



BALANCE SHEET AS AT 31st MARCH, 2016

Particulars	Note	As at 31.03.2016 Amount USD	As at 31.03.2015 Amount USD
EQUITY AND LIABILITIES			
Shareholders' Funds	3	10,000.00	10,000.00
Share Capital	4	166,745.95	155,499.73
Reserves and Surplus		176,745.95	165,499.73
Current Liabilities			
Trade Payables	5	1,362,094.98	140,053.22
Other Current Liabilities	6	3,046.34	-
Short-term Provisions	7	2,400.00	71,958.85
		1,367,541.32	212,012.07
		1,544,287.27	377,511.80
Total			
ASSETS			
Current Assets	8	1,323,286.67	-
Trade Receivables	9	221,000.60	375,281.80
Cash and Bank Balances	10	-	2,230.00
Short-term Loans and Advances			
		1,544,287.27	377,511.80
Total			
Summary of Significant Accounting Policies	2.1		
The accompanying notes are integral part of the Financial Statements.			



RATNAMANI INC.

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31st MARCH 2016

Particulars	Note	Year Ended 31.03.2016 Amount USD	Year Ended 31.03.2015 Amount USD
INCOME			
Revenue from Operations	11	3,341,756.11	9,473,305.37
Other Income	12	-	143,926.89
Total Revenue		3,341,756.11	9,617,232.26
EXPENSES			
Cost of Goods Sold	13	3,261,824.51	9,202,687.70
Employee Benefits Expense	14	21,246.39	10,091.06
Finance Costs	15	582.65	85,215.50
Other Expenses	16	44,456.34	91,779.42
Total Expenses		3,328,109.89	9,389,773.68
Profit Before Exceptional and Extraordinary Items		13,646.22	227,458.58
Exceptional Items		-	-
Profit Before Extraordinary Items and Tax		13,646.22	227,458.58
Extraordinary Items		-	-
Profit Before Tax		13,646.22	227,458.58
Tax Expense:			
Current Tax		2,400.00	71,958.85
Excess Provision for Current Tax of earlier years		-	-
Deferred Tax Expense		-	-
Profit After Tax		11,246.22	155,499.73
Add:- Prior Period Items		-	-
Net Profit		11,246.22	155,499.73
Summary of Significant Accounting Policies	2.1		
The accompanying notes are integral part of the Financial Statements.			



RATNAMANI INC.

Cash Flow Statement for the year ended on 31st March 2016

(Amount in USD)

	2015-16	2014-15
A: CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax as per Statement of Profit and Loss	13,646.22	227,458.58
Adjusted For:		
Interest Income	582.65	(84,883.54)
Interest Expenses	582.65	84,883.54
Operating Profit before working capital changes	14,228.87	227,458.58
Adjusted For:		
Decrease/(Increase) in short term loans and advances	2,230.00	(2,230.00)
Decrease/(Increase) in trade receivables	(1,323,286.67)	-
Increase/(Decrease) in trade payables	1,222,041.76	140,053.22
Increase/(Decrease) in short term provisions	646.34	-
Cash Generated from Operations	(84,139.70)	137,823.22
Direct Taxes Paid	(69,558.85)	365,281.80
Net Cash Generated from Operating Activities	(153,698.55)	365,281.80
B: CASH FLOW FROM INVESTING ACTIVITIES		
Interest Income	-	84,883.54
Net Cash (used in)/generated from Investing Activities	-	84,883.54
C: CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Issue of Shares	-	10,000.00
Interest Paid	(582.65)	(84,883.54)
Net Cash (used in) Financing Activities	(582.65)	(74,883.54)
Net (Decrease)/ Increase in Cash and Cash Equivalents	(154,281.20)	375,281.80
Opening Balance of Cash and Cash Equivalents	375,281.80	-
Closing Balance of Cash and Cash Equivalents (Refer note no. 09)	221,000.60	375,281.80
Components of cash and cash equivalents		
Balances with Banks in Current Accounts	221,000.60	375,281.80
Total cash and cash equivalents (note 09)	221,000.60	375,281.80



- 1 **CORPORATE INFORMATION :**
Ratnamani Inc is a wholly owned subsidiary Company of Ratnamani Metals & Tubes Ltd; domiciled in USA incorporated under the General Corporation Law of Delaware. The Company is engaged in trading of stainless steel pipes and tubes and carbon steel pipes.

- 2 **BASIS OF ACCOUNTING:**
The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under Section 133 of the Companies Act, 2013 read together with paragraph 7 of the Companies (Account) Rules 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention. The financial statements are prepared for the special purpose of consolidation with the accounts of Ratnamani Metals and Tubes Limited, India.

- 2.1 **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**
 - a. **USE OF ESTIMATES:**
The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities and the disclosure of contingent liabilities at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets and/or liabilities in future periods.

 - b. **REVENUE:**
 - i) Revenue from operations is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection. Revenue from operations & Income from operations represents the amounts receivable for goods.

 - c. **INCOME TAXES:**
Tax expenses comprise current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Federal Tax Rates applicable in USA. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

 - d. **PROVISIONS:**
A provision is recognised when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

 - e. **CONTINGENT LIABILITY:**
A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements. A contingent assets is neither recognized nor disclosed.

 - f. **CASH AND CASH EQUIVALENT:**
Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

 - g. **CASH FLOW STATEMENT:**
Cash flow statement is prepared using the indirect method, whereby profit before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flow from operating, investing and financing activities of the Company are segregated based on the available information.

 - h. **OPERATING LEASE:**
Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.

 - i. **TRANSLATION OF THE FINANCIAL STATEMENTS:**
Translations of the financial statements have been done using the following exchange rates:-
 - (a) Assets and Liabilities have been translated by using the rates prevailing as on the date of the balance sheet.
 - (b) Income and Expense items have been translated by using the average rate of exchange prevailing during the year, which approximates to the exchange rate prevailing at the transaction date.
 - (c) Exchange difference arising on translation of financial statements of non integral operations as specified above is recognized in the Foreign Currency Translation Reserve.



RATNAMANI INC.

Notes to Financial Statements for the Year ended 31st March, 2016

	As at 31.03.2016 Amount USD	As at 31.03.2015 Amount USD
NOTE : 3		
SHARE CAPITAL		
Issued, Subscribed and Paid-up		
10,000 (10000) Equity Shares of \$ 1/- each (P.Y.\$ 1)	10,000.00	10,000.00
	10,000.00	10,000.00
NOTE : 4		
RESERVES AND SURPLUS		
General Reserve		
Balance as per last year		-
Add:- Transferred from Statement of Profit and Loss		-
Foreign Exchange Translation Reserve		
Balance as per last year		-
Add :- For the Period		-
Surplus in the Statement of Profit and Loss		
Balance as per last year	155,499.73	-
Profit for the year	11,246.22	155,499.73
Less:- Appropriations		
Transferred to General Reserve		-
Net Surplus in the Statement of Profit and Loss	166,745.95	155,499.73
Total Reserves and Surplus	166,745.95	155,499.73
NOTE : 5		
TRADE PAYABLES		
Trade Payables	1,362,094.98	140,053.22
	1,362,094.98	140,053.22
NOTE : 6		
OTHER CURRENT LIABILITIES		
Statutory dues payable	3,046.34	-
	3,046.34	-
NOTE : 7		
SHORT TERM PROVISIONS		
Provision for Income Tax	2,400.00	71,958.85
	2,400.00	71,958.85
NOTE : 8		
TRADE RECEIVABLES		
Outstanding for a period exceeding six months from the due date		
- Considered good		-
Other receivables		
* - Considered good	1,323,286.67	-
	1,323,286.67	-
NOTE : 9		
CASH AND BANK BALANCES		
Balances with Banks and Current accounts		
- Bank of America	221,000.60	2,702.82
- Citi Bank	-	372,578.98
	221,000.60	375,281.80
NOTE : 10		
LOANS AND ADVANCES		
- Security Deposits	-	2,230.00
	-	2,230.00



Notes to Financial Statements for the Year ended 31st March, 2016

	Year Ended 31.03.2016 Amount USD	Year Ended 31.03.2015 Amount USD
NOTE : 11 REVENUE FROM OPERATIONS		
Sale of Products (Refer note no. 11.1)		
- Finished Goods	3,236,756.11	9,473,305.37
Other Operating Revenue		
- Others	105,000.00	-
Revenue from Operations	3,341,756.11	9,473,305.37
NOTE : 11.1 Details of Products Sold		
Finished goods sold		
- Stainless Steel Tubes & Pipes	2,841,368.40	
- Carbon Steel Pipes	395,387.71	9,473,305.37
	3,236,756.11	9,473,305.37
NOTE : 12 OTHER INCOME		
- Interest Income	-	84,883.54
- Bad debts recovered/ sundry balances written back	-	0.35
- Labour Charges Recovered	-	21,693.00
- C & F Charges Recovered	-	37,350.00
- Storage Charges Recovered	-	-
	-	143,926.89
NOTE : 13 COST OF GOODS SOLD		
- Opening Inventory	-	-
- Add: Purchases (Refer Note 13.1)	3,261,824.51	9,202,687.70
- Less: Closing Inventory	3,261,824.51	9,202,687.70
Cost of Goods sold	3,261,824.51	9,202,687.70
Note: 13.1 Details of Cost of Goods sold		
- Stainless Steel Tubes & Pipes	2,844,471.60	
- Carbon Steel Pipes	417,352.91	9,202,687.70
	3,261,824.51	9,202,687.70
NOTE : 14 EMPLOYEE BENEFITS EXPENSE		
Salaries, Wages and Bonus	19,500.00	10,091.06
Staff Welfare Expenses	1,746.39	-
	21,246.39	10,091.06
NOTE : 15 FINANCE COSTS		
Interest	-	84,883.54
Bank charges	582.65	331.96
	582.65	85,215.50
NOTE : 16 OTHER EXPENSES		
Legal & Consultancy Charges	15,481.00	10,591.62
Labour Charges	-	21,693.00
Freight ,Transport & Clearing Charges	16,082.19	37,350.00
Traveling & Conveyance Expenses	267.04	11,905.62
Rent	6,750.00	9,996.69
Rates & Taxes	5,716.01	-
Other Expenses	160.10	242.49
	44,456.34	91,779.42



RATNAMANI INC.

Notes to Financial Statements for the Year ended 31st March, 2016

17 Related Party disclosures
As required by Accounting Standard - AS 18 "Related Parties Disclosures" notified under the Companies (Accounting Standards) Rules, 2006, the details are as follows :

- A Relationships
(a) Parent Company
- Ratnamani Metals and Tubes Limited

B The following table provides the total amount of transactions that have been entered into with related parties for the relevant financial year:

Particulars	(Amount in USD)	
	2015-16	2014-15
Equity Subscribed	-	10,000.00
Interest Expense	-	84,883.54
Reimbursement of Expense	-	21,296.68
Other Expenses	-	59,043.00
Purchases	3,261,824.51	9,202,687.70
Receipt of Loans	-	12,768.84
Repayment of Loans	-	12,768.84
Outstanding payable as at year end	1,328,916.97	140,053.21

18 Imported and indigenous raw materials, components and spare parts consumed

Particulars	2015-16		2014-15	
	%	(Amount in \$)	%	(Amount in \$)
Raw Materials				
Indigenous			100.00	9,202,687.70
Imported	100.00	3,261,824.51	100.00	9,202,687.70
	100.00	3,261,824.51	100.00	9,202,687.70

19 Earnings Per Share (EPS):

Particulars		2015-16	2014-15
		(\$)	(\$)
i) Profit as per Statement of Profit & Loss	(\$)	11,246.22	155,499.73
ii) Weighted average No. of shares for EPS computation	No.	10,000.00	5,589.00
a) For Basic EPS (Nos)	No.	10,000.00	5,589.00
b) For Diluted EPS (Nos) *			
Earnings per Share (Basic)	(\$)	1.12	27.82
Earnings per Share (Diluted)	(\$)	1.12	27.82
Nominal Value of Shares	(\$)	1.00	1.00