

INDEPENDENT AUDITOR'S REPORT

To the Members of Work Store Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of Work Store Limited ("the Company"), which comprise the balance sheet as at 31st March 2019, and the statement of Profit and Loss, statement of changes in equity and statement of cash flows for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information.

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 Companies Act, 2013("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and profit, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to the Note __ to the standalone financial statements with regard to the investment in subsidiary, which has incurred losses on continuous basis and has its net worth eroded. However, on account of management's plan for merging the subsidiary with the Company, the Management of the Company has not provided for 'permanent diminution in the value of investments' and 'loans and advances including interest' recoverable from the subsidiary amounting to Rs. 1 lakh and Rs. 2,140.37 lakhs respectively as on March 31, 2019. Our opinion is not modified in respect of this matter.

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the Directors Report. The Directors report is expected to be made available to us after the date of this auditor's report.

Our opinion on the standalone financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of 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, changes in equity 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. 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 standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone¹ Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

We give in "Annexure A" a detailed description of Auditor's responsibilities for Audit of the Standalone Financial Statements.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
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, the Statement of Changes in Equity 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, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls with reference to standalone¹ financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure C".
 - (g) 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 has disclosed the impact of pending litigations on its financial position in its standalone financial statements - Refer Note __ to the standalone financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

3. As required by The Companies (Amendment) Act, 2017, in our opinion, according to information, explanations given to us, the remuneration paid by the Company to its directors is within the limits laid prescribed under Section 197 of the Act and the rules thereunder.

For **MSKA & Associates**
Chartered Accountants
ICAI Firm Registration No. 105047W

Sd/-
Amrish Vaidya
Partner
Membership No. 101739

Place: Mumbai
Date: 24th May, 2019

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT ON EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF WORK STORE LIMITED

Auditor's Responsibilities for the Audit of the Financial Statements

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances,

we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

For **MSKA & Associates**
Chartered Accountants
ICAI Firm Registration No.105047W

Sd/-
Amrish Vaidya
Partner
Membership No.: 101739

Place: Mumbai
Date: 24th May, 2019

ANNEXURE B TO INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF WORK STORE LIMITED FOR THE YEAR ENDED MARCH 31, 2019

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report]

- i.
 - (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets (Property, Plant and Equipment).
 - (b) All the fixed assets (Property, Plant and Equipment) have not been physically verified by the management during the year but there is a regular program of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
 - (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company does not own any immovable property. Accordingly, the requirements of paragraph 3(i)(c) of the Order are not applicable to the Company.
- ii. The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable. No material discrepancies were noticed on verification between the physical stock and the book records.
- iii. The Company has granted unsecured loans to companies covered in the register maintained under section 189 of the Act.
 - (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the rate of interest and other terms and conditions on which the loans have been granted to the companies listed in the register maintained under Section 189 of the Act are not, prima facie, prejudicial to the interest of the Company.
 - (b) In case of the loans granted to the companies listed in the register maintained under section 189 of the Act, schedule of repayment of principal has not been stipulated and therefore, the loans are repayable on demand. In the absence of stipulation of repayment terms, we are unable to comment on the regularity of repayment of principal. However, the term related to payment of interest has been stipulated and one borrower is not regular in the payment of interest to the Company.

- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the details of amount overdue for more than ninety days are as follows:

No. of Cases	Principal amount overdue	Interest overdue (Rs. In Lakhs)	Total overdue (Rs. In Lakhs)	Remarks
1.	Nil	363.56	363.56	Adequate steps are being taken for recovery of dues outstanding on account of interest.

- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, in respect of loans, investments, guarantees and security made.
- v. In our opinion and according to the information and explanations given to us, 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 there under.
- vi. The provisions of sub-section (1) of section 148 of the Act are not applicable to the Company as the Central Government of India has not specified the maintenance of cost records for any of the products of the Company. Accordingly, the provisions stated in paragraph 3 (vi) of the Order are not applicable to the Company.
- vii.
- (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, goods and service tax, duty of customs, cess and any other statutory dues applicable to it.
- (b) According to the information and explanation given to us and examination of records of the Company, the outstanding dues of income-tax, goods and service tax, customs duty, cess and any other statutory dues on account of any dispute, are as follows:

Name of the statute	Nature of dues	Amount Demanded Rs. In Lakhs	Amount Paid Rs. In Lakhs	Period to which the amount relates	Forum where dispute is pending
Maharashtra Value Added Tax Act, 2002	Sales Tax	91.73	9.17	F.Y. 2011-12	Deputy Commissioner of Sales Tax
Central Sales Tax Act, 1956	Sales Tax	23.42	2.34	F.Y. 2011-12	Deputy Commissioner of Sales Tax
Maharashtra Value Added Tax Act, 2002	Sales Tax	9.04	--	F.Y. 2012-13	Deputy Commissioner of Sales Tax
Maharashtra Value Added Tax Act, 2002	Sales Tax	13.15	1.31	F.Y. 2013-14	Deputy Commissioner of Sales Tax
Central Sales Tax Act, 1956	Sales Tax	2.78	0.28	F.Y. 2013-14	Deputy Commissioner of Sales Tax
Maharashtra Value Added Tax Act, 2002	Sales Tax	8.15	--	F.Y. 2013-14	Deputy Commissioner of Sales Tax
Central Sales Tax Act, 1956	Sales Tax	3.59	--	F.Y. 2013-14	Deputy Commissioner of Sales Tax
Central Sales Tax Act, 1956	Sales Tax	1.52	--	F.Y. 2011-12	Sales Tax Officer
Delhi Value Added Tax Act, 2004	Sales Tax	7.86	--	F.Y. 2012-13	Assistant Commissioner of Sales Tax
Central Sales Tax Act, 1956	Sales Tax	0.75	--	F.Y. 2012-13	Assistant Commissioner of Sales Tax

- viii. The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, the provision stated in paragraph 3(viii) of the Order is not applicable to the Company.

- ix. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, the provisions stated in paragraph 3 (ix) of the Order are not applicable to the Company.
- x. During the course of our audit, 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 explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees.
- xi. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, the provisions stated in paragraph 3(xii) of the Order are not applicable to the Company.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, the provisions stated in paragraph 3 (xiv) of the Order are not applicable to the Company.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, provisions stated in paragraph 3(xv) of the Order are not applicable to the Company.

- xvi. In our opinion, the Company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions stated in paragraph clause 3 (xvi) of the Order are not applicable to the Company.

For **MSKA & Associates**
Chartered Accountants
ICAI Firm Registration No. 105047W

Sd/-
Amrish Vaidya
Partner
Membership No 101739

Place: Mumbai
Date: 24th May, 2019

ANNEXURE C TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF WORK STORE LIMITED

[Referred to in paragraph 2 (f) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report]

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to standalone financial statements of Work Store Limited as of March 31, 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI) (the "Guidance Note"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether internal financial controls with reference to standalone financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the internal financial controls with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of internal financial controls with reference to standalone financial statements,

assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to standalone financial statements.

Meaning of Internal Financial Controls with Reference to Standalone Financial Statements

A Company's internal financial control with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control with reference to standalone financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

Inherent Limitations of Internal Financial Controls with Reference to Standalone Financial Statements

Because of the inherent limitations of internal financial controls with reference to standalone financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to standalone financial statements to future periods are subject to the risk that the internal financial control with reference to standalone financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an internal financial controls with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2019, based on the internal control with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

For **MSKA & Associates**
Chartered Accountants
ICAI Firm Registration No.105047W

Sd/-
Amrish Vaidya
Partner
Membership No.: 101739

Place: Mumbai
Date: 24th May, 2019

Work Store Limited (formerly Staples Future Office Products Limited)
Draft Balance Sheet as at March 31, 2019

	Note No.	As at March 31, 2019 Rs. in Lacs	As at March 31, 2018 Rs. in Lacs
ASSETS			
Non-Current Assets			
(a) Property, Plant & Equipment	3	167.85	50.23
(b) Other Intangible Assets		70.51	52.54
(c) Financial Assets:			
(i) Investments	4	1.00	2.13
(ii) Others	5	20.63	35.93
(d) Other Non Current Assets	6	131.72	136.87
Total Non-Current Assets		391.71	277.70
Current Assets			
(a) Inventories	7	1,091.05	1,001.78
(b) Financial Assets:			
(i) Investments	4	-	955.37
(ii) Trade Receivables	8	1,488.93	2,076.27
(iii) Cash & Cash equivalents	9	256.57	30.13
(iv) Bank Balances other than cash and cash equivalents	10	1,402.37	1,141.61
(v) Loans	11	2,993.00	2,993.00
(vi) Others	12	459.36	372.18
(c) Other Current Assets	13	419.64	561.84
(d) Assets classified as held for Sale	14	-	-
Total Current Assets		8,110.92	9,132.18
Total Assets		8,502.63	9,409.88
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	15	560.84	560.84
(b) Other Equity	16	6,558.75	6,396.30
Total Equity		7,119.59	6,957.13
Liabilities			
Non-Current Liabilities			
Provisions	17	26.09	22.94
Total Non-Current Liabilities		26.09	22.94
Current Liabilities			
(a) Financial Liabilities:			
(i) Borrowings	18	-	815.77
(ii) Trade Payables	19	1,065.16	1,309.01
(iii) Others	20	61.32	94.63
(b) Other Current Liabilities	21	228.63	208.74
(c) Provisions	22	1.85	1.65
Total Current Liabilities		1,356.96	2,429.80
Total Equity & Liabilities		8,502.64	9,409.88

The accompanying notes are an integral part of the Financial Statements

As per our Report of even date

For MSKA and Associates
Chartered Accountants
ICAI Firm Reg. No.105047W

sd/-
Amrish Anup Vaidya
Partner
Membership no. 101789
Place : Mumbai
Date : 24th May 2019

**For and on behalf of Board of Directors of
Work Store Limited**

sd/-
Shailesh Karwa
Director
Place : Mumbai
Date : 24th May 2019

sd/-
Vivek Biyani
Director

Work Store Limited (formerly Staples Future Office Products Limited)
Draft Statement of Profit and Loss YTD March 31, 2019

	Note No.	Year Ended March 31, 2019 Rs. in Lacs	Year Ended March 31, 2018 Rs. in Lacs
Revenue			
Revenue from operations	23	8,728.74	7,826.99
Other Income	24	473.76	411.09
Total Revenue		9,202.50	8,238.08
Expenses			
Purchase of Stock in trade	25	6,937.25	6,352.55
Changes of Inventories of Stock in trade	26	(92.48)	(142.56)
Employee benefits expense	27	927.78	854.63
Finance costs	28	33.72	29.88
Depreciation and amortization expense		96.90	126.50
Other expenses	29	1,141.63	1,250.27
Total Expenses		9,044.80	8,471.27
Loss before Tax		157.70	(233.19)
Less: Tax Expense		-	-
Loss for the year		157.70	(233.19)
Other Comprehensive Income / (Expense):			
Items that will not be reclassified to profit or loss			
Remeasurement of defined employee benefit plans	30	4.75	8.82
Less: Income Tax Impact on above		-	-
Total Other Comprehensive Loss		4.75	8.82
Total Comprehensive Expense for the year		162.45	(224.37)
Earnings Per Share (Basic and Diluted) (Rs.) [Face value of Rs. 10 each (Previous Year: Rs. 10 each)]		2.81	(4.16)

The accompanying notes are an integral part of the Financial Statements

As per our Report of even date

For MSKA and Associates
Chartered Accountants
ICAI Firm Reg. No.105047W

sd/-
Amrish Anup Vaidya
Partner
Membership no. 101789
Place : Mumbai
Date : 24th May 2019

**For and on behalf of Board of Directors of
Work Store Limited**

sd/-
Shailesh Karwa
Director
Place : Mumbai
Date : 24th May 2019

sd/-
Vivek Biyani
Director

Work Store Limited (formerly Staples Future Office Products Limited)
Cash Flow Statement for the Year ended March 31, 2019

	Year Ended March 31, 2019 Rs. in Lacs	Year Ended March 31, 2018 Rs. in Lacs
A. CASH FLOW FROM OPERATING ACTIVITIES		
Loss before Tax	157.70	(233.19)
Adjustments for:		
Depreciation and amortisation expense	96.90	126.50
Interest Income	(359.10)	(345.72)
Profit on Sale of Investments	(9.31)	(3.17)
Gain on reinstatement of investments	-	(51.36)
Loss on Disposal/Discard of Assets	7.61	61.23
Sundry Balance written back	(10.63)	(8.00)
Unwinding of discount on Security Deposits	(1.10)	(1.17)
Sundry Balance written off	6.69	4.93
Provision for Doubtful Debts and Advances	-	7.61
Bad debts	26.43	2.74
Interest Expense	33.72	29.88
Unrealised foreign exchange (gain) / loss	-	-
Operating Profit Before Working Capital Changes	(51.09)	(409.72)
Adjustments For Changes In Working Capital:		
Adjustments for (increase) / decrease in operating assets		
- Trade receivables	554.22	18.48
- Other Non-current Assets	29.63	(52.03)
- Other Current Assets	142.20	(146.66)
- Other Financial Assets - Non Current	17.53	29.67
- Inventories	(89.27)	(43.96)
- Other Financial Assets - Current	25.28	1.75
Adjustments for increase / (decrease) in operating liabilities		
- Trade Payables	(233.22)	181.16
- Other long-term financial liabilities	-	-
- Long-term provisions	7.90	13.10
- Other current financial liabilities	(33.31)	(53.29)
- Other current liabilities	19.88	(329.66)
- Short-term provisions	0.20	0.06
Cash generated from Operations	389.95	(791.10)
Income Tax (Paid) / Refund	-	(17.86)
Net Cash used in Operating Activities (A)	389.95	(808.96)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Payments for purchase of Property, Plant and Equipment and Other Intangible Assets	(242.21)	(33.48)
Proceeds from Sale of Property, Plant and Equipment	2.11	12.86
Proceed from Sale of Investments	964.68	100.01
Investment in bank deposits	(260.76)	297.37
Interest received from Bank Deposits / Loans	246.64	163.11
Interest received from Loans	-	-
Loans given	-	-
Net Cash flow from Investing Activities (B)	710.46	539.88
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Issue of Equity Share Capital	-	-
Interest Paid	(33.72)	(29.88)
Net Cash used in Financing Activities (C)	(33.72)	(29.88)
Net Increase / (Decrease) in Cash & Cash Equivalents [(A)+(B)+(C)]	1,066.69	(298.97)
Cash and Cash Equivalents as at April 1	(785.64)	(486.67)
Cash and Cash Equivalents as at March 31	281.05	(785.64)
Cash and Cash Equivalents Comprise of (refer note: 9)		
Cash on Hand	0.44	1.02
Balance with banks in current accounts	256.13	29.11
Bank Overdraft	-	(815.77)
	256.57	(785.64)

Notes :

The above Cash Flow Statement has been prepared under the 'Indirect Method' set out in Ind AS 7 'Statement of Cash Flows'

As per our Report of even date

For MSKA and Associates
Chartered Accountants
ICAI Firm Reg. No.105047W

For and on behalf of Board of Directors of
Work Store Limited

sd/-
Amrish Anup Vaidya
Partner
Membership no. 101789

sd/-
Shailesh Karwa
Director

sd/-
Vivek Biyani
Director

Place : Mumbai
Date : 24th May 2019

Place : Mumbai
Date : 24th May 2019

Work Store Limited (formerly Staples Future Office Products Limited)
Statement of Changes in Equity for the Year ended Mar 31, 2019

A. Equity Share Capital:

Particulars	(Rs. in Lacs)
Balance as at April 1, 2017	560.84
Changes in Equity Share Capital during the year	-
Balance as at March 31, 2018	560.84
Changes in Equity Share Capital during the year	-
Balance as at March 31, 2019	560.84

B. Other Equity:

Particulars	(Rs. in Lacs)					Total
	Compulsory Convertible Participating Preference shares (CCPS)	Reserves & Surplus Securities Premium Account	Retained Earnings	Share Application Money Pending allotment	Other Comprehensive Income (OCI)	
Balance as at April 1, 2017	80.50	20,702.82	(14,182.21)	-	19.56	6,620.67
Add : Addition on account of issue of shares on premium	-	-	-	-	-	-
Add: Loss for the year	-	-	(233.19)	-	-	(233.19)
plans transferred to OCI	-	-	-	-	8.82	8.82
Add: Share application money received	-	-	-	-	-	-
Less: Shares allotted during the year	-	-	-	-	-	-
Balance as at March 31, 2018	80.50	20,702.82	(14,415.40)	-	28.38	6,396.30
Balance as at April 1, 2018	80.50	20,702.82	(14,415.40)	-	28.38	6,396.30
Less: Profit for the year	-	-	157.70	-	-	157.70
Add: Remeasurement of defined employee benefit plans transferred to OCI	-	-	-	-	-	-
Add: Application Money received	-	-	-	-	-	-
Less: Shares allotted during the year	-	-	-	-	-	-
Balance as at March 31, 2019	80.50	20,702.82	(14,257.70)	-	28.38	6,554.00

For MSKA & Associates
Chartered Accountants
ICAI Firm Registration No: 105047W

For and on behalf of the Board of Directors of
Work Store Limited

sd/-
Amrish Anup Vaidya
Partner
Membership No: 101739

sd/-
Shailesh Karwa
Director

sd/-
Vivek Biyani
Director

Place : Mumbai
Date : 24th May 2019

Place : Mumbai
Date : 24th May 2019

Work Store Limited (formerly Staples Future Office Products Limited)
Notes to financial statements for year ended March 2019

3. PROPERTY, PLANT & EQUIPMENT AND OTHER INTANGIBLES

Property, Plant & Equipment					(Rs.in lacs)
Particulars	Computers	Leasehold Improvements	Office Equipment ¹	Furniture and fixtures	Total
Owned Assets					
At 1 April 2017	162.17	115.25	115.80	119.37	512.59
Addition	1.73	-	0.25	-	1.98
Disposals	(36.40)	(111.29)	(67.42)	(56.51)	(271.62)
Asset held for Sale ²	-	-	-	-	-
At 31 March 2018	127.50	3.96	48.63	62.86	242.95
Additions	22.61	49.02	7.51	85.92	165.06
Disposals	(11.15)	(1.49)	(9.25)	(24.37)	(46.26)
Asset held for Sale ²	-	-	-	-	-
At 31st March 2019	138.96	51.49	46.89	124.41	361.75
Accumulated Depreciation					
At 1 April 2017	123.20	54.33	82.92	74.29	334.74
Charge for the year	21.36	22.33	11.89	9.49	65.06
Disposals	(37.01)	(73.68)	(56.07)	(40.33)	(207.08)
Asset held for Sale ²	-	-	-	-	-
At 31 March 2018	107.55	2.98	38.74	43.45	192.72
Charge for the year	11.85	7.10	5.40	13.36	37.72
Disposals	(10.90)	(1.40)	(9.45)	(14.78)	(36.54)
At 31st March 2019	108.50	8.68	34.69	42.03	193.90
Net Block					
At 1 April 2017	38.97	60.92	32.88	45.08	177.85
At 31 March 2018	19.95	0.98	9.89	19.41	50.23
At 31st March 2019	30.46	42.81	12.20	82.38	167.85

Other Intangible assets		(Rs.in lacs)
Particulars	Softwares	
Cost		
At 1 April 2017	488.64	
Additions	15.09	
Disposals	-	
At 31 March 2018	503.73	
Additions	77.15	
Disposals	-	
At 31st March 2019	580.88	
Amortisation		
At 1 April 2017	389.75	
Charge for the year	61.44	
At 31 March 2018	451.19	
Charge for the year	59.18	
At 31st March 2019	510.37	
Net Block		
At 1 April 2017	98.89	
At 31 March 2018	52.54	
At 31st March 2019	70.51	

Work Store Limited (formerly Staples Future Office Products Limited)
Notes to financial statements for year ended March 2019

	As at March 31, 2019 Rs. in Lacs	As at March 31, 2018 Rs. in Lacs
4. INVESTMENTS		
Non-current investments		
Equity instruments of Subsidiary - Unquoted (Valued at cost)		
9,999 Equity Shares of Rs.10 each fully paid up of Office Shop Private Limited (Previous Year: 9,999 Equity Shares of Rs. 10 each)	1.00	1.00
Investment in Government securities (Valued at amortised cost)		
National Saving Certificates*	-	1.13
Sub Total (A)	1.00	2.13
Current investments		
Investment in mutual fund units - Quoted (At fair value through Profit or loss)		
11,91,423 units of HDFC Short Term plan - Regular Plan - Growth	-	558.61
IDFC Super Saver Income Fund - Medium Term - Regular Plan - Growth	-	396.76
Sub Total (B)	-	955.37
Total Investments (A+B)	1.00	957.50
* On lien with sales tax authorities		
** Mutual Funds are on lein against Bank overdraft facility		
5. OTHER FINANCIAL ASSETS - NON-CURRENT		
Bank deposits with more than 12 months maturity*	5.36	5.36
Security Deposits	15.27	30.57
TOTAL	20.63	35.93
* Bank deposits are earmarked fixed deposits with sales tax authorities		
6. OTHER NON-CURRENT ASSETS		
Advance tax and TDS receivables	88.95	64.47
Capital Advances	6.21	54.29
Pre-Merger by absorption cost	7.76	-
Balance with Government Authorities	28.80	18.11
TOTAL	131.72	136.87
7. INVENTORIES		
Stock in trade	1,091.05	998.57
Consumable goods	-	3.21
TOTAL	1,091.05	1,001.78
Details of Stock in trade		
Office Supplies	1,029.05	843.77
Technology Products	19.42	27.50
Promotional Products	40.96	1.05
Furniture	1.62	126.25
TOTAL	1,091.05	998.57

Work Store Limited (formerly Staples Future Office Products Limited)
Notes to financial statements for year ended March 2019

	As at March 31, 2019 Rs. in Lacs	As at March 31, 2018 Rs. in Lacs
8. TRADE RECEIVABLES		
Secured, Considered Good		-
'Unsecured - Considered Good*	1,488.93	2,076.27
'Unsecured - Considered Doubtful	71.25	92.24
Less: Provision for Doubtful debts	(71.25)	(92.24)
TOTAL	1,488.93	2,076.27
9. CASH AND CASH EQUIVALENTS		
- Cash and Cash equivalents		
i. Balance with Banks in current accounts	256.13	29.11
ii. Cash on Hand	0.44	1.02
TOTAL	256.57	30.13
10. BANK BALANCES - CURRENT		
Bank deposits with less than 12 months but more than 3 months maturity*	1,402.37	1,141.61
TOTAL	1,402.37	1,141.61
* Bank Deposits are on lien against bank overdraft		
11. LOANS - CURRENT		
Loans - Secured, considered good		
Inter Corporate Deposits to related party	1,250.00	1,250.00
Loans - Unsecured, considered good		
Loan to related party	1,743.00	1,743.00
TOTAL	2,993.00	2,993.00
12. OTHER FINANCIAL ASSETS - CURRENT		
Advance to Related party	33.81	53.25
Advance to employees	1.66	3.09
Security Deposits	-	-
Claims Receivable	50.43	53.84
Interest Accrued	373.46	261.00
Other Receivable	-	1.00
TOTAL	459.36	372.18
Note : These Financial Assets are carried at Fair value		
13. OTHER CURRENT ASSETS		
Advances to Suppliers		
Unsecured, considered good	219.04	395.80
Unsecured, considered Doubtful	0.51	2.96
	219.55	398.76
Less: Provision for doubtful advances	(0.51)	(2.96)
	219.04	395.80
Balance with Government Authorities	171.47	147.11
Prepayments	29.13	18.93
TOTAL	419.64	561.84
14. ASSETS CLASSIFIED AS HELD FOR SALE		
Property Plant & Equipment		-
TOTAL	-	-

Work Store Limited (formerly Staples Future Office Products Limited)
Notes to financial statements for year ended March 2019

	As at March 31, 2019 Rs. in Lacs	As at March 31, 2018 Rs. in Lacs
15. SHARE CAPITAL		
AUTHORISED		
65,00,000 (Previous Year: 65,00,000) Equity Shares of Rs 10/- each	650.0	650.00
10,00,000 (Previous Year: 10,00,000) Preference Shares of Rs 10/- each	100.0	100.00
	750.00	750.00
ISSUED, SUBSCRIBED AND PAID UP		
56,08,389 (Previous Year: 56,08,389) Equity Shares of Rs. 10 each fully paid-up (PY Rs 10)	560.84	560.84
8,05,033 (Previous Year: 8,05,033) Preference Shares of Rs. 10/- each fully paid-up (PY Rs 10)	80.50	80.50
TOTAL	641.34	641.34
Reconciliation of number of shares		
Equity Shares		
	As at March 31, 2019	
	No. of shares	Rs. in Lacs
At the beginning of the year	5,608,389	560.84
Add: Issued during the year	-	-
Less: Shares cancelled during the year	-	-
At the end of the year	5,608,389	560.84
Preference Shares		
	As at March 31, 2018	
	No. of shares	Rs. in Lacs
At the beginning of the year	805,033	80.50
Add: Issued during the year	-	-
Less: Shares cancelled during the year	-	-
At the end of the year	805,033	80.50
Details of shareholders holding more than 5% shares in the Company		
	No. of shares	% Holding
Equity Share Capital		
Future Enterprises Limited (formerly Future Retail Limited)	3,458,654	61.67%
Mr. Shailesh Karwa	860,192	15.34%
Mr. Sharad Dalmia	860,192	15.34%
Weavette Business Ventures Limited (formerly Future Ideas Realtors India Limited) (Tirumal Trading & Investment Consultants Private Limited merged with Future Ideas Realtors India Limited)	429,351	7.66%
Preference Share Capital		
Staples Asia Investment Limited		
Future Enterprises Limited (formerly Future Retail Limited)	558,088.0	69.32%
Value Tree India Private Limited	246,945.0	30.68%
16. OTHER EQUITY		
PREFERENCE SHARE CAPITAL		
At the beginning of the year	80.50	80.50
Add: Issued during the year	-	-
Less: Shares cancelled during the year	-	-
Total	80.50	80.50
SECURITIES PREMIUM ACCOUNT		
As per last Balance Sheet	20,702.82	20,702.82
Add: Premium received during the year	-	-
Total	20,702.82	20,702.82
Other Comprehensive Income		
As per last balance sheet	28.38	19.56
Add/(less): Remeasurement of Defined employee benefit plans transferred to OCI	4.75	8.82
Total	33.13	28.38
Surplus/(Deficit) in the statement of profit and loss		
As per Last Balance Sheet	(14,415.40)	(14,182.21)
Add/(Less): Profit/(Loss) for the year	157.70	(233.19)
	(14,257.70)	(14,415.40)
TOTAL	6,558.75	6,396.30

Work Store Limited (formerly Staples Future Office Products Limited)
Notes to financial statements for year ended March 2019

	As at March 31, 2019 Rs. in Lacs	As at March 31, 2018 Rs. in Lacs
17. NON-CURRENT PROVISIONS		
Provision for employee benefits:		
(i) Provision for Gratuity (net) (funded)	8.93	8.55
(ii) Provision for leave encashment (unfunded)	17.16	14.39
TOTAL	26.09	22.94
18. CURRENT BORROWINGS		
Secured		
Bank Overdraft	-	815.77
TOTAL	-	815.77
19. TRADE PAYABLES		
Total outstanding dues of creditors other than Micro Small medium enterprise	1,065.16	1,291.19
Total outstanding dues of Micro Small medium enterprise	-	17.82
TOTAL	1,065.16	1,309.01
20. OTHER CURRENT FINANCIAL LIABILITIES		
Payables for capital creditors	-	-
Employee related liabilities	61.32	94.63
TOTAL	61.32	94.63
21. OTHER CURRENT LIABILITIES		
Advances from Customers	207.51	191.49
Statutory Dues	21.12	17.25
TOTAL	228.63	208.74
22. CURRENT PROVISIONS		
Provision for employee benefits:		
(i) Provision for Gratuity (net) (funded)	-	-
(ii) Provision for leave encashment (unfunded)	1.85	1.65
TOTAL	1.85	1.65

Work Store Limited (formerly Staples Future Office Products Limited)
Notes to financial statements for year ended March 2019

	Year Ended March 31, 2019 Rs. in Lacs	Year Ended March 31, 2018 Rs. in Lacs
23. REVENUE FROM OPERATIONS		
Sale of products	8,473.22	7,539.74
Sale of Services	134.90	201.38
Total	<u>8,608.12</u>	<u>7,741.12</u>
Other operating revenues:		
Commission income on Gift Vouchers	120.62	85.87
TOTAL	<u>8,728.74</u>	<u>7,826.99</u>
Details of Product sold		
Office Supplies	6,663.8	5,931.36
Technology Products	293.3	805.78
Promotional Products	1,427.4	764.05
Furniture	88.8	38.55
TOTAL	<u>8,473.22</u>	<u>7,539.74</u>
Details of Services rendered		
Machine Printing Services	134.90	197.74
Others	-	3.64
	<u>134.90</u>	<u>201.38</u>
24. OTHER INCOME		
Interest on bank deposits, loans and others	359.10	345.72
Income Tax refunds	-	-
Profit on Sale of Investments	9.31	3.17
Gain on reinstatement of investments	-	51.36
Foreign Exchange Gain (Net)	-	-
Shared Service Income	50.81	-
Sundry Balances Written Back	10.63	8.00
Provision for Doubtful Debts and Advances	20.99	-
Unwinding of discount on Security Deposit	1.10	1.17
Miscellaneous Income	21.82	1.67
TOTAL	<u>473.76</u>	<u>411.09</u>
25. PURCHASES OF STOCK-IN-TRADE		
Office Supplies	5510.26	4,900.95
Technology Products	196.57	727.65
Promotional Products	1174.27	664.20
Furniture	56.15	59.75
TOTAL	<u>6,937.25</u>	<u>6,352.55</u>
26. CHANGES IN INVENTORIES OF STOCK-IN-TRADE		
Inventories at the beginning of the year	998.57	856.01
Less: Inventories at the end of the year	1,091.05	998.57
TOTAL	<u>(92.48)</u>	<u>(142.56)</u>
Details of Inventory		
Office Supplies	1,029.05	843.77
Technology Products	19.42	27.50
Promotional Products	40.96	117.94
Furniture	1.62	9.35
TOTAL	<u>1,091.05</u>	<u>998.57</u>

27. EMPLOYEE BENEFITS EXPENSE

Salaries and Wages	850.89	775.22
Contribution to Provident and Other Funds	38.03	37.50
Gratuity Expenses	18.03	25.56
Employee Welfare and Other Amenities	20.83	16.35
TOTAL	927.78	854.63

28. FINANCE COSTS

Interest Expenses	33.72	29.88
Other borrowing costs	-	-
TOTAL	33.72	29.88

29. OTHER EXPENSES

Consumption of Stores and Spares Parts	-	-
Power, Fuel and Water Charges	15.13	26.00
Repairs and Maintenance - Others	11.11	21.09
Software Support Expense	85.69	59.92
Rent		
Premises	349.52	321.80
On Equipments	109.62	164.67
Rates & Taxes	8.45	10.55
Insurance	2.04	2.46
Travelling Expenses	98.51	78.20
Provision for Doubtful Debts and Advances	-	7.61
Sundry Balances Written Off	6.69	4.93
Bad Debts	26.43	2.74
Advertisement and Marketing Expenses	59.87	142.00
Freight & Forwarding Expenses	200.76	176.57
Communication and Postage	38.64	42.02
Contract Labour cost	36.46	43.91
Legal & Professional Charges	24.21	34.84
Franchisee fees	-	-
Payment to Auditors	9.80	9.15
Loss on Disposal/discard of Assets	7.61	61.23
Bank Charges	6.60	8.63
Foreign Exchange Loss (Net)	2.46	0.45
Miscellaneous Expenses	42.03	31.51
TOTAL	1,141.63	1,250.27

30. OTHER COMPREHENSIVE EXPENSE / (INCOME)

Remeasurement of defined benefit obligations	(4.75)	(8.82)
TOTAL	(4.75)	(8.82)

33 Employee Benefits :

(A) Defined Benefit Plan

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service.

Disclosure as required by Ind Accounting Standard (AS) - 19 are given below:

Table 1. Total Expense Recognised in the Statement of Profit & Loss Account

	Gratuity (Funded)	
	Year Ended March 31,	
	2019	2018
Service cost		
a. Current service cost	5.33	5.22
b. Past service cost	-	9.07
c. (Gain) / loss on settlements		
d. Total service cost	5.33	14.29
Net interest cost		
a. Interest expense on DBO	2.33	1.76
b. Interest (income) on plan assets	(1.77)	(1.54)
c. Interest (income) on reimbursement rights		
d. Interest expense on effect of (asset ceiling)		
e. Total net interest cost	0.55	0.22
Immediate Recognition of (Gains)/ Losses - Other Long Term Benefits		
Administrative expenses and taxes		
Defined benefit cost included in P&L	5.89	14.51

Table 2. Remeasurement Effects Recognized in Other Comprehensive Income (OCI)

	Gratuity (Funded)	
	Year Ended March 31,	
	2019	2018
a. Actuarial (Gain) / Loss due to Demographic Assumption changes in DBO		
b. Actuarial (Gain) / Loss due to Financial Assumption changes in DBO	0.47	(1.56)
c. Actuarial (Gain) / Loss due to Experience on DBO	(5.53)	(7.16)
d. Return on Plan Assets (Greater) / Less than Discount rate	0.31	(0.11)
e. Return on reimbursement rights (excluding interest income)		
f. Changes in asset ceiling/onerous liability (excluding interest income)		
Total Actuarial (Gain)/Loss included in OCI	(4.76)	(8.82)

Table 3. Total Cost Recognised in Comprehensive Income

	Gratuity (Funded)	
	Year Ended March 31,	
	2019	2018
Cost Recognised in P&L	5.89	14.51
Remeasurements Effects Recognised in OCI	(4.76)	(8.82)
Total Cost Recognised in Comprehensive Income	1.13	5.69

Table 4 Change in Defined Benefit Obligation

	Gratuity (Funded)	
	Year Ended March 31,	
	2019	2018
Defined Benefit Obligation as of Prior Year	31.58	25.86
Service Cost		
a. Current service cost	5.33	5.22
b. Past service cost	-	9.07
c. (Gain) / loss on settlements		
Interest Cost	2.33	1.76
Benefit payments from plan assets		
Benefit payments directly by employer	(0.76)	(1.62)
Settlements		
Participant contributions		
Acquisition / Divestiture		
Actuarial (Gain) / Loss - Demographic	0.47	(1.56)
Actuarial (Gain) / Loss - Financial	(5.53)	(7.16)
Actuarial (Gain) / Loss - Experience		
Effect of changes in foreign exchange rates		
Defined Benefit Obligation as of Current Year	33.41	31.58

Table 5. Changes in the Fair Value of Plan Assets

	Gratuity (Funded)	
	Year Ended March 31,	
	2019	2018
Fair value of plan assets at end of prior year	23.03	21.38
Expected Return on Plan Assets	1.77	1.54
Employer contributions		
Participant contributions		
Benefit payments from plan assets		
Settlements		
Acquisition / Divestiture		
Actuarial Gain/(Loss) on Plan Assets	(0.31)	0.11
Fair Value of Plan Assets as at the end of the year	24.49	23.03

Table 6. Net Defined Benefit Asset / (Liability)

	Gratuity (Funded)	
	Year Ended March 31,	
	2019	2018
Defined Benefit Obligation	33.41	31.58
Fair value of Plan Assets	24.49	23.03
Surplus / (Deficit)	8.92	8.55
Effect of Asset Ceiling		
Net Defined Benefit Liability / (Asset)	8.92	8.55
Expected Company Contributions for the Next Year	2.89	2.72

Table 7. Reconciliation of Amounts in Balance Sheet

	Gratuity (Funded)	
	Year Ended March 31,	
	2019	2018
Net defined benefit liability (asset) at prior year end	8.56	4.48
Defined benefit cost included in P&L	5.89	14.51
Total remeasurements included in OCI	(4.76)	(8.82)
Other significant events/One time IND AS 19 Adjustment		
Acquisition / Divestiture		
Amounts recognized due to plan combinations		
Employer contributions		
Direct benefit payments by Employer	(0.76)	(1.62)
Effect of changes in foreign exchange rates		
Net defined benefit liability (asset) - end of period	8.93	8.56

Table 8. Reconciliation of Statement of Other Comprehensive Income

	Gratuity (Funded)	
	Year Ended March 31,	
	2019	2018
Cumulative OCI - (Income)/Loss, Beginning of Period	(28.39)	(19.56)
Total remeasurements included in OCI	(4.76)	(8.82)
Cumulative OCI - (Income)/Loss, End of Period	(33.14)	(28.39)

Table 9. Current / Non Current Liability

	Gratuity (Funded)	
	Year Ended March 31,	
	2019	2018
Current Liability	-	-
Non Current Liability	8.93	8.56
Non Current asset	-	-
Net defined benefit liability (asset) - end of period	8.93	8.56

Table 10. Expected Future Cashflows (As on 31st March 2019)

	Gratuity (Funded)	
	Year Ended March 31,	
	2019	2018
Year 1	2.89	2.72
Year 2	2.88	2.73
Year 3	2.84	2.82
Year 4	2.93	2.91
Year 5	2.50	2.88
Years 6 to 10	8.38	8.67

Table 11. Components of Defined Benefit Cost for Next Year

	Gratuity (Funded)	
	Year Ended March 31,	
	2019	2018
Service cost		
a. Current service cost	5.49	5.33
b. Past service cost	-	-
c. (Gain) / loss on settlements	-	-
d. Total service cost	5.49	5.33
Net interest cost		
a. Interest expense on DBO	2.41	2.33
b. Interest (income) on plan assets	(1.85)	(1.77)
c. Interest (income) on reimbursement rights		
d. Interest expense on effect of (asset ceiling)		
e. Total net interest cost	0.57	0.55
Immediate Recognition of (Gains) / Losses - Other Long Term Benefits		
Administrative expenses and taxes		
Defined benefit cost included in P&L	6.05	5.89

Work Store Limited (formerly Staples Future Office Products Limited)
Notes to financial statements for year ended March 2019

Table 12. Plan Assets

Particulars	Gratuity (Funded)	
	Year Ended March 31,	
	2019	2018
Equities	-	-
Bonds	-	-
Gilts	-	-
Pooled assets with an insurance company	100.00	100.00
Other	-	-
Total	100.00	100.00
Actual Return of Plan Assets (In Lacs)	1.47	1.65

Table 13. Principal actuarial assumptions used:

Financial Assumption	Gratuity (Funded)	
	Year Ended March 31,	
	2019	2018
Discount Rate (per annum)	7.55	7.70
Salary escalation rate	5.00	5.00

Demographic Assumption	Gratuity (Funded)	
	Year Ended March 31,	
	2019	2018
Mortality Rate	IALM (2006-08) Ultimate	IALM (2006-08) Ultimate
Withdrawal Rate	10% to 2% age wise	10% to 2% age wise
Retirement age	58 years	58 years

As per para 83 of Ind AS 19, the rate used to discount post-employment benefit obligations (both funded and unfunded) shall be determined by reference to market yields at the end of the reporting period on government bonds

Table 14. Membership data:

Particulars	Gratuity (Funded)	
	Year Ended March 31,	
	2019	2018
No of Active Members	138	148
Total Monthly Salary	2,369,930	2,361,741
Per Month Salary For Active Members	17,173	15,958
Average Age	31.0	30.2
Average Expected Future Service (Years)	12.30	12.30
Average Past Service (Years)	2.62	2.38

Table 15. Sensitivity Analysis as at 31st March 2018

Particulars	Defined Benefit Obligation	
	Year Ended March 31,	
	2019	2018
Discount Rate		
a. Discount Rate - 100 basic points	3,686,849	3,481,645
b. Discount Rate + 100 basic points	3,044,525	2,879,501
Salary Increase Rate		
a. Rate - 100 basic points	3,186,739	3,016,458
b. Rate + 100 basic points	3,521,441	3,321,917

Leave Obligations

N. The liability for Leave Encashment (Non – Funded) as at year end is Rs. 19.01 Lacs (As at March 31, 2018 - Rs.16.04 Lacs).

b Defined Contribution Plans (Provident Fund)

The provident fund is operated by the Regional Provident Fund Commissioner. Under the scheme, the Company is required to contribute a specified percentage of payroll cost to the retirement benefit scheme to fund the benefits. The fund is recognized by the Income tax authorities.

The Company has recognised the following amounts in the statement of Profit and loss:

Particular	Year Ended March 31,	
	2019	2018
Employer's contribution to Provident Fund	32.3	32.02

For MSKA and Associates
Chartered Accountants
ICAI Firm Reg. No.105047W

sd/-
Amrish Anup Vaidya
Partner
Membership no. 101789
Place : Mumbai
Date : 24th May 2019

**For and on behalf of Board of Directors of
Work Store Limited**

sd/-
Shailesh Karwa
Director
Place : Mumbai
Date : 24th May 2019

sd/-
Vivek Biyani
Director