

# **Aster Commodities DMCC**

Financial Statements  
together with Auditors' Report  
for the year ended 31 March 2015

# **Aster Commodities DMCC**

**Financial statements together with Auditors' Report**  
for the year ended 31 March 2015

## **Contents**

Auditors' report

Balance sheet

Statement of profit and loss

Cash flow statement

Notes to the financial statements

## Independent Auditors' Report

To the Directors of  
**Aster Commodities DMCC**

### Report on the Financial Statements

We have audited the accompanying financial statements of **Aster Commodities DMCC** ('the Company'), which comprise the Balance Sheet as at 31 March 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.

### Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for 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. This responsibility also includes maintenance of adequate accounting records 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 conducted our audit in accordance with the Standards on Auditing, requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.



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

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 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 March 2015, and its profit and its cash flows for the year ended on that date.

For NGS & Co. LLP  
Chartered Accountants  
Firm Registration No.: 119850W

  
R.P. Soni  
Partner  
Membership No.: 104796  
Place: Mumbai  
Date: 29 April 2015



# Aster Commodities DMCC

## Balance Sheet

(Currency : Indian Rupees)

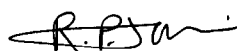
	Note	As at 31 March 2015	As at 31 March 2014
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	2.1	133,729,953	133,729,953
Reserves and surplus	2.2	2,652,303,749	2,229,654,347
		<b>2,786,033,702</b>	<b>2,363,384,300</b>
<b>Non-current liabilities</b>			
Long-term provisions	2.3	9,353,000	2,355,957
<b>Current liabilities</b>			
Short-term borrowings	2.4	2,969,229,982	2,192,303,710
Trade payables		1,655,317,941	2,035,331,762
Other current liabilities	2.5	195,683,850	42,054,967
Short-term provisions	2.6	67,196,875	621,711
<b>TOTAL</b>		<b>7,682,815,350</b>	<b>6,636,052,407</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed assets			
Tangible assets	2.7	159,930,765	37,338,424
Intangible assets	2.7	95,188,380	126,917,840
Capital work-in-progress		2,247,487	124,968,547
Long-term loans and advances	2.8	12,949,995	-
		<b>270,316,627</b>	<b>289,224,811</b>
<b>Current assets</b>			
Stock-in-trade	2.9	265,537,688	8,540,513
Trade receivables	2.10	2,167,027,086	2,969,512,432
Cash and bank balances	2.11	766,429,604	1,009,734,383
Short-term loans and advances	2.12	3,559,654,747	1,468,217,443
Other current assets	2.13	653,849,598	890,822,825
		<b>7,412,498,723</b>	<b>6,346,827,596</b>
<b>TOTAL</b>		<b>7,682,815,350</b>	<b>6,636,052,407</b>

Significant accounting policies and notes to the financial statements.

1 & 2

As per our report of even date attached.

For NGS & Co. LLP  
Chartered Accountants  
Firm's Registration No.: 119850W

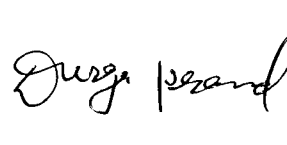



**R. P. Soni**  
Partner  
Membership No.: 104796

Mumbai  
29 April 2015



For and on behalf of the Board of Directors

**Durga Prasad Jhavar** **Udit Sureka**  
Director Director

29 April 2015

# Aster Commodities DMCC

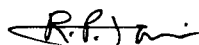
## Statement of Profit and Loss

(Currency : Indian Rupees)

	Note	For the year ended 31 March 2015	For the year ended 31 March 2014
<b>Revenue from operations</b>			
Income from treasury operations	2.14	(465,933,556)	(569,658,000)
Sale of commodities		62,482,071,005	65,464,336,847
Other operating revenue	2.15	248,527,994	481,560,649
<b>Other income</b>	2.16	439,028	5,416,329
<b>Total revenue</b>		<b>62,265,104,471</b>	<b>65,381,655,825</b>
<b>Expenses</b>			
Purchases of commodities		61,461,281,555	63,622,111,861
Changes in stock in trade of commodities		(256,997,175)	280,631,118
Employee benefit expenses	2.17	133,930,479	78,924,986
Finance costs	2.18	309,425,001	452,811,018
Depreciation and amortisation expenses	2.7	38,435,405	40,854,517
Other expenses	2.19	90,779,929	70,281,300
<b>Total expenses</b>		<b>61,776,855,194</b>	<b>64,545,614,800</b>
<b>Profit for the year</b>		<b>488,249,277</b>	<b>836,041,025</b>
Earnings per ordinary shares (Rs.) (Face value AED 1,000 each) Basic and diluted	2.22	44,386.30	76,003.73
Significant accounting policies and notes to the financial statements.	1 & 2		

As per our report of even date attached.

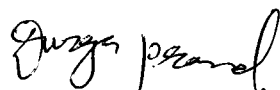
For NGS & Co. LLP  
Chartered Accountants  
Firm's Registration No.: 119850W



**R. P. Soni**  
Partner  
Membership No.: 104796



For and on behalf of the Board of Directors



**Durga Prasad Jhavar**  
Director



**Udit Sureka**  
Director

Mumbai  
29 April 2015

29 April 2015

# Aster Commodities DMCC

## Cash Flow Statement

(Currency : Indian Rupees)

	For the year ended 31 March 2015	For the year ended 31 March 2014
<b>A Cash flow from operating activities</b>		
Profit before tax	488,249,277	836,041,025
<i>Adjustments for</i>		
Depreciation and amortisation expenses	38,435,405	40,854,517
Provision for employee benefits	7,972,332	(2,903,142)
Interest income	(248,853,532)	(481,560,649)
Interest expense	242,709,737	339,844,933
<b>Operating cash flow before working capital changes</b>	<b>528,513,219</b>	<b>732,276,684</b>
Adjustments for working capital changes		
Decrease in trade receivables, loan and advances and other current assets	970,718,482	925,905,205
(Increase) / Decrease in stock-in-trade	(256,997,175)	280,631,118
Decrease in liabilities and provisions	(308,252,280)	(2,806,531,229)
<b>Net cash generated from / (used in) operating activities - A</b>	<b>933,982,246</b>	<b>(867,718,222)</b>
<b>B Cash flow from investing activities</b>		
Purchase of fixed assets and capital work-in progress	(19,527,221)	(294,013,264)
Unsecured loans given (net) (refer note 2)	(2,204,270,797)	(1,168,169,096)
Interest received	403,026,320	763,364,024
<b>Net cash used in investing activities - B</b>	<b>(1,820,771,698)</b>	<b>(698,818,336)</b>
<b>C Cash flow from financing activities</b>		
Proceeds from unsecured loan (net) (Refer note 2)	776,926,272	241,555,588
Interest paid	(160,842,395)	(373,395,298)
<b>Net cash generated from / (used in) financing activities - C</b>	<b>616,083,877</b>	<b>(131,839,710)</b>
<b>D Change in foreign exchange translation reserve - D</b>	-	(21,956,776)
<b>Net decrease in cash and cash equivalents (A+B+C+D)</b>	<b>(270,705,575)</b>	<b>(1,720,333,044)</b>
Cash and cash equivalent as at the beginning of the year	515,912,999	2,236,246,043
Cash and cash equivalent as at the end of the year (Refer note 1)	245,207,424	515,912,999

### Notes:


1 Cash and cash equivalents include the following:

Cash	69,744	9,714
Balances with banks:		
In current accounts	245,137,680	515,903,285
<b>Total of cash and cash equivalents</b>	<b>245,207,424</b>	<b>515,912,999</b>

2 Net figures have been reported on account of volume of transactions.

As per our report of even date attached.

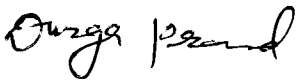

For NGS & Co. LLP  
Chartered Accountants  
Firm's Registration No. 119850W

  
**R. P. Soni**  
Partner  
Membership No: 104796



Mumbai  
29 April 2015

For and on behalf of the Board of Directors

   
**Durga Prasad Jhavar** **Udit Sureka**  
Director Director

29 April 2015

# Aster Commodities DMCC

## Notes to the financial statements

for the year ended 31 March 2015

(Currency: Indian rupees)

### 1. Significant accounting policies

#### 1.1 Basis of preparation of financial statements

The accompanying financial statements are prepared and presented in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention, on the accrual basis of accounting, unless otherwise stated, and comply with the Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) rules, 2014, the provisions of the Companies Act, 2013 (to the extent notified), provisions of the Companies Act, 1956 (to the extent applicable) (hereinafter together referred to as 'the Act') and the Schedule III to the Act. The financial statements are presented in Indian rupees.

Foreign currency transactions are recorded at the rates of exchange prevailing on the date of the transaction. Exchange differences, if any arising out of transactions settled during the year are recognised in the statement of profit and loss.

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 exchange differences, if any, are recognised in the statement of profit and loss and related assets and liabilities are accordingly restated in the balance sheet.

#### 1.2 Use of estimates

The preparation of the financial statements in conformity with the generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities as on the date of the financial statements. Actual results could differ from the estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

#### 1.3 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 the following criteria:

- a) It is expected to be realized in, or is intended for sale or consumption in, the company's normal operating cycle;
- b) It is held primarily for the purpose of being traded;
- c) It is expected to be realized within 12 months after the reporting date; or
- d) 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 financial assets.

All other assets are classified as non-current.





# Aster Commodities DMCC

## Notes to the financial statements (Continued)

for the year ended 31 March 2015

(Currency: Indian rupees)

### 1. Significant accounting policies (Continued)

#### 1.3 Current-non-current classification (Continued)

##### Liabilities

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

- a) It is expected to be settled in the company's normal operating cycle.
- b) It is held primarily for the purpose of being traded;
- c) It is due to be settled within 12 months after the reporting date; or
- d) 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 the liability that could, at the option of the counterparty, results in its settlement by the issue of ordinary instruments do not affect its classification.

Current liabilities include current portion of non-current financial liabilities.

All other liabilities are classified as non-current

#### 1.4 Revenue recognition

- Income from treasury operations comprises of profit/loss on commodities and currency derivative instruments.  
Realised profit/ loss on closed positions of derivative instruments is recognised on final settlement on squaring-up of the contracts. Outstanding derivative contracts in the nature of forwards / futures / options are measured at fair value as at the balance sheet date. Fair value is determined using quoted market prices in an actively traded market, for the instrument, wherever available, as the best evidence of fair value. In the absence of quoted market prices in an actively traded market, a valuation technique is used to determine the fair value. In most cases the valuation techniques use observable market data as input parameters in order to ensure reliability of the fair value measure.
- Interest income is recognised on accrual basis.
- Sale of commodity is recognised when all the significant risks and rewards have been passed to the buyer.
- Purchase and sale of bullion is recorded at the price which is fixed between the buyer and the seller at the future date including the contracts where the price is fixed subsequent to the balance sheet date. In case of unfixed purchase/ sale contracts as at the reporting date, the price is recorded at the forward rate for the residual maturity period of the contract.

#### 1.5 Employee Benefits

Provision for employees' end of service benefits is made in accordance with the U.A.E. Labour Laws, and is based on current remuneration and periods of service at the end of the reporting period.



# Aster Commodities DMCC

## Notes to the financial statements (Continued)

for the year ended 31 March 2015

(Currency: Indian rupees)

### 1. Significant accounting policies (Continued)

#### 1.6 Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired based on internal/external factors. 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 recognized in the statement of profit and loss. If at the balance sheet date there is an indication that 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 the depreciable historical cost.

#### 1.7 Fixed assets and depreciation

##### Tangible fixed assets and Capital work in progress

Tangible fixed assets are stated at cost less accumulated depreciation and impairment, if any. The cost of fixed assets comprises purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Capital work in progress comprises the cost of fixed assets that are not ready for its intended use at the reporting date.

Depreciation is provided on a written down value basis from the date the asset is ready for its intended use or put to use whichever is earlier. In respect of assets sold, depreciation is provided upto the date of disposal.

As per the requirement of Schedule II of the Companies Act, 2013, the Company has evaluated the useful lives of the respective fixed assets which are as per the provisions of Part C of the Schedule for calculating the depreciation. The useful lives of the fixed assets are as follows:

Nature of assets	Useful life
Building (other than Factory Building)	60 years
Plant and Machinery	15 years
Furniture and fittings	10 years
Motor Vehicles	8 years
Office Equipment	5 years
Computers and data processing units - Servers and networks	6 years
Computers and data processing units - End user devices, such as desktops, laptops, etc.	3 years

Leasehold improvements are amortized on a straight-line basis over the estimated useful lives of the assets or the period of lease whichever is earlier.

##### Intangible fixed assets

Intangibles are amortised over a period of 5 years based on its estimated useful life.



# Aster Commodities DMCC

## Notes to the financial statements (Continued)

for the year ended 31 March 2015

(Currency: Indian rupees)

### 1. Significant accounting policies (Continued)

#### 1.8 Inventories

The commodity stocks are valued at weighted average cost or net realisable value, whichever is lower.

#### 1.9 Earnings per share

The Company reports basic and diluted earnings per share in accordance with Accounting Standard 20 – “Earnings Per Share” as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. Basic earnings per share is computed by dividing the net profit after tax attributable to the ordinary shareholders for the year by the weighted average number of ordinary shares outstanding during the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue ordinary shares were exercised or converted during the year. Diluted earnings per share is computed by dividing the net profit after tax attributable to the ordinary shareholders for the year by the weighted average number of ordinary shares considered for deriving basic earnings per share and weighted average number of ordinary shares that could have been issued upon conversion of all potential ordinary shares.

#### 1.10 Operating leases

Lease payments for assets taken on operating lease are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term.

#### 1.11 Provisions and contingencies

The Company creates a provision when there is 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. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the asset and related income are recognised in the period in which the change occurs.



# Aster Commodities DMCC

## Notes to the financial statements (Continued)

(Currency : Indian Rupees)

	As at 31 March 2015	As at 31 March 2014
<b>2.1 Share capital</b>		
<b>Authorised :</b>		
11,000 (Previous year: 11,000) ordinary shares of AED 1,000 each	<u>133,729,953</u>	<u>133,729,953</u>
<b>Issued, subscribed and paid up:</b>		
11,000 (Previous year: 11,000) ordinary shares of AED 1,000 each, fully paid-up (The entire paid up share capital is held by EC International Limited, the holding company).	<u>133,729,953</u>	<u>133,729,953</u>

### Movement in ordinary share capital during the year:

	31 March 2015		31 March 2014	
	Number of Shares	Amount	Number of Shares	Amount
Outstanding at the beginning of the year	11,000	133,729,953	11,000	162,877,682
Issued during the year	-	-	-	-
Exchange (loss)/gain on currency rate difference	-	-	-	(29,147,729)
Outstanding at the end of the year	<u>11,000</u>	<u>133,729,953</u>	<u>11,000</u>	<u>133,729,953</u>

### Shares held by holding / ultimate holding company and / or their subsidiaries / associates:

	31 March 2015		31 March 2014	
	Number of shares	Percentage Shareholding	Number of shares	Percentage Shareholding
Ordinary Shares				
EC International Limited, the holding company	11,000	100%	11,000	100%

### Details of shareholders holding more than 5% shares in the Company:

	31 March 2015		31 March 2014	
	Number of shares	Percentage of Shareholding	Number of shares	Percentage of Shareholding
Ordinary shares				
EC International Limited, the holding company	11,000	100%	11,000	100%

### Terms/rights attached to ordinary shares:

The Company has only one class of ordinary shares having a par value of AED 1,000 each. Each holder of ordinary shares is entitled to one vote per share.

In the event of liquidation of the Company, the holders of ordinary shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts.

The distribution will be in proportion to the number of ordinary shares held by the shareholders



# Aster Commodities DMCC

## Notes to the financial statements (Continued)

(Currency : Indian Rupees)

	As at 31 March 2015	As at 31 March 2014
<b>2.2 Reserves and surplus</b>		
Foreign exchange translation reserves	(5,523,684)	(5,523,684)
Surplus in statement of profit and loss		
Opening balance	2,235,178,031	1,399,137,006
Add: Profit for the year	488,249,277	836,041,025
Amount available for appropriation	2,723,427,308	2,235,178,031
Appropriations:		
Interim dividend	65,599,875	-
	<u>2,652,303,749</u>	<u>2,229,654,347</u>
<b>2.3 Long-term provisions</b>		
Provision for employee benefits		
Gratuity	8,547,000	2,355,957
Compensated leave absences	806,000	-
	<u>9,353,000</u>	<u>2,355,957</u>
<b>2.4 Short-term borrowings</b>		
<b><u>Secured</u></b>		
Secured loans		
from banks	1,469,709,335	1,435,222,414
(Secured against stand by letter of credits)		
Letter of credit discounted	-	120,527,524
(Secured against fixed deposits)		
<b><u>Unsecured</u></b>		
Loans and advances from related parties	1,499,520,647	636,553,772
(Loans are repayable at variable rates of interest)		
	<u>2,969,229,982</u>	<u>2,192,303,710</u>



# Aster Commodities DMCC

## Notes to the financial statements (Continued)

(Currency : Indian Rupees)

	As at 31 March 2015	As at 31 March 2014
<b>2.5 Other current liabilities</b>		
Interest accrued but not due on borrowings	1,997,898	4,454,897
Interest accrued and due on borrowings	85,959,918	1,635,577
Other payables		
Accrued salaries and benefits	63,732,467	25,200,223
Payable to exchange / clearing house (net)	455,505	-
Advances from customers	5,983,582	10,764,251
Book overdraft	-	19
Others	37,554,480	-
	<u>195,683,850</u>	<u>42,054,967</u>
<b>2.6 Short-term provisions</b>		
Provision for employee benefits		
Gratuity	1,416,000	621,711
Leave accumulation	181,000	-
Proposed dividend	65,599,875	-
	<u>67,196,875</u>	<u>621,711</u>



## Aster Commodities DMCC

Notes to the financial statements (Continued)

(Currency : Indian Rupees)

### 2.7 Fixed assets

Description of assets	Gross block		Depreciation and amortisation			Net block			
	As at 1 April 2014	Additions during the year	Deductions/ adjustments during the year	As at 31 March 2015	As at 1 April 2014	Charge for the year	Deductions/ adjustments during the year	As at 31 March 2015	As at 31 March 2014
<b>Tangible assets</b>									
Building	31,468,215	125,817,231	-	157,285,446	6,343,901	3,307,208	-	9,651,109	147,634,337
Leasehold improvements	8,870,002	-	-	8,870,002	3,050,292	443,500	-	3,493,792	5,376,210
Plant and equipment	3,491,290	-	-	3,491,290	1,168,098	434,561	-	1,602,659	1,888,631
Furniture and fixtures	674,790	2,177,155	-	2,851,945	350,755	205,031	-	555,786	2,296,158
Vehicles	1,455,064	-	-	1,455,064	440,347	321,897	-	762,244	1,014,716
Office equipment	3,014,852	586,101	-	3,600,954	794,507	1,440,583	-	2,235,090	1,365,863
Computers	1,204,156	717,800	-	1,921,956	692,044	553,165	-	1,245,209	676,747
<b>Total : A</b>	<b>50,178,370</b>	<b>129,298,287</b>	<b>-</b>	<b>179,476,657</b>	<b>12,839,943</b>	<b>6,705,945</b>	<b>-</b>	<b>19,545,889</b>	<b>159,930,765</b>
<b>Intangible assets</b>									
Jewellery designs	163,167,900	-	-	163,167,900	36,250,060	31,729,460	-	67,979,520	95,188,380
<b>Total : B</b>	<b>163,167,900</b>	<b>-</b>	<b>-</b>	<b>163,167,900</b>	<b>36,250,060</b>	<b>31,729,460</b>	<b>-</b>	<b>67,979,520</b>	<b>95,188,380</b>
<b>Grand total (A + B)</b>	<b>213,346,270</b>	<b>129,298,287</b>	<b>-</b>	<b>342,644,557</b>	<b>49,090,003</b>	<b>38,435,405</b>	<b>-</b>	<b>87,525,409</b>	<b>255,119,145</b>
Previous year	52,210,267	169,044,717	7,908,714	213,346,270	8,953,247	40,854,517	717,761	49,090,003	164,256,264

**Note:**

As per the requirement of the Companies Act, 2013, the Company has evaluated the useful lives of its fixed assets and has computed depreciation according to the provisions of Schedule II of the Act. Consequently, in the Statement of profit and loss of the Company, the depreciation charge for the year ended 31 March 2015 is higher by Rs. 2,904,387 and an amount of Rs. 7,328 has been considered in the charged for the current year in respect of assets whose remaining useful life has expired as at 1 April 2014.



# Aster Commodities DMCC

## Notes to the financial statements (Continued)

(Currency : Indian rupees)

	As at 31 March 2015	As at 31 March 2014
<b>2.8 Long-term loans and advances</b>		
Unsecured, considered good		
Capital advances	12,949,995	-
	<u>12,949,995</u>	<u>-</u>
<b>2.9 Stock-in-trade *</b>		
<b>Commodities</b>		
Bullions	-	8,540,513
Agri products	265,537,688	-
* Quantitative details of commodities are not given due to the varied nature of products and measurement units		
	<u>265,537,688</u>	<u>8,540,513</u>
<b>2.10 Trade receivables</b>		
Unsecured, considered good		
Debtors outstanding for a period exceeding six months	21,718	20,853
Other debts	2,167,005,369	2,969,491,579
	<u>2,167,027,087</u>	<u>2,969,512,432</u>
<b>2.11 Cash and cash equivalents</b>		
Cash in hand	69,744	9,714
- in current accounts	245,137,680	515,903,285
<b>Other balances with banks</b>		
Short term deposits with banks	521,222,180	493,821,384
	<u>766,429,604</u>	<u>1,009,734,383</u>





# Aster Commodities DMCC

## Notes to the financial statements (Continued)

(Currency : Indian Rupees)

	As at 31 March 2015	As at 31 March 2014
<b>2.12 Short-term loans and advances</b>		
Unsecured, considered good		
Loans and advances to related parties	3,372,439,893	1,168,169,096
Other loans and advances		
Advances to others	24,156,807	22,466,078
Deposits - others	962,699	28,398,147
Prepaid expenses	3,728,214	85,037,604
Loans and advances to employees	1,999,398	3,492,339
Vendor advances	156,367,736	160,654,179
	<u>3,559,654,747</u>	<u>1,468,217,443</u>
<b>2.13 Other current assets</b>		
Accrued interest on fixed deposits	1,758,604	158,383,563
Accrued interest on loans given	8,286,298	5,834,127
Receivable from exchange / clearing house (net)	100,145,280	101,094,354
Mark to market on derivatives	58,249,646	5,443,839
Currency options premium paid	10,662,467	-
Margin placed with broker	474,747,303	620,066,942
	<u>653,849,598</u>	<u>890,822,825</u>



# Aster Commodities DMCC

## Notes to the financial statements (Continued)

(Currency : Indian Rupees)

	For the year ended 31 March 2015	For the year ended 31 March 2014
<b>2.14 Income from treasury operations</b>		
Loss on trading in commodity derivative instruments (net)	(181,213,548)	(190,257,162)
Loss on trading in currency derivative instruments (net)	(363,853,190)	(542,147,613)
Profit on trading in interest rate derivative (net)	28,485	-
Gain on foreign exchange movement on trade	79,104,697	162,746,775
	<u>(465,933,556)</u>	<u>(569,658,000)</u>
<b>2.15 Other operating revenue</b>		
Interest income on loans	67,224,886	45,347,131
Interest income on fixed deposits	181,303,108	436,213,518
	<u>248,527,994</u>	<u>481,560,649</u>
<b>2.16 Other income</b>		
Miscellaneous income	-	4,250,384
Interest income - others	439,028	1,165,945
	<u>439,028</u>	<u>5,416,329</u>



# Aster Commodities DMCC

## Notes to the financial statements (Continued)

(Currency : Indian Rupees)

	For the year ended 31 March 2015	For the year ended 31 March 2014
<b>2.17 Employee benefit expenses</b>		
Salaries and wages	133,325,676	78,291,444
Staff welfare expenses	604,803	633,542
	<u>133,930,479</u>	<u>78,924,986</u>

## 2.18 Finance costs

Interest on bank overdraft	7,263	-
Interest on loan from a holding company	63,725,434	38,510,239
Interest on loan from fellow subsidiaries	20,531,911	643,964
Interest - others	47,931,616	51,389,524
LC discounting charges	110,513,513	249,301,206
Financial and bank charges	66,715,264	112,966,085
	<u>309,425,001</u>	<u>452,811,018</u>

## 2.19 Other expenses

Advertisement and business promotion	114,174	-
Auditors' remuneration (refer note below)	661,252	-
Commission and brokerage	28,249,442	23,844,356
Communication	3,221,156	2,074,927
Computer software	132,371	-
Clearing and custodian charges	3,381,794	7,778,831
Electricity charges	170,656	108,215
Freight and forwarding expenses	9,055,573	582,859
Insurance	3,812,004	1,056,377
Legal and professional fees	18,173,773	6,102,592
Membership and subscription	3,474,702	6,719,484
Office expenses	335,367	1,411,137
Postage and courier	352,290	198,699
Printing and stationery	147,299	77,863
Rates and taxes	106,202	425,372
Repairs and maintenance - others	2,418,625	1,846,367
Seminar and conference	563,400	33,054
Transportation charges	7,116,800	13,739,983
Travelling and conveyance	8,941,295	3,986,274
Miscellaneous expenses	6,215	-
Housekeeping and security charges	345,539	294,910
	<u>90,779,929</u>	<u>70,281,300</u>

### Note:

#### Auditors' remuneration:

As auditor	661,252	-
	<u>661,252</u>	<u>-</u>



# Aster Commodities DMCC

## Notes to the financial statements (Continued)

for the year ended 31 March 2015

(Currency: Indian Rupees)

### 2.20 Segment reporting

The Company has operated only in one business segment during the year viz. capital based business comprising of trading in physical commodities. Therefore, the Company has only one reportable business segment, the results of which are disclosed in the financial statements. Further, there are no geographical segments. Hence, no disclosures are required under Accounting Standard 17 on Segment Reporting.

### 2.21 Related parties

#### (A) Names of related parties by whom control is exercised

EC International Limited	Holding company
Edelweiss Financial Services Limited	Ultimate holding company

#### (B) Fellow subsidiaries with whom transactions have taken place during the year

EC Global Limited  
Edelweiss Commodities Services Limited  
Edel Commodities Limited  
Edelweiss Capital (Singapore) Pte. Limited  
Edelweiss Commodities Pte. Limited  
Edelweiss International (Singapore) Pte. Limited  
Edelweiss Commodities Chad SARL  
Edelweiss Commodities Nigeria Limited

#### (C) Key Management Personnel

Durga Prasad Jhawar  
Udit Sureka  
VinodKumar Soni



# Aster Commodities DMCC

## Notes to the financial statements (Continued)

(Currency : Indian rupees)

### 2.21 Related parties (continued)

#### (D) Transactions with related parties :

Nature of transaction	Related party name	2014-15	2013-14
<b>Current account transactions</b>			
Short term loans taken from (refer note 1 below)	E C Global Limited	1,51,28,23,149	-
	EC International Limited	12,42,72,000	4,71,49,21,136
	Edelweiss Commodities Pte. Limited	70,03,73,515	-
Short term loan repaid to (refer note 1 below)	E C Global Limited	1,51,61,12,946	19,28,43,149
	Edelweiss Commodities Pte. Limited	-	-
	Edelweiss Financial Services Limited	7,22,01,262	-
	EC International Limited	-	4,78,54,29,537
Short term loans given to (refer note 1 below)	E C Global Limited	3,16,95,02,557	1,64,93,81,190
	Edelweiss International (Singapore) Pte. Limited	63,36,59,670	12,28,90,453
	Edelweiss Capital (Singapore) Pte. Limited	89,81,64,030	3,18,33,650
	Edelweiss Commodities Pte. Limited	17,47,979	4,32,98,500
Short term loans repaid by (refer note 1 below)	E C Global Limited	2,43,17,95,715	52,64,300
	Edelweiss International (Singapore) Pte. Limited	67,34,78,950	25,10,554
	Edelweiss Capital (Singapore) Pte. Limited	25,38,242	1,63,94,011
	Edelweiss Commodities Pte. Limited	20,48,478	4,29,98,001
<b>Secondary market transactions</b>			
Purchases of commodities from	Edelweiss Commodities Chad SARL	25,22,56,818	-
	Edelweiss Commodities Nigeria Limited	17,96,50,966	-
Sale of commodities to	Edelweiss Commodities Services Limited	14,87,53,38,332	29,29,91,05,023
Interest expenses on loans from	E C Global Limited	2,05,31,911	6,43,964
	EC International Limited	6,37,25,434	3,85,10,239
Net amount earned on settlement of forward contract	EC International Limited	1,98,48,15,098	
Net amount incurred on settlement of forward contract	E C Global Limited	1,40,58,27,208	65,27,42,812
Interest income on loans from	E C Global Limited	6,72,24,886	4,53,47,131
Cost reimbursement recovered from	Edelweiss Commodities Nigeria Limited	17,49,542	-
	Edelweiss Commodities Chad SARL	10,95,045	-
Legal and professional fees paid to	Edel Commodities Limited	31,29,540	15,12,963



# Aster Commodities DMCC

## Notes to the financial statements (Continued)

(Currency : Indian rupees)

### 2.21 Related parties (continued)

#### (D) Transactions with related parties :

Nature of transaction	Related party name	2014-15	2013-14
Commission and brokerage paid to	Edelweiss Financial Services Limited	5,51,09,635	7,13,22,837
Remuneration paid	Durga Prasad Jhawar	23,97,053	-
	Udit Sureka	1,03,53,936	-
	VinodKumar Soni	42,11,489	-
<b>Balances with related parties as on 31 March 2015</b>			
Trade payables to	Edelweiss Financial Services Limited	5,51,09,635	7,13,22,837
	Edel Commodities Limited	31,29,540	15,12,963
<b>Other liabilities</b>			
Accrued interest expense on loans taken from	E C Global Limited	2,05,31,911	-
	EC International Limited	6,54,28,007	-
Trade receivables from	Edelweiss Commodities Services Limited	1,64,09,74,626	2,84,73,17,826
	E C Global Limited	19,43,88,458	-
Short term loans taken from	Edelweiss Commodities Pte. Limited	71,14,00,774	-
	EC International Limited	78,81,19,873	63,81,89,349
<b>Other assets</b>			
Accrued interest income on loans given to	E C Global Limited	82,86,298	-
Short-term loans and advances given to	Edelweiss Capital (Singapore) Pte. Limited	91,10,65,426	1,54,39,639
	Edelweiss Commodities Chad SARL	1,49,46,515	-
	Edelweiss International (Singapore) Pte. Limited	8,05,60,619	12,03,79,899
	Edelweiss Commodities Nigeria Limited	10,21,42,146	-
	E C Global Limited	2,38,05,10,848	1,03,78,83,187
	Edelweiss Commodities Pte. Limited	-	3,00,499
Accrued salaries and benefits	Udit Sureka	52,82,059	-
	VinodKumar Soni	9,37,140	-

#### Note 1:

Loan given/taken to/from related parties are disclosed based on the maximum incremental amount given/taken and placed / refund received during the reporting period.



# Aster Commodities DMCC

## Notes to the financial statements (Continued)

For the year ended 31 March 2015

(Currency: Indian Rupees)

### 2.22 Earnings per share

In accordance with Accounting Standard 20 on Earnings per share as prescribed under section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014, the computation of earnings per share is set out below:

S. No	Particulars	For the year ended 31 March 2015	For the year ended 31 March 2014
a)	Shareholders earnings (as per statement of profit and loss)	488,249,277	836,041,025
b)	Calculation of weighted average number of ordinary shares of 1000 AED each:		
	- Number of shares at the beginning of the year	11,000	11,000
	- Shares issued during the year	-	-
	Total number of ordinary shares outstanding at the end of the year	11,000	11,000
	Weighted average number of ordinary shares outstanding during the year (based on the date of issue of shares)	11,000	11,000
c)	Basic and diluted earnings per share (in rupees) (a/b)	44,386.30	76,003.73

The basic and diluted earnings per share are the same as there is no dilutive/ potential ordinary shares issued.

### 2.23 Contingent liabilities and capital commitment

Sr. No	Particulars	As at 31 March 2015	As at 31 March 2014
i)	Contingent liabilities	-	-
ii)	Commitments:		
	Estimated amount of contracts remaining to be executed on capital account and not provided for	4,504,976	-



# Aster Commodities DMCC

## Notes to the financial statements (Continued)

For the year ended 31 March 2015

(Currency: Indian Rupees)

### 2.24 Details of purchases, sales and stock in trade:

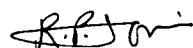
#### Commodities

Particulars	For the year ended 31 March 2015	For the year ended 31 March 2014
<b>Opening stock</b>		
Agri	-	-
Bullion	8,540,513	289,171,631
	8,540,513	289,171,631
<b>Purchase</b>		
Agri	11,311,281,439	1,362,184,203
Bullion	50,150,000,116	62,259,927,658
	61,461,281,555	63,622,111,861
<b>Sale</b>		
Agri	12,167,593,544	1,464,379,690
Bullion	50,314,477,461	63,999,957,157
	62,482,071,005	65,464,336,847
<b>Closing stock ( Refer note)</b>		
Agri	265,537,688	-
Bullion	-	8,540,513
	265,537,688	8,540,513
<b>Profit on sale of commodities</b>	1,277,786,625	1,561,593,868

Note: Quantitative details of commodities are not given due to the varied nature of products and measurement units

As per our report of even date attached

For NGS & Co. LLP  
Chartered Accountants  
Firm's Registration No.: 119850W



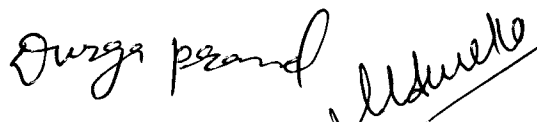
R. P. Soni

Partner

Membership No.: 104796



For and on behalf of the Board of Directors



Durga Prasad Jhawar  
Director

Udit Sureka  
Director

Mumbai  
29 April 2015

29 April 2015