

ZENLABS ETHICA LIMITED

(Formerly known as Neelkanth Technologies Limited)

Balance Sheet as at 31st March, 2017

Particulars	Note No	(Figures in Rs.)	
		AS AT 31.03.2017	AS AT 31.03.2016
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	62,000,140	62,000,140
(b) Reserves and Surplus	3	(4,075,985)	(14,120,436)
(c) Money Received against share warrants		-	-
(2) Share application money pending allotment		-	-
(3) Non-Current Liabilities			
(a) Long-Term Borrowings	4	5,821,107	8,526,421
(b) Deferred Tax Liabilities (Net)	5	-	-
(c) Other Long Term Liabilities		-	-
(d) Long Term Provisions	6	1,607,374	1,224,994
(4) Current Liabilities			
(a) Short-Term Borrowings	7	1,226,126	-
(b) Trade Payables	8	244,472,759	218,579,660
(c) Other Current Liabilities	9	22,505,243	25,902,341
(d) Short-Term Provisions	10	171,835	1,603,855
Total		333,728,599	303,716,975
II. ASSETS			
(1) Non-Current Assets			
<i>(a) Fixed Assets</i>			
(i) Tangible Assets	11	15,031,519	16,835,109
(ii) Intangible Assets		-	-
(iii) Capital Work-In-Progress		-	-
(b) Non-Current Investments	12	9,519,544	12,509,544
(c) Deferred Tax Assets (net)	5	426,264	753,503
(d) Long Term Loans and Advances		-	-
(e) Other Non-Current Assets	13	647,865	647,865
(2) Current assets			
(a) Current Investments		-	-
(b) Inventories	14	61,686,388	82,036,902
(c) Trade Receivables	15	232,210,668	164,598,606
(d) Cash and Cash Equivalent	16	11,378,699	24,890,642

(e) Short-Term Loans and Advances	17	947,528	681,500
(f) Other Current Assets	18	1,880,124	763,304
Total		333,728,599	303,716,975

Significant Accounting Policies 1

The accompanying notes are an integral part of the financial statements.

For Vijay Darji And Associates

Chartered Accountants

FRN:118614W

**Sd/-
CA Vijay Darji
Proprietor**

**Sd/-
Sanjeev Kumar
Managing Director and CEO**

M.No. 105197

Place : Chandigarh

Date : 27.05.2017

For and on behalf of the Board

**Sd/-
SatishKumar
Director and CFO**

**Sd/-
Swati Vijan
Company Secretary**

ZENLABS ETHICA LIMITED

(Formerly known as Neelkanth Technologies Limited)

Statement of Profit and Loss for the year ended 31st March, 2017

(Figures in Rs.)

Particulars	Note No	Current financial year	Previous financial year
I. Revenue From Operations	19	811,591,060	157,520,920
Less: Excise Duty		-	-
		811,591,060	157,520,920
II. Other Income		785,408	2,518,266
III. Total Revenue (I +II)		812,376,468	160,039,186
IV. Expenses:			
Cost of Materials Consumed		-	-
Purchase of Stock-in-Trade	20	633,838,438	201,850,499
Manufacturing and Operating Cost		-	-
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	21	20,350,514	(82,036,902)
Employee Benefit Expense	22	30,536,357	6,894,035
Financial Costs	23	1,013,135	236,538
Depreciation Expense	11	2,040,188	578,124
Other Expenses	24	112,318,207	28,819,868
Total Expenses		800,096,839	156,342,162
V. Profit before exceptional and extraordinary items and tax	(III - IV)	12,279,629	3,697,024
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax (V - VI)		12,279,629	3,697,024
VIII. Extraordinary Items (Merger/takeover expenses)		-	2,796,049
IX. Profit before tax (VII - VIII)		12,279,629	900,975
X. Tax Expense:			
(1) Current Tax		2,435,939	528,000
(2) Deferred Tax		327,239	(821,183)
(3) Tax in respect of earlier year		-	-
(4) MAT credit entitlement.		-	(508,224)

XI. Profit(Loss) from the period from continuing operations	(VII-VIII)	9,516,451	1,702,382
XII. Profit/(Loss) from discontinuing operations		-	-
XIII. Tax expense of discontinuing operations		-	-
XIV. Profit/(Loss) from Discontinuing operations (XII - XIII)		-	-
XV. Profit/(Loss) for the period (XI + XIV)		9,516,451	1,702,382
XVI. Earning per equity share:			
(1) Basic		1.59	0.06
(2) Diluted		1.59	0.06
No of Share outstanding		6,200,014	6,200,014

Significant Accounting Policies 1

The accompanying notes are an integral part of the financial statements.

For Vijay Darji And Associates

Chartered Accountants

FRN: 118614W

**Sd/-
CA Vijay Darji**

Proprietor

M.No. 105197

PLACE : CHANDIGARH

DATE : 27.05.2017

For and on behalf of the Board

**Sd/-
Sanjeev Kumar
Managing Director and
CEO**

**Sd/-
SatishKumar
Director and
CFO**

**Sd/-
Swati Vijan
Company Secretary**

Cash Flow Statement for the Year ended 31- 03-2017

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Cash flow from Operating Activity		
Net Profit/(Loss) before tax and extraordinary items	12,279,629	3,697,024
Adjustment for		
Depreciation	2,040,188	578,124
MAT credit entitlement FY 2015-16	-	508,224
Adjustment of Income Tax Prov. FY 2015-16	528,000	-
Total adjustment	2,568,188	1,086,348
Operating profits before working capital changes	14,847,817	4,783,372
Decrease/(Increase) in current / Non current assets	(45,654,396)	(224,636,488)
(Decrease)/Increase in current / Non current liabilities	20,236,549	229,071,155
Total Change in working capital	(25,417,847)	4,434,667
Net cash flow from operating activity	(10,570,030)	9,218,039
Purchase of fixed assets	(236,599)	(16,881,099)
Net cash flow from investing activity	(236,599)	(16,881,099)
Issue of Equity Share Capital	-	23,804,388
Borrowings/(Repayments) from/to financial institutions/banks	(2,705,314)	8,526,421
Net cash flow from financing activity	(2,705,314)	32,330,809
Net increase/(decrease) in cash and cash equivalents	(13,511,943)	24,667,749
Cash and cash equivalents at the beginning of the year	24,890,642	222,893
Cash and cash equivalents at the end of the year	11,378,699	24,890,642

For Vijay Darji And Associates
Chartered Accountants
FRN: 118614W

Sd/-
Sanjeev Kumar
Managing Director and CEO

Sd/-
Satish Kumar
Director and CFO

Sd/-
CA Vijay Darji
Proprietor

M.No. 105197

Sd/-
Swati Vijan
Company Secretary

PLACE : CHANDIGARH

DATE : 27.05.2017

NOTE 1 FORMING PART OF THE FINANCIAL STATEMENTS OF ZENLABS ETHICA LIMITED

FOR THE YEAR ENDING 31ST MARCH 2017

Company overview:

Zenlabs Ethica Limited [‘the Company’] (formerly known as Neelkanth Technologies Limited) is a pharmaceutical company. It deals in marketing and distribution of pharmaceutical products. The company is domiciled in India and is listed on the Bombay Stock Exchange (BSE).

1 SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Accounting

The financial statements have been prepared under the historical cost convention on the "Accrual Concept" of accountancy in accordance with the accounting principles generally accepted in India and they comply with the Accounting Standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies [Accounts] Rules, 2014 and other pronouncement issued by the Institute of Chartered Accountants of India [ICAI], to the extent applicable, and with the applicable provisions of the Companies Act, 2013.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria's set out in the schedule III to the Companies Act, 2013. Based on the nature of products and the time taken between acquisition of assets for processing and their realization in cash and cash equivalent, the Company has ascertain its operating cycle as twelve months for the purpose of classification of assets and liabilities into current and non-current.

B Use of estimates

The preparation of Financial Statements is in conformity with the Accounting Standards generally accepted in India that requires, the management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosure of contingent liabilities at the date of the financial statements and reported amounts of revenues and expenses for the year. Actual results may differ from these estimates. Any revision to accounting estimates is recognised in the period in which the estimate is revised and future periods affected.

C. Property, Plant and Equipment

A. Property, Plant and Equipment are stated at cost less accumulated depreciation and impairment loss, if any. The cost comprises purchase price, borrowing costs if capitalisation criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use.

B. Depreciable amount for Property, Plant and Equipment is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

C. Depreciation on Property, Plant & Equipment is provided on Straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013.

D. Where the actual cost of purchase of an asset is below Rs. 10,000/-, the depreciation is provided @ 100 %.

E. Management periodically assesses, using external and internal sources, whether there is an indication that an asset may be impaired. An impairment occurs where the carrying value of the Asset exceeds its recoverable amount. Recoverable amount is higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. An impairment loss, if any, is recognised in the period in which the impairment takes place.

D. Borrowing Cost

A. Borrowing Cost includes interest.

B. Such costs that are directly attributable to the acquisition or construction of a qualifying asset are capitalised as part of the cost of such assets, up to the date the assets are ready for their intended use.

C. Other borrowing costs are recognised as an expense in the year in which they are incurred.

E. Valuation of Inventories

A. Inventories are valued at lower of cost and net realisable value.

F. Revenue Recognition

A. Revenue from Sale of goods is recognised when significant risks and rewards of ownership of the goods have been passed on to the buyer.

B. Revenue in respect of other income is recognised when no significant uncertainty as to its determination or realisation exists.

G. Expenditure

Expenses are accounted for on accrual basis, net of recoveries, if any and provision is made for all known losses and liabilities

H. Employee Benefits

A. The Company contributes on a defined contribution basis to Employees' Provident Fund towards post employment benefits which is expensed in the year to which it pertains.

B. The liability for the defined benefit plan of Gratuity is determined on the basis of an actuarial valuation by an independent actuary at the year end, which is calculated using projected unit credit method. Actuarial gains and losses which comprise experience adjustment and the effect of changes in actuarial assumptions are recognised in the statement of Profit and Loss.

I. Accounting for Taxes on Income

A. Tax expenses comprise current and deferred tax.

B. Current tax is measured at the amount expected to be paid on the basis of reliefs and deductions available in accordance with the provisions of the Income Tax Act, 1961.

C. Deferred tax reflects the impact of current year timing differences between accounting and taxable income and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and laws that have been enacted or substantively enacted as of the balance sheet date. Deferred tax assets are recognised only to the extent there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised and are reviewed at each balance sheet date.

D. Minimum Alternate Tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the company will pay normal income tax during the specified period, i.e. the period for which MAT credit is allowed to be carried forward. In the year in which the company recognizes MAT credit as an asset in accordance with the guidance note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income Tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as " MAT Credit Entitlement". The Company reviews the " MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the company does not have convincing evidence that it will pay normal tax during the specified period.

J Foreign Currency Transactions:

A. The transactions in foreign currencies are stated at the rates of exchange prevailing on the dates of transactions.

B. The net gain or loss on account of exchange rate differences either on settlement or on translation of short term monetary items is recognised in the statement of Profit and Loss.

K. In the Opinion of the Board of Directors , the current assets, loans & advances are approximately of the value stated if realised in the ordinary course of business. The provision of all known liabilities is made on accrual basis.

Company as a policy obtains balance confirmation from sundry debtors and creditors on monthly/quarterly/half yearly basis depending upon quantum of transaction made with the parties. Considering the same company does not have all balance confirmations as at 31st March 2017, the effect of the same, if any which is not likely to be material will be adjusted at the time of confirmation.

L. CASH AND CASH EQUIVALENTS

Cash & Cash Equivalents in the Balance Sheet comprise cash at banks and in hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

M. REVENUE RECOGNITION

Revenue is recognised to the extent it is probable that economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable. All revenues are accounted on accrual basis except to the extent stated otherwise.

N. Detail of Payment to Auditors

Statutory Audit Fee	Current Year	Previous Year
	(Rs)	(Rs)
	115,000.00	57,250.00
Total	115,000.00	57,250.00

O. Detail of transactions entered into with related parties during the year as required by AS-18 (Related Party) issued by ICAI, New Delhi are as under

A. Names of the related parties and related party relationships:-

i) List of key management personnel as defined under Accounting standard (AS-18 "Related Party Disclosures")

- a) Mr.Sanjeev Kumar
- b) Mr.Satish Kumar
- c) Mrs.Himjyoti Dhir

ii) List of relatives of key management personnel

- a) Mr.Sanjay Dhir

ii) Enterprises owned or significantly influenced by key management personnel.

- a) Preet Remedies Pvt Ltd
- b) M/s Quixotic Healthcare
- c) M/s Alpha Products
- d) Ultrachiron Healthcare Pvt Ltd
- e) Oasis Pharma and Phytomolecules Pvt Ltd

B. Transactions during the year with related parties are as under:-

(Amount in Rs.)

Name of the related party	Nature of Transaction	2016-17	2015-16
Preet Remedies Private Limited LL	Purchase of Traded Goods	124,773,949.00	18,670,179.00
Preet Remedies Pvt Ltd Unit II	Purchase of Traded Goods	102,832,934.00	-
Quixotic Healthcare Unit I	Purchase of Traded Goods	21,861,369.00	60,921,774.00
Quixotic Healthcare LL	Purchase of Traded Goods	146,149,726.00	-
Quixotic Healthcare Unit II	Purchase of Traded Goods	59,804,578.00	-
Alpha Products	Purchase of Traded Goods	96,376,995.00	19,893,111.00
Ultrachiron Healthcare Pvt. Ltd.	Purchase of Traded Goods	32,055,018.00	5,504,065.00
Ultrachiron Healthcare Pvt. Ltd.	Sale of Traded Goods	44,658.00	-
Oasis Pharma and Phytomolecules Pvt. Ltd.	Purchase of Traded Goods	24,133,558.00	13,126,300.00
Mr. Sanjeev Kumar	Director Remuneration	2,400,000.00	600,000.00
Mr. Sanjay Dhir	Director Remuneration	600,000.00	150,000.00

P Managing Directors' Remuneration

(Amount in Rs)

Particulars	Current Year	Previous year
Salary & Allowances	3,000,000.00	750,000.00
Commission on Profit	-	-
Total	3,000,000.00	750,000.00

Q. Figures have been regrouped/ rearranged wherever necessary to make them comparable with the figure of previous year.

R. In compliance with AS-22, Accounting for taxes on income issued by the ICAI, a sum of Rs.3,27,239 being Deferred Tax Asset has been recognized in the books of accounts.

S. Segment Reporting

The company is considered to be a single segment company engaged in the trading of pharmaceutical formulations. Consequently, the company has, in its primary segment, only one reportable business segment.

T Earning Per Share

The earnings considered in ascertaining the Company's Earnings per share (EPS) comprise the net profits after tax but before adjustment of deferred Tax.

U There are no litigations pending against the Company as on date.

In terms of our separate report of even date annexed

AUDITOR'S REPORT

For Vijay Darji And Associates

Chartered Accountants

FRN: 118614W

Sd/-

**CA Vijay Darji
Proprietor
M.No. 105197**

Sd/-

**Sanjeev Kumar
Managing Director and CEO**

**For and on behalf
of the Board**

Sd/-

**Satish Kumar
Director and CFO**

Place : Chandigarh

Date : 27.05.2017

Sd/-

Swati Vijan

Company Secretary

ZENLABS ETHICA LIMITED

Note 2 - Share Capital

Particulars	(Amount in Rs.)	
	Current Reporting Period	Previous Reporting Period
Authorised		
7000000 (P.Y 4000000) Equity Shares of Rs. 10/- each	70,000,000	70,000,000
Issued, Subscribed and Paid up		
6200014 (P.Y 6200014) Equity Shares of Rs.10/- each fully paid up	62,000,140	62,000,140
TOTAL	62,000,140	62,000,140

(b) Details of Shareholders holding more than 5% of the aggregate shares in the company

Name of the shareholder	Current Reporting Period	Previous Reporting Period
	Equity	Equity
Preet remedies Private Limited	1,612,650.00	1,612,650.00
% age of Holding	26.01%	26.01%
Sanjeev Kumar	731,626.00	731,626.00
% age of Holding	11.80%	11.80%
Satish Kumar	387,378.00	387,378.00
% age of Holding	6.25%	6.25%
Harpreet Singh Kalra	731,626.00	731,626.00
% age of Holding	11.80%	11.80%
Sanjay Dhir	731,884.00	731,884.00
% age of Holding	11.80%	11.80%

As on 20.3.2017 these have been inter se transfer of lock in shares. However effect of the same are not given as these shares are pending for transfer by NSDL/RTA/DP

(c) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Particulars	As at 31.03.2017	As at 31.03.2016
Equity Shares		
Shares outstanding at the beginning of the year	6,200,014	3,617,500
Shares issued during the year	-	2,582,514
Shares outstanding at the end of the year	6,200,014	6,200,014

Note 3 - Reserves & Surplus

(Amount in Rs.)

Particulars	Current Reporting Period	Previous Reporting Period
(i) Profit & Loss Account		
As per last Balance Sheet	(14,120,436)	(16,531,312)
Add/(Less): profit/(loss) for the period	9,516,451	1,702,382
Add: Profit/(loss) from the takeover of business of Zenlabs India	-	775,297
Less: amount transferred from fixed assets	-	(66,803)
Less: Provision of I.Tax. FY 205-16	528,000	-
	(4,075,985)	(14,120,436)
(ii) Capital Reserve		
	-	-
TOTAL	(4,075,985)	(14,120,436)

Note 4 - Long Term Borrowings

(Amount in Rs.)

Particulars	Current Reporting Period	Previous Reporting Period
Secured Loans		
Vehicle Loan- HDFC Bank	126,606	601,349
Vehicle Loan- HDFC Bank	360,700	856,715
Vehicle Loan- Kotak Mahindra Bank	5,333,801	7,068,357
TOTAL	5,821,107	8,526,421

Note: The said loans are secured against the vehicles of the company. Vehicles and loans are standing in the name of Zenlabs India (merged firm).

Note 5 - Deferred Tax Liabilities/ Deferred Tax Asset (Net)

Particulars	Current Reporting Period	Previous Reporting Period
Liabilities		
Timing differences	(753,503)	67,680
Current Year adjustment of deferred tax	327,239	(821,183)
TOTAL	(426,264)	(753,503)
Deferred Tax Asset (Net)	(426,264)	(753,503)

Note 6 - Long-Term Provisions

(Amount in Rs.)		
Particulars	Current Reporting Period	Previous Reporting Period
Provision for gratuity	1,607,374	1,224,994
TOTAL	1,607,374	1,224,994

Note 7 - Short Term Borrowings

(Amount in Rs.)		
Particulars	Current Reporting Period	Previous Reporting Period
Overdraft Limit	1,226,126	-
TOTAL	1,226,126	-

Note: Company during the FY 2016-17 availed the overdraft facility of Rs. 99 Lakhs from the HDFC Bank Ltd. Against the Fixed Deposit of Rs. 110 Lakhs as security.

Note 8- Trade Payables

(Amount in Rs.)		
Particulars	Current Reporting Period	Previous Reporting Period
Sundry creditors	244,472,759	218,579,660
TOTAL	244,472,759	218,579,660

Note 9- Other Current Liabilities

(Amount in Rs.)		
Particulars	Current Reporting Period	Previous Reporting Period
Current Maturities of Long Term Debt	2,634,230	2,395,767
Expenses Payable		
Audit fee payable	105,000	94,050
Professional Charges Payable	217,596	-
Duties, taxes and other statutory dues payable	2,218,493	1,620,554
Expenses payable	6,952,924	5,959,092
Cheques issued but not presented for payment	-	15,832,878
Advances from Customers	10,377,000	-
Total	22,505,243	25,902,341

Note 10 - Short-Term Provisions

(Amount in Rs.)

Particulars	Current Reporting Period	Previous Reporting Period
Provision for Income Tax	-	1,466,740
Provision for Gratuity	171,835	137,115
TOTAL	171,835	1,603,855

Note 12 - Non-Current Investments

(Amount in Rs.)

Particulars	Current Reporting Period	Previous Reporting Period
Investment in Equity Shares	9,519,544	12,509,544
TOTAL	9,519,544	12,509,544

Note 13 - Other Non-Current Assets

(Amount in Rs.)

Particulars	Current Reporting Period	Previous Reporting Period
Security Deposits	647,865	647,865
TOTAL	647,865	647,865

Note 14 - Inventories

(Amount in Rs.)

(a)

Particulars	Current Reporting Period	Previous Reporting Period
(a) Stock In Trade	61,686,388	82,036,902
GRAND TOTAL	61,686,388	82,036,902

Note 15 - Trade Receivables

(Amount in Rs.)

(a)

Particulars	Current Reporting Period	Previous Reporting Period
(a) Due for a period less than six months		
Unsecured, considered good	125,495,788	124,554,545
(b) Due for a period more than six months		
Unsecured, considered good	106,714,880	40,044,061
GRAND TOTAL	232,210,668	164,598,606

Note 16- Cash & Cash Equivalents

(Amount in Rs.)		
Particulars	Current Reporting Period	Previous Reporting Period
(a) Balance with banks (excluding bank deposits with more than 12 months of maturity)	11,137,656	24,181,523
(b) Cash in Hand	241,043	709,119
TOTAL	11,378,699	24,890,642

Note 17 - Short-Term Loans and Advances

(Amount in Rs.)		
Particulars	Current Reporting Period	Previous Reporting Period
Other Loan and Advances (specify nature)		
Unsecured, considered good	947,528	681,500
GRAND TOTAL	947,528	681,500

Note 18 - Other Current Assets

(Amount in Rs.)		
Particulars	Current Reporting Period	Previous Reporting Period
(a) Other advances receivable in cash or kind or for value to be received	-	-
(b) Income Tax Refund (2010-11)	251,360	251,360
(c) Income Tax Refund (2012-13)	2,680	2,680
(d) Income Tax Refund (2013-14)	1,040	1,040
(d) Income Tax Refund (FY 2015-16)	393,280	-
(e) MAT credit entitlement FY 2015-16	514,944	508,224
(f) Interest accrued on FDR	677,483	-
(g) Income Tax Refund (FY 2016-17)	39,337	-
TOTAL	1,880,124	763,304

ZENLABS ETHICA LIMITED

Note 19 - Gross Revenue from Operations

(Amount in Rs.)		
Particulars	Current Reporting Period	Previous Reporting Period
	-	
(a) Sale of Products (A)	811,591,060	157,520,920
(b) Other Income		
Insurance claim against loss of stock in transit	-	2,487,500
Duty drawback	32,649	30,766
Interest on FDR	752,759	-
(B)	785,408	2,518,266
GRAND TOTAL	812,376,468	160,039,186

Note 20 - Purchases of Stock-in-Trade

(Amount in Rs.)		
Particulars	Current Reporting Period	Previous Reporting Period
Purchase of Pharmaceutical products	633,838,438	131,798,058
Stock taken over from Zenlabs India	-	70,052,441
TOTAL	633,838,438	201,850,499

Note 21 - Changes in Inventories

(Amount in Rs.)		
Particulars	Current Reporting Period	Previous Reporting Period
(a) At the end of the period		
Stock-in-Trade	61,686,388	82,036,902
	61,686,388	82,036,902
(a) At the beginning of the period		
Stock-in-Trade	82,036,902	-
	82,036,902	-
TOTAL	20,350,514	(82,036,902)

Note 22 - Employees Benefits Expenses

(Amount in Rs.)		
Particulars	Current Reporting Period	Previous Reporting Period
(i) Salaries and wages	29,171,131	6,615,092
(ii) Employer contribution to ESI	140,543	35,711
(ii) Employer contribution to PF	347,186	87,412
(iv) Staff welfare expenses	460,397	90,245
(v) Gratuity expenses	417,100	65,575

TOTAL**30,536,357****6,894,035****Note 23 - Finance Cost****(Amount in Rs.)**

Particulars	Current Reporting Period	Previous Reporting Period
Bank Interest	1,003,487	228,651
Bank Charges	9,648	7,887
TOTAL	1,013,135	236,538

Note 24 - Other Expenses**(Amount in Rs.)**

Particulars	Current Reporting Period	Previous Reporting Period
Advertisement Expenses	25,107,342.00	5,615,014.00
Auditor Remuneration	115,000	57,250
Boarding and Lodging Expenses	497,211	304,142
Business Promotion Expenses	4,793,423	1,513,641
Carriage Inward and Outward	20,758,788	6,156,484
Cash Discount	6,987,327	1,276,825
Commission Expenses	5,678,861	1,049,425
Travelling and conveyance expenses	138,587	29,760
Electricity and water expenses	294,341	53,508
Fees and Taxes	759,232	284,996
Insurance expenses	849,807	198,949
Loading and unloading expenses	624,756	180,884
Office expenses	198,528	70,578
Director Remuneration	3,000,000	600,000
Courier and postage	236,321	72,192
Printing and stationary	295,306	45,012
Professional charges	1,279,004	174,888
Rebate and Discount	16,643,143	5,301,376
Rent expenses	5,200,570	1,269,327
Repair and maintenance expenses	405,892	90,798
Security expenses	1,467,920	499,220
Service Tax	687,486	24,392
Software Renewal Expenses	51,481	18,093
Telephone Expenses	205,634	47,078
Tour and Travel Expenses	15,670,260	3,831,544
Miscellaneous expenses	371,987	54,492
TOTAL	112,318,207	28,819,868

Note 25 - Earning Per Equity Share

	Particulars	Current Reporting Period	Previous Reporting Period
(a)	Net profit after tax but before Deferred Tax attributable to equity shareholders for Basic EPS	9,843,690	372,975
	Add/Less: Adjustment relating to potential equity shares	-	-
	Net profit after tax but before Deferred Tax attributable to equity shareholders for Diluted EPS	9,843,690	372,975
	For Basic EPS	6,200,014	6,200,014
	For Diluted EPS	6,200,014	6,200,014
(c)	Basic EPS	1.59	0.06
	Diluted EPS	1.59	0.06
	Face Value per Equity Share (Rs.)	10	10
(d)	Reconciliation between no. of shares used for calculating basic and diluted EPS		
	No. of shares used for calculating Basic EPS	6,200,014	6,200,014
	Add: Potential equity shares	-	-
	No. of shares used for calculating Diluted EPS	6,200,014	6,200,014

ZENLABS ETHICA LIMITED
(Formerly known as Neelkanth Technologies Limited)

Note -11

SCHEDULE OF FIXED ASSETS AS ON 31.03.2017

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	Cost as on 01-04-2016	Additions during the period	Sale/ Adj.	Total	Upto 01-04-2016	For the Current Year	Sale /Adj.	Total dep.	As on 31-03-2017	As on 31-03-2016
Computers	1,108,811	72,134	-	1,180,945	920,275	61,361	-	981,636	199,309	188,536
Furniture & Fixtures	2,174,648	-	-	2,174,648	751,502	288,681	-	1,040,183	1,134,465	1,423,146
Office Equipments	612,255	164,465	-	776,720	278,046	116,540	-	394,586	382,135	334,209
Electrical Equipments	197,923	-	-	197,923	150,784	28,867	-	179,651	18,272	47,139
Vehicles	15,116,548	-	-	15,116,548	378,904	1,535,991	-	1,914,895	13,201,653	14,737,644
Plant and Machinery	106,590	-	-	106,590	2,157	8,748	-	10,905	95,685	104,433
Current Year (Rs.)	19,316,776	236,599	-	19,553,375	2,481,668	2,040,188	-	4,521,856	15,031,519	16,835,108
Previous Year (Rs.)	2,435,677	16,881,099	-	19,316,776	1,836,741	578,124	66,803	2,481,668	16,835,109	598,936