in accordance with Accounting Standard 22 Accounting for Taxes on Income issued by the Institute of Chartered Accountants of India. Amount of the deferred tax for timing differences between the book and tax profits for the year is accounted for using the tax rates and laws that have been enacted as of the balance sheet date.

j) Contingent Liabilities

Contingent Liabilities as defined in AS 29 on Provision Contingent Liabilities and Contingent Assets are disclosed by way of notes to accounts. Provision is made if it becomes probable that an outflow of future economic benefits will be required for an item previously dealt with as contingent liability.



KINETIC IMPEX LIMITED
8 CAMAC STREET, KOLKATA - 700 017
CIN: L51909 WB1985PLC039455

Notes to Consolidated Financial Statements for the year ended 31st March, 2017:

	As at 31.03.2017	As at 31.03.2016
2 Share Capital		
Authorised Share Capital:		
10,40,000/- Equity Shares of Rs. 10/- each	10,400,000	10,400,000
	10,400,000	10,400,000
Issued, Subscribed & Paid-up		
10,40,000/- Equity Shares of Rs. 10/- each	10,400,000	10,400,000
	10,400,000	10,400,000
Details of shareholders holding more than 5% share in total share capital		
Name of Shareholders	% held	% held
Sh. K. L. Jain	14.66	14.66
Smt. Sushila Patawari	5.67	5.67
Sh. Hemant Jain	15.14	15.14
Sh. Kamal Jain	16.29	16.29
Sh. Pushp Jain	14.39	14.39
M/s KLJ Polymers & Chemicals Ltd.	9.62	9.62
M/s Mangalshree Suppliers (P) Ltd.	9.62	9.62
M/s Siddhishree Vincom (P) Ltd.	9.62	9.62
3 Reserves & Surplus		
(i) Surplus:		
Opening Balance	28,052,183.58	16,245,057
Profit/(Loss) transferred from Profit & Loss Statement	(1,212,071)	11,807,126.10
	10,954,138.35	28,052,183.58
Securities Premium Account	37,794,251.37	99,000.00
	99,000.00	99,000.00
	37,893,251.37	28,151,183.58
4 Long Term Liabilities		
Other:		
Advances from Company	215,000,000	215,000,000
	215,000,000	215,000,000
5 Short Term Borrowings		
Unsecured Loans		
Loans repayable on demand	30,785,412	58,431,196
- from Associated Companies	30,785,412	58,431,196
	30,785,412	58,431,196



KINETIC IMPEX LIMITED
8 CAMAC STREET, KOLKATA - 700 017
CIN: L51909 WB1983PLC039455

Notes to Consolidated Financial Statements for the year ended 31st March, 2017:

6 Other Current Liabilities:		
Expenses Payable	265,068	260,462
T.D.S. Payable	414,680	8,760,423
Liability Towards Exgratia Scheme	241,880	198,374
	<u>921,628</u>	<u>9,219,259</u>
7 Short Term provision:		
For Income Tax	2,816,000	2,970,000
	<u>2,816,000</u>	<u>2,970,000</u>

8 Tangible Assets

Particulars	Gross Block		Depreciation		Net Block	
	As at 01.04.16	Add/Less	As at 31.03.17	Add/Less	As at 31.03.17	As at 01.04.16
Computers	61,945	-	61,945	-	60,209	1,736
Total	<u>61,945</u>	<u>-</u>	<u>61,945</u>	<u>-</u>	<u>60,209</u>	<u>1,736</u>
Previous Year	61,945	-	61,945	59,230	979	60,209

9 Non Current Investments

INVESTMENTS (in equity shares)	Face Value per unit	No. of shares (current yr.)	No. of shares (Prev. yr.)		
Ashutok Steel Traders (P) Ltd. (Associate) opening balance (incl. post acq. Share of Profit/(Loss))	Rs. 10	21,600	21,600	182,056.32	185,440.56
Add: Post acquisition share of profit/ (loss) for the year				128,139.00	(3,384.24)
Bhadani Financers (P) Ltd.	Rs. 10	30,000	30,000	2,013,000	2,013,000
Dependable Consumable Goods (P) Ltd. (Associate) opening balance (incl. post acq. Share of Profit/(Loss))	Rs. 10	16,500	16,500	612,074.40	614,667.60
Add: Post acquisition share of profit/ (loss) for the year				(1,878.00)	(2,593.20)
High Image Plastic Traders (P) Ltd. (Associate) opening balance (incl. post acq. Share of Profit/(Loss))	Rs. 10	12,000	12,000	493,372.32	496,048.80
Add: Post acquisition share of profit/ (loss) for the year				(2,783.00)	(2,676.48)
Inspiration PVC Compounds (P) Ltd. (Associate) opening balance (incl. post acq. Share of Profit/(Loss))	Rs. 10		12,000		930,594.72
Add: Post acquisition share of profit/ (loss) for the year					449,612.88
KLJ Developers (P) Ltd.	Rs. 10	296,100	296,100	15,236,000	15,236,000
KLJ Organic Limited	Rs. 10	396,000	396,000	1,584,000	1,584,000
KLJ Plastics Ltd.	Rs. 10	20,000	20,000	200,000	200,000
KLJ Polymers & Chemicals Ltd.	Rs. 10	24,000	24,000	20,000	20,000
Prngati Imports (P) Ltd.	Rs. 10	45,000	45,000	450,000	450,000
Prngati Imptrade (P) Ltd.	Rs. 10	45,000	45,000	450,000	450,000
Prngati Tradecon (P) Ltd.	Rs. 10	45,000	45,000	450,000	450,000
Prithvi Sound Products Co.(P) Ltd.	Rs. 100	5,875	5,875	3,662,000	3,662,000
Sunny IT Infrasoft (P) Ltd.	Rs. 10	760,000	760,000	7,600,000	7,600,000
Swastik Tradex (P) Ltd.	Rs. 10	45,000	45,000	450,000	450,000
Swastik Tracom (P) Ltd.	Rs. 10	45,000	45,000	450,000	450,000
Swastik Exports & Imports (P) Ltd.	Rs. 10	45,000	45,000	450,000	450,000
Ujjawal Traders (P) Ltd. (Associate) opening balance (incl. post acq. Share of Profit/(Loss))	Rs. 10		36,000		315,094.80
Add: Post acquisition share of profit/ (loss) for the year					(3,231.84)
				<u>34,425,981.04</u>	<u>35,994,573.60</u>



KINETIC IMPEX LIMITED
8 CAMAC STREET, KOLKATA - 700 017
CIN: L51909 WB1985PLC039455

Notes to Consolidated Financial Statements for the year ended 31st March, 2017:

10 Loans & Advances		
(Unsecured, Considered Good)		
(Recoverable in Cash or in Kind or for Value to be received)		
Loans & Advances	258,210,141	274,964,325
Balance with Revenue Authorities	4,696,770	12,337,868
	<u>262,906,911</u>	<u>287,302,193</u>
11 Cash & Cash Equivalents:		
Cash in Hand	49,634	54,913
(as certified by the management)		
Balance with scheduled Banks	432,472	818,665
	<u>482,106</u>	<u>873,578</u>
12 Other Income :		
Interest Received (Others)	320,162	355,351
Interest Received (UL)	18,339,053	102,542,759
Profit on sale of shares	1,407,554	-
	<u>20,066,769</u>	<u>102,898,110</u>
13 Employee Benefit Expenses		
Salary & Allowances	924,021	902,119
Staff Welfare Expenses	27,005	18,780
	<u>951,026</u>	<u>920,899</u>
14 Finance Cost		
Interest Paid	4,694,965	87,188,396
Bank Charges	1,782	994
	<u>4,696,747</u>	<u>87,189,390</u>
15 Other Expenses		
Listing Fee	50,313	28,090
Printing & Stationery	5,616	340
Rates, Taxes & Fee	12,669	15,920
Filing Fees	11,227	17,564
Legal & Professional Charges	319,812	15,800
Rent Paid	137,900	136,699
General Expenses	5,436	30
Depreciation	-	979
Securities Transaction Tax	15,183	-
Advertisement Expenses	7,370	-
Audit Fee	25,000	25,000
Telephone Expenses	16,614	12,414
	<u>607,140</u>	<u>252,836</u>



KINETIC IMPEX LIMITED
 8 CAMAC STREET, KOLKATA - 700 017
 CIN: L31909 WB1985PLC039455

Notes to Consolidated Financial Statements for the year ended 31st March, 2017:

16 Related party Transaction

A. Name of the Related Party and nature of the Related Party Relationship

- Name of the Related Companies
 KLJ Plasticizers Ltd.
 KLJ Polymers & Chemicals Ltd.
 KLJ Organic Ltd.
 KLJ Resources Ltd.
 KLJ Developers (P) Ltd.
 Siddhishree Vincom Pvt. Ltd.
 Mangalshree Suppliers Pvt. Ltd.

Relationship

- Associate
 Associate
 Associate
 Associate
 Associate
 Associate
 Associate

Transactions during the year with related parties

Name of Related Parties	Relationship	Nature of Transaction	Balance as at 31st March 2017	Balance as at 31st March 2016	Balance as at 31st March 2015	Balance as at 31st March 2014	Balance as at 31st March 2013
KLJ Organic Ltd	Associate	Loan Recd	-	4,143,153	486,802,071	2,500,000	213,150,000
		Interest paid	1,366,416	307,486	18,218,891	30,749	1,821,889
		Loan Given	-	-	-	-	4,533,898
		Interest Recd	36,944	36,944	49,259	-	492,594
Inspiration Pvc Compounds Pvt Ltd	Associate	Loan Recd	-	-	295,000	1,650,000	1,900,000
		Interest paid	3,242,854	423,438	218,474	42,344	21,874
Inspiration Dealers Pvt Ltd	Associate	Loan Recd	18,946,330	18,200,000	375,000	-	1,545,250
		Interest paid	-	887,689	1,920,641	88,769	192,064
Jaewan Jyoti Enterprises Pvt Ltd	Associate	Loan Recd	19,624,800	9,300,000	425,000	-	11,749,846
		Interest paid	-	1,583,384	1,991,018	158,338	192,064
KLJ Plasticizers Ltd	Associate	Loan Recd	2,311,482	2,483,153	645,726,313	-	620,300,000
		Interest paid	-	190,746	30,819,772	19,075	3,081,977
Virmani Industries Pvt Ltd	Associate	Loan Recd	1,636,875	130,000	30,000	530,000	250,000
		Interest paid	-	195,366	151,790	19,537	15,179
KLJ Developers Pvt Ltd	Associate	Loan Given	83,756,175	163,800,000	288,000,000	130,100,000	786,082,908
		Interest Recd	-	12,626,170	7,417,353	1,262,617	74,173,528
Hanslog Traders Pvt Ltd	Associate	Loan Recd	6,950,982	6,750,000	1,200,000	4,200,000	4,100,000
		Interest Paid	-	563,881	466,370	56,388	46,637
KLJ Realtch Pvt Ltd	Associate	Loan Given	85,579,948	94,900,000	9,500,000	156,000,058	98,000,000
		Interest Recd	-	5,612,537	1,626,317	561,254	16,263,170
Mangalshree Suppliers Pvt Ltd	Associate	Loan Given	912,239	-	450,000	-	-
		Interest Recd	-	109,346	6,916	10,035	69,155
Ujjawal Traders Pvt Ltd.	Associate	Loan Given	21,689	-	20,000	-	-
		Interest Recd	-	-	-	-	1,689
Siddhishree Vincom Pvt Ltd	Associate	Loan Recd	3,744,316	-	450,000	-	-
		Interest Paid	-	411,875	400,937	41,188	80,187
Ashutok Traders Pvt Ltd	Associate	Loan Recd	607,141	-	-	300,000	600,000
		Interest Paid	-	81,161	7,934	8,116	793



17 Segment Information

As per Accounting Standard 17 in respect of segment reporting the Company works only in one segment.

18 In pursuance of KLJ Group Ex-Gratia Scheme, the performance based declared ex-gratia is provided in Profit & Loss Statement and to be disbursed as per the policy framed by the management.

19 Deferred Tax

In compliance with the Accounting standard 22 Accounting for taxes on Income which has become mandatory the company has recognised deferred tax Asset/Liability for the current year and the same has been charged to Profit and Loss Account.

20 Calculation of Earning per share


In compliance with Accounting Standard 20 Earning Per Share issued by the Institute of Chartered Accountants of India Basic earning per share has been calculated by dividing net profit after tax and prior period adjustment with the weighted average number of Equity Shares outstanding during the period as per details given below:

	2017	2016
Net Profit available for appropriation	10,954,138	11,778,255
Weighted Average Number of Equity Shares outstanding during the year	1,040,000	1,040,000
Basic earning per share on nominal value of Rs. 10/- per share	10.53	11.33
Dealing with Small Scale Undertakings	NIL	NIL

21 Comparative financial information is presented in accordance with the Corresponding Figure Financial reporting framework setout in Auditing and Assurance Standard 25 on Comparatives. Figures of the previous year regrouped and reclassified wherever necessary to correspond to figure fo the current year.

For **R. PUGALIA & CO.**

Chartered Accountants,

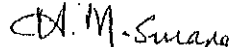

R. PUGALIA
M.No. 053972

Firm Regn. No. 318188E

Kolkata, 30th May, 2017

Kolkata, 30th May, 2017

FOR & ON BEHALF OF THE BOARD


(H.M. SURANA)
DIRECTOR
DIN:00142091


(A.K. MAHARSHI)
DIRECTOR
DIN: 00519756

KINETIC IMPEX LIMITED
8, CAMAC STREET, KOLKATA - 700 017
CIN: L51909 WB1985PLC039455

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2016

<u>PARTICULARS</u>	<u>FOR THE YEAR ENDED 31.03.2016 Rs.</u>	<u>FOR THE YEAR ENDED 31.03.2015 Rs.</u>
<u>a) Cash Flow from Operating Activities:</u>		
Net Profit after Tax	10,830,660	11,369,399
Adjustments For		
Depreciation	-	979
Finance exps	4,696,747	87,189,390
Provision for Current Tax	2,816,000	2,970,000
Provision for Deferred tax	-	(790)
Excess provision for Earlier Years	-	-
Operating Profit before Working Capital Changes	18,343,408	101,528,978
(Increase) Decrease in Loans and Advances	24,395,283	(205,017,748)
Increase (Decrease) in current Liabilities	(11,267,631)	2,095,274
Cash Generated from operations	31,471,059	(101,393,496)
Net Cash from operating activities	31,471,059	(101,393,496)
<u>b) Cash Flow from Investing Activities</u>		
Sale(purchase) of other Investments	1,568,593	(320,000)
Net cash from/used in Investing activities	1,568,593	(320,000)
<u>c) Cash Flow from Financing Activities</u>		
Repayment of Short Term loan	(27,645,784)	182,545,280
Finance exps	(4,696,747)	(73,865,043)
Net Cash From/ used in from Financing Activities	(32,342,531)	108,680,237
<u>d) Net increase in Decrease in cash and cash equivalent</u>	697,120	6,966,741
Cash and cash equivalent in the beginning	873,578	362,218
Cash and cash equivalent in the end	482,106	873,578
		(6,455,381.02)

The above cash flow statement has been prepared under the Indirect Method as set out in Accounting Standard 3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India.

Previous years figures have been rearranged / regrouped wherever necessary

As per our report of even date annexed hereto,

For R. PUGALIA & CO.

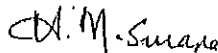
Chartered Accountants,



R. PUGALIA & CO.
PUGALIA KUMAR PUGALIA

M.No. 053972

Firm Regn. No. 318188E
Kolkata, 30th May, 2017

FOR & ON BEHALF OF THE BOARD


(D.M. SURANA)
DIRECTOR
DIN:00142091


(A.K. MAHARSINI)
DIRECTOR
DIN: 00519756

KINETIC IMPEX LIMITED
CONSOLIDATED SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST MARCH, 2016

XX Principles of Consolidation

The financial statements of the company include the share of profit/ (loss) of associate company in which the company has significant influence and which is neither a subsidiary nor a joint venture, which are accounted under 'Equity Method' in accordance with Accounting Standard (AS) 23 "Accounting for Investment in Associates in Consolidated Financial Statements, as per which the share of profit/ (loss) of associate company has been added and restricted to the cost of investment.

The CPS has been prepared using uniform accounting policies for the like transactions and other events in similar circumstances to the extent possible across the company and are presented, to the extent possible, in the same manner as per the parent's separate financial statements.

The list of associate included in consolidation are mentioned below:

Name	Country of Incorporation	Proportion of Ownership Interest 31st March, 2016	Proportion of Ownership Interest 31st March, 2015
Ashulok Steel Traders Pvt. Ltd.	India	24%	24%
Dependable Consumable Goods P. Ltd	India	24%	24%
High Image Plastic Traders P. Ltd.	India	24%	24%
Inspiration PVC Compounds P. Ltd.	India	24%	24%
Ujjaval Traders Private Limited	India	24%	24%

Additional information (as required by Sch-III of the Companies Act, 2013):

Name	Net Assets i.e. Total Assets minus Total Liabilities		Share in profit or loss	
	As % of Consolidated Net Assets	Amount as at 31 March, 2016 (₹)	As % of Consolidated profit or loss	Amount as at 31 March, 2016 (₹)
Kinetic Impex Limited		36,651,610	96.29%	11,369,399
Ashulok Steel Traders Pvt. Ltd.		(33,943.68)	-0.03%	(3,384.24)
Dependable Consumable Goods P. Ltd		348,074.40		(2,593.20)
High Image Plastic Traders P. Ltd.		373,372.32		(2,676.48)
Inspiration PVC Compounds P. Ltd.		1,260,207.60	3.81%	449,612.88
Ujjaval Traders Private Limited		(48,137.04)	-0.03%	(3,231.84)
Total		38,551,183.60	100%	11,807,126.12

