

Ref No: VK / AISPL / VS / 2017-18

Date: 16.07.2020

**AKSHAYA IMAGING SYSTEMS P LTD – IN LIQUIDATION (AISPL)**

**Management (Liquidator) Notes**

A. It is placed on record that

1. On an Application filed under Section 7 of Insolvency and Bankruptcy Code, 2016 (IBC) filed by the Financial creditor M/s. Syndicate Bank against Akshaya Imaging Systems P Ltd (herein referred to as AISPL) , the Hon'ble NCLT Chennai Bench had vide its Order dated 31.05.2018 in CP/431/(IB)/CB/2018 ordered the Corporate Insolvency Resolution Process (CIRP) and appointed the undersigned Shri Varadachari Kumar, an Insolvency professional with Registration No IBBI/IPA/-001/IP-P00742/2017-2018/11248 as Interim Resolution Professional (IRP). By this Order the Promoter Directors powers were suspended. After following due procedures, the IRP was continued as Resolution professional for the CIRP.
2. In an Application filed by the Resolution professional under Section 33(2) of IBC with Hon'ble NCLT, Chennai bench, they vide their order dated 07.08.2018 in MA 286/2018 ordered liquidation of the Corporate Debtor and appointed the undersigned Shri Varadachari KUMAR as the liquidator of the AISPL. By this order the suspended promoter directors have ceased of their position in AISPL.
3. During the period under report
  - a) the HT supply to the factory was disconnected by the TANGEDCO in July 2017 as the electricity bills remained unpaid.



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- b) The last import of raw material was noticed in July 2017.  
And thus AISPL have stopped their stated activity.
4. Only after continuous follow ups, the Liquidator received the accounting data of the AISPL for period commencing from 01/04/2017 from the suspended erstwhile directors in Tally format on 03.11.2018. The unaudited Balance sheet and Profit and Loss statements for the FY 17-18, and for period 01/04/2018 to 30/06/2018 signed by the erstwhile discharged directors was handed over to the Liquidator .
  5. The earlier appointed Statutory Auditor of AISPL resigned from the appointment as the Statutory auditor of AISPL with effect from 21/11/2018. Thereafter, the Liquidator on 02/01/2019, appointed M Naveenkumar and Associates, Chartered Accountants (Firm Regn No 018227S) (Proprietor Mr M.Naveenkumar - Mem No 221257) as Auditors of AISPL duly complying with the requisite formalities.
  6. There are deficiencies in the maintenance, upkeep of records like non maintenance of stock register, fixed assets register, acknowledged delivery notes etc.
  7. The liquidator upon further analysis of the available records, correspondences had with the erstwhile promoter directors and others, facts and circumstances known to him has felt the necessity to have certain changes in the statements
  8. The Liquidator has arrived at the present balance sheet to the best of his ability, after taking into account the available records, various correspondences, discussions and replies received from the erstwhile Promoter Directors and public notices placed in newspapers, AISPL's website [www.akshayaimaging.com](http://www.akshayaimaging.com) .



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**B. Liabilities of the AISPL**

1. As per provisions of the IBC 2016, Public Notices have been caused in English and Tamil Daily News Paper on 05/06/2018 and 12/08/2018 informing the commencement of the CIRP process / Liquidation of AISPL and calling for claims from AISPL. Such Public Notices have been carried on these dates on the AISPL website and also published in the Insolvency and bankruptcy Board of India's web Portal.
2. To these announcements, eventhough the unaudited balance sheet handed over to the liquidator reflects a liability of Rs 22,31,33,711.61 (As on 31/03/2018) claims ( as at 07/08/2018) from only four entities amounting to only **Rs 14,30,56,551.77** have been received, processed, admitted as per Rules and Regulations under IBC 2016 for the liquidation process, and list of stakeholders made public

The list of stake holders, category-wise, are as below.

a) Secured Creditor	Rs 14,21,66,574.77
( Syndicate Bank, Mount Road Branch)	
b. Unsecured Creditors	Rs 8,89,977.00
i) GEE GEE KAY	Rs 2,22,399.00
ii) SE, Chennai Electricity distribution circle north	Rs 6,22,572.00
iii) Rasayan trading co.,	Rs 45,006.00
c. Total admitted claims (a+b)	: Rs 14,30,56,551.77

**C. Assets of AISPL**

1. The physical possession of AISPL's assets were taken by the



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IRP on and from 31/05/2018 as per the Orders of the Hon'ble NCLT Chennai Bench for the CIRP Process / Liquidation of AISPL and such available assets were continued to be handled for the subsequent CIRP/liquidation.

2. During this process the available assets of AISPL were valued in conformity with the procedures of the IBC 2016 and depletion in value is noted as under

Name of Assets	As per Book	Liquidation Value *	Reduction in Value due to Valuation
Buildings	4,08,51,834.30	2,47,60,750.00	1,60,91,084.30
Plant & machinery	5,13,82,644.15	1,88,01,000.00	4,38,01,383.96
Electrical Equipments	1,05,03,526.64		
Furniture / Inventory	4,57,375.00		
Inventory	2,58,838.17		
car - Nano & Swift	7,28,481.30	3,46,500.00	3,81,981.30
<b>Total</b>	<b>10,41,82,699.56</b>	<b>4,39,98,259.00</b>	<b>6,02,74,449.56</b>

3. During this process the following deficiencies came to light with respect to certain assets and necessary applications have been filed at the Hon'ble NCLT Chennai Bench for declaring that these alleged transactions constitute as fraudulent transaction under Section 66 / Section 43 of the IBC Code and direct the erstwhile directors to make contribution to the assets of AISPL the details of which are as below;

Item	No of instances	Total amount involved in Rs
Assets not handed over and treated as wrongfully dealt.	4	11,72,540.70
Debts under dispute / not reflected	5	56,14,190.06
Expenses unjustified and unable to be treated as business expenses	4	21,69,918.62
Promoters withdrawal observed to be in preference to creditors	2	27,58,680.00
<b>Total</b>	<b>15</b>	<b>1,17,15,329.38</b>



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4. Based on the correspondences and the replies from the erstwhile directors, present position and the practicality, conclusions have been arrived at by the liquidator that assets as below are necessitated to be classified as bad debts and these are written off with value date 31/03/2018.

<b>Item</b>	<b>No of instances</b>	<b>Total amount involved in Rs</b>
Bad debts	34	13,34,312.23
Cash balances not handed over / traceable	1	298.00
<b>Total</b>	<b>35</b>	<b>13,34,610.23</b>

5. In respect of a transactions with Kerala Trade Zone, the following Discrepancy in GST Returns is brought on record

<b>Date</b>	<b>Sales Invoiced</b>	<b>Sales reported in GST returns</b>	<b>Difference</b>
21/03/2018	16,02,922.00	3,10,780.00	12,92,142.00
06/03/2018	19,70,091.00	64,605.00	19,05,486.00
<b>Total</b>	<b>35,73,013.00</b>	<b>3,75,385.00</b>	<b>31,97,628.00</b>



Yours faithfully,  
For Akshaya Imaging Systems Pvt. Ltd. - In Liquidation

(Varadachari KUMAR)  
Liquidator



**INDEPENDENT AUDITOR'S REPORT**

To  
**The Members / Liquidator**  
**AKSHAYA IMAGING SYSTEMS P LTD**  
**(In Liquidation)**

**Report on the Financial Statements**

1. I have audited the accompanying financial statements of **AKSHAYA IMAGING SYSTEMS P LTD (In Liquidation)** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2018, 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 Financial Statements**

2. The Company's Board of Directors / Liquidator 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, 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, 2015 as amended. 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**

3. My responsibility is to express an opinion on these financial statements based on my audit.



4. I 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.
5. I conducted my 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.
6. 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.
7. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the financial statements.

### **Opinion**

8. In my opinion and to the best of my information and according to the explanations given to us, the aforesaid 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 31<sup>st</sup> March, 2018, and its profit/loss and its cash flows for the year ended on that date.

### **Other Matters**

9. I draw attention to the following matters along with the relevant Notes to the financial statements:
  - a. The National Company Law Tribunal (NCLT), Chennai , vide its order dated 07.08.2018 , has ordered for the liquidation of the company , further to the application filed by the Financial Creditor M/s Syndicate Bank, u/s 7 of the Insolvency and Bankruptcy Code, 2016 for initiation of Corporate Insolvency Resolution Process, against the Company and the Liquidation of the Company is in progress.



- b. The above as well as due to the negative net worth of the Company, along with other matters set forth in Note-1 of the Notes to Accounts of the Financials, indicate the existence of a material uncertainty that the Company's ability to continue as a going concern. However, the financial statements of the Company have been prepared on a going concern basis for the reasons stated in the said Note-1 and Note 3 of the notes to accounts. My opinion is not modified in respect of these matters.

### **Report on Other Legal and Regulatory Requirements**

10. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of section (11) of section 143 of the Companies Act, 2013 we give in the "Annexure-A" a statement on the matters specified in the paragraphs 3 and 4 of the Order, to the extent applicable.
11. As required by Section 143 (3) of the Act, I report that:
- a. I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit.
  - b. In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my 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 my opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2015 as amended.
  - e. The going concern matter described in sub-paragraph (a & b) under the Other Matters paragraph above, in my opinion, have an adverse effect on the functioning of the Company.
  - f. I have not received any written representations from the directors as on 31<sup>st</sup> March, 2018, stating that none of the directors is disqualified as on 31<sup>st</sup> March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
  - g. Since the Company's turnover as per last audited financial statements is less than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017
  - h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014,





in my opinion and to the best of my information and according to the explanations given to us:

- i. The Company does not have any pending litigation which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses
- iii. There were no amounts which were required to be transferred to the Investor Protection Fund by the Company;
- iv. The reporting on disclosure relating to specified bank notes is not applicable to the company for the year ended as at 31<sup>st</sup> March ,2018

For M NAVEENKUMAR & ASSOCIATES  
Chartered Accountants  
(Firm's Registration No.018227S)

*M. Naveenkumar*

M.Naveenkumar  
Proprietor  
(Membership No. 221257)  
UDIN:20221257AAAET7133



Place: Chennai  
Date:16-Jul-20

**ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT**

***Referred to in paragraph 10 of the Independent Auditor's Report of even date to the members / Liquidator of Akshaya Imaging Systems Private Limited -in Liquidation on the financial statements as of and for the year ended March 31,2018***

***(i) Fixed Assets:***

(a) The Company is not maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;

(b) The Management of the Company has not made any Physical verification of the fixed assets, hence no report on whether any material discrepancies were noticed on such verification or not.

(c) The immovable properties being buildings have been built on the leasehold land leased out by the directors of the Company.

***(ii) Inventory:***

The Management of the Company, has not carried out any physical verification of inventory, hence no report on whether any material discrepancies were noticed or not.

***(iii) Loan (Section 189 of Companies Act, 2013):***

The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.

***(iv) Loans, investments, guarantees, and security (Section 185 and 186 of Companies Act, 2013):***

The Company has not given any loans, made any investments, given guarantees and provided security.

***(v) Deposits:***

The Company has not accepted any deposits from the public within the meaning of Sections 73,74,75 and 76 of the Act and the Rules framed thereunder to the extent notified.

***(vi) Cost records (Section 148 of Companies Act, 2013):***

The Company is not required to maintain any cost records. No Cost accounts and reports have been prescribed by the Central Government under section 148 of the Companies Act, 2013 in respect of the business / production of the Company.



**(vii) Statutory Dues:**

The company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities.

**(viii) Default in repayment of loan or borrowings:**

The company has defaulted in repayment of the following loans:

#	Name of the Bank / Institution	Type of account / Loan	Default amount as on 31.03.2018 in Rs.
1	Syndicate Bank	Cash Credit	3,76,92,463.44
2	Syndicate Bank	Car Loan	8,27,665.87
3	Syndicate Bank	Term Loan	7,04,28,379.93
4	Syndicate Bank	Working Capital Term Loan	2,62,78,081.79
<b>Total</b>			<b>13,52,26,591.03</b>

**(ix) Public Offer:**

In my opinion and according to the information and explanations given to me, the moneys raised by way of term loan have been applied for the purposes for which they were obtained. The Company has not raised any moneys by way of initial public offer or further public offer, including debts instruments.

**(x) Fraud by company or its officers and employees:**

During the course of my examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanation given to me, I have come across and been informed instances of transactions, which are being indicative of fraud by the Company or on the Company by its officers or employees. – refer note 3.F (ii),4 of notes to Accounts.

**(xi) Managerial Remuneration (Section 197 of Companies Act, 2013):**

The managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.



**(xii) Nidhi Company:**

As the Company is not a Nidhi Company and the Nidhi Rules, 204 are not applicable to it, the provisions of clause 3(xii) of the order are not applicable to the Company.

**(xiii) Related Party Transactions:**

The Company has entered in to transactions with the related parties, in compliance with sections 177 and 188 of Companies Act, 2013. The details of such related party transactions have been disclosed in the financial statements.

**(xiv) Preferential allotment or private placement (section 42 of the Companies Act, 2013):**

The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.


**(xv) Non-cash Transactions:**

The Company has not entered into any non-cash transactions with directors or persons connected with him.

**(xvi) Registration under section 45-IA of the Reserve Bank of India Act, 1934:**

The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For M NAVEENKUMAR & ASSOCIATES  
Chartered Accountants  
(Firm's Registration No.018227S)

  
M.Naveenkumar  
Proprietor  
(Membership No. 221257)  
UDIN: 20221257AAAET7133



Place: Chennai

Date: 16-Jul-20

**AKSHAYA IMAGING SYSTEMS PRIVATE LIMITED.,**

Regd.Office & Factory: No.49, Pappan Kuppam Village, Gummidipoondi-601201.

Admin Office: No.7, Ramanujar Street, Chitlapakkam, Chennai-600064.

**BALANCE SHEET AS AT 31st MARCH 2018**

PARTICULARS	Note No.	As at 31.03.2018		As at 31.03.2017	
		Rs.	Ps.	Rs.	Ps.
<b>I. EQUITY AND LIABILITIES</b>					
<b>1 Shareholders' funds</b>					
a) Share capital	1	3,30,00,000.00		3,30,00,000.00	
b) Reserves & Surplus	2	-10,84,62,721.96		-8,04,85,036.32	
<b>2 Non-current liabilities</b>					
a) Long-term borrowings	3	2,45,40,003.09		2,52,26,126.36	
b) Deferred tax liabilities (Net)		-		-	
c) Short Term Borrowings	4	13,52,26,591.03		11,74,62,839.03	
d) Loans and Advances	5	2,86,79,806.00		2,64,96,706.00	
<b>3 Current liabilities</b>					
a) Trade Payables	6	16,87,804.49		1,29,47,591.97	
b) Debtors in Credit Balance	7	8,55,604.52		-	
c) Short-term provisions	8	14,16,404.59		4,54,500.00	
<b>TOTAL (1+2+3)</b>		<b>11,69,43,491.76</b>		<b>13,51,02,727.04</b>	
<b>II. ASSETS</b>					
<b>1 Non-current assets</b>					
a) Property, Plant and Equipment Tangible assets	9	10,50,96,402.09		10,48,93,402.09	
b) Deferred tax assets (Net)		-		-	
c) Long-term loans and advances		-		-	
d) Other non-current assets		-		-	
<b>2 Current assets</b>					
a) Inventories	10	2,58,838.17		1,64,04,626.21	
b) Trade receivables	11	58,33,662.10		49,78,921.84	
c) Cash and cash equivalents	12	5,34,829.15		9,16,207.78	
d) Short-term loans and advances	13	52,19,760.25		79,09,569.12	
<b>TOTAL (1+2)</b>		<b>11,69,43,491.76</b>		<b>13,51,02,727.04</b>	

The accompanying notes form an Integral part of the financial statements

**For M/s.Akshaya Imaging Systems Pvt. Ltd - In Liquidation**

For Akshaya Imaging Systems Pvt. Ltd. - In Liquidation

Liquidator

**Varadachari Kumar**

Liquidator

Regd.No. IBBI/IPA-001/IP-P00742/2017-18/11248

Place: Chennai

Date: 16.07.2020

**For M NAVEENKUMAR & ASSOCIATES.,**

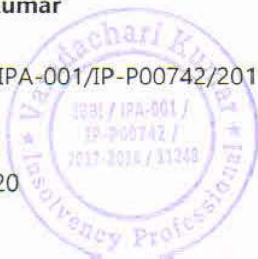
Chartered Accountants (FRN:018227S)

**M.Naveenkumar**

Proprietor

M.No.221257

UDIN:20221257AAAAET7133



**AKSHAYA IMAGING SYSTEMS PRIVATE LIMITED.,**

Regd.Office & Factory: No.49, Pappan Kuppam Village, Gummidipoondi-601201.

Admin Office: No.7, Ramanujar Street, Chitlapakkam, Chennai-600064.

**STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31st MARCH 2018**

PARTICULARS	Note No.	As at 31.03.2018		As at 31.03.2017	
		Rs.	Ps.	Rs.	Ps.
<b>I. Revenue from operations</b>	14	5,78,48,787.49		2,62,44,269.36	
<b>II. Other income</b>	15	2,38,364.45		2,68,340.01	
<b>III. Total Revenue (I + II)</b>		<b>5,80,87,151.94</b>		<b>2,65,12,609.37</b>	
<b>IV. Expenses:</b>					
Cost of Materials Consumed	16	5,18,20,797.99		2,77,22,274.42	
Direct Expenses	17	36,56,854.24		23,73,594.31	
Employee benefits expense	18	47,54,145.36		65,10,152.00	
Finance Cost	19	1,80,53,032.39		1,46,08,748.89	
Depreciation and amortization expense	9	-		9,23,911.00	
Other expenses	20	77,80,007.60		1,30,43,159.95	
<b>Total expenses (IV)</b>		<b>8,60,64,837.58</b>		<b>6,51,81,840.57</b>	
<b>V. Profit Before Exceptional and Extraordinary Items &amp; Tax</b>		<b>-2,79,77,685.64</b>		<b>-3,86,69,231.20</b>	
Exceptional Income / Expenses					
<b>Profit/(Loss) Before Extraordinary Items &amp; Tax</b>		<b>-2,79,77,685.64</b>		<b>-3,86,69,231.20</b>	
Prior Period Items					
Extraordinary Items					
<b>Profit Before Tax</b>		<b>-2,79,77,685.64</b>		<b>-3,86,69,231.20</b>	
Provision for Taxation		-		-	
Deferred Tax Asset/Liabilities		-		-	
<b>Profit/(Loss) for the period from continuing operations operations (after tax)</b>		<b>-2,79,77,685.64</b>		<b>-3,86,69,231.20</b>	
<b>Discontinuing Operations</b>					
Profit/(Loss) from Discontinuing operations					
Profit/(Loss) from Discontinuing operations after Tax					
<b>Profit/(Loss) for the period</b>		<b>-2,79,77,685.64</b>		<b>-3,86,69,231.20</b>	
<b>Earnings per Share</b>		<b>-559.55</b>		<b>-773.38</b>	

The accompanying notes form an Integral part of the financial statements

**For M/s.Akshaya Imaging Systems Pvt. Ltd - In Liquidation**

For Akshaya Imaging Systems Pvt. Ltd. - In Liquidation

Liquidator

**Varadachari Kumar**

Liquidator

Regd.No. IBBI/IPA-001/IP-P00742/2017-18/11248

Place: Chennai

Date: 16.07.2020



**For M NAVEENKUMAR & ASSOCIATES.,**

Chartered Accountants (FRN:018227S)

M. Naveenkumar

**M.Naveenkumar**

Proprietor

M.No.221257

UDIN:20221257AAAET7133



**AKSHAYA IMAGING SYSTEMS PRIVATE LIMITED.,**

Regd.Office & Factory: No.49, Pappan Kuppam Village, Gummidipoondi-601201.  
Admin Office: No.7, Ramanujar Street, Chitlapakkam, Chennai-600064.

**STATEMENT OF CASH FLOW OF THE YEAR ENDED 31st MARCH 2018**

PARTICULARS	As at 31.03.2018		As at 31.03.2017	
	Rs.	Ps.	Rs.	Ps.
<b>Cash flow from operating activities</b>				
<b>Net profit/ (loss) before taxation</b>	-2,79,77,685.64		-3,86,69,231.20	
<b>Adjustment for:</b>				
Depreciation/amortisation		-	9,23,911.00	
Interest expense	1,80,53,032.39		1,46,08,748.89	
Interest income	-1,13,723.78		1,69,732.07	
<b>Operating profit before working capital changes</b>	<b>-1,00,38,377.03</b>		<b>-2,29,66,839.24</b>	
(Increase)/decrease in Inventories	1,61,45,788.04		-36,83,911.21	
(Increase)/decrease in Trade Receivables	-8,54,740.26		42,48,739.16	
(Increase)/decrease in Loans, advances & other current assets	26,89,808.87		-8,28,736.12	
Increase/(decrease) in trade payable, current liabilities and provisions	-94,42,278.37		2,22,78,889.79	
Increase/(decrease) in short & Long term borrowings, Loans & Advances	1,92,60,728.73		93,16,333.45	
<b>Cash generation from operations</b>	<b>1,77,60,929.98</b>		<b>83,64,475.83</b>	
Direct taxes paid (net of refunds)		-		-
<b>Net cash from (used in) operating activities</b>	<b>1,77,60,929.98</b>		<b>83,64,475.83</b>	
<b>Cash flows from investing activities</b>				
Purchase of fixed assets	-2,03,000.00		-29,91,678.09	
Interest received	1,13,723.78		-1,69,732.07	
<b>Net cash from/ (used in) investing activities</b>	<b>-89,276.22</b>		<b>-31,61,410.16</b>	
<b>Cash flows from financing activities</b>				
Capital Investments		-	1,00,00,000.00	
Term loan availed/ Long term-Short term borrowings		-		-
Interest paid	-1,80,53,032.39		-1,46,08,748.89	
<b>Net cash from /(used in) financing activities</b>	<b>-1,80,53,032.39</b>		<b>-46,08,748.89</b>	
<b>Net increase in cash and cash equivalents</b>	<b>-3,81,378.63</b>		<b>5,94,316.78</b>	
Cash and cash equivalents at the beginning of the year	9,16,207.78		3,21,891.00	
Effect of changes in exchange rate on cash and cash equivalents		-		-
<b>Cash and cash equivalents at the end of the year</b>	<b>5,34,829.15</b>		<b>9,16,207.78</b>	

**Summary of significant accounting policies (Note 2)**

As per our report of even date.

**For M/s.Akshaya Imaging Systems Pvt. Ltd - In Liquidation**  
For Akshaya Imaging Systems Pvt. Ltd. - In Liquidation

*(Signature)*  
Liquidator

**Varadachari Kumar**  
Liquidator  
Regd.No. IBBI/IPA-001/IP-P00742/2017-18/11248

Place: Chennai  
Date: 16.07.2020



**For M NAVEENKUMAR & ASSOCIATES.,**  
Chartered Accountants (FRN:018227S)

*(Signature)*  
**M.Naveenkumar**  
Proprietor  
M.No.221257  
UDIN:20221257AAAAET7133



**AKSHAYA IMAGING SYSTEMS PRIVATE LIMITED.,**

Regd.Office & Factory: No.49, Pappan Kuppam Village, Gummidipoondi-601201.

Admin Office: No.7, Ramanujar Street, Chitlapakkam, Chennai-600064.

**BALANCE SHEET SCHEDULE**

PARTICULARS	Note No.	As at 31.03.2018		As at 31.03.2017	
		Rs.	Ps.	Rs.	Ps.
<b>SHARE CAPITAL</b>					
<b>I. EQUITY AND LIABILITIES</b>					
<b>SHAREHOLDER'S FUNDS</b>					
<b>1) a) Authorised Capital</b>					
(3,50,000 Equity shares of Rs.100/-each)	1	3,50,00,000.00		3,50,00,000.00	
<b>Issued, Subscribed &amp; Paid up Capital</b>					
(3,30,000 Equity shares of Rs.100/-each)		3,30,00,000.00		3,30,00,000.00	
		<b>3,30,00,000.00</b>		<b>3,30,00,000.00</b>	
<b>b) Reserves &amp; Surplus</b>					
1 Opening Balance	2	-8,04,85,036.32		-4,18,15,805.12	
2 Net Loss		-2,79,77,685.64		-3,86,69,231.20	
		<b>-10,84,62,721.96</b>		<b>-8,04,85,036.32</b>	
<b>2) Non-current liabilities</b>					
<b>a) Long-term borrowings</b>					
<b>Loans from Related Parties</b>					
1 Directors Loan - Hari Krishnan S	3	1,25,50,862.73		1,37,89,611.00	
2 Directors Loan - Janakiraman S		1,19,89,140.36		1,14,36,515.36	
		<b>2,45,40,003.09</b>		<b>2,52,26,126.36</b>	
<b>b) Deferred tax liabilities (Net)</b>					
		-		-	
<b>c) Short Term Borrowings</b>					
1 Bank CC Account	4	3,76,92,463.44		3,20,08,942.58	
2 Car Loan - Swift Dzire		8,27,665.87		7,44,161.48	
3 Term Loan - Syn Bank		7,04,28,379.93		8,47,09,734.97	
4 Term Loan - Working Capital		2,62,78,081.79		-	
		<b>13,52,26,591.03</b>		<b>11,74,62,839.03</b>	
<b>d) Loans &amp; Advances</b>					
1 Akshaya Machinery Trading Pvt Ltd (Related Party)	5	1,57,07,975.00		1,58,02,875.00	
2 Hari Priya Printers & Traders Pvt Ltd (Related Party)		14,18,831.00		11,93,831.00	
3 Security Deposit - Kompac Trading Co		1,15,53,000.00		95,00,000.00	
		<b>2,86,79,806.00</b>		<b>2,64,96,706.00</b>	
<b>3) Current liabilities</b>					
<b>a) Trade Payables</b>					
1 A.Ganesan	6	-		3,000.00	
2 Akash Associates		-		60,620.60	
3 AMEYA ENGINEERING - PURCHASE		1,04,029.18		21,04,029.18	
4 Ameya Engineering Ltd		-		3,527.00	
5 AMK Packs		-		19,95,657.34	
6 Arjunan Enterprises		-		8,217.00	
7 DDS Enterprises		-		3,800.00	
8 DHANASEKAR		7,23,500.00		7,25,000.00	
9 Focus Engineers		-		21,700.00	
10 Gee Gee Kay Pvt Ltd		1,64,232.25		2,64,232.25	
11 GUNDU BHAI		2,00,000.00		2,00,000.00	





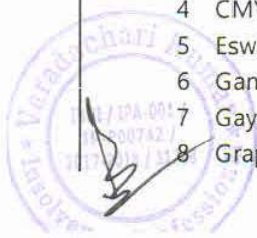
**AKSHAYA IMAGING SYSTEMS PRIVATE LIMITED.,**

Regd.Office & Factory: No.49, Pappan Kuppam Village, Gummidipoondi-601201.

Admin Office: No.7, Ramanujar Street, Chitlapakkam, Chennai-600064.

**BALANCE SHEET SCHEDULE**

PARTICULARS	Note No.	As at 31.03.2018		As at 31.03.2017	
		Rs.	Ps.	Rs.	Ps.
12 Hanan Xindatong Aluminium Industry Co., Ltd			-		0.05
13 Horizon Plasto Tech		1,33,723.97		1,33,723.97	
14 J. Purushoraman			-	1,05,300.00	
15 Jaishree Cortons		16,597.43		82,737.49	
16 Jaitech Power House Pvt Ltd			-	92,600.32	
17 Kompac Trading Company			-	36,80,859.00	
18 KUMAR		7,75,000.00		7,75,000.00	
19 Maruthi Trading Company		-24,23,610.83		-	
20 Monotech Systems Ltd		3,00,000.00		3,00,000.00	
21 Mudra Agency			-	39,563.00	
22 Om Sri Bhavani Auto Electricals Works			-	23,400.00	
23 Pagasus Forwarding Services (P) Ltd			-	26,448.00	
24 Piacon Filters Pvt Ltd			-	13,187.63	
25 Powertech Engineering			-	1,300.26	
26 Praveen Tubes Corporation			-	3,742.50	
27 R.K.Scientific Glassware & Chemicals			-	8,656.00	
28 Rasayan Trading Co.		45,000.00		1,45,196.00	
29 S S Engineering Works		50,405.00		50,405.00	
30 S. Shivashankars			-	26,600.00	
31 S.J. Industries		27,294.95		37,294.95	
32 Sai Eswar Enviro		1,09,034.00		1,09,034.00	
33 Sai Packaging			-	9,727.60	
34 Sharan Print Pack		10,00,000.00		10,00,000.00	
35 Siva Engineering Works			-	10,290.00	
36 SMS Labs Service Private Limited			-	11,450.00	
37 SRB Custom Built Equipments Pvt Ltd		1,46,197.79		1,86,197.78	
38 Sri Maruthi Ram Box Making Press			-	77,100.00	
39 Sri Sathya Agencies			-	0.50	
40 Sri Vasam Electricals Contractors		1,59,600.00		1,59,600.00	
41 Sri Vijaya Stores			-	11,283.00	
42 Swasthik Building Solutions		1,16,776.00		1,16,776.00	
43 Swift Freight India Pvt Lmt		8,798.00		68,798.00	
44 Texmo Industries			-	5,000.00	
45 UKB Marketing		1,917.00		1,07,137.80	
46 Vinay and Company Prithvipur			-	1,836.00	
47 Voda Industrial System & Solutions			-	5,303.00	
48 Welchem Scientific Traders		29,309.75		99,309.75	
49 Yoganantham(Akshaya Printers)			-	32,951.00	
		<b>16,87,804.49</b>		<b>1,29,47,591.97</b>	
<b>b) Debtors in Credit Balance</b>	<b>7</b>				
1 Acron Traders		2,44,998.00		-	
2 Ameya Engineering Ltd		3,527.00		-	
3 Bharath Offset Printers		1,61,296.01		-	
4 CMYK Colour Scan		78.00		-	
5 Eswari Offset Printers		1.18		-	
6 Ganesh Print Store		37,161.63		-	
7 Gayathri Digital		53,812.00		-	
8 Graphic Sales		3,50,061.00		-	



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**BALANCE SHEET SCHEDULE**

PARTICULARS	Note No.	As at 31.03.2018		As at 31.03.2017	
		Rs.	Ps.	Rs.	Ps.
9 L.R.Graphics			800.00		-
10 M R Paper Boards			2,444.70		-
11 Orbit CTP Imaging			1,425.00		-
			<b>8,55,604.52</b>		-
<b>c) Short-term provisions</b>	8				
1 Liability for Deposit Held at Syndicate Bank			13,16,404.59		-
2 Director Remuneration Payable			-		3,90,000.00
3 Audit Fees Payable			1,00,000.00		64,500.00
			<b>14,16,404.59</b>		<b>4,54,500.00</b>
<b>II. ASSETS</b>					
<b>1) Non-current assets</b>					
<b>a) Property, Plant and Equipment</b>					
Tangible assets	9		10,50,96,402.09		10,48,93,402.09
<b>b) Deferred tax assets (net)</b>			-		-
<b>c) Long-term loans and advances</b>			-		-
<b>d) Other non-current assets</b>			-		-
<b>2) Current assets</b>					
<b>a) Inventories</b>	10				
Closing Stock			2,58,838.17		1,64,04,626.21
			<b>2,58,838.17</b>		<b>1,64,04,626.21</b>
<b>b) Trade receivables</b>	11				
<b>Sundry Debtors</b>					
1 Abitha Printers			4,602.00		-
2 Annai Apirami Printers			2,29,495.00		-
3 Bharath Offset Printers			-		8,703.99
4 Bromide chemicals - sales			29,866.00		-
5 Dhote Offset Technocrats Pvt Ltd			4,923.00		4,923.00
6 Digital Plate Systems Pvt Ltd			58,665.06		59,389.06
7 Durga Printers			128.00		-
8 Easan Print			-		1,69,034.00
9 Express Printers			-		12,037.34
10 Gayathri Pre Press			1,86,390.00		-
11 GKS Process			-		59,546.33
12 GS Graphics			79,447.00		-
13 GSK Professional			-		7,90,000.00
14 Harekrishna Enterprises			-		6,814.05
15 Inkwalls Inc			4,592.00		4,592.00
16 Instant Plate Systems			-		5,26,291.00
17 Itch Imaging Solutions			-		1,225.35
18 Jupiter Offset Printers			-		1,12,335.00



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**BALANCE SHEET SCHEDULE**

PARTICULARS	Note No.	As at 31.03.2018		As at 31.03.2017	
		Rs.	Ps.	Rs.	Ps.
19 Kalyan Imaging Systems		2,50,027.00		-	
20 Kerala Trade Zone		35,73,013.00		-	
21 Khan Packs		-		94,743.00	
22 Marlin Plate Process		25,055.00		25,055.00	
23 M R Paper Boards		-		97,302.12	
24 Mudhra Cards		-		5,09,482.50	
25 Mudhra Shipla Offset Printers		13,842.00		-	
26 Murali Printers		3,675.00		-	
27 Orbit CTP Imaging		-		17,604.00	
28 Orion Photosensitive Systems		-		23,738.00	
29 PS Designs		-		5,584.00	
30 Sadhan Process		-		1,96,193.00	
31 Supriya Print Art		5,202.06		-	
32 Shre Print Providers		-		1,054.00	
33 Shree Maruti Printers		-		6,94,799.10	
34 SM Prints		1,12,050.00		-	
35 Speed Scan		18,810.00		-	
36 Sree Sai Enterprises		84,017.00		-	
37 Sri Maruthiram Box Making Printers		9,60,400.00		15,37,500.00	
38 Sri Naveen Traders		30,894.90		-	
39 Sri Vaari Systems		-		15,855.00	
40 Sri Venkataramana Digital Pre Press		91,029.00		-	
41 Trio Plate Systems		-		5,121.00	
42 Yoganantham (Akshaya Printers)		67,539.08		-	
		<b>58,33,662.10</b>		<b>49,78,921.84</b>	
<b>c) Cash and cash equivalents</b>	12				
1 Cash in Hand - Gummidipoondi		576.00		1,44,308.00	
2 Bank of India - 806220110000330		8,880.44		26,615.77	
3 State Bank of India		5,10,914.76		1,63,118.31	
4 Syndicate Bank - 60021010009126		14,457.95		5,82,165.70	
		<b>5,34,829.15</b>		<b>9,16,207.78</b>	
<b>d) Short-term loans and advances</b>	13				
1 A.Nagavelu		1,50,000.00		-	
2 Electricity Deposits		9,91,590.00		9,91,590.00	
3 Fixed Deposits		13,16,404.59		-	
4 GST Input Credit		24,36,752.88		57,66,543.07	
5 Interest Receivable		3,13,724.41		2,12,129.00	
6 Branch Account		-		3,500.00	
7 Rent Advance		-		6,38,000.00	
8 Salary Advance		-		1,20,625.00	
9 Kasthuri Kannan		-		1,50,000.00	
10 M. Saravanan Travelling Advance		-		3,610.00	
11 TDS Receivable		11,288.37		23,572.05	
		<b>52,19,760.25</b>		<b>79,09,569.12</b>	



**AKSHAYA IMAGING SYSTEMS PRIVATE LIMITED.,**

Regd.Office & Factory: No.49, Pappan Kuppam Village, Gummidipoondi-601201.

Admin Office: No.7, Ramanujar Street, Chitlapakkam, Chennai-600064.

**PROFIT AND LOSS STATEMENT SCHEDULE**

PARTICULARS	Note No.	As at 31.03.2018		As at 31.03.2017	
		Rs.	Ps.	Rs.	Ps.
<b>I. Revenue from operations</b>	14				
GST Sales		5,12,37,204.38		2,62,44,269.36	
CST Sales @ 2%		54,67,599.87		-	
VAT SALES		18,83,978.79		-	
Less: Sales Return & Discount		-7,39,995.55		-	
		<b>5,78,48,787.49</b>		<b>2,62,44,269.36</b>	
<b>II. Other income</b>	15				
Exchange Gain / Loss		1,24,640.67		-	
Interest Received from Income Tax Refund		840.00		-	
Scrap Sales		-		42,472.94	
Discount Received		-		56,135.00	
Interest Received from FD - SYN Bank		1,12,883.78		1,69,732.07	
		<b>2,38,364.45</b>		<b>2,68,340.01</b>	
<b>IV. Expenses</b>					
<b>Cost of Materials Consumed</b>	16				
Opening Stock		1,64,04,626.21		-	
Add: Purchases		3,56,75,009.95		2,77,22,274.42	
Less: Closing Stock		2,58,838.17		-	
		<b>5,18,20,797.99</b>		<b>2,77,22,274.42</b>	
<b>Direct Expenses</b>	17				
Anti Dumping Duty		10,80,543.85		-	
Customs Clearing Charges		2,33,739.84		-	
Customs Duty		12,06,241.44		-	
Factory Repair & Maintenance		3,23,725.00		-	
Freight Charges		74,412.00		-	
Labour Charges		1,12,000.00		-	
Delivery & Transport Charges		6,26,192.11		-	
Direct Expenses		-		23,73,594.31	
		<b>36,56,854.24</b>		<b>23,73,594.31</b>	
<b>Employee benefits expense</b>	18				
Salary Expenses		42,68,108.36		63,60,256.00	
Staff Welfare		4,86,037.00		1,49,896.00	
		<b>47,54,145.36</b>		<b>65,10,152.00</b>	
<b>Finance Cost</b>	19				
Bank Charges		24,077.39		1,37,535.26	
Car Loan Interest		83,504.39		-	
CC Account Interest		59,48,723.86		-	
Term Loan Interest - Syn Bank		86,62,404.43		1,44,21,709.35	
LC Opening Charges		-		18,856.28	



**AKSHAYA IMAGING SYSTEMS PRIVATE LIMITED.,**

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**PROFIT AND LOSS STATEMENT SCHEDULE**

PARTICULARS	Note No.	As at 31.03.2018		As at 31.03.2017	
		Rs.	Ps.	Rs.	Ps.
Valuation Charges		-		30,648.00	
Working Capital Loan Interest		33,34,322.32		-	
		<b>1,80,53,032.39</b>		<b>1,46,08,748.89</b>	
<b>Depreciation and amortization expense</b>	9	-		9,23,911.00	
		-		<b>9,23,911.00</b>	
<b>Other expenses</b>	20				
Audit Fees		1,00,000.00		30,000.00	
Advertisement Charges		29,374.00		3,45,380.00	
Bad Debts Written off		13,34,312.23		-	
Business Promotion		6,06,886.73		-	
Consultancy & Professional Charges		2,97,352.18		1,17,531.00	
Court Expenses		25,000.00		-	
DG Diesel & Petrol Expenses		11,46,856.00		-	
Directors Remuneration		4,30,000.00		8,15,000.00	
Donation Paid		7,000.00		2,500.00	
Electricity Charges		1,68,659.00		55,28,034.75	
Factory Expenses		-		25,87,258.65	
Forfeiture Charges		4,07,260.62		-	
General Expenses		26,764.00		-	
Genset Hire Charges		46,333.00		-	
Insurance Charges		3,44,497.00		-	
License & Taxes		2,42,195.18		-	
Office & Factory Maintenance		3,29,977.00		8,86,344.02	
Pooja Expenses		71,360.24		-	
Postage & Courier		28,454.00		-	
Printing and Stationery		82,654.00		65,809.00	
Rent Paid		4,45,100.00		2,88,600.00	
Repairs & Maintenance		3,94,932.47		9,50,401.81	
Telephone Expenses		70,297.45		1,43,432.00	
Travelling & Conveyance Charges		11,01,855.50		12,82,868.72	
Vehicle Maintenance		42,887.00		-	
		<b>77,80,007.60</b>		<b>1,30,43,159.95</b>	



AKSHAYA IMAGING SYSTEMS PRIVATE LIMITED,  
 Regd. Office & Factory: No.49, Pappan Kuppam Village, Gummidiipoondi-601201.  
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Property, Plant and Equipment Schedule for the FY 2017-18

Sr. No	Particulars	Date of Purchase	Gross Block		Life	Rate WDV	Depreciation		Net Block			
			Opening	Additions > 180 Days			Additions < 180 Days	Closing	Opening	Current	as on 31.03.2018	as on 31.03.2017
1	Generator	11-10-2017	-	-	15	18.10%	-	-	13,000.00	-	13,000.00	-
2	Vehicle - Nano Twist XT		2,50,041.20	-	8	31.23%	-	-	2,50,041.20	78,088.00	1,71,953.20	1,71,953.20
3	Vehicle - Car Swift Dzire		8,09,260.10	-	8	31.23%	-	-	8,09,260.10	2,52,732.00	5,56,528.10	5,56,528.10
4	Vehicle - Toyota Fortuner		13,12,947.34	-	8	31.23%	-	-	13,12,947.34	4,10,033.00	9,02,914.34	9,02,914.34
5	Vehicle - TVS XL		32,901.67	-	10	25.89%	-	-	32,901.67	8,518.00	24,383.67	24,383.67
6	Vehicle - Yamaha		57,000.69	-	10	25.89%	-	-	57,000.69	14,758.00	42,242.69	42,242.69
7	30Kva Diesel Generator	01-05-2017	-	1,90,000.00	15	18.10%	-	-	1,90,000.00	-	1,90,000.00	-
8	Electrical & Equipments		1,05,03,526.64	-	10	25.89%	-	-	1,05,03,526.64	-	1,05,03,526.64	1,05,03,526.64
9	Factory & Buildings		4,08,51,834.30	-	30	9.50%	-	-	4,08,51,834.30	-	4,08,51,834.30	4,08,51,834.30
10	Furniture & Fixtures		6,17,157.00	-	10	25.89%	-	-	6,17,157.00	1,59,782.00	4,57,375.00	4,57,375.00
11	Plant & Machinery		5,13,82,644.15	-	15	18.10%	-	-	5,13,82,644.15	-	5,13,82,644.15	5,13,82,644.15
<b>Total</b>			<b>10,58,17,313.09</b>	<b>1,90,000.00</b>	<b>13,000.00</b>			<b>9,23,911.00</b>	<b>10,60,20,313.09</b>	<b>9,23,911.00</b>	<b>10,50,96,402.09</b>	<b>10,48,93,402.09</b>



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**

**31.03.2018**

**1. General and Company Information:**

- a. AKSHAYA IMAGING SYSTEMS PRIVATE LIMITED is domiciled in India and incorporated under the provision of the Companies Act, 1956. The company is manufacturing printing plates.
- b. On an Application filed under Section 7 of Insolvency and Bankruptcy Code, 2016 ('IBC') filed by the Financial creditor M/s. Syndicate Bank against this company (herein referred to as AISPL), the Hon'ble NCLT Chennai Bench had vide its Order dated 31.05.2018 in CP/431/(IB)/CB/2018 ordered the Corporate Insolvency Resolution Process (CIRP) and appointed Shri Varadachari Kumar, an Insolvency professional with Registration No IBBI/IPA/001/IP-P00742/2017-2018/11248 as Interim Resolution Professional (IRP). By this Order the Promoter Directors powers were suspended. After following due procedures, the IRP was continued as Resolution professional for the CIRP.
- c. In an Application filed by the Resolution professional under Section 33(2) of IBC with Hon'ble NCLT, Chennai bench, vide their order dated 07.08.2018 in MA 286/2018 ordered liquidation of the Corporate Debtor and appointed the Shri Varadachari KUMAR as the liquidator of the Company and the liquidation process is in progress. By this order the suspended promoter directors have ceased.

**2. Basis of preparation:**

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India. The company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Amendment Rules 2016, and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on an accrual basis and under the historical cost convention.

**3. Summary of significant accounting policies**

**A. System of Accounting**

- i. The financial statements are prepared under the historical cost convention and in accordance with the generally accepted accounting principles, the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act 2013, as adopted consistently by the company.



- ii. The company generally follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis.

**B. Fixed Assets and Depreciation**

- i. Fixed Assets are stated at historical cost inclusive of expenditure up to the date of commencement of commercial production.
- ii. Due to the material uncertainty that the Company's ability to continue as a going concern, , depreciation amounting to Rs.1,65,81,312.50 has not been charged to the Profit and Loss Account.
- iii. The physical possession of AISPL's assets were taken by the IRP on and from 31/05/2018 as per the Orders of the Hon'ble NCLT Chennai Bench for the CIRP Process / Liquidation of AISPL and such available assets were continued to be handled for the subsequent CIRP/liquidation.
- iv. During this process the following came to light with respect to certain assets and the needful have been done, the details of which are as below;

**v. DEFICIENCIES (Balance sheet date 31/03/2018)**

Sl No	Total ( Amt in Rs) under this class	Deficiencies Noticed	Remarks And further steps initiated																										
1	6,02,74,449.56	Depletion in Value of available Assets (to Liquidation value as arrived at as per Regulation 35 of the Liquidation regulations.)	As the valuation has been taken / certified post the book date, the FA value of available assets shall be depleted to this extent. – Details <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th><u>Name of Assets</u></th> <th><u>As per Book</u></th> <th><u>Liquidation Value *</u></th> <th><u>Reduction in Value due to Valuation</u></th> </tr> </thead> <tbody> <tr> <td>Buildings</td> <td>4,08,51,834.30</td> <td>2,47,60,750.00</td> <td>1,60,91,084.30</td> </tr> <tr> <td>Plant &amp; machinery</td> <td>5,13,82,644.15</td> <td rowspan="4">1,88,01,000.00</td> <td rowspan="4">4,38,01,383.96</td> </tr> <tr> <td>Electrical Equipments</td> <td>1,05,03,526.64</td> </tr> <tr> <td>Furniture / Inventory</td> <td>4,57,375.00</td> </tr> <tr> <td>Inventory</td> <td>2,58,838.17</td> </tr> <tr> <td>car - Nano &amp; Swift</td> <td>7,28,481.30</td> <td>3,46,500.00</td> <td>3,81,981.30</td> </tr> <tr> <td><b>Total</b></td> <td><b>10,41,82,699.56</b></td> <td><b>4,39,98,259.00</b></td> <td><b>6,02,74,449.56</b></td> </tr> </tbody> </table>	<u>Name of Assets</u>	<u>As per Book</u>	<u>Liquidation Value *</u>	<u>Reduction in Value due to Valuation</u>	Buildings	4,08,51,834.30	2,47,60,750.00	1,60,91,084.30	Plant & machinery	5,13,82,644.15	1,88,01,000.00	4,38,01,383.96	Electrical Equipments	1,05,03,526.64	Furniture / Inventory	4,57,375.00	Inventory	2,58,838.17	car - Nano & Swift	7,28,481.30	3,46,500.00	3,81,981.30	<b>Total</b>	<b>10,41,82,699.56</b>	<b>4,39,98,259.00</b>	<b>6,02,74,449.56</b>
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2	11,72,540.70	Assets Missing	An application has been filed with Hon'ble NCLT for recovery of this amount and the accrual will depend on the directions of the Hon'ble NCLT <table border="1"> <thead> <tr> <th>Other FA s - Not Traceable</th> <th>Amt in Rs</th> </tr> </thead> <tbody> <tr> <td>Toyota Fortuner Car</td> <td>9,02,914.34</td> </tr> <tr> <td>TVS excel</td> <td>24,383.67</td> </tr> <tr> <td>Yamaha</td> <td>42,242.69</td> </tr> <tr> <td>Other Fixed Assets Generator</td> <td>13,000.00</td> </tr> <tr> <td>30KVA Diesel Generator</td> <td>1,90,000.00</td> </tr> <tr> <td>Total</td> <td>11,72,540.70</td> </tr> </tbody> </table>	Other FA s - Not Traceable	Amt in Rs	Toyota Fortuner Car	9,02,914.34	TVS excel	24,383.67	Yamaha	42,242.69	Other Fixed Assets Generator	13,000.00	30KVA Diesel Generator	1,90,000.00	Total	11,72,540.70
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3	16,96,505.14	Trade Debts / transactions therefor which are considered recoverable (Annex1)	An application has been filed with Hon'ble NCLT for recovery of this amount and the accrual will depend on the directions of the Hon'ble NCLT														
4	13,34,312.23  298.00	Write off of 1. bad debts (Circumstances leading to write off presented in Annex 1)  2.cash not locatable	Based on the correspondences and the replies from the erstwhile directors, present position (As in annex 1) and the practicality, conclusions have been arrived at by the liquidator and these are written off with value date 31/03/2018.														

\*Liquidation value is the value arrived at as per Rule 35 of the Liquidation Regulations under IBC 2016. As per norms sent therein two valuations have been taken from two valuers and the average value of these have been considered as Liquidation value

#### C. Inventories

- i. Printing Plates, Stores & spares are valued at lower of cost and not realizable value.
- ii. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

#### D. Revenue Recognition

Revenue from sale of Printing Plates is recognized on delivery of the goods

#### E. Taxes on Income

NIL

#### F. Bad Debts:

- i. Based on the correspondences and the replies from the erstwhile directors, present position and the practicality, conclusions have been arrived at by the liquidator and the following are written off with value date 31/03/2018.



#	Name	Amount in Rs.
1	SHREE MARUTI PRINTERS	4,94,799.10
2	SADHAN PROCESS	1,96,193.00
3	Easan Print	1,69,034.00
4	GSK PROFESSIONAL	1,00,000.00
5	IKON PRINT SOLUTION	94,654.00
6	Fine Dot Pre Press Solution	92,329.00
7	Solid Print Media	62,318.00
8	Bhargava Art Printers	24,292.00
9	Vibgyor Imaging	24,188.37
10	Sri Vaari System	18,523.97
11	SREE VIDHYA TRADERS	17,423.00
12	Express Printers	12,037.34
13	Mudhra Cards	9,223.50
14	PS Designs	5,584.00
15	Screen Point System	5,121.00
16	Maruthi printing Press	2,435.00
17	Annai printing	1,700.00
18	Instant Plate System	1,359.00
19	ITECH IMAGING SOLUTIONS	1,225.35
20	Shree Print Providers	1,054.00
21	Ganesh Printers	796
22	Karshak Art Printers	19
23	V.S.Printers	3.6
	<b>Total</b>	<b>13,34,312.23</b>

- ii. In respect of the following debtors the liquidator considered as fraudulent and sought for the Hon'ble NCLT's directions to direct the erstwhile ceased directors of the Company to make contribution towards the above.

#	Name	Amount in Rs
1	KERALA TRADE ZONE	13,40,806.00
2	Yoganantham (Akshaya Printers)	67,539.08
3	Digital Plate Systems Pvt Ltd	58,665.06
4	Annai Apirami Printers	2,29,495.00
	<b>Total</b>	<b>16,96,505.14</b>



### G. Fraudulent Transactions:

As per the representation from the liquidator, with reference to the Insolvency and Bankruptcy Code, 2016, following are considered as fraudulent and sought for the Hon'ble NCLT's directions to direct the erstwhile ceased directors of the Company to make contribution towards the below mentioned assets.

Item	Amount in Rs	Remarks
<b>Sec 66 Fraudulent transactions (Expenses) application</b>		
DG Diesel Expenses	10,04,658.00	Even if one considers that the monthly average expenses of Rs 18,000 incurred during quarter July to Sept 2017 under this head was essential (for upkeep of Plant and machinery) , the amount of Rs 1,67,443/ = (1,85,443 – 18,000) per month has been booked is opined exorbitant and unwarranted and beyond justification and any comprehension. Accordingly, it is arrived at and opined that the expenditure of Rs 10,04,658/- (167443 * 6 months) has been done without any diligence by the erstwhile directors leading to the loss to the creditors and hence fraudulent.
Cash expenses	6,02,000.00	The alleged expense of Rs. 6,02,000/- was incurred between 26/02/2018 and 31/03/2018 mainly on the last day of closure of books i.e., 31/03/2018 in cash. These are reportedly towards ETP cleaning and sand filing work carried out for 20 days from 26.02.2018 to 17.03.2018. Post the recall and advise by the secured creditors in as early as July 2017 that the case shall be initiated in Hon'ble NCLT, such expenses said to have been incurred and that too paid in cash and without information to the secured creditor is not auguring well towards the transparent conduct of the business. Hence concluded that these transactions are done without any diligence by the erstwhile directors leading to the loss to the creditors and hence fraudulent.
Cash Expenses on account of sanitary works	1,56,000.00	There is no record of contract entered to for the sanitary maintenance. There are no contact details of the beneficiaries. Further on a single day of 30/09/2017, 12 separate cash payments, 6 of each Rs 8000 and 6 of each Rs 5000 have been paid instead of clubbing and effecting payment by cheque / bank transfer. Thereafter every month



Item	Amount in Rs	Remarks
		till the next 6 months ending 31/03/2018, two cash payments of Rs 8000/- and Rs 5000/- each, have been effected. All the payments have been effected in cash. Accordingly these expenses are considered not genuine. The suspended & erstwhile directors failed to act diligently and depleted the cash reserves of the Corporate Debtor.
Forfeiture	4,07,200.00	No import order / agreement / correspondence, evidencing such forfeiture clause is on record to substantiate the genuineness of this transaction. there exist no supporting documents proving the genuinity of the write-off and its supporting compliances of the GOI regulations for such forfeiture.
<b>Sec 66 Fraudulent transactions( in respect of Assets ) application</b>		
Annai Apirami Printers	2,29,477.00	The trade debtor has advised vide his letter dated 17/06/2019 that they have cleared all payments due to the Corporate Debtor and attached a ledger copy to substantiate the same. The supply made by the Corporate Debtor vide invoice No. 431 dated 27.03.2018 for value Rs. 2,29,477/- is not acknowledged in his list.
Digital Plate Systems Pvt Ltd	58,665.06	The letter dated 28.11.2018 from the trade debtor is stating that, as per their ledger extract the total value of goods purchased from the Corporate Debtor was only Rs. 4558/- and the entire value of purchase was paid within the credit period and there were no arrears pending from them. The trade debtor further asserted that no purchase other than for the value of Rs. 4548/- were procured from the Corporate Debtor. As such there were no arrears of any amount as claimed and hence this debt is denied.
Yoganantham (Akshaya Printers)	1,03,035.00	Mr Yoganandham (Akshaya Printers) and was located and contacted over phone on 07/05/2020 and called him to pay the dues. Mr Yoganandham replied that he has paid all amounts due in December 2017 and that he never purchased plates of the size of 700 mm by 945 mm as he has a smaller machine. He has maintained that he has nothing to pay to the Corporate Debtor. Hence this debt is a denied debt.



Item	Amount in Rs	Remarks
Kerala Trade Zone	32,23,013.00	Though consignments were reportedly made in March 2018, the trade debtor was unable to be located and the demand notice dated 14/05/2019 got returned with endorsement "Not Known". Further there have been no response to any of the emails sent. The contact details appearing in the GST site of the trade debtor appears to be not genuine. Sales return of value Rs 18,82,207/- has been booked by the Respondents in the books. There was no receipt of the said goods by the IRP on 02/06/2018 and 05/06/2018 (totalling Rs 18,82,207/-). In view of this the trade is opined as fraudulent.
Kompac Trading Company	20,00,000.00	The erstwhile promoter has advised that there has been a high sea sale transaction to this party but no such debt has been created by in the AISPL books. Such debt ought to have existed as a trade debt and available for recovery whilst liquidation.
<b>Sec 66 Missing Assets</b>		
30 kva Genset	1,90,000	There exist no proper evidences for the loss of this asset. This asset is not available to the liquidator for the encashment. This asset is available in the unaudited balance sheet as on 31/05/2018, signed by the Respondents.
Toyota Fortuner (Car)	9,02,914.34	This car is reflected in the audited books of accounts for FY 2015-16 as a fixed asset of the company for the value of the car. The car was in use till 18.03.2018 as the Corporate Debtor has been filling fuel for this car till 18/03/2018. There exist no proper evidences for the loss of this asset and that this asset is not available to the liquidator for the encashment
Other Fixed Asset – Genset	13,000	This asset is available in the unaudited balance sheet as on 31/05/2018, signed by the erstwhile directors and there exists no proper evidences for the loss of this asset. This asset is not available to the liquidator for the encashment.
TVS XL & Yamaha	66,626.36	This asset is available in the unaudited balance sheet as on 31/05/2018, signed by the Respondents and there exist no proper evidences for the loss of this asset and that this asset is not available to the liquidator for the encashment.
<b>Sec 43 Preferential transactions</b>		



Item	Amount in Rs	Remarks
Funds withdrawn by erstwhile directors ahead of creditors Till March 2018	27,58,680.00	Transactions of withdrawals have been done at the fag end of the year / the erstwhile promoters' period and thus they have placed themselves in a beneficial position compared to other creditors. It is clear that preference has been given in the manner that the transfers to the erstwhile directors has been to their benefit on account of an antecedent debt / liability falling under the definition of Sec 43 (2) (a) and such transfers have the effect of putting the erstwhile directors in a beneficial position than it would have been in the event of distribution in accordance with Sec 53 . Thus, it is considered that these transactions are in the nature of Preferential transaction and considered deliberately entered and recoverable.
<b>Total</b>	<b>1,17,15,268.76</b>	

#### 4. DISCLOSURES UNDER ACCOUNTING STANDARDS

##### A. Related Party transactions

##### a. Key Management

- i. Mr. S.Janakiraman – Managing Director.
- ii. Mr.S.Harikrishnan – Director.

##### b. Related Parties:

#	Name of the Party	Relationship
1	Akshaya Machinery Trading Pvt Ltd	A Company in which the Directors Mr.S.Janakiraman and Mr.S.Harikrishnan are Directors
2	HariPriya Printers & Traders Pvt Ltd	

##### c. Remuneration to key Managerial Personnel

- i. Mr. S.Janakiraman – Rs. 4,60,000/-
- ii. Mr. S.Harikrishnan – Rs.3,60,000/-

##### d. Loans Received:

- i. Mr. S.Janakiraman – Rs. 5,52,625/-
- ii. HariPriya Printers & Traders Pvt Ltd -Rs.2,25,000/-

##### e. Loans Repaid:

- i. Mr. S.Harikrishnan – Rs. 12,38,748.27/-
- ii. Akshaya Machinery Trading Pvt Ltd – Rs.94,900/-



- f. Closing balances of Loans received:
- Mr. S.Janakiraman – Rs. 1,19,89,140.36/-
  - Mr. S.Harikrishnan – Rs. 1,25,50,862.73/-
  - Akshaya Machinery Trading Pvt Ltd – Rs. 1,57,07,975/-
  - Haripriya Printers & Traders Pvt Ltd -Rs. 14,18,831/-
- g. Payment to Auditor
- For Statutory Audit - Rs.35,000/-
  - For Tax Audit - Rs.20,000/-
  - Other Matters (GST etc) – Rs.45,000/-

For M/s.Akshaya Imaging Systems Pvt. Ltd - In  
Liquidation

For Akshaya Imaging Systems Pvt. Ltd - In Liquidation

  
Liquidator

**Varadachari Kumar**

Liquidator

Regd.No. IBBI/IPA-001/IP-P00742/2017-18/11248

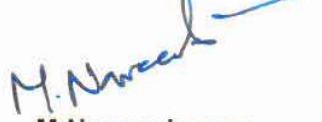
Place: Chennai

Date: 16.07.2020



For M NAVEENKUMAR & ASSOCIATES.,

Chartered Accountants (FRN:018227S)



**M.Naveenkumar**

Proprietor

M.No.221257

UDIN: 20221257AAAAET7133

