

GOLKONDA ALUMINIUM EXTRUSIONS LIMITED
(Formerly known as Alumeco India Extrusion Limited)

27th Annual Report – 2015

BOARD OF DIRECTORS

Mr. Ashish Kumar Gupta
(DIN: 00061551) Chairman,
Independent Director

Mr. Hans Schweers
(DIN: 00318960)
Non-Executive
Promoter Director

Mr. Anand Bharti
(DIN: 02469989)
Whole Time Director
(from 29th October 2013)

Ms. Shruti Agarwal
(DIN: 07164871)
Additional Independent Woman Director
(From 14th May, 2015)

Mr. Suresh Chandra Agarwal
(DIN: 07230587)
Additional Independent Director
(From 22nd July, 2015)

Compliance Officer
Mr. Archit Agarwal

Auditors

Laxminiwas & Jain,
Chartered Accountants,
5-4-726, Station Road, Nampally,
Hyderabad – 500 001

BANKERS

1. Axis Bank Limited,
Kompally, Hyderabad
2. HSBC, Somajiguda, Hyderabad
3. State Bank of India,
IFB, Somajiguda, Hyderabad
4. The Karur Vysya Bank Limited,
R.P. Road, Secunderabad

Registrar &**Share Transfer Agents**

XL Softech Systems Limited, 3,
Sagar Society, Road No. 2,
Banjara Hills, Hyderabad – 500 034.
Phone Nos. 040 – 23545913,14,15

Registered Office & Works

CIN: L74999AP1988PLC008966
Survey Nos. 379-382, Kallakal Village,
Toopran Mandal, Medak District,
Telangana – 502 336.
Ph. Nos. 08454–250191/250529,
Fax Nos. 08454–250196/514

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NOTICE TO SHAREHOLDERS :

Notice is hereby given that the Twenty Seventh Annual General Meeting of the Members of Golkonda Aluminium Extrusions Limited (Formerly known as Alumeco India Extrusion Limited) will be held on Wednesday, 30th March, 2016 at 11.30 a.m. at the Registered Office of the Company, at Survey Nos. 379-382, Kallakal Village, Toopran Mandal, Medak District, Telangana- 502336, to transact the following business:

ORDINARY BUSINESS

1. To consider and adopt the 27th Directors' Report, Audited Balance Sheet as at 30th June, 2015, Audited Profit & Loss Account and Cash Flow Statement for the period ended on that date, and the report of the Auditors thereon.
2. To appoint a Director in place of Anand Bharti, who retires by rotation, and being eligible, offers himself for re-appointment.
3. To consider and, if thought fit, to pass the following resolution as an Ordinary Resolution, relating to the appointment of the Auditors of the Company:

"RESOLVED THAT M/s. Laxminiwas & Jain, Chartered Accountants (Firm Registration No. 001859S) be and are hereby appointed as the Statutory Auditors of the Company to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and the Audit Committee / Board of Directors be and are hereby authorized to fix a suitable remuneration in consultation with the Auditors."

SPECIAL BUSINESS

4. To consider and if thought fit to pass with or without modification(s) the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 149, 152 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act, 2013, Ms. Shruti Agarwal (holding DIN: 07164871), who was appointed as an Additional Director of the Company with effect from 14th May, 2015, pursuant to the provisions of Section 161(1)

of the Companies Act, 2013 and the Articles of Association of the Company, who has also submitted a declaration that she meets the criteria for independence as provided in Section 149(6) of the Act and holds office up to the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing from a member proposing her candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company, to hold office for five consecutive years, with effect from 30th March, 2016."

5. To consider and if thought fit to pass with or without modification(s) the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 149, 152 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Companies Act, 2013, Mr. Suresh Chandra Agarwal (holding DIN: 07230587), who was appointed as an Additional Director of the Company with effect from 22nd July, 2015, pursuant to the provisions of Section 161(1) of the Companies Act, 2013 and the Articles of Association of the Company, who has also submitted a declaration that he meets the criteria for independence as provided in Section 149(6) of the Act and holds office up to the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company, to hold office for five consecutive years, with effect from 30th March, 2016."

6. To consider and, if thought fit, to pass with or without modification(s) the following resolutions as Special Resolution:

"RESOLVED THAT pursuant to the provisions of Section 196, 197, 203 and other applicable provisions of the Companies Act, 2013 read with Schedule V to the Companies Act, 2013 consent of the Shareholders be and are hereby accorded for the re - appointment of Mr. Anand Bharti (holding DIN 02469989), as Whole-time director of the Company with effect from 1st

January 2016 for a period of one year i.e. till 31.12.2016 on the remuneration and terms and conditions as given below:

Particulars	(Rupees per month)
Basic Salary	19,250
House Rent Allowance	7,700
Conveyance Allowance	800
Education Allowance	200
Other Allowances	4,050
Medical Allowance	1,500
Leave Travel Allowance	1,500
Total	35,000

By Order of the Board
For Golkonda Aluminium Extrusions
Limited

New Delhi
5th March 2016

Mr. Anand Prakash
Whole Time Director
DIN: 02469989

Notes:

1. **A member entitled to attend and vote at the Annual General Meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself and the proxy need not be a member of the Company. The instrument appointing the proxy should, however be deposited at the Registered Office of the Company not less than forty eight hours before the commencement of the Meeting.**
A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the company carrying voting rights may appoint a single person as a proxy and such person shall not act as a proxy for any other person or shareholder.
- 2 Corporate members intending to send their authorized representatives to attend the Meeting are requested to send a certified copy of the Board Resolution authorizing

- their representative to attend and vote on their behalf at the Meeting.
- 3 Members are requested to bring their attendance slip along with their copy of Annual Report to the Meeting.
- 4 Members who hold shares in dematerialized form are requested to write their Client ID and DP ID numbers and those who hold shares in physical form are requested to write their Folio numbers in the attendance slip for attending the Meeting.
- 5 In case of Joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
- 6 Relevant documents referred to in the accompanying Notice are open for inspection by the Members at the Registered Office of the Company on all working days between 11.00 a.m. and 1.00 p.m., up to the date of the Meeting.
- 7 The Register of Members and Transfer Books of the Company shall remain closed from 28th March 2016 to 30th March 2016 (both days inclusive) for the purpose of Annual General Meeting.
- 8 Voting through electronic means:
 - i. In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide facility to the members to exercise their right to vote at the 27th Annual General Meeting (AGM) by electronic means and the business may be transacted through e-voting platform provided by CDSL.
The instructions for e-voting are as under:
 - i. The voting period begins at 9 A.M. on 24-03-2016 and ends at 6 P.M. on 26-03-2016. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cutoff date, i.e. 26-02-2016 (End of Day) may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
 - ii. The shareholders should log on to the e-voting website www.evotingindia.com during the voting period.

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- iii. Click on Shareholders.
 - iv. Now enter your User-ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
 - v. Next enter the Image Verification as displayed and Click on Login
 - vi. If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
 - vii. If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN	<p>Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> • Members who have not updated their PAN with the Company/ Depository Participant are requested to use the first two letters of their name and the 8digits of the sequence number in the PAN field. • In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg: If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
DOB	<p>Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.</p>
Dividend Bank Details	<p>Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.</p> <ul style="list-style-type: none"> • Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank Details field as mentioned in instruction (iv).

- viii. After entering these details appropriately, click on "SUBMIT" tab.
- ix. Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- x. For Members holding shares in physical form, the details can be used only for e-voting on there solutions contained in this notice.
- xi. Click on EVSN of GOLKONDA ALUMINIUM EXTRUSIONS LIMITED
- xii. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- xiii. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- xiv. After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- xv. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- xvi. You can also take out print of the voting

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- done by you by clicking on "Click here to print" option on the Voting page.
- xvii. If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- xviii. Note for Not- Individual shareholder and Custodian
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI, etc.) and custodian are required to log on to www.evoting.com and register themselves as Corporate.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cDSLindia.com
 - After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
 - The list of accounts should be mailed to helpdesk.evoting@cDSLindia.com on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- xix. In case you have any queries or issues regarding, you may refer the Frequently Asked Questions ("FAQ's") and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cDSLindia.com.
- II. The Scrutinizer Mr. N. Jaipal Reddy, Practicing Company Secretary (CP No. 10280), Hyderabad shall within a period not exceeding three (3) working days from the conclusion of the e-voting period unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
- III. The results shall be declared on or before the AGM of the Company. The results along with the Scrutinizer's Report shall be placed on the Company's website <http://www.alumecoindia.com> and on the website of M/s. XL Softech Systems Limited. Within two (2) days of passing of the resolutions at the AGM of the Company and be communicated to the Stock Exchanges.
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EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013.

ITEM NO.4:

Pursuant to Article 67 a of Articles of Association of the Company and in terms of Section 149 and 161 of the Companies Act, 2013 Ms. Shruti Agarwal, was appointed as Additional Director on the Board of the Company and she holds office as Director up to the date of the ensuing Annual General Meeting. In respect of whom the Company has received a notice in writing proposing her candidature for the office of Director. Nomination and Remuneration (NAR) Committee after following the procedure as prescribed, recommended the appointment of Ms. Shruti Agarwal as Independent Director of the Company and based on the recommendations of the NAR Committee, the Board recommends that she may be appointed as Independent Director for 5 years and shall not be liable to retire by rotation at every AGM. Your Directors recommend the resolution for approval

of the Shareholders. Ms. Shruti Agarwal is interested in the resolution to the extent of her appointment as Independent Director. No other Director of the Company is in any way concerned or interested in the proposed resolution.

ITEM NO.5:

Pursuant to Article 67 a of Articles of Association of the Company and in terms of Section 149 and 161 of the Companies Act, 2013 Mr. Suresh Chandra Agarwal, was appointed as Additional Director on the Board of the Company and he holds office as Director up to the date of the ensuing Annual General Meeting. In respect of whom the Company has received a notice in writing proposing his candidature for the office of Director. Nomination and Remuneration (NAR) Committee after following the procedure as prescribed, recommended the appointment of Mr. Suresh Chandra Agarwal as Independent Director of the Company and based on the

recommendations of the NAR Committee, the Board recommends that he may be appointed as Independent Director for 5 years and shall not be liable to retire by rotation at every AGM. Your Directors recommend the resolution for approval of the Shareholders. Mr. Suresh Chandra Agarwal is interested in the resolution to the extent of his appointment as Independent Director. No other Director of the Company is in any way concerned or interested in the proposed resolution.

ITEM NO. 6:

The Board of Directors, based on the recommendation of the Nomination and Remuneration Committee, at its meeting held on 14th November 2015, has subject to the approval of Members, appointed Mr. Anand Bharti as Whole Time Director for a period of one year ending on 31st December 2016 on the remuneration as set out in the resolution. The terms of his remuneration as set out in the resolution are considered to be fair, just and reasonable.

The above may be treated as an abstract of the terms of appointment of Mr. Anand Bharti under Section 203 of the Companies Act, 2013.

A brief resume of Mr. Anand Bharti as required in terms of Clause 49 of the Listing Agreement in enclosed with the Notice.

The Board recommends the Resolution set out in Item No 6 for your approval.

None of the Directors, except Mr. Anand Bharti, is concerned or interested in the resolution.

The following additional information as required by Schedule V of the Companies Act is given below:

1. General information:

(i) Nature of Industry: Aluminum Industry. The main activity of the Company is manufacturing of Aluminum Extrusions.

(ii) Date of Commencement: 9th September 1988.

(iii) Financial Performance (as in table below).

(Rs. in million)

Particulars	30.06.2015	30.06.2014	30.06.2013
Sales and other income	130.430	21.969	665.541
Profit before Tax and prior period items	111.50	(18.91)	(54.67)
Finance Charges	0.13	0.16	2.71
Depreciation	8.55	8.22	13.13
Prior period items	--	--	--
Profit after Tax	111.50	(18.91)	(54.67)

(iv) Export Performance: The Company closed its production since July, 2013. Hence, there is no export during the current year.

(v) Foreign Investment: The Company is subsidiary of OSI India Holding A/S, Denmark, which holds 60.50% of its equity.

2. Information about the managerial persons:
Mr. Anand Bharti – Director

(i) Background details - Mr. Anand Bharti, aged about 57 years is a graduate with more than 30 years of experience in Taxation and Legal matters.

(ii) Past remuneration -Rs. 35,000/- p.m. (CTC).

(iii) Remuneration proposed -Rs. 35,000/- p.m. (CTC) (effective from 1st January, 2016).

(iv) Comparative Remunerative profile - It is similar or lower than in equivalent firms.

(v) Pecuniary relationship - No pecuniary relationship except the remuneration received.

3. Other Information:

(i) Reasons of loss or inadequate profits - Due to large unforeseen liabilities relating to Excise duty and Sales Tax arising primarily out of the

previous promoters clandestine activities and exchange losses and bad domestic and global economic situation.

(ii) Steps taken or proposed to be taken for improvement - The Company has been declared sick industrial unit by BIFR on 9th February, 2009. Presently, the Company ceases to be Sick Industrial Company vide BIFR order no. MA. NO.135/BC/2015 dated 8th June, 2015 as the net worth turned positive as on 31st December 2014. The management is in the process of evaluating available options to rehabilitate the Company.

(iii) Expected increase in productivity and profitability - The Management is hopeful that they will be able to rehabilitate the Company.

By Order of the Board

For Golkonda Aluminium Extrusions Limited

New Delhi
5th March 2016

Mr. Anand Prakash
Whole Time Director
DIN: 02469989

Additional Information

Brief Resume of the Directors proposed to be appointed / re – appointed as required in terms of Listing Agreement

Name	Ms. Shruti Agarwal	Mr. Suresh Chandra Agarwal	Mr. Anand Bharti
Date of Birth	03.10.1985	26.07.1952	14.08.1959
Date of Appointment	14.05.2015	22.07.2015	29.10.2013
Qualifications	Graduate	Post Graduate	Under Graduate
Expertise in specific functional area	Expertise in Taxation and Legal matters	Expertise in Company related matters	More than 30 years of experience in Taxation and Legal matters
Directorship in other Companies	Nil*	Nil*	Nil*
Memberships / Chairmanship of Committees across all Public Companies	Nil*	Nil*	Nil*

*Excludes Private and Foreign Companies.

DIRECTORS' REPORT

Your Directors' hereby present the Twenty Seventh Annual Report on the business and operations of the Company, together with the

Audited Statements of Accounts and the Auditors' Report for the year ended 30th June, 2015.

Financial Highlights: Particulars	Current year 2014 - 2015	(Rs. Million) Previous year 2013 - 2014
Revenue from Operations	--	19.47
Other Income	130.43	2.50
Total Revenue	<u>130.43</u>	<u>21.97</u>
Profit/ (loss) before financial Expenses, Depreciation	102.82	(10.53)
Financial Expenses	0.13	0.16
Depreciation	8.55	8.22
Profit/ (Loss) before Tax	<u>111.50</u>	<u>(18.91)</u>
Profit/ (Loss) after Tax and prior period adjustment	111.50	(18.91)

Dividend:

In view of the accumulated losses, no dividend is being recommended for the current year.

Results of Operations:

As already communicated to the shareholders under the previous annual report that the Company has received communication from the parent company that they will not be able to supply the raw material on credit terms as before and the Company does not have its own financial strength, so the Board of Directors' in its meeting

held on July 08, 2013 decided to close the operation of the unit in order to stop the accumulation of cost and liabilities until an appropriate decision is taken. Presently, the Company ceases to be Sick Industrial Company vide BIFR order no. MA. NO.135/BC/2015 dated 8th June, 2015 as the net worth turned positive as on 31st December 2014. The management is in the process of evaluating available options to rehabilitate the Company. However, the other income of Rs. 130.43 million is mainly because of Reversal of Liability payable to Creditors.

Extension of Annual General Meeting:

Due to various factors, the Company had stopped production in July 2013. The management & promoters are presently evaluating various options in connection with reviving / rehabilitating the Company. The Company had retrenched all of its 97 workers in 2013-14. Out of the said 97 workers, final settlement has been reached (with mutual agreement) with 39 workers. Under the above Circumstances, the Board feels that some more time will be required to conclude the above said matter and hold the Annual General Meeting meaningfully and smoothly. Hence, the Board requested the Registrar of Companies, Andhra Pradesh and Telangana for 3 months extension for conducting the AGM. The Registrar of Companies, Andhra Pradesh has extended the time up to 31 March 2016.

Directors:

The Board has appointed Ms. Shruti Agarwal and Mr. Suresh Chandra Agarwal as Additional Independent Directors with effect from 14th May, 2015 and 22nd July, 2015 respectively, to comply with the requirements of Companies Act, 2013.

Mr. Anand Bharti, who has been longest in the office, will retire at the ensuing Annual General Meeting and being eligible, offer himself for reappointment.

The Board of Directors of the Company has decided to adopt the provisions with respect to appointment and tenure of Independent Directors which is consistent with the Companies Act, 2013 and the amended Listing Agreement. Accordingly, the Independent Directors will serve for not more than two terms of five years each on the Board of the Company.

Ms. Shruti Agarwal and Mr. Suresh Chandra Agarwal, being eligible and offering herself/himself for appointment, is proposed to be appointed as Independent Director for five (5) consecutive years commencing from 30.03.2016.

The Board of Directors of the Company at its meeting held on 14th November 2015, has subject to the approval of Members, appointed Mr. Anand Bharti as Whole Time Director for a period of one year ending on 31st December 2016.

Directors' Responsibility Statement:

As required under Section 134 (5) of the Companies Act, 2013, the Directors hereby confirm that:

- (i) in the preparation of the annual accounts, the applicable accounting standards have been followed and there are no material departures from the same;

- (ii) such accounting policies have been selected 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 30th June, 2015 and of the profit or loss of the Company for that period;

- (iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; and

- (iv) The annual accounts have been prepared on a going concern basis.

- (v) the Directors, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and

- (vi) 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.

Auditors:

M/s. Laxminiwas & Jain, Chartered Accountants, Auditors of the Company, retire at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.

Auditors' Qualifications and Management's Reply:**1. 'Basis for Qualified Opinion' of the Audit Report:**

The Company has accumulated losses of Rs. 161,161,535 as at 30 June 2015 which have exceeded the paid up capital and reserves of Rs. 160,522,805 of the Company at that date. The Company had been declared sick on 9 February 2010 and had made a reference to the Board for Industrial & Financial Reconstruction (BIFR) in terms of Section 15(1) of the Sick Industrial Companies (Special Provisions) Act, 1985. During the year, company ceases to be a sick industrial Company vide order dated 08 June 2015 within the meaning of Section 3(1)(o) of Sick Industrial Companies Act (SICA) as its net worth has turned positive as on 31st December 2014. However as on 30 June 2015, the net worth has turned negative amounting to Rs. 639,730.

Considering the financial position of the Company as at 30 June 2015 and the subsequent financial stress caused by the Alumeco Group withdrawing extended credit terms for supply of raw material, there exists significant uncertainty as to whether the

Company will be able to continue as a going concern. The Management is in the process of evaluating available options to rehabilitate the Company. The financial results for the year ended 30 June 2015 have been prepared on a going concern basis and do not include any adjustments relating to the recoverability and classification of recorded asset amounts, or, to amounts or classification of liabilities that may be necessary if the Company is unable to continue as a going concern.

Management's Reply:

The accumulated loss at the year end is Rs. 161.16 million which is more than 100% of the net worth of the Company. However, during the year, company ceases to be a sick industrial Company vide order dated 08 June 2015 within the meaning of Section 3(1)(o) of Sick Industrial Companies Act (SICA) as its net worth has turned positive as on 31st December 2014.

The Alumeco Group, Denmark took a commercial decision to stop extending the facility of supplying raw material on credit to the Company, as was being done in the past. This decision coupled with the accumulated losses in the Company and the prevailing adverse business conditions (on account of liquidity crunch, labour problems, power cuts, poor order book position due to bad economic scenario, credit crunch in the market, etc.), has further strained the financial position of the Company. However, the Board of Directors and the Management of the Company are actively pursuing various available options to rehabilitate the Company and currently believe that the Company would be in a position to continue as a going concern. Hence, these financial statements have been prepared under the going concern assumption.

2. Matter of Emphasis

1. Note 2.25(h) which describes the uncertainty related to the outcome of the lawsuit filed against the Company by the workers regarding settlement of compensation amounting to Rs.10,816,903.

Management Reply

Till the end of the relevant financial year the Company has settled 39 workers out of 97 workers with mutual agreement on individual basis and the approximate liability regarding settlement compensation for remaining 58 workers is estimated to be Rs. 10.82 million on the basis of earlier settlements. As the amount is not certain at this stage, provision is not made and shown as contingent liability.

2. Note 2.27 (C) with regards to extraordinary item on account of write back of Rs. 96,456,372 (excluding exchange effect) payable to creditors with mutual consent for which direct confirmation is not received .

Management Reply

During the year, Alumeco Handler services GmbH has waived off the payable amount of Rs. 96.46millions with mutual consent, for which the auditors had received the direct confirmation on later date.

3. Note 2.29 regarding provision of gratuity amounting Rs. 4,945,334 and compensated absences amounting to Rs. 988,708 is provided on actual basis and no actuarial valuation has been made as per the requirement of Accounting Standard -15 - Employee Benefits.

Management Reply

Since Company has already made application for closure, provision for gratuity and compensated absences has been made on actual basis. As at the end of the year, there is no employee on whom further gratuity liability is to be accrued. Hence no actuarial valuation is being done.

4. As per Sec. 138 of Companies Act, 2013 internal audit has not been carried out by the Company as there were no operations in the company during the year.

Management Reply

Since the production is closed and there is no other operations in the company. Therefore, the internal audit has not been carried out during the year.

Cost Audit:

As the production of the company is closed since July, 2013, the Company has not appointed the Cost Auditor for year 2014-2015.

Secretarial Audit:

As prescribed by Securities and Exchange Board of India (SEBI), a Practicing Company Secretary carries out Secretarial Audit at the end of every quarter, and the report is regularly submitted to the Bombay Stock Exchange.

However, as required under the Companies Act, 2013, the Company has appointed Mr. Raghava Reddy Sadhu, Practicing Company Secretary, as Secretarial Auditor for the year 2014-2015 and his report is annexed to Directors Report as Annexure III.

Declaration by independent directors :

The Company has received necessary declaration from each independent director under Section 149(7) of the Companies Act, 2013, that he/she

meets the criteria of independence laid down in Section 149(6) of the Companies Act, 2013 and Clause 49 of the Listing Agreement.

Board evaluation

Pursuant to the provisions of the Companies Act, 2013 and Clause 49 of the Listing Agreement, Independent Directors at their meeting held on 15th May, 2015 without the participation of the Non-independent Directors and Management, considered/evaluated the Boards' performance, Performance of the Chairman and other Non-independent Directors. Clause 49 of the Listing Agreement mandates that the Board shall monitor and review the Board evaluation framework. The Companies Act, 2013 states that a formal annual evaluation needs to be made by the Board of its own performance and that of its committees and individual directors. Schedule IV of the Companies Act, 2013 states that the performance evaluation of independent directors shall be done by the entire Board of Directors, excluding the director being evaluated. The evaluation of all the directors and the Board as a whole was conducted based on the criteria and framework adopted by the Board.

Policy on directors' appointment and remuneration :

The current policy is to have an appropriate combination of executive and independent directors to maintain the independence of the Board. As on 30th June 2015, the Board consists of 4 members, one of whom is Whole Time Director, one is promoter non-executive director and two are independent directors. The Board will annually evaluate the need for change in its composition and size. The policy of the Company on directors' appointment and remuneration, including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under Sub-section (3) of Section 178 of the Companies Act, 2013, adopted by the Board. The remuneration paid to the directors is as per the terms laid out in the Nomination and Remuneration policy of the Company.

Risk Management and Whistle blower Policy

Pursuant to section 134 (3) (n) of the Companies Act, 2013 and Section 177(9) of the Companies Act, 2013 read with Clause 49 of the Listing Agreement the Company has to form a Risk Management and Whistle blower Policy respectively. However, as operations of the Company are closed since July 2013, it is not required to form any Risk Management and Whistle blower Policy.

Number of meetings of the Board :

The Board met six times during the financial year, the details of which are given in the Corporate Governance Report that forms part of this Annual Report. The intervening gap between any two meetings was within the period prescribed by the Companies Act, 2013.

Public Deposits:

The company has not accepted deposits from public as envisaged under Sections 73 to 76 of Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014 during the year under review.

Corporate Governance:

Report on Corporate Governance Pursuant to Clause 49 of the Listing Agreement, and Certificate on Compliance of Corporate Governance form part of this Report.

Business Responsibility Report (BRR)

Securities Exchange Board of India (SEBI) vide circular CIR/CFD/DIL/8/2012 dated August 13, 2012 has mandated the inclusion of BRR as part of the Annual Report for the top 100 listed entities based on their market capitalization on Bombay Stock Exchange Limited as at March 31, 2014. In view of the requirements specified, the company is not mandated for the providing the BRR and hence do not form part of this Report.

Management Discussion and Analysis

Report:

Management Discussion and Analysis Report as stipulated under Clause 49 of the Listing Agreement is presented in a separate section in this Annual Report.

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

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo are as follows:

(A) Conservation of Energy: N.A.

- (i) the steps taken or impact on conservation of energy; (ii) the steps taken by the company for utilising alternate sources of energy; (iii) the capital investment on energy conservation equipments;

(B) Technology absorption: N.A.

(i) the efforts made towards technology absorption; (ii) the benefits derived like product improvement, cost reduction, product development or import substitution; (iii) in case of imported technology (imported during the last three years reckoned from the beginning of the financial year:-

(a) the details of technology imported; (b) the year of import; (c) whether the technology been fully absorbed; (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and (iv) the expenditure incurred on Research and Development.

(C) Foreign exchange earnings and Outgo:

The Company had no foreign exchange earnings and outgo during the financial year.

Whole Time Director and Finance Manager Certification:

As required, the Whole Time Director and Finance Manager's Certification is at Annexure-I

Material Changes and Commitments affecting the Financial Position of the Company

During the year under review the Company has come out of the BIFR purview as the net worth of the Company become positive as on 31st December, 2014 mainly because of Reversal of Liability payable to Creditors.

In order to improve liquidity and reduce debts, the board of directors has proposed to sell the assets and properties together with its rights, title and interest in the movable, immovable properties (both tangible and intangible) and current assets, to ensure smooth functioning of operations. For the above said purpose, a special resolution for the approval of shareholders by means of postal ballot is under process and the voting period for resolution is from 17/02/2016 (09:00 A.M.) to 17/03/2016 (05:00 P.M.).

On 24/12/2015, the Company have settled all the pending issues with the workmen by entering into mutual agreements with the workmen. The Company has paid 30% of the agreed compensation to workmen and balance shall be paid within 3 months.

Particulars of Loans, Guarantees or Investments under section 186

As on 30th June, 2015 there were no outstanding loans or guarantees, investments made and securities provided as covered under the provisions of section 186 of the Companies Act, 2013.

Contracts and Arrangements with Related Parties

All related party transactions that were entered into during the financial year were at arm's length basis and were in the ordinary course of the business. Your Directors draw attention of the Members to Note 2.27 of Notes on Accounts to the financial statement which sets out related party disclosures.

Extract of Annual Return

Extract of Annual Return of the Company is annexed herewith as Annexure II to this Report.

Particulars of Employees

Information as per Rule 5(2) and (3) of Chapter XIII, the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014- details furnished below:

Name of the Director / Employee	Anand Bharti
Designation	Whole Time Director
Remuneration received	4,20,000/- p.a.
Nature of employment, whether contractual or otherwise	Director
Qualifications and experience of the employee	Under Graduate
Date of commencement of employment	14/11/2013
The age of such employee	57 years
The last employment held by such employee before joining the company	NIL
The percentage of equity shares held by the employee in the company	NIL
Whether any such employee is a relative of any director	No

Notes:

1. There were no confirmed employees on the rolls of the Company as on 30th June 2015
2. Median remuneration of employees of the Company during the financial year 2014-2015 was NIL.

The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013

During the year under review, there was no employee, as the production of the Company is discontinued with effect from July, 2013. Therefore, the reporting requirements under the Sexual Harassment of Women at The Workplace (Prevention, Prohibition & Redressal) Act, 2013 is not applicable.

Internal Audit:

Since the production of the Company is closed since July 2013, Internal Audit is not carried out during the year.

Listing of Securities:

The Company is listed on the Bombay Stock Exchange and is regular in paying the annual listing fee to the Stock Exchange.

Personnel:

During the year under review, there was no employee, as the production of the Company is discontinued with effect from July, 2013.

Corporate Social Responsibility [CSR] – Not Applicable**Statement on Other Compliances**

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

- a. Details relating to deposits covered under Chapter V of the Act.
- b. Issue of equity shares with differential voting rights as to dividend, voting or otherwise;
- c. Issue of shares (including sweat equity shares) to employees of the Company.
- d. Neither the Managing Director nor any of the Whole-time Directors of the Company receive any remuneration or commission from any of its subsidiaries;
- e. No significant or material orders were passed by the Regulators or Courts or Tribunals, which impact the going concern status and Company's operations in future;

During the year, Alumeco Handlerservices GmbH has waived off the payable amount of Rs. 96.46 millions with mutual consent, which has significant impact on the Financial Statements.

Acknowledgments:

The Directors acknowledge the contribution made by the employees towards the success of the Company. They thank the Company's valued customers for their continued patronage. They also acknowledge the support of the shareholders.

For and on behalf of the Board of Directors

Place: New Delhi

Ashish Kumar Gupta

Dated: 5th March 2016

Chairman , DIN: 00061551

Annexure I**Certificate from the Whole Time Director & Finance Manager**

We, Anand Bharti, Whole Time Director and Archit Agarwal, Finance Manager of Golkonda Aluminium Extrusions Limited, certify that:

- (a) We have reviewed financial statements and the cash flow statement for the period and that to the best of our knowledge and belief: (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading (ii) these statements give a true and fair view of the Company's affairs and of the results of operations and cash flow. The financial statements have been prepared in conformity, in all material respects, with the existing generally accepted accounting principles including accounting standards, applicable laws and regulations.
- (b) To the best of our knowledge and belief, no transactions were entered into by the Company during the year that is fraudulent, illegal or violates the Company's code of conduct.
- (c) We accept overall responsibility for the Company's internal control system for financial reporting. This is monitored by the internal audit function, which encompasses the examination and evaluation of its adequacy and effectiveness. Internal audit interacts with all levels of Management and statutory auditors, and reports significant issues to the Audit Committee of the Board. The Auditors' and the Audit Committee are apprised of any corrective action taken with regard to significant deficiencies and material weaknesses.
- (d) We have indicated to the Auditors' and Audit Committee: (i) significant changes in internal control and overall financial reporting during the period;(ii) significant changes in accounting policies during the period ;(iii) instances of significant fraud of which we have become aware of and which involve Management or employees, who have significant role in the Company's internal control system over financial reporting. However, during the period there were no such changes or instances.

Date: 5th March 2016

AnandBharti

Archit Agarwal

Place: New Delhi

Whole Time Director, DIN: 02469989

Finance Manager

Annexure II**THE EXTRACT OF THE ANNUAL RETURN AS PROVIDED UNDER SUB-SECTION (3) OF SECTION 92 –IN PRESCRIBED FORM MGT-9****I. REGISTRATION AND OTHER DETAILS:**

i)	CIN	L74999AP1988PLC008966
ii)	Registration Date	22/08/1988
iii)	Name of the Company	GOLKONDA ALUMINIUM EXTRUSIONS LIMITED
iv)	Category/Sub-Category of the Company	LISTED COMPANY
v)	Address of the Registered Office and Contact Details	Survey Nos.379-382, Kallakal Village, ToopranMandal, Medak District, Telangana – 502 336
vi)	Whether Listed Company	Yes
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	M/s XL Softech Systems Limited, 3, Sagar Society, Road No.2, Banjara Hills, Hyderabad – 500 034, Ph. No. 040-23545913/14/15

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)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Aluminium Extrusions*	2720	NIL

Note:- The operations of the Company were closed since July, 2013.

III.PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES [No. of Companies for which information is being filled

S. NO	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY / ASSOCIATE
1	OSI India Holding A/S	N/A	Holding Company

VI. 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 30-June-2014]				No. of Shares held at the end of the year[As on 30-June-2015]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual	---	---	---	---	---	---	---	---	---
b) Central Govt	---	---	---	---	---	---	---	---	---
c) State Govt(s)	---	---	---	---	---	---	---	---	---
d) Bodies Corp.	---	---	---	---	---	---	---	---	---
e) Banks / FI	---	---	---	---	---	---	---	---	---
f) Any other	---	---	---	---	---	---	---	---	---
Total (A)(1)	---	---	---	---	---	---	---	---	---

Category of Shareholders	No. of Shares held at the beginning of the year [As on 30-June-2014]				No. of Shares held at the end of the year[As on 30-June-2015]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(2) Foreign									
a) Individual	---	---	---	---	---	---	---	---	---
b) Body Corporates	75,00,000	---	75,00,000	60.5	75,00,000	---	75,00,000	60.5	Nil
c) Any other	---	---	---	---	---	---	---	---	---
Total (A)(2)	75,00,000	---	75,00,000	60.5	75,00,000	---	75,00,000	60.5	Nil
Total shareholding of Promoter (A)(1)+(A)(2)	75,00,000	---	75,00,000	60.5	75,00,000	---	75,00,000	60.5	Nil
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	2150	---	2150	0.02	2150	---	2150	0.02	Nil
b) Banks / FI	---	---	---	---	---	---	---	---	---
c) Central Govt	---	---	---	---	---	---	---	---	---
d) State Govt(s)	---	---	---	---	---	---	---	---	---
e) Venture Capital Funds	---	---	---	---	---	---	---	---	---
f) Insurance Companies	---	---	---	---	---	---	---	---	---
g) FIIs	---	---	---	---	---	---	---	---	---
h) Foreign Venture Capital Funds	---	---	---	---	---	---	---	---	---
i) Others (specify)	---	---	---	---	---	---	---	---	---
Sub-total (B)(1):-	2,150	---	2,150	0.02	2,150	---	2,150	0.02	Nil
2. Non-Institutions									
a) Bodies Corp.	6,24,502	73,750	6,98,252	5.63	5,67,462	73,750	6,41,212	5.17	(0.46)
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1lakh	17,47,882	3,39,152	20,87,034	16.83	17,13,484	3,36,902	20,50,386	16.54	(0.29)
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	18,42,000	---	18,42,000	14.86	19,39,942	---	19,39,942	15.65	0.79

Category of Shareholders	No. of Shares held at the beginning of the year [As on 30-June-2014]				No. of Shares held at the end of the year[As on 30-June-2015]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
c) Others (specify)	---	---	---	---	---	---	---	---	---
Non Resident Indians	2,62,575	---	2,62,575	2.12	2,61,417	---	2,61,417	2.11	(0.01)
Overseas Corporate Bodies	---	---	---	---	---	---	---	---	---
Foreign Nationals	---	---	---	---	---	---	---	---	---
Clearing Members	5,102	---	5,102	0.04	2,006	---	2,006	0.02	(0.02)
Trusts	---	---	---	---	---	---	---	---	---
Foreign Bodies - D R	---	---	---	---	---	---	---	---	---
Sub-total (B)(2):-	44,82,061	4,12,902	48,94,963	39.48	44,84,311	4,10,652	48,94,963	39.48	0.00
Total Public Shareholding (B) = (B)(1)+ (B)(2)	44,84,211	4,12,902	48,97,113	39.50	44,86,461	4,10,652	48,97,113	39.50	0.00
C. Shares held by Custodian for GDRs & ADRs	---	---	---	---	---	---	---	---	---
Grand Total (A+B+C)	1,19,84,211	4,12,902	1,23,97,113	100.00	1,19,86,461	4,10,652	1,23,97,113	100.00	0.00

(ii) Shareholding of Promoters

Sl No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of theyear			% change In share holding during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumb ered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumb ered to total shares	
1	OSI India Holding A/S	7500000	60.50	NIL	7500000	60.50	NIL	0.00

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

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.	Name of the Share Holder	Shareholding at the beginning of the Year		Increase/Decrease in share holding			Cumulative Shareholding during the Year	
		No. of Shares	% of total shares of the company	Date	No. of Shares	Reason	No. of Shares	% of total shares of the company
1	Dipak Kanayalal Shah	2,50,000	2.02	11/07/14	1,600	Purchase	2,51,600	2.03
				18/07/14	4,000	Purchase	2,55,600	2.06
				08/08/14	24,400	Purchase	2,80,000	2.26
				05/09/14	15,655	Purchase	2,95,655	2.38
				12/09/14	4,345	Purchase	3,00,000	2.42
				30/09/14	7,000	Purchase	3,07,000	2.48
				10/10/14	82	Purchase	3,07,082	2.48
				06/02/15	1,000	Purchase	3,08,082	2.49
				06/03/15	48	Purchase	3,08,130	2.49
				13/03/15	1,870	Purchase	3,10,000	2.50
2	Roshani Neetish Doshi	1,70,000	1.37	-	-	-	1,70,000	1.37
3	Sameer Shantilal Dedhia	1,22,208	0.99	-	-	-	1,22,208	0.99
4	Vara Lakshmi G	-	-	24/10/14	87,321	Purchase	87,321	0.70
				07/11/14	15,000	Purchase	1,02,321	0.83
				13/02/15	19,561	Purchase	1,21,882	0.98
				27/02/15	(122)	Sale	1,21,760	0.98
5	Neelima Karlapudi	-	-	24/10/14	90,000	Purchase	90,000	0.73
					600	Purchase	90,600	0.73
					(2,473)	Sale	88,127	0.71
					22,202	Purchase	1,10,329	0.89
					(6,940)	Sale	1,03,389	0.83
					(21)	Sale	1,03,368	0.83
6	Kewal Kumar Vohra	3,59,219	2.90	08/08/14	(25,301)	Sale	3,33,918	2.69
				22/08/14	(2)	Sale	3,33,916	2.69
				29/08/14	(1)	Sale	3,33,915	2.69
				24/10/14	(1,50,000)	Sale	1,83,915	1.48
				14/11/14	(11,000)	Sale	1,72,915	1.39
				06/02/15	(70,000)	Sale	1,02,915	0.83
7	Modex International Securities Ltd.	1,23,471	1.00	23/01/15	(23,878)	Sale	99,593	0.80
				26/06/15	(4,721)	Sale	94,872	0.77
				30/06/15	(1,872)	Sale	93,000	0.75
8	Jain Pal Jain	95,334	0.77	14/11/14	(3,577)	Sale	91,757	0.74
9	Adroit Fin Ser Pvt. Ltd.	75,312	0.61	07/11/14	(5,268)	Sale	70,044	0.57
				02/01/15	100	Purchase	70,144	0.57
				16/01/15	(1)	Sale	70,143	0.57
				30/01/15	(1,000)	Sale	69,143	0.56
				13/02/15	(4,000)	Sale	65,143	0.53
				10/04/15	4,734	Purchase	69,877	0.56
				17/04/15	8,900	Purchase	78,777	0.64
				24/04/15	3,785	Purchase	82,562	0.67
				01/05/15	(850)	Sale	81,712	0.66
10	Sona Manoj Bagadia	79,000	0.64	-	-	-	79,000	0.64

(v). Shareholding of Directors and Key Managerial Personnel:**Ashish Kumar Gupta**

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	5000	0.04	5000	0.04
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc)	Nil	Nil	Nil	Nil
	At the end of the year	5000	0.04	5000	0.04

INDEBTEDNESS

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

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

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager

Sl. No.	Particulars of Remuneration	Name of Whole Time Director	Total Amount
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under	Mr. Anand Bharti (DIN: 02469989) 4,20,000	4,20,000
2.	Stock Option	NIL	NIL
3.	Sweat Equity	NIL	NIL
4.	Commission - as % of profit - others, specify	NIL	NIL
5.	Others, please specify	NIL	NIL
	Total (A)	4,20,000	4,20,000
	Ceiling as per the Act	Minimum Yearly Remuneration as per Schedule V Part IIA (ii) based on Effective Capital of the Company is Rs. 42.00 Lakhs	

B. Remuneration to other Directors:

		Name of Directors		Total Amount
	1. Independent Directors	Mr. Ashish Kumar Gupta	Ms. Shruti Agarwal	
	• Fee for attending board / committee meetings	2,70,000/-	30,000/-	3,00,000/-
	• Commission	Nil	Nil	Nil
	• Others, please specify	Nil	Nil	Nil
	Total (1)	2,70,000/-	30,000/-	3,00,000/-
	2. Other Non-Executive Directors			
	• Fee for attending board / committee meetings	NA	NA	NA
	• Commission			
	• Others, please specify			
	Total (2)	NA	NA	NA
	Total (B)=(1+2)	2,70,000/-	30,000/-	3,00,000/-
	Overall Ceiling as per the Act	Ceiling on Sitting Fees as prescribed under the Act is Rs.1,00,000/- per meeting.		

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD / MANAGER / WTD

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	Gross Salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (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	NIL	NIL	NIL	NIL
2	Stock Option	NIL	NIL	NIL	NIL
3	Sweat Equity	NIL	NIL	NIL	NIL
4	Commission - as % of profit - others, specify...	NIL	NIL	NIL	NIL
5	Others, please specify	NIL	NIL	NIL	NIL
	Total	NIL	NIL	NIL	NIL

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: NIL

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	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
B. DIRECTORS					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
C. OTHER OFFICERS IN DEFAULT					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA

Place: New Delhi
Dated: 5th March 2016

For and on behalf of the Board of Directors
Ashish Kumar Gupta
Chairman
DIN: 00061551

**ANNEXURE III
FORM NO. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 30th JUNE, 2015**

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

**To,
The Members
Golkonda Aluminium Extrusions Limited
(Formerly Known as Alumeco India Extrusion Limited)**

- 1) I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Golkonda Aluminium Extrusions Limited (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 30th June, 2015 ("Audit Period") complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

- 2) I have examined the books, papers, minute books, forms and returns filed and other records maintained by Golkonda Aluminium Extrusions Limited ("The Company") for the year ended on 30th June, 2015 according to the provisions of:
- a) The Companies Act, 2013 (the Act) and the Rules made there under;
 - b) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under;
 - c) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
 - d) Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment.
 - e) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable to the Company.
 - (i) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (ii) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - (iii) The Securities and Exchange Board of India (Issue of Capital and Disclosure requirements) Regulations, 2009; [Not applicable during the Audit Period]
 - (iv) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; [Not applicable during the Audit Period].
 - (v) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; [Not applicable during the Audit Period]
 - (vi) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (vii) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; [Not applicable during the Audit Period]
 - (viii) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; [Not applicable during the Audit Period]
 - (ix) The Company has complied with the requirements under the Equity Listing Agreements entered into with BSE Limited; and
- 3) As informed to me the no other Laws specifically applicable to the Company as the operations of the Company are closed since July, 2013.

-
- 4) I have also examined compliance with the applicable clauses of the following:
- a) Secretarial Standards issued by The Institute of Company Secretaries of India. [Not notified hence not applicable to the Company during the Audit Period]
 - b) The Listing Agreements entered into by the Company with the Bombay Stock Exchange Limited (BSE)
 - 5) During the Audit Period under review the Company has complied with the provisions of the Act, Rules, regulations, Guidelines, Standards, Listing Agreements etc. mentioned above.
 - 6) I further report that the Company to the extent of applicable, has, in my opinion, complied with the provisions of the Companies Act, 1956 and the Rules made under that Act and the provisions of Companies Act, 2013 as notified by Ministry of Corporate Affairs and the Memorandum and Articles of Association of the Company.
 - 7) I further report that:
 - a) The Board of Directors of the Company is duly constituted with proper composition of Executive Directors, Non-Executive Directors and Independent Directors & Women Director. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
 - b) Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance (By Hand Delivery & Courier mode), and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
 - c) Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.
 - d) The Company has obtained all necessary approvals under the various provisions of the Act; and
 - e) There was no prosecution initiated and no fines (except for the additional fee paid by the Company for delay in filing of the necessary e Forms with the Ministry of Corporate Affairs) or penalties were imposed during the year under review under the Act, SEBI Act, SCRA, Depositories Act, Listing Agreement and Rules, Regulations and Guidelines framed under these Acts against / on the Company, its Directors and Officers.
 - f) The Directors have complied with the disclosure requirements in respect of their eligibility of appointment, their being independent and compliance with the Code of Business Conduct & Ethics for Directors and Management Personnel;
 - 8) We have relied on the information and representation made by the Company and its Officers for systems and mechanism formed by the Company for compliances under other applicable Acts, Laws, and Regulations to the Company.
 - 9) I further report that compliance of applicable financial laws including Direct and Indirect Tax laws by the Company has not been reviewed in this Audit since the same has been subject to review by the Statutory Auditors and other designated professionals.
 - 10) I further report that based on the information received and records maintained there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.
 - 11) We further report that during the Audit Period the Company has changed its name from Alumeco India Extrusion Limited to Golkonda Aluminium Extrusions Limited which was approved by the shareholders in their previous Annual General Meeting held on 30th March, 2015, in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above.

Place : Hyderabad
Date : 29th August 2015

CS Raghava Reddy Sadhu
Company Secretary in Practice
ACS : 14428
COP No.: 12669

This report is to be read with our letter of even date which is annexed as 'Annexure A' and forms an integral part of this report.

Annexure A

To,
The Members
Golkonda Aluminium Extrusions Limited
(Formerly Known as Alumeco India Extrusion Limited)

Our report of even date is to be read along with this letter.

- a. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
- b. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
- c. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
- d. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
- e. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
- f. The Secretarial Audit report is neither an assurance as to future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place : Hyderabad
Date : 29th August 2015

CS Raghava Reddy Sadhu
Company Secretary in Practice
ACS : 14428
COP No.: 12669

CORPORATE GOVERNANCE

I. Company's Philosophy

We, at Golkonda Aluminium Extrusions Limited are committed to the concept of Corporate Governance as a means of effective internal control, fair and transparent decision making process and fullest support to the Board and the Management for enhancing customer satisfaction and shareholders' value.

II. Board of Directors

The Board comprised four directors as on 30th June, 2015, headed by Chairman, an independent director. The Board formulates policy so as to lead and direct the Company. The directors bring with them rich and varied experience in different fields of corporate functioning. The Board held Six meetings during the year ended on 30th June, 2015 i.e., on (i) 29th August, 2014, (ii) 14th November, 2014, (iii) 2nd February, 2015 (iv) 27th February, 2015 (v) 13th March, 2015 and (vi) 15th May, 2015.

Attendance at the meetings of the Board and at the last Annual General Meeting was as follows:

Name of the Director	Category	No. of meetings held	No. of meetings attended	Last AGM attendance (Yes/ No)
Mr. Ashish Kumar Gupta	Chairman, Independent Director	6	6	YES
Mr. Anand Bharti	Whole Time Director	6	6	YES
Mr. Hans Schweers	Foreign Promoter (Non-Executive) Director	6	**1	No
Ms. Shruti Agarwal	Independent Woman Director	6	1	No
Mr. Suresh Chandra Agarwal ***	Independent Director	Nil	Nil	Nil

* Ms. Shruti Agarwal is appointed as additional director on 14th May, 2015.

** Mr. Hans Schweers - Attended through electronic mode.

*** Mr. Suresh Chandra Agarwal is appointed as additional director on 22nd July, 2015.

Number of other Board or Board Committees of which the Company's Directors' are Members as on 30th June 2015:

Name of the Director	No. of outside directorships held		No. of other Board Committees * he/she is a member / chairperson	
	Public	Private	Member	Chairperson
Mr. Ashish Kumar Gupta	Nil	1	Nil	Nil
Mr. Hans Schweers	Nil	Nil	Nil	Nil
Mr. Anand Bharti	Nil	1	Nil	Nil
Ms. Shruti Agarwal	Nil	Nil	Nil	Nil

* Viz., the Audit Committee, the Shareholders' Grievance Committee and the Remuneration / Compensation Committee. Only Indian Companies are considered.

III. Committees of the Board

1. Audit Committee

Brief description of Terms of Reference

The Audit Committee of the Board is responsible for oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, adequate and credible; and for reviewing the annual financial statements before submission to the Board. The Committee periodically reviews the adequacy of internal control systems.

The Committee reviews the financial and risk management policies of the Company. The Committee has full access to financial data and to the Company's staff. The Committee also reviews the quarterly and annual financial statements before they are submitted to the Board. The Committee comprises of the following directors as on 30th June 2015:

Mr. Ashish Kumar Gupta	Chairman	Independent Director
Ms. Shruti Agarwal	Member	Independent Director
Mr. Anand Bharti	Member	Whole-time Director

The Committee held four meetings during the year ended 30th June, 2015, i.e., on (i) 29th August, 2014, (ii) 14th November, 2014 (iii) 2nd February, 2015 and (iv) 15th May, 2015.

2. Stakeholders Relationship Committee.

The Committee comprises of the following directors as on 30th June 2015:

Mr. Ashish Kumar Gupta	Chairman	Independent Director
Ms. Shruti Agarwal	Member	Independent Director
Mr. Anand Bharti	Member	Whole-time Director

The Committee held four meetings during the year ended 30th June, 2015, i.e., on (i) 29th August, 2014, (ii) 14th November, 2014 (iii) 2nd February, 2015 and (iv) 15th May, 2015.

The status of the complaints / requests received from the shareholders is as follows:

Status of complaints / requests	Nos.
Pending as on 1st July, 2014	NIL
Received during the year	NIL
Resolved / Disposed of during year	NIL
Pending as on 30th June, 2015	NIL

3. Remuneration Committee

The Committee comprises of following directors as on 30th June 2015:

Mr. Ashish Kumar Gupta	Chairman	Independent Director
Ms. Shruti Agarwal	Member	Independent Director
Mr. Hans Schweers	Member	Non-executive Promoter Director

The Nomination and Remuneration Committee held two meetings during the year ended 30th June, 2015, i.e., on (i) 14th November, 2014 and (ii) 15th May, 2015. The Nomination and Remuneration Committee reviews the Remuneration for the Board level appointees and recommends it to the Board.

Directors' remuneration:

The Whole-time Director is remunerated as per their agreement with the Company. He did not get any sitting fee, which is paid only to Non-Executive Independent Directors. The total sitting fee for attending meetings of Board and its Committees, paid during the year was Rs. 270,000/- to Mr. Ashish Kumar Gupta, Rs30,000/- to Ms. Shruti Agarwal. Promoter Directors are not paid any sitting fee.

Shareholding of Directors: The shareholding of Director as on 30th June 2015 is as under:

Ashish Kumar Gupta - 5000 shares

IV. General Body Meetings

i) Location, date and time of last three Annual General Meetings:

Year	Location	Date	Time
2014	Registered Office and Works of the Company	30.03.2015	11.30 A.M.
2013	Registered Office and Works of the Company	23.12.2013	11.30 A.M.
2012	Registered Office and Works of the Company	12.12.2012	11.30 A.M.

(ii) Special resolutions passed in previous three AGM's:

26th AGM: i. Change in Name of the Company from 'Alumeco India Extrusion Limited' to 'Golkonda Aluminium Extrusions Limited'. ii. Approval for Appointment of Mr. Anand Bharti, as Whole-time Director.

25th AGM: Approval for Appointment of Mr. Anand Bharti, as Whole-time Director.

24th AGM: i. Appointment of Additional Director Mr. Selvarani Balan as Director of the Company ii. Appointment of Additional Director Mr. Rakesh Gupta as Director of the Company. iii. Appointment of Additional Director Mr. Nand Kishore Khandelwal as Director of the Company Approval for revision of remuneration to Mr. M. Ratnakar, Whole-time Director (Chief Commercial Officer). iii. Approval for Appointment of Mr. Nand Kishore Khandelwal, as Whole-time Director re-designated as Deputy Managing Director. iv Approval for Appointment of Mr. Rakesh Gupta, as Whole-time Director re-designated as Director Marketing and sales.

Management Discussion & Analysis Report: It is separately published in this Report.

V. Disclosures:

- (i) As required by the Accounting Standard-18, details of related-party transactions are at point no. 2.27 of Notes on Accounts.
- (ii) The Company has complied with all the requirements of the Listing Agreement with the Stock Exchanges as well as the regulations and guidelines of SEBI.
- (iii) No penalties were imposed or strictures passed against the Company by the Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years.
- (iv) Company has complied with all mandatory requirements of Clause 49 of the Listing Agreement.

VI. Means of Communication:

The Company's quarterly results are intimated to the Stock Exchange and to the Public. Generally the results are published in The Financial Express (National newspaper) and Nava Telangana (Regional newspapers). The quarterly results are displayed on the website of the company: www.alumecoindia.com

VII. General Shareholder Information

- (i) *Annual General Meeting* will be held on 30th March, 2016 at 11.30 a.m. at the Registered Office of the Company situated at Survey Nos. 379-382, Kallakal Village, Toopran Mandal, Medak District, Telangana – 502 336.
- (ii) *Financial Year* of the Company is 1st July to 30th June.
- (iii) *Dates of Book Closure* will be from 28th March to 30th March 2016 (Both days inclusive)
- (iv) *Company's shares are listed* on the Bombay Stock Exchange.

(v) *Stock Code* of the Company's scrip is 513309.

(vi) *ISIN Code* is INE327C01023.

(vii) *High & Low Market Price* during each month in the accounting year was as follows:

Month(2014)	High	Low	Month(2015)	High	Low
Jul-14	4.38	3.34	Jan-15	5.51	3.14
Aug-14	5.14	3.97	Feb-15	6.59	4.20
Sep-14	4.72	3.33	Mar-15	5.27	4.15
Oct-14	6.47	3.18	Apr-15	5.78	4.15
Nov-14	7.55	6.19	May-15	5.99	4.34
Dec-14	6.07	3.61	Jun-15	7.89	6.23

(viii) *Registrar & Share Transfer Agents* of the Company is M/s. XL Softech Systems Limited, 3, Sagar Society, Road No.2, Banjara Hills, Hyderabad – 500 034, Ph. No. 040-23545913/14/15.

(ix) *Share Transfer System*: The Registrar and Share Transfer Agents, M/s. XL Softech Systems Limited handle share transfers under the overall supervision of the Shareholders' Grievance Committee.

(x) *Distribution of Shareholding as of 30th June, 2015* was as follows:

Category	No. of Shares	%Holding
a) Promoter and Promoter's Group - Foreign Body Corporate	7,500,000	60.50
i. Mutual Funds / UTI	2,150	0.02
ii. Bodies Corporate	641,212	5.17
iii. Non-Resident Indians / Overseas Bodies	261,417	2.11
iv. Clearing Members	2,006	0.02
v. Individuals	3,990,328	32.19
vi. TOTAL	12,397,113	100.00

(xi) *Dematerialization of Shares & Liquidity*: To facilitate trading in dematerialized form, the Company has entered into agreement with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). Shares of the Company are traded on the Bombay Stock Exchange Limited. As on 30th June 2015, 97% shares were held in dematerialized form.

(xii) *Compliance Officer*: Mr. Archit Agarwal

Ph. 99851-21834. e-mail:archit@alumecoindia.com

(xiii) *Plant Location*: Survey Nos. 379-382, Kallakal Village, Toopran Mandal, Medak District, Telangana – 502 336.

(xiv) *Address of correspondence*: Same as in (xiii) above.

(xv) *Investor Relations*: All queries received from shareholders during the accounting year 2014-15 were responded adequately and in time (no queries/complaints during the year).

(xvi) *Nomination Facility*: Shareholders holding shares in physical form and desirous of making a nomination in respect of their shareholding, as permitted under the Companies Act, Companies Act, 2013, are requested to submit their request in this regard to the Company's Share Transfer Agents M/s. XL Softech Systems Limited, 3, Sagar Society, Road No.2, Banjara Hills, Hyderabad – 500 034. Nomination facility in respect of shares held in electronic form is also available with the Depository Participant (DP) as per the by-laws and business rules applicable to NSDL and CDSL.

(xvii) *Detail of Unclaimed Shares*: Pursuant to Clause 5A (II) of the Listing Agreement, the Company has to transfer all the physical share certificates lying with the Company to the Suspense Account and also to dematerialize the same.

Postal Return cases as per the records of the registrar were initially transferred to Suspense

Account. A demat account under the name 'Alumeco India Extrusion Limited - Unclaimed Suspense Account' was opened by the company and the unclaimed shares in respect of 1263 shareholders for 107887 equity shares were transferred to the said account on 06-April-2013.

Pursuant to Clause 5A of the Listing Agreement, the voting rights on the shares outstanding in the suspense account shall remain frozen till the rightful owner of such shares will claim the shares.

Particulars	No. of shareholders	No. of Equity Shares of Rs. 10 each
Aggregate number of Shareholders and the outstanding shares lying in the unclaimed suspense Account at the end of the year	1254	107037

VIII. Compliance:

In compliance with the terms of the Listing Agreement, a certificate from an Independent Practicing Company Secretary regarding compliance of the provisions of Clause 49 of the Listing Agreement is annexed to this Report.

Declaration on Code of Conduct

This is to confirm that the Board has laid down a Code of Conduct for all Board members and senior management personnel of the Company. It is further confirmed that all directors and senior management personnel of the Company have affirmed compliance with the Code of Conduct of the Company for the financial year ended 30th June 2015, as envisaged in clause 49 of the Listing Agreement.

Place: New Delhi
Date: 5th March, 2016

Anand Bharti
Whole-time Director
DIN: 02469989

Certificate on Compliance of Corporate Governance

To
The Members of
Golkonda Aluminium Extrusions Limited

We have examined the compliance of conditions of Corporate Governance by Golkonda Aluminium Extrusions Limited for the period ended on 30th June, 2015, as stipulated in Clause 49 of the Listing Agreement of the said Company with the Bombay Stock Exchange.

The Compliance of conditions of Corporate Governance is the responsibility of the management. Our examination has been limited to a review of procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance as stipulated in the said Clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us by the Directors and the Management, the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the above mentioned Listing Agreement.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

Place: Hyderabad
Date: 29th March, 2016

Raghava Reddy Sadhu
Company Secretary in Practice
CP No. 12669

Management Discussion and Analysis Report:

(A) Industry Structure :

The Company does not have any aluminium manufacturing operations as the production is closed since July 2013. Depending on the future business plans of the company, the structure will be analysed. Currently, it does not apply.

(B) Opportunities :

Same as above, and company is re-evaluating its business options.

(C) Internal Control Systems and Their Adequacy

The Company has internal control system commensurate with its size and nature of business to ensure that all assets are safeguarded and protected against unauthorised use and that all transactions are authorised, recorded and correctly reported. The audit observations and corrective action taken thereon are periodically reviewed by the independent audit committee to ensure effectiveness of the internal control system.

(D) Financial and operational results

As the Alumeco Group, Denmark took a commercial decision to stop extending the facility of supplying raw material on credit to the Company, as was being done in the past. This decision, coupled with the accumulated losses in the company and the prevailing adverse business

conditions further strained the financial position of the Company. The Company had stopped production in July 2013.

(E) Human Resource/Industrial Relations:

Due to withdrawal of support by the parent Company, the operations were closed since July 2013. Hence, the staff has been minimized and a closure application was filed before the Government of Andhra Pradesh for removal of workmen which got rejected and the Company has gone in appeal against it before the Hon'ble High Court of Andhra Pradesh, which is pending for hearing.

(F) Outlook :

The Board of Directors and the Management of the Company are actively pursuing various available options to rehabilitate the Company.

(G) Cautionary Statement :

The statements in this section describe the Company's objectives, projections, estimates, expectations and predictions, which may be "forward looking statements" within the meaning of the applicable laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make difference to the Company's operations include economic conditions affecting demand/supply and price conditions in the domestic and overseas markets in which the Company operates, changes in the Government regulations, tax laws and other incidental factors.

INDEPENDENT AUDITORS' REPORT

To

The Members of

Golkonda Aluminium Extrusions Limited
(Formerly known as Alumeco India Extrusion Limited)

Report on the Financial Statements

We have audited the accompanying financial statements of Golkonda Aluminium Extrusions Limited (Formerly known as Alumeco India Extrusion Limited) ("the Company") which comprise the Balance Sheet as at 30th June, 2015, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information, which we have signed under reference to this report.

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

with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Basis for Qualified Opinion

The company has accumulated losses of Rs. 161,161,535 as at 30th June 2015 which has exceeded the paid up capital and reserves of Rs. 160,522,805 of the company as at that date. The company has been declared sick on 9th February 2009 and had made a reference to the Board of Industrial & Financial Reconstruction (BIFR) in terms of section 15(1) of the Sick Industrial Companies (Special Provisions) Act, 1985. During the year, company ceases to be a sick industrial company vide order dated 08 June 2015 within the meaning of Section 3(1)(o) of Sick Industrial Companies Act (SICA) as its net worth has turned positive as on 31st December 2014. However as on 30 June 2015, the net worth has turned negative amounting to Rs. 639,730.

Considering the financial position of the Company as at 30th June 2015 and the subsequent financial stress caused by the Alumeco Group withdrawing extended credit terms for supply of raw material, there exists significant uncertainty as to whether the Company will be able to continue as a going concern. The Management is in the process of evaluating available options to rehabilitate the Company. The financial results for the year ended 30th June 2015 have been prepared on a going concern basis and do not include any adjustments relating to the recoverability and classification of recorded asset amounts, or, to amounts or classification of liabilities that may be necessary if the Company is unable to continue as a going concern.

Matter of Emphasis

We draw attention to the following matters as stated in notes to the financial statements

1. Note 2.25(h) which describes the uncertainty related to the outcome of the lawsuit filed against the Company by the workers regarding settlement of compensation amounting to Rs.10,816,903.
2. Note 2.27 (C) with regards to extraordinary item on account of write back of Rs. 96,456,372 (excluding exchange effect) payable to creditors with mutual consent for which direct confirmation is not received till date.
3. Note 2.29 regarding provision of gratuity amounting Rs. 4,945,334 and compensated absences amounting to Rs. 988,708 is provided on actual basis and no actuarial valuation has been made as per the requirement of Accounting Standard -15 – Employee Benefits.
4. As per Sec. 138 of Companies Act, 2013 internal audit has not been carried out by the company as there were no operations in the company during the year.

Our opinion is not qualified in respect of matters as stated above.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph (amount of which is not ascertainable), the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) *in the case of the Balance Sheet, of the state of affairs of the Company as at 30 June 2015;*
- (b) *in the case of the Statement of Profit and Loss, of the loss of the Company for the year ended on that date; and*
- (c) *in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.*

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) 2015 issued by Central Government in terms of sub-section (11) of section 143 of the Companies Act 2013, we give in the annexure a statement on the matters specified in paragraphs 3 and 4 of the order.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were

necessary for the purposes of our audit.

- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid 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 30 June, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 30 June, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.

for **Laxminiwas & Jain**

Chartered Accountants

Firm's registration number: 001859S

Place: Hyderabad

Laxminiwas Sharma

Date: 29 August 2015

Partner

Membership No: 014244

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

Golkonda Aluminum Extrusions Limited
(Formerly known as Alumeco India Extrusion Limited)

- (i) a. The Company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
- b. All the assets have not been physically verified by the Management during the year but there is a phased programme of verification, which in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. However since the production is closed since July 2013 and it is unlikely to do the physical verification on a regular interval.
- (ii) a. There is no inventory except for stores and spares items which are under controlled environment. Hence no physical verification has been done on regular intervals. Therefore clause (ii)(b) of Paragraph 4 of the Order is not applicable.
- (iii) According to the information and explanations given to us, the Company has not granted loans, secured or unsecured, to Companies, Firms or other parties

- covered in the register maintained under Section 189 of the Companies Act, 2013.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to the purchases of inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (v) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from the public within the meaning of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under. Accordingly, Paragraph 3(v) of the Order is not applicable to the Company.
- (vi) According to the information and explanation given by the company, the Central government has not specified

- maintenance of cost records under sub-section (1) of section 148 of Companies act 2013. Further production is closed since July 2013. Therefore clause (vi) of Paragraph 4 of the order is not applicable.
- (vii) a. According to the information and explanations given to us and the records of the company examined by us, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Income tax, Sales tax, Wealth tax, Service tax, Customs duty, Excise duty, Value added tax, Cess and any other statutory dues applicable to it as on 30.06.2015
- b. According to the information and explanations given to us, there are no dues of Income tax, Sales tax, Wealth Tax, Service tax, Customs duty, Excise duty, Value added tax and Cess which have not been deposited with the appropriate authorities on account of any dispute except as under:

Relevant Assessment Year	Income under dispute (₹)	Forum where dispute is pending
1994-95	2,03,59,259	Honourable High Court of Andhra Pradesh
1995-96	51,72,082	
2003-04	2,89,37,712	ITAT has redirected the case to TPO. The case is pending before TPO.
2004-05	1,82,56,357	
2005-06	1,85,46,533	
2006-07	3,51,83,477	
2007-08	14,61,08,591	
2008-09	12,83,00,000	
2010-11	7,22,81,070	Income Tax Appellate Tribunal
2011-12	1,09,90,023	Commissioner of Income-Tax(Appeal)

- c. According to information and explanation given to us and the records of the company examined by us, company has not declared any dividend since its incorporation. Therefore clause (vii)(c) of Paragraph 4 of the Order is not applicable.
- (viii). The accumulated losses at the end of the financial year are more than 50% of its net worth. The company has incurred cash losses of Rs. 1, 03, 84, 478 in the financial year ended on that date.
- (ix). According to the information and explanation given to us, the company has no borrowings Therefore clause (ix) of Paragraph 4 of the Order is not applicable.
- (x). According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions, the terms and conditions whereof are prejudicial to the interest of the company.
- (xi). According to the information and explanations given to us, no term loans are availed by the company during the year. Therefore clause (xi) of Paragraph 4 of the Order is not applicable.
- (xii) To the best of our knowledge and according to the information and explanation given to us, no fraud by the company and no material fraud on the company has been noticed or reported during the year nor have been informed of such case by the management.

for **Laxminiwas & Jain**
Chartered Accountants

Firm's registration number: 001859S

Place: Hyderabad
Date: 29 August 2015

Laxminiwas Sharma
Partner
Membership No: 014244

Balance sheet as at 30 June 2015

(All amounts are in Indian Rupees except for share data or otherwise stated)

	Notes	As at 30 June 2015	As at 30 June 2014
		₹	₹
EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share capital	2.1	158,211,130	158,211,130
(b) Reserves and surplus	2.2	(158,849,860)	(269,129,115)
		<u>(638,730)</u>	<u>(110,917,985)</u>
Non-current liabilities			
(a) Long-term provisions	2.3	<u>3,115,521</u>	<u>3,115,521</u>
		3,115,521	3,115,521
Current liabilities			
(a) Trade payables	2.4	30,063,696	155,105,696
(b) Other current liabilities	2.5	17,680,976	17,230,908
(c) Short-term provisions	2.6	5,934,042	7,106,736
		<u>53,678,714</u>	<u>179,443,340</u>
TOTAL		<u>56,155,505</u>	<u>71,640,876</u>
ASSETS			
Non-current assets			
(a) Fixed assets	2.7		
- Tangible assets		35,193,040	44,311,307
- Intangible assets		264,427	912,183
- Capital work-in-progress		7,287,755	7,287,755
(b) Long-term loans and advances	2.8	798,231	8,206,110
		<u>43,543,453</u>	<u>60,717,355</u>
Current Assets			
(a) Inventories	2.9	5,722,410	5,722,410
(b) Trade receivables	2.10	17,474	17,474
(c) Current Investments	2.11	1,510,633	299,457
(d) Cash and cash equivalents	2.12	859,404	172,219
(e) Short-term loans and advances	2.13	4,502,131	4,711,961
		<u>12,612,052</u>	<u>10,923,521</u>
TOTAL		<u>56,155,505</u>	<u>71,640,876</u>

Significant accounting policies and notes on accounts 1 & 2
The notes referred to above form an integral part of the financial statements

As per our report of even date attached.

for **Laxminiwas & Jain**

Chartered Accountants

Firm's Registration number: 001859S

for **Golkonda Aluminium Extrusions Limited**

Laxminiwas Sharma

Partner

Membership number: 014244

Ashish Kumar Gupta

Chairman

DIN: 00061551

Anand Parkash

Whole Time Director

DIN: 02469989

Place: Hyderabad

Date: 29th August 2015

Archit Agarwal

Finance Manager

Statement of Profit and Loss for the year ended 30 June 2015

(All amounts are in Indian Rupees except for share data or otherwise stated)

	Notes	Year ended 30 June 2015	Year ended 30 June 2014
		₹	₹
INCOME			
Revenue from operations	2.14	-	19,474,933
Other income	2.15	33,973,384	2,493,591
Total revenue		33,973,384	21,968,524
EXPENSES			
Cost of materials consumed	2.16	-	5,597,786
Changes in inventories of finished goods and work in progress	2.17	-	13,724,603
Manufacturing expenses	2.18	850,826	7,264,897
Employee benefits expense	2.19	2,879,792	23,954,431
Finance costs	2.20	133,957	161,296
Depreciation/ amortisation	2.7	8,547,797	8,215,472
Other expenses	2.21	6,519,903	12,230,525
Foreign exchange loss, net		-	2,170,432
Total expenses		18,932,275	73,319,442
Profit / (loss) before Exceptional items and Tax		15,041,109	(51,350,918)
<u>Exceptional Items</u>			
Reversal of Provisions	2.22	-	32,436,675
<u>Extraordinary Items</u>			
Liability Written Back (Refer Note No. 2.44)	2.23	96,456,372	-
Profit / (loss) before Tax		111,497,481	(18,914,243)
Tax expenses			
- Current tax expense		-	-
- Deferred tax expense		-	-
- Profit / (loss) for the year		111,497,481	(18,914,243)
Earnings per share (equity shares, par value ₹ 10 each)			
Basic (₹)	2.31	8.67	-1.85
Diluted (₹)		5.80	-1.85

Significant accounting policies and notes on accounts 1 & 2

As per our report of even date attached.

for **Laxminiwas & Jain**

Chartered Accountants

Firm's Registration number: 001859S

for **Golkonda Aluminium Extrusions Limited**

Laxminiwas Sharma

Partner

Membership number: 014244

Ashish Kumar Gupta

Chairman

DIN: 00061551

Anand Parkash

Whole Time Director

DIN: 02469989

Place: Hyderabad

Date: 29th August 2015

Archit Agarwal

Finance Manager

Cash Flow Statement for the year ended 30 June 2015
(All amounts are in Indian Rupees except for share data or otherwise stated)

	For the year ended 30 June 2015	For the year ended 30 June 2014
	₹	₹
Cash flows from operating activities		
Profit / (loss) before tax	111,497,481	(18,914,243)
Adjustments:		
Depreciation	8,547,797	8,215,472
Interest income	-	(122,184)
Finance expense	133,957	161,296
Profit on sale of investments, net	(23,464)	(1,923,021)
Loss on sale of fixed assets, net	-	33,086
Unrealised foreign exchange loss/(gain)	3,192,138	31,973,035
Operating cash flows before working capital changes	123,347,909	19,423,441
Sundry debtors	-	52,263,498
Loans and advances	7,627,709	11,777,218
Inventories	-	20,897,659
Current liabilities and provisions	(128,956,764)	(113,638,831)
Cash generated from operations	2,018,854	(9,277,015)
Income taxes paid	(10,000)	(4,593)
Net cash provided by operating activities	2,008,854	(9,281,608)
Cash flows from investing activities		
Purchase of fixed assets	-	(37,832)
Proceeds from sale of fixed assets	-	124,559
Purchase of investments	(5,000,000)	(65,000,000)
Proceeds from sale of investments	3,812,288	66,623,564
Interest received	-	350,171
Net cash used in investing activities	(1,187,712)	2,060,462
Cash flows from financing activities		
Repayment of long term borrowings	-	(1,325,490)
Interest paid	(133,957)	(5,609,776)
Net cash used in financing activities	(133,957)	(6,935,266)
Net increase / (decrease) in cash and cash equivalents	687,185	(14,156,412)
Cash and cash equivalents at the beginning of the year	172,219	14,328,631
Effect of exchange gain/(loss) on cash and cash equivalents	-	-
Cash and cash equivalents at the end of the year	859,404	172,219
Note 1:		
Cash and cash equivalents comprise:		
Cash in hand	38,429	13,880
Balances with scheduled banks		
- in current account	820,975	158,339
- in exchange earner`s foreign currency account	-	-
	859,404	172,219

As per our report of even date attached.

for **Laxminiwas & Jain**
Chartered Accountants
Firm's Registration number: 001859S

for **Golkonda Aluminium Extrusions Limited**

Laxminiwas Sharma
Partner
Membership number: 014244

Ashish Kumar Gupta
Chairman
DIN: 00061551

Anand Parkash
Whole Time Director
DIN: 02469989

Place: Hyderabad
Date: 29th August 2015

Archit Agarwal
Finance Manager

Notes on Accounts

(All amounts are in Indian Rupees except for share data or otherwise stated)

2.1 Share capital	As at 30 June 2015 ₹	As at 30 June 2014 ₹
Authorised		
12,500,000 (30 June 2014 : 12,500,000) equity shares of ₹ 10 each	125,000,000	125,000,000
3,500,000 (30 June 2014 : 3,500,000) preference shares of ₹ 10 each	35,000,000	35,000,000
	160,000,000	160,000,000
Issued, subscribed and paid-up capital		
12,397,113 (30 June 2014 : 12,397,113) equity shares of ₹ 10 each fully paid	123,971,130	123,971,130
3,424,000 (30 June 2014 : 3,424,000) 10% cumulative redeemable optionally convertible preference shares of ₹ 10 each fully paid	34,240,000	34,240,000
	158,211,130	158,211,130

Notes :

1. Issued, subscribed paid-up capital includes:

- a) 7,500,000 (30 June 2014: 7,500,000) equity shares held by OSI India Holding A/S, Denmark (holding company).
- b) 3,424,000 (30 June 2014: 3,424,000) preference shares held by Alumeco A/S, Denmark (holding company of OSI India Holding A/S, Denmark).

2. The details of shareholder holding more than 5% equity shares along with number of equity shares held is set below:

Name of the shareholder	As at 30 June 2015		As at 30 June 2014	
	%	Number of shares	%	Number of shares
OSI India Holding A/S, Denmark (holding company)	60.50	7,500,000	60.50	7,500,000

3. The reconciliation of equity shares outstanding at the beginning and at the end of the reporting period is set below:

Particulars	As at 30 June 2015		As at 30 June 2014	
	Number of shares	Amount	Number of shares	Amount
At the beginning of the year	12,397,113	123,971,130	12,397,113	123,971,130
Issued during the year	-	-	-	-
Outstanding at the end of the year	12,397,113	123,971,130	12,397,113	123,971,130

4. The Company has only one class of equity shares having a par value of ₹10 per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation of the Company, the holders of the 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 equity shareholders.

5. The details of shareholder holding more than 5% of 10% cumulative redeemable optionally convertible preference shares along with number of shares held is set below:

Name of the shareholder	As at 30 June 2015		As at 30 June 2014	
	%	Number of shares	%	Number of shares
Alumeco A/S, Denmark (holding company of OSI India Holding A/S, Denmark)	100.00	3,424,000	100.00	3,424,000

6. The reconciliation of 10% cumulative redeemable optionally convertible preference shares outstanding at the beginning and at the end of the reporting period is set below:

Particulars	As at 30 June 2015		As at 30 June 2014	
	Number of shares	Amount	Number of shares	Amount
At the beginning of the year	3,424,000	34,240,000	3,424,000	34,240,000
Issued during the year	-	-	-	-
Outstanding at the end of the year	3,424,000	34,240,000	3,424,000	34,240,000

Notes on Accounts (continued)

(All amounts are in Indian Rupees except for share data or otherwise stated)

7. Terms and rights attached to the 10% cumulative redeemable optionally convertible preference shares: 10% Cumulative Redeemable Optionally Convertible Preference Shares (CRCPS) of ₹ 10 each had been allotted by the Company in the year 2005. As per the terms of the arrangement these preference shares including unpaid dividend could be converted into ordinary equity shares of the Company of Rs 10 each at any time after 3 years from date of allotment or could be redeemed by the Company at par in three equal installments commencing from the end of 5th, 6th and 7th year from the date of allotment. During the year 2009-10, the Company had obtained extension of redemption period by 3 years from the preference shareholders (i.e. redemption at end of 8th, 9th and 10th year from the date of allotment). Further extension of redemption period by 3 years has been obtained with all other terms remaining unaltered. Accordingly, these preference shares shall now be redeemed by the Company at par in three equal installments commencing from the end of 11th, 12th and 13th year from the date of allotment. No conversion option has been exercised so far.

	As at 30 June 2015 ₹	As at 30 June 2014 ₹
2.2 Reserves and surplus		
<i>Capital investment subsidy</i>		
At the beginning and at the end of the year	306,000	306,000
<i>Capital reserve</i>		
At the beginning and at the end of the year	8,500	8,500
<i>Securities premium reserve</i>		
At the beginning and at the end of the year	1,997,175	1,997,175
<i>Surplus/ (Deficit) in the Statement of Profit and Loss</i>		
Opening balance	(271,440,790)	(252,526,547)
Add : Profit/(loss) for the year	111,497,481	(18,914,243)
Less : Depreciation transfer to Reserve	(1,218,226)	-
Closing balance	(161,161,535)	(271,440,790)
	(158,849,860)	(269,129,115)
2.3 Provisions		
Long-term Provisions		
<i>Others</i>		
- Taxation [net of advance tax ₹ 149,767 (30 June 2013 : ₹ 149,767)]	2,865,521	2,865,521
- Excise duty and sales tax matters	250,000	250,000
	3,115,521	3,115,521
2.4 Trade payable		
- Due to micro and small enterprises (refer note 2.32)	-	-
- Other	30,063,696	155,105,696
	30,063,696	155,105,696

Notes on Accounts (continued)

(All amounts are in Indian Rupees except for share data or otherwise stated)

	As at 30 June 2015 ₹	As at 30 June 2014 ₹
2.5 Other current liabilities		
<i>Others</i>		
Security Deposits	2,242,604	2,242,604
Accrued salaries, wages and bonus	298,876	413,513
Advance from customers	2,566,064	2,566,064
Accrued expenses	8,988,507	8,649,852
Payable to Customs / Excise Authorities	3,268,218	3,268,218
Statutory liabilities	316,707	90,657
Other liabilities	-	-
	17,680,976	17,230,908
2.6 Short-term Provisions		
<i>Provision for employee benefits</i>		
- Provision for gratuity	4,945,334	5,790,798
- Provision for compensated absences	988,708	1,315,938
	5,934,042	7,106,736

Notes on Accounts (continued)

(All amounts are in Indian Rupees except for share data or otherwise stated)

2.7 Fixed Assets

Description	Gross block		Accumulated depreciation		Net block				
	As at 1 July 2014	Additions	Deletions	As at 30 June 2015	As at 1 July 2014	Charge for the year	Deletions/ Adjustments	As at 30 June 2015	As at 30 June 2014
Tangible, owned									
Land	796,371	-	-	796,371	-	-	-	796,371	796,371
Buildings									
- Factory buildings	20,793,198	-	-	20,793,198	10,170,024	626,415	-	9,996,759	10,623,174
- Non factory buildings	10,411,290	-	-	10,411,290	2,559,519	514,895	41,300	7,295,576	7,851,771
Plant and machinery	149,494,013	-	-	149,494,013	138,825,872	1,448,887	-	9,219,254	10,668,141
Dies	51,806,668	-	-	51,806,668	44,487,536	3,528,697	-	3,790,435	7,319,132
Electrical installation	16,244,975	-	-	16,244,975	14,718,548	310,045	38,734	1,177,648	1,526,427
Furniture and fittings	2,518,901	-	-	2,518,901	1,113,067	385,512	267	1,020,055	1,405,834
Office equipment	2,129,838	-	-	2,129,838	874,150	66,989	1,061,502	127,197	1,255,688
Computers	3,283,793	-	-	3,283,793	2,403,271	552,427	76,423	251,672	880,522
Vehicles	2,992,358	-	-	2,992,358	1,008,111	466,174	-	1,518,073	1,984,247
	260,471,405	-	-	260,471,405	216,160,098	7,900,041	1,218,226	35,193,040	44,311,307
Intangibles, owned									
Computer Software	3,238,784	-	-	3,238,784	2,326,601	647,756	-	264,427	912,183
	3,238,784	-	-	3,238,784	2,326,601	647,756	-	264,427	912,183
Total	263,710,189	-	-	263,710,189	218,486,699	8,547,797	1,218,226	35,457,467	45,223,490

Notes on Accounts (continued)

(All amounts are in Indian Rupees except for share data or otherwise stated)

	As at 30 June 2015 ₹	As at 30 June 2014 ₹
2.8 Long-term loans and advances		
<i>Unsecured, considered good</i>		
Security deposits	296,241	296,241
Other loans and advances		
- Advance income taxes	501,990	491,990
{provision for tax ₹ 149,767 (30 June 2013: ₹ 149,767)}		
- Prepaid expenses	-	-
- Balances with excise and sales tax authorities	-	7,417,879
	798,231	8,206,110
	798,231	8,206,110
2.9 Inventories		
(at lower of cost or net realisable value)		
Raw material	-	-
Work-in-progress	-	-
Finished goods	-	-
Stores, spares and consumables	5,722,410	5,722,410
	5,722,410	5,722,410
	5,722,410	5,722,410
2.10 Trade receivables		
Debtors outstanding for a period exceeding six months from the date they became due for payment		
- Secured, considered good	-	-
Other debts		
- Unsecured, considered good	17,474	17,474
- Doubtful	494,163	494,163
	511,637	52,280,972
Less : Provision for doubtful debts	(494,163)	(494,163)
	17,474	17,474
	17,474	17,474
2.11 Current Investments		
Investments in mutual funds	1,510,633	299,457
Less : Provision for diminution in the value of investments	-	-
	1,510,633	299,457
	1,510,633	299,457

Note :

1. The details of aggregate amount of quoted investments is set below:

Particulars	As at 30 June 2015	As at 30 June 2014
"Aggregate amount of quoted investments [Market value of ₹ 15,17,813 (previous year ₹ 3,12,031)]"	1,510,633	299,457

2. Details of current investments made along with the basis of valuation is set below:

Sl. No.	Name of the body corporate	As at 30 June 2015		As at 30 June 2014		Basis of valuation
		No. of units	Amount	No. of units	Amount	
1	Investments in mutual funds Axis treasury Advantage fund-growth	958.081	1,510,633	213.764	299,457	Lower of Cost or fair value

Notes on Accounts (continued)

(All amounts are in Indian Rupees except for share data or otherwise stated)

	As at 30 June 2015 ₹	As at 30 June 2014 ₹
2.12 Cash and cash equivalents		
Cash in hand	38,429	13,880
Balances with scheduled banks		
- in current account	820,975	158,339
- in exchange earner`s foreign currency account	-	-
	859,404	172,219
Balance in banks with more than 12 months maturity	-	-
2.13 Short-term loans and advances		
<i>Unsecured, considered good</i>		
Other loans and advances		
- Prepaid expenses	441,939	271,185
- Balance with customs/ excise authorities	3,683,878	3,630,852
- Advance to employees	376,314	809,924
	4,502,131	4,711,961
2.14 Revenue from operations		
Sale of goods - manufactured	-	15,353,105
Less : Excise duty	-	(2,386,989)
	-	12,966,116
Other operating revenue		
- Scrap sales	-	4,934,982
- Sale of Raw Material and Stores, Spares and Consumables	-	1,573,835
- Jobwork income	-	-
	-	19,474,933
2.15 Other income		
Interest income	-	122,184
Profit on sale of investments, net	23,464	1,923,021
Foreign exchange gain, net	28,780,897	-
Miscellaneous income	5,169,023	448,386
	33,973,384	2,493,591
2.16 Cost of materials consumed		
Opening stock of raw material	-	5,543,742
Add : Purchases	-	54,044
	-	5,597,786
Less : Closing stock	-	-
	-	5,597,786
2.17 Changes in inventories of finished goods and work-in-progress		
Opening work-in-progress	-	4,452,458
Opening finished goods	-	10,421,724
	-	14,874,182
Closing work-in-progress	-	-
Closing finished goods	-	-
	-	-
Adjustment for excise duty on stock	-	(1,149,579)
Net increase / (decrease) in stock	-	13,724,603

Notes on Accounts (continued)

(All amounts are in Indian Rupees except for share data or otherwise stated)

	As at 30 June 2015 ₹	As at 30 June 2014 ₹
2.18 Manufacturing expenses		
Stores, spares and consumables consumed	-	107,885
Power and fuel	-	6,257,965
Repairs and maintenance		
- Buildings	29,135	7,060
- Plant and machinery	-	101,965
- Others	-	21,500
Loss on fixed assets discarded/disposed, net	-	33,086
Other manufacturing expenses	821,691	735,436
	850,826	7,264,897
2.19 Employee benefits expense		
Salaries, wages and bonus	1,388,813	14,241,400
Contribution to provident and other funds	38,615	1,002,624
Retirement benefits	1,421,167	8,526,817
Staff welfare	31,197	183,590
	2,879,792	23,954,431
2.20 Finance costs		
Interest on term loans	-	17,590
Interest - others	107,068	45,644
Bank charges	26,889	98,062
	133,957	161,296
2.21 Other expenses		
Freight	-	52,483
Travelling and conveyance	288,574	3,180,213
Legal and professional	2,885,182	3,895,531
Provision for doubtful debts	-	494,163
Insurance	116,729	1,206,979
Communication	114,859	363,514
Directors' sitting fees	300,000	440,000
Rent	396,000	396,000
Rates and taxes	62,170	34,226
Printing and stationery	96,924	113,903
Miscellaneous expenses	2,259,465	2,053,513
	6,519,903	12,230,525
2.22 Exceptional Items		
Reversal of Provisions		
Reversal of Excise Provisions	-	29,532,324
Reversal of Interest accrued and due (Net)	-	2,904,351
	-	32,436,675
2.23 Extraordinary Items		
Liability Written Back	96,456,372	-
	96,456,372	-

Significant Accounting Policies

Company overview

Golkonda Aluminium Extrusions Limited (Formerly known as Alumeco India Extrusion Limited) ("the Company") manufactures aluminum extrusion in India. The Company is a public limited company and is listed on Bombay Stock Exchange (BSE).

Note 1: Significant accounting policies

1. Basis of preparation

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting in accordance with the Generally Accepted Accounting Principles in India and comply with the Accounting Standards ('AS') prescribed by the Companies (Accounting Standards) Rules, 2014 and the relevant provisions of the Companies Act, 2013, to the extent applicable. The financial statements are presented in Indian rupees

2. Use of estimates

The preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP) requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognised prospectively in current and future periods.

3. Current-non-current classification

All assets and liabilities are classified into current and non-current.

Assets

An asset is classified as current when it satisfies any of following criteria:

- i. it is expected to be realised in, or is intended for sale or consumption in, the company's normal operating cycle;
- ii. it is held primarily for the purpose of being traded;
- iii. it is expected to be realised within 12 months after the reporting date; or
- iv. it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current. All other assets are classified as non-current.

Liabilities

A liability is classified as current when it satisfies any of following criteria:

- i. it is expected to be settled in the company's normal operating cycle;
- ii. it is held primarily for the purpose of being trade;
- iii. it is due to be settled within 12 months after the reporting date; or
- iv. the company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of liability that could, at the option of the counter party, result in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include current portion of non-current financial liabilities. All other liabilities are classified as non-current.

Operating cycle: Operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents.

Significant accounting policies

4. Inventories

Inventories are carried at the lower of cost and net realisable value.

Cost of inventories comprises purchase price and all incidental expenses incurred in bringing the inventory to its present location and condition. The method of determination of cost is as follows:

- Raw materials and components – on a first in first out method.
- Stores and spares – at cost.
- Work-in-progress and finished goods (manufactured) – on a first in first out method and includes costs of conversion.
- Traded goods – at landed cost on a first in first out method.

Fixed production overheads are allocated on the basis of normal capacity of production facilities.

The comparison of cost and net realisable value is made on an item-by-item basis.

The net realisable value of work-in-progress is determined with reference to the net realisable value of finished goods. Raw materials and other supplies held for use in production of inventories are not written down below cost except in cases where material prices have declined, and it is estimated that the cost of the finished products will exceed their net realisable value.

The provision for inventory obsolescence is assessed on a quarterly basis and is provided as considered necessary.

5. Cash flow statement

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from revenue generating, investing and financing activities of the company are segregated.

6. Cash and cash equivalents

Cash and cash equivalents in the cash flow statement comprise cash in hand and balance in bank in current accounts and in exchange earner's foreign currency accounts.

7. Revenue recognition

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

Revenue from sale of goods is recognised when significant risks and rewards in respect of ownership of products are transferred to customers. Revenue from job work is recognised as per the terms of contract with the customer. The amount recognised as sale is exclusive of sales tax and trade and quantity discounts. Revenue from sale of goods has been presented both gross and net of excise duty.

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

8. Fixed assets

Fixed assets are carried at the cost of acquisition or construction less accumulated depreciation. The cost of fixed assets includes non-refundable taxes, duties, freight, and other incidental expenses related to the acquisition and installation of respective assets. Acquired intangible assets are recorded at the consideration paid for acquisition. Borrowing costs directly attributable to acquisition or construction of those fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalised.

Cost of fixed assets not ready for their intended use before such date is disclosed under capital work-in-progress.

Significant accounting policies

9. Depreciation

Depreciation on fixed assets is provided based on the useful life as prescribed under Schedule II to the Companies Act, 2013. Rates of depreciation used that are higher than Schedule II rates are as follows:

	Rates (SLM)
Dies	20.00%
Computer software	20.00%

Land is not depreciated. Depreciation is calculated on a pro-rata basis from the date of installation till the date the assets are sold or disposed. Individual assets costing less than Rs.5,000 are depreciated in full in the year of acquisition, if any.

10. Retirement and other employee benefits

- (i) Retirement benefit in the form of provident fund is a defined contribution scheme and the contributions are charged to the Statement of profit and loss of the year when the contributions to the respective fund is due. There are no other obligations other than the contribution payable to the provident fund.
- (ii) Gratuity liability and compensated absences are defined benefit obligations and are provided for on actual basis and no actuarial valuation has been made at the end of financial year as there is no employee on which liability is to be accrued.
- (iii) Termination benefits for retrenched workers are recognized as contingent liability based on the previous settlements.

11. Foreign currency translation

Foreign exchange transactions are recorded using the exchange rates prevailing on the dates of the respective transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognised in the Statement of profit and loss for the year.

Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date; the resultant exchange differences are recognised in the Statement of profit and loss. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

12. Investments

Investments that are readily realizable and intended to be held for not more than a year from the date of acquisition are classified as current investments. All other investments are classified as long-term investments. However, that part of the long term investments which is expected to be realised within 12 months after the reporting date is also presented under 'current assets' as "current portion of long term investments" in consonance with the current/ non-current classification scheme of Revised Schedule VI.

Long-term investments (including current portion thereof) are carried at cost less any other-than-temporary diminution in value, determined separately for each individual investment.

Current investments are carried at the lower of cost and fair value. The comparison of cost and fair value is done separately in respect of each category of investment i.e. equity shares, preference shares, convertible debentures, etc.

Any reductions in the carrying amount and any reversal of such reductions are charged or credited to the Statement of profit and loss.

Profit/ (loss) on sale of investments is determined separately for each investment.

13. Export benefits and incentives

Benefits on account of advance license for imports are accounted for on purchase of imported material. Other export benefits/incentives are accounted on an accrual basis when the amount become due and receivable.

Significant accounting policies

14. Leases

Leases that do not transfer substantially all the risks and rewards of ownership are classified as operating leases and recorded as expense on a straight line basis over the lease term.

15. Taxes on income

Tax expense comprises of current and deferred tax. Current income-tax is calculated in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax is measured based on the tax rates and the tax laws that have been enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. If the company has unabsorbed depreciation or carried forwards losses deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Unrecognised deferred tax assets of earlier years are re-assessed and recognised to the extent that it has become virtually certain that future taxable income will be available against which such deferred tax assets can be realised.

16. Earnings per share

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

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

17. Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the Statement of profit and loss. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

18. Provisions and contingent liabilities

The Company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possibility of an obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions for onerous contracts i.e. contracts where the expected unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it, are recognised when it is probable that an outflow of resources embodying economic benefits will be required to settle a present obligation as a result of an obligating event, based on a reliable estimate of such obligation.

Notes on Accounts (continued)

(All amounts are in Indian Rupees except for share data or otherwise stated)

2.24 Going concern assumption

The Company has accumulated losses of ₹ 161,161,535 (30 June 2014: ₹ 271,440,790) as on that date compared to the shareholder's funds of ₹ 160,522,805 (30 June 2014: ₹ 160,522,805). The Company was declared as a sick industrial company by the Board for Industrial and Financial Reconstruction (BIFR) on 9 February 2010 and Canara Bank has been appointed as an Operating Agency with effect from 17 December 2012 to assist in working out a rehabilitation scheme (earlier IDBI Bank). Post year end, in July 2013, the Alumeco Group (Denmark) took a commercial decision to stop extending the facility of supplying raw material on credit to the Company, as was being done in the past. This decision, coupled with the accumulated losses in the Company and the prevailing adverse business conditions (on account of liquidity crunch, labour problems, power cuts, poor order book position due to bad economic scenario, credit crunch in the market, etc.), has further strained the financial position of the Company. However, the Board of Directors and the Management of the Company are actively pursuing various available options to rehabilitate the Company under the aegis of BIFR / Operating Agency and currently believe that the Company would be in a position to continue as a going concern. Hence, these financial statements have been prepared under the going concern assumption.

2.25 Capital commitments and contingent liabilities

₹

Particulars	As at 30 June 2015	As at 30 June 2014
(a) Estimated amount of contracts remaining to be executed on capital account (net of advances) and not provided for	-	-
(b) Preference share dividend	33,956,230	30,532,230
(c) Tax on preference dividend not provided for	5,561,485	4,979,577
(d) Excise matters under dispute	34,029,952	34,029,952
(e) Income Tax matters under dispute:		
Relevant Assessment Year	Income under dispute (₹)	Forum where dispute is pending
1994-95	2,03,59,259	Honorable High Court of Andhra Pradesh
1995-96	51,72,082	
2003-04	2,89,37,712	ITAT has redirected the case to TPO. The case is pending before TPO.
2004-05	1,82,56,357	
2005-06	1,85,46,533	
2006-07	3,51,83,477	
2007-08	14,61,08,591	
2008-09	12,83,00,000	Income Tax Appellate Tribunal
2010-11	7,22,81,070	
2011-12	1,09,90,023	Commissioner of Income-Tax(Appeal)

The consequential liability if any, in respect of taxes and penalties for the subsequent assessment years is presently not determinable as the appeal filed in this regard are pending before the various authorities.

Notes on Accounts (continued)

(All amounts are in Indian Rupees except for share data or otherwise stated)

- (f) For the fiscal year 2012-2013 to 2013-2014, the Company has paid sales tax at a concessional rate against 'C' Form in respect of its interstate sales for which it is required to obtain 'C' forms from its customers and submit to the sales tax department. In the event, the Company is unable to collect and submit such 'C' forms it will be required to pay the sales tax at the higher rate together with interest and penalties as applicable. As on the balance sheet signing date, the aggregate amount of 'C' forms to be collected is ₹ 25,117,522. Whilst management is confident that it will be able to collect all outstanding 'C' forms before the completion of relevant assessment and that no liability in this respect will devolve upon the Company, the aggregate additional tax in the event that none of the 'C' forms are collected would be approximately ₹ 753,526.
- (g) The Company has received a letter from BSE dated 12th January, 2015 for non submission of Financial Results for two consecutive quarters i.e., June 2014 and September 2014 and BSE has also levied a penalty of ₹ 1,206,713. However, the Company has requested for waiver of penalty vide letter dated 15th January, 2015.
- (h) As per Accounting Standard, 15 Employee Benefits, estimated liability for 58 retrenched workers on account of retrenchment compensation and VRS compensation is amounting to ₹ 6,490,142/- and ₹ 4,326,761/- respectively based on previous settlements.
- However, the case relating to closure of unit is pending before Hon'ble High Court of Andhra Pradesh and the case filed by the workers before the Labour Court for payment of wages. The outcome of these cases cannot be determined at this stage of time.

2.26 Auditors' remuneration (excluding service tax) (included in legal and professional)

₹

Particulars	For the year ended 30 June 2015	For the year ended 30 June 2014
Statutory audit fees	150,000	150,000
Tax audit fees	50,000	50,000
Other services	150,000	275,000
Out-of-pocket expenses	-	-
Total	350,000	475,000

2.27 (A) Related party transactions

Name of the related party	Country	Nature of relationship
OSI India Holding A/S ('OSI')	Denmark	Immediate holding company
Alumeco A/S	Denmark	Holding Company of OSI
H S Metalservice nr 2 ApS (HSM)	Denmark	Holding Company of Alumeco A/S
H S Metalservice ApS	Denmark	Holding Company of HSM
Alumeco Handlerservices GmbH	Germany	Subsidiary of Alumeco A/S
Mr. Anand Parkash	India	Key Management Personnel

Notes on Accounts (continued)

(All amounts are in Indian Rupees except for share data or otherwise stated)

(B) The details of the related party transactions entered into by the Company during the year are as follows:

Particulars	For the year ended 30 June 2015	For the year ended 30 June 2014
Holding Company		
Alumeco Handlerservices GmbH		
• Interest provided on overdue bills-	-	1,461,269
Remuneration paid to:		
• Mr. Wolfgang Ormeloh	-	1,032,316
• Mr. N.K. Khandelwal	-	3,478,143
• Mr. Rakesh Gupta	-	834,992
• Mr. Anand Parkash	420,000	280,000

C) Balances with related parties:

Particulars	Receivable / (Payables) as at	
	30 June 2015	30 June 2014
Holding Company		
Alumeco Handlerservices GmbH		
- Trade payables	(27,902,110)	(153,139,379)
Managerial Personnel		
Mr. Anand Parkash	5097	(29,903)

2.28 Unhedged foreign currency

(a) Particulars of unhedged foreign currency exposure are detailed below at the exchange rate prevailing at the year-end:

Particulars	As at 30 June 2015	As at 30 June 2014
Sundry creditors	US \$ 437,646	US \$ 2,548,360
Sundry creditors	INR 27,902,110	INR 153,139,379

2.29 Employee benefit plans

The Company had filed an application for closure of unit before the Government of Andhra Pradesh which has been rejected and subsequently the Company has filed appeal before the Hon'ble High Court of Andhra Pradesh which is pending for hearing. The workmen have been paid wages till 17-10-2013 including the statutory 90 day notice period.

No actuarial valuation is being done, as at the end of the year, there is no employee on whom gratuity liability is to be accrued. Hence, the provision for gratuity (Rs. 4,945,334) and compensated absences (Rs. 988,708) for retrenched employees is being made on actual basis.

During the previous year, the Company has retrenched 97 workers out of which retrenchment compensation and VRS compensation was paid to 39 workers with mutual agreement on individual basis. For the balance 58 workers, the amount of retrenchment compensation and VRS compensation has been shown as contingent liability.

2.30 Transfer pricing

The Company has established a comprehensive system of maintenance of information and documents as required by the transfer pricing legislation under Sections 92-92F of the Income-tax Act, 1961. However, during the year, there is no international transaction.

Notes on Accounts (continued)

(All amounts are in Indian Rupees except for share data or otherwise stated)

2.31 Earnings per share (EPS)

Particulars	For the year ended 30 June 2015	For the year ended 30 June 2014
Earnings (₹)		
Net profit / (loss) after tax for the year	111,497,481	(18,914,243)
Less : Preference dividend including tax on dividend	4,005,909	4,005,909
Net profit for calculation of basic earnings per share (₹)	107,491,572	(22,920,152)
Shares		
Weighted average number of equity shares in calculating basic EPS (in No's) (A)	12,397,113	12,397,113
Weighted average number of equity shares which would be issued on the conversion of preference shares (including equivalent number of shares to be issued against arrears of preference dividend) (in No's) (B)	6,819,623	6,477,223
Total weighted average number of shares in calculating diluted EPS (A+B)	19,216,736	18,874,336
Earnings per share of par value ₹ 10 – Basic	8.67	(1.85)
Earnings per share of par value ₹ 10 – Diluted	5.80	(1.85)

2.32 The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Accordingly, the disclosure in respect of the amounts payable to such enterprises as at 30 June 2014 has been made in the financial statements based on information received and available with the Company. Further in view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material. The Company has not received any claim for interest from any supplier under the said Act.

Particulars	For the year ended 30 June 2015	For the year ended 30 June 2014
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year;	Nil	Nil
The amount of interest paid by the Company along with the amounts of the payment made to the supplier beyond the appointed day during the year;	Nil	Nil
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act;	Nil	Nil
The amount of interest accrued and remaining unpaid at the end of the year;	Nil	Nil
The amount of further 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 enterprise	Nil	Nil

Notes on Accounts (continued)

(All amounts are in Indian Rupees except for share data or otherwise stated)

2.33. Deferred taxes

Deferred tax (assets) / liabilities included in the Balance sheet comprise the following

₹

Particulars	as at 30 June 2015	as at 30 June 2014
Deferred tax liability		
Excess of depreciation allowable under income tax law over depreciation provided in accounts	-	-
Deferred tax asset		
Brought forward losses and unabsorbed depreciation (restricted to the amount of deferred tax liability)	-	-
Net deferred tax (asset) / liability	-	-

In accordance with AS 22, "Accounting for taxes on income" prescribed by the Rules, due to brought forward losses under the taxation laws and on account of absence of virtual certainty on realisation of deferred tax assets, deferred tax assets on unabsorbed depreciation, carried forward losses and other temporary timing differences has been recognized only to the extent of deferred tax liability.

2.34. Segment reporting

Segments are identified in line with AS-17 "Segment Reporting". The Company is in the business of manufacturing of aluminum profiles and in view of Company's internal organisation, management structure, internal financial reporting system it has identified manufacturing of aluminum profiles as its only primary business segment. The analysis of geographical segments is based on location of major customers of the Company.

Geographical segment:

The Company sells aluminium extrusions in both, overseas and India, geographical segments. However, during the year ended June 2015, there is no revenue, since the production is closed. The following table shows revenue of the segments for the year ended 30 June 2015 and for the year ended 30 June 2014 and assets of the segments as at 30 June 2015 and as at 30 June 2014.

₹

Particulars	India		Overseas		Total	
	30-Jun-15	30-Jun-14	30-Jun-15	30-Jun-14	30-Jun-15	30-Jun-14
Revenue (net)	-	12,966,116	-	-	-	12,966,116
Assets						
- Trade receivables	511,637	511,637	-	-	511,637	511,637
- Other assets	56,287,798	71,773,169	-	-	56,287,798	71,773,169
Additions to fixed assets (including capital work-in-progress)	-	37,832	-	-	-	37,832

Notes on Accounts (continued)

(All amounts are in Indian Rupees except for share data or otherwise stated)

2.35. Earnings in foreign currency

₹

Particulars	For the year ended 30 June 2015	For the year ended 30 June 2014
FOB value of exports	-	-

2.36 Expenditure in foreign currency

₹

Particulars	For the year ended 30 June 2015	For the year ended 30 June 2014
Interest on loan from - IFU	-	17,590

2.37. Sales of goods

₹

Particulars	For the year ended 30 June 2015	For the year ended 30 June 2014
Manufactured goods		
Export sales	-	-
Domestic sales	-	12,966,116
Total sales	-	12,966,116

2.38 Consumption of raw materials and stores and spares

₹

Particulars	For the year ended 30 June 2015	For the year ended 30 June 2014
Aluminum metals-	-	5,597,786
Stores and spares	-	107,885
	-	5,705,671

2.39 Value of imports calculated on CIF basis

₹

Particulars	For the year ended 30 June 2015	For the year ended 30 June 2014
Raw materials	-	-
Spares	-	-

2.40 Imported and indigenous raw materials, and stores and spares consumed

Category	For the year ended 30 June 2015		For the year ended 30 June 2014	
	% of total consumption	Value	% of total consumption	Value
Raw material				
Imported	-	-	67.56	3,781,801
Indigenous	-	-	32.44	1,815,985
Total	-	-	100.00	5,597,786
Stores and spares				
Imported	-	-	-	-
Indigenous	-	-	100.00	107,885
Total	-	-	100.00	107,885

Notes on Accounts (continued)

(All amounts are in Indian Rupees except for share data or otherwise stated)

2.41 Remuneration to key managerial personnel for the year ended 30 June 2015 includes ₹ Nil (30 June 2014: ₹ Nil) representing remuneration beyond the limits specified in Schedule XIII to the Companies Act, 1956.

2.42 Operating leases

The Company has taken guest house under cancellable operating lease agreement. The Company intends to renew such leases in normal course of business. Total rental expense under cancellable operating leases for the current year amounts to ₹ 396,000 (30 June 2014: ₹ 396,000).

2.43 Set out below is the movement in provision balances in accordance with Accounting Standard 29, 'Provisions, Contingent Liabilities and Contingent Assets' prescribed by Companies (Accounting Standards) Rules, 2006, ('the Rules')

Provisions

Particulars	₹	
	as at 30 June 2015	as at 30 June 2014
Opening balance	250,000	29,782,324
Add: Provision	-	-
Less: Utilisation	-	-
Less: Reversal	-	(29,532,324)
Closing balance	250,000	250,000

2.44 Extraordinary Items consist of Rs. 96.46 million (excluding exchange effect) due to write back of amount payable to creditors with mutual consent.

2.45 Previous year comparatives

Previous year figures have been regrouped / reclassified / rearranged, wherever necessary, to conform to those of the current year.

As per our report of even date attached

for **Laxminiwas & Jain**
Chartered Accountants
Firm's Registration number: 001859S

for **Golkonda Aluminium Extrusions Limited**

Laxminiwas Sharma
Partner
Membership number: 014244

Ashish Kumar Gupta
Chairman
DIN: 00061551

Anand Parkash
Whole Time Director
DIN: 02469989

Place: Hyderabad
Date: 29th August, 2015

Archit Agarwal
Finance Manager



Golkonda Aluminium Extrusions Limited
(Formerly known as Alumeco India Extrusion Limited)

Registered Office: Survey. Nos. 379 - 382, Kallakal Village, Toopran Mandal,
Medak District, Telangana – 502 336.

Form No. MGT-11
PROXY FORM

(Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014)

Name of the Member(s) :

Registered address :

E-mail Id :

Folio No.

I / We, being the member(s) of Shares of Golkonda Aluminium Extrusions Limited

1	Name			
	Address			
	E-mail Id	Signature		
	Or failing him			
2	Name			
	Address			
	E-mail Id	Signature		
	Or failing him			

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 27th Annual General Meeting of the Company to be held on 30th March 2016 at 11.30 a.m. at the Registered Office of the Company at and at any adjournment thereof in respect of such resolutions as are indicated below:

Sl. No	Resolution	For	Against
1	Adoption of Statement of Profit and Loss, Balance Sheet, Report of Board of Directors and Auditors for the year ended June 30, 2015		
2	Re-appointment of Mr. Anand Bharti as Director who retires by rotation		
3	Appointment of Auditors.		
4	Appointment of Ms. Shruti Agarwal as Independent Director of the Company		
5	Appointment of Mr. Suresh Chandra Agarwal as Independent Director of the Company		
6	Appointment of Mr. Anand Bharti as Whole Time Director of the Company for a period of one year		

Signed this day of 2016

Signature of shareholder.....

Signature of Proxy holder(s).....

Folio No./DP ID & Client ID.....

Affix Revenue Stamp of ₹ 1

Note:

This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the meeting.





Golkonda Aluminium Extrusions Limited
(Formerly known as Alumeco India Extrusion Limited)

Registered Office: Sy. Nos. 379-382, Kallakal Village, Toopran Mandal, Medak District,
 Telangana - 502 336.

ATTENDANCE SLIP

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE
 OF THE MEETING HALL

DP Id *		Folio No.	
Client Id *		No. of shares	

NAME & ADDRESS OF THE SHAREHOLDER

.....

.....

I hereby record my presence at the **27th ANNUAL GENERAL MEETING** of the Company held on
 Monday 30th March, 2016 at 11.30 a.m. at the Registered Office of the Company.



* Applicable for investors holding shares
 in dematerialized form.

SIGNATURE OF THE SHAREHOLDER/PROXY



If undelivered, please return to :

GOLKONDA ALUMINIUM EXTRUSIONS LIMITED

(Formerly known as Alumeco India Extrusion Limited)

Registered Office: Sy. Nos. 379-382,
Kallakal Village, Toopran Mandal,
Medak District, Telangana - 502 336. India
Ph. Nos. 08454 - 250196 / 514