

BRD CARWORLD LIMITED

**10th ANNUAL REPORT
2017-18**

BRD Corporate Social Responsibility (CSR) Initiatives

1. BRD's helping hand for rebuilding Kerala.



Shri. C.C William Varghese, Chairman, handing over BRD's financial contribution to Chief Minister's Distress Relief Fund (CMDRF) to Smt. T.V Anupama, Thrissur District Collector, as part of BRD's Corporate Social Responsibility (CSR) activities, for helping families and individuals distressed by calamity, loss of life due to flood and heavy rains in State of Kerala.

2. BRD's caring for children with long term illnesses and their families.



Shri. C.C William Varghese, Chairman, along with BRD Directors handing over MARUTI ECCO vehicle, as part of BRD's Corporate Social Responsibility (CSR) activities, to Smt. Sheeba Ameer, Founder & Secretary, Solace Foundation for improving their services for children with long term illnesses.

BRD CARWORLD LIMITED

CIN : U50401KL2008PLC022450

REGISTERED OFFICE

1/66A, NH 47 Bypass, Konikkara

Thrissur - 680 306.

Phone : 048-2352242

E mail : brdcarworld@brdgroup.net

Web site :www.brdgroup.net

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BRD CARWORLD LIMITED

DIRECTORS' REPORT

Dear Members,

Your directors have pleasure in presenting their 10th Annual Report on the business and operations of the company together with the Audited Statement of Accounts for the year ended 31st March, 2018.

FINANCIAL HIGHLIGHTS:

During the year under review, performance of your company as under:

(₹ in thousands)

Particulars	Year ended 31.03.2018	Year ended 31.03.2017
Revenue from operations	3471739785	3360090668
Other Income	357592776	340725162
Total Revenue	3829332561	3700815830
Expense	3815128458	3652867019
Profit/(Loss) before taxation	14204103	47948811
Less : Tax Expense		
Current Tax	8499373	19905732
Deferred Tax	(2672100)	(2705700)
Profit/(Loss) after tax	8376830	30748779

Company Overview

BRD Car World Limited was established in the year 2008 to enable customers to experience the finest range of Maruti Suzuki Cars in an exclusive and inspiring environment. BRD Car World show rooms are designed to give the customers an enchanting experience of a lifetime. We are ever more enthusiastic in winning the hearts of our customers to bring them into the BRD Family. We also offer our best Sales, Service, Spares experience to a customer in line with the vision and mission of Maruti Suzuki India Limited. We are committed to achieve Customer Satisfaction by understanding Customer requirements, and continually improving our methods and processes to provide quality service in Sales, Servicing and Spare Parts.

State of the Company's Affairs and Future Outlook:

During the financial year under review, the operations of the company has resulted in a profit of ₹ 1,42,04,103/- before tax as against the previous year profit before tax of ₹ 4,79,48,811. Revenue from operations of the company has increased from rupees 370 crores to rupees 382

crores and expenses increased from 365 crores to 381 Crores. Compared to the previous financial year Net profit has decreased. The management of the Company is hopeful of generating better profits in coming years

Change in nature of business, if any:

During the year of report there was no change in the nature of business of the company.

Dividend:

The Board of Directors does not recommend any final dividend for the financial year 2017-18 with a view to conserve resources of the Company.

Amounts Transferred to Reserves:

The Board has not proposed to transfer any amount to its General reserves. The total reserves and surplus as on 31st March 2018 stands at ₹ 6,30,15,498/-.

Deposits:

The company has not accepted any deposits covered under the provisions of the Companies Act, 2013 and also there are no outstanding deposits as at the end of the financial year.

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Changes in Share Capital, if any:

There were no changes in the share capital of the company during the year.

Disclosure regarding Issue of Equity Shares with Differential Rights:

The company has not issued any shares with differential rights during the year.

Disclosure regarding issue of Employee Stock Options:

The company has not issued any shares under an Employee Stock Option scheme during the year.

Disclosure regarding issue of Sweat Equity Shares:

The company has not issued any sweat equity shares during the year.

Extract of Annual Return:

The extract of Annual Return in form no.MGT-9 as required under Section 92 of the Companies Act, 2013 for the financial year ending March 31, 2018 is annexed hereto as Annexure 1 and forms part of this report.

Composition of the Board:

The composition of Board is mainly governed by the Companies Act 2013 and rules framed thereunder. The Board of Directors of the Company comprises of 10 Directors as on 31st March 2018. During the financial year 2017-18, Shri.V A James and Shri. T B Ramakrishnan were appointed as Independent Directors. The name, designation, date of appointment and the number of Board meetings attended by each of them in the FY 2017-18 are given below-

Sl No	Name of Director	Designation	Date of Appointment	No.of Board Meetings attended
1	C C William Varghese	Director	21.05.2008	07
2	Simon Cheru C	Director	21.05.2008	07
3	Griger Cherry Williams	Whole Time Director	31.11.2009	-
4	Prathur Antony Devassy	Director	04.11.2016	05
5	Kochu Mathew C J	Director	04.11.2016	06
6	Appumon C K	Director	04.11.2016	07
7	Jijin Chanayil Surendran	Whole Time Director	25.01.2018	02
8	Mathew Jose	Independent Director	25.01.2018	02
9	Ramakrishnan T B	Independent Director	25.01.2018	02

Number of Board Meetings:

During the Financial Year 2017-18, Seven (07) meetings of the Board of Directors of the company were held. The Board meetings were held on the following dates:

Sl. No.	Date of Meeting	Board Strength	No. of Directors Present
1	28.04.2017	7	4
2	18.06.2017	6	5
3	18.08.2017	6	4
4	22.08.2017	6	4
5	11.12.2017	6	4
6	25.01.2018	9	8
7	26.03.2018	9	7

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Particulars of Loan, Guarantees and Investments under Section 186

The company has not given any loan or any guarantee or investment or provided security in connection with any loan as per the provisions of section 186 of the Companies Act, 2013.

Particulars of Contract or Arrangements with Related Parties:

The company has not entered into any contract or arrangement with related parties referred to in section 188(1) of the Companies Act, 2013 for the financial year 2017-18.

Explanation to Auditor's Remarks:

The auditor's report and the secretarial audit report do not contain any qualification, reservation or adverse remark or disclaimer and hence the Board has not provided any explanation or comment on the same.

Material Changes Affecting the Financial Position of the Company

No material changes and commitments affecting the financial position of the company have occurred between the end of the financial year and the date of the report.

Conservation of Energy, Technology, Absorption, Foreign Exchange Earnings and Outgo:

A. Conservation of Energy, Technology Absorption

The Company is engaged in dealership business and therefore conservation of energy, technology absorption etc. have a limited application. However, the Company follows a practice of purchase and use of energy efficient electrical and electronic equipment and gadgets in its operation

During the period under review there was no major technology absorption undertaken by the Company

B. Foreign Exchange Earnings and Outgo

There was no Foreign Exchange Earnings and Outgo during the year.

Details of Subsidiary, Joint Venture or Associates:

No company has become or ceased to be a Subsidiary, Joint Venture or Associate of the company during the year.

Risk Management Policy:

The company is yet to formulate a policy for management of risk as the elements of risk threatening the company's existence are very minimal.

Details of Directors and Key Managerial Personnel:

Pursuant to Section 203 of the Companies Act 2013 and rules framed thereunder, your Company had appointed Shri. Shajil Prabhakaran Prasanth as Chief Financial Officer of the Company on 25th January 2018. Shri. Mathew Jose and Shri. Thandassery Balachandran Ramakrishnan were appointed as Independent Directors on 25th January 2018. Their appointment as Independent Directors (Additional Directors) has to be regularized in this AGM and resolution for the same is set out in the notice calling AGM.

The Directors of the Company, Shri. Kochumathew Chowalloor Joseph, Shri. Cheruvathoor Kuriappan Appumon are retiring by rotation in the Annual General Meeting and being eligible seeks re-appointment. The Board recommend regularization of appointment of Shri. Jijin Chanayil Surendran (DIN: 03305487), Additional Director and also his appointment as Whole Time Director in this AGM. The resolutions for regularization and appointment/reappointment of Directors are set out in the notice calling AGM. There was no resignation of directors during the reporting period.

Additional information required under Secretarial Standards on General Meetings in respect of Directors seeking appointment at this Annual General Meeting is included as annexure III to Directors Report.

Details of significant & material orders passed by the regulators or courts or tribunal:

There are no significant and material orders

passed by the regulators or courts or tribunals impacting the going concern status and company's operation in future.

Statement in Respect of Adequacy of Internal Financial Control with Reference to the Financial Statements:

The company has an effective and adequate financial control system in place. The Board has adopted policies and procedures to ensure the orderly and efficient conduct of its business, safeguarding of its assets, the prevention and detection of frauds and errors and the accuracy and completeness of accounting records.

Commission: (for public companies only)

The company has not provided any commission to its MD/WTD and hence the provisions relating to disclosure are not applicable.

Secretarial Audit Report:

The provisions of the Companies Act, 2013 and the rules framed there under relating secretarial audit report are not applicable to the company.

Corporate Social Responsibility (CSR) Policy:

The provisions of the Companies Act, 2013 and the rules made there under relating to Corporate Social Responsibility are not applicable to the company and hence the company has not formulated any Corporate Social Responsibility Policy.

Internal Control System:

Your Company has put in place an effective internal control system and scope of the internal control system is defined in various policies adopted by the Board/committees. Your Company has an Audit Committee and a dedicated team which oversees the entire internal control system and make recommendations to the Board based on its findings. The Board has taken measures to improve the quality of operations accounting and internal audit procedures within the Company and to ensure timely action on major concerns. The Board of Directors are hopeful that the efficiency of operations of the Company will improve in days to come.

Committees of the Board:

As on date, the Board of Directors has the following Committees under provisions of the Companies Act 2013:

1. Audit Committee
2. Nomination and Remuneration Committee

The details of the Committees along with their composition, number of meetings held and attendance at meetings are detailed below.

Audit Committee:

Audit Committee of the Board of Directors ("the Audit Committee") is entrusted primarily with the responsibility to supervise the Company's internal controls and financial reporting process. The members of the Audit Committee are financially literate and bring in expertise in the fields of Finance, Taxation and Auditing. The composition, quorum, powers, role and scope of the Committee shall be in accordance with Section 177 of the Companies Act and rules framed thereunder.

The Audit committee had following Directors as its members. During the Financial Year 2017-18, 2 meetings of the Audit Committee were held on 18.08.2017 and 28.10.2017 respectively.

Name of Director	No. of meetings attended
C C William verghese	2
Kochu Mathew C J	2
Simon Cheru C	2

The Company had inducted independent Directors to Audit Committee during the period under review. On 26th March 2018, the Audit Committee was reconstituted in the following manner-

1. Shri. C C Willaim Verghese
2. Shri. Ramakrishnan T B
3. Shri. Jijin Surendran
4. Shri. Mathew Jose

No meetings of the committee was held after reconstitution. During the year there were no cases of non-acceptance of recommendations of the Audit Committee by the Board of Directors.

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Nomination & Remuneration Committee:

The committee mainly deals with matters relating to the size and composition of the Board, succession plans, evaluation of performance, Board diversity and remuneration framework and policies thereon. The committee is in the process of improving detailed criteria relating to the determination of qualifications, positive attributes and independence of directors and recommendation of candidates to the Board as well as a policy relating to remuneration of directors, key managerial personnel and other employees.

Name of Director	No. of meetings attended
C C William varghese	2
Kochu Mathew C J	2
Appumon C K	2

During the Financial Year 2017-18, 2 meetings of the NRC were held on 18.08.2017 and 28.10.2017 respectively. The Company had inducted independent Directors to committee during the period under review. On 26th March 2018, the Committee was reconstituted in the following manner:

1. Shri. C C Willaim Verghese
2. Shri. Jijin Surendran
3. Shri. Ramakrishnan T B
4. Shri. Porathur Devassy Antony

No meetings of the committee was held after reconstitution.

Annual Evaluation:

The Board evaluated the effectiveness of its functioning and that of the Committees and of individual directors by seeking their inputs on various aspects of governance. The main aspects of evaluation included the contribution to governance, participation in planning and fulfillment of obligations and responsibilities.

Statement Indicating the Manner in which Formal Annual Evaluation has been made by the Board of its own Performance, its Directors, and that of its Committees:

Pursuant to the provisions of the Companies Act, 2013 and the rules made there under the provisions relating to the formal annual evaluation are not applicable to the company.

Disclosure on Establishment of a Vigil Mechanism:

The company is not required to constitute a vigil mechanism pursuant to the provision of the Companies Act, 2013 and the rules framed there under.

Disclosures under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013:

The company has not received any complaints during the financial year.

Disclosure u/s 143(12):

The auditors of the company have not reported any fraud pursuant to section 143(12) of the Companies Act, 2013 (Companies (Amendment) Act, 2013).

Dematerialisation of securities:

The Ministry of Corporate Affairs (MCA) has made it mandatory for unlisted public Companies to allot its securities and to provide facility for transfer of securities in demat mode w.e.f 02nd October 2018. Allotment and transfer of securities in physical mode is not allowed w.e.f 02nd October 2018. In order to comply with the MCA direction, the Company has taken measures to dematerialize the shares and Non-convertible Debentures (NCDs) with National Securities Depository Limited and Central Depository Services Limited .

Statutory Auditors:

The present statutory auditors of the company, M/s Balan Co., Chartered Accountants, Aluva, were appointed for a period of five years in the Annual General Meeting held on 23.08.2014. The appointment is subject to ratification in the subsequent Annual General Meetings of the company pursuant to the provisions in the Companies Act, 2013.

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Cost Auditors:

The company is not required to appoint a Cost Auditor pursuant to the provisions of the Companies Act, 2013.

Directors Responsibility Statement:

In accordance with the provisions of Section 134(5) of the Companies Act 2013, your directors confirm that:

- a. in the preparation of the annual accounts for the financial year ended 31st March, 2018, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b. the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2018 and of the profit /loss of the company for that period;
- c. the directors had taken proper and sufficient care for the maintenance of adequate

accounting records in accordance with the provisions of the Companies Act 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

- d. the directors had prepared the annual accounts on a going concern basis;
- e. the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Cautionary Statement:

Statements in this Boards report describing the Company's objectives, projections, estimates and expectations may be forward looking, within the meaning of the applicable laws, and regulations. Although the expectations are based on reasonable assumptions, the actual results might differ.

Acknowledgment:

The Directors express their sincere appreciation to the valued shareholders, bankers and clients for their support

THRISSUR
09.10.2018

For and on behalf of the Board of Directors

-Sd-
William Varghese Chungath Cheru
Chairman
(DIN:00074708)

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ANNEXURE-1

FORM NO. MGT-9

**EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31.03.2018**

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i)	CIN	U50401KL2008PLC022450
ii)	Registration Date	21.05.2008
iii)	Name of the Company	BRD CAR WORLD LTD
iv)	Category / Sub-Category of the Company	Company Limited by Shares/ Indian Non-Government Company
v)	Address of the Registered office and contact details	Door No.1/66A, NH 47 Bypass, Konikkara Thrissur, Kerala - 680306 Phone: 0487-2352242 E mail: brdcarworld@brdgroup.net
vi)	Whether listed Company	No
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	S.K.D.C. Consultants Limited PB No. 2016, "Kanapathy Towers", 1391/A1, Sathy Road, Ganapathy Post, Coimbatore - 641006, Ph: +91 422 4958995, 2539835/ 836

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Dealer of Maruthi Car	50101	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary Associate	% of shares held	Applicable Section
	—	—	—	—	—

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IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 01-April-2017]				No. of Shares held at the end of the year [As on 31-March-2018]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	-	12211700	12211700	63.27%	Nil	12211700	12211700	63.27%	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	-	-	-	-	-	-	-	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Sub- Total (A)(1)	-	12211700	12211700	63.27%	Nil	12211700	12211700	63.27%	-
(2) Foreign									
a) NRIs-Individuals	-	-	-	-	-	-	-	-	-
b) Others-Individual	-	-	-	-	-	-	-	-	-
c) Bodies corporate	-	-	-	-	-	-	-	-	-
d) Banks/ FI	-	-	-	-	-	-	-	-	-
e) Any othe	-	-	-	-	-	-	-	-	-
Sub- Total (A)(2)	-	-	-	-	-	-	-	-	-
Total shareholding of promoter									
(A) = (A)(1)+(A)(2)	-	12211700	12211700	63.27%	Nil	12211700	12211700	63.27%	-
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	-	-	-	-	-	-	-	-	-

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IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 01-April-2017]				No. of Shares held at the end of the year [As on 31-March-2018]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	-	7035600	7035600	36.45%	Nil	7045000	7045000	36.50%	0.05%
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
l) Individual share holders holding nominal share capital upto Rs. 1 lakh	-	55600	55600	0.28%	Nil	46200	46200	0.23%	16.91%
ll) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	-	-	-	-	-	-	-	-	-
c) Others Specify									
Sub-total (B)(2):-	-	7088800	7088800	36.72%	Nil	7091200	7091200	36.73%	0.01%
Total Public Shareholding (B)=(B)(1)+ (B)(2)		7088800	7088800	36.72%	Nil	7091200	7091200	36.73%	0.01%
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)		19302900	19302900	100%	Nil	19302900	19302900	100%	

ii) Shareholding of Promoter-

S. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	C C William varghese	12211700	63.27%	-	12211700	63.27%	-	-
	TOTAL	12211700	63.27%	-	12211700	63.27%	-	-

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iii) Change in Promoters' Shareholding (please specify, if there is no change)

S. No.	Shareholder's Name	Shareholding at the beginning of the year		Cumulative Share holding during the year		Date wise increase/ decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease	At the End of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company		No. of shares	% of total shares of the company
1	C C William Varghese	12211700	63.27%	12214100	63.28%		12214100	63.28%

iv). Shareholding Pattern of Top Ten Shareholders:

S. No.	For each of Top 10 Name	Shareholding at the beginning of the year		Cumulative Share holding during the year		Increase/Decrease in Shareholding during the year specifying the date and reasons for increase/ decrease
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company	
1	BRD Motors LTD	7040700	36.47%	7045000	36.50%	-
2	Vijayagopal M	1500	0.0077%	1500	0.0077%	-
3	Mary Williams	1400	0.0072%	1400	0.0072%	-
4	Gigy Verghese P	1000	0.005%	1000	0.005%	-
5	Madhusudhan T	800	0.004%	800	0.004%	-
6	Seema Sundaram	700	0.003%	700	0.003%	-
7	George P P	700	0.003%	700	0.003%	-
8	Seema Sundaram	700	0.003%	700	0.003%	-
9	Sreedevi Vishnu	600	0.003%	600	0.003%	-
10	Vijayan N G	600	0.003%	600	0.003%	-

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v) Shareholding of Directors and Key Managerial Personnel:

S. No.	For each of Directors and KMP	Shareholding at the beginning of the year		holding during the year		Increase/Decrease in Shareholding during the year specifying the date and reasons for increase/decrease
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company	
1	C C William Varghese	12211700	63.27%	12211700	63.27	-
2	Simon Cheru C	1000	0.0052%	1000	0.93%	-
3	Griger Cherry Williams	600	0.0031%	600	0.29%	-
4	Appumon C K	1000	0.0052%	1000	0.77%	-
5	Antony P D	1000	0.0052%	1000	1.11%	-
6	Kochu Mathew C J	-	-	-	-	-
7	Jijin Chanayil Surendran	-	-	-	-	-
8	Mathew Jose	-	-	-	-	-

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V. INDEBTEDNESS -

Indebtedness of the Company including interest outstanding/accrued but not due for payment

₹ in Lakhs

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	308700932	-	-	308700932
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	308700932	-	-	308700932
Change in Indebtedness during the financial year				
Addition	102732894	-	-	102732894
Reduction	21774183	-	-	21774183
Net Change	80958711	-	-	80958711
Indebtedness at the end of the financial year				
i) Principal Amount	389659643	-	-	389659643
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	389659643	-	-	389659643

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managerial Director, Whole- Time Directors and/ or Manager :

₹ in Lakhs

S. No.	Particulars of Remuneration	Name of MD/ WTD/ Manager	Total Amount
		Shri.Jijin Chanayil Surendran	
1	Gross salary		
	(a) Salary as per provisions contained in Section 17(1) of the Income-tax Act, 1961	300000	300000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961		
2	Stock Option		
3	Sweat Equity		
4	Commission		
	- as % of profit		
	- others		
5	Others		
	Total (A)	300000	300000
	Ceiling as per the Act	-	

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VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL (Contd.)

B. Remuneration to Other Directors

Amount in ₹

S. No.	Particulars of Remuneration	Name of MD/WTD/Managers			Total Amount
		CEO	Company Secretary	CFO	
(1)	Independent Directors	-	-	-	-
1	Fee for attending board/ committee meetings	-	-	-	-
2	Commission	-	-	-	-
3	Others, please specify	-	-	-	-
	Total (1)	-	-	-	-
(2)	Other Non-Executive Directors				
1	Fee for attending board/ committee meetings	-	-	-	-
2	Commission	-	-	-	-
3	Others, please specify	-	-	-	-
	Total (2)	-	-	-	-
	Total (B) = (1) +(2)	-	-	-	-
	Total Managerial Remuneration				
	Overall Ceiling as per the Act				

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

S. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1	Gross salary				
	(a) Salary as per provisions contained in Section 17(1) of the Income-tax Act, 1961			110000	110000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				
	(c) Profits in lieu of salary under Section 17(3) Income-tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission				
	- as % of profit				
	others, specif				
5	Others, please specify				
	Total			110000	110000

BRD CARWORLD LIMITED

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give details)
A. COMPANY Penalty Punishment Compounding					
	NONE				
B. DIRECTORS Penalty Punishment Compounding					
	NONE				
C. OTHER OFFICERS IN DEFAULT Penalty Punishment Compounding					
	NONE				

For and on behalf of the Board of Directors

Thrissur
09.10.2018

Sd/
William Varghese Chungath Cheru
Chairman
(DIN:00074708)

BRD CARWORLD LIMITED

Annexure II

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis

Sl. No.	Particulars	Details
a.	Name(s) of the related party and nature of relationship	Nil
b.	Nature of contracts/ arrangements/ transactions	Nil
c.	Duration of the contracts / arrangements/ transactions	Nil
d.	Salient terms of the contracts or arrangements or transactions including the value, if any	Nil
e.	Justification for entering into such contracts or arrangements or transactions	Nil
f.	Date(s) of approval by the Board	Nil
g.	Amount paid as advances, if any:	Nil
h.	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	Nil

2. Details of material contracts or arrangement or transactions at arm's length basis

Sl. No.	Particulars	Details		
a.	Name(s) of the related party and nature of relationship	BRD Motors LTD (Associate Company)		
b.	Nature of contracts/ arrangements/ transactions	Infrastructure Income (Rent Received)		
c.	Duration of the contracts / arrangements/ transactions	Subject to decision of the Board		
d.	Salient terms of the contracts or arrangements or transactions including the value, if any	5,15,00,000		
e.	Date(s) of approval by the Board			
g.	Amount paid as advances, if any:	Nil	Nil	Nil

For and on behalf of the Board of Directors

Thrissur
09.10.2018

Sd./
William Varghese Chungath Cheru
Chairman
(DIN:00074708)

BRD CARWORLD LIMITED

Additional information required under Secretarial Standards on General Meetings with respect to Directors seeking appointment- *Annexure III*

Name of Director	Vellanikkaran Antony James	Mathew Jose	Jijin Chanayil Surendran
Category & proposed Designation	Independent Non-Executive Director	Independent Non-Executive Director	Wholetime Director Executive Director
Age	63	71	31
Date of first appointment on Board	21/07/2018 as Additional Director	25/01/2018 as Additional Director (Independent Non-Executive Director)	25/01/2018 as Wholetime Director (Executive Director)
Qualifications	PhD, MBA, CAIIB, PGDGC, DCM	B.Sc	MBA
Experience	<ul style="list-style-type: none"> •Banking industry 30 years in managerial roles. •Global HR head in a MNC, Dubai – 3 years. •Visiting Faculty in leading management institute in Kerala 	<ul style="list-style-type: none"> •Banking industry 31 years in managerial roles •Banking - Overseas exposures in Hongkong as Cheif Executive & Executive Director 	<ul style="list-style-type: none"> •5years experience in Automobile industry •More than 3 years experience in Capital markets.
Shareholding in the Company	Nil	Nil	Nil
Number of meeting of the Board attended during the Financial period 2017-18/ Board meetings held during his tenure	0/0	3/3	3/3

BRD CARWORLD LIMITED

Directorships in other Companies.	<ul style="list-style-type: none"> •B R D Motors Limited •B R D Finance Limited •B R D Securities Limited 	<ul style="list-style-type: none"> •B R D Securities Limited •Jeevodayam Kuries Private Limited •Accelerated Freeze Drying Limited •Amalgam Foods Limited •International Creative Foods Limited •Amalgam Aquaculture Applications Limited •Amalgam Nutrients & Feeds Limited •B R D Finance limited •Rajputana Investment & Finance Limited 	<ul style="list-style-type: none"> •Kalpaka Polymers and Exports Limited.
Relationship with other Directors / KMP of the Company.	Nil	Nil	Nil
Terms and Conditions of appointment / reappointment	<ul style="list-style-type: none"> •Tenure- 5 years •Not liable to retire by rotation •Sitting fee and reimbursement for expenses incurred during the course of duty. 	<ul style="list-style-type: none"> •Tenure- 5 years •Not liable to retire by rotation •Sitting fee and reimbursement for expenses incurred during the course of duty. 	<ul style="list-style-type: none"> •Tenure- 5 years •Not liable to retire by rotation •Remuneration, Sitting fee and reimbursement for expenses incurred during the course of duty.
Remuneration sought to be paid.	<ul style="list-style-type: none"> •No remuneration as Independent Director. •Sitting fee and reimbursement for expenses incurred only during the course of duty. 	<ul style="list-style-type: none"> •No remuneration as Independent Director. •Sitting fee and reimbursement for expenses incurred only during the course of duty. 	Rs.1,75,000/- per month as remuneration.
Remuneration during Financial period 2017-18.	N.A	N.A	N.A

For and on behalf of the Board of Directors

Thrissur
09.10.2018

Sd/
William Varghese Chungath Cheru
Chairman
(DIN:00074708)

INDEPENDENT AUDITORS' REPORT

To REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of M/s BRD CAR WORLD LIMITED, Thrissur ("the Company") which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

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.

AUDITORS' 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 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, 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, of the state of affairs of the Company as at March 31, 2018, and its

BRD CAR WORLD LIMITED

Profit/Loss and its Cash Flow 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"), as amended, 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 sought and 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 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.

Aluva,
12.09.2018.

* Except AS-15 Employee Benefit

- e. On the basis of written representations received from the directors as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 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".
- 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 Balan & Co.,
Chartered Accountants
(FRN 000340S)
Sd/-

P. Mohandas, FCA
Partner (M. No. 21262)

BRD CAR WORLD LIMITED

"ANNEXURE A" TO THE INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2018:

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
- (c) The title deeds of immovable properties are held in the name of the company.
- 2) The management has conducted physical verification of inventory at reasonable intervals during the year. In our opinion, the frequency of verification is reasonable. No material discrepancies were noticed on such physical verification.
- 3) 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 Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public in accordance with the provisions of Section 73 to 76 of the Act and the rules framed there under.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- 7) a) according to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing 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 with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2018 for a period of more than six months from the date on when they become payable.
- b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks, financial institutions or debenture holders.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has applied the monies raised by way of term loans for the purpose for which the term loans were obtained. No monies were raised during the year by the company by way of initial public offer or further public offer (including debt instruments).
- 10) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

BRD CAR WORLD LIMITED

- 11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) According to 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. Accordingly, paragraph 3(xvi) of the Order is not applicable to the Company.

Aluva,
12.09.2018.

For Balan & Co.,
Chartered Accountants
(FRN 000340S)
Sd/-
P. Mohandas, FCA
Partner (M. No. 21262)

"Annexure B" to the Independent Auditor's Report of even date on the Financial Statements of BRD CAR WORLD 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 BRD CAR WORLD LIMITED ("the Company") as of March 31, 2018 in conjunction with our audit of the 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

BRD CAR WORLD LIMITED

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, 2018, 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 Balan & Co.,
Chartered Accountants
(FRN 0003405)
Sd/-

Aluva,
12.09.2018

P. Mohandas, FCA
Partner (M. No. 21262)

BRD CAR WORLD LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2018

Particulars	Note No.	31.03.2018 Rs.	31.03.2017 Rs.
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2	193,029,000	193,029,000
(b) Reserves and Surplus	3	88,125,382	79,748,552
(2) Non-Current Liabilities:			
(a) Long Term Borrowings	4	27,843,943	38,741,973
(b) Deferred Tax Liability(net)		-	-
(3) Current Liabilities:			
(a) Short Term Borrowings	5	351,108,361	252,042,959
(b) Trade Payables	6	72,644,807	68,136,882
(c) Other Current Liabilities	7	191,893,283	256,703,047
(d) Short Term Provisions	8	8,499,373	19,905,732
TOTAL		933,144,149	908,308,145
II ASSETS			
(1) Non-Current Assets:			
(a) Fixed Assets			
i) Property, Plant & Equipments	9	385,127,588	395,396,904
ii) Intangible Assets		3,776	-
iii) Capital Work In Progress		6,077,356	229,767
(b) Deferred Tax Asset (net)	10	14,657,800	11,985,700
(c) Long term loans and advance	11	29,588,054	30,922,866
(2) Current Assets:			
(a) Inventories	12	301,265,599	309,306,945
(b) Trade Receivables	13	19,670,215	7,243,015
(c) Cash and Cash Equivalents	14	34,410,920	43,616,472
(d) Short Term Loans and Advances	15	70,069,405	36,256,464
(e) Other Current Assets	16	72,273,435	73,350,013
TOTAL		933,144,149	908,308,145

Notes are an integral part of the financial statements

"As per our report of even date"

For **Balan & Co.**

Chartered Accountants,
FRN 000340S

Sd/-

P. MOHANDAS, FCA

Partner

M.No. 021262

Aluva

12.09.2018

Sd/-

P.P. SHAJIL

Chief Financial Officer

Sd/-
C.C. WILLIAM VARGHESE

Chairman

(DIN :00074708)

Sd/-

JIJIN CHANAYIL SURENDRAN

Whole-Time Director

(DIN : 03305487)

Thrissur

12.09.2018

BRD CAR WORLD LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2018

Particulars	Note No.	31.03.2018 Rs.	31.03.2017 Rs.
INCOME:			
Revenue From Operations	17	3,471,739,785	3,360,090,668
Other Income	18	357,592,776	340,725,162
TOTAL REVENUE		<u>3,829,332,561</u>	<u>3,700,815,830</u>
EXPENSES:			
Purchase of stock in trade	19	3,273,030,072	3,127,579,430
Changes in inventories of traded goods	20	8,041,346	87,499,390
Employee benefit expense	21	217,361,763	144,316,758
Finance cost	22	32,664,275	33,259,188
Depreciation and amortization Expenses	9	34,726,838	34,879,651
Other expense	23	249,304,165	225,332,602
TOTAL EXPENSE		<u>3,815,128,458</u>	<u>3,652,867,019</u>
PROFIT BEFORE TAX		<u>14,204,103</u>	<u>47,948,811</u>
Tax Expense			
Current tax		8,499,373	19,905,732
Deferred Tax		(2,672,100)	(2,705,700)
		<u>5,827,273</u>	<u>17,200,032</u>
PROFIT FOR THE YEAR		<u>8,376,830</u>	<u>30,748,779</u>
Earnings Per Equity Share (Basic and Diluted)	24	0.43	1.59

Notes are an integral part of the financial statements

“As per our report of even date”

For **Balan & Co.**

Chartered Accountants,
FRN 000340S

Sd/-

P. MOHANDAS, FCA

Partner

M.No. 021262

Aluva

12.09.2018

Sd/-

P.P. SHAJIL

Chief Financial Officer

Sd/-
C.C. WILLIAM VARGHESE

Chairman

(DIN :00074708)

Sd/-

JIJIN CHANAYIL SURENDRAN

Whole-Time Director

(DIN : 03305487)

Thrissur

12.09.2018

BRD CAR WORLD LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018

SIGNIFICANT ACCOUNTING POLICIES FOLLOWED IN PREPARING THE FINANCIAL STATEMENTS

1) Company Overview

BRD Car World Ltd ('the company') is a Royal Platinum Dealer of Maruti Suzuki India Limited, has its dealership in Thrissur District and is the market leader of Passenger Car market in this district.

BRD Car World Limited was established in the year 2009 to experience the finest range of Maruti Suzuki Cars in an exclusive and inspiring environment.

2) Significant accounting policies

2.1 Basis of preparation of financial statements

The financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed under section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified). Accounting policies have been consistently applied except where a newly-issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. The Company follows the directions prescribed by the Reserve Bank of India for Non Banking Financial Companies.

2.2 Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period.

Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in the circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

2.3 Revenue recognition

Revenue from sale of goods is recognised on transfer of all significant risks and rewards of ownership to the buyer.

Income from services is recognised on completion of rendering of services.

Interest income is recognised on the time proportion basis determined by the amount outstanding and the rate applicable and where no significant uncertainty as to measurability or collectability exists.

Dividend income from investments is recognised when the right to receive the payment is established and when no significant uncertainty as to measurability or collectability exists.

2.4 Property, Plant & Equipments

Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses, if any. The cost of an item of property, plant and equipment

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018

comprises the cost of materials and direct labor, any other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in statement of profit and loss.

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company

Losses arising from the retirement of, and gains or losses arising from disposal of tangible assets which are carried at cost are recognised in the Statement of Profit and Loss.

2.5 Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Intangible assets are amortized on a straight line basis over the estimated useful economic life.

2.6 Depreciation and amortization

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Written Down Value (WDV) Method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013. In respect of additions or extensions forming an integral part of existing assets, depreciation is provided as aforesaid over the residual life of the respective assets.

* Depreciation on additions (disposals) is provided on a pro-rata basis i.e. from (upto) the date on which asset is ready for use (disposed of).

Intangible Assets are amortised on a Straight Line basis over the estimated useful economic life Computer Software which is not an integral part of the related hardware is classified as an intangible asset, and amortised over a period of five years, being its estimated useful life.

2.7 Inventories

Inventories are valued at the lower of cost and net realizable value. Cost is computed on a first - in - first out basis. The net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and estimated costs necessary to make the sale. Finished goods and work-in-progress include all costs of purchases, conversion costs and other costs incurred in bringing the inventories to their present location and condition.

2.8 Impairment

The management periodically assesses, using external and internal sources, whether there is an indication that an asset may be impaired. An impairment loss is recognized wherever the carrying value of an asset exceeds its recoverable amount. The recoverable amount is higher of the asset's net selling price and value in use, which means the present value of future cash

BRD CAR WORLD LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018

flows expected to arise from the continuing use of the asset and its eventual disposal. An impairment loss for an asset is reversed if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized. The carrying amount of an asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

2.9 Employee benefits

Short Term Employee Benefits: All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and they are recognized in the period in which the employee renders the related service. The Company recognizes the undiscounted amount of short term employee benefits expected to be paid in exchange for services rendered as a liability (accrued expense)

Provident Fund Eligible employees of the Company receive benefits from provident fund, which is a defined contribution plan. Both the eligible employees and the Company make monthly contributions to the Government administered provident fund scheme equal to a specified percentage of the eligible employee's salary. Amounts collected under the provident fund plan are deposited with in a government administered provident fund.

The Company has no further obligation to the plan beyond its monthly contributions.

Post-employment benefits No post - employment benefits

2.10 Borrowing Cost

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs, if any, directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized. All other borrowing costs are expensed in the period they occur.

2.11 Trade receivables and Loans and advances

Trade receivables and Loans and advances are stated after making adequate provisions for doubtful balances.

2.12 Income taxes

Income tax comprises current and deferred income tax. Income tax expense is recognised in statement of profit and loss except to the extent that it relates to an item recognised directly in equity in which case it is recognised in other comprehensive income. Current income tax for current year and prior periods is recognised at the amount expected to be paid or recovered from the tax authorities, using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred income tax assets and liabilities are recognised for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018

Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Deferred income tax assets and liabilities are measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognised as income or expense in the period that includes the enactment or substantive enactment date. A deferred income tax asset is recognised to the extent it is probable that future taxable income will be available against which the deductible temporary timing differences and tax losses can be utilised. The Company offsets income-tax assets and liabilities, where it has a legally enforceable right to set off the recognised amounts and where it intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

2.13 Earnings per share

The Company reports basic and diluted earnings per share in accordance with AS 20, Earnings per Share, as specified under Section 133 of the Companies Act, 2013. Basic earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding for the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed using the weighted average number of equity shares and dilutive potential equity shares outstanding at the year end.

2.14 Investments

Investments that are readily realisable and intended to be held for not more than twelve months from the date on which such investments are made are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

2.15 Cash & equivalents

Cash and cash equivalents comprise cash and cash on deposit with banks and corporations. The Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

BRD CAR WORLD LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018

2.16 Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information. Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

2.17 Provisions and Contingent liabilities

Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date and are not discounted to its present value. These are reviewed at each year end date and adjusted to reflect the best current estimate.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

BRD CAR WORLD LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018

2 SHARE CAPITAL	31.03.2018	31.03.2017
	Rs.	Rs.
(i) The Authorised, issued, subscribed and paid-up share capital comprises of equity shares having a par value of Rs.10 each as follows:		
Authorized Share Capital:		
3,50,00,000 (31 Mar 2017 : 3,50,00,000) Equity shares of ₹ 10/- each	350,000,000	350,000,000
Issued, Subscribed and Paid-up		
1,93,02,900 (31 Mar 2017 : 1,93,02,900) Equity shares of ₹10/- each	193,029,000	193,029,000
i. Reconciliation of the shares at the beginning and at the end of the reporting period:		
Shares outstanding at the beginning of the year	19,302,900	19,302,900
Add: Fresh Issue	-	-
Right Issue	-	-
Bonus Issue	-	-
Less : Shares bought back	-	-
Reduction in share capital	-	-
Shares outstanding at the end of the year	19,302,900	19,302,900
(iii) Terms / rights attached to equity shares		
The Company has only one class of equity shares having a par value of ` 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.		
In the event of 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, if any. The distribution will be in proportion to the number of equity shares held by the shareholders.		
ii. List of shareholders holding more than 5% of share capital		
Name of Shareholder	31.03.2018	31.03.2017
	No. of shares held	No. of shares held
	% of Share holding	% of Share holding
Equity shares of ` 10 each fully paid		
C.C.William Verghese	12,196,200	12,214,100
BRD Motors Limited	7,045,000	7,040,700
	31.03.2018	31.03.2017
	Rs.	Rs.
3 RESERVES AND SURPLUS		
Profit and Loss Account		
Opening Balance	79,748,552	48,999,773
Balance from Statement of Profit and Loss (+)	8,376,830	30,748,779
Issue of Bonus shares (-)	-	-
Transfer to General Reserves (-)	-	-
Closing Balance	88,125,382	79,748,552
TOTAL	88,125,382	79,748,552
4 LONG TERM BORROWINGS		
Term loans		
From banks		
Secured		
Axis Bank Trade loan	27,843,943	38,741,973
TOTAL	27,843,943	38,741,973

BRD CAR WORLD LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018

	31.03.2018	31.03.2017
	Rs	Rs

Nature of Security

(1) Vehicle Loans from:
Axis Bank Trade loan

Nature of Security
Hypothecation of assets

5 SHORT TERM BORROWINGS

Loans repayable on demand

Sate Bank of India-EDFS

Axis Bank OD

320,440,510

217,707,616

30,667,851

34,335,342

TOTAL

351,108,361

252,042,959

Nature of Security

(a) Loans repayable on demand from Banks

Sate Bank of India-EDFS

Particulars	Primary	Collateral	Gurantors
EDFS Limit Rs. 3300 lakhs	Hypothecation of stock of Maruti Vehicles	Commercial land of BRD Card World Ltd at Kakkanad	C C William Varghese Simon C C Dr. Griger Cherry Williams
Axis Bank			
Cash Credit Limit Rs. 800 lakhs	Hypothecation of Current assets of the company (Excluding vehicles funded under inventory funding by SBI	Commercial land & building of BRD Card World Ltd at Vazhakode & Karupadanna	C C William Varghese Simon C C Dr. Griger Cherry Williams

There is no continuing default/default as on the date of balance sheet in repaymnet of loans and interest.

8 TRADE PAYABLES

Trade payables (refer note(a) below)

Total outstanding dues of micro and small enterprises

-

Total outstanding dues of creditors other than micro
and small enterprises

72,644,807

68,136,882

TOTAL

72,644,807

68,136,882

TRADE PAYABLES - DUES TO MICRO AND SMALL ENTERPRISES (as per the intimation received from vendors)

a. Principal and interest amount remaining unpaid

-

b. Interest due thereon remaining unpaid

-

c. Interest paid by the Company in terms of Section 16 of the
Micro, Small and Medium Enterprises Development Act, 2006,
along with the amount of the payment made to the supplier
beyond the appointed day

-

d. Interest due and payable for the period of delay in making
payment (which have been paid but beyond the appointed
day during the period) but without adding interest specified
under the Micro, Small and Medium Enterprises Act, 2006

-

e. Interest accrued and remaining unpaid

-

f. Interest remaining due and payable even in the succeeding
years, until such date when the interest dues as above are
actually paid to the small enterprises

-

Rs.

Description	GROSS BLOCK				DEPRECIATION			NET BLOCK		
	Cost upto 1.4.2017	Addi- tions	Deliv- tions	Cost upto 31.3.2018	Upto 31.3.2017	For the year	Deliv- tions	Upto 31.3.2018	As at 31.3.2018	As at 31.3.2017
Land	210,630,113	5,131,374	-	215,761,487	-	-	-	-	215,761,487	210,630,113
Building	179,818,508	2,772,253	-	182,590,761	63,265,675	11,105,283	-	74,370,958	108,219,802	116,552,832
Furniture & Fittings	25,309,099	2,214,409	-	27,523,508	17,755,272	2,390,220	-	20,145,492	7,378,016	7,553,827
Computer	17,776,631	1,934,611	-	19,711,242	13,821,691	2,651,221	-	16,472,912	3,238,330	3,954,941
Plant & Machinery	9,143,663	-	-	9,143,663	4,845,976	799,729	-	5,645,705	3,497,958	4,297,687
Vehicle	37,332,892	14,440,093	8,516,713	43,256,273	21,643,471	7,375,988	4,245,754	24,773,705	18,482,568	15,689,422
Electrical Equipments	96,584,145	2,242,483	15,000	98,811,627	59,866,062	10,403,453	7,314	70,262,202	28,549,426	36,718,082
Total	576,595,051	28,735,223	8,531,713	596,798,561	181,198,148	34,725,894	4,253,068	211,670,974	385,127,588	395,396,904
Software	-	4,720	-	4,720	-	944	-	-	3,776	-
Work in progress	229,767	8,814,592	2,967,003	6,077,356	-	-	-	-	6,077,356	229,767

BRD CAR WORLD LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2018

	31.03.2018 Rs	31.03.2017 Rs
7 OTHER CURRENT LIABILITIES		
(a) Current maturities of Long term debt loans		
From Bank	10,707,339	17,916,000
(b) Other Payables		
(i) Statutory remittances (Refer Note 1)	3,221,410	46,540,371
(ii) Advance from Customers	132,627,362	132,321,079
(iii) Trade Advance	6,067,215	10,357,006
(iv) Expenses Payable	27,712,897	37,856,988
(v) Other Payable	11,557,061	11,711,604
TOTAL	<u>191,893,283</u>	<u>256,703,047</u>
(Note1 : Contributions to PF and ESIC, Withholding Taxes, VAT, Service Tax, etc.)		
8 SHORT TERM PROVISIONS		
Provision - Others:		
Provision for Income Tax	8,499,373	19,905,732
TOTAL	<u>8,499,373</u>	<u>19,905,732</u>
10 DEFERRED TAX ASSET (Net):		
a) Deferred Tax Asset		
On difference between book balance and tax balance of fixed assets	14,341,500	11,974,300
Others	316,300	11,400
b) Deferred Tax Liability	-	-
TOTAL	<u>14,657,800</u>	<u>11,985,700</u>
11 LONG TERM LOANS AND ADVANCES		
Security deposits		
UnSecured, considered good	29,588,054	30,922,866
TOTAL	<u>29,588,054</u>	<u>30,922,866</u>
12 INVENTORIES		
(i) Vehicles	262,033,051	270,946,799
(ii) Accessories	17,941,930	19,100,147
(iii) Spare Parts	14,678,910	16,343,704
(iv) Stock In Transit	6,611,708	2,916,295
TOTAL	<u>301,265,599</u>	<u>309,306,945</u>
13 TRADE RECEIVABLES :(Unsecured unless otherwise stated)		
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Unsecured, considered good	2,241,954	625,553
Doubtful		
Less: Provision for doubtful trade receivables		
Other Trade receivables		
Unsecured, considered good	17,428,262	6,617,462
Doubtful		
Less: Provision for doubtful trade receivables		
TOTAL	<u>19,670,215</u>	<u>7,243,015</u>

BRD CAR WORLD LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2018

	31.03.2018 Rs	31.03.2017 Rs
14 CASH AND BANK BALANCES		
Cash and Cash Equivalents		
(1) Cash in hand	3,828,428	6,574,714
(2) Balance with banks		
(a) In Current Accounts	<u>30,582,491</u>	<u>31,541,758</u>
	<u>34,410,920</u>	<u>38,116,472</u>
Other Bank Balances		
(a) In Deposit Accounts (Refer note below)	-	5,500,000
TOTAL	34,410,920	43,616,472
Details of Fixed Deposits with Banks		
Kotak Mahindra Bank	-	5,500,000
TOTAL	<u>-</u>	<u>5,500,000</u>
15 SHORT TERM LOANS AND ADVANCES		
Unsecured, considered good		
Loans and advances to related parties	-	-
Other Loans and Advance		
i. Balances with government authorities		
Unsecured, considered good		
(i) Income Tax Advance	13,600,000	19,500,000
(ii) Tax Deducted at Source	7,782,113	7,666,640
ii. Loans and advances to employeess	33,139	26,504
iii. Others (Prepaid Expenses, and other advnces etc)	<u>48,654,152</u>	<u>9,063,319</u>
TOTAL	<u>70,069,405</u>	<u>36,256,464</u>
16 OTHER CURRENT ASSETS		
(1) Others		
Other Receivables	69,403,224	71,146,946
Stationery Stock	<u>2,870,211</u>	<u>2,203,067</u>
TOTAL	<u>72,273,435</u>	<u>73,350,013</u>
17 REVENUE FROM OPERATIONS		
Sale of products	3,471,739,785	3,360,090,668
Sale of products comprises of :-		
(i) Vehicles	3,192,598,933	3,105,673,289
(ii) Accessories	83,320,750	75,568,442
(iii) Spare Parts	182,546,588	169,733,189
(iv) Warrenty Spares	7,065,012	9,115,748
(v) Scrap Sales	4,404,194	-
(vi) Vas Sales	<u>1,804,309</u>	-
TOTAL	<u>3,471,739,785</u>	<u>3,360,090,668</u>

BRD CAR WORLD LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2018

	31.03.2018 Rs	31.03.2017 Rs
18 OTHER INCOME		
Interest Income	1,193,244	1,221,395
Other non-operating income (net of expenses directly attributable to such income) :-		
Discount Received	5,764,195	4,466,204
Extended Warranty Commission	4,493,790	3,142,169
Finance Payouts Received	19,180,885	19,093,187
MCP Income	2,487,560	823,977
Free Service Claims - Other Dealers	1,030,350	780,585
Income from Value Added Services	2,736,884	11,477,575
Fees Received	5,472,093	5,376,102
Insurance Commission	47,183,996	52,173,172
Labour Charges Received	189,740,495	177,567,097
Miscellaneous Income	342,758	740,877
MSIL Incentive Received	54,957,344	54,852,051
Fastag Commission	261,539	-
Exchange offer Dealer	11,894,291	3,729,414.00
Sundry Credits W/Back	1,278,800	3,503,561
Transitional Cenvat Credit/VAT Credit	6,770,913	-
Rebate from castrol	2,123,333	2,253,333
Profit of Sale of Fixed Asset	680,305	(475,537)
TOTAL	<u>357,592,776</u>	<u>340,725,162</u>
19 PURCHASE OF STOCK IN TRADE		
(i) Vehicles	3,038,018,498	2,888,894,706
(ii) Accessories	85,252,121	78,593,728
(iii) Spare Parts	149,759,453	160,090,996
TOTAL	<u>3,273,030,072</u>	<u>3,127,579,430</u>
20 CHANGE IN INVENTORIES		
(1) Opening Stock		
(i) Vehicles	270,946,799	362,878,728
(ii) Accessories	19,100,147	15,669,174
(iii) Spare Parts	16,343,704	14,092,364
(iv) Stock In Transit	2,916,295	4,166,069
	<u>309,306,945</u>	<u>396,806,335</u>
(2) Closing Stock		
(i) Vehicles	262,033,051	270,946,799
(ii) Accessories	17,941,930	19,100,147
(iii) Spare Parts	14,678,910	16,343,704
(iv) Stock In Transit	6,611,708	2,916,295
	<u>301,265,599</u>	<u>309,306,945</u>
TOTAL	<u>8,041,346</u>	<u>87,499,390</u>

BRD CAR WORLD LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2018

	31.03.2018 Rs	31.03.2017 Rs
21 EMPLOYEE BENEFIT EXPENSES		
Salaries & Wages	202,608,414	135,486,152
Contributions to provident and other funds	14,753,349	8,830,606
	<u>217,361,763</u>	<u>144,316,758</u>
Details of Employee Benefits : Disclosures required under Accounting Standard 15 - Employee Benefits (Revised 2005)		
a. Defined Contribution Plans :		
During the Year, the following amounts have been recognised in the Profit and Loss account on account of defined contribution plan		
Employers Contribution to Provident Fund	9,165,903	6,186,546
Employers Contribution to Employee's State Insurance	5,556,030	2,601,660
22 FINANCE COST		
(1) Interest expense on :		
(a) Borrowings	32,664,275	32,950,038
(b) Other		
Interest on deferred payment of income tax	-	309,150
TOTAL	<u>32,664,275</u>	<u>33,259,188</u>
21 OTHER EXPENSES		
Freight and Cooly	471,654	929,205
Refurbishment expenses	5,191,736	6,320,802
Fuel expenses	728,667	785,742
RTO and Other direct expenses	482,899	868,831
Loading & Unloading Charges	255,011	191,209
Advertisement & Publicity	3,241,681	2,239,731
Annual General Body Expenses	34,229	640,900
Audit Fees	300,000	283,200
Bank Charges	2,209,295	1,793,297
Brokerage & Commision	77,000	131,573
Business Promotion Expenses	11,723,673	30,250,752
Conference Expense	-	10,767,217
Credit Rating Expense	116,750	-
Demo Expenses	1,404,749	1,441,030
Discount Allowed	25,683,023	2,642,107
Donation	406,070	73,640
Power & Fuel	22,635,836	20,085,412
Inaguration Expenses	-	36,350
Income Tax & TDS	147,011	-
Infrastructure expenses	51,500,000	30,000,000
Insurance Charges	1,720,608	1,686,426
Internal Auditing Expenses	1,395,538	464,291
ISO 9001:2008 Expenses	-	51,750
Legal Charges	9,500	371,350
Medical Expenses	22,399	47,418

BRD CAR WORLD LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2018

	31.03.2018 Rs	31.03.2017 Rs
Miscellaneous Expenses	418,860	172,662
MSIL Offer - Dealer Contribution	2,575,133	6,342,907
Office Expenses	753,283	1,038,268
PDI Expenses	258,872	565,231
Pick & Drop Expense	1,337,711	1,290,252
Postage & Courier Charges	570,712	438,811
Printing & Stationery	6,142,167	6,439,358
Professional Fees	199,356	234,604
Rates and Taxes	2,955,158	2,303,880
Registration Charges	411,985	194,595
Refreshment Expenses	4,488,730	3,709,076
Rent	12,702,578	13,161,513
Repairs & Maintenance	3,972,193	3,832,800
Sales Promotion Expenses	8,753,429	2,946,795
Sales Promotion Materials - MSIL	-	42,507
Security Charges	4,738,293	3,901,148
Service Charges Paid	1,348,885	1,229,904
Service Tax	-	105,221
Software Charges	1,576,418	1,908,567
Subscriptions	200,813	176,119
Telephone Charges	3,577,223	4,469,010
Training Expense	3,025,794	2,197,513
Travelling Expenses	7,720,386	6,567,231
Uniform Expenses	1,436,568	1,448,139
Value Added Services	5,372,609	943,260
Warrant Fee(MSIL)	1,021,230	636,499
Sundry Debits W/Off	4,042,381	5,197,056
Workshop Expenses	39,946,070	41,737,446
TOTAL	249,304,165	225,332,602
23.1 Payment to the auditors comprises		
(a) As auditors - statutory audit	180,000	169,920
(b) For taxation matters	60,000	56,640
(c) For other services	60,000	56,640
TOTAL	300,000	283,200
24 EARNINGS PER SHARE (BASIC & DILUTED) :		
Profit after tax	8,376,830	30,748,779
Weighted average number of shares	19,302,900	19,302,900
Nominal value of shares (Rs.)	10	10
Basic and diluted earnings per share (Rs.)	0.43	1.59

BRD CAR WORLD LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2018

	31.03.2018	31.03.2017		
	Rs	Rs		
26 Related party transactions : Disclosures required as per AS-18				
(i) Details of related parties				
Nature of relationship	Related parties			
Key Managerial Persons	C C William Varghese			
Associates/ Enterprises owned or significantly influenced by key management personnel or their relatives	B R D Motors Limited S M L Motors S M L Finance Limited B R D Securities Limited B R D Finance Limited Jijin Surendran P P Shajil			
(ii) Nature and volume of transactions of the company during the year with the above related parties are:				
Nature of Transaction	Key management personnel	Relative of Key Managerial Personnel	Entities in which KMP / relative of KMP have significant influence	Total
Remuneration Paid	1,821,250.00			1,821,250
Rent Paid	-	-	120,000	120,000
			(205,400)	(205,400)
Rent Received	-	-	856,800	856,800
			(701,800)	(701,800)
Infrastructure expenses			51,500,000	51,500,000
			(30,000,000)	(30,000,000)

27 Previous year figures have been regrouped wherever found necessary.

“As per our report of even date”

For **Balan & Co.**
Chartered Accountants,
FRN 000340S

Sd/-
P. MOHANDAS, FCA
Partner
M.No. 021262
Aluva
12.09.2018

Sd/-
P.P. SHAJIL
Chief Financial Officer

Sd/-
C.C. WILLIAM VARGHESE
Chairman
(DIN :00074708)

Sd/-
JIJIN CHANAYIL SURENDRAN
Whole-Time Director
(DIN : 03305487)
Thrissur
12.09.2018

BRD CAR WORLD LIMITED

CASH FLOW STATEMENT FOR THE YEAR 31ST MARCH 2018.

Particulars		31.03.2018	31.03.2017
		Rs.	Rs.
A. Cash Flow from Operating activities	Rs		Rs
Net profit Before Taxation		14,204,103	47,948,811
Adjustment for:			
Provision for Depreciation	34,726,838	34,879,651	
Interest on Borrowings	32,664,275	33,259,188	
Interest Income	(1,193,244)	(1,221,395)	
Bad Debts w/off	4,042,381	5,197,056	
Sundry Credits W/Back	(1,278,800)	(3,503,561)	
(Profit)/Loss on sale of Fixed Assets	(680,305)	475,537	
		68,281,145	69,086,477
Operating profit before working capital changes		82,485,248	117,035,288
(Increase)/Decrease in Loans & Advances	1,334,812	(2,511,086)	
(Increase)/Decrease in Other Current Assets & Deposits	(46,949,126)	72,305,637	
Increase/(Decrease) in Sundry Creditors & Other liabilities	40,042,363	(5,571,951)	(10,983,586)
Cash from operations		76,913,298	175,846,253
Income tax paid		(14,121,205)	(29,752,008)
Net cash from operating activities		62,792,092	146,094,245
B. Cash flow from Investing Activities			
Purchase of Fixed assets	(34,587,532)	(117,983,105)	
Sale of Fixed assets	4,958,949	2,276,433	
Interest Income	1,193,244	1,221,395	
Net cash from Investing activities		(28,435,339)	(114,485,277)
C. Cash flow from Financing activities			
Proceeds from Long term Borrowings		38,741,973	
Increase in vehicle loans	-	-	
Repayment of Long term Borrowings	(10,898,030)	(24,537,916)	
Interest on borrowings	(32,664,275)	(33,259,188)	
Net Cash flow from Financing Activities		(43,562,306)	(19,055,131)
Net Increase/Decrease in Cash & Cash Equivalents		(9,205,552)	12,553,836
Cash & Cash Equivalents at the beginning of the year		43,616,472	31,062,635
Cash & Cash Equivalents at the end of the year		34,410,920	43,616,471

"As per our report of even date"

For **Balan & Co.**

Chartered Accountants,

FRN 000340S

Sd/-

P. MOHANDAS, FCA

Partner

M.No. 021262

Aluva

12.09.2018

Sd/-

P.P. SHAJIL

Chief Financial Officer

Sd/-

C.C. WILLIAM VARGHESE

Chairman

(DIN :00074708)

Sd/-

C. SIMON CHERU

Managing Director

(DIN : 03305487)

Thrissur

12.09.2018



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BRD CARWORLD LIMITED

U50401KL2008PLC022450

1/66A, NH 47 Bypass, Konikkara,
Thrissur - 680 306

Phone : 0487-2352242

E mail : brdcarworld@brdgroup.net

Web site : www.brdgroup.net