

INDEPENDENT AUDITOR'S REPORT

To The Members of **DARE INVESTMENTS LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of **DARE INVESTMENTS 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 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 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 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 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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. 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 financial statements.

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,

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;
- (b) in the case of Statement of Profit and Loss, of the Loss 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

As required by Section 143(3) of the Act, we report that:

1. As required by the Companies (Auditor's Report) Order 2016 (Order) issued by the Central Government in terms of Section 143 (11) of the Act, we give in the annexure a statement on the matters specified in paragraphs 3 and 4.

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 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".
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the 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 derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were, required to be transferred, to the Investor Education and Protection Fund by the Company.

For Shanker Giri & Prabhakar
Chartered Accountants
FRN: 003761S



P. Prabhakar Rao
P. Prabhakar Rao
Partner

Membership No. : 18408

Place: Chennai

Date: 18/04/2016

The Annexure referred to in paragraph 1 of the Our Report of even date to the members of DARE INVESTMENTS LIMITED on the accounts of the company for the year ended 31st March, 2016.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

- i. The Company does not have any Fixed Assets. Hence Clause 3(i) of the Order is not applicable
- ii. The Company does not have any inventories and hence Clause 3(ii) of the Order is not applicable.
- iii. 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.
- iv. The Company has not given any loans, guarantees or security. As the company's principal business is acquisition of securities the provisions of Section 186 as are applicable to other companies are not applicable to this company.
- v. The company has not accepted any deposits during the year. Hence Clause 3(v) of the Order is not applicable.
- vi. The Company being an Investment Company, Clause 3(vi) of the Order relating to maintenance of cost records is not applicable.
- vii. (a) According to the information and explanations given to us, and records of the Company examined by us, in our opinion, the Company is generally regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues as applicable, with the appropriate authorities. There are no arrears of undisputed statutory dues outstanding as at 31st March 2016 for a period of more than six months from the date they become payable.

(b) According to the information and explanations given to us, and the records of the Company examined by us, there are no dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax or cess which have not been deposited on account of any dispute.
- viii. The Company has not borrowed any amounts from any financial institution, bank or debenture holders..
- ix. The Company has not raised by way of initial public offer or further public offer (including debt instruments) and term loans.
- x. During the course of our examination of the Books and Records of the Company carried out in accordance with the Generally Accepted Auditing Practices in India and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company noticed or reported during the year nor have we been informed of such a case by the Management.
- xi. The Company has not paid any managerial remuneration during the year.




- xii. The provisions of clause (xii) are not applicable to the company as it is not a Nidhi Company.
- xiii. According to the information and explanations given to us, the company has complied with section 177 and 188 of the Act wherever applicable and has disclosed the transactions with related parties as required by the applicable accounting standards
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under Section 42 of the Act.
- xv. According to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with them.
- xvi. According to the information and explanations given to us, the Company is not required to be registered under section 45- IA of the Reserve Bank of India Act, 1934.

Place: Chennai
Date: 18/04/2016



For Shanker Giri & Prabhakar
Chartered Accountants
FRN: 003761S


P. Prabhakar Rao
Partner
Membership No. : 18408

**ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE
STANDALONE FINANCIAL STATEMENTS OF DARE INVESTMENTS LIMITED**

**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 DARE INVESTMENTS LIMITED ("the Company") as of March 31, 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 my /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 my / 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.

For Shanker Giri & Prabhakar
Chartered Accountants
Firm's Registration No.03761S


P. Prabhakar Rao
Partner
Membership No.18408
Place: Chennai
Date: 18/04/2016



DARE INVESTMENTS LIMITED

BALANCE SHEET AS AT 31st MARCH 2016

	Note No.	<u>As at 31st March 2016</u>		<u>As at 31st March 2015</u>	
		Rs	Rs	Rs	Rs
I <u>EQUITY AND LIABILITIES</u>					
(1) Shareholder's Funds					
(a) Share Capital	1	5,00,00,000		5,00,00,000	
(b) Reserves & Surplus	2	-5,31,600		-3,93,416	
			4,94,68,400		4,96,06,584
(2) Current liabilities					
(a) Short Term Borrowings	3	11,70,633		10,80,383	
(b) Trade payables	4	15,000		18,451	
(c) Other Current Liabilities	5	5,886	11,91,519	3,968	11,02,802
TOTAL			5,06,59,919		5,07,09,386
II <u>ASSETS</u>					
(1) Non Current Investments					
	6		5,00,25,973		5,00,25,973
(2) Current assets					
(a) Cash and Cash Equivalents	7	3,76,826		4,26,293	
(b) Other Current Assets	8	2,57,120		2,57,120	
			6,33,946		6,83,413
TOTAL			5,06,59,919		5,07,09,386

Accompanying Notes to Financial Statements 11

On behalf of the Board


G.VEERABHADRAM
CHAIRMAN


S.SANKARASUBRAMANIAN
DIRECTOR


SAURABH JAIN
COMPANY SECRETARY

This is the Balance Sheet referred to in
our Report of even date
For SHANKER GIRI & PRABHAKAR
CHARTERED ACCOUNTANTS


P. PRABHAKAR RAO
Partner

Place SECUNDERABAD:

Date 18/04/2016



DARE INVESTMENTS LIMITED

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

	<u>Note</u> <u>No.</u>	<u>For the Year ended</u> <u>31st March 2016</u>		<u>For the Year ended</u> <u>31st March 2015</u>	
		Rs	Rs	Rs	Rs
I Revenue from Operations					
(a) Operating revenues		-		-	
(b)) Other Income - Interest from bank		-		-	
11 Total Revenue					
III Expenses					
(a) Finance Cost	9	1,00,282		81,648	
(b)) Other Expenses	10	37,902		42,951	
Total Expenses					
IV Loss before tax					
V Tax Expense					
(a) Current Tax		-		-	
(b) Deferred Tax		-		-	
Total					
VI Loss for the year					
VII Earnings per equity share					
Basic - Rs.		(0.03)		(0.02)	
Diluted - Rs.		(0.03)		(0.02)	

Accompanying Notes to Financial Statements 11

On behalf of the Board



G.VEERABHADRAM
CHAIRMAN



S.SANKARASUBRAMANIAN
DIRECTOR



SAURABH JAIN
COMPANY SECRETARY

This is the Statement of Profit & Loss
referred to in our Report of even date.
For SHANKER GIRI & PRABHAKAR
CHARTERED ACCOUNTANTS



P. PRABHAKAR RAO
Partner

Place SECUNDERABAD:



Date 18/04/2016




DARE INVESTMENTS LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2016

	2015-2016 Rs.	2014-2015 Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES		
NET PROFIT BEFORE TAX	(1,38,184)	(1,24,599)
ADJUSTMENTS:		
Depreciation	-	-
Interest Received	-	-
Investment Income	-	-
Interest paid	1,00,282	81,648
(Profit) / Loss on sale of Fixed Assets	-	-
(Profit) / Loss on sale of Investments (Net)	-	-
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	(37,902)	(42,951)
ADJUSTMENTS FOR : INCREASE/DECREASE IN		
Trade and Other Receivables	-	-
Inventories	-	-
Current Liabilities	(1,533)	1,548
CASH GENERATED FROM OPERATIONS	(39,435)	(41,403)
Direct Taxes paid	-	-
NET CASH FLOW FROM OPERATIONS	(39,435)	(41,403)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of investments	-	-
Proceeds on sale of Fixed Assets	-	-
Sale of Investments	-	-
Interest Received	-	-
Interest paid	(1,00,282)	(81,648)
Investment Income	-	-
NET CASH USED IN INVESTING ACTIVITIES	(1,00,282)	(81,648)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of Share Capital	-	-
Redemption of Share Capital	-	-
Proceeds from Short Term Borrowings	90,250	5,33,479
Repayment of Long Term Borrowings	-	-
Proceeds from Other Term Borrowings (Net)	-	-
Change in Working Capital Finance	-	-
Interest paid	-	-
Dividend & Dividend tax paid	-	-
NET CASH FLOW FORM FINANCING ACTIVITIES	90,250	5,33,479
Net Increase in Cash and Cash Equivalents (A+B+C)	(49,467)	4,10,428
Cash and Cash Equivalents as at the beginning of the year	4,26,293	15,865
Cash and Cash Equivalents as at the end of the year	3,76,826	4,26,293

On behalf of the Board


 
G.VEERABHADRAM **S.SANKARASUBRAMANIAN**
Chairman Director


SAURABH JAIN
COMPANY SECRETARY

Secunderabad

Date : 18/06/2016

For SHANKER GIRI & PRABHAKAR
CHARTERED ACCOUNTANTS


P. PRABHAKAR RAO
Partner



DARE INVESTMENTS LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS

As at 31st
March 2016
Rs

As at 31st
March 2015
Rs

Note 1

Share Capital

Authorised

50,00,000 Equity Shares of Rs.10/-each	5,00,00,000	5,00,00,000
(2014-15 - 50,00,000 Equity Shares of Rs.10/-each)	<u>5,00,00,000</u>	<u>5,00,00,000</u>

Issued Subscribed and Paid up

50,00,000 Equity Shares of Rs.10/-each	5,00,00,000	5,00,00,000
(2014-15 - 50,00,000 Equity Shares of Rs.10/-each)	<u>5,00,00,000</u>	<u>5,00,00,000</u>

1 Shares held by the Holding Company

Name of the Shareholder	2015-16		2014-15	
	No. of Shares	Rs	No. of Shares	Rs
Coromandel International Limited	50,00,000	5,00,00,000	50,00,000	5,00,00,000

2 Shareholders holding more than 5% of the Shares

Name of the Shareholder	2015-16		2014-15	
	No. of Shares	%	No. of Shares	%
Coromandel International Limited	50,00,000	100.00%	50,00,000	100.00%

3 Reconciliation of Number of Shares

	2015-16		2014-15	
	No. of Shares	Rs	No. of Shares	Rs
Balance as at the beginning of the year	50,00,000	5,00,00,000	50,00,000	5,00,00,000
Issued and paid up during the year			-	-
Balance as at end of the year	50,00,000	5,00,00,000	50,00,000	5,00,00,000

4 Rights, preferences and restrictions attached to equity shares

Equity Shares of the Company having par value of Rs.10 per share rank pari pasu in all respects including voting rights and entitlement to dividend.

Note 2

Reserves & Surplus

Balance in Profit and Loss Statement		
Balance at the beginning of the Year	(3,93,416)	(2,68,817)
Add : Loss for the year	(1,38,184)	(1,24,599)
	<u>(5,31,600)</u>	<u>(3,93,416)</u>

Note 3

Short Term Borrowings

From Holding Company	11,70,633	10,80,383
From Fellow Subsidiary Company	-	-
	<u>11,70,633</u>	<u>10,80,383</u>

DARE INVESTMENTS LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS

	<u>As at 31st</u> <u>March 2016</u> Rs	<u>As at 31st</u> <u>March 2015</u> Rs
Note 4		
Trade payables		
Sundry Creditors	15,000	18,451
For Expenses	<u>15,000</u>	<u>18,451</u>
Note 5		
Other Current Liabilities		
Other Payables	<u>5,886</u>	<u>3,968</u>
Note 6		
Non Current Investments		
Non Trade - Quoted		
25,00,100 Equity Shares of Rs.10/- each in Coromandel		
Engineering Company Limited (Market Value -		
Rs.14,16,30,665/- (2014-15 -Rs.10,43,79,175/-)	<u>5,00,25,973</u>	<u>5,00,25,973</u>
	<u>5,00,25,973</u>	<u>5,00,25,973</u>
Note 7		
Cash and cash equivalents		
Cash on hand	-	-
Bank Balances - Current Account	<u>3,76,826</u>	<u>4,26,293</u>
	<u>3,76,826</u>	<u>4,26,293</u>
Note 8		
Other Current Assets		
Preliminary Expenses - To the extent not written off	<u>2,57,120</u>	<u>2,57,120</u>
	<u>2,57,120</u>	<u>2,57,120</u>
	<u>Year ended</u> <u>31st March</u> <u>2016</u> Rs	<u>Year ended</u> <u>31st March</u> <u>2015</u> Rs
Note 9		
Finance Cost		
Interest on short term borrowings	<u>1,00,282</u>	<u>81,648</u>
	<u>1,00,282</u>	<u>81,648</u>
Note 10		
Other Expenses		
Rates & Taxes	-	100
Professional & Consultancy Charges	6,344	14,200
Audit Fees		
For Audit	15,000	16,854
For Other Services	<u>15,413</u>	<u>9,550</u>
Other Expenses	<u>1,145</u>	<u>2,247</u>
	<u>37,902</u>	<u>42,951</u>



DARE INVESTMENTS LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS

NOTE NO. 11

Accompanying Notes to Financial Statements :

1. Accounting Policies

- These accounts are prepared on the basis of going concern, under the historic cost convention on accrual basis, to comply in all material aspects with applicable generally accepted accounting principles in India ("Indian GAAP"), the Accounting Standards ("AS") notified under Section 133 of the Companies Act, 2013 ("Act") and the relevant provisions of the Act.
 - Preliminary Expenses are intended to be written off when the Company commences operations.
- Deferred Tax asset as at 31st March 2016 is Rs.64,152/- representing tax on unabsorbed business losses. The same has not been considered as a prudent measure.

3. Related Party Disclosure

i	Related Parties	Parry Chemicals Limited- Fellow Subsidiary		Coromandel International Limited – Holding Company	
		2015-16	2014-15	2015-16	2014-15
ii	Transactions during the year	Rs.	Rs.	Rs.	Rs.
	Subscription to Equity Capital	Nil	Nil	Nil	Nil
	Interest Paid	Nil	Nil	1,00,282	81,648
	Advances Received	Nil	Nil	Nil	5,00,000
	Advances Repaid	Nil	40,000	Nil	Nil
iii	Balances outstanding				
	Share Capital - Cr	Nil	Nil	5,00,00,000	5,00,00,000
	Advances Received – Cr	Nil	Nil	11,70,633	10,80,383

4. Segment Reporting

The Company has considered business segment as the primary segment for disclosure. The Company is engaged in Investments business only and hence this is considered as the only business segment.

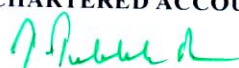
5. Earnings Per Share

	2015-2016 Rs	2014-2015 Rs
Loss after tax as per Profit and Loss Statement	(1,38,184)	(1,24,599)
Earnings per share		
Basic	(0.03)	(0.02)
Diluted	(0.03)	(0.02)

- Previous Year's figures are regrouped / reclassified in order to confirm to the classification adopted in these accounts.

SIGNATURES TO NOTE NOS. 1 TO 11

For SHANKER GIRI & PRABHAKAR
 CHARTERED ACCOUNTANTS


 P. PRABHAKAR RAO
 PARTNER


 SAURABH JAIN
 COMPANY SECRETARY


 G.VEERABHADRAM
 CHAIRMAN


 S. SANKARASUBRAMANIAN
 DIRECTOR

Place: Secunderabad

Date: 18/04/2016.