

LANDMARK ETAIL LIMITED

ANNUAL FINANCIAL STATEMENTS

2014-2015

N. M. RAIJI & CO.
Chartered Accountants
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Independent Auditor's report

To the Members of Landmark Etail limited

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **LANDMARK ETAIL LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone 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 there under. 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 31st March, 2015, of its loss and its cash flows for the year ended on that date.

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 purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the 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) On the basis of the written representations received from the directors as on 31st March, 2015 and 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.

f) 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:

- i. The Company does not have any pending litigations which would impact its financial position as on 31st March 2015.
- ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There are no amounts which are required to be transferred, to the Investor Education and Protection Fund by the Company.

for N. M. RAIJI & CO.

Chartered Accountants

Firm Registration No:

108296W



CA. Y. N. THAKKAR

Partner

Membership No.33329

Place: Mumbai

Date : 22 APR 2015

Annexure to the Independent Auditor's Report of even date

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the members of Landmark Etail Limited (the Company))

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) As explained to us, physical verification of fixed assets was conducted by the management during the year. No material discrepancies were noticed on such physical verification.
- ii. (a) The inventories have been physically verified by the management at reasonable intervals during the year.
(b) In our opinion, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
(c) In our opinion and according to the information and explanations given to us, the Company is maintaining proper records of inventory. The discrepancies noticed on physical verification were not material in relation to the operations of the Company and the same have been properly dealt with in the books of account.
- iii. The Company has not granted any loans, secured or unsecured, during the year to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act. Accordingly, sub-clause (a) and (b) are not applicable.
- iv. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any major weaknesses in internal control system.
- v. The Company has not accepted any deposits from the public.
- vi. According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Companies Act, for the products of the Company.
- vii. (a) According to the records of the Company, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth-tax, Service Tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues applicable to it. Based on our audit procedures and according to the information and explanations given to us, there are no arrears of undisputed statutory dues which remained outstanding as at 31st March 2015 for a period of more than six months from the date they became payable.

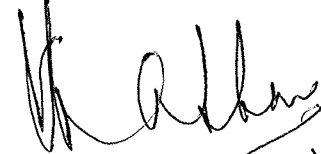
- (b) According to the records made available to us and the information and explanations given by the management, there are no dues of income tax or sales tax or wealth tax or Service Tax or duty of custom duty or excise duty or value added tax or cess, which have not been deposited on account of any dispute.
- (c) There are no amounts which are required to be transferred, to the Investor Education and Protection Fund by the Company in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made there under.
- viii. The Company has accumulated losses at the end of the financial year but is less than fifty percent of its net worth and has incurred cash losses during the financial year and has also incurred cash losses in the financial year immediately preceding such financial year.
- ix. The Company has not taken any loans from any banks or financial institutions and has not issued any debentures.
- x. On the basis of the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- xi. The Company has applied term loans for the purposes for which they were obtained.
- xii. According to the information & explanation given to us, no fraud on or by the Company, has been noticed or reported during the year in the course of our audit.

for N. M. RAIJI & CO.

Chartered Accountants

Firm Registration No:

108296W



CA. Y. N. THAKKAR

Partner

Membership No.33329

Place: Mumbai

Date : 22 APR 2015

Landmark Etail Limited
Balance Sheet as at 31st March , 2015

Particulars		Note No.	As at 31st March 2015 Rs.	As at 31st March 2014 Rs.
A	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	(a) Share capital	3	243,864,000	198,263,600
	(b) Reserves and surplus	4	(120,438,338)	(71,936,572)
			123,425,662	126,327,028
2	Non Current Liabilities			
	Long term Provisions	5	213,438	507,464
			213,438	507,464
3	Current liabilities			
	(a) Trade payables	6	3,236,769	7,589,975
	(b) Other current liabilities	7	2,115,104	2,859,588
	(c) Short term provisions	8	33,301	110,639
			5,385,174	10,560,202
			129,024,274	137,394,694
B	ASSETS			
1	Non-current assets			
	Fixed assets			
	(i) Tangible assets	9	1,404,234	2,126,451
	(ii) Intangible assets	9	117,075,965	123,554,219
			118,480,199	125,680,670
2	Current assets			
	(a) Current Investment	10	8,082,104	4,186,581
	(b) Inventories	11	4,472	1,046,111
	(c) Trade receivables	12	495,081	958,997
	(d) Cash and cash equivalents	13	1,108,102	3,365,838
	(e) Short-term loans and advances	14	795,746	559,778
	(f) Other current assets	15	58,570	1,596,719
			10,544,075	11,714,024
			129,024,274	137,394,694
	See accompanying notes forming part of the financial statements	1-22		

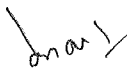
As per our report attached.
For N.M. Raiji & Co. ,
Chartered Accountants
Registration No. 108296W

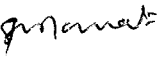


CA. Y.N. Thakkar
Partner

For and on behalf of the Board of Directors


Philip N Auld
Director


P. K. Anand
Director


S.W.Kamat
Director


P. Venkatesalu
Chief Financial Officer


Khyati Mashru
Company Secretary

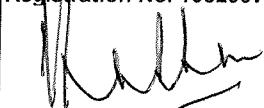
Place : Mumbai

Date : 22/4/2015

Landmark Etail Limited
Statement of Profit and Loss for the Year ended 31st March.2015


Particulars		Note No.	For the year ended 31st March, 2015	For the year ended 31st March, 2014
			Rs.	Rs.
1	Revenue from operations (Net)	16	16,735,987	30,551,152
2	Other income	17	899,777	186,581
3	Total revenue (1+2)		17,635,764	30,737,733
4	Expenses			
	(a) Purchase of Stock-in-Trade		14,678,908	27,175,329
	(b) Change in inventory of Stock-in-Trade	18	1,041,639	(940,254)
	(c) Employee benefits expense	19	9,642,943	11,050,704
	(d) Finance costs	20	1,135,075	6,211,768
	(e) Depreciation and amortisation expense	9	7,270,720	7,047,034
	(f) Other expenses	21	32,343,785	32,676,495
	Total expenses		66,113,070	83,221,076
5	(Loss) / Profit before tax (3 ± 4)		(48,477,306)	(52,483,343)
6	Tax expense: Current & Deferred tax		-	-
	Total Tax expense		-	-
7	(Loss) / Profit for the year (5 ± 6)		(48,477,306)	(52,483,343)
8	Earnings per share (of Rs.100/- each) Basic and Diluted	1-22	(24.45)	(50.54)
	See accompanying notes forming part of the financial statements			


As per our report attached.
For N.M. Rajji & Co. ,
Chartered Accountants
Registration No. 108296W

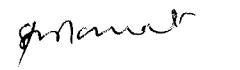

CA Y.N. Thakkar
Partner


Place : Mumbai
Date : 22/4/2015

For and on behalf of the Board of Directors


Philip N Auld
Director


P. K. Anand
Director


S.W. Kamat
Director


P. Venkatesalu
Chief Financial Officer


Khyati Mashru
Company Secretary

Particulars	For the year ended 31 March, 2015		For the year ended 31 March, 2014	
	Rs.	Rs.	Rs.	Rs.
A. Cash flow from operating activities				
Net (Loss) / Profit before tax		(48,477,306)		(52,483,343)
<u>Adjustments for:</u>				
Depreciation and amortisation	7,270,720		7,047,034	
Loss on Discard of assets	-		1,742,965	
Profit on sale of Investments	(183,488)		(186,581)	
Finance costs	1,135,075		6,211,768	
		8,222,307		14,815,186
Operating (loss) before working capital changes		(40,254,999)		(37,668,157)
<u>Changes in working capital:</u>				
<u>Adjustments for (increase) / decrease in operating assets:</u>				
Inventories	1,041,640		(940,254)	
Trade receivables	463,917		1,105,699	
Short-term loans and advances	(235,968)		(470,701)	
Other current assets	1,538,149		(1,555,730)	
		2,807,738		(1,860,986)
<u>Adjustments for increase / (decrease) in operating liabilities:</u>				
Trade payables	(4,353,206)		(14,744,911)	
Long term Provisions	(294,026)		(1,571)	
Short Term Provisions	(77,338)		99,202	
Other current liabilities	(744,484)		1,908,114	
		(5,469,054)		(12,739,166)
		(2,661,316)		(14,600,152)
Net cash flow from/(used in) operating activities (A)		(42,916,315)		(52,268,309)
B. Cash flow from investing activities				
Net Investment in Mutual Fund	(3,895,523)		(4,186,581)	
Profit on Sale of Investments	183,488		186,582	
Purchase of fixed assets	(94,711)		(1,742,765)	
Net cash flow from / (used in) investing activities (B)		(3,806,746)		(5,742,764)
C. Cash flow from financing activities				
Net decrease in Long term borrowings	-		(132,500,000)	
Issue of Share Capital	45,600,400		197,763,600	
Interest costs	(1,135,075)		(6,211,768)	
Net cash flow from financing activities (C)		44,465,325		59,051,832
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		(2,257,736)		1,040,759
Cash and cash equivalents at the beginning of the year		3,365,838		2,325,079
Cash and cash equivalents at the end of the year (Refer Note 13)		1,108,102		3,365,838
Reconciliation of Cash and cash equivalents with the Balance Sheet:				

Note : 1) Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

2) Figure In bracket indicate outflows.

As per our report attached.
For M. Rajji & Co.,
Chartered Accountants
Registration No. 108296W

CA Y.N. Thakkar
Partner

For and on behalf of the Board of Directors

Philip N Auld
Director

P. K. Anand
Director

S.W. Kamat
Director

P. Venkatesalu
Chief Financial Officer

Khyati Mashru
Company Secretary

Place : Mumbai

Date : 22/4/2015

Landmark Etail Limited
Notes forming part of the financial statements

Note	Particulars
1	<p>Corporate information Landmark Etail Limited (the Company) is a large e-commerce portal selling merchandise in Books, Music, Movies, Gaming, Technology Accessories, Mobiles, Camera and Toys.</p>
2	<p>Significant accounting policies</p>
2.1	<p>Basis of accounting and preparation of financial statements The financial statements are prepared on an accrual basis of accounting and in accordance with the Accounting Standards notified by the Companies Act, 2013 and referred to in Section 133 of the said Act.</p>
2.2	<p>Fixed Assets & Depreciation</p>
a	<p>Fixed Assets are stated at cost less depreciation. Costs comprise of cost of acquisition. Borrowing cost, Cost of improvement and any attributable cost of bringing the asset to condition for its intended use.</p>
b	<p>Depreciation on tangible assets is provided in accordance with the provisions of Schedule II of the Companies Act, 2013 under "Straight Line" method. Accordingly useful life of existing assets have been revised to give effect increase in depreciation in the current financial year.</p>
c	<p>Improvements to Leasehold assets are depreciated over the period of lease remaining as at the date of their capitalisation</p>
d	<p>Intangible assets including Computer Software are amortised over a period of 5 years.</p>
e	<p>Goodwill arising as part of purchase of business is not amortised.</p>
2.3	<p>Inventories Inventories are valued at lower of cost or net realisable value.</p>
2.4	<p>Investments Long term Investments are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of long term investments. Current Investments are stated at lower of cost or fair value.</p>
2.5	<p>Income a Sale of goods are recognised on dispatch to customers. b Other operating revenues are accounted on accrual basis.</p>
2.6	<p>Retirement Benefits 2.5.1 Defined Contribution Plans Company's contributions during the year towards Government administered Provident Fund, Family Pension Fund, ESIC and Labour Welfare Fund are charged to the Statement of Profit and Loss Account as incurred.</p>

2.5.2 Defined Benefit Plans

- a Company's contribution towards Gratuity made under the Group Gratuity Scheme with Life Insurance Companies are determined based on the amounts recommended by Life Insurance Companies as per actuarial valuation.
- b Provision for other retirement / post retirement benefits in the form of long term compensated absences (leave encashment) has been made on the basis of actuarial valuation.

2.7 Foreign Currency Transactions

Foreign Currency transactions are accounted at the rates prevailing on the date of transaction.

Year end monetary assets and liabilities are translated at the exchange rate ruling on the date of the Balance Sheet.

Exchange difference on settlement/conversion are adjusted to the Profit and Loss Account.

Landmark Etail Limited

Notes forming part of the financial statements (contd)

Note	Particulars
2.8	<p>Provisions and Contingent Liabilities</p> <p>The Company recognises a provision when there is a present obligation as a result of 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 contingent liability is made when there is possible obligation or a present obligation that may, but probably will not, require an outflow of resources. where there is a possible obligation or present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.</p>
2.9	<p>Taxation</p> <p>a Current tax comprises of Provision for Income Tax as determined in accordance with the provisions of Income Tax Act, 1961.</p> <p>b Deferred tax, subject to the consideration of prudence, is recognised on timing differences between the taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognised to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In case of unabsorbed depreciation and carry forward tax losses, deferred tax assets are recognised to the extent that there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.</p>
2.10	<p>Leases</p> <p>Lease arrangements where the risks and rewards incident to ownership of an asset substantially vest with the Lessor are recognised as operating leases. Lesae rents under operating leases are recognised in the Statement of Profit and Loss Account on straight line basis.</p>
2.11	<p>Borrowing cost</p> <p>Borrowing cost include interest, fees and other charges incurred in connection with the borrowing of funds and is considered as revenue expenditure for the year in which it is incurred. Borrowing cost attributed to the acquisition/improvement of qualifying capital assets and incurred till the commencement of intended use of the assets is capitalised as cost of the assets.</p>

2.12**Impairment of assets**

The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, except in case of revalued assets.

Note 3 Share capital

Particulars	As at 31st March 2015		As at 31st March 2014	
	Number of shares	Rs,	Number of shares	Rs,
(I) Authorised				
Equity shares of Rs.100 each	2,000,000	200,000,000	2,000,000	200,000,000
10% Redeemable Non-cumulative Preference Shares of Rs. 100 each	500,000	50,000,000	-	-
	2,500,000	250,000,000	2,000,000	200,000,000
(II) Issued				
i) Equity shares of Rs.100 each	1,982,636	198,263,600	1,982,636	198,263,600
ii) 10% Redeemable Non Cumulative Preference Share of Rs 100 each	456,005	45,600,500	-	-
	2,438,641	243,864,100	1,982,636	198,263,600
(III) Subscribed and fully paid up				
i) Equity shares of Rs.100 each	1,982,636	198,263,600	1,982,636	198,263,600
ii) 10% Redeemable Non Cumulative Preference Share of Rs 100 each	456,004	45,600,400	-	-
Total	2,438,640	243,864,000	1,982,636	198,263,600

(IV) Term / right attached to equity shares

The Company has equity shares having par value of Rs 100 per share. Each holder of Equity Shares is entitled to one vote per share. The shareholders have the right to receive interim dividends declared by the Board of Directors and final dividends proposed by the Board of Directors and approved by the shareholders. In the event of liquidation of the Company, the holders of Equity shares will be entitled to receive any of the remaining assets of the company after distribution of Preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. The equity shareholders have all other rights as available to the equity shareholders as per the provisions of Companies Act, 2013 read together with the Memorandum of Association and Articles of Association of the company as applicable.

(V) Term / right attached to Preference shares

10% Redeemable Non-Cumulative Preference Shares shall confer on the holders thereof, the right to a fixed and non-cumulative preferential dividend at a rate as may be determined by the Board at the time of the issue, on the capital for the time being paid up or credited as and from time to time paid up thereon. The Redeemable preference Shares shall be redeemed on or before the expiry of three years from the date of allotment of such Preference Shares at the discretion of the Board of Directors of the Company. No. Premium is payable on redemption. The Voting right of the persons holding the said shares shall be in accordance with the provision of Section 47 of the companies Act 2013. The Redeemable Non-Cumulative Preference Shares shall rank for repayment of capital in a winding up, pari passu inter se and in priority to the Equity Shares of the Company but shall not confer any further or other right to participate either in profits or assets and that preferential rights shall automatically cease on the repayment of capital.

(VI) Reconciliation of Share Capital	As at 31st March, 2015		As at 31st March, 2014	
	Nos.	Amount	Nos.	Amount
(a) Equity shares				
Opening Balance	1,982,636	198,263,600	5,000	500,000
Add: Issued during the year	-	-	1,977,636	197,763,600
Closing Balance	1,982,636	198,263,600	1,982,636	198,263,600
(b) 10% Redeemable Non Cumulative Preference Shares				
Opening Balance	-	-	-	-
Add: Issued during the year	456,004	45,600,400	-	-
Closing Balance	456,004	45,600,400	-	-

(VII) Details of shares held by the holding Company (Trent Ltd).

Particulars	Number of shares	
	As at 31st March, 2015	As at 31st March, 2014
Equity Shares (held by Holding Company alongwith its Nominees)	1,982,636	1,982,636
Redeemable Non Cumulative Preference Shares	456,004	-

(VIII) Details of shares held by each shareholder holding more than 5% shares (Trent Ltd):

Class of shares / Name of shareholder	As at 31st March, 2015		As at 31st March, 2014	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity Shares (held by Holding Company alongwith its Nominees)	1,982,636	100.00%	1,982,636	100%
Redeemable Non Cumulative Preference Shares	456,004	100.00%	-	-

Note 4 Reserves and surplus

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs.	Rs.
Surplus in Statement of Profit and Loss		
Opening balance	(71,936,572)	(19,453,229)
Add / (Less) : Profit / (Loss) for the year	(48,477,306)	(52,483,343)
Less: Depreciation Adjustment for earlier Year	24,460	-
Closing balance	(120,438,338)	(71,936,572)

Note 5 Long-term Provisions

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs.	Rs.
Provisions for Employee Benefits	213,438	507,464
	213,438	507,464

Landmark Etail Limited
Notes forming part of the financial statements

Note 6 Trade payables

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs.	Rs.
Trade payables:		
(a) For Goods and Services	3,132,941	7,511,983
(b) Related parties		
(i) Trent Limited - Holding Company	57,728	-
(ii) Westland Limited - Fellow Subsidiary	46,100	77,992
Total	3,236,769	7,589,975

Note 7 Other current liabilities

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs.	Rs.
(i) Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, VAT, Service Tax, etc.)	77,118	374,683
(ii) Advances from customers	1,683,219	1,516,070
(iii) Employee Related Liability	308,741	968,835
(iv) Others	46,026	-
Total	2,115,104	2,859,588

Note 8 Short Term Provisions

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs.	Rs.
Provisions for Employee Benefits	33,301	110,639
Total	33,301	110,639

Landmark Etail Limited
Notes forming part of the financial statements

Note 9 Fixed assets

Details	Gross Block (At cost)				Depreciation				Net Block	
	Balance as at 1 April 2014.	Additions / Adjustments	Disposals / Adjustments	As at 31.03.2015	Balance as at 1 April, 2014	For the Year	On Disposal	Transfer to Reserve	As at 31.03.2015	As at 31.03.2015
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
A. Tangible Assets (Owned)										
(a) Plant and Equipment	345,762 (1,032,297)	-	-	345,762 (345,762)	28,356 (28,479)	26,933 (45,076)	-	-	55,289 (28,356)	290,473 (317,406)
(b) Furniture and Fixtures	621,660 (1,035,944)	-	(686,535)	621,660 (621,660)	68,704 (38,087)	79,413 (67,090)	-	-	148,117 (68,704)	473,543 (552,956)
(c) Office Equipment	21,929 (22,087)	-	-	21,929 (21,929)	1,793 (608)	12,125 (1,197)	-	-	13,918 (1,793)	8,011 (20,136)
(d) Leasehold Premises Improvements	-	-	-	-	-	-	-	-	-	-
(d) Others	(590,859)	-	(590,859)	-	(32,603)	(48,337)	(80,940)	-	-	-
Computers	1,652,551 (1,179,998)	(708,750)	-	1,652,551 (1,652,551)	416,598 (111,099)	579,284 (360,711)	-	24,461	1,020,343 (416,598)	632,208 (1,235,953)
Total	2,641,902 (3,270,326)	708,750	(1,337,174)	2,641,902 (2,641,902)	515,451 (178,273)	697,755 (339,894)	-	24,461	1,237,667 (515,451)	1,404,234 (2,126,451)
Previous year										
B. Intangible Assets										
(a) Goodwill	103,615,985 (103,615,985)	-	-	103,615,985 (103,615,985)	-	-	-	-	-	103,615,985 (103,615,985)
(b) Computer Software	28,716,247 (27,718,612)	94,711 (1,034,015)	(36,380)	28,810,958 (28,716,247)	8,778,013 (2,257,001)	6,572,965 (6,524,623)	-	-	15,350,978 (8,778,013)	13,459,980 (19,938,234)
Total	132,332,232 (131,334,597)	94,711 (1,034,015)	(36,380)	132,426,943 (39,082,232)	8,778,013 (2,257,001)	6,572,965 (6,524,623)	-	-	15,350,978 (8,778,013)	117,075,965 (123,554,219)
Previous year										
GRAND TOTAL	134,974,134 (134,604,923)	94,711 (325,265)	(1,373,554)	135,068,945 (41,724,134)	9,293,464 (2,435,274)	7,270,720 (6,864,517)	-	24,461	16,588,645 (9,293,464)	118,480,199 (125,680,670)
Previous year										

Note: The figures in bracket pertain to previous Financial year.

Landmark Etail Limited
Notes forming part of the financial statements

Note 10 Current Investments

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs.	Rs.
Unquoted Investment		
Unit of Mutual Fund		
Tata Liquid Fund - Growth Plan		
3,186.238 units (P.Y. 1,813.939 units)	8,082,104	4,186,581
Net Asset Value as on 31st March 2015 Rs. 82,34,450/- (P.Y. 42,93,550/-)		
Total	8,082,104	4,186,581

Note 11 Inventories
(At lower of cost and net realisable value)

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs.	Rs.
Stock-in-Trade	4,472	1,046,111
Total	4,472	1,046,111

Note 12 Trade receivables

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs.	Rs.
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Unsecured, considered good	-	554,262
Doubtful	308,858	-
Less: Provision for doubtful trade receivables	308,858	-
	-	554,262
Other Trade receivables		
Unsecured, considered good	495,081	404,735
	495,081	404,735
Total	495,081	958,997

Landmark Etail Limited
Notes forming part of the financial statements

Note 13 Cash and cash equivalents

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs.	Rs.
(a) Balance with banks - current accounts	1,073,671	3,294,958
(b) Credit card Slips	21,132	58,338
(c) Cash on hand	13,299	12,542
Total	1,108,102	3,365,838

Note 14 Short-term loans and advances

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs.	Rs.
<u>Unsecured, considered good</u>		
(a) Loans and advances to employees	152,323	330,058
(b) Deposit with Government Authorities	45,000	45,000
(c) Prepaid expenses	231,141	126,649
(d) Advance to Vendor	367,282	58,071
Total	795,746	559,778

Note 15 Other Current Assets

Particulars	As at 31st March, 2015	As at 31st March, 2014
	Rs.	Rs.
Receivable from Trent Ltd. - Holding Company	-	1,596,719
Recovery from Others	58,570	-
Total	58,570	1,596,719

Landmark Etail Limited
Notes forming part of the financial statements

Note 16 Revenue from operations

	Particulars	For the year ended 31st March, 2015	For the year ended 31st March, 2014
		Rs.	Rs.
(a)	Sale of products - Traded goods	17,156,006	31,358,343
	Less : VAT Expense on sales	420,019	807,191
	Total - Revenue from Operations	16,735,987	30,551,152

Note 17 Other income

	Particulars	For the year ended 31st March, 2015	For the year ended 31st March, 2014
		Rs.	Rs.
(a)	Liability Written back	716,289	-
(b)	Profit on Sale of Current Investment	183,488	186,581
	Total	899,777	186,581

Note 18 Changes in inventories of traded goods

Note	Particulars	For the year ended 31st March, 2015	For the year ended 31st March, 2014
		Rs.	Rs.
(i)	Stock -in -Trade (Closing)	4,472	1,046,111
(ii)	Stock - in -Trade (Opening)	1,046,111	105,857
	Net decrease / (increase)	1,041,639	(940,254)

Note 19 Employee benefits expense

	Particulars	For the year ended 31st March, 2015	For the year ended 31st March, 2014
		Rs.	Rs.
(i)	Salaries and wages	9,056,915	10,274,845
(ii)	Contributions to provident and other funds	392,380	495,913
(iii)	Staff welfare expenses	193,648	279,946
	Total	9,642,943	11,050,704

Note 20 Finance costs

	Particulars	For the year ended 31st March, 2015	For the year ended 31st March, 2014
		Rs.	Rs.
(i)	Interest on borrowings	1,135,075	6,211,768
	Total	1,135,075	6,211,768

Landmark Etail Limited
Notes forming part of the financial statements

Note 21 Other expenses

Particulars	For the year ended 31st March, 2015	For the year ended 31st March, 2014
	Rs.	Rs.
Packing materials	249,566	284,679
Power and fuel	-	458,830
Rent including lease rentals	2,652,819	5,438,890
Repairs and maintenance - Machinery	-	3,384
Repairs and maintenance - Others	1,762,661	1,553,758
Backoffice processing Charges	859,592	1,162,082
Freight on sales	2,308,422	4,178,407
Rates and taxes	2,650	57,795
Communication	351,852	400,597
Travelling and conveyance	3,394,457	2,074,267
Business promotion	557,814	244,650
Legal and professional charges	18,625,518	12,672,748
ROC Filing Fees	571,608	1,095,800
Payments to auditors	174,158	106,742
Loss on Discard of assets	-	1,742,965
Provision for doubtful debts	308,858	-
Net loss on foreign currency transactions and translation (Other than considered as finance cost)	85,908	-
Bank and Collection Charges	269,930	521,240
Miscellaneous expenses	167,972	679,661
Total	32,343,785	32,676,495

Particulars	For the year ended 31st March, 2015	For the year ended 31st March, 2014
	Rs.	Rs.
Payments to the auditors comprises (including Service Tax)		
i)As auditors - statutory audit	56,180	56,180
ii) For Certification	117,978	50,562
Total	174,158	106,742

Note 22 Additional information to the financial statements

Note	Particulars				
22.01	Contingent liabilities and commitments (to the extent not provided for)		As at 31st March, 2015	As at 31 March, 2014	
			Rs.	Rs.	
(i)	Contingent liabilities		Nil	Nil	
(ii)	Capital Commitments		Nil	Nil	
(iii)	Other Commitments		Nil	Nil	
22.02	Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006				
	There are no Micro and Small Enterprises, to whom the company owes dues, which are outstanding for more than 45 days as at 31st March, 2015. This information as required to be disclosed under the Micro, Small and Medium Enterprise Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.				
22.03	Details on derivatives instruments and unhedged foreign currency exposures				
	I. The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:				
	As at 31st March, 2015		As at 31st March, 2014		
	Currency	Amount in in Foreign currency	Amount in Rs.	Amount in in Foreign currency	Amount in Rs.
	Payable GBP	3,750	349,011	7,500	747,150
	Payable USD	19,363	1,213,680	33,311	1,994,018
22.04	Sales, Purchases, Opening and Closing Stocks from 01.04.2014 to 31.03.2015. Figures in brackets indicate for the corresponding number for the previous year.				
	Class of goods	Sales (Rs.)	Purchases (Rs.)	Opening Stock (Rs.)	Closing Stock (Rs.)
	Books, Movies, Stationery and Games etc.	17,156,006 (31,358,343)	14,678,908 (27,175,329)	1,046,111 (105,857)	4,472 (1,046,111)
22.05	Value of imports calculated on CIF basis :		As at 31st March, 2015	As at 31 March, 2014	
			Rs.	Rs.	
	Traded Goods		4,226,918	8,756,667	
	Cost of Content for Downloading of E-books		619,667	359,090	
			4,846,585	9,115,757	
22.06	Expenditure in foreign currency :				
	Professional Fees:		3,302,686	4,721,866	
	Foreign Travel expenses		926,613	281,502	
			4,229,299	5,003,368	
22.07	In accordance with the requirement of Schedule II of Companies Act, 2013, company has debited an amount of Rs 24,460 to opening balance of retained earnings in respect of assets whose remaining useful life is exhausted as at 01st April 2014.				

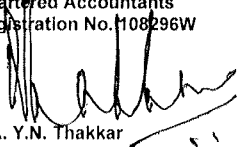
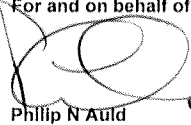
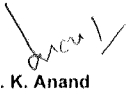
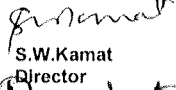
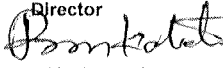

Note 22 Disclosures under Accounting Standards (contd.)

Note	Particulars		
22.08	Employee benefit plans		
22.08.a	Defined contribution plans		
	The Company makes Provident Fund contributions to defined contribution plans for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognised Rs. 378,755/- (Year ended 31 March, 2014 Rs.495,913/-) for Provident Fund contributions in the Statement of Profit and Loss. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.		
22.08.b	Defined benefit plans		
	a) Gratuity		
	The following table sets out the funded status of the defined benefit schemes and the amount recognised in the financial statements:		
	Particulars	Year ended 31 March, 2015	Year ended 31 March, 2014
	Components of employer expense		
	Current service cost	110,822	141,659
	Interest cost	53,223	52,841
	Expected return on plan assets	(43,430)	-
	Actuarial losses/(gains) *	23,809	(194,500)
	Total expense recognised in the Statement of Profit and Loss	144,424	-
	Actual contribution and benefit payments for year		
	Actual benefit payments	-	-
	Actual contributions	-	-
	Net asset / (liability) recognised in the Balance Sheet		
	Present value of defined benefit obligation	186,766	523,683
	Fair value of plan assets	167,619	635,061
	Funded status [Surplus / (Deficit)]	19,147	(111,378)
	Net asset / (liability) recognised in the Balance Sheet	19,147	(111,378)
	Change in defined benefit obligations (DBO) during the year		
	Present value of DBO at beginning of the year	523,683	520,472
	Current service cost	110,822	141,659
	Interest cost	53,223	52,841
	Actuarial (gains) / losses	11,620	(191,289)
	Benefits Paid	(512,582)	-
	Present value of DBO at the end of the year	186,766	523,683
	Change in fair value of assets during the year		
	Plan assets at beginning of the year	635,061	-
	Acquisition adjustment	-	-
	Expected return on plan assets	43,430	-
	Actual company contributions	13,899	595,748
	Actuarial gains / (losses)	(12,189)	39,313
	Benefits paid	(512,582)	-
	Plan assets at the end of the year	167,619	635,061
	Actuarial assumptions		
	Discount rate	8.05%	9.20%
	Expected return on plan assets	8.00%	7.50%
	Salary escalation	7.00%	7.00%
	Attrition	1 % - 2%	1 % - 2%
	*Note: Actuarial Gain has not been recognised in the Statement of Profit and Loss.		
	b. Leave Encashment		
	Leave encashment (Long term compensated absences) recognised as gain / (Loss) for the year is Rs. 2,06,341 /- (For F.Y. 2013-14: (638,780/-)		
	The above is based on the actuarial valuation report. The report considers assumptions with respect to discount rate, salary escalations, retirement age, mortality, rates of leaving services, leave availment pattern, disability and other relevant factors. The method used is Project Unit Credit Method		

Note 22 Disclosures under Accounting Standards (contd.)

Note	Particulars		
22.09	Related party transactions		
22.09.a	Details of related parties:		
	Parties where control exists		
	Trent Limited - Holding Company .		
	Other related parties with whom transactions have taken place during the year		
	Westland Limited - Fellow Subsidiary		
	Fiora Services Limited - Fellow Subsidiary		
	Duckbill Books and Publications Limited - Fellow Subsidiary (Up to 31st December 2014		
	Key Management Personnel		
	Mr. Arun Naikar (Manager) (From 01.04.2014 to 31.05.2014		
	Mr. P. Venkatesalu (CFO) (Date of Appointment 1st June 2014		
	Mr. Partha Majumdar (Manager) (Date of Appointment 12th March 2015		
	Directors of the Company		
	Mr. P. Auld		
	Mr. S.W.Kamat		
	Mr. P.K.Anand		
	Ms. Roselyn Lawrence Pereira (w.e.f. 27th March 2015)		
	Mr. Zulfqar Shivji (w.e.f. 27th March 2015;		
22.09.b	Details of related party transactions during the year and balances outstanding as at end 31st March 2015		
		Year ended 31 March, 2015	Year ended 31 March, 2014
A	Transactions during the year		
(i)	Purchase of goods Net of Discount		
	Westland Limited	137,668	279,472
	Trent Ltd	1,321,157	5,185,826
	Duckbill Books and Publications Limited	453	-
(ii)	Reimbursement of Expenses		
	Trent Limited	4,737,622	15,365,793
(iii)	Received of Services		
	Fiora Services Ltd.	2,814,618	-
(iv)	Interest paid during the year		
	Trent Limited	1,124,109	6,056,164
v)	Collection of Other Receipt & Expenses		
	Trent Ltd	7,830,785	18,938,382
(vi)	Loan taken during the year		
	Trent Limited	31,000,000	19,500,000
vii)	Loan Repaid during the year		
	Trent Limited	31,000,000	152,000,000
viii)	Issued Share Capital		
	Trent Ltd		
	a) Equity share Capital	-	197,763,600
	b) Issue of Redeemable Non Cumulative Preference share	45,600,400	-
ix)	Transaction with Key Management Personne		
	Mr. Arun Naikar	380,714	413,748
B	Balances outstanding at the end of the year		
(i)	Trade payables		
	Westland Limited	46,100	77,992
	Trent Limited	57,728	-
ii)	Receivable Balance		
	Trent Limited	-	1,596,719

Note 22 Disclosures under Accounting Standards (contd.)

Note	Particulars	For the year ended	For the year ended
		31 March, 2015	31 March, 2014
		Rs.	Rs.
22.10	Earnings per share		
	Basic and Diluted		
	Net profit / (loss) for the year	(48,477,306)	(52,483,343)
	Basis / Weighted average number of equity shares	1,982,636	1,038,462
	Par value per share	100	100
	Earnings per share - Basic / Weighted Average	(24.45)	(50.54)
Year ended 31 March, 2015 (Year ended 31 March, 2014)			
22.11	Segment information		
	The entire operations of the Company relate to only one segment viz. retailing. Separate secondary segment disclosure is not required as the entire company's sale is in the domestic market.		
22.12	Remuneration to Manager	For the Year ended 31st March 2015	For the Year ended 31 March, 2014
	Salary	368,668	396,843
	Employer Contribution to Provident Fund	12,046	16,905
	Total	380,714	413,748
22.13	Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.		
<p>As per our report attached. For N.M. Rajji & Co., Chartered Accountants Registration No. H08296W</p>  <p>CA. Y.N. Thakkar Partner</p>		<p>For and on behalf of the Board of Directors</p>  <p>Philip N Auld Director</p>  <p>P. K. Anand Director</p>  <p>S.W. Kamat Director</p>  <p>P. Venkatesalu Chief Financial Officer</p>  <p>Khyatl Mashru Company Secretary</p>	
<p>Place : Mumbai Date : 22/4/2015</p>			