

# L V Srinivasan & Associates

**Chartered Accountants**

Bldg No: 38, Flat No: 106, Kripanilaya CHS, Tilak Nagar, Mumbai 400089. Tel No: 2525 0719. Email: lvsrini@gmail.com.

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## INDEPENDENT AUDITOR'S REPORT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2016

TO,  
THE MEMBERS OF AQUA INVESTMENTS (INDIA)LIMITED

### Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of AQUA INVESTMENTS (INDIA)LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

### Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

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

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

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and



perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement..

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

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

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its Profit, and its cash flows for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a 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 sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - (e) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 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 A".

Place: Mumbai  
Dated: 18<sup>th</sup> May 2016



For L V Srinivasan & Associates  
Chartered Accountants  
(Firm's Registration No.113830W)

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L V Srinivasan  
Proprietor  
Membership No. 044415

**ANNEXURE REFERRED TO IN THE AUDITOR'S REPORT TO THE MEMBERS OF AQUA INVESTMENTS (INDIA) LIMITED ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2016**

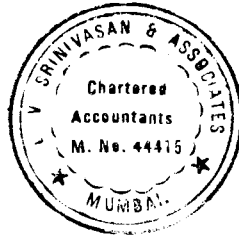
- i.
  - a. According to the information and explanations given to us, the company has not granted any loans to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
  - b. The company has not granted any loans, guarantees or security and has not made investments to which the provisions of section 185 and 186 of the Companies Act, 2013 apply.
- ii. In our opinion and according to the information and explanations given to us, the company has not accepted deposits from the public during the year.
- iii. In respect of statutory dues:
  - a. The Company did not have any employee on its payroll and hence depositing of statutory dues viz PF, ESIC do not apply to the company.
  - b. According to the records of the Company examined by us, there were no undisputed amounts payable in respect of Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and other statutory dues outstanding as at 31<sup>st</sup> March, 2016 for a period of more than six months from the date they became payable.
- iv. According to the information and explanations given to us and the records of the company, the company has not raised money by way of initial public offer or further public offer or raised any term loans during the year.
- v. According to the information and explanations given to us and based on audit procedures performed and representations obtained from the management, we report that no fraud on or by the company, has been noticed or reported during the year under audit.
- vi. The Company is not a Nidhi Company and hence clause (xii) of the order is not applicable.
- vii. According to the information and explanations given to us the transaction entered into with the related parties were in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements etc., as required by Accounting Standard 18 – Related Party Disclosures
- viii. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- ix. According to the information and explanations given to us and based on verification of records, the company has not entered into any non-cash transactions with directors or persons connected with him.

According to the information and explanations given to us, the company is registered under section 45-1A of the Reserve Bank of India Act, 1934.



- xi. According to the information and explanations given to us and taking into consideration the nature of the business of the Company, clauses (i), (ii), (vi), (viii), (xi) & (xiii) of the Companies (Auditors' Report) Order, 2016 are not applicable.

Place: Mumbai  
Dated: 18 th May 2016



**For L V Srinivasan & Associates  
Chartered Accountants  
(Firm's Registration No.113830W)**

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**L V Srinivasan  
Proprietor  
Membership No. 044415**

**“ANNEXURE A” REFERRED TO IN THE AUDITOR’S REPORT TO THE MEMBERS OF AQUA INVESTMENTS (INDIA) LIMITED ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2016.**

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of Aqua Investments (India) Limited as of March 31<sup>st</sup>, 2016 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.

**Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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



## Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

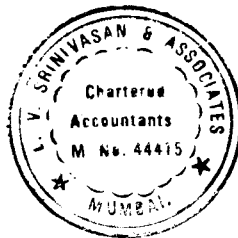
## Inherent Limitations of Internal Financial Controls over Financial Reporting

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

## Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016 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: Mumbai  
Dated: 18<sup>th</sup> May 2016



For L V Srinivasan & Associates  
Chartered Accountants  
(Firm's Registration No.113830W)

A handwritten signature in black ink, appearing to read "L V Srinivasan".

L V Srinivasan  
Proprietor  
Membership No. 044415

**AQUA INVESTMENTS (INDIA) LIMITED**  
**Balance Sheet as at 31st March 2016**

		31st March 2016	31st March 2015
		Rupees	Rupees
<b>Equity and Liabilities</b>			
<b>Shareholders' funds</b>			
Share Capital	3	1,77,02,000	1,77,02,000
Reserves and Surplus	4	14,92,838	2,48,545
		<b>1,91,94,838</b>	<b>1,79,50,545</b>
<b>Non-current liabilities</b>			
Long-term Borrowings		Nil	Nil
Long-term provisions		Nil	Nil
		<b>Nil</b>	<b>Nil</b>
<b>Current liabilities</b>			
Short-term Borrowings		Nil	Nil
Other Current Liabilities	5	2,20,341	1,90,570
		<b>2,20,341</b>	<b>1,90,570</b>
<b>Total Liabilities</b>		<b>1,94,15,179</b>	<b>1,81,41,115</b>

**Assets**

<b>Non-current assets</b>			
Non-current investments	6	72,73,200	72,73,200
Long-term loans and advances		Nil	Nil
		<b>72,73,200</b>	<b>72,73,200</b>
<b>Current assets</b>			
Trade Receivables	7	34,764	53,819
Cash and cash equivalents	8	80,74,118	68,89,096
Short-term loans and advances	9	40,33,097	39,25,000
		<b>1,21,41,979</b>	<b>1,08,67,915</b>
<b>Total Assets</b>		<b>1,94,15,179</b>	<b>1,81,41,115</b>

Summary of significant accounting policies 1.1

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
**For L V Srinivasan & Associates**  
**Chartered Accountants**

**L. V. Srinivasan**  
**Proprietor**  
**Memb No: 44415**  
**Firm registration No.: 113830W**



**For and on behalf of the board of directors of Aqua Investments (India) Ltd**

**CIN : U65990MH1994PLC080386**

**Rajesh Sharma**  
**Director**  
**DIN : 00515486**

**N M Ranadive**  
**Director**  
**DIN : 00274887**

Place : Mumbai  
Date : 18th May 2016

Place : Mumbai  
Date : 18th May 2016



**AQUA INVESTMENTS (INDIA) LIMITED**  
**Profit and Loss Account for the year ended 31st March 2016**

		31st March 2016 Rupees	31st March 2015 Rupees
<b>Continuing operations</b>			
<b>Income</b>			
Revenue from operations (Gross)	10	3,72,875	5,70,940
Less: Excise Duty		Nil	Nil
Revenue from operations (Net)		<u>3,72,875</u>	<u>5,70,940</u>
Other income	11	13,38,783	24,72,350
<b>Total Revenue</b>		<u><u>17,11,658</u></u>	<u><u>30,43,290</u></u>
<b>Expenses</b>			
Employee Benefits Expense		Nil	Nil
Other expenses	12	76,047	56,540
<b>Total expenses</b>		<u><u>76,047</u></u>	<u><u>56,540</u></u>
<b>Earning before interest, tax, depreciation and amortization (EBITDA)</b>		<u>16,35,611</u>	<u>29,86,750</u>
Depreciation and amortization expenses		Nil	Nil
Finance Costs		Nil	Nil
<b>Profit/(Loss) before tax</b>		<u>16,35,611</u>	<u>29,86,750</u>
<b>Tax Expense</b>			
Current Tax		1,62,000	2,15,000
Prov for Last Year Tax		2,29,318	Nil
Deferred Tax		Nil	Nil
<b>Total Tax Expense</b>		<u>3,91,318</u>	<u>2,15,000</u>
<b>Profit/(Loss) after tax from continuing operations</b>		<u><u>12,44,293</u></u>	<u><u>27,71,750</u></u>
<b>Earnings per equity share [nominal value of shares Rs.10/- (2014-2015 : Rs.10/-)]</b>	13		
Basic		0.70	1.57
Diluted		0.70	1.57

Summary of significant accounting policies 1.1

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
For L V Srinivasan & Associates  
Chartered Accountants

L. V. Srinivasan  
Proprietor  
Memb No: 44415  
Firm registration No.: 113830W



For and on behalf of the board of  
directors of Aqua Investments (India)  
CIN : U65990MH1994PLC080386

Rajesh Sharma  
Director  
DIN : 00515486

N M Ranadive  
Director  
DIN : 00274887

Place : Mumbai  
Date : 18th May 2016

Place : Mumbai  
Date : 18th May 2016

**AQUA INVESTMENTS (INDIA) LIMITED**  
**Cash Flow Statement for the year ended 31st March 2016**

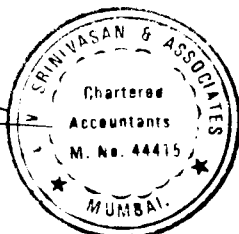
	31st March 2016 Rupees	31st March 2016 Rupees	31st March 2015 Rupees	31st March 2015 Rupees
<b>A. Cash flow from operating activities:</b>				
Net profit before tax as per Profit and Loss Account		16,35,611		29,86,750
Adjustment to reconcile profit before tax to net cash flows:				
Provision for diminution in value of Investment	-		-	
Dividend received	(7,61,409)		(6,13,944)	
Interest received from bank	(5,77,374)		(1,94,578)	
(Profit) / Loss on sale of Investments	-		(16,63,829)	
Operating profit before working capital changes		(13,38,783)		(24,72,351)
		2,96,828		5,14,399
Movements in working capital:				
(Increase) / Decrease in trade receivables	20,901		(50,341)	
(Increase) / Decrease in loans and advances	-		35,00,000	
(Increase) / Decrease in other Current Assets	-		-	
(Decrease) / Increase in other liabilities	913		23,416	
<b>Cash generated from operations</b>		21,814		34,73,075
Taxes paid		3,18,642		39,87,474
<b>Net cash from operating activities</b>		(4,72,403)		(1,86,349)
		(1,53,761)		38,01,125
<b>B. Cash flow from investing activities:</b>				
Sale of current investments	-		20,58,974	
Dividend received	7,61,409		6,13,944	
Interest received from bank	5,77,374		1,94,578	
<b>Net cash used in investing activities</b>		13,38,783		28,67,496
<b>C. Cash flow from financing activities:</b>				
<b>Net cash used in financing activities</b>		-		-
<b>Net increase in cash and cash equivalents</b>		11,85,022		66,68,621
<b>Cash and cash equivalents as at the beginning of the year</b>		68,89,096		2,20,475
<b>Cash and cash equivalents as at the end of the year</b>		80,74,118		68,89,096
<b>Cash and cash equivalent comprises of :</b>				
Cash in hand		-		-
Balance with banks		80,74,118		68,89,096
<b>Total</b>		80,74,118		68,89,096

Notes:

- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Notified Accounting Standard - 3 on Cash Flow Statements.
- Cash and cash equivalents includes the following balances with bank:
  - On fixed deposit account Rs. 74,02,808 (2014-15: Rs. 66,71,470)
  - On current account Rs. 6,71,310 (2014-15: Rs. 2,17,626)

As per our report of even date  
 For L V Srinivasan & Associates  
 Chartered Accountants

*L. V. Srinivasan*  
 L. V. Srinivasan  
 Proprietor  
 Memb No: 44415  
 Firm registration No.: 113830W



Place : Mumbai  
 Date : 18th May 2016

For and on behalf of the board of directors of Aqua  
 Investments (India) Ltd  
 CIN : U55990MH1994PLC080386

*Rajesh Sharma*  
 Rajesh Sharma  
 Director  
 DIN : 00515486

*N. M. Ranjive*  
 N. M. Ranjive  
 Director  
 DIN : 00274887

Place : Mumbai  
 Date : 18th May 2016

	31st March 2016 Rupees	31st March 2015 Rupees
<b>3. SHARE CAPITAL</b>		
<b>Authorised Shares</b>		
3,000,000 (2014-15 : 3,000,000) Equity Shares of Rs.10/- each.	3,00,00,000	3,00,00,000
<b>Issued, Subscribed and fully paid-up shares</b>		
1,770,200 (2014-15 : 1,770,200) Equity Shares of Rs.10/- each, fully paid up	1,77,02,000	1,77,02,000
	<b>1,77,02,000</b>	<b>1,77,02,000</b>

Equity shares	31st March 2016		31st March 2015	
	No. of shares	Rupees	No. of shares	Rupees
At the beginning of the period	17,70,200	1,77,02,000	17,70,200	1,77,02,000
Issued during the period – Bonus issue	Nil	Nil	Nil	Nil
Issued during the period – ESOP	Nil	Nil	Nil	Nil
<b>Outstanding at the end of the period</b>	<b>17,70,200</b>	<b>1,77,02,000</b>	<b>17,70,200</b>	<b>1,77,02,000</b>

**(b) Shares held by holding/ultimate holding company and/or their subsidiaries/associates**

	31st March 2016 Rupees	31st March 2015 Rupees
<b>Ion Exchange (India) Ltd., the holding Company</b>		
17,60,000 (2014-15 : 17,60,000) Equity Shares of Rs.10/- each fully paid	1,76,00,000	1,76,00,000

**(c) Details of Shareholders holding more than 5% shares in the company**

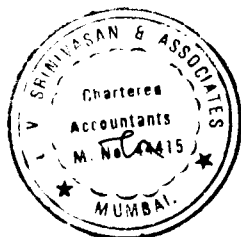
	31st March 2016		31st March 2015	
	No. of shares	% holding in the class	No. of shares	% holding in the class
<b>Equity Shares of Rs.10/- each fully paid</b>				
Ion Exchange (India) Ltd., the holding Company	17,60,000	99.42%	17,60,000	99.42%

**4. RESERVES AND SURPLUS****Surplus in the statement of Profit and Loss Account**

	31st March 2016 Rupees	31st March 2015 Rupees
Balance as per last financial statements	2,48,545	(25,23,205)
Add : Profit for the year	12,44,293	27,71,750
<b>Net Surplus in the statement of Profit and Loss Account</b>	<b>14,92,838</b>	<b>2,48,545</b>
<b>Total Reserves and Surplus</b>	<b>14,92,838</b>	<b>2,48,545</b>

**5. OTHER CURRENT LIABILITIES****Others**

	31st March 2016 Rupees	31st March 2015 Rupees
Provision for taxation (net of advance income-tax)	1,58,042	1,29,184
Audit Fees payable	11,970	13,396
Professional Charges payable	50,329	43,822
Creditors for Exps	-	4,168
	<b>2,20,341</b>	<b>1,90,570</b>



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	31st March 2016 Rupees	31st March 2015 Rupees
<b>6. NON CURRENT INVESTMENTS</b>		
<b>Trade Investments (valued at cost unless stated otherwise)</b>		
<b>Unquoted Equity Instruments</b>		
<b>Investment in associates</b>		
3,000 (2014-15 : 3,000) Equity Shares of Rs.10/- each fully paid up in Ion Exchange Enviro Farms Ltd.	30,000	30,000
1,200 (2014-15 : 1,200) Equity Shares of Rs.10/- each fully paid up in Ion Exchange Financial Products Private Ltd.	12,000	12,000
	<b>42,000</b>	<b>42,000</b>
<b>Quoted Equity Instruments</b>		
<b>Investment in holding company</b>		
253,803 [2014-2015 : 2,53,803] Equity Shares of Rs. 10/- each fully paid up in Ion Exchange (I) Ltd.	72,31,200	72,31,200
	<b>72,31,200</b>	<b>72,31,200</b>
	<b>72,73,200</b>	<b>72,73,200</b>
Aggregate amount of Non Current Investments [Market Value Rs. 7,84,75,888 (2014-2015 : Rs. 6,59,88,780)]	72,73,200	72,73,200
	<b>31st March 2016 Rupees</b>	<b>31st March 2015 Rupees</b>

	Non-current		Current	
	31st March 2016 Rupees	31st March 2015 Rupees	31st March 2016 Rupees	31st March 2015 Rupees
<b>7. TRADE RECEIVABLES AND OTHER ASSETS</b>				
<b>Unsecured, considered good unless stated otherwise</b>				
<b>Outstanding for a period exceeding six months from the date they are due for payment</b>				
Secured, considered good	Nil	Nil	Nil	Nil
Unsecured, considered good	Nil	Nil	Nil	Nil
Doubtful	Nil	Nil	Nil	Nil
	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
Provision for doubtful receivable	Nil	Nil	Nil	Nil
<b>(A)</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
<b>Other receivables</b>				
Unsecured, considered good	Nil	Nil	34,764	53,819
Doubtful	Nil	Nil	Nil	Nil
	<b>Nil</b>	<b>Nil</b>	<b>34,764</b>	<b>53,819</b>
Provision for doubtful receivables	Nil	Nil	Nil	Nil
<b>(B)</b>	<b>Nil</b>	<b>Nil</b>	<b>34,764</b>	<b>53,819</b>
<b>Total (A+B)</b>	<b>Nil</b>	<b>Nil</b>	<b>34,764</b>	<b>53,819</b>

	Non-current		Current	
	31st March 2016 Rupees	31st March 2015 Rupees	31st March 2016 Rupees	31st March 2015 Rupees
<b>8. CASH &amp; BANK BALANCE</b>				
<b>Balances with bank:</b>				
On current accounts	Nil	Nil	6,71,310	2,17,626
Fixed Deposit	Nil	Nil	74,02,808	66,71,470
	<b>Nil</b>	<b>Nil</b>	<b>80,74,118</b>	<b>68,89,096</b>



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	Non-current		Current	
	31st March 2016	31st March 2015	31st March 2016	31st March 2015
	Rupees	Rupees	Rupees	Rupees
<b>9. SHORT-TERM LOANS &amp; ADVANCES</b>				
<b><u>Security &amp; Tender Deposits</u></b>				
Secured, considered good	Nil	Nil	Nil	Nil
Unsecured, considered good	Nil	Nil	Nil	Nil
Doubtful	Nil	Nil	Nil	Nil
	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
Provision for doubtful security deposit	Nil	Nil	Nil	Nil
<b>(A)</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
<b><u>Loans &amp; Advances</u></b>				
Secured, considered good				
unutilised service tax credit	Nil	Nil	Nil	Nil
Unsecured, considered good	Nil	Nil	Nil	Nil
Doubtful	Nil	Nil	Nil	Nil
	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
Provision for doubtful advances	Nil	Nil	Nil	Nil
<b>(B)</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
<b><u>Loans &amp; Advances to Related Party</u></b>				
Unsecured, considered good	Nil	Nil	Nil	Nil
	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
Provision for doubtful advances	Nil	Nil	Nil	Nil
<b>(C)</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
<b><u>Other loans and advances</u></b>				
Inter Corporate Deposit	Nil	Nil	39,25,000	39,25,000
Mat Credit Receivables	Nil	Nil	1,08,097	-
<b>(D)</b>	<b>Nil</b>	<b>Nil</b>	<b>40,33,097</b>	<b>39,25,000</b>
<b>Total (A+B+C+D)</b>	<b>Nil</b>	<b>Nil</b>	<b>40,33,097</b>	<b>39,25,000</b>

	31st March 2016	31st March 2015
	Rupees	Rupees
<b>10. REVENUE FROM OPERATION</b>		
<b>Revenue from operation</b>		
<b>Sale of product</b>		
Finished Goods	Nil	Nil
Traded Goods	Nil	Nil
Sale of services	Nil	Nil
Interest income on inter corporate deposit	3,72,875	5,70,940
<b>Revenue from operation (Gross)</b>	<b>3,72,875</b>	<b>5,70,940</b>
Less : Excise duty	Nil	Nil
<b>Revenue from operation (Net)</b>	<b>3,72,875</b>	<b>5,70,940</b>



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<b>11. OTHER INCOME</b>	<b>31st March 2016</b>	<b>31st March 2015</b>
	<b>Rupees</b>	<b>Rupees</b>
<b>Interest income on</b>		
Bank deposit	5,77,374	1,94,578
Long-term investments	Nil	Nil
current investments	Nil	Nil
	<b>5,77,374</b>	<b>1,94,578</b>
<b>Dividend income on</b>		
Investment in Holding Co	7,61,409	5,07,606
Current Investment	-	1,06,338
	<b>7,61,409</b>	<b>6,13,944</b>
<b>Profit on Sale of Investments</b>		
Investment in Equity Shares	-	16,63,829
	-	<b>16,63,829</b>
	<b>13,38,783</b>	<b>24,72,350</b>

<b>12. OTHER EXPENSES</b>	<b>31st March 2016</b>	<b>31st March 2015</b>
	<b>Rupees</b>	<b>Rupees</b>
Rate and Taxes	41,492	12,123
Securities Transaction tax	-	2,068
Professional Fees	21,733	20,287
Bank Charges	807	1,453
Payment to auditor (Refer details below)	12,015	11,711
Other Exps	-	8,898
	<b>76,047</b>	<b>56,540</b>
<b>Payment to Auditor</b>		
<b>As Auditor :</b>		
Audit Fee	11,495	11,191
Out of Pocket Expenses	520	520
	<b>12,015</b>	<b>11,711</b>



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	31st March 2016 Rupees	31st March 2015 Rupees
<b>13. EARNING PER SHARE</b>		
The following reflects the profit and share data used in the basic and diluted EPS computations:		
<b>Total operations for the year</b>		
Profit/ (loss) after tax	12,44,293	27,71,750
Less : Dividends on convertible preference shares & tax thereon	Nil	Nil
Net profit/ (loss) for calculation of basic EPS	<u>12,44,293</u>	<u>27,71,750</u>
Net profit/(loss) as above	12,44,293	27,71,750
Add : Dividends on convertible preference shares & tax thereon	Nil	Nil
Add : Interest on bonds convertible into equity shares (net of tax)	Nil	Nil
Net profit/ (loss) for calculation of diluted EPS	<u>12,44,293</u>	<u>27,71,750</u>
<b>Continuing operations</b>		
Profit/ (loss) after tax	12,44,293	27,71,750
Less : dividends on convertible preference shares & tax thereon	Nil	Nil
Net profit for calculation of basic EPS	<u>12,44,293</u>	<u>27,71,750</u>
Net profit/(loss) as above	12,44,293	27,71,750
Add : Dividends on convertible preference shares & tax thereon	Nil	Nil
Add : Interest on bonds convertible into equity shares (net of tax)	Nil	Nil
Net profit/ (loss) for calculation of diluted EPS	<u>12,44,293</u>	<u>27,71,750</u>
Weighted average number of equity shares in calculating basic EPS	17,70,200	1,77,02,00
Effect of dilution:		
Convertible preference shares	Nil	Nil
Convertible bonds	Nil	Nil
Stock options granted under ESOP	Nil	Nil
Weighted average number of equity shares in calculating diluted EPS	<u>17,70,200</u>	<u>1,77,02,00</u>



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## **AQUA INVESTMENTS (INDIA) LIMITED**

### **Notes to Financial Statements for the year ended 31 March 2016**

#### **1. Basis of preparation**

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP) & provision of companies act, 2013. The financial statements have been prepared under historical cost convention on accrual basis accounting on a going concern concept. Accounting policies are suitably disclosed as notes annexed to the Balance Sheet and Profit & Loss Account.

##### **1.1 Summary of significant accounting policies**

The Financial statements are prepared to comply in all material aspects with the applicable accounting standards issued by the Institute of Chartered Accountants of India and the relevant provisions of "The Companies Act, 2013". The Significant Accounting Policies are as follows:-

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

##### **(a) Use of estimates:**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in the future periods.

##### **(b) Investments:**

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost plus brokerage and stamp charges. Provision for diminution in the value of investments are made only if, such decline is other than temporary in the opinion of the management.



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## AQUA INVESTMENTS (INDIA) LIMITED

### Notes to Financial Statements for the year ended 31 March 2016

#### (c) Revenue Recognition:

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

#### Interest:

Revenue is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

#### Dividends:

Revenue is recognized when the shareholders' right to receive payment is established by the Balance Sheet date.

#### (d) Taxation:

- (i) Provision for current taxation has been made in accordance with the Indian Income tax laws prevailing for the relevant assessment years.
- (ii) Deferred tax is recognized, subject to the consideration of prudence, on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured on the tax rates and the tax laws enacted or substantively enacted at the Balance Sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. If the Company has unabsorbed depreciation or carry forward losses, deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that such deferred tax assets can be realized against future taxable profits.

The carrying amount of deferred tax assets is reviewed at each Balance Sheet date. The Company writes down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

At each Balance Sheet date, the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realized.



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# AQUA INVESTMENTS (INDIA) LIMITED

## Notes to Financial Statements for the year ended 31 March 2016

### (e) Earnings per Share:

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period.

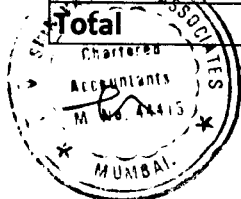
For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

## 2. Related Party Transactions

<u>Where control exists</u>		
a)	Holding Companies	Ion Exchange (India) Limited
<u>Others</u>		
b)	Associates	Ion Exchange Enviro Farms Limited Ion Exchange Financial Products Private Limited
e)	Key Management Personnel	Mr. Rajesh Sharma – Director Mr. Ajay Popat – Director Mr. N. M. Ranadive – Director

### I. Transactions during the year with Related Parties

Nature of transaction	Amount (in Rupees)					
	Parties referred to in (a) above		Parties referred to in (b) above		Total	
	2015-2016	2014-2015	2015-2016	2014-2015	2015-2016	2014-2015
<b>Dividend Received</b>						
Ion Exchange (India) Limited	7,61,409	5,07,606	Nil	Nil	7,61,409	5,07,606
Ion Exchange Services Limited	Nil	Nil	Nil	Nil	Nil	Nil
<b>Total</b>	<b>7,61,409</b>	<b>5,07,606</b>	<b>Nil</b>	<b>Nil</b>	<b>7,61,409</b>	<b>5,07,606</b>
<b>Interest on Inter Corporate Deposit</b>						
Ion Exchange (India) Limited	3,72,875	5,70,940	Nil	Nil	3,72,875	5,70,940
<b>Total</b>	<b>3,72,875</b>	<b>5,70,940</b>	<b>Nil</b>	<b>Nil</b>	<b>3,72,875</b>	<b>5,70,940</b>
<b>Inter Corporate Deposit Given</b>						
Ion Exchange (India) Limited	Nil	Nil	Nil	Nil	Nil	Nil
<b>Total</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>



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# AQUA INVESTMENTS (INDIA) LIMITED

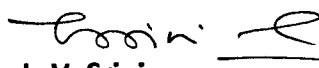
## Notes to Financial Statements for the year ended 31 March 2016


Inter Corporate Deposit Received Back						
Ion Exchange (India) Limited	Nil	35,00,000	Nil	Nil	Nil	35,00,000
<b>Total</b>	<b>Nil</b>	<b>35,00,000</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>35,00,000</b>
Inter Corporate Deposit Outstanding						
Ion Exchange (India) Limited	39,25,000	39,25,000	Nil	Nil	39,25,000	39,25,000
<b>Total</b>	<b>39,25,000</b>	<b>39,25,000</b>	<b>Nil</b>	<b>Nil</b>	<b>39,25,000</b>	<b>39,25,000</b>

### 3. Earnings per Share (EPS)


Particulars		31st March 2016	31st March 2015
I	Profit Computation for both Basic and Diluted Earnings per Share of Rs. 10 each Net Profit as per Profit and Loss Account available for Equity Shareholders (In Rupees)	12,44,293	27,71,750
II	Weighted average number of equity shares for Earnings per Share computation A) For Basic Earnings per Share B) For Diluted Earnings per Share No. of shares for Basic EPS as per IIA Add: Weighted Average outstanding employee stock options deemed to be issued for no consideration No. of Shares for Diluted Earnings per Share	17,70,200 - 17,70,200 - 17,70,200	17,70,200 - 17,70,200 - 17,70,200
III	Earnings per Share in Rupees (Weighted Average) Basic Diluted	0.70 0.70	1.57 1.57


As per our report annexed  
For and on behalf of  
**L. V. Srinivasan & Associates**  
Chartered Accountants

  
**L. V. Srinivasan**  
Proprietor  
Membership No.44415  
Firm Registration No.: 113830W



for Aqua Investments (India) Limited

  
**Rajesh Sharma**  
Director

  
**N M Ranadive**  
Director

Place: Mumbai  
Date: 18<sup>th</sup> May 2016

Place: Mumbai.  
Date: 18<sup>th</sup> May 2016