

Independent auditors' report

To the Members of Percept Waterproofing Services limited

Report on the financial statements

We have audited the accompanying financial statements of Percept Waterproofing Services limited (hereinafter referred to as "the Company"), which comprise the Balance sheet as at March 31, 2015, 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 financial statements

Management is responsible for the preparation of these financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the 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. The Management of the Company is responsible for 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; the selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the standards on auditing specified under section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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 financial statements.



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of the Balance sheet, of the state of affairs of the Company as at march 31, 2015;
- b) In the case of the Statement of Profit and Loss, of the Profit for the year ended on that date; and
- c) In the case of the Cash flow statement, of the cash flows for the year ended on that date.


Report on other legal and regulatory requirements

1. As required by the Companies (auditors' report) Order, 2015 ("the order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the annexure, a statement on the matters specified in paragraphs 4 and 5 of the order, to the extent applicable.
2. As required by section 143(3) of the Act, we report, to the extent applicable, that:
 - a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. The balance sheet, statement of profit and loss and cash flow statement dealt with by this report are in agreement with the books of account maintained for the purpose of preparation of the financial statements.
 - d. In our opinion, the balance sheet, statement of profit and loss and cash flow statement 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, 2015, and taken on record by the board of directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of section 164(2) of the Act.
 - f. In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
 - (i) The Company does not have any pending litigations which would impact its financial position;
 - (ii) The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise;



(iii) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

For Hari & Vasu
Chartered accountants
Firm registration no. 0010615


S. Paravasudevan
Partner
Membership no. 23124



Place: Bangalore
Date: 08.05.2015

Annexure to independent auditors' report

[referred to in paragraph 1 under 'report on other legal and regulatory requirements' in the independent auditors' report of even date to the members of percept waterproofing services limited on the financial statements for the year ended march 31, 2015]

- i.
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) All the fixed assets have been physically verified by the Management during the year, and there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. As informed, no material discrepancies were noticed on such verification.
 - c) In our opinion and according to the information and explanations given to us, a substantial part of fixed assets has not been disposed of by the Company during the year.
- ii.
 - a) The inventory (including stocks at sites) has been physically verified by the Management during the year. In our opinion, the frequency of verification is reasonable.
 - b) The procedures of physical verification of inventory followed by the Management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c) The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification carried out at the end of the year.
- iii. As informed, the Company has not granted any loans, secured or unsecured to Companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions stated in paragraph 3 (iii) (a) and (b) of the order are not applicable.
- iv. In our opinion and according to the information and explanations given to us, there exists an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system of the Company.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of sections 73 and 76 or any other relevant provisions of the Companies Act 2013.
- vi. We have broadly reviewed the books of account maintained by the Company in respect of products where, pursuant to the rules made by the Central Government of India, the maintenance of cost records has been prescribed under sub section (1) of section 148 of the Companies Act 2013, and we



are of the opinion that prima facie, the prescribed accounts and records have been made and maintained.

- vii.
- a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, cess and other material statutory dues applicable to it.
 - b) According to the information and explanations given to us, no undisputed amounts payable in respect of income-tax, wealth-tax, service tax, sales tax, customs duty, excise duty, cess, value added tax and other undisputed statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
 - c) According to the information and explanation given to us the Company has not transferred any amount to the investor education and protection fund in accordance with the provisions of Companies Act 1956 and rules made thereunder.
- viii. The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year. The Company is in its second year of operations.
- ix. The Company has not defaulted any repayment of dues to a financial institution, bank or debenture holders.
- x. According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted loans & advances on the basis of security by way of pledge of shares, debentures and other securities.
- xi. In our opinion, the term loans have been applied for the purpose for which the loans were raised
- xii. We have neither come across nor informed of any instances of fraud on or by the Company during the year.

Place: Bangalore
Date: 08.05.2015

For Hari & Vasu
Chartered accountants
Firm registration no. 001061


S. Paravasudevan
Partner
Membership no. 23124



**PERCEPT WATERPROOFING SERVICES LIMITED**

Registered Office: Regent Chambers, 7th Floor,
Jammalal Bajaj Marg, 208,
Nariman Point, Mumbai 400021,
Maharashtra, India
Tel: 022-22822708, Fax: 022 22043969

BALANCE SHEET AS AT MARCH 31st 2015

Particulars	Note No.	As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
A EQUITY AND LIABILITIES			
1 Shareholder's Fund			
(a) Share capital	2	6,00,00,000	6,00,00,000
(b) Reserves and surplus	3	76,53,161	(17,461)
2 Non-current liabilities			
(a) Long-term borrowings	4	50,00,000	-
(b) Deferred tax liabilities	5	27,00,199	13,96,536
(c) Other long term liabilities		-	-
(d) Long term provisions		-	-
3 Current liabilities			
(a) Short term borrowings	6	2,47,19,361	-
(b) Trade payables	7	6,96,98,858	1,90,88,868
(c) Other current liabilities	8	1,61,40,181	39,76,895
(d) Short-term provisions	9	25,69,301	3,24,643
TOTAL		18,84,81,061	8,47,69,482
B ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	10	83,58,081	23,56,552
(ii) Intangible Assets	11	3,79,85,486	4,51,80,650
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		-	-
(d) Long term Loan and Advances		-	-
(e) Other non-current assets		-	-
2 Current assets			
(a) Current investments		-	-
(b) Inventories	12	4,34,34,886	1,13,33,180
(c) Trade receivables	13	7,73,83,836	49,76,592
(d) Cash and cash equivalents	14	74,969	42,35,199
(e) Short-term loans and advances	15	82,78,980	6,76,415
(f) Other current assets	16	1,29,64,822	1,60,10,894
TOTAL		18,84,81,061	8,47,69,482
Summary of Significant Accounting Policies	1		
The accompanying notes form an integral part of the Financial Statements	2-29		


Subject to Our Report of Even Date

For HARI & VASU
Chartered Accountants
Firm Reg.No:0010615


S. Paravasudevan
Partner
Membership No. 23124



For and on behalf of the Board


Managing Director


Director


Company Secretary

Place: Bangalore

Date: 08/05/15

Place: Mumbai

Date: 06-05-2015



PERCEPT WATERPROOFING SERVICES LIMITED

Registered Office: Regent Chambers, 7th Floor,
Jamnalal Bajaj Marg, 208,
Nariman Point, Mumbai 400021,
Maharashtra, India
Tel: 022-22822708, Fax: 022 22043969

STATEMENT OF PROFIT & LOSS FOR THE PERIOD ENDED MARCH 31st, 2015

SL. NO	PARTICULARS	NOTE NO	31.03.2015	31.03.2014
			RS.	RS.
1	Revenue From Operations	17	20,03,32,322	1,75,98,092
2	Other Income		10,74,155	-
3	Total Income (1+2)		20,14,06,477	1,75,98,092
4	Expenses			
	(a)Purchase of Stock in trade	18	1,72,92,605	6,84,417
	(b)Contract - Materials & Direct expenses	19	12,86,32,374	1,08,20,649
	(c)Changes in inventories of work in progress	20	(32,35,084)	(10,99,912)
	(d)Employee benefit expenses	21	2,79,67,581	21,82,160
	(d)Depreciation and amortization expense	22	79,13,286	13,53,027
	(e)Administrative and other expenses	23	1,16,16,772	19,54,033
	Total Expenses		19,01,87,534	1,58,94,374
	Net Profit/(Loss) Before Exceptional and Extraordinary Items and Tax(3-4)		1,12,18,943	17,03,718
6	Exceptional Items		-	-
7	Profit/(Loss) Before Extraordinary Items and Tax(5-6)		1,12,18,943	17,03,718
8	Extraordinary Items		-	-
9	Profit/(Loss) Before Tax(7-8)		1,12,18,943	17,03,718
10	Provision For Tax			
	(a)Current year Tax		22,44,658	3,24,643
	(b)Deferred Tax		13,03,663	13,96,536
11	Profit/(Loss) for the period from Continuing Operations after tax		76,70,622	(17,461)
12	EARNING PER EQUITY SHARE			
	(a)Basic		1.28	(0.00)
	(b)Diluted		-	-
	Summary of Significant Accounting Policies	1		
	The accompanying notes form an integral part of the Financial	2-26		

Subject to Our Report of Even Date

For HARI & VASU
Chartered Accountants
Firm Reg.No:0010615



S. Paravasudevan
Partner
Membership no.23124



Place: Bangalore


Date: 08/05/15

For and on behalf of the Board

managing Director  Director 

Place: Mumbai

Date: 06-05-2015


Company Secretary

2 SHARE CAPITAL

	As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
<u>Authorized capital</u>		
1,00,00,000 shares of 10 each	10,00,00,000	10,00,00,000
<u>Issued, called up, paid up capital</u>		
60,00,000 shares of 10 each	6,00,00,000	6,00,00,000
	<u>6,00,00,000</u>	<u>6,00,00,000</u>

Details of shareholders holding more than 5% of shares is set out below

Name of the share holder	As at March 31st, 2015 (Rs.)		As at March 31st, 2014 (Rs.)	
	No. of shares	% held	No. of shares	% held
Pidilite Industries limited (HOLDING COMPANY)	48,00,000	80%	48,00,000	80%
M.S.Sudish	12,00,000	20%	12,00,000	20%
	<u>60,00,000</u>	<u>100%</u>	<u>60,00,000</u>	<u>100%</u>

The Reconciliation of number of shares out standing and amount of share capital issued during the year/period is set out below

Particulars	As at March 31st, 2015 (Rs.)		As at March 31st, 2014 (Rs.)	
	No. of shares	Amount	No. of shares	Amount
Shares at the beginning	60,00,000	6,00,00,000	-	-
Add: Shares issued during the year	-	-	60,00,000	6,00,00,000
Shares at end	<u>60,00,000</u>	<u>6,00,00,000</u>	<u>60,00,000</u>	<u>6,00,00,000</u>

Since there is no changes in the Equity, Statement of Changes in Equity is not prepared

3 RESERVES AND SURPLUS

	As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
Statement of Profit and Loss - Opening balance	(17,461)	-
Add: Net profit transferred from Statement of Profit & Loss	76,70,622	(17,461)
TOTAL	<u>76,53,161</u>	<u>(17,461)</u>

4 LONG TERM BORROWINGS

	As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
Unsecured - Term Loan From HDFC Bank (Corporate Guarantee given to the bank by PIDILITE)	50,00,000	-
TOTAL	<u>50,00,000</u>	<u>-</u>

5 DEFERRED TAX LIABILITIES

	As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
Deffered Tax Liability	27,00,199	13,96,536
TOTAL	<u>27,00,199</u>	<u>13,96,536</u>

6 SHORT TERM BORROWINGS

	As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
Unsecured - Cash credit from HDFC Bank (Corporate Guarantee given to the bank by PIDILITE)	2,47,19,361	-
TOTAL	<u>2,47,19,361</u>	<u>-</u>

7 TRADE PAYABLES

Sub schedule	As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
Micro, Small and Medium Enterprises	18,09,093	88,484
Sundry Creditors Payables	6,78,89,765	1,90,00,384
TOTAL	<u>6,96,98,858</u>	<u>1,90,88,868</u>

8 OTHER CURRENT LIABILITIES

Sub Schedules	As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
Salary payables	29,25,559	9,23,229
Statutory Liabilities payable	5,61,104	14,30,701
PF & ESI contributions payable	1,43,520	1,49,446
Creditors for expenses payable	51,48,078	7,89,519
Advances from Customers	69,26,631	6,84,000
Expenses Payable	4,35,290	-
TOTAL	<u>1,61,40,181</u>	<u>39,76,895</u>



9 SHORT TERM PROVISIONS			
		As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
Provision for Current Tax		25,69,301	3,24,643
	TOTAL	25,69,301	3,24,643
10 TANGIBLE FIXED ASSETS			
		As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
Tangible		90,01,957	23,63,809
Less: Depreciation reserve		6,43,876	7,257
	TOTAL	83,58,081	23,56,552
11 INTANGIBLE FIXED ASSETS			
		As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
Intangible		4,66,07,923	4,65,26,420
Less: Depreciation reserve		86,22,437	13,45,770
	TOTAL	3,79,85,486	4,51,80,650
12 INVENTORIES			
		As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
Raw Material		3,90,99,890	1,02,33,268
Work in Progress		43,34,996	10,99,912
Finished Goods		-	-
	TOTAL	4,34,34,886	1,13,33,180
13 TRADE RECEIVABLES			
	Sub schedule	As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
(Unsecured)			
Outstanding over six months :			
Considered good	9	44,52,510	-
Considered Doubtful		-	-
Others :			
Considered good	10	7,29,31,326	49,76,592
Considered Doubtful		-	-
	TOTAL	7,73,83,836	49,76,592
14 CASH AND CASH EQUIVALENTS			
		As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
Cash in hand		34,025	34,700
<u>Bank accounts</u>			
HDFC Bank		-	42,00,499
HDFC petty cash card accounts		40,944	-
	TOTAL	74,969	42,35,199
15 SHORT TERM LOANS AND ADVANCES			
	Sub schedule	As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
(Unsecured, considered good unless stated otherwise)			
Short-term Loans and Advances			
Related Parties			
Deposit with Public Bodies and Others			
Sales tax deposit Account	1,15,000	53,24,553	2,55,000
Deposit Guest house	1,50,000		
Deposit Office	7,60,000		
Deposit - Accomadation for workers	15,000		
Deposit - Contract workers Rest Room	85,000		
Gas Deposit	3,400		
Rent Deposit	29,000		
Security Deposit CST	10,000		
Security Deposit VAT	10,000		
Fixed Deposit for BG Margin	26,22,510		
Income Tax Paid	12,00,000		
Mat entitlement	3,24,643		
Other Advances			
Considered good	11	29,54,427	4,21,415
Less : Provision for doubtful Advances			
	TOTAL	82,78,980	6,76,415



16 OTHER CURRENT ASSETS		As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
Input service tax		28,063	470
Net VAT Input tax pending set off		30,76,517	22,46,216
Advance Recoverable		-	45,000
Retention receivable		50,46,153	2,07,027
TDS receivable		36,34,976	86,061
Director Current account		-	5,00,000
Completed Work Unbilled		-	1,29,26,120
Advance Service Tax		4,73,172	
Input Excise Duty		3,297	
Work completed awaiting for approval		6,69,042	
Accrued Interest		33,602	
TOTAL		1,29,64,822	1,60,10,894
17 REVENUE FROM OPERATIONS		As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
(a) Contract revenue			
Revenue from works contract		17,94,15,298	1,67,85,092
(b) Sale of Products			
Sales		2,09,17,024	8,13,000
TOTAL		20,03,32,322	1,75,98,092
18 PURCHASE OF STOCK IN TRADE		As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
Purchases	12	1,72,92,605	6,84,417
TOTAL		1,72,92,605	6,84,417
19 CONTRACT EXPENSES		As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
(a) construction material consumed:			
Opening stock		1,02,33,268	-
Add: Purchases			
Interstate purchase		85,24,982	6,46,400
Local purchases		11,68,67,477	1,76,26,987
URD Purchase		4,13,104	1,68,632
Import Purchase		6,37,624	
Ineligible Input Tax		29,76,052	
Subcontract		15,69,468	
		14,12,21,975	1,84,42,019
Less: Closing stock of raw material		(3,90,99,890)	(1,02,33,268)
Construction material consumed:		10,21,22,085	82,08,751
(b) Sub contracting expenses		1,87,21,700	19,24,293
(c) Power and Fuel		4,62,276	38,956
(d) Rent - sub contractor		2,95,700	10,000
(e) Octroi		1,91,683	37,866
(f) Hiring charges		14,59,886	46,300
(g) Transportation of material to work site		16,28,650	74,728
(h) Site expenses		6,98,242	52,044
(i) Tools and equipment's consumed		7,42,096	1,33,131
(j) Custom Duty		1,77,399	
(k) NMMC/LBT A/C		4,51,467	
(l) PF - sub contractor		5,10,929	
(m) Provision For Direct expenses		8,01,672	
(n) Provision For Labour payment		1,67,522	
(o) Statutory & License Expenses		47,082	
(p) Other Charges	13	1,53,984	2,94,581
TOTAL		12,86,32,374	1,08,20,649
20 CHANGES IN INVENTORIES OF WORK IN PROGRESS		As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
Opening stock of work in progress and finished goods		10,99,912	-
Less : Closing stock of work in progress		43,34,996	10,99,912
TOTAL		(32,35,084)	(10,99,912)
21 EMPLOYEE BENEFIT EXPENSES		As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
(a) Salaries		2,68,20,007	20,39,456
(b) Staff welfare expenses		11,47,574	1,42,704
TOTAL		2,79,67,581	21,82,160
22 DEPRECIATION AND AMORTISATION		As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
Depreciation and Amortisation		79,13,286	13,53,027
TOTAL		79,13,286	13,53,027



	As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
(a) Office Rent	15,24,168	65,030
(b) Travelling expenses	23,99,963	2,13,924
(c) Promotional expenses	5,46,448	1,704
(d) Statutory Audit fee	2,00,000	1,68,540
(e) Professional Charges	8,67,461	1,69,192
(f) EPF Admin charge	46,019	8,494
(g) Guest house expenses	4,23,267	52,060
(h) Interest on TDS	11,468	30,117
(i) License and Statutory fee	6,64,998	8,78,239
(j) Professional tax of employer	49,500	2,500
(k) Office expenses	3,57,162	2,860
(l) Electricity charges	1,38,040	45,514
(m) Postage and telegram	1,16,974	6,255
(n) Printing and stationery	4,33,804	1,08,999
(o) Misc. Expenses	33,296	2,739
(p) Bank charges	3,52,763	3,149
(q) Water charges	1,28,003	
(r) Bank interest	18,68,472	
(s) Repairs & Maintenance	3,17,791	
(t) Insurance Charges	3,39,298	
(u) Loading & Unloading	2,66,412	
(v) Duties & Taxes	2,78,393	
(w) Donation	10,000	
(x) Clearing & Forwarding	52,652	
(y) ESIC	58,854	
(z) Interest on service Tax	3,042	
(za) Other Expenses		
TOTAL	14 1,16,16,772	1,94,717 19,54,033

**

24 (1) Circularization for confirmation of balances from debtors and creditors were sent by the Management, however confirmation has not been received in most of the cases.

(2) With regard to MSME confirmation only three parties have responded.

25 **COMPLIANCE WITH ACCOUNTING STANDARDS:**

(A) The Company is covered under Level-I Entity. Accordingly, the Company has complied with the all applicable Accounting Standards

(B) **ACCOUNTING STANDARD 5-NET PROFIT OR LOSS FOR THE PERIOD, PRIOR PERIOD ITEMS AND CHANGES IN ACCOUNTING POLICIES**

There are no prior period items requiring separate disclosure in the profit and loss Account

(C) **ACCOUNTING STANDARD 11-EXCHANGE DIFFERENCE INCLUDED IN PROFIT AND LOSS A/C**

Nature of transaction	Current year	previous year
Transaction of sale, Receivables and related bank transactions	Nil	Nil

(D) **ACCOUNTING STANDARD 15-EMPLOYEE BENEFITS**

- Contribution to Provident and Employee State Insurance are funded as a percentage of salary/wages
- Gratuity and Bonus Acts are applicable for the current period

(E) **ACCOUNTING STANDARD 18-RELATED PARTY TRANSACTIONS**

(i)

Description of related parties	Name of related parties
Holding Company	Pidilite Industries Limited
Others	Percept Engineers Private Ltd.
Key management personnel	
Managing Director	Mr M S Sudish
Relatives of key Management Personnel	
*Related parties are identified by management	

(ii) Details of transactions with related parties during the year 31 march, 2015 and outstanding balances at year ended 31-03-2015

Particulars	Pidilite	Mr Sudish	Percept Engg
Sales	21,89,534	Remuneration paid to Mr M S Sudish is Rs 66,76,056	5,38,09,821
Purchases	13,17,53,301		62,82,657
Others	6135*		-
Payable	6,60,37,623		-
Receivable	-		15423378

*Stamp duty paid by PIL on behalf of PWSL



(iii) Details of transactions with related parties during the year 31 march, 2014 and outstanding balances at year ended 31-03-2014

Particulars	Pidilite	Mr Sudish	Percept Engg
Sales			17,40,944
Purchases (Percept - including trade mark 342,30,000/= & Non compete 56,18,000) Mr Sudish Non compete Rs 56,18,000/-	1,21,06,553	56,18,000	4,53,01,967
Others			
Payable	1,21,06,553	0	66,68,860
Receivable	3,40,200	5,00,000	17,41,124

(D) ACCOUNTING STANDARD 20 (EARNING PER SHARE)

PARTICULARS	As at March 31st, 2015 (Rs.)	As at March 31st, 2014 (Rs.)
Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders	76,70,622	(17,461)
Weighted Average number of equity shares used as denominator for calculating EPS	60,00,000	60,00,000
Basic Earnings per share	1.28	(0)
Face value per equity share	10	10

(E) Accounting Standard 22 - Deferred Tax Asset/ (Liability):

Accounting Standard 22 for Deferred taxes is applied

26 PARTICULARS OF CONSUMPTION OF RAW MATERIALS (VALUE IN LAKHS.)

PARTICULARS	As at March 31st, 2015 (Rs.in lacs)		As at March 31st, 2014 (Rs.in lac)	
	VALUE	%	VALUE	%
Imported	6.38	0.6%	N.A	N.A
Indigenous	1014.84	99.4%	82.02	100.00%
TOTAL	1021.22	100%	82.02	100.00%

27 DUES TO MICRO SMALL MEDIUM ENTERPRISES

On the basis of information available with the company, Rs.187962.00/- is due to micro small and medium enterprises as defined under the Micro small and medium small enterprises Act 2006 is outstanding for a period of more than thirty days as at 31st March 2015

28 GENERAL

- (a) In the opinion of the management, the current assets, loans and advances have a value on realization in the ordinary course of business, at least equal to the amount at which they are stated in the Balance sheet
 (b) Term loan of Rs 50,00,000 has been taken from HDFC Bank Bangalore.
 (c) No subsidy is received/receivable during the year

29 The previous year figures have been regrouped where ever required

Signatures to Notes 1 to 29 of Balance Sheet and Profit and Loss Account

Subject to our Report of even Date

For HARI & VASU
Chartered Accountants
Firm Reg.No:0010615



S.Paravasudevan
Partner
Membership No: 23124

Place: Bangalore
Date: 08/05/15

For and on behalf of the Board

[Signature]
Director

[Signature]
Director

[Signature]
Company Secretary

Place: Mumbai
Date: 06-05-2015



PERCEPT WATERPROOFING SERVICES LIMITED

Registered Office: Regent Chambers, 7th Floor,

Jamnala Bajaj Marg, 208,

Nariman Point, Mumbai 400021,

Maharashtra, India

Tel: 022-22822708, Fax: 022 22043969

Note 1 - Summary of Significant Accounting Policies

FORMING PART OF NOTES ON BALANCE SHEET AND PROFIT AND LOSS ACCOUNT

Basis of preparation

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The financial statements are prepared under the historical cost convention, on the basis of a going concern and as per applicable Indian Accounting Standards issued by the Institute of Chartered Accountants of India as notified under Section 133 of the Companies Act 2013. The Company follows mercantile system of accounting and recognizes income and expenditure on accrual basis (except as otherwise stated)

(a) Presentation and disclosure of financial statements

As notified by Ministry of Corporate Affairs, Schedule III under the Companies Act, 2013 is applicable to the financial statements for the financial year commencing on or after 1st April, 2014. Accordingly, the financial statements for the period ended 31st March, 2015 are prepared in accordance with the Schedule III.

(b) 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 revenues, 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 amount of assets or liabilities in future periods

(c) Tangible Fixed Assets, Depreciation and Impairment Loss

- 1 Fixed Assets are stated at cost of acquisition or construction as reduced by accumulated depreciation and impairment loss, if any
- 2 The Company provides depreciation as under :-
 - (i) On Straight Line Method (SLM) based on useful life prescribed under schedule II of the Companies Act 2013.
 - (ii) For additions made during the year, depreciation is provided on pro-rata basis
- 3 In case, the recoverable amount of the fixed assets is lower than its carrying amount, provision is made for the impairment loss

(d) Intangible Assets, Amortization and Impairment Loss

- 1 The Trademarks acquired by the Company are amortized over a period of 10 years on SLM basis
- 2 In case, the recoverable amount of the intangible assets is lower than its carrying amount, provision is made for the impairment loss
- 3 The Non-Compete fees is amortized over a period of 3 years on SLM basis

(e) Inventories

- 1 Raw Materials and Packing materials, WIP are valued at cost or net realisable value which ever is lower



CASH FLOW STATEMENT FOR PERCEPT WATERPROOFING SERVICES LIMITED
Cash Flow Statement for the period ended March 31st, 2015

Particulars	For the Period ended 31 March, 2015	
	RS.	RS.
A. Cash flow from operating activities		
Net Profit / (Loss) before extraordinary items and tax		1,12,18,943
<u>Adjustments for:</u>		
Depreciation and amortization	79,13,286	
Finance costs	-	79,13,286
Operating profit / (loss) before working capital changes		1,91,32,229
<u>Changes in working capital:</u>		
<u>Adjustments for (increase) / decrease in operating assets:</u>		
Inventories	(3,21,01,706)	
Trade receivables	(7,24,07,244)	
Short-term loans and advances	(76,02,565)	
Other current assets	30,46,072	(10,90,65,443)
<u>Adjustments for increase / (decrease) in operating liabilities:</u>		
Trade payables	5,06,09,990	
Other current liabilities	1,21,63,286	
Short-term provisions	-	6,27,73,276
Cash generated from operations		(2,71,59,938)
Net income tax (paid) / refunds	-	
Net cash flow from / (used in) operating activities (A)		(2,71,59,938)
B. Cash flow from investing activities		
Capital expenditure on fixed assets, including capital advances	(67,19,651)	(67,19,651)
Net cash flow from / (used in) investing activities (B)		(67,19,651)
C. Cash flow from financing activities		
Net Proceeds from Issue of share capital	-	
Net Proceeds from long-term borrowings	50,00,000	
Net Proceeds from short-term borrowings	2,47,19,361	
Finance cost	-	2,97,19,361
Net cash flow from / (used in) financing activities (C)		2,97,19,361
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		(41,60,228)
Cash and cash equivalents at the beginning of the year		42,35,199
Cash and cash equivalents at the end of the year		74,969

Subject to our Report of even Date

For HARI&VASU

Chartered Accountants

Firm Reg.No:001061S

S.Paravasudevan

Partner

Member Ship No:23124



For and on behalf of the Board

(Signature)
Managing Director

(Signature)
Director

(Signature)
Company Secretary

Place: Bangalore

Date: 08/05/15

Place: Mumbai

Date: 06-05-2015

PERCEPT WATERPROOFING SERVICES LIMITED FIXED ASSET SCHEDULE AS AT 31-03-2015

Description Of Asset	GROSS BLOCK				ACCUMULATED DEPRECIATION				NET BLOCK	
	As at 1.04.2014	Additions	Deductions/A djustments	As at 31.03.2015	As at 1.04.2014	Provided during the year	Deductions/A djustments	As at 31.03.2015	As at 31.03.2015	As at 31.03.2015
1. Tangible										
Computer and Accessories	78,390	5,13,934	-	5,92,324	2,149	1,02,243	-	1,04,392	4,87,932	76,241
Furniture & Fixtures	-	806,148	-	8,06,148	-	47,848	-	47,848	7,58,300	-
Office Equipments	6,400	1,23,701	-	1,30,101	33	4,684	-	4,717	1,25,384	6,367
Tools and Equipments	22,79,019	52,02,965	8,600	74,73,384	5,075	4,81,844	-	4,86,919	69,86,465	22,73,944
Total	23,63,809	66,46,748	8,600	90,01,957	7,257	6,36,619	-	6,43,876	83,58,081	23,56,552
2. Intangible										
Non Compete	1,12,36,000	-	-	1,12,36,000	6,97,761	37,44,959	-	44,42,720	67,93,280	1,05,38,239
Software	51,600	81,503	-	1,33,103	1,159	7,827	-	8,986	1,24,117	50,441
Trade mark	3,52,38,820	-	-	3,52,38,820	6,46,850	35,23,882	-	41,70,732	3,10,68,088	3,45,91,970
Total	4,65,26,420	81,503	-	4,66,07,923	13,45,770	72,76,667	-	86,22,437	3,79,85,486	4,51,80,650
GRAND TOTAL	4,88,90,229	67,28,251	8,600	5,56,09,880	13,53,027	79,13,286	-	92,66,313	4,63,43,567	4,75,37,202



Annexure 1 Clause 14

Depreciation Schedule for I.T. Assessment year 2015-16

Description of asset/Block of assets	Rate(%)	WDV as on 01/04/2014	Additions		Deletions	MODVAT	Exchange fluctuations	Subsidary / Grant recd.	Total Value of asset	Depreciation		Total Dep	WDV as on 31/03/2015
			Before sept	After sept						Full rate	Half rate		
PLANT AND MACHINERY													
Computer and Accessories	60%	54,873	2,46,675	2,67,260	-	-	-	-	5,68,808	1,80,929	80,178	2,61,107	3,07,701
Software	60%	47,730	-	81,503	-	-	-	-	1,29,233	28,638	24,451	53,089	76,144
Office Equipments	15%	5,920	1,23,701	-	-	-	-	-	1,29,621	19,443	-	19,443	1,10,178
Tools and Equipments	15%	21,08,093	20,21,675	31,81,290	4,240	-	-	-	73,06,818	6,19,465	2,38,597	8,58,062	64,48,756
Furniture & Fixtures	10%	-	6,19,684	1,86,464	-	-	-	-	8,06,148	61,968	9,323	71,292	7,34,856
INTANGIBLES													
Non Compete	25%	98,31,500	-	-	-	-	-	-	98,31,500	24,57,875	-	24,57,875	73,73,625
Trade Mark	25%	3,08,33,968	-	-	-	-	-	-	3,08,33,968	77,08,492	-	77,08,492	2,31,25,476
Total		4,28,82,084	30,11,735	37,16,517	4,240	-	-	-	4,96,06,096	1,10,76,811	3,52,549	1,14,29,359	3,81,76,737

* As per income tax act 1961,if any asset used for less than 180 days Depreciation be provided for half year only