

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
SREEVARI BENEFIT SOCIETY LIMITED, TRICHY - 620 003.**

1. Report on Financial Statements

We have audited the accompanying standalone Financial Statements of **SREEVARI BENEFIT SOCIETY LIMITED**, Trichy, which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

2. Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

3. Auditors Responsibility

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

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

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

4. 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:

- (a) In the case of the Balance Sheet, of the State of affairs of the Company as at March 31, 2015;
- (b) In the case of Statement of Profit and Loss, of the Profit for the year ended on that date; and
- (c) In the case of Cash Flow Statement, of the cash flows for the year ended on that date.

5. Emphasis of Matter

NIL

6. Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in Paragraphs 3 and 4 of the Order.

2. As required by section 143(3) of the Act, we report that :

a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

b. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;

c. the Balance Sheet, 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 specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e. In our opinion, there is no instance or feature which may have any adverse impact on the functioning of the company or in the preparation of financial statements on going concern basis.

f. On the basis of the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.

g. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, we are of opinion that the said controls are adequately implemented by the Company.

h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us, we report that :

- i. There is no pending litigations against the Company and hence not disclosed in the financial statements of the Company.
- ii. The Company has not made any provision for material foreseeable losses, as there are no such long term contracts including derivative contracts or any other contracts requiring provision.
- iii. The Company does not have any amount required to be transferred to Investor Education and Protection Fund.

For **G.VENKATESH & CO.,**
Chartered Accountants,


(G. VENKATESH)
Partner.

ICAI Membership No.218002.
Firm Registration. No.011427-S

Place : Chennai
Date : 04.09.2015



G.VENKATESH & CO.,

Chartered Accountants

No.43-E, II Floor, New Avadi Road, Kilpauk, Chennai - 600 010. ☎ : 044-2644 9535

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

1) (a) The Company is maintaining proper records showing full particulars including quantitative details and situation of Fixed Assets.

(b) These Assets of the company have been physically verified by the Management at reasonable intervals. No material discrepancies have been noticed on such verification.

(c) In our opinion and according to the informations and explanations given to us, no substantial part of the Fixed Assets have been disposed off during the year.

2) (a) The Company has not granted or taken any Loans secured or unsecured to the Companies, Firms or other Parties listed in the register maintained under section 189 of the Companies Act, 2013. However, the Company has accepted Fixed Deposits and other Deposits (unsecured) from Directors amounting to Rs. 1.96 Lakhs (Previous Year Rs. 8.02 Lakhs).

(b) In our opinion and according to the records of the Company, the rate of interest and other terms and conditions of the Fixed Deposits (unsecured) taken by the Company from the Directors, are prima facie not prejudicial to the interest of the Company.

(c) In our opinion and according to the records, the Company is regular in repaying the principal amount as stipulated and has been regular in payment of interest.

3) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase of Fixed Assets and we have not observed any continuing failure to correct any weakness in Internal control.

4) The Company, being a NIDHI Company, has accepted Deposits from its Shareholders and has complied with the Directions issued as per the Notifications of the Ministry of Corporate Affairs and Nidhi Rules, 2014. As such, the provisions of section 73 of the Companies Act, 2013 read with Rules made thereunder are not applicable to the company.

5) (a) The Company is regular in depositing undisputed Statutory dues including Income-tax, Service tax and other statutory dues with the appropriate authorities and the Company is not liable to pay Sales Tax, Customs Duty, Excise Duty, Cess and Wealth Tax. We are informed that the provisions of the Employees' State Insurance Act and Employees Provident Fund Act do not apply to this Company and the Company has not participated in the same.

(b) The Company does not have any undisputed taxes payable as at the last day of the financial year for a period of more than 6 months.

(c) The Company does not have any amount required to be transferred to Investor Education and Protection Fund. Accordingly, clause 3(vii)(c) of the Order is not applicable.

6) The Company has no accumulated losses at the end of the financial year under audit. There is no cash loss during the year under audit and also in the previous year.

- 7) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to any financial institution or bank.
- 8) The Company has not given any guarantee for loans taken by others from Bank or financial institutions. Accordingly, clause 3 (x) of the Order is not applicable.
- 9) In our opinion and as per the records of the company, the company has not taken any term loan during the year.
- 10) In our opinion and according to the explanation given to us, no fraud on or by the Company has been noticed or reported during the year
- 11) In our opinion and according to the information given to us, the provisions of clauses ii(a), ii(b), ii(c) and (vi) of Para 3 of the Companies (Auditor's Report) Order 2015 are not applicable to this Company.

Place : Chennai
Date : 04.09.2015



For **G.VENKATESH & CO.,**
Chartered Accountants,

(Handwritten signature)
(G. VENKATESH)
Partner.

ICAI Membership No.218002.
Firm Registration. No.011427-S

G.VENKATESH & CO.,
Chartered Accountants

No.43-E, II Floor, New Avadi Road, Kilpauk, Chennai - 600 010. ☎ : 044-2644 9535

Date : 04.09.2015

CERTIFICATE OF STATUTORY AUDITORS

This is to certify that **SREEVARI BENEFIT SOCIETY LIMITED** has complied with all the directions specified in the Notifications issued by the Ministry of Corporate Affairs from time to time and Nidhi Rules 2014 and the Company has been complying with all the required provisions of the Companies Act, 2013 as applicable to NIDHI Companies and the books of account are maintained in conformity with the accounting principles generally accepted in India.

It is also certified that **SREEVARI BENEFIT SOCIETY LIMITED** has complied with the Prudential Norms as required by the Notifications of the Ministry of Corporate Affairs as amended from time to time and Nidhi Rules 2014 and provision for sub-standard assets is not required to be made as detailed in Note No.20-II, Clause-8 under Notes on Accounts forming part of the Audited Statements of Accounts of the Company for the year ended 31st March, 2015.

For **G.VENKATESH & CO.,**
Chartered Accountants,


(G. VENKATESH)
Partner.

ICAI Membership No.218002.
Firm Registration. No.011427-S

Place : Chennai
Date : 04.09.2015

