



## INDEPENDENT AUDITOR'S REPORT

To  
Board of Directors,  
RUCHI KAGOME FOODS INDIA PRIVATE LIMITED

### Report on the Financial Statements

We have audited the accompanying standalone financial statements of RUCHI KAGOME FOODS INDIA PRIVATE LIMITED, which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss 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 matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance 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. These financial statements are prepared to comply with the requirement of Section 3 of Income Tax Act, 1961 and for the purpose of consolidation of these accounts with group company.

### Auditor's 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.

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2016, and its loss for the year ended on that date.

For ASA & Associates LLP  
Chartered Accountants  
Firm Regn. No. 009571N/N500006



Mihir Hindocha  
Partner  
M. No. - 112766



Date: 14 JUN 2016  
Place: Mumbai

**RUCHI KAGOME FOODS INDIA PRIVATE LIMITED**

(CIN: U15122MH2013PTC244632)

Balance Sheet as at March 31, 2016

(Currency: Indian Rupees)

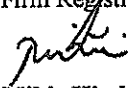
Particulars	Notes	As at March 31, 2016	As at March 31, 2015
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
Share Capital	3	4,400,000	4,400,000
Reserves and Surplus	4	404,176,893	441,931,489
		<b>408,576,893</b>	<b>446,331,489</b>
<b>Current liabilities</b>			
Short Term Borrowings	5	51,000,000	-
Trade Payables	6	967,050	-
Other Current Liabilities	7	20,356,110	17,477,934
Short Term Provision	8	132,684	-
		<b>72,455,844</b>	<b>17,477,934</b>
<b>TOTAL</b>		<b>481,032,737</b>	<b>463,809,423</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed Assets</b>			
Tangible assets	9	389,027,547	89,366,029
Capital WIP	9	-	221,481,407
Deferred Tax Asset	10	-	111,405
Long-term Loans and Advances	11	3,677,234	26,382,205
		<b>392,704,781</b>	<b>337,341,046</b>
<b>Current assets</b>			
Inventories	12	3,995,645	-
Cash and Bank Balance	13	58,934,361	123,980,010
Short-term Loans and Advances	14	22,458,552	57,853
Other Current Assets	15	2,939,398	2,430,514
		<b>88,327,956</b>	<b>126,468,377</b>
<b>TOTAL</b>		<b>481,032,737</b>	<b>463,809,423</b>

Summary of Significant accounting policies

2

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


In terms of our report of even date  
**For ASA & Associates LLP**  
 Chartered Accountants  
 Firm Registration No. 009571N/N500006

  
**Mihir Hindocha**  
 Partner  
 Membership No. 112766




Place: Mumbai, India  
 Date: 14 JUN 2016

For and on behalf of the Board of Directors of  
**Ruchi Kagome Foods India Private Limited**  
 CIN : U15122MH2013PTC244632

  
**Hiroshi Mori**  
 Managing Director  
 DIN : 06639012

Place: Mumbai, India  
 Date: 02 JUN 2016

  
**Masayoshi Hashizume**  
 Director  
 DIN : 07028033

Place: Tokyo, Japan  
 Date: 10 JUN 2016

**RUCHI KAGOME FOODS INDIA PRIVATE LIMITED**  
**(CIN: U15122MH2013PTC244632)**  
**Statement of Profit and Loss for the year ended March 31, 2016**

(Currency: Indian Rupees)

Particulars	Notes	Year Ended March 31, 2016	Year Ended March 31, 2015
<b>Income</b>			
Revenue from Operations	16	10,380	-
Other income	17	4,034,814	22,815,835
<b>Total (I)</b>		<b>4,045,194</b>	<b>22,815,835</b>
<b>Expenses</b>			
Cost of materials consumed	18	2,195,314	-
(Increase) / Decrease in Finished Goods	19	(237,485)	-
Employee benefits expense	20	11,371,249	4,547,075
Finance Cost	21	39,267	-
Depreciation and amortization expense	9	9,289,932	854,322
Other expenses	22	19,030,108	6,446,267
<b>Total (II)</b>		<b>41,688,385</b>	<b>11,847,663</b>
<b>Profit before tax (I-II)</b>		<b>(37,643,191)</b>	<b>10,968,172</b>
<b>Tax Expenses</b>			
- Current Tax		-	7,403,601
- Deferred Tax		111,405	(113,469)
		111,405	7,290,132
<b>Profit for the year from continuing operations (A)</b>		<b>(37,754,596)</b>	<b>3,678,041</b>
Profit/(Loss) from discontinuing operations		-	-
Tax expense of discontinuing operations		-	-
<b>Profit/(Loss) from discontinuing operations (after tax) (B)</b>		<b>-</b>	<b>-</b>
<b>Profit for the year (A+B)</b>		<b>(37,754,596)</b>	<b>3,678,041</b>
<b>Earnings per equity share:</b>	23		
Class A Shares		-71.50	6.97
Class B Shares		-107.26	10.45

Summary of Significant accounting policies

2

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

In terms of our report of even date  
For ASA & Associates LLP  
Chartered Accountants  
Firm Registration No. 009571N/N500006

  
Mihir Hindocha  
Partner  
Membership No. 112766



Place: Mumbai, India  
Date: 14 JUN 2016

For and on behalf of the Board of Directors  
Ruchi Kagome Foods India Private Limited  
CIN : U15122MH2013PTC244632

  
Hiroshi Mori  
Managing Director  
DIN : 06639012

Place: Mumbai, India  
Date: 02 JUN 2016

  
Masayoshi Hashizume  
Director  
DIN : 07028033

Place: Tokyo, Japan  
Date: 10 JUN 2016

**RUCHI KAGOME FOODS INDIA PRIVATE LIMITED**  
(CIN: U15122MH2013PTC244632)

**Significant Accounting Policies & Notes forming part of accounts for the year ended  
March 31, 2016**

**1. Corporate Information:**

Ruchi Kagome Foods India Private Limited ('the Company') was incorporated on 19<sup>th</sup> June 2013 to undertake business of manufacturing Tomato Ketchup and related products.

**2. SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS:**

**I. Basis Of Preparation:**

The financial statements of the company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014. Accordingly, the previous figures have been reclassified to conform to this year's classification. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained below.

The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Act. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.

**II. Use of estimates:**

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on the date of the financial statements. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of financial statements which in management's opinion are prudent and reasonable. Actual results may differ from the estimates used in preparing the accompanying financial statements. Any revision to accounting estimates is recognised prospectively in current and future periods.

**III. Fixed Assets:**

Fixed Assets are stated on cost less accumulated depreciation. The total cost of assets comprises its purchase price, freight, duties, taxes and any other incidental expenses directly attributable to bringing the asset to the working condition for its intended use.

Intangible assets are recognized if it is probable that the future economic benefits that are attributable to the assets will flow to the Company and cost of the assets can be measured reliably.



#### IV. Depreciation:

Depreciation is provided using Straight Line Method as per the useful life of the assets prescribed under Schedule II of the Companies Act, 2013.

Leasehold Improvements are amortized over the period of lease or estimated period of useful life of such improvement, whichever is lower.

#### V. Impairment of Assets:

The Company assesses at each Balance Sheet date whether there is any indication that an asset or a group of assets (cash generating unit) may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset or a group of assets. The recoverable amount of the asset (or where applicable, that of the cash generating unit to which the asset belongs) is estimated as the higher of its net selling price and its value in use. 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. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

Value in use is the present value of estimated future cash flow expected to arise from the continuing use of the assets and from its disposal at the end of its useful life.

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 depreciable historical cost.

#### VI. Inventories:

Inventories are valued at cost or estimated net realisable value, whichever is lower. Cost is determined using first in first out (FIFO) method. Costs include the purchase price, non-refundable taxes and delivery and handling costs.

#### VII. Revenue Recognition:

- Sales of goods

Revenue from sale of goods is recognised on transfer of all significant risks and rewards of ownership to the buyer. Sales are stated net of trade discount, duties and sales tax.

- Interest income

Interest income is recognized on time proportion basis.

#### VIII. Foreign currency transactions:

- Initial recognition

Foreign currency transactions are recorded in the reporting currency which is Indian Rupee, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

- Conversion

Monetary assets and liabilities in foreign currency, which are outstanding as at the year-end, are translated at the year-end at the closing exchange rate and the resultant exchange differences are recognized in the Statement of Profit and Loss. Non-monetary foreign currency items are carried at cost.



• Exchange Differences

Exchange differences arising on the settlement of monetary items or on reporting monetary items of the Company at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise.

**IX. Retirement and other employee benefits:**

• *Short term employee benefit*

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. These benefits include short term compensated absences such as paid annual leave. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognized as an expense during the period. Benefits such as salaries and wages, etc. and the expected cost of the bonus / ex-gratia are recognised in the period in which the employee renders the related service.

**X. Leases:**

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases.

Operating lease payments are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.

**XI. Income taxes:**

Income-tax expense comprises current tax and deferred tax charge or credit.

*Current tax*

Provision for current tax is made for the tax liability payable on taxable income after considering tax allowances, deductions and exemptions determined in accordance with the prevailing tax laws.

*Deferred tax*

Deferred tax liability or asset is recognized for timing differences between the profits/losses offered for income tax and profits/losses as per the financial statements. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted at the Balance Sheet date.

Deferred tax asset is recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax asset is recognized only if there is a virtual certainty of realization of such asset. Deferred tax asset is reviewed as at each Balance Sheet date and written down or written up to reflect the amount that is reasonably/virtually certain to be realized.

**XII. Earnings Per Share:**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and taxes attributable) by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.



### XIII. Provisions and contingencies:

A provision is recognised when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present values and are determined based on management estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current management estimates.

Contingent liabilities are disclosed in respect of possible obligations that have arisen from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of future events not wholly within the control of the Company.

When there is an obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.





**Ruchi Kagome Foods India Private Limited**  
**(CIN: U15122MH2013PTC244632)**  
**Notes to financial statements for the year ended March 31, 2016**

(Currency: Indian Rupees)

**3 - Share capital**

Particulars	As at March 31, 2016	As at March 31, 2015
<b>Authorised shares</b>		
300,000 Equity Shares of ` 10/- each - Class A Shares	3,000,000	3,000,000
200,000 Equity Shares of ` 10/- each - Class B Shares	2,000,000	2,000,000
<b>Issued, subscribed and fully paid-up shares</b>		
264,000 Equity Shares of ` 10/- each - Class A Shares	2,640,000	2,640,000
176,000 Equity Shares of ` 10/- each - Class B Shares	1,760,000	1,760,000
<b>TOTAL</b>	<b>4,400,000</b>	<b>4,400,000</b>

**a. Information on shareholders**

Name of Shareholder	Relationship	As at March 31, 2016		As at March 31, 2015	
		No of Equity shares held	Percentage	No of Equity shares held	Percentage
KMB Investment Singapore Pte Ltd	Holding Company	264,000	60.00%	264,000	60.00%
Ruchi Soya Industries Limited		176,000	40.00%	176,000	40.00%

**b. Reconciliation of the shares outstanding**

Particulars	Equity Shares	
	Number	
Shares outstanding at the beginning of the year	440,000	4,400,000
Shares Issued during the year	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	440,000	4,400,000

**c. Information on equity shares allotted without receipt of cash or allotted as bonus shares or shares bought back - NIL**

**d. Terms /rights attached to equity shares**

The Company has two classes of equity shares having a par value of Rs 10 per share.

Each holder of Class A equity shares is entitled to one vote per share.

Each holder of Class B equity Shares is entitled to one vote per share but carrying 150% with respect to economic interest (i.e. dividend and distribution at any winding up or liquidation)

**4 - Reserves and surplus**

Particulars	As at March 31, 2016	As at March 31, 2015
<b>a. Securities Premium Account</b>		
Opening Balance	435,600,000	435,600,000
Add : Securities premium credited on Share issue	-	-
Closing Balance	435,600,000	435,600,000
<b>b. Surplus</b>		
Opening balance	6,331,489	2,653,449
(+) Net Profit / (Net Loss) for the current year	-37,754,596	3,678,041
Closing Balance	-31,423,107	6,331,489
<b>TOTAL</b>	<b>404,176,893</b>	<b>441,931,489</b>



(Currency: Indian Rupees)

5 - Short Term Borrowings

Particulars	As at March 31, 2016	As at December 31, 2015
Unsecured Working Capital Demand Loan from Bank	6,000,000	-
Short Term Loan from Bank	45,000,000	-
<b>TOTAL</b>	<b>51,000,000</b>	<b>-</b>

6 - Trade Payables

Particulars	As at March 31, 2016	As at December 31, 2015
Trade Payables *		
- Due to Micro and Small Enterprises	-	-
- Other than Micro and Small Enterprises	967,050	-
<b>TOTAL</b>	<b>967,050</b>	<b>-</b>

\*Under the Micro, Small and Medium Enterprises Development Act, 2006, certain disclosures are required to be made relating to dues to Micro, Small and Medium enterprises. Based on the information available with the Company, there are no parties who have been identified as micro, small and medium enterprises based on the confirmations circulated and responses received by the management.

7 - Other current liabilities

Particulars	As at March 31, 2016	As at December 31, 2015
Sundry Creditors	14,790,454	8,299,524
Provision for Expenses	1,530,407	5,220,535
Statutory Dues	4,003,556	2,228,982
Excise Duty Provision on Inventory	31,693	-
Retention Money	-	1,423,249
<b>TOTAL</b>	<b>20,356,110</b>	<b>17,172,290</b>

8 - Short Term Provisions

Particulars	As at March 31, 2016	As at December 31, 2015
Provision for Gratuity	132,684	132,684
<b>TOTAL</b>	<b>132,684</b>	<b>132,684</b>



Ruchi Kagame Foods India Private Limited  
(CIN: U15122MH2013PTC244632)

Notes to financial statements for the year ended March 31, 2016

(Currency: Indian Rupees)

9 - Fixed assets

PARTICULARS	Gross Block			Accumulated Depreciation / Amortization			Net Block	
	As at April 1, 2015	Additions (Deletions) during the Year	As at March, 2016	As at April 1, 2015	Depreciation charge for the year	As at March, 2016	As at March 31, 2016	As at March 31, 2015
<b>Tangible Assets</b>								
Land	86,264,308	-	86,264,308	-	-	-	86,264,308	86,264,308
Plant & Machinery	-	178,205,469	178,205,469	-	6,213,839	6,213,839	171,991,630	-
Building	-	88,287,529	88,287,529	-	1,593,705	1,593,705	86,693,824	-
Road	-	1,946,889	1,946,889	-	61,651	61,651	1,885,238	-
Computers	256,391	145,006	401,397	88,439	113,724	202,163	199,234	167,952
Office Equipment	370,991	238,667	609,658	61,002	95,686	156,688	452,970	309,989
Furniture & Fixtures	24,008	446,462	470,470	200	19,291	19,491	450,979	23,808
Lab Equipment	-	3,277,225	3,277,225	-	180,529	180,529	3,096,696	-
Electrical Installations	-	36,404,203	36,404,203	-	285,934	285,934	36,118,269	-
Leasehold Improvements	3,506,938	-	3,506,938	906,966	725,573	1,632,539	1,874,399	2,599,972
<b>Total</b>	<b>90,422,636</b>	<b>308,951,450</b>	<b>399,374,086</b>	<b>1,056,607</b>	<b>9,289,932</b>	<b>10,346,539</b>	<b>389,027,547</b>	<b>89,366,029</b>
Previous Year	3,850,443	86,572,193	90,422,636	202,285	854,372	1,056,607	89,366,029	3,648,158
<b>Capital WIP</b>	<b>Opening</b>	<b>Addition</b>	<b>Transfer</b>	<b>Closing</b>				
Project	21,600,199	15,251,082	36,851,281	-				
Building	65,136,189	9,040,596	74,176,785	-				
Plant & Machinery	134,745,019	18,152,776	152,897,795	-				
Electrical Installations	-	32,849,537	32,849,537	-				
<b>Total</b>	<b>221,481,407</b>	<b>75,293,990</b>	<b>296,775,397</b>	<b>-</b>				



(Currency: Indian Rupees)

10 - Deferred tax Asset (Net)

The major components of deferred tax liability / asset as recognised in the financial statement is as follows:

Particulars	As at March 31, 2016	As at December 31, 2015
Excess of block of assets for tax purpose over net block of fixed assets as per books of accounts	-	-
Timing Difference due to allowability of Preliminary Expenses	-	-
<b>Net deferred tax Asset / (Liability)</b>	<b>-</b>	<b>-</b>

Deferred Tax Charge / (Credit) for the year - 85,326

11 - Long Term Loans and advances

Particulars	As at March 31, 2016	As at December 31, 2015
<b>Capital Advances</b>		
Unsecured, considered good		
Capital Advances	726,760	3,409,003
	<b>726,760</b>	<b>3,409,003</b>
<b>Security deposits</b>		
Unsecured, considered good	2,483,700	2,390,440
	<b>2,483,700</b>	<b>2,390,440</b>
<b>Others</b>		
Unsecured, considered good		
Advance Tax and TDS (Net off Provision for Tax)	466,774	436,583
Prepaid Expenses	-	273,437
	<b>466,774</b>	<b>710,020</b>
<b>TOTAL</b>	<b>3,677,234</b>	<b>6,509,463</b>

12 - Inventories

Particulars	As at March 31, 2016	As at December 31, 2015
Raw Material ( Including Goods in Transit - Rs. 967,050)	3,758,160	2,903,655.00
Finished Goods	237,485	-
<b>TOTAL</b>	<b>3,995,645</b>	<b>2,903,655.00</b>



## 13 - Cash and Bank Balance

Particulars	As at March 31, 2016	As at December 31, 2015
<b>Cash &amp; Cash Equivalents</b>		
a. Balances with banks in Current Accounts	58,934,361	3,879,238
b. Balances with banks in Fixed Deposits	-	30,000,000
c. Cash on hand	-	5,065.00
<b>TOTAL</b>	<b>58,934,361</b>	<b>33,884,303</b>

## 14 -Short Term Loans and advances

Particulars	As at March 31, 2016	As at December 31, 2015
<b>Other loans and advances</b> (Unsecured Considered Good)		
Prepaid Expenses	734,862	400,023
Balance with Government Authorities	20,143,481	19,336,575
Advance for Expenses	1,580,209	62,524
	<b>22,458,552</b>	<b>19,799,122</b>
<b>TOTAL</b>	<b>22,458,552</b>	<b>19,799,122</b>

## 15 - Other current assets

Particulars	As at March 31, 2016	As at December 31, 2015
Accrued Interest	-	124,110
Contractually recoverable expenses	2,939,398	1,574,840
Other Receivables	-	-
	<b>2,939,398</b>	<b>1,698,949</b>



Ruchi Kagome Foods India Private Limited  
(CIN: U15122MH2013PTC244632)  
Notes to financial statements for the year ended March 31, 2016

(Currency: Indian Rupees)

16 - Revenue from Operations

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Revenue from Operations (Gross)	11,678	
Less: Excise Duty	(1,298)	-
Revenue from Operations (Net)	10,380	-
TOTAL	10,380	-

17 - Other income

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Interest Income	3,488,495	22,815,835
Scrap Sales	30,973	-
Foreign Exchange Gain	512,205	-
Discount Received	3,141	-
TOTAL	4,034,814	22,815,835

18 - Cost of Materials consumed

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Opening Stock	-	-
Add : Purchases during the year	4,986,424	-
Add: Purchase in Transit	967,050	-
Less : Closing Stock	(3,758,160)	-
Cost of materials consumed	2,195,314	-

19 - (Increase) / Decrease in Finished Goods

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Inventory at the beginning of the period	-	-
Less: Inventory at the end of the period	(237,485)	-
TOTAL	(237,485)	-

20 - Employee benefit expenses

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Salaries and incentives	11,188,350	4,487,161
Staff Welfare	182,899	59,914
TOTAL	11,371,249	4,547,075



Ruchi Kagome Foods India Private Limited  
(CIN: U15122MH2013PTC244632)  
Notes to financial statements for the year ended March 31, 2016

(Currency: Indian Rupees)

21 - Finance Cost

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Interest on Bank Loans	39,267	-
<b>TOTAL</b>	<b>39,267</b>	<b>-</b>

22 - Other Expenses

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Power & Fuel	1,826,120	221,040
Consumables	371,204	-
Rent	2,691,950	2,246,960
Insurance	360,848	73,220
Repairs & Maintenance - Building	296,223	-
Repairs & Maintenance - Machinery	314,897	-
Repairs & Maintenance - Others	13,169	103,919
Manpower Expenses	755,667	-
Excise Duty Provision on Inventory	31,693	-
Sampling Expenses	303,506	257,675
Office Expenses	1,474,181	400,499
Communication Expenses	307,075	242,974
Legal and Professional	5,872,484	1,238,440
Travelling & Conveyance	2,869,399	454,253
Audit Fees	497,259	395,172
Foreign Exchange Fluctuation	-	4,010
Rates and Taxes	790,724	5,000
Interest on Late Payment	-	591,362
Miscellaneous Expenses	253,710	211,743
<b>TOTAL</b>	<b>19,030,108</b>	<b>6,446,267</b>

22.1 - Leases:

Office Premises are taken on operating lease and are renewable on mutually agreed terms. The lease rentals amounting to Rs 26,91,950/- are charged as rent in Profit and Loss Account.

22.2 - Auditors' Remuneration (Including Service Tax)

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Audit Fees	486,625	393,260
Taxation Services	376,125	384,833
Certification Services	217,763	219,509
Other Services	381,450	319,066
Reimbursement of Expenses	15,659	1,912
<b>TOTAL</b>	<b>1,477,622</b>	<b>1,318,580</b>



Ruchi Kagome Foods India Private Limited

(CIN: U15122MH2013PTC244632)

Notes to financial statements for the year ended March 31, 2016

(Currency: Indian Rupees)

23 - Earnings per share

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
<b>Basic earnings per share</b>		
Profit/(Loss) attributable to Equity shareholders	-37,754,596	3,678,041
Weighted average number of Class A equity shares	264,000	264,000
Weighted average number of Class B equity shares	176,000	176,000
Face value per share ( Class A & Class B Shares)	10	10
Share of Profit for Class A equity shares	-18,877,298	1,839,020
Share of Profit for Class B equity shares	-18,877,297	1,839,019
Basic earnings per Class A equity share	-71.50	6.97
Basic earnings per Class B equity share	-107.26	10.45





Ruchi Kagome Foods India Private Limited  
(CIN: U15122MH2013PTC244632)  
Notes to financial statements for the year ended March 31, 2016  
(Currency: Indian Rupees)

#### 24 - Related Party Disclosures

##### Names of related parties and description of relationship:

Name of the Related Party	Relationship
KMB Investment Singapore Pte Ltd	Holding Company
Ruchi Soya Industries Limited	Control in Management
Kagome Co Ltd., Japan	Enterprise having significant influence
Mitsui & Co Ltd, Japan	Enterprise having significant influence
Hiroshi Mori	Key Management Personal
Kagome Inc, US	Enterprise having common control

##### Transactions with Related Parties:

Name of the Related Party	Transaction	Amount (CY)	Amount (PY)
Ruchi Soya Industries Limited	Contractually reimbursable expenses paid	3,868,386	1,285,085
	Closing Balance Payable	3,530,532	200,816
Kagome Co Ltd, Japan	Re-imbursment of expenses paid	41,770	-
	Re-imbursment of expenses received	11,501,949	11,893,205
	Closing Balance Receivable	1,196,210	1,449,430
Mitsui & Co., Japan	Re-imbursment of expenses received	13,373,219	11,819,992
	Closing Balance Receivable	1,743,188	734,296
Dinesh Chandra HUF	Purchase of Land	-	78,608,000
Hiroshi Mori	Directors' Remuneration	2,400,000	2,400,000
Kagome Inc, US	Purchase of Raw Material	967,050	-
	Re-imbursment of expenses paid	1,474,937	-
	Closing Balance Payable	2,441,987	-

#### 25 - Capital Commitments

Estimated amount of contract remaining to be executed on capital account is Rs. NIL.

#### 26 - Transfer Pricing


The Company's management is of the opinion that its international transactions with related parties are at arms length and that the Company is in compliance with the transfer pricing legislation. Based on the above, the Company's management believes that the aforesaid legislation will not have any impact on the financial statements, particularly on the tax expenses and that of the provision for taxation.

27 - In the opinion of the Management, the Current Assets, Current Liabilities, Loans and Advances are approximately of the value stated, if realized in the ordinary course of business and are subject to confirmation.

#### 28 - Prior period comparatives

Previous Years figures have been regrouped and reclassified, wherever necessary

In terms of our report of even date  
For ASA & Associates LLP  
Chartered Accountants  
Firm Registration No. 009571N/N500006


  
Mihir Hindocha  
Partner  
Membership No. 112766



Place: Mumbai, India  
Date: 14 JUN 2016

For and on behalf of the Board of Directors of  
Ruchi Kagome Foods India Private Limited  
CIN : U15122MH2013PTC244632

  
Hiroshi Mori  
Managing Director  
DIN : 06639012

  
Masayoshi Hashizume  
Director  
DIN : 07028033

Place: Mumbai, India  
Date: 02 JUN 2016

Place: Tokyo, Japan  
Date: 10 JUN 2016