

AUDITED ANNUAL ACCOUNTS

OF

TITAANIUM TEN ENTERPRISES LIMITED

Year Ended 31-03-2017

DSI & CO.

Chartered Accountants

MF / 14 - 26, Nariman Point Shopping Centre,
Near Raghuvir Bungalows, City Light Road, Surat - 395007.
Tele : 0261 2223020 / 2223030
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AUDITOR'S REPORT TO THE MEMBERS

A Report on the Financial Statements

We have audited the accompanying financial statements of **TITANIUM TEN ENTERPRISE LIMITED** ("the Company"), which comprises the Balance Sheet as at **31st March 2017**, the statement of Profit and Loss of the Company, the Cash Flow Statement for the year ended on that date and a summary of significant accounting policies and other explanatory information.

B Management's Responsibility for the 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 of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company 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 internal financial control, 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.

C Auditor's Responsibility

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the 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 true and fair view 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 Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

D Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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;

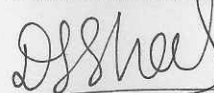


- (i) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- (ii) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- (iii) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

E 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 paragraphs 3 and 4 of the Order.
- 2 As required by section 143(3) of the Act, we report that:
 - (a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (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;
 - (d) In our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of written representations received from the directors as on 31st 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'. Our report expresses unmodified opinion on the adequacy and operation effectiveness of the company's internal financial controls over financial reporting.
 - (g) With respect to the other matters included in the Auditor's Report and to our 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 did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
 - (iii) There has been no amount which was required to be transferred to the Investor Education and Protection Fund by the Company during the year.
 - (iv) The company has provided requisite disclosures in the financial statements as to the holdings as well as dealings in the Specified Bank Notes during the period from 8th November 2016 to 30th December 2016. Based on the audit procedures and relying on the management representation we report that the disclosures are in accordance with the books of accounts maintained by the company and as produced to us by the management.

As per our report of even date
For DSI & Co.
Chartered Accountants
ICAI FRN 127226W



Dharan Shah
Partner
Membership No. 140410



Place : Surat
 Date : 29-05-2017

Annexure-A to the Auditor's Report to the matters specified in paragraphs 3 and 4 of 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.

1 In respect of its fixed assets:

- (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) According to the information and explanation given to us, all the fixed assets have been physically verified by the management during the year and no material discrepancies were noticed on such verification.
- (c) According to the information and explanation given to us and the records examined by us and based on the examination of the conveyance deed provided to us, we report that the title deeds comprising all the immovable properties of land & buildings, which are free hold, are held in the name of the company as at the balance sheet date.

2 In respect of its inventories:

According to the information and explanation given to us, the inventories were physically verified during the year by the management at reasonable intervals and no material discrepancies were noticed on physical verification.

3 Loans granted by the company:

According to the information and explanations provided to us, the company has not granted any loans secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act.

4 Loans, Investments & Guarantees/ Securities for loans:

According to the information and explanation provided to us, the company has complied with the sections 185 & 186 of the Act in respect of making investments whereas it has not granted any loans or provided guarantees and securities to others.

5 Public Deposits:

According to the information and explanations given to us, the company has not accepted any deposits and consequently, the directives issued by the Reserve Bank of India, provisions of Section 73 to 76 or any other relevant provisions of the Companies Act and the rules framed thereunder, where applicable, with regard to the acceptance of deposit are not applicable in the case of the company.

6 Cost Records:

We have broadly reviewed the cost records maintained by the Company prescribed for the maintenance of cost records under Section 148(1) of the Companies Act, 2013 and are of the opinion that prima facie the prescribed cost records have been maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.



7 Statutory Dues:

- (a) According to the information and explanation given to us, undisputed statutory dues including provident fund, employee's state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues as applicable have been generally regularly deposited with the Appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2017 for a period of more than six months from the date they becoming payable.
- (b) According to the information and explanation given to us, except income tax dues of Rs. 2.05 lacs out of total dues of Rs. 2.55 lacs for the A.Y. 2013-14 for which the company is in appeal before the CIT(A)-II, Surat, no other dues of service tax or duty of customs or duty of excise or value added tax which have not been deposited on account of any dispute as at the year end.

8 Repayment of financial dues:

Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions and banks. The company does not have any loans or borrowings from government and has not issued any debentures.

9 Utilization of Term Loans:

In our opinion and according to the information and explanations given to us, the company has raised monies by way of initial public offer which had been utilized for working capital requirement of the company and to meet the payment for IPO expenses. Further, the term loans have been applied for the purpose for which they were raised.

10 Frauds:

In our opinion and according to the information and explanations given to us, no fraud by the company and no material fraud on the company has been noticed or reported during the year.

11 Managerial Remuneration:

In our opinion and according to the information and explanations given to us, the company has paid/ provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act 2013.

12 Nidhi Company:

The company is not a Nidhi Company and hence, reporting under Clause 3(xii) of the Order is not applicable to the company.

13 Related Party Transactions:

In our opinion and according to the information and explanations given to us, the company is in compliance with Section 177 and 188 of the Act where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.

14 Preferential Allotment or Private Placement of Shares/ Debentures:

During the year the company has made preferential allotment of shares where in our opinion and according to the information and explanations given to us, the company is in compliance with Section 42 of the Companies Act, 2013 in respect of the private placement of shares and the amount raised thereby have been used for the purpose for which it has been raised. Further, the company has not made any preferential allotment or private placement of fully or partly convertible debentures during the year under review.



15 Non Cash Transactions with Director or Connected Persons:

In our opinion and according to the information and explanations given to us, during the year the company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of section 192 of the Act are not applicable.

16 Registration U/s. 45IA of the RBI Act

The company is not required to register u/s. 45-I of the Reserve Bank of India Act, 1934.



As per our report of even date
For DSI & Co.
Chartered Accountants
ICAI FRN 127226W


Dharan Shah

Partner

Membership No. 140410

Place : Surat

Date : 29-05-2017

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting 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 **TITAANIUM TEN ENTERPRISE 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. 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 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 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 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, to the best of our information and according to the explanations given to us, 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.

Place: Surat
Date : 29-05-2017



For DSI & Co.
Chartered Accountants
***ICAI FRN : 127226W**

A handwritten signature in dark ink, appearing to read "Dharam Shah".

Dharam Shah
Partner
Membership No. 140410

Balance Sheet as at 31 March, 2017

	Note	As at 31-03-2017 Amount in ₹	As at 31-03-2016 Amount in ₹
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share Capital	1	67,285,070	2,640,390
(b) Reserves & Surplus	2	34,505,490	45,488,091
(c) Money received against Share Warrants		-	-
		101,790,560	48,128,481
2 Share Application Money pending allotment		-	-
3 Non-current liabilities			
(a) Long-term borrowings	3	51,288,677	61,829,260
(b) Deferred tax liabilities (net)	4	868,430	508,999
(c) Other long-term liabilities		-	-
(d) Long-term provisions	5	767,611	652,111
		52,924,718	62,990,370
4 Current liabilities			
(a) Short-term borrowings	6	238,940,259	232,637,355
(b) Trade payables	7	56,828,059	58,939,273
(c) Other current liabilities	8	16,199,823	15,783,055
(d) Short-term provisions	9	2,717,022	1,522,436
		314,685,163	308,882,120
Total		469,400,440	420,000,971
II. ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	10	67,901,269	68,723,132
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
		67,901,269	68,723,132
(b) Non-current investments	11	510	510
(c) Deferred tax assets (net)		-	-
(d) Long-term loans and advances	12	10,074,583	10,839,249
(e) Other non-current assets	13	4,608,827	-
2 Current assets			
(a) Current investments		-	-
(b) Inventories	14	47,948,080	35,867,263
(c) Trade receivables	15	291,725,257	264,477,813
(d) Cash and Bank Balances	16	45,134,630	37,951,388
(e) Short-term loans and advances	17	2,007,284	2,141,615
(f) Other current assets		-	-
		386,815,251	340,438,079
Total		469,400,440	420,000,971

Significant Accounting Policies & Notes on Financial Statements 26-27

For and on behalf of the Board
Titaanium Ten Enterprise Limited

R. Kapadia
Director

Director

Place : Surat
Date : 29-05-2017



As per our report of even date
For DSI & Co.
Chartered Accountants
ICAI FRN 127226W

Dharan Shah
Dharan Shah
Partner
Membership No. 140410
Place : Surat
Date : 29-05-2017

Statement of Profit and Loss for the year ended 31 March, 2017

	Note	For the year ended on 31-03-2017 Amount in ₹	For the year ended on 31-03-2016 Amount in ₹
I. INCOME			
Revenue from Operations	18	1,174,443,949	862,811,551
Other income	19	3,058,151	3,338,484
Total		1,177,502,100	866,150,035
II. EXPENSES			
Cost of materials consumed	20	1,106,360,942	801,131,173
Changes in inventories of finished goods	21	(10,506,203)	(5,007,244)
Employee Benefit Expenses	22	15,380,214	11,875,645
Financial Costs	23	26,745,733	25,569,519
Depreciation and Amortisation Expense	24	10,582,390	9,150,283
Other Expenses	25	22,736,903	19,571,834
Total		1,171,299,978	862,291,209
III. Profit before Exceptional and Extraordinary Items and Tax		6,202,122	3,858,826
IV Exceptional Items		-	-
V Extraordinary Items		-	596,504
VI Profit/(Loss) before tax		6,202,122	3,262,322
VII Tax expense:			
- Current Tax		1,620,612	1,259,453
- Deferred tax		359,431	(12,300)
VIII Profit / (Loss) for the year from Continuing Operations		4,222,079	2,015,169
IX Profit / (Loss) from discontinuing operations		-	-
X Tax Expense of discontinuing operations		-	-
XI Profit / (Loss) after Tax from Discontinuing Operations		-	-
XII Profit / (Loss) for the year		4,222,079	2,015,169
XIII Earnings per Equity Share			
- Basic		0.63	7.63
- Diluted		0.73	7.63

Significant Accounting Policies & Notes on Financial Statement 26-27

For and on behalf of the Board
Titaanium Ten Enterprise Limited

R. Kapadia
Director

R. Kapadia
Director



As per our report of even date

For DSI & Co.
Chartered Accountants
ICAI FRN 127226W

Dharan Shah
Dharan Shah
Partner
Membership No. 140410

Place : Surat
Date : 29-05-2017

Place : Surat
Date : 29-05-2017

Cash Flow Statement for the year ended on March 31, 2017

		For the year ended on 31-03-2017 Amount in ₹	For the year ended on 31-03-2016 Amount in ₹
A Cash Flow from Operating Activities			
Net Profit before tax and extraordinary items		6,202,122	3,858,826
Add: <u>Adjustments for :</u>			
Depreciation Expenses (W/o Amortisation)	8,621,387	9,150,283	
Loss on sale of Machinery	90,284	42,261	
Interest Expenses	21,669,398	21,038,455	
Provision for Gratuity	115,500	652,111	30,883,109
		36,698,690	34,741,935
Less: <u>Adjustments for :</u>			
Extraordinary Items	-	596,504	
Interest Income	3,058,151	3,338,484	3,934,988
Operating P/(L) before working capital changes		33,640,539	30,806,947
Add: <u>Adjustments for :</u>			
Increase/(Decrease) in Other Current Liabilities	416,768	8,068,206	
Increase/(Decrease) in Short Term Borrowings	6,302,903	18,109,296	
Increase/(Decrease) in Short Term Provisions	1,194,586	(455,603)	
Decrease/(Increase) in Short Term Loans and Advances	134,331	(115,109)	25,606,790
Less: <u>Adjustments for :</u>			
Increase in Inventories	12,080,817	8,401,868	
Decrease/(Increase) in Trade Payables	2,111,214	144,123,795	
Increase/(Decrease) in Trade Receivables	27,247,444	(127,850,647)	24,675,016
Cash generated from operation		249,653	31,738,721
Less: Provision for Tax		1,620,612	1,259,453
		(1,370,959)	30,479,268
Less: Prior Year Expenses		-	-
Net Cash generated from Operating Activities (A)		(1,370,959)	30,479,268
B Cash Flow from Investing Activities			
Add: <u>Adjustments for :</u>			
Interest Income	3,058,151	3,338,484	
Decrease/(Increase) in Long term Loans & Advances	764,666	(2,717,604)	
Sale of Fixed Assets	315,000	5,541,000	6,161,880
Less: <u>Adjustments for :</u>			
Purchase of Investments	-	510	
Increase in Fixed Assets	8,204,808	43,972,955	43,973,465
Net Cash (used in) Investing Activities (B)		(4,066,991)	(37,811,585)
C Cash Flow from Financing Activities			
Add: <u>Adjustments for :</u>			
Increase in Share capital	64,644,680	541,910	
Increase in Share Premium	16,480,000	2,077,740	2,619,650
Less: <u>Adjustments for :</u>			
Interest Paid on secured & Unsecured Loan	21,669,398	21,038,455	
Bonus Issued	31,684,680	419,690	
Decrease/(Increase) in Secured Loan	2,777,234	(21,345,792)	
Increase in Non-Current Assets	4,608,827	-	
Decrease/(Increase) in Unsecured Loan	7,763,349	(5,268,450)	(5,156,098)
Net Cash used in Financing Activities (C)		12,621,192	7,775,748
Net Incr./(Decr.) in cash and cash equivalents (A+B+C)		7,183,242	443,431
Cash and cash equivalents at the beginning of the year		37,951,388	37,507,957
Cash and cash equivalents at the end of the year		45,134,630	37,951,388

For and on behalf of the Board
Titaanium Ten Enterprise Limited

Director

Director



As per our report of even date
For DSI & Co.
Chartered Accountants
ICAI ERN 127226W
Dharan Shah
Partner
Membership No. 140410

Place : Surat
Date : 29-05-2017

Place : Surat
Date : 29-05-2017

1 SHARE CAPITALAuthorised Shares

80,00,000 (Previous Year : 3,00,000) Equity Shares of ₹ 10/- each

	As at 31-03-2017 Amount in ₹	As at 31-03-2016 Amount in ₹
Total	80,000,000	3,000,000

Issued, Subscribed and Paid-up

67,28,507 (Previous Year : 2,64,039) Equity Shares of ₹ 10/- each

	As at 31-03-2017 Amount in ₹	As at 31-03-2016 Amount in ₹
Total	67,285,070	2,640,390

1.1 Reconciliation of shares outstanding at the beginning and at the end of the year.

	No. of Shares 31-03-2017	No. of Shares 31-03-2016
Equity Shares of ₹ 10/- each at the beginning of the year	264,039	209,848
Add: Shares issued during the year	3,296,000	12,222
Bonus Shares issued during the year	3,168,468	41,969
Equity Shares of ₹ 10/- each at the end of the year	6,728,507	264,039

1.2 Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of ₹ 10/- per share. Each share holder of equity share is entitled to one vote per share.

1.3 In the event of the liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.**1.4 Details of shareholders holding more than 5% shares in the company**

	31-03-2017		31-03-2016	
	No. of Shares	% of holding	No. of Shares	No. of Shares
<u>Equity Shares of ₹ 10/- each fully paid</u>				
Rohitkumar H. Kapadia	2,228,828	33.13%	143,756	54.44%
Ilaben R. Kapadia	1,919,695	28.53%	61,515	23.30%
Others holding 5% or less shares	2,579,984	38.34%	58,768	22.26%
Total	6,728,507	100.00%	264,039	100.00%

1.5 No shares have been reserved for issue under options and contracts/commitments for the sale of shares/ disinvestment.**1.6 During the year under consideration 31,68,468 (Previous Year: 41,969) Equity Shares have been allotted as Bonus Shares by capitalisation of Reserves of the company.****1.7 Shares issued during the year includes 18,16,000 Equity Shares issued under the SME IPO.****1.8 The company has not bought back any shares.****1.9 No shares have been forfeited by the company.****2 RESERVES AND SURPLUS**Profit and Loss Account

Opening Balance

Add: Profit for the year

Less: Transferred for Issue of Bonus Shares

	23,375,171	21,360,001
	4,222,079	2,015,169
	27,597,250	23,375,171
	15,842,340	-
Sub Total	11,754,910	23,375,171

Share Premium

Add: Received during the year

Less: Transferred for Issue of Bonus Shares

	22,112,920	22,532,610
	16,480,000	-
	15,842,340	419,690
Sub Total	22,750,580	22,112,920

Total	34,505,490	45,488,091
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3 LONG TERM BORROWINGS

	As at 31-03-2017 Amount in ₹	As at 31-03-2016 Amount in ₹
Secured Loans		
Term Loan from The South Indian Bank	14,414,248	21,057,003
Less: Installments due within 12 months	3,980,004	6,795,342
	10,434,244	14,261,661
Vehicle Loan from Kotak Mahindra Prime Ltd.	9,281,010	5,849,107
Less: Installments due within 12 months	4,420,852	2,551,461
	4,860,158	3,297,646
Mortgage Loan from Kotak Mahindra Bank Ltd.	6,473,792	6,931,849
Less: Installments due within 12 months	512,329	458,057
	5,961,463	6,473,792
Sub Total	21,255,865	24,033,099
Unsecured Loans		
Business Loans from Bank and Financial Institutions		
- ICICI Bank Ltd.	1,473,841	2,420,804
Less: Installments due within 12 months	1,104,632	946,963
	369,209	1,473,841
- Kotak Mahindra Bank Ltd.	2,366,081	3,936,824
Less: Installments due within 12 months	1,852,976	1,570,743
	513,105	2,366,081
- Bajaj Financial Services Ltd.	898,785	1,812,926
Less: Installments due within 12 months	700,372	914,141
	198,413	898,785
- Tata Capital Financial Service Ltd.	1,654,321	2,751,172
Less: Installments due within 12 months	1,295,314	1,096,851
	359,007	1,654,321
From Directors, Shareholders and Relatives	28,593,078	31,403,133
Total	51,288,677	61,829,260

- 3.1 The Term Loans from South Indian Bank carries interest @ 14% p.a. (floating rate). The term loans are repayable in 24 to 60 monthly installments beginning from the date of loan. The loan is primarily secured against the hypothecation of Plant & Machinery and is also secured by way of collateral security of the personal assets of the directors of the company as well as the immovable properties held in the name of the company. The said term loan is further secured by way of personal guarantee of the Directors and their relatives.
- 3.2 The hypothecation loans from Kotak Mahindra Prime Ltd. is secured against the Vehicles, which is repayable in 24 to 60 monthly installments.
- 3.3 The mortgage loan from Kotak Mahindra Bank Ltd. carries interest @ 12% p.a.. The said loan is repayable in 120 monthly installments beginning from the date of loan. The loan is secured against the mortgage of Shop No. 901 & 914, Rajhans Complex, Ring Road, Surat belonging to the company.
- 3.4 The Business loan from ICICI Bank Ltd. carries interest @ 15.50% and is repayable in 36 monthly installments.
- 3.5 The Business loan from Kotak Mahindra Bank Ltd. carries interest @ 16.65% and is repayable in 36 monthly installments.
- 3.6 The Business loan from Bajaj Financial Service Ltd. carries interest @ 19.50% and is repayable in 36 monthly installments.
- 3.7 The Business loan from Tata Capital Financial Services Ltd. carries interest @ 17% and is repayable in 36 monthly installments.
- 3.8 The directors of the company has given their personal guarantee for all the business loans.
- 3.9 The closing balances of unsecured loans are subject to confirmation however, the Directors have certified the respective balances. Interest @ 12% p.a. has been paid on unsecured loans during the current year.



	As at 31-03-2017 Amount in ₹	As at 31-03-2016 Amount in ₹
4 DEFERRED TAX LIABILITY		
Deferred Tax Liability	508,999	521,299
Less : Provision(Reversal) for the year	359,431	(12,300)
Total	868,430	508,999

5 LONG TERM PROVISIONS

Gratuity Provision		
Opening Balance	652,111	-
Add: Provision made during the Year	115,500	652,111
Total	767,611	652,111

5.1 The Company's liability towards gratuity to its employees is provided on the basis of an actuarial valuation basis. Actuarial gains and losses are recognised in full in the statement of profit and loss in the year in which they occur.

6 SHORT TERM BORROWINGS

Cash Credit Facilities with South Indian Bank	94,529,069	95,049,334
Overdraft with Bajaj Finance Ltd	2,000,000	-
Overdraft with South Indian Bank	11,097,248	10,978,337
Buyer's Credit facilities from Banks	131,313,942	124,166,247
L.C. Account with ICICI Bank Ltd.	-	2,443,438
Total	238,940,259	232,637,355

6.1 The Company has availed cash credit facility from the South Indian Bank which is secured against the hypothecation of stock and book debts and FDRs of the company as also the personal guarantee of the directors of the company. The said facility is also secured by way of collateral security in the form of pledge of LIC policies of directors and their family members and registered mortgage of the immovable properties held in the name of the company. The company has availed overdraft facility from South Indian Bank which is secured against the fixed deposits belonging to the company. The company has availed overdraft facility from Bajaj Finance Ltd. which is secured against the personal guarantee of directors of the company.

7 TRADE PAYABLES

Sundry Creditors	56,828,059	58,939,273
Total	56,828,059	58,939,273

8 OTHER CURRENT LIABILITIES

Current Maturities of Long-Term Debts	13,866,479	14,333,558
TDS Payable	357,092	553,302
Statutory Dues Payable	1,960,152	879,306
Other Payables	16,100	16,889
Total	16,199,823	15,783,055

9 SHORT TERM PROVISIONS

Provisions for		
- Income Tax	1,620,612	1,259,453
- Expenses	1,096,410	262,983
Total	2,717,022	1,522,436



TITANIUM TEN ENTERPRISE PVT LTD.

10 FIXED ASSETS :

Sr. No.	Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK	
		As on 01-04-16	Additions	Deductions	As on 31-03-17	As on 01-04-16	For the Year	As on 31-03-17	As on 31-03-2016
1	Land	1,183,936	-	-	1,183,936	-	-	1,183,936	1,183,936
2	Building	15,845,916	7,004,876	-	22,850,792	2,788,931	1,171,263	18,890,599	13,056,985
3	Plant and Machinery	49,613,764	690,785	-	50,304,549	11,948,592	4,330,340	16,278,931	37,665,173
4	Rajhans Shop	6,483,313	-	-	6,483,313	1,526,356	230,063	1,756,419	4,956,957
5	Furniture & Fixture	3,863,741	34,625	-	3,898,366	1,830,489	347,736	2,178,225	2,033,252
6	Motor Car	13,326,207	-	1,138,314	12,187,893	7,606,628	1,385,519	8,259,117	5,719,579
7	Computer	213,510	60,300	-	273,810	190,568	46,253	236,821	22,942
8	Vehicles	58,497	-	-	58,497	48,736	1,843	50,579	9,761
9	Office Equipments	1,566,469	-	-	1,566,469	601,063	462,088	1,063,151	965,406
10	Electrifications	3,858,881	414,222	-	4,273,103	749,740	646,283	1,396,023	3,109,141
Total		96,014,235	8,204,808	1,138,314	103,080,729	27,291,102	8,621,387	35,179,459	68,723,132
Previous Year's Figures		63,750,609	43,972,955	11,709,329	96,014,235	24,266,888	9,150,283	27,291,102	68,723,132

10.1 Fixed Assets are stated at cost of acquisition less depreciation.

10.2 Depreciation on fixed assets is calculated on Written Down Value Method. The depreciation for the respective assets has been computed on the basis of their useful life as specified in Schedule II to the Companies Act, 2013, in accordance with the information and explanations as provided to us by the management of the company.

10.3 The carrying amounts of the company's assets are reviewed at each balance sheet date. If any indication of impairment exists, an impairment loss is recognized to the extent of the excess of the carrying amount over the estimated recoverable amount.



	As at 31-03-2017 Amount in ₹	As at 31-03-2016 Amount in ₹
11 NON-CURRENT INVESTMENTS		
Investment in Equity Share of Rajhans Owner Co. Op. Soc.	510	510
Total	510	510
11.1 The above investments has been valued at cost price.		
12 LONG TERM LOANS AND ADVANCES		
Deposits	1,445,092	1,172,692
Advance against Capital Expenditure	1,370,871	6,096,291
Other Advances	7,258,620	3,570,267
(Recoverable in cash or kind or for value to be received)		
Total	10,074,583	10,839,249
13 OTHER NON-CURRENT ASSETS		
Deferred Revenue Expenses	4,608,827	-
Total	4,608,827	-
14 INVENTORIES (As taken, valued and certified by the management)		
<u>Raw Materials</u>		
- Yarn	19,506,741	17,932,127
<u>Finished Goods</u>		
- Grey Cloth including knitted fabrics	28,067,329	17,478,926
- Chemicals	374,010	456,210
Sub Total	28,441,339	17,935,136
Total	47,948,080	35,867,263
14.1 Inventories of raw materials is valued at cost whereas, inventories of finished goods are valued at lower of cost or market value basis.		
15 TRADE RECEIVABLES (Unsecured and Considered good)		
Over six months	12,929,939	62,057,903
Others	278,795,318	202,419,910
Total	291,725,257	264,477,813
16 CASH AND CASH EQUIVALENTS		
<u>Cash and cash equivalents</u>		
(a) Cash on Hand	391,275	730,136
(b) <u>Balance with Banks</u>		
- In Current Accounts	434,603	40,304
- In Fixed Deposit Accounts	44,308,752	37,180,948
Total	45,134,630	37,951,388
17 SHORT TERM LOANS AND ADVANCES (Unsecured and Considered good)		
Advance Tax & TDS	1,702,521	1,281,638
Prepaid expenses	144,089	132,586
Other Advances	160,674	727,391
(Recoverable in cash or kind or for value to be received)		
Total	2,007,284	2,141,615



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

18 REVENUE FROM OPERATIONS

SalesLocal

- Yarn
- Grey Cloth
- Knitted Fabrics
- Chemicals
- Machinery - Highseas

For the period
ended on
31-03-2017
Amount in ₹

For the year
ended on
31-03-2016
Amount in ₹

617,304,444	510,048,838
467,151,114	254,051,730
84,639,468	83,049,344
83,097	62,742
-	2,939,571
1,169,178,123	850,152,225

Export:

- Grey Cloth

- 7,471,249

Sub Total - 7,471,249

Income from operations

- Job Work Income
- Brokerage Income

116,511 915,445

5,149,315 4,272,632

Sub Total 5,265,826 5,188,077

Total 1,174,443,949 862,811,551

19 OTHER INCOME

- Interest Income
- Interest on Bank FDRs

8,000 61,370

3,050,151 3,277,114

Total 3,058,151 3,338,484

20 COST OF MATERIAL CONSUMED

Yarn

- Opening stock
- Add: Purchases

17,932,127 14,537,503

33,066,971 30,242,530

50,999,098 44,780,033

- Less: Closing stock

19,506,741 17,932,127

Sub Total 31,492,357 26,847,906

Purchases of

- Filament Yarn
- Grey Cloth
- Knitted Fabrics - mfg
- Machinery - Highseas

575,251,334 496,216,224

458,723,859 253,570,030

40,893,392 21,613,833

- 2,883,180

Sub Total 1,074,868,585 774,283,267

Total 1,106,360,942 801,131,173

21 CHANGE IN INVENTORIES OF FINISHED GOODS

Opening Stock of

- Grey Cloth
- Chemicals

17,478,926 12,146,992

456,210 780,900

Sub Total 17,935,136 12,927,892

Less: Closing Stock of

- Grey Cloth including knitted fabrics
- Chemicals

28,067,329 17,478,926

374,010 456,210

Sub Total 28,441,339 17,935,136

Total (10,506,203) (5,007,244)



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

	For the period ended on 31-03-2017 Amount in ₹	For the year ended on 31-03-2016 Amount in ₹
22 EMPLOYEE BENEFIT EXPENSE		
Wages & Salaries	10,589,658	7,868,546
Staff Salary Expenses	4,075,056	3,595,599
Director's Remuneration	600,000	300,000
Provision for Gratuity	115,500	111,500
Total	15,380,214	11,875,645
23 FINANCIAL COST		
Bank Interest	17,754,992	16,161,890
Bank charges and commission	4,304,061	3,753,345
Loan Processing Charges	772,274	777,719
Other Interest	3,914,406	4,876,565
Total	26,745,733	25,569,519
24 DEPRECIATION AND AMORTIZATION EXPENSE		
Depreciation	8,621,387	9,150,283
IPO & Consulting Expenses	1,961,003	-
Total	10,582,390	9,150,283
25 OTHER EXPENSE		
(a) Operating Expenses		
Job Work Expenses	873,908	439,121
Factory Expense	944,440	982,774
Power & Fuel Expenses	3,383,278	2,147,394
Machinery Repairs & Millgin Expenses	823,650	1,012,094
Machinery Rent Expenses	432,000	800,000
	6,457,276	5,381,383
(b) Administrative Expenses		
Advertisement and Sales Promotion Expenses	137,660	106,895
Auditors' Remuneration	138,000	137,400
Brokerage & Commission Expenses	1,919,394	1,884,789
Clearing, Forwarding & Export Expenses	1,164,327	1,478,209
Communication Expenses	282,393	278,081
Donations Expenses	-	17,000
Insurance Expenses	362,187	399,307
Legal and Professional Fees	1,109,842	566,105
Office Expenses	558,873	517,017
Printing and Stationery Expenses	214,534	100,590
Packing Expenses	126,070	135,628
Rent, Rates and Taxes	60,795	47,467
Conveyance, Travelling & Transportation Expenses	2,381,895	2,441,402
VAT Expenses	7,733,373	6,038,300
Loss on Sale of Assets	90,284	42,261
	16,279,627	14,190,451
Total	22,736,903	19,571,834



26 Corporate Information

Titaanium Ten Enterprise Limited (the company) is a public limited company, incorporated under the provisions of the Companies Act, 1956. As on 31st March, 2016 Titaanium Ten Enterprise Limited was a Private Limited Company. The Company was converted into public limited on 02-06-2016 and also got listed on BSE SME on 14-07-2016. The company is engaged in the business of Trading and manufacturing of yarn, grey cloth, knitted fabrics, chemicals and acting as commission agent.

27 Significant Accounting Policies & Notes on Financial Statements**(a) Basis of Accounting**

The Financial Statement of the company have been prepared in accordance with generally accepted accounting principles in India. The company has prepared these financial statement to comply in all material respects with the Accounting Standards notified under the Companies (Accounting Standard) Rules, 2006 (as amended) and the relevant provision of the Companies Act, 2013. The financial statements have been prepared on accrual basis and under the historical cost convention method. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

(b) Use of Estimates

The preparation of the financial statement in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that effect the reported amounts of revenues, expenses, assets and liabilities at the end of the reporting year. 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 adjustments to the carrying amounts of assets or liabilities in future period.

(c) Prior period Items

Previous years adjustments are on account of payment of taxes, duties, interest etc., of earlier years due to short / excess provision thereof etc. and the provision for ascertained liability of gratuity of earlier years in the previous year; which has been shown under the head 'Exceptional Items.'

(d) Recognition of Income and Expenditure

All incomes and expenditures are accounted on accrual basis as per the guidelines as stated in AS-9 (Revenue Recognition) i.e. once it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

(e) Employee Benefits

Contribution to employee's benefit funds remitted to statutory authority is charged to revenue. Liability in respect of Gratuity of employees of the company is provided for as per actuarial valuation as at the current year ended. Actuarial gains and losses are recognised in full in the statement of profit and loss, in the year in which they occur.

(f) Borrowing Cost

The total borrowing cost on the acquisition of fixed assets if pertaining to the period up to the date on which the said fixed assets have been put-to-use, has been capitalized in the respective fixed assets and the cost for the period after the said fixed assets have been put-to-use has been debited to the Profit and Loss Account.

(g) Segment Reporting

The company has only one business segment and geographical segment. Therefore there is no separate reportable segment as per AS-17.

(h) Dues to small scale and ancillary undertakings

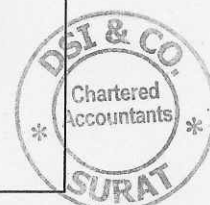
The company is not in a position to identify amount of balances due to Small Scale Industrial (SSI) undertakings in absence of sufficient information from suppliers, regarding their status as SSI undertakings.

(i) Related Party Disclosure

As per Accounting Standard 18, the disclosures of transactions with the related parties for the current period are given below.

(i) List of related parties and description of relationship

Sr. No.	Description of relationship	Names of related parties
1	Associate Concerns	(i) M/s. Tejus (ii) M/s. Titanuim Venture
2	Key Management Personnel	(i) Shri Rohitkumar H. Kapadia (ii) Smt. Ilaben R. Kapadia
3	Relative of Key Management Personnel	(i) Shri Tejus R. Kapadia (ii) Rohit Kapadiya HUF (iii) Shalu Kapadiya



Significant Accounting Policies & Notes on Financial Statements for the year ended 31st March, 2017

(ii) Transactions made during the year with the related parties.(a) Associate Concerns

During the year under consideration there was no transactions with the associate concern.

Sr. No.	Name of the associate concern	Nature of Transaction	Amount ₹
1	M/s. Titanium Venture	Purchase Machinery Rent Expense Job Work expenses	78,182,877 432,000 551,412

(b) Key Management Personnel

Sr. No.	Name of the related party	Nature of Transaction	Amount ₹
1	Shri Rohitkumar H. Kapadia	Directors' Remuneration Interest Unsecured Loan Received Unsecured Loan Repaid	600,000 109,308 8,305,000 12,480,000
2	Ilaben R. Kapadia	Interest Unsecured Loan Received Unsecured Loan Repaid	440,993 31,570,000 30,100,000

(c) Relative of Key Management Personnel

Sr. No.	Name of the related party	Nature of Transaction	Amount ₹
1	Shri Tejus R. Kapadia	Salary	420,000
2	R H Kapadiya HUF	Interest	268,229
3	Shalu Kapadiya	Interest	15,906

(j) Calculation of Earning per Share

Particulars	Current Year	Previous Year
(i) Net Profit (Loss) after tax (₹)	4,222,079	2,015,169
(ii) No. of Shares (Face Value of ₹ 10/- per Share)	6,728,507	264,039
(iii) Basic EPS (₹)	0.63	7.63
(iii) Diluted EPS (₹)	0.73	7.63

(k) Taxation

Tax comprises of Current tax and Deferred tax. Current tax in the books is recognised as per the provisions of Income Tax Act, 1961. Deferred Tax Liability / Asset is recognised as per AS-22 (Accounting for Taxes on Income) arising out of temporary timing differences. As per AS-22 "Accounting for Taxes and Income" issued by ICAI, company has created the deferred tax liability of Rs. 3,59,431/- (Previous Year - recognised deferred tax asset of Rs. 12,300/-) on account of timing difference attributable to the claim of depreciation.

(l) Impairment of Assets

The carrying amounts of the company's assets are reviewed at each balance sheet date. If any indication of impairment exists, an impairment loss is recognized to the extent of the excess of the carrying amount over the estimated recoverable amount.

(m) Provisions, Contingent Liabilities and Contingent Assets

The Company claims to have no Contingent liability and hence, it is not provided for in the books of accounts. However, the company has issued counter guarantees to the bank against guarantees issued by the bank against Export Obligation aggregating to Rs. 7.61 lacs as at the year end. (Previous Year : Rs. 7.61 lacs).



Significant Accounting Policies & Notes on Financial Statements for the year ended 31st March, 2017

(n) Detail of Specified Bank Notes (SBN) held and transacted during the demonetization period

The detail of specified bank notes (SBN) held and transacted by the company during the period from 08-11-2016 to 30-12-2016 is given in the following table.

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 08-11-2016	5,324,000	1,138	5,325,138
Add : Permitted receipts	-	136,250	136,250
Less : Permitted payments	-	111,509	111,509
Amount deposited in banks	5,324,000	350	5,324,350
Closing cash in hand as on 30-12-2016	-	25,529	25,529

(o) Previous Year's Figures

Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

(p) Additional informations(i) Auditor's Remuneration :

- For Audit & Taxation Matters
- For Company Law Matters
- For Other Services

	Current Year ₹	Previous Year ₹
	138,000	137,400
	-	-
Total	230,000	-
	368,000	137,400

(ii) Value of Imports on C.I.F. basis

2742.55 2147.51

(iii) Expenditure in foreign currency during the Year

1.37 0.38

(iv) Earning in Foreign Currency during the Year

43.15 74.71

(v) Imported and Indigenous Purchase of Materials

	Current Year (₹ in Lacs)	(%)	Previous Year (₹ in Lacs)	(%)
- Imported	2,742.55	24.75%	2,147.51	26.69%
- Indigenous	8,336.80	75.25%	5,897.75	73.31%
Total	11,079.36	100.00%	8,045.26	100.00%

For and on behalf of the Board
Titaanium Ten Enterprise Limited

Director Director

X R.H. Chaudhary



As per our report of even date

For DSI & Co.

Chartered Accountants

ICAI FRN 127226W

Dharan Shah

Partner

Membership No. 140410

Place : Surat
Date : 29-05-2017

Place : Surat
Date : 29-05-2017