

Bombay Store Retail Company Limited

Balance Sheet as at 31st March 2015

		2014-15	2014-15	2013-14
	Notes	₹	₹	₹
EQUITY AND LIABILITIES				
SHAREHOLDERS FUNDS				
Share Capital	2	500,000		500,000
Reserves & Surplus	3	(85,988,875)	(85,488,875)	(60,588,637)
NON CURRENT LIABILITIES				
Long Term Borrowings	4		50,000,000	50,000,000
CURRENT LIABILITIES				
1) Short Term Borrowings	5	-		-
2) Trade Payables	6	168,812,171		131,138,783
3) Other Current Liabilities	7	4,816,189		9,183,110
			173,628,360	140,321,892
			138,139,485	130,233,255
ASSETS				
NON CURRENT ASSETS				
FIXED ASSETS :				
Tangible Assets	8		15,699,529	20,036,772
Intangible Assets			73,705	-
Capital Work-in-progress			-	3,190,393
Long Term Loans & Advances	9		-	137,280
CURRENT ASSETS				
1) Current Investement	10	47,512		43,207
2) Inventories	11	98,821,762		91,475,081
3) Trade Receivables	12	1,777,228		611,856
4) Cash & Cash Equivalents	13	3,745,754		620,098
5) Short Term Loans & Advances	14	17,973,995		14,118,569
			122,366,251	106,868,810
			138,139,485	130,233,255

Notes forming part of Financial Statements

1 -31

As per our Report of even dated
For M. D. PANDYA & ASSOCIATES
Chartered Accountants
Reg No. 107325W

(Signature)



A. D. Pandya
Partner
Membership No:33930

MUMBAI, 21st May 2015

(Signature)

Milan Dalal
Director

(Signature)

Asim Dalal
Director

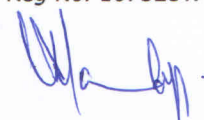
MUMBAI, 21st May 2015

Bombay Store Retail Company Limited**Statement of Profit and Loss for the year ended 31st March 2015**

		2014-15	2013-14
	Notes	₹	₹
INCOME :			
Revenue from operation	15	191,949,516	181,905,926
Other Income	16	7,557,653	6,023,769
Total Revenue		<u>199,507,169</u>	<u>187,929,695</u>
EXPENSES :			
Purchase Of Stock In Trade	17	145,209,527	123,267,707
Change in Inventories of Stock in Trade	18	(7,314,738)	(5,378,460)
Employee Benefit Expenses	19	15,480,237	17,344,418
Finance Cost	20	7,863,415	5,582,945
Selling, Administrative & Other expenses	21	52,761,509	52,860,956
Depreciation & amortisation expenses	8	5,214,599	3,918,387
		<u>219,214,549</u>	<u>197,595,952</u>
Profit before Tax		(19,707,380)	(9,666,257)
Provision for Tax		-	-
Profit after Tax		<u>(19,707,380)</u>	<u>(9,666,257)</u>
Less: Prior years tax adjustments		-	-
Profit for the year		<u>(19,707,380)</u>	<u>(9,666,257)</u>
Basic and diluted earning per share (in Rs.)		(394.15)	(193.33)

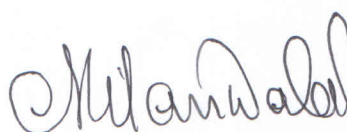
Notes forming part of Financial Statements 1 -31

As per our Report of even dated
For M. D. PANDYA & ASSOCIATES
Chartered Accountants
Reg No. 107325W

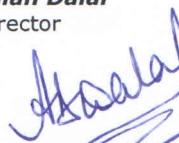


A. D. Pandya
Partner
Membership No:33930

MUMBAI, 21st May 2015

Milan Dalal
Director



Asim Dalal
Director

MUMBAI, 21st May 2015

Cash Flow Statement for the year ended 31st March 2015

(₹ in '000)

	2014-15	2013-14
	₹	₹
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extra-ordinary items	(19,707)	(9,666)
Add: Adjustments for :		
Depreciation	5,215	3,918
Interest paid	6,295	4,036
Preliminary & Deferred expenses w/o	-	75
Loss on sale of Assets	388	5,007
Dividend received	(4)	(7)
Operating Profit before Working Capital Changes	11,892	13,030
Adjustments for :	(7,815)	3,363
Increase / (Decrease) in Trade payables	37,673	807
Increase / (Decrease) in Other Current Liabilities	(4,367)	4,151
Increase / (Decrease) in Short Term Provisions	-	-
(Increase) / Decrease in Inventories	(7,346)	(5,486)
(Increase) / Decrease in Long Term Loans & advances	137	233
(Increase) / Decrease in Short Term Loans & Advances	(3,803)	10,514
(Increase) / Decrease in Trade & Other receivables	(1,165)	87
Cash Generated from Operations	13,314	13,670
Direct taxes paid	(52)	(227)
Net Cash from Operating Activities	[A] 13,262	13,443
B CASH FLOW FROM INVESTMENT ACTIVITIES		
Purchase of Assets/Capital Work in Progress	(3,890)	(10,535)
Sales / (Purchases) of Assets	49	483
Sales / (Purchases) of Investments	(4)	(7)
Dividend received	4	7
Net Cash from Operating Activities	[B] (3,841)	(10,052)
C CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from borrowings	-	-
Repayments of borrowings	-	-
Interest paid	(6,295)	(4,036)
Net Cash Flow from Financial Activities	[C] (6,295)	(4,036)
Net Cash increase/(Decrease) in cash and Cash equivalent (A+B+C)	3,126	(645)
Cash and Cash Equivalents (Opening) :		
Cash on Hand	408	344
Balance with Banks	212	921
	620	1,265
Cash and Cash Equivalents (Closing) :		
Cash on Hand	984	408
Balance with Banks	2,761	212
	3,746	620

Notes :

- The above Cash Flow Statement has been prepared under the Indirect Method as set out in the Accounting Standard - 3 (AS3) 'Cash Flow Statement' issued by the Institute of Chartered Accountant of India.
- Cash and cash equivalent represent cash and bank balance only.
- Previous year's figures have been regrouped or rearranged wherever necessary.

MUMBAI, 21st May 2015

AUDITORS' REPORT ON CASH FLOW STATEMENT

We have examined the attached Cash Flow Statement of Bombay Store Retail Company Limited for the year ended 31st March, 2015. The statement has been prepared by the Company in accordance with the requirements of Clause 32 of the Listing Agreement with Stock Exchange, Mumbai, and is based on and is in agreement with the corresponding Profit and Loss Account and Balance Sheet of the Company covered by our report dated 30th May, 2015 to the members of the Company."

MUMBAI, 21st May 2015



For M D Pandya & Associates
Chartered Accountants
Reg No. 107325W

A D PANDYA
Partner

Membership No: 33930

Bombay Store Retail Company Limited

Notes to Financial Statements for the Year ended 31st March, 2015

1 Company Background

The Company was incorporated in 2008. The Company is in business of retailing of variety of household, gifts, artefacts & other consumable products through its stores.

1.1 Significant Accounting Policies

- A. **Basis of Accounting:** The Financial Statements are prepared under historical cost conventions, on accrual basis of accounting and in accordance with the applicable mandatory Accounting Standards as notified under the relevant provisions of the Companies Act, 2013.
- B. **USE OF ESTIMATES:** The preparation of financial statements requires management to make certain estimates and assumptions that affect the amount reported in the financial statements and notes thereto. Differences between actual results and estimates are recognised in the period they materialise.
- C. **Fixed Assets**
- Tangible Fixed Assets are recorded at cost inclusive of Inward Freight, Duties, Taxes and Incidental Expenses related to acquisition of the Assets. In case final settlement of bills with contractors is pending, but the asset is complete and ready for use, capitalisation is done on estimation basis subject to necessary adjustments, including those arising out of settlement of arbitration / court cases, in the year of final settlement.
 - Depreciation: Depreciation on Tangible Fixed Assets has been provided on the written down value method at the rates specified in Schedule II of the Companies Act 2013 except in respect of the computers where useful life of 6 years estimated by management which is different than those prescribed in Schedule II.
 - Impairment: Impairment loss, if any, is provided to the extent, the carrying amount of assets exceeds their recoverable amount.
- D. **Investments**
- Long term Investments are recorded in the books at cost inclusive of all expenses incidental to acquisition thereof. Long term Investments are stated at cost, provision for decline in value, other than temporary is made to recognize such decline.
 - Current Investments are valued at lower of cost or market value/net asset value.
- E. **Inventories:** Stock in trade of Merchandise is valued at cost or net realisable value whichever is lower. Cost includes direct expenses such as freight, taxes etc. Stock is valued on first-in-first-out basis.
- F. **Sales:**
Counter Sales in foreign exchange are converted in to Indian Rupees at the exchange rate ruling on the date of the transactions.
- G. **Employees' Benefits:**
- Defined Contribution Plan**
Employees Benefits in the Provident Fund, Family Pension Fund and ESIC which are defined contribution schemes, are charged to the Profit and Loss Account of the year when contribution accrue.
 - Defined Benefit Plan**
Annual Contribution towards Gratuity Liability is funded with the Life Insurance Corporation of India in accordance with their Gratuity scheme and is absorbed in the accounts. The Company does not retain any obligation to pay further amounts if insurer does not pay all future employee benefits so the plan is not treated as defined benefit plan.
 - No provision is made for encashment of unavailed leave payable on retirement of employees.
- H. **Taxation:**
Current Tax is determined as the amount of tax payable in respect of taxable income for the period computed in accordance with relevant provisions of Income Tax, 1961.
Deferred tax assets are recognised only to the extent there is reasonable certainty of realisation in future.

Bombay Store Retail Company Limited
Notes to Financial Statements for the year ended 31st March, 2015

	2014-15	2013-14
	₹	₹
2 SHARE CAPITAL		
2.1 Authorised :		
30,00,000 equity shares of ₹ 10/- each	<u>30,000,000</u>	<u>30,000,000</u>
Total	<u>30,000,000</u>	<u>30,000,000</u>
2.2 Issued, subscribed and paid-up:		
50,000 (Previous year 50,000) equity shares of ₹ 10/- (Previous year ₹ 10/-) each fully paid-up in cash	<u>500,000</u>	<u>500,000</u>
Total	<u>500,000</u>	<u>500,000</u>

2.3 Reconciliation of Shares outstanding at the beginning and end of the year:

Particulars	2014-15		2013-14	
	No of Shares	Amount	No of Shares	Amount
Equity Shares at the beginning of the year	50,000	500,000	50,000	500,000
Add: Issued during the year	-	-	-	-
Equity Shares at the end of the year	50,000	500,000	50,000	500,000

2.4 Details of shareholders holding more than 5% of shares as at

Particulars	No of shares held as on 31 st March 2015	Shares held %	No of shares held as on 31 st March 2014	Shares held %
Bombay Swadeshi Stores Limited	50,000	100	50,000	100

3 RESERVES & SURPLUS
Statement of Profit & Loss

Balance as per last year	(60,588,637)	(50,922,380)
Less: Additional Depreciation pursuant to enactment of companies Act 2013	(5,692,858)	-
Add : Profit/(loss) for the year	<u>(19,707,380)</u>	<u>(9,666,257)</u>
Total	<u>(85,988,875)</u>	<u>(60,588,637)</u>

4 LONG TERM BORROWINGS

Unsecured Loan		
Inter Corporate Deposits from Companies	<u>50,000,000</u>	<u>50,000,000</u>
Total	<u>50,000,000</u>	<u>50,000,000</u>

5 SHORT TERM BORROWINGS

Unsecured Loan		
Loan from Director	<u>-</u>	<u>-</u>
Total	<u>-</u>	<u>-</u>

6 TRADE PAYABLES

Acceptances	<u>33,408,000</u>	<u>36,478,899</u>
Other Trade Payables	<u>135,404,171</u>	<u>94,659,884</u>
Total	<u>168,812,171</u>	<u>131,138,783</u>

6.1 Other Trade Payable from customers includes ₹ 24,257,372/- (Previous yr ₹ 7,767,312/-) due to holding company Bombay Swadeshi Stores Limited

6.2 In the absence of any intimation from vendors regarding the status of their registration under the "Micro, small and Medium Enterprises Development Act, 2006", the Company is unable to comply with the disclosures required to be made under the said Act.

6.3 Balance of Sundry Creditors are subject to confirmations. Adjustments, if any, will be made on receipts of the confirmations.

7 OTHER CURRENT LIABILITIES

Other Payables	<u>4,816,189</u>	<u>9,183,110</u>
Total	<u>4,816,189</u>	<u>9,183,110</u>

Bombay Store Retail Company Limited
Notes 8 : Fixed Assets

SR. NO.	DESCRIPTION OF ASSETS	GROSS BLOCK (AT COST)		AS AT 31-Mar-15	AS AT 01-Apr-14	DEDUCTIONS FOR THE YEAR		AS AT 31-Mar-15	NET BLOCK	
		ADDITIONS	DEDUCTIONS			DEDUCTIONS	AS AT 31-Mar-15		AS AT 31-Mar-15	AS AT 31-Mar-14
	TANGIBLE ASSETS									
1	Leasehold Improvement		967,929	563,536	1,367,034	932,737	517,799	45,737	1,181,310	
2	Electrical Installations	2,525,804	1,179,051	5,519,979	2,097,828	777,774	2,349,615	3,170,364	3,092,434	
3	Computers	68,210	20,000	740,860	559,211	13,336	601,892	138,969	117,445	
4	Office & Other Equipments	1,023,231	828,253	1,851,484	808,241		1,120,464	731,020	671,527	
5	Furniture & Fixtures	21,472,604	4,115,032	24,481,265	9,812,226	654,125	12,867,825	11,613,439	14,878,778	
		28,893,176	7,537,299	33,157,124	14,644,540	2,379,972	17,457,595	15,699,529	19,941,495	
	Previous Year Rs	35,227,654	12,882,498	28,893,176	13,125,754	8,079,876	8,951,681	19,941,495	22,101,900	
	Intangible Assets									
6	Software	107,861	-	107,861	12,584		34,156	73,705	95,277	
		107,861	-	107,861	12,584	-	34,156	73,705	95,277	
	Previous Year Rs	-	107,861	107,861	-	-	12,584	95,277	-	

Note 8.1

Pursuant to the enactment of companies Act 2013, the company has applied the estimated useful lives as specified in Schedule II, except in respect of certain assets as disclosed in Accounting Policy on Depreciation. The Realignment of of the useful lives have resulted in adjustment of Rs.56.92 lacs against the opening balance of retained earnings.

Bombay Store Retail Company Limited
Notes to Financial Statements for the year ended 31st March,2015

	2014-15	2013-14
	₹	₹
9 LONG TERM LOANS & ADVANCES		
Others	-	137,281
Total	<u>-</u>	<u>137,281</u>
10 CURRENT INVESTMENTS		
Current - Trade Unquoted		
646.75 (Previous Year 585.99)units of ₹ 100/- each of ICICI Prudential Liquid Plan - Daily Dividend Option	47,512	43,207
Total	<u>47,512</u>	<u>43,207</u>
11 INVENTORIES		
Stock in Trade - Merchandise		
At cost or net realisable value whichever is lower		
(As per Inventories certified by a Director)	98,821,762	91,475,081
12 TRADE RECEIVABLES		
(Unsecured, Considered Good)		
Due for more than six months from the due date of payment	-	-
Others	1,777,228	611,856
Total	<u>1,777,228</u>	<u>611,856</u>
13 CASH AND CASH EQUIVALENTS		
Cash on Hand	984,400	407,910
Balance with Scheduled Banks :		
In Current Account	2,752,324	203,927
Other Bank balances : Deposit Accounts	9,030	8,261
Total	<u>3,745,754</u>	<u>620,098</u>
14 SHORT TERM LOANS AND ADVANCES		
(Unsecured, considered good)		
Advance for Premises	-	-
Advances recoverable in cash or in kind or value to be received	2,179,264	757,418
Advance payment of taxes (net)	279,338	227,078
Security & Other Deposits	15,515,393	13,134,073
Total	<u>17,973,995</u>	<u>14,118,569</u>

14.1 Balance of Loans & Advances are subject to confirmations. Adjustments, if any, will be made on receipts of the confirmations.

Bombay Store Retail Company Limited
Notes to Financial Statements for the year ended 31st March,2015

	2014-15	2013-14
	₹	₹
15 REVENUE FROM OPERATIONS		
Gross Sales of Merchandise	209,946,108	198,098,643
Less : Value Added Tax	17,996,591	16,192,717
Net Sales	<u>191,949,516</u>	<u>181,905,926</u>
Total		
16 OTHER INCOME		
Dividend on Current Investments	4,305	7,200
Other Commission received	1,444	4,121
Professional Fees Received	6,000,000	3,654,000
Miscellaneous receipts	292,113	309,389
Sundry Balances Written Back	1,259,791	2,049,059
Total	<u>7,557,653</u>	<u>6,023,769</u>
17 PURCHASE OF STOCK IN TRADE		
Purchases of Merchandise	145,209,527	123,267,707
Total	<u>145,209,527</u>	<u>123,267,707</u>
18 CHANGE IN INVENTORIES OF STOCK IN TRADE		
Opening Stock	91,277,487	85,899,027
Closing Stock	98,592,225	91,277,487
(Increase)/Decrease	<u>(7,314,738)</u>	<u>(5,378,460)</u>
19 EMPLOYEE BENEFIT EXPENSES		
Salaries, Allowances & Bonus	14,445,830	16,277,142
Contribution to Gratuity Fund	42,987	23,901
Contribution to Provided Fund & other Funds	679,246	810,383
Staff Welfare expenses	312,174	232,992
Total	<u>15,480,237</u>	<u>17,344,418</u>
20 FINANCE COST		
Interest Others	6,294,975	4,036,028
Bank Charges	197,478	287,995
Credit Card Charges	1,370,962	1,258,922
Total	<u>7,863,415</u>	<u>5,582,945</u>
21 OTHER EXPENSES		
Lease Rent	26,012,845	25,747,537
Repairs & Maintenance - Others	7,986,048	6,993,925
Legal & Professional Charges	2,304,006	412,200
Sales & Other Commission	2,204	119,814
Travelling & Conveyance	177,365	190,911
Electricity & Fuel	2,066,846	2,563,565
Insurance	55,347	72,838
Advertisements & Sales Promotion	2,672,878	1,620,523
Local & Other Taxes	2,236,117	623,084
Packing Charges	1,202,434	1,018,922
Opening stock	197,594	77,718
Add: Purchases	<u>1,234,377</u>	<u>582,020</u>
	<u>1,431,971</u>	<u>659,737</u>
Less : Closing Stock	<u>229,537</u>	<u>123,218</u>
Auditors Remuneration:		
Audit Fees	196,630	196,630
Tax Audit Fees	28,090	28,090
Other Certifications	-	-
	<u>224,720</u>	<u>224,720</u>
Miscellaneous Expenses	6,852,662	7,548,608
Prior Period Expenses	409,705	-
Sundry Balance Written Off	167,442	642,021
Deferred Expenditure Written off	-	74,907
Loss on sales/discard of fixed assets	390,890	5,007,382
Total	<u>52,761,509</u>	<u>52,860,956</u>

Bombay Store Retail Company Limited

Notes to Financial Statements for the Year ended 31st March, 2015

22. Contingent Liabilities:

- i. Estimated amount of Contract to be executed on Capital Account Rs.NIL)
(Previous year ₹ 3,190,394/-)
- ii. Service Tax liability of ₹ 2,065,524/- (Previous year ₹ 20,89,120/-).

23. The Company has adopted useful lives of the fixed assets as those specified in Schedule II to the Companies Act, 2013 (the Act) effective 1.4.2014. Accordingly the carrying amount of assets for which the useful lives as per the revised estimate are exhausted as of 1.4.2014 have been recognized in the retained earnings /opening balance of profit and loss account as on that date after retaining the residual value of the assets. The carrying amount as on 1.4.2014 is depreciated over the revised remaining useful life. As the result of these changes the depreciation charge for the year is higher by Rs 1,837,399/-

24. The Company considers its entire operations under single segment 'Retailing'. The Companies operations are only in India.

25. Earning per share has been computed with reference to loss after tax of ₹ 19,707,380/- (Previous year ₹ 96,66,257/-) and weighted average number of equity shares 50,000 (Previous year 50,000) There is no diluted earning per share as there are no dilutive potential equity shares.

26.

The Company has, on prudence not recognised Deferred Tax Assets ₹ 68,644,833/- (Previous year ₹ 56,524,161/-) mainly representing expenses allowable for tax purposes when paid and difference between tax and book written down value of fixed assets, due to uncertainty of future profits in terms of Accounting Standard 22 (AS-22) for Taxes on Income issued by The Institute of Chartered Accountants of India.

The breakup of deferred tax assets / liability

	Deferred tax asset/ (liability) as at (₹) 31-Mar-15	Deferred tax asset/ (liability) as at (₹) 31-Mar-14
A. Deferred Tax Assets		
Expenses allowable for tax purpose when paid	242,215	157,774
Unabsorbed Business Loss	50,298,968	45,921,765
Difference between tax and Book Written Down Value	18,103,650	10,805,651
	68,644,833	56,885,190
B. Deferred Tax Liability		
Difference between book and tax Written Down Value	-	-
Deferred Revenue expenditure to the extent not written off	-	361,029
	-	361,029
C. Net Deferred Tax Assets	68,644,833	56,524,161
D. Deferred Tax Assets / (Liability)	21,211,253	17,465,966

27. Related Party Disclosures

A. Relationship

I) Holding Company

Bombay Swadeshi Stores Limited

II Key Management Personnel & Relatives:

Mr. Asim Dalal, Director

Mr Satyen Dalal, Director

Mr Milan Dalal , Director

III) Other Parties / Enterprises where control / significant influence exists.

ASDA Trading Co. Pvt. Ltd.

Elephant Company Pvt Ltd.

Grishma Constructions & Trading Co. Pvt. Ltd.

Out of India Retail Pvt Ltd

Related party relationship is as identified by the Company and relied on by the Auditors.

Bombay Store Retail Company Limited**Notes to Financial Statements for the Year ended 31st March, 2015****B. Details of Transactions with Related Parties.**

Sr. No.	Nature of Transactions	Related Party Referred in		
		A (I)	A (II)	A (III)
i.	Purchases of goods and material	-	-	19,614,347
		(-)	(-)	(19,042,389)
ii.	Income Sales	73,416,359	-	6,000,000
		(72,928,106)	(-)	(3,654,000)
iii.	Expenditure Director Fees		2,000	
		(-)	(2,000)	(-)
	Printing & Stationery	(-)	(-)	171,004
				(91,634)
	Packing Charges	(-)	(-)	156,892
				-
	Commision & Brokerage	(-)	(-)	1,131,465
				(887,737)
	General Expenses	(-)	(-)	649,375
				(385,433)
iv.	Outstanding Balance			
	Due to Holding Company	-	-	-
		-	-	(-)
	Loans & Advances Received	24,257,372	-	-
		(7,767,312)	-	(-)
	Trade Payable	-	-	6,007,915
		-	-	(1,894,773)

Figures in brackets are for previous year.

28. Earning in Foreign Exchange :

- FOB value of exports of goods NIL/- (Previous Year NIL/-)
- Receipts on account of sale of merchandise ₹ 2,2780,981/- (Previous Year ₹ 18,087,001/-)

29. CIF Value of Imports : Goods ₹ NIL/- (Previous Year ₹ NIL/-)

30. Expenditure in Foreign Currency: ₹ NIL/- (Previous Year ₹ NIL).

31. Previous year's figures have been regrouped / re-arranged / reclassified wherever necessary.

As per out Report of even dated
For **M. D. Pandya & Associates**

Chartered Accountants
Reg No. 107325W

A. D. Pandya
Partner
Membership No:033930

Mumbai
Dated:21st May 2015



Milan Dalal
Director

Asim Dalal
Director

Mumbai
Dated:21st May 2015