

# Vishal Retail Pvt. Ltd.

FIRST ANNUAL REPORT 2001-02

**VISHAL RETAIL PRIVATE LIMITED**

**DIRECTORS' REPORT**

To  
The Shareholders

Your directors have pleasure in presenting herewith their first Annual Report together with the Audited Accounts of the Company for the period ended 31st March, 2002.

**Financial Results**

Your directors have pleasure to present financial figures as below :

	<u>Amount ( Rs.)</u>
Profit before depreciation	4291945.89
Less: Depreciation	<u>1457343.94</u>
	2834601.95
Less: Provision for Tax	<u>217000.00</u>
Profit After Tax	<u>2617601.95</u>
(Balance Carried to Balance Sheet)	

The directors, however keeping in mind the future expansion programmes of the Company, expresses their inability to declare any dividend for the period.

**Year in Retrospect**

During the period, the Company took over M/s. Vishal Garments and M/s. The Vishal Garments as a going concern. With such takeover and opening of new megastores, the company was having seven megastores as at 31<sup>st</sup> March, 2002, i.e., four in Kolkata, one in Bhubneshwar, one in Cuttack and one in Ranchi. Since the takeover and opening of stores was mostly effected in the later part of the year, full impact on sales and profitability will be reflected in the accounts in the forthcoming years.

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### **New Developments**

Post Balance Sheet date, the Company has opened megastores at Indore, Jaipur, Siliguri and Varanasi. All the stores of the company are running very well and barring unforeseen circumstances, the company expects to cross turnover of more than Rs.75 crores in the next year.

### **Directors Responsibility Statement**

Yours directors confirm that :

- i) in the preparation of the annual accounts, applicable accounting standards have been followed;
- ii) the accounting policies are consistently applied and reasonable, prudent judgement and estimates are made so as to give a true and fair view of the state of affairs of the Company at the end of the financial period;
- iii) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) that the directors had prepared the annual accounts on a going concern basis.

### **Auditors Appointment**

The existing Auditors M/s. Chhaparia & Associates, Chartered Accountants, retire at the conclusion of the ensuing Annual General Meeting and being eligible offer themselves for reappointment.

### **Compliance Certificate**

In accordance with Section 383A of the Companies Act, 1956 and Companies (Compliance Certificate) Rules, 2001, the Company has obtained a certificate from a Secretary in whole time practice confirming that the Company has complied with all the provisions of the Companies Act, 1956 and a copy of such certificate is annexed to this report.

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**Others**

Particulars as to Employees under the Companies (Particulars of Employees) Rules, 1975 and as to conservation of Energy and Technology absorption and Foreign Exchange earnings and Outgo under the Companies (Disclosure of Particulars in the report of Board of Directors) Rules 1988 are not applicable.

**Acknowledgement**

The spirit of the people at Vishal Retail Private Limited has been the Company's greatest strength. The Company in its very short span of less than one year has achieved a great milestone. The credit for this clearly goes to the management team and work force whose commitment have made this possible. The entire team played a very important role in opening of various Showrooms, industrial harmony and supporting various initiatives undertaken by the management.

Your directors wish to thank our suppliers, bankers, auditors, shareholders and all others who have been associated with us.

Registered Office:

54/4C, Strand Road,  
Kolkata – 700 006.  
West Bengal.

**For & On Behalf of Board**

**VISHAL RETAIL (P) LTD.**

*Uma Agarwal*

**Director**

**DIRECTOR**

Date :- The 5<sup>th</sup> day of September, 2002.

Place :- Kolkata.

AUDITORS' REPORT

We have audited the attached Balance Sheet of **VISHAL RETAIL PRIVATE LIMITED** as at 31<sup>st</sup> March 2002, signed by us under reference to this report and the relative Profit & Loss account of the Company for the period ended on that date annexed thereto. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards required that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion. We report that :-

- a) We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purposes of our audit
- b) In our opinion, proper books of accounts, 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 and Profit & Loss Account dealt with by the report are in agreement with the books of accounts.
- d) In our opinion, the Profit & Loss Account and the Balance Sheet comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
- e) On the basis of representations received from the directors of the Company, we report that no director is disqualified from being appointed as a director of the Company under clause (g) of sub-section (1) of section 274 of the Companies Act, and
- f) In our opinion and to the best of our information and according to the explanations given to us, the said statement of account give the information required by the Companies Act, 1956 in the manner so required, and give a true and fair view :-
  - i) in the case of the Balance Sheet, of State of Affairs of the Company as at 31st March, 2002; and

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- ii) in the case of the Profit & Loss account of the Profit of the Company for the period ended on that date.

As required by the Manufacturing and Other Companies (Auditor's Report) Order and on the basis of such checks of books and records of the Company as considered appropriate and the information and explanations given to us during the course of our audit, we further state as follows :-

1. The Company has maintained records showing full particulars including quantitative details and situation of its Fixed Assets. No material discrepancy was found between the book records and such physical verification.
2. None of the Fixed Assets of the Company have been revalued during the period.
3. As informed to us, the physical verification has been conducted by the management at regular intervals. Since no stock register is maintained, the question of comparison of physical stock with book stock doesn't arise.
4. In our opinion, the frequency of physical verification and procedures followed by the management for such physical verification are reasonable and adequate in relation to the size of the Company and nature of its business. In our opinion, the valuation of these stocks is fair and proper and in accordance with normally accepted accounting principles.
5. The Company has taken interest free loans from parties listed in the register maintained U/S 301 of the Companies Act, 1956. In our opinion, such loans are not prejudicial to the interests of the Company. No loan has been taken from the Companies under the same management U/S 301 (1B) of the Companies Act, 1956.
6. The Company has not granted any loan secured or unsecured to companies, firms or other parties listed in the register maintained U/S 301 of the Companies Act, 1956 and/or to the companies under the same management as defined under sub-section (1B) of section 370 of the Companies Act, 1956.
7. In our opinion and according to the information and explanation given to us, the transaction of purchase of goods and/or securities and/or sale of securities made in pursuance of contract or arrangements entered in the Register maintained under section 301 and aggregating during the years to Rs.50000/- or more in respect of each party appears to have been made at prices which are reasonable.

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8. The Company has regular procedure for determination of damaged or obsolete goods. Adequate provision has been made in the accounts for the same.
9. The Internal Control procedure for the purchase of Goods, Components, Fixed Assets and with regards to the sale of garments are adequate and commensurate with the size of the Company and nature of its business .
10. The Company has adequate internal audit system commensurate with its size and nature of its business.
11. According to the records of the Company, the company is generally regular in depositing Provident Fund and E.S.I. dues during the year with appropriate authorities.
12. The Company has not received any deposits during the period within the meaning of Companies (Acceptance of Deposit) Rules 1975, as amended.
13. As per information and explanation given to us and as per available records, no undisputed amount payable in respect of Income Tax, Sales Tax, Wealth Tax, Custom Duty and Excise Duty was outstanding as at 31<sup>st</sup> March, 2002 for a period of more than six months from the date they became payable.
14. During the course of our examination of the books of account carried out in accordance with the generally accepted auditing practices, we have not come across any personal expenses, other than those payable under contractual obligations or in accordance with generally accepted business practices, which have been charged to Revenue Account.
15. Other Clauses of the aforesaid order are not applicable for the year under review.



For **CHHAPARIA & ASSOCIATES**  
Chartered Accountants

*Chhaparia*  
(KRISHNA KUMAR CHHAPARIA)  
Partner

Place : Kolkata.

Dated : The 8<sup>th</sup> day of September, 2002.

**VISHAL RETAIL PRIVATE LIMITED**

**BALANCE SHEET AS AT 31ST MARCH, 2002**

	<u>SCHEDULE</u>	<u>AMOUNT(Rs.)</u>	<u>AMOUNT(Rs.)</u>
<b><u>SOURCES OF FUNDS</u></b>			
Share Capital	1		58,995,000.00
Reserves & Surplus	2		2,617,601.95
Secured Loan	3		18,124,769.11
Unsecured Loan	4		4,524,868.68
			<u>84,262,239.74</u>
<b><u>APPLICATION OF FUNDS</u></b>			
<b><u>Fixed Assets</u></b>	5		
Gross Block		23,059,594.82	
Less: Depreciation		<u>1,457,343.94</u>	
Net Block			21,602,250.88
<b><u>Current Assets, Loans &amp; Advances</u></b>			
Inventories	6	67,910,424.19	
Cash & Bank Balances	7	8,828,206.79	
Loans & Advances	8	<u>15,321,420.11</u>	
		92,060,051.09	
Less: Current Liabilities & Provisions	9	<u>29,621,582.23</u>	
<b>Net Current Assets</b>			62,438,468.86
<b>Miscellaneous Expenditure</b> (to the extent not written off or adjusted)	10		221,520.00
			<u>84,262,239.74</u>
<b>SIGNIFICANT ACCOUNTING POLICIES &amp; NOTES ON ACCOUNTS</b>	13		

IN TERMS OF OUR REPORT OF EVEN DATE ATTACHED

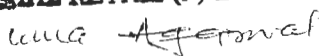
For **CHHAPARIA & ASSOCIATES**,  
Chartered Accountants

  
(KRISHNA KUMAR CHHAPARIA)  
Partner



Date : The 5<sup>th</sup> day of September, 2002.

Place : Kolkata.

**VISHAL RETAIL (P) LTD.**  
  
**Director**

**VISHAL RETAIL (P) LTD.**  
  
**Director**



**VISHAL RETAIL PRIVATE LIMITED**

**PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 31ST MARCH '2002**

	<b><u>SCHEDULE</u></b>	<b>AMOUNT (RS.)</b>
<b><u>INCOME</u></b>		
Sales		140,956,617.00
Other Income	11	1,059,732.00
Closing Stock		67,910,424.19
Total (A)		<u>209,926,773.19</u>
<b><u>EXPENDITURE</u></b>		
Acquired on Takeover		40,213,285.00
Purchase		138,936,427.47
Operative, administrative & Other Expenses	12	26,429,734.83
Depreciation		1,457,343.94
Preliminary Expenses Written off		55,380.00
Total (B)		<u>207,092,171.24</u>
PROFIT/(LOSS) BEFORE TAX (A - B)		2,834,601.95
Less: Provision for Tax		217,000.00
PROFIT/(LOSS) AFTER TAX		<u>2,617,601.95</u>
<b>BALANCE CARRIED TO BALANCE SHEET</b>		<u>2,617,601.95</u>

SIGNIFICANT ACCOUNTING POLICIES  
& NOTES ON ACCOUNTS

13

IN TERMS OF OUR REPORT OF EVEN DATE ATTACHED

For **CHHAPARIA & ASSOCIATES**  
Chartered Accountants

  
(KRISHNA KUMAR CHHAPARIA)  
Partner



Date : The 5<sup>th</sup> day of September, '2002.

Place : Kolkata.

**VISHAL RETAIL (P) LTD.**  
*Uma Agarwal*  
**Director**

**VISHAL RETAIL (P) LTD.**  
*Basel*  
**Director**

VISHAL RETAIL PRIVATE LIMITED

SCHEDULES ATTACHED TO THE BALANCE SHEET & PROFIT & LOSS ACCOUNT

**SCHEDULE : 5  
FIXED ASSETS**

Particulars	Acquired on takeover	GROSS BLOCK		DEPRECIATION		NET BLOCK
		RS.	RS.	RS.	RS.	
		Addition during the Period	As At 31/03/2002	For The Period	As At 31/3/2002	As At 31/03/2002
Air Condition Machine	1,114,524.00	2,004,251.00	3,118,775.00	134,672.94	134,672.94	2,984,102.06
Aquaguard	-	50,600.00	50,600.00	1,568.00	1,568.00	49,032.00
Computer	3,244,428.00	2,830,780.00	6,075,208.00	685,618.00	685,618.00	5,389,590.00
Furniture & Fittings	1,779,209.32	3,371,217.29	5,150,426.61	276,250.00	276,250.00	4,874,176.61
Generator Set	351,812.00	1,090,920.00	1,442,732.00	50,759.00	50,759.00	1,391,973.00
Motor Car	1,173,241.00	871,965.00	2,045,206.00	106,326.00	106,326.00	1,938,880.00
Motor Cycle	198,779.81	163,339.00	362,118.81	25,756.00	25,756.00	336,362.81
Cycle	2,780.00	1,450.00	4,230.00	269.00	269.00	3,961.00
Cash Counting Machine	147,600.00	146,880.00	294,480.00	8,882.00	8,882.00	285,598.00
Electric Equipments & Fittings	2,366,227.40	1,818,660.00	4,184,887.40	154,521.00	154,521.00	4,030,366.40
Fire Extinguisher	43,566.00	58,614.00	102,180.00	3,577.00	3,577.00	98,603.00
Office Equipment	227,761.00	990.00	228,751.00	9,145.00	9,145.00	219,606.00
<b>Total</b>	<b>10,649,928.53</b>	<b>12,409,666.29</b>	<b>23,059,594.82</b>	<b>1,457,343.94</b>	<b>1,457,343.94</b>	<b>21,602,250.88</b>

VISHAL RETAIL (P) LTD.

*Leena Agarwal*

Director

VISHAL RETAIL (P) LTD.

*Bha*

Director



# VISHAL RETAIL PRIVATE LIMITED

## DETAILS OF ACCOUNTS

Amount(Rs.)

Amount(Rs.)

### DEPOSITS

CESEC Securities Deposits	8,910.00	
Electriciti Security Deposit BBSR	225,695.00	
Electriciti Security Deposit Cuttack	393,272.00	
Electriciti Security Deposit Kolkata	201,000.00	
Electriciti Security Deposit Ranchi	336,970.00	
Telephone Security Deposit BBSR	12,360.00	
Telephone Security Deposit Ranchi	2,000.00	
Telephone Security Deposit Kolkata	10,260.00	
Sales Tax Securities Deposit	5,000.00	
Sales Tax Securities Deposit BBSR	6,000.00	
Sonodyne Electronics Pvt. Ltd	25,000.00	
Security Deposits Towards Premises	5,087,125.00	<u>6313592.00</u>

### SECURITY DEPOSIT TOWARDS PREMISES

Ashok Patodia (Varanasi)	600,000.00	
Bhanu Properties	1,860,000.00	
Bhubaneswar Co-operative Society	126,000.00	
Business Park Developer Pvt. Ltd (Delhi)	46,125.00	
Business Park Promoters Pvt. Ltd (Delhi)	46,125.00	
Green Park Estate Pvt Ltd(Delhi)	46,125.00	
Green Valley Towers Pvt Ltd(Delhi)	46,125.00	
Gyan Chand Jain (Ranchi)	150,000.00	
Orient Trading Corporation (Kolkata)	330,000.00	
Rajasthan Investments Co. Pvt. Ltd. (Kolkata)	377,025.00	
Prakash Chandra Jain & Sons (HUF)	100,000.00	
The Z Estates	1,359,600.00	<u>5087125.00</u>

### ADVANCES FOR FIXED ASSETS

Amtrex Hitachi Appliances Ltd.	427,500.00	
Ginni Systems Pvt. Ltd.	35,000.00	<u>462500.00</u>

### OTHERS ADVANCES

Advance Rent	300,364.00	
Advance Income Tax (Asst Year 02-03)	150,000.00	
Advance Sales Tax	3,099.12	
Howrah Land & Holding Pvt. Ltd.	500,000.00	
Sales Tax (Advances )	48,465.00	
TDS Receivable (Asst. Year 02-03)	88,930.00	
Unicon Marketing Pvt Ltd.	2,950,000.00	
Hire Purchase Interest (Qualis)	13,691.01	
Hire Purchase Interest (Maruti Omni)	13,248.00	
Interest Receivable (Qualise)	1,474.46	
Vishal Apparel (Delhi)	3,396,369.00	
Vishal Fashions Pvt. Ltd	819,324.00	<u>8284964.59</u>

VISHAL RETAIL (P) LTD.

*Uma Agarwal*

Director

VISHAL RETAIL (P) LTD.

*Y. S. S.*

Director



# VISHAL RETAIL PRIVATE LIMITED

## DETAILS OF ACCOUNTS

	<u>Amount(Rs.)</u>	<u>Amount(Rs.)</u>
<b><u>RENT PAYABLE</u></b>		
Basu Properties Ltd.	81,000.00	
Business Park developers Pvt. Ltd.(Delhi)	24,636.00	
Business Park Promoters Pvt. Ltd.(Delhi)	12,966.00	
Green Park Estate Pvt. Ltd(delhi)	10,598.00	
Green Valley Towers Pvt. Ltd (Delhi)	8,175.00	
Gyanchandra Jain (Ranchi)	5,078.00	
Prakash Chand Jain & Sons (HUF)	6,254.00	
Rahul Kumar Jain (Ranchi)	5,078.00	
Ratan Devi Jain(Ranchi)	5,078.00	
Rent Payble (BBSR)	52,000.00	
Rent Payble (Lal Bazar)	13,648.50	
Sumit Jain (Ranchi)	5,078.00	
	<u>5,078.00</u>	<u>229589.50</u>
<b><u>TELEPHONE EXPENSES PAYABLE</u></b>		
Telephone Charges Payable (BBSR)	4,848.00	
Telephone Charges Payable (Cuttack)	4,982.00	
Telephone Charges Payable (Kolkata)	28,734.00	
	<u>28,734.00</u>	<u>38564.00</u>
<b><u>CREDITORS FOR EXP (OTHERS)</u></b>		
Empire Digital Prints	36,399.00	
HMCL (Diversified)	19,000.00	
JMP Associates	18,980.00	
Poddar Associates	66,937.00	
Print Pack	19,800.00	
Specgraph (India) Pvt. Ltd.	44,795.00	
	<u>44,795.00</u>	<u>205911.00</u>
<b><u>CREDIT CARD RECEIVABLE</u></b>		
C.B.I. BBSR	70,370.00	
C.B.I -CUTTACK	3,060.00	
CITI BANK - GARIAHAT	63,386.40	
CITI BANK - PARK STREET	40,045.00	
CITI BANK - TIGER	8,504.12	
	<u>8,504.12</u>	<u>185365.52</u>

VISHAL RETAIL (P) LTD.

*Uma Aggarwal*

**Director**

VISHAL RETAIL (P) LTD.

*Yash*

**Director**



**VISHAL RETAIL PRIVATE LIMITED**

**DETAILS OF ACCOUNTS**

	<u>Amount(Rs.)</u>	<u>Amount(Rs.)</u>
<b><u>COMMISSION PAYABLE</u></b>		
Konark Furniture Pvt. Ltd	98,747.25	
Lourdes' Textile Pvt. Ltd.	1,486,455.57	
The Z Estates	244,849.00	
Unicon Marketing Pvt. Ltd.	113,540.00	<u>1943591.82</u>
<b><u>ELECTRICITY CHARGES PAYABLE</u></b>		
Bhanu Properties Ltd.	108,035.00	
Electriciti Charges Payable (BBSR)	100,091.00	
Electriciti Charges Payable (Ko;kata )	40,123.00	<u>248249.00</u>
<b><u>ESI (EMPLOYER'S CONTRIBUTION)</u></b>		
BBSR	13,129.00	
CUTTACK	3,776.00	
KOLKATA	45,159.90	
RANCHI	611.00	<u>62675.90</u>
<b><u>P.F. (EMPLOYER'S CONTRIBUTION)</u></b>		
BBSR	11,181.00	
CUTTACK	3,578.00	
KOLKATA	9,052.00	
RANCHI	512.00	<u>24323.00</u>
<b><u>ESI (EMPLOYEE'S CONTRIBUTION)</u></b>		
BBSR	4,841.00	
CUTTACK	1,392.00	
KOLKATA	16,644.10	
RANCHI	225.00	<u>23102.10</u>
<b><u>P.F. (EMPLOYEE'S CONTRIBUTION)</u></b>		
BBSR	9,854.00	
CUTTACK	3,154.00	
KOLKATA	7,990.00	
RANCHI	451.00	<u>21449.00</u>

VISHAL RETAIL (P) LTD

*Uma Agarwal*  
Director

VISHAL RETAIL (P) LTD

*J. S. S.*  
Director



# VISHAL RETAIL PRIVATE LIMITED

## DETAILS OF ACCOUNTS

	<u>Amount(Rs.)</u>	<u>Amount(Rs.)</u>
<b>C) LIABILITIES FOR FIXED ASSETS</b>		
Amba & Sons		17,407.00
Essen		87,294.00
Great Eastern Impex Pvt. Ltd		58,903.00
Leading Age Tec & Con Pvt Ltd		6,500.00
Rahul Commerce Pvt. Ltd		279,200.00
Shree Balaji International		152,010.00
Sonadyne Electronics Pvt. Ltd.		52,916.00
Staalion Systems and Solution Pvt. Ltd.		63,250.00
Sushsil Electricals		125,962.00
		<u>843,442.00</u>
<b>D) LIABILITES FOR OTHER FINANCE</b>		
Shree Ganeshji Maharaj		1.25
Sales Tax Payable		163,376.00
P.Tax Payable		6,820.00
P.F. (Employees' Cont.)		21,449.00
E.S.I. (Employees Cont.)		19,832.10
T. D. S. Payable		279,930.00
Priliminary Expenes		50,000.00
Book Overdraft (Excess Cheques Issued)		3,454,007.38
Prakash Chand Jain & sons (HUF) Ranchi Security Deposit		100,000.00
		<u>4,095,415.73</u>
<b>E) ADVANCES RECEIVED</b>		
Abhishek Steel	343,721.00	
Kanchan Devi Abhani	254,473.00	
Phagmal Abhani	356,358.00	
Phagmal Rajkumar Abhani (HUF)	407,267.00	
		<u>1361819.00</u>
<b>BANK BALANCES</b>		
Allahabad Bank	13,357.65	
'CICI (Cuttack)	475,000.00	
IDBI (BBSR)	1,142,900.07	
IDBI (Ranchi)	50,000.00	
Punjab & Sind Bank (BBSR)	605,170.82	
Punjab & Sind Bank (Cuttack)	104,605.50	
The Catholic Syrian Bank Ltd.	5,330.50	
UTI (Ranchi)	2,000,000.00	
		<u>4396364.54</u>
<b>BOOK OVERDRAFT (EXCESS CHEQUE ISSUED)</b>		
Citi Bank (TVG)	1,198,918.40	
Citi Bank (VG)	866,738.75	
Citi Bank	832,062.43	
Punjab & Sind Bank (Cal)	553,017.80	
		<u>3450737.38</u>



# VISHAL RETAIL PRIVATE LIMITED

## DETAILS OF ACCOUNTS

B/f	<u>Amount(Rs.)</u>	<u>Amount(Rs.)</u>
		16,920,894.96
Shree Shankeshwar Cotton Mills		10,208.00
Shree Vimal Fabrics		177,387.00
Shree Balaji Sarees		10,080.00
Skipper Synthetics (P) Ltd.		81,082.00
S. K. Suitings Bhilwara		66,651.00
Sona Traders		529,908.32
Soviet Hosiery Mills		148,901.00
Sree Devi Textiles		103,084.00
Stylex Knitwears		56,834.00
Subham Synthetics		119,757.00
Subhash Synthetics		27,070.00
Sunita Textile		122,014.00
Tanvee Arts		14,400.00
Trade Centre		546,235.00
Vaiyalal Sarees		49,813.00
Vallabh Knits & Fab		45,789.00
Vanita Sarees		70,326.00
Vardhman Knit		257,821.00
Vijay Ballabh Hosiery Factory		509,407.00
Vije Hosiery Mills		58,818.00
Vinsan Apparels		38,282.00
Winsway Hosiery Knit		184,704.00
		<u>20,149,466.28</u>

### B) LIABILITIES FOR EXPENSES :

Telephone Expenses Payable		38,564.00
Commission Payable		1,943,591.82
Electricity Charges Payable		248,249.00
P.F. (Employer's Cont.)		24,323.00
E.S.I. (Employer's Cont.)		53,810.90
Salaries Payable		56,000.00
Rent Payable		229,589.50
<u>Consultancy &amp; Legal Expenses</u>		
Auditors Remuneration (Erstwhile Vishal Garments)	21,000.00	
Auditors Remuneration (Erstwhile The Vishal Garments)	21,000.00	
Consultancy Charges	<u>13,650.00</u>	55,650.00

Auditors Remuneration		98,750.00
Others		205,911.00
		<u>2,954,439.22</u>



# VISHAL RETAIL PRIVATE LIMITED

## DETAILS OF ACCOUNTS

	<u>Amount(Rs.)</u>	<u>Amount(Rs.)</u>
B/f		3,390,392.00
Ginza Industries Ltd.		5,835.00
Gold Star Knit (P) Ltd.		1,009,817.00
Happy Collection Suitings		11,587.00
Harakchand Jaskaran		81,284.00
H. K. Apparels		205,407.00
Jain Amber Hosiery Mills (Regd.)		39,162.00
Jainam Silk Mills		945,942.00
Jain Samrat Hosiery Mills (Regd)		72,448.28
J. D. India Corporation		1,084,577.00
Jiwan Dass & Grandsons		118,959.00
J. K. Trading Company		793,964.00
Jmd Garments		587,048.00
Kajal Textiles		76,021.00
Kala Sangam		821,335.00
Kanchan Syntex		307,532.00
Kanti Textile (P) Ltd.		616,694.00
Kartik Apparels		384,045.00
Kuldip Oswal hosiery Mills		429,920.68
Kusum Textiles		44,822.00
Manmeet Enterprises		563,866.00
Marton Clothing Co. (P) Ltd.		281,250.00
Mewar Fabrics (P) Ltd.		15,552.00
Mittal Garments		190,640.00
Navkar International (P) Ltd		123,477.00
N. S. Garments		771,440.00
Opel Sulz (P) Ltd.		29,826.00
Oswal International		166,717.00
Prakash Knitwears		319,893.00
Praveen Knitwears		135,611.00
President Silk & Synthetics		150,803.00
Puja International		94,438.00
Pushpak		31,029.00
Rajan Knitting Works		190,148.00
Rakesh Textile		416,854.00
Ranjana Textile		365,790.00
Reetu Collection		238,121.00
Rishab Syntex		74,252.00
Ritu Silk Mills		74,266.00
R. R. Company		801,604.00
Sant Selections		169,422.00
Satyanarayan Maniklal		18,064.00
S. D. International		473,547.00
Shree Bhairav Textiles		158,145.00
Shree Nakoda Silk		39,348.00
C/f		<u>16,920,894.96</u>

VISHAL RETAIL (P) LTD.

*Uma Agarwal*  
Director

VISHAL RETAIL (P) LTD.

*Y. S. S.*  
Director





# VISHAL RETAIL PRIVATE LIMITED

## DETAILS OF ACCOUNTS

	<u>Amount(Rs.)</u>	<u>Amount(Rs.)</u>
<b><u>SHARE APPLICATION MONEY (PENDING ALLOTMENT)</u></b>		
Ram Chandra Agarwal (HUF)	1,050,000.00	
Ram Chandra Agarwal	60,000.00	
Ricon Commodities Pvt. Ltd	7,840,000.00	
Santa Agarwal	540,000.00	
Surendra Kumar Agarwal	500,000.00	
Sunita Khemka	190,000.00	
Manoj Khemka	350,000.00	
Unicon Marketing Pvt. Ltd.	<u>26,665,000.00</u>	<u>37,195,000.00</u>
<b><u>UNSECURED LOANS</u></b>		
<b><u>From Body Corporates</u></b>		
Chiki Finance Pvt. Ltd.	500,000.00	
Navin Trafin Pvt. Ltd	500,000.00	
Nandeshwar Fin Trade Pvt. Ltd.	1,000,000.00	
Quick Pay supplier Pvt, Ltd.	508,055.00	
Salarpuria Investment Pvt. Ltd.	1,027,534.00	
Octal Securities & Services Pvt Ltd.	<u>250,000.00</u>	3,785,589.00
<b><u>From Directors</u></b>		
Uma Agarwal	9,025.00	
Ram Chandra Agarwal	<u>730,254.68</u>	<u>739,279.68</u>
		<u>4,524,868.68</u>
<b><u>CURRENT LIABILITIES</u></b>		
<b><u>A) LIABILITIES FOR GOODS</u></b>		
Amarson International (P) Ltd.		287,805.00
Ambaji Creation		111,568.00
Amit Hosiery Mills		65,844.00
A. N. Jain Knitwears		276,569.00
Ankit Kumar Anjani Kumar		2,750.00
Arvind Brands Ltd.		33,400.00
Arvind Oswal		172,286.00
Bambi Apparels		270,879.00
Basanti Hosiery		9,480.00
Bhaiya Brothers		881,804.00
Champion		95,265.00
Chancellor Knitwears		231,910.00
Chirala Handloom (P) Ltd.		14,449.00
Dalmia Saree (P) Ltd.		35,400.00
Dasmesh knitting Works		63,842.00
Deeptex Agencies		13,747.00
Divya Silk Mills		79011.00
D. N. Gulati Hosiery		333,798.00
Dwarika Das Mohan Lal		350,609.00
Fashion House		6,664.00
Ganeriwal textile Agency		<u>53,312.00</u>
		<u>3,390,392.00</u>

C/f

VISHAL RETAIL (P) LTD.

Uma Agarwal

VISHAL RETAIL (P) LTD.

Director

Director



# VISHAL RETAIL PRIVATE LIMITED

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## Balance Sheet Abstract and Company's General Business Profile

I. **Registration No** 93501 **State Code** 21 **Balance Sheet Date** 31st March, 2002

II. **Capital raised during the year** (Amount in Rs. '000)

Public Issue	Nil	Right Issue	Nil
Bonus Issue	Nil	Private Placement	21800

III. **Position of Mobilisation and Deployment of Funds** (Amount in Rs. '000)

Total Liabilities	84262	Total Assets	84262
Sources of Funds :		Application of Funds :	
Paid-up Capital	58995	Net Fixed Assets	21602
Reserves & Surplus	2617	Investments	--
Secured Loans	18125	Net Current Assets	62438
Unsecured Loans	4525	Miscellaneous Expenditure	222
		Accumulated Losses	--

IV. **Performance of Company** (Amount in Rs. '000)

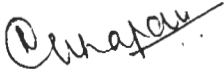
Turnover	142016	Total Expenditure	139181
Profit/(Loss) before Tax	2835	Profit/(Loss) after Tax & Provision	2618
Earning per Share (Rs.)	1.20	Dividend Rate %	--

V. **Generic Names of principal products, services of the Company**

Item Code No.	N.A.
Product Description	Garments

IN TERMS OF OUR REPORT OF EVEN DATE ATTACHED

For **CHHAPARIA & ASSOCIATES**  
Chartered Accountants

  
(KRISHNA KUMAR CHHAPARIA)  
Partner



Date : The 5th day of September '2002.

Place : Kolkata.

**VISHAL RETAIL P LTD**  
*Uma Aggarwal*  
Director

**VISHAL RETAIL (P) LTD**  
*[Signature]*  
Director

- 6 The balances of Sundry Creditors, Advances & Deposits are subject to confirmation/reconciliation.. Further, balances in some bank accounts are subject to confirmation.
- 7 a) The Cash Credit limit from Punjab & Sind Bank was originally sanctioned in the hands of Vishal Garments, which has been taken over by the Company.  
b) The Cash Credit limit from Bank of Baroda was originally sanctioned in the hands of The Vishal Garments, which has been taken over by the Company.
- 8 Registration of some motor vehicles is under process.
- 9 The Company does not possess information as to which of its suppliers are Ancillary Industrial Undertakings/Small Scale Industrial Undertaking holding permanent registration certificate issued by the Directorate of Industries of a State or Union Territory, consequently,  
a) The liability, if any, of interest which would be payable under the Interest on Delayed Payments to Small Scale & Ancillary Industrial Undertaking Act, 1993 can not be ascertained. However, the Company has not received any claim in respect of interest.  
b) the total outstanding to Small Scale Industrial Undertaking can not be ascertained.  
c) the names of Small Scale Industrial Undertaking to whom the Company owe a sum exceeding Rs. 1,00,000/- which is outstanding for more than 30 days cannot be ascertained.
- 10 The details of Auditors remuneration is as follows:
- |                                     |                  |
|-------------------------------------|------------------|
| i) Audit Fees                       | 57,750.00        |
| ii) Tax Audit Fees                  | 21,000.00        |
| iii) Company Law & Taxation Matters | 20,000.00        |
|                                     | <u>98,750.00</u> |
- 11 Additional information as required under Part - IV of Schedule VI to the Companies Act, 1956.

Contd.....3

**VISHAL RETAIL (P. LTD.**

*Uma Aggarwal*

**Director**

**VISHAL RETAIL (P) LTD.**

*[Signature]*

**Director**



## VISHAL RETAIL PRIVATE LIMITED

### SCHEDULE - 13

### SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS

#### A. SIGNIFICANT ACCOUNTING POLICIES

##### 1 GENERAL

- i) The Financial Statements have been prepared under the Historical cost Convention and materially comply with the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India. Accounting policies, not specifically referred to, are consistent with generally accepted accounting principles. The same are prepared on a going concern basis.
- ii) The Company follows mercantile system of accounting and recognises significant items of income and expenditure on accrual basis.

##### 2 STOCK-IN-TRADE

Stock in Trade of fabrics, Sarees, Readymade Garments etc. have been valued at lower of cost and market price.

##### 3 FIXED ASSETS

Fixed Assets have been stated at their historical cost less accumulated depreciation. Depreciation on Fixed Assets have been provided on written down value method at the rates and in the manner provided under schedule XIV to the Companies Act, '1956.

#### B NOTES ON ACCOUNTS

- 1 During the period the company has taken over M/S Vishal Garments(Prop: Mrs. Uma Agarwal) & M/S The Vishal Garments (Prop: Mr. Ran Chandra Agarwal) as a going concern with effect from 15.12.2001 (at the close of the business hour). The Closing Balances as on 15.12.2001 as per audited accounts of these concerns has been taken in the books of the Company.
- 2 The Company was incorporated on 23rd July '2001 and the accounts represents the transactions for the period from 23.07.2001 to 31.03.2002. Being the first year, previous year figures have not been given.
- 3 As explained to us, the sales are taking place at a number of company showrooms and it is not practically possible to maintain stock register at each showroom. As such, quantitative details cannot be furnished.
- 4 As at 31.03.2002, the Company is having stock of Consignor, as follows:

Vishal Apparels	RS. 6,189,700.00
Vishal Fashions (P) Ltd.	RS. 3,777,901.00
	<u>9,967,601.00</u>

These stock are not included in the closing stock figures mentioned in the Balance Sheet
- 5 In terms of Consignment Agreements made by the Company, the Company is liable to pay sales tax on consignment sales. Thus, sales tax includes tax on sales made as Consignee. During the period, the Company had made consignment sales of Rs. 68,85,284/- on which it has received consignment commission of Rs. 10,21,462/-. The consignment sales are not included in the sales figure mentioned in the Profit & Loss Account.

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**VISHAL RETAIL (P) LTD.**

*Uma Agarwal*  
Director

**VISHAL RETAIL (P) LTD.**

*J. D. S.*  
Director



# VISHAL RETAIL PRIVATE LIMITED

## SCHEDULES ATTACHED TO BALANCE SHEET & PROFIT & LOSS ACCOUNT

	<u>Amount(Rs.)</u>	<u>Amount(Rs.)</u>
<b><u>SCHEDULE : 11</u></b>		
<b><u>OTHER INCOME</u></b>		
Consignment Commission (T.D.S. RS. 78,944/-)	1,021,462.00	
Interest Received (T.D.S. RS. 9,740/-)	33,970.00	
Miscellaneous Income	4,300.00	<u>1059732.00</u>
<b><u>SCHEDULE : 12</u></b>		
<b><u>OPERATIVE, ADMINISTRATIVE &amp; OTHER EXPENSES</u></b>		
Cost of Employees	2,196,735.00	
Commission	7,858,371.34	
Sales Tax	2,168,200.00	
Electricity Charges	1,571,576.89	
Entry Tax (Orissa)	1,251,908.00	
Packing Charges	1,247,868.00	
Printing & Stationery	1,594,626.00	
Freight Charges	1,267,167.00	
Bank Interest	711,571.13	
Bank Charges	254,330.50	
Rent	538,744.75	
Advertisement	198,758.00	
Repairs & Maintenance	647,721.00	
Motor Car Expenses	464,084.53	
Travelling & Conveyance	687,781.72	
Consultancy & Legal Expenses	193,519.00	
Telephone Charges	368,060.00	
Sales Promotion	670,985.00	
Interest on Loan	222,555.52	
Computre Expenses	391,263.00	
Directors Remuneration	120,000.00	
Filing Fees	500.00	
Fuel	59,111.00	
General Expenses	909,214.85	
Insurance Charges	44,369.00	
Internet Charges	14,080.00	
Licence Fees	170,453.00	
Rates & Taxes	7,791.00	
Processing Charges	77,060.60	
General Expenses	2,500.00	
Security Service Charges	31,305.00	
Staff Welfare	252,557.00	
Auditors Remuneration	98,750.00	
Postage & Telegram	136,217.00	<u>26,429,734.83</u>

**VISHAL RETAIL (P) LTD.**

*Uma Aggarwal*

**Director**

**VISHAL RETAIL (P) LTD.**

*J. Das*

**Director**



# VISHAL RETAIL PRIVATE LIMITED

## SCHEDULES ATTACHED TO BALANCE SHEET & PROFIT & LOSS ACCOUNT

	<u>Amount(Rs.)</u>	<u>Amount(Rs.)</u>
<b><u>SCHEDULE : 6</u></b>		
<b><u>INVENTORIES</u></b>		
(As taken valued and certified by the Management)		
		67,910,424.19
		<u>67,910,424.19</u>
<b><u>SCHEDULE : 7</u></b>		
<b><u>CASH &amp; BANK BALANCES</u></b>		
<b><u>Balance with Scheduled Banks</u></b>		
On Current Accounts	4,396,364.54	
On Fixed Deposit Account	1,317,575.00	
Cash in Hand (as certified by the management)	<u>3,114,267.25</u>	<u>8,828,206.79</u>
<b><u>SCHEDULE : 8</u></b>		
<b><u>LOANS &amp; ADVANCES</u></b> (Unsecured, considered good)		
<b><u>Advances</u></b>		
(Advances receivable in cash or in kind or for value to be received)		
Credit Card Receivable	185,365.52	
Security Deposit	6,313,592.00	
Other Advances	8,284,964.59	
Prepaid Insurance	74,998.00	
Advances For Fixed Assets	<u>462,500.00</u>	<u>15,321,420.11</u>
<b><u>SCHEDULE : 9</u></b>		
<b><u>CURRENT LIABILITIES &amp; PROVISIONS</u></b>		
<b><u>Current Liabilities</u></b>		
Liabilities for Goods	20,149,466.28	
Liabilities for Expenses	2,954,439.22	
Liabilities for Fixed Assets	843,442.00	
Liabilities for Other Finance	4,095,415.73	
Advances Received	1,361,819.00	
<b><u>Provision</u></b>		
Provision for Income Tax (Asst. Year 2002-03)	<u>217,000.00</u>	<u>29,621,582.23</u>
<b><u>SCHEDULE : 10</u></b>		
<b><u>MISCELLANEOUS EXPENDITURE</u></b>		
(to the extent not written off or adjusted)		
Preliminary Expenditure		221,520.00
		<u>221,520.00</u>

VISHAL RETAIL (P) LTD.

*Uma Aggarwal*

Director

VISHAL RETAIL (P) LTD.

*Mal*

Director

