

"NAMO NARAYAN"



# M. K. Exim (India) Limited

CIN No.L63040RJ1992PLC007111

Regd. Office : G1/150, Garment Zone, E.P.I.P. Sitapura, Tonk Road, Jaipur-302022

Tel : +91-141-3937500/501 Fax : +91-141-3937502 Website : www.mkexim.com

E-mail : mkexim@gmail.com, mkexim@hotmail.com, info@mkexim.com

Date: 30.05.2017

To

Department of Corporate Services-Listing,  
BSE Ltd.,  
Floor 25, P J Towers,  
Dalal Street,  
Mumbai-400 001  
Tel: 022-2272 1234/33

Ref: M.K. Exim (India) Ltd. Bolt Code: 538890

Sub: Audited Financial Results (Standalone and Consolidated) for the Quarter and Financial year ended 31<sup>st</sup> March, 2017.

Dear Sir,

As per Regulation 33 of SEBI LODR 2015, we enclose the audited stand alone financial results and consolidated financial results with the auditors reports for the financial year ended 31st March, 2017.

These results have been approved at the board meeting of the Company held today.

The directors do not recommend any dividend for the financial year ended 31st March, 2017.

This is for your information and record.

Thanking You

Yours faithfully,  
For M.K.Exim (India) Ltd

*Prakriti Sethi*

Prakriti Sethi  
Company Secretary &  
Compliance Officer



Encl: as above



**M/S Vimal Agrawal & Associates**  
**Chartered Accountants**

Opp. Rambhawan Dharmshala,  
M. D. Road, Jaipur 302004  
Ph.: 0141-2600551

## **INDEPENDENT AUDITORS' REPORT**

**To the members of M.K. EXIM (INDIA) LIMITED**

### **Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements of **M.K. EXIM (INDIA) LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss and Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

### **Management's responsibility for Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements to 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 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 judgements 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 misstatements, whether due to fraud and error.

### **Auditors' Responsibility**

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

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

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.





**M/S Vimal Agrawal & Associates**  
**Chartered Accountants**

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An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatements of 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 accounting policies used and the reasonableness of the accounting estimates made by the company's directors, as well as evaluating the overall presentation of the financial statements.

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

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2017; and its profit and cash flows for the year ended on that date.

### **Emphasis of Matters**

We draw attention to the following matters in the Notes to the financial statements:

*AS-15, for Employees Benefits (Revised 2005), in respect of Provision for Gratuity.*

*The Provision for Gratuity provided by the company is inadequate and its effect on liabilities and profit of the Company is unascertainable. Further, requisite disclosures are not made in respect of retirement benefits.*

Our opinion is not modified in respect of this matter.

### **Report on Other Legal and Regulatory Requirements**

As required by Companies (Auditors' Report) Order, 2016 issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the said order.

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.






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- b. In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of those books.
- c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
- d. In our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards referred to in Section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of written representations received from the Directors, as on 31<sup>st</sup> March, 2017 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> March, 2017 from being appointed as a director in terms of Section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in Annexure B.
- g. With respect to the other matter to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 in our opinion and to the best of our information and according to the explanations given to us:
  - i. The company does not have any pending litigation which would impact its financial position.
  - ii. The company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the company.

**For Vimal Agrawal & Associates**  
**Chartered Accountants**  
**(FRN: 004187C)**



  
**(V. K. Agrawal)**  
**Partner**  
**M. No. 071627**

**Place: Jaipur**  
**Date: 30<sup>th</sup> May, 2017**



**ANNEXURE A REFERRED TO IN OUR REPORT OF EVEN DATE ON THE ACCOUNTS OF M.K. EXIM (INDIA) LIMITED FOR THE YEAR ENDED ON 31<sup>ST</sup> MARCH, 2017**

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.  
(b) All the assets have been physically verified by the management at the end of the year, which, in our opinion is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.  
(c) The title deeds of immovable properties as disclosed in fixed assets, are held in the name of the company.
  
2. The inventory excluding stocks with third parties has been physically verified during the year at reasonable intervals by the management. The procedure of physical verification of inventories followed by the management is adequate in relation to the size of the company and the nature of its business. The company is maintaining proper records of inventory. No material discrepancies were noticed on physical verification.
  
3. The company has not granted any loans to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
  
4. In our opinion, and according to the information and explanations given to us, the company has complied with the provisions of sec. 185 & 186 of the Companies Act, 2013 in respect of the loans and investments made, and guarantees and security provided by it.
  
5. 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 sections 73, 74, 75 & 76 of the Act and Rules framed thereunder.
  
6. We have been explained that the maintenance of cost records has not been prescribed by the Central Government under sub section (1) of Section 148 of the Companies Act, 2013.
  
7. (a) The company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income tax, Sales tax, Wealth tax, Service





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tax, Duty of Customs, Duty of Excise, Value Added tax, Cess and any other statutory dues with the appropriate authorities and there were no arrears of outstanding statutory dues as at the last day of the financial year for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no dues of Income Tax, Sales tax, Service tax, Duty of Customs, Duty of Excise and value added tax outstanding on account of any Dispute.

8. In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to financial institutions, banks, government and debenture holders as at the balance sheet date.
9. The company has applied the term loan, the purpose for which the loan was obtained.
10. According to the information and explanations given to us, no material fraud on or by the company or by its officers or employees has been noticed or reported during the year.
11. The company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V of the Act.
12. As the company is not a Nidhi company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, the provisions of clause 3(xii) of the order are not applicable to the company.
13. The company has entered into transactions with related parties in compliance with the provisions of the sections 177 & 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standard 18, Related Party Disclosures specified under section 133 of the Act, read with Rule 7 of the Companies(Accounts) Rules, 2014.





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14. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3(xiv) of the order are not applicable to the company.
15. The company has entered into any non cash transactions with its directors or persons connected with him. Accordingly, the provisions of clause 3(xv) of the order are not applicable to the company.
16. The company is not required to be registered under section 45-IA of the Reserve Bank Of India Act, 1934. Accordingly, the provisions of clause 3(xvi) of the order are not applicable to the company.

**Place: Jaipur**  
**Dated: 30<sup>th</sup> May, 2017**



**For Vimal Agrawal & Associates**  
**Chartered Accountants**  
**(FRN: 004187C)**

**(V. K. Agrawal)**  
**Partner**  
**M. No. 071627**



## ANNEXURE B TO INDEPENDENT AUDITORS' REPORT

Referred to in paragraph in the Independent Auditors' Report of even date to the members of M.K. Exim (India) Limited on the standalone financial statements for the year ended 31<sup>st</sup> March, 2017.

### Report on the Internal Financial Controls under Cause (i) of Sub-section 3 of Section 143 of the Act

1. We have audited the internal financial controls over financial reporting of M.K. Exim (India) Limited ("the Company") as of 31<sup>st</sup> March, 2017 in the conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

### Management's Responsibility for Internal Financial Controls

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

### Auditor' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing deemed to be prescribed under section 143 (10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining and understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including





the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

#### **Meaning of Internal Financial Controls Over Financial Reporting**

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

#### **Inherent Limitations of internal Financial Controls Over Financial Reporting**

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





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**Opinion**

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**Place: Jaipur  
Dated: 30<sup>th</sup> May, 2017**

**For Vimal Agrawal & Associates  
Chartered Accountants  
(FRN: 004187C)**



  
**(V. K. Agrawal)  
Partner  
M. No. 071627**

M.K.EXIM ( INDIA ) LIMITED

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CIN.NO. L63040RJ1992PLC007111

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**AUDITED STANDALONE FINANCIAL RESULTS  
FOR THE QUARTER ENDED 31ST MARCH, 2017**

**Annexure I**

**Format for submitting the quarterly financial results by companies other than banks**

Part I Particulars	(Rs. In Lakhs)				
	3 months ended			Year ended	
	31.3.17	31.12.16	31.03.16	31.03.17	31.3.016
	Audited	Unaudited	Audited	Audited	Audited
1. (a) Net Sales/Income from Operations (Net of Excise Duty)	302.49	1327.69	1314.26	2572.94	3155.22
(b) Other Operating Income	267.22	0	408.64	267.22	408.64
<b>Total Income From Operations (Net)</b>	<b>569.71</b>	<b>1327.69</b>	<b>1722.9</b>	<b>2840.16</b>	<b>3563.86</b>
2. Expenditure					
a. Cost Material Consumed	0	0	-99.63		25.32
b. Purchase of stock-in-trade	596.6	1341.08	1392.91	2718.59	3404.86
c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	-140.42	-94.89	341.96	-171.66	-104.14
d. Employees cost	9.38	7.11	9.35	27.26	23.07
e. Depreciation and amortisation exp.	14.91	5.4	4.12	31.11	21.61
f. Other expenditure	56.64	36.29	47.83	133.57	123.49
<b>Total Expenses</b>	<b>537.11</b>	<b>1294.99</b>	<b>1696.54</b>	<b>2738.87</b>	<b>3494.21</b>
(Any item exceeding 10% of the total expenditure to be shown separately)					
3. Profit/(Loss) from Operations before Other Income, Finance Cost and Exceptional Items (1-2)	32.6	32.7	26.36	101.29	69.65
4. Other Income	0.6	1.2	253.72	1.8	1.88
5. Profit/(Loss) from ordinary activities before Finance cost and Exceptional Items (3+4)	33.2	33.9	280.08	103.09	71.53
6. Finance Costs	27.76	14.61	21.18	64.2	35.9
7. Profit/(Loss) from ordinary activities after Finance cost but before Exceptional Items (5-6)	5.44	19.29	258.9	38.89	35.63
8. Exceptional items	0	0	0	0	0
9. Profit / Loss from Ordinary Activities before tax (7+8)	5.44	19.29	258.9	38.89	35.63
10. Tax expense	27.44	0	13.02	27.44	12.06
11. Net Profit / Loss from Ordinary Activities after tax (9-10)	-22	19.29	245.88	11.45	23.57
12. Extraordinary Item (net of tax expense Rs.)	0	0	0	0	0
13. Net Profit/ Loss for the period (11-12)	-22	19.29	245.88	11.45	23.57
14. Share of Profit/(Loss) of associates	0	0	0	0	0
15. Minority Interest	0	0	0	0	0
16. Net Profit/(Loss) after taxes , minority interest and share of profit/(loss) of associates (13-14-15)	-22	19.29	245.88	11.45	23.57

For M. K. Exim (I) Ltd.

  
Managing Director

17. Paid-up equity share capital (Face Value of the Share 10/- each)	718.05	718.05	718.05	718.05	718.05
18. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	0	0	0	1526.24	1514.8
19. i. Earnings Per Share (EPS) (Before Extraordinary Items) (of Rs. ___ each) (Not Annualised):					
a) Basic:					
b) Diluted:	-0.31	0.27	3.42	0.16	0.33
19. ii. Earnings Per Share (EPS) (After Extraordinary Items) (of Rs. ___ each) (Not Annualised):					
a) Basic:					
b) Diluted:					
See accompanying note to the Financial Results	-0.31	0.27	3.42	0.16	0.33

NOTE :-

FOR THE QUARTER ENDED 31.3.2017 THE FIGURES FOR THE RELEVANT QUARTER NEEDS TO BE DISCLOSED

NOTE :-

1. The above audited Results were taken on record at the meeting of the Board of Directors held on 30.05.2017
2. There were no investors complaints pending at the beginning of the quarter and during the quarter
3. Previous period/year figures have been regrouped/recast wherever necessary.
4. The figures for the Previous year/period have been regrouped/reclassified wherever considered necessary .
5. The above is an extract of the detailed format of Financial Results filed  
with the Stock Exchanges under Regulation 33 of SEBI ( Listing Obligations and Disclosure Requirements)  
Regulation, 2015. The full format of the Finacial Results Standalone/Consolidated  
are available on the websites of Bombay Stock Exchanges at <http://www.bseindia.com> and also on the  
Company's website at <http://www.mkexim.com>

Place: Jaipur:

Date: 30.05.2017

By Order of the Board  
For M.K.EXIM (INDIA) LTD.



( Manish Murlidhar Dialani )  
Managing Director

DIN: 05201121



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## **INDEPENDENT AUDITORS' REPORT**

**To the members of M.K. EXIM (INDIA) LIMITED**

### **Report on the Consolidated Financial Statements**

We have audited the accompanying Consolidated financial statements of **M.K. EXIM (INDIA) LIMITED** (" hereinafter referred to as the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") which comprise the Consolidated Balance Sheet as at 31st March, 2017, the Consolidated Statement of Profit and Loss and Consolidated Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information ("hereinafter referred to as the Consolidated financial statements")

### **Management's responsibility for Consolidated Financial Statements**

The Holding Company's Board of Directors is responsible for preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 ("the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the group 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. The holding company's Board of Directors is also responsible for ensuring accuracy of record including financial information considered necessary for the preparation of Consolidated Financial Statements. The respective Board of Directors of the companies including its subsidiary are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group, its subsidiary and for preventing and detecting frauds and other irregularities ; the selection and application of appropriate accounting policies ; making judgements and estimates that are reasonable and prudent; and the 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, which has been used for the purpose of preparation of the consolidated financial statements by Directors of the Holding company, as aforesaid.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We have taken into account the provisions of the Act , the accounting and auditing





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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 and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatements of consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding company's preparation of the consolidated 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 accounting policies used and the reasonableness of the accounting estimates made by the Holding company's Board of directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and audit evidence obtained by other auditors in terms of their auditor's report referred to in sub-paragraph on Other Matter below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

### **Emphasis of Matters**

We draw attention to the following matters in the Notes to the financial statements:

*AS-15, for Employees Benefits (Revised 2005), in respect of Provision for Gratuity.*

*The Provision for Gratuity provided by the company is inadequate and its effect on liabilities and profit of the Company is unascertainable. Further, requisite disclosures are not made in respect of retirement benefits.*

Our opinion is not modified in respect of this matter.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at





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31<sup>st</sup> March, 2017, and its consolidated profit and consolidated cash flows for the year ended on that date.

#### **Other Matter**

We did not audit the financial statements of its subsidiary Kolba Farm Fab Private Limited reflecting total assets of Rs. 645.31 lacs, total revenue of Rs.337.09 lacs, net profit of Rs.79.42 lacs and net cash flow amounting to (Rs. -1.01 Lakh) for the year ended on that date, as considered in consolidated financial statements and our report in terms of sub sections 3 & 11 of section 143 of the Act in so far as it relates to the aforesaid subsidiary, is based only on the report of other auditors.

Our opinion on the consolidated financial statements and our report on Other Legal and Regulatory requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditors and financial statements certified by the management.

#### **Report on Other Legal and Regulatory Requirements**

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 of the aforesaid consolidated financial statements.
- b. In our opinion, proper books of account as required by law have been kept by the holding company and its subsidiary including relevant records relating to preparation of the aforesaid consolidated financial statements have been kept so far as appears from our examination of those books of the Holding Company and the report of the other auditors.
- c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement dealt with by this report are in agreement with relevant books of account maintained by holding company and its subsidiary relating to the preparation of Consolidated Financial Statements.
- d. In our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards referred to in Section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014.





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- e. On the basis of written representations received from the Directors, as on 31<sup>st</sup> March, 2017 and taken on record by the Board of Directors of the Holding Company and the report of statutory auditors of subsidiary company, we report that none of the directors is disqualified as on 31<sup>st</sup> March, 2017 from being appointed as a director in terms of Section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Holding company and its subsidiary and the operating effectiveness of such controls, refer to our separate report in Annexure A.
- g. With respect to the other matter to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 in our opinion and to the best of our information and according to the explanations given to us:
- i. The Group does not have any pending litigation which would impact its financial position.
  - ii. The Group did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the company.

**Place: Jaipur  
Dated: 30<sup>th</sup> May, 2017**



**For Vimal Agrawal & Associates  
Chartered Accountants  
(FRN: 004187C)**

**(V. K. Agrawal)  
Partner  
M.No.071627**



**M/S Vimal Agrawal & Associates**  
**Chartered Accountants**

Opp. Rambhawan Dharmshala,  
M. D. Road, Jaipur 302004  
Ph.: 0141-2600551

## **ANNEXURE A TO INDEPENDENT AUDITORS' REPORT**

**Referred to in paragraph in the Independent Auditors' Report of even date to the members of M.K. Exim (India) Limited on the consolidated financial statements for the year ended 31<sup>st</sup> March, 2017.**

### **Report on the Internal Financial Controls under Cause (i) of Sub-section 3 of Section 143 of the Act**

1. We have audited the internal financial controls over financial reporting of M.K. Exim (India) Limited ("the Holding Company") & its subsidiary company as of 31<sup>st</sup> March, 2017 in the conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

### **Management's Responsibility for Internal Financial Controls**

2. The respective Board of Directors of the Holding Company and its subsidiary are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

### **Auditor' Responsibility**

3. Our responsibility is to express an opinion on the company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing deemed to be prescribed under section 143 (10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining and understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the





assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

5. We believe that the audit evidence we have obtained and the audit evidence obtained by other auditors in terms of their report referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

#### **Meaning of Internal Financial Controls Over Financial Reporting**

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

#### **Inherent Limitations of internal Financial Controls Over Financial Reporting**

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

#### **Opinion**

8. In our opinion, the Holding Company and its subsidiary have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.





**M/S Vimal Agrawal & Associates  
Chartered Accountants**

Opp. Rambhawan Dharmshala,  
M. D. Road, Jaipur 302004  
Ph.: 0141-2600551

**Other Matters**

9. Our aforesaid reports under section 143(3)(i) of the Act adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to the subsidiary company, is based on the corresponding report on the auditors of subsidiary company. Our opinion is not qualified in respect of this matter.

**For Vimal Agrawal & Associates  
Chartered Accountants  
(FRN: 004187C)**



**(V. K. Agrawal)  
Partner  
M.No.071627**

**Place: Jaipur**

**Dated: 30<sup>th</sup> May, 2017**

M.K.EXIM ( INDIA ) LIMITED

Regd. Office: G-1/150, Garment Zone, RIICO Industrial Area Sitapura, Jaipur

CIN.NO. L63040RJ1992PLC007111

Email: mkexim@mkexim.com

Website: www.mkexim.com

TEL. NO. 0141-3937500

**AUDITED FINANCIAL RESULTS  
FOR THE QUARTER ENDED 31st March,2017**

**Annexure I to Clause 41**

**Format for submitting the quarterly financial results by companies other than banks**

(Rs. In Lakhs)

Particulars	3 months ended			year ended Standalone		year ended consolidated	
	31.3.17	31.12.16	31.3.16	31.3.17	31.3.16	31.3.17	31.3.16
	Audited	Unaudited	Audited	Audited	Audited	Audited	Audited
1. (a) Net Sales/Income from Operations	302.49	1327.69	1314.26	2572.94	3155.22	2572.96	3253.88
(b) Other Operating Income	267.22	0	408.64	267.22	408.64	545.41	659.64
(c) Total	569.71	1327.69	1722.9	2840.16	3563.86	3118.37	3913.52
2. Expenditure							
a. Increase/decrease in stock in trade and work in progress	-140.42	-94.89	341.96	-171.66	-104.14	-171.66	-97.85
b. Consumption of raw materials	0	0	-99.63	0	25.32	0	39.77
c. Purchase of traded goods	596.6	1341.08	1392.91	2718.59	3404.86	2718.59	3404.86
d. Employees cost	9.38	7.11	9.35	27.26	23.07	123.58	101.83
e. Depreciation	14.91	5.4	4.12	31.11	21.61	96.66	101.52
e. Processing charges	0	0	3.87	0.00	3.86	25.00	69.47
f. Other expenditure	56.64	36.29	43.96	133.57	119.63	170.49	135.43
g. Total	537.11	1294.99	1696.54	2738.87	3494.21	2962.66	3755.03
(Any item exceeding 10% of the total expenditure to be shown separately)							
3. Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	32.6	32.7	26.36	101.29	69.65	155.71	158.49
4. Other Income	0.6	1.2	253.72	1.8	1.88	60.69	2.72
5. Profit before Interest and Exceptional Items (3+4)	33.2	33.9	280.08	103.09	71.53	216.4	161.21
6. Finance Costs	27.76	14.61	21.18	64.2	35.9	88.01	95.33
7. Profit after Interest but before Exceptional Items (5-6)	5.44	19.29	258.9	38.89	35.63	128.39	65.88
8. Exceptional Items	0	0	0	0	0	0	0
9. Profit (+)/ Loss (-) from Ordinary Activities before tax (7+8)	5.44	19.29	258.9	38.89	35.63	128.39	65.88
10. Tax expense	27.44	0	13.02	27.44	12.06	37.52	21.48
11. Net Profit (+)/ Loss (-) from Ordinary Activities after tax (9-10)	-22	19.29	245.88	11.45	23.57	90.87	44.4
12. Extraordinary Item (net of tax expense Rs. )	0	0	0	0	0	0	0
13. Net Profit(+)/ Loss(-) for the period (11-12)	-22	19.29	245.88	11.45	23.57	90.87	44.4
14. Share of Profit/Loss of associates	0	0	0	0	0	0	0
15 Minority Interest	0	0	0	0	0	7.94	8.33
16. Net Profit/(Loss) after taxes , minority interest and share of profit/loss of associates	-22	19.29	245.88	11.45	23.57	82.93	36.07
17. Paid-up equity share capital (Face Value of the Share 10/- each)	718.05	718.05	718.05	718.05	718.05	718.05	718.05

For M. K. Exim (I) Ltd.,

Managing Director

18. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	0	0	0	1526.24	1514.8	1632.72	1549.79
19. Equity Dividend rate (%)							
20. Earnings Per Share (EPS)							
a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	-0.31	0.27	3.42	0.16	0.33	1.27	0.62
b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	-0.31	0.27	3.42	0.16	0.33	1.27	0.62
21. Public Shareholding							
- No. of shares	4880870	4880870	5318600	4880870	5318600	4880870	5318600
- Percentage of shareholding	67.97%	67.97%	74.07%	67.97%	74.07%	67.97%	74.07%
22. Promoters and promoter group Shareholding **							
a) Pledged/Encumbered							
- Number of shares							
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)							
- Percentage of shares (as a % of the total share capital of the company)							
b) Non-encumbered							
- Number of Shares	2299630	2299630	1861900	2299630	1861900	2299630	1861900
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100	100	100
- Percentage of shares (as a % of the total share capital of the company)	32.03	32.03	25.93	32.03	25.93	32.03	25.93

NOTE:-

1. The above Results for the quarter and year ended 31 March 2017 have been reviewed by Audit Committee and approved by the Board of Directors of their meeting held on 30.05.2017
2. The Board has not recommended any dividend on paid up equity share capital of the company for the financial year ended 31st March 2017
3. The figures for the quarters ended March 31, 2017 and March 31, 2016 are the balancing figures between the audited figures in respect of full financial year and the year to date figures up to the third quarter.
4. The figures for the Previous year/period have been regrouped/reclassified wherever considered necessary.
5. The above is an extract of the detailed format of Financial Results filed with the Stock Exchanges under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015. The full format of the Financial Results Standalone/Consolidated are available on the websites of Bombay Stock Exchanges at <http://www.bseindia.com> and also on the Company's website at <http://www.mkexim.com>

NOTE:-

1. The Consolidated Results include results of subsidiary companies Kolba Farm Fab Pvt. Ltd.
2. The Consolidated Results have been prepared in accordance with the requirements of Accounting Standard 21-"Consolidated Financial Statements"

Place: Jaipur

Date: 30.5.17

By Order of the Board  
For M.K.EXIM (INDIA) LTD.,



( Manish Murlidhar Dialant )

Managing Director

DIN: 05201121

**M.K.EXIM ( INDIA ) LIMITED**

Regd. Office: G-1/150, Garment Zone, RIICO Industrial Area Sitapura, Jaipur 302022(Raj.)

CIN.NO. L63040RJ1992PLC007111

Tel. No. 0141-3937501

Email:mkexim@mkexim.com

**AUDITED STATEMENT OF ASSETS AND LIABILITIES  
FOR THE YEAR ENDED 31st March, 2017**

Standalone/ Consolidated Statement of Assets and Liabilities Particulars	As at 31.3.17 (Audited)	As at 31.3.16 (Audited)	As at 31.3.17 (Audited)	As at 31.3.16 (Audited)
	Audited Standalone		Audited Consolidated	
<b>A. EQUITY AND LIABILITIES</b>				
<b>1. Shareholders' funds</b>				
a. Share capital	71805000	71805000	71805000	71805000
b. Reserves and surplus	152624346	151479512	163272168	154979312
<b>Sub total share holders funds</b>	<b>224429346</b>	<b>223284512</b>	<b>235077168</b>	<b>226784312</b>
<b>2. Share application money pending allotment</b>	-	-	-	-
<b>3. Minority interest</b>	-	-	<b>4647963</b>	<b>3853738</b>
<b>4. Non current liabilities</b>				
a. Long term borrowings	3650097	4168658	11983711	26217024
b. Deferred tax liabilities ( net)	-369492	-256034	959690	1422022
<b>Sub total Non current liabilities</b>	<b>3280605</b>	<b>3912624</b>	<b>12943400</b>	<b>27639046</b>
<b>5. Current liabilities</b>				
a. Short term borrowings	36121490	38634746	36121490	38634746
b. Trade payables	211175898	338637796	218369929	345939513
c. Other current liabilities	5811011	4602144	5842071	5010878
d. Short Term Provisions	956560	1483868	2119769	1557672
<b>Sub total Current liabilities</b>	<b>254064958</b>	<b>383358555</b>	<b>262453258</b>	<b>391142809</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>481774909</b>	<b>610555691</b>	<b>515121789</b>	<b>649419905</b>
<b>B. ASSETS</b>				
<b>1. Non current assets</b>				
a. Fixed assets	23120277	21151944	56342963	60929479
b. Non current investments	31184847	31184847	656000	656000
c. Long term loans and advances	8314685	9891629	8314685	9891630
d. Other non current assets	3439741	3174948	8400613	7656754
<b>Sub total Non current assets</b>	<b>66059550</b>	<b>65403368</b>	<b>73714261</b>	<b>79133863</b>
<b>2. Current assets</b>				
a. Current investments				
b. Inventories	44961663	27795559	44961663	27795559
c. Trade receivables	368322620	513299144	392748417	536778670
d. Cash and cash equivalents	1453646	3236250	2700018	4583443
e. Short term loans and advances	977430	821370	997430	1128370
<b>sub total current assets</b>	<b>415715359</b>	<b>545152323</b>	<b>441407528</b>	<b>570286042</b>
<b>Total Assets</b>	<b>481774909</b>	<b>610555691</b>	<b>515121789</b>	<b>649419905</b>

By Order of the Board  
For M.K. EXIM (INDIA) LTD.,

( Manish Munidhar Djalani ) Director  
Managing Director  
DIN:05201121

**Quarterly Reporting of Segment wise Revenue, Results and Capital Employed along with the quarterly results  
 Under Clause 41 of the Listing Agreement**

(Rs. In Lakhs)

PARTICULARS	QUARTER ENDED			STANDALONE		CONSOLIDATED	
	QUARTER ENDED	QUARTER ENDED	QUARTER ENDED	Year ended	Accounting Year Ended	Accounting Year Ended	Accounting Year Ended
	(31/03/2017) Audited	(31/12/2016) Unaudited	(31/03/2016) Audited	(31/03/2017) Audited	(31/03/2016) Audited	(31/03/2017) Audited	(31/03/2016) Audited
<b>1. Segment Revenue</b> (net sale/income from Operations)							
(a) Segment - Fabric, Garments	569.71	1013.53	1752.44	2343.6	2720.16	2680.69	3070.66
(b) Segment - Blankets & Sleeping Mats	0	312.96	223.58	496.56	843.7	496.56	843.7
(c) Unallocated	0.6	1.2	0	1.8	1.88	1.8	1.88
<b>Total</b>	<b>570.31</b>	<b>1327.69</b>	<b>1976.02</b>	<b>2841.96</b>	<b>3565.74</b>	<b>3179.05</b>	<b>3916.24</b>
Less: Inter Segment Revenue	0	0	0	0	0	0	0
<b>Net sales/Income From Operations</b>	<b>570.31</b>	<b>1327.69</b>	<b>1976.02</b>	<b>2841.96</b>	<b>3565.74</b>	<b>3179.05</b>	<b>3916.24</b>
<b>2. Segment Results (Profit)(+/-) Loss (-) before tax and interest from Each segment)</b>							
(a) Segment - Fabric, Garments	32.6	23.98	273.54	57.72	62.23	166.87	151.9
(b) Segment - Blankets & Sleeping Mats	0	8.72	5.94	47.99	9.81	52.15	9.81
(c) Unallocated	0.6	1.2	0.6	-2.62	-0.5	-2.62	-0.5
<b>Total</b>	<b>33.20</b>	<b>33.90</b>	<b>280.08</b>	<b>103.09</b>	<b>71.54</b>	<b>216.40</b>	<b>161.21</b>
Less: i) Finance Cost	27.76	14.61	21.18	64.2	35.91	88.01	95.33
ii) Other Un-allocable Expenditure net off	0	0	0	0	0	0	0
(iii) Un-allocable income	0	0	0	0	0	0	0
<b>Total Profit Before Tax</b>	<b>5.44</b>	<b>19.29</b>	<b>258.90</b>	<b>38.89</b>	<b>35.63</b>	<b>128.39</b>	<b>65.88</b>
<b>3. Capital Employed (Segment assets - Segment Liabilities)</b>							
(a) Segment - Fabric, Garments	2244.23	2265.38	2229.12	2243.51	2129.85	2396.47	2211.84
(b) Segment - Blankets & Sleeping Mats	0	-26.53	3.56	0	89.35	0	89.35
(c) Unallocated	0.06	0	0.17	0.78	13.65	0.78	13.65
<b>Total</b>	<b>2244.29</b>	<b>2238.85</b>	<b>2232.85</b>	<b>2244.29</b>	<b>2232.85</b>	<b>2397.25</b>	<b>2314.84</b>

**NOTE:-**

1. The above audited Results were taken on record at the meeting of the Board of Directors held on 30.05.2017
2. There were no investors complaints pending at the beginning of the quarter and during the quarter
3. Previous period/year figures have been regrouped/recast wherever necessary.
4. The figures for the Previous year/period have been regrouped/reclassified wherever considered necessary .
5. The above is an extract of the detailed format of Financial Results filed with the Stock Exchanges under Regulation 33 of SEBI ( Listing Obligations and Disclosure Requirements) Regulation, 2015. The full format of the Financial Results Standalone/Consolidated are available on the websites of Bombay Stock Exchanges at <http://www.bseindia.com> and also on the Company's website at <http://www.mkexim.com>

Place: Jaipur  
 Date: 30.05.2017

For M.K.EXIM (INDIA) LTD.

( Manish Mupidhar Dialani )  
 Managing Director  
 DIN: 05201121

"NAMO NARAYAN"



# M. K. Exim (India) Limited

CIN No. L63040RJ1992PLC007111

Regd. Office : G1/150, Garment Zone, E.P.I.P. Sitapura, Tonk Road, JAIPUR-302022

Tel.: +91-141-3937500/501 Fax : +91-141-3937502 Website : www.mkexim.com

Date: 13.07.2017 E-mail : mkexim@gmail.com, mkexim@hotmail.com, info@mkexim.com

To  
Department of Corporate Services-Listing,  
BSE Ltd.,  
Floor 25, P J Towers,  
Dalal Street,  
Mumbai-400 001  
Tel: 022-2272 1234/33

Ref: M.K. Exim (India) Ltd. Bolt Code: 538890

Sub : Disclosure of the Impact of Audit Qualifications by the Listed Entities under Regulation 33/52 of SEBI (LODR), (Amendment) Regulations, 2016

Dear Sir,

Pursuant to SEBI circular no. CIR/CFD/CMD/56/2016 dated May 27, 2016, we hereby confirm that, M/s. Vimal Agrawal & Associates, Statutory Auditors of the Company, have provided Un-qualified audit opinion on the standalone and consolidated financial results of the Company for the year ended March 31, 2017.

This is for your kind information and record.

Thanking You

Yours faithfully,

For M.K.Exim (India) Limited  
For M. K. Exim (I) Ltd.,

Managing Director

Manish Murlidhar Dialani  
Managing Director