

# **ANNUAL REPORT**

## **2016-2017**

### **NUTRAVEDA INC.**

46500 Fremont Blvd Suite 702,  
FREMONT, CA 94538, USA

Tel: +1-888-275-9103 Fax:+1-510-257-4378

E-mail: [info@ayurvedaonline.com](mailto:info@ayurvedaonline.com)

Website: [www.ayurvedaacademy.com](http://www.ayurvedaacademy.com)

# NUTRAVEDA INC.

## BOARD OF DIRECTORS

CHAIRMAN : Mr. Ramesh Vangal

DIRECTORS : Mr. Anand Subramanian

FREMONT OFFICE : 46500, Fremont Blvd, Suite#702  
Fremont, CA 94538,  
USA

WASHINGTON OFFICE : 22429 Spruce Dr.,  
Monroe, WA 98272

BANKERS : WELLS FARGO BANK.

## DIRECTORS' REPORT

Your directors have pleasure in presenting the 11<sup>th</sup> Annual Report on the business and operations of your company together with the Audited Accounts for the year ended 31<sup>st</sup> March 2017. While audit is not mandated in US for small enterprises, your company has got the accounts audited for the purpose of consolidation of its accounts with its parent company in accordance with the statutory requirements in India.

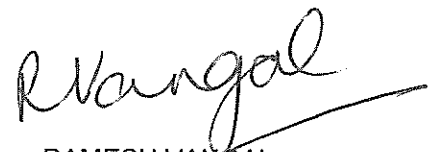
### Financial Results

During the year under review, your company has achieved a turnover of \$ 238,371 (Previous Year \$ 58,630) and incurred a Profit of \$14,182 (previous year profit of \$1,778) for the company, before providing tax.

### Acknowledgements

Your Directors wish to place on record the continued co-operation and support received from Bankers, employees, government departments, customers etc.

On behalf of the Board of Directors  
Nutraveda Inc.



RAMESH VANGAL  
Chairman

Date: May 5, 2017



*Independent Auditor's Report*

To the Members of

Nutraveda Inc

**Report On the Financial Statement**

We have audited the accompanying financial statements of Nutraveda Inc, which comprise the Balance Sheet as at March 31,2017 , and the Statement of Profit and Loss for year and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements:**

Management is responsible for 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 Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility:**

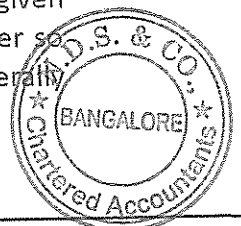
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

**Opinion**

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

In our opinion and to the best of our information and according to the explanations given to us, the 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:



- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31,2017;
- b) in the case of the Profit and Loss Account, of the Profit for the year ended on that date

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

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give NIL statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
  - a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books

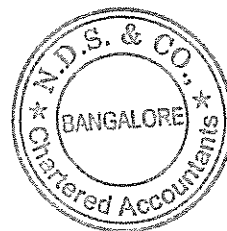
the Balance Sheet, Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.

in our opinion, the Balance Sheet, Statement of Profit and Loss comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;

on the basis of written representations received from the directors as on March 31, 2017, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

***Forming an Opinion and Reporting on Financial Statements***



*For NDS & CO*  
**Chartered Accountants**



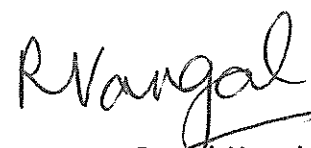
*S - [Signature]*  
**Sanjay Shreesha**  
**Partner**  
**FRN NO 009804S**

**Place : Bangalore**  
**Date : 05/5/2017**

**NUTRAVEDA INC.**

46500, Fremont BLVD Suite 702, Fremont , California 94538 USA

Balance Sheet as on March 31, 2017

EQUITY AND LIABILITIES	Schedules	As on March 31, 2017		As on March 31, 2016	
		Amount in USD		Amount in USD	
<b>Stockholders Equity</b>					
Common Stock					
100 shares of common stock with no Par value					
Stockholders Equity					
Retained Earnings		(\$948,671)		(\$962,853)	
<b>Total Stockholders' Equity</b>			(\$948,671)		(\$962,853)
<b>Current Liabilities</b>	<b>2</b>				
Accounts Payable		\$198,846		\$52,300	
Unsecured Loans		\$2,352,874		\$2,406,253	
<b>Total Liabilities</b>			\$2,551,720		\$2,458,553
<b>Total Liabilities &amp; Stockholders' Equity</b>			\$1,603,049		\$1,495,699
<b>ASSETS</b>					
<b>Fixed Asset</b>	<b>3</b>				
Gross Block		\$79,019		\$79,019	
Less:- Depreciation		\$79,019		\$79,019	
<b>Net Block</b>			\$0		\$-
<b>Investment</b>	<b>4</b>		\$85,000		\$85,000
<b>Current Assets</b>	<b>5</b>				
Cash and Bank Balances		\$843		\$223	
Accounts Receivable				\$-	
Loans and Advances		\$1,517,206		\$1,410,476	
<b>Total Current Assets</b>			\$1,518,049		\$1,410,699
<b>Total Assets</b>			\$1,603,049		\$1,495,699
Schedules 1 to 10 form an integral part of this statement In terms of our report attached.					
For NDS & Co., Chartered Accountants FRN:009804S			On behalf of Board of Directors For NUTRAVEDA INC.		
 Sanjay Shreesha, B com, FCA Partner Membership No. 206099					
Place: Bengaluru Date: May 5, 2017			 Ramesh Vangal Chairman		

**NUTRAVEDA INC.**

46500, Fremont BLVD Suite 702, Fremont , California 94538 USA

Income Statement  
From April 1, 2016 to March 31, 2017

Particulars	Schedules	2016-17		2015-16	
		Amount in USD		Amount in USD	
<b>Revenues</b>					
Services & Products Sales	6	\$238,371		\$58,630	
<b>Total Revenues</b>			\$238,371		\$58,630
Cost of Goods Sold	7		\$207,415		\$46,247
<b>Gross Profit</b>			\$30,957		\$12,382
<b>Expenses</b>					
Staff Costs	8	\$7,850		\$0	
Administrative Expenses	9	\$7,785		\$8,907	
Financial Charges	10	\$1,140		\$1,578	
Amortization & Depreciation	3	\$0		\$120	
<b>Sub Total</b>			\$16,774		\$10,604
<b>Net Income</b>			\$14,182		\$1,778
Income Tax Provision/Estimate			-		-
Deficit Carried to Balance Sheet			\$14,182		\$1,778
Retained Earning Previous Year b/f			(\$962,853)		(\$964,631)
Retained Losses Transferred to Balance Sheet			(\$948,671)		(\$962,853)

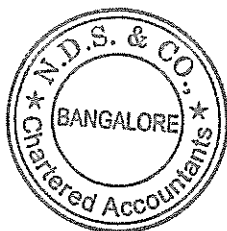
Schedules 1 to 10 form an integral part of this statement

In terms of our report attached.

For NDS & Co.,  
Chartered Accountants  
FRN: 009804S



Sanjay Shreesha, B com, FCA  
Partner  
Membership No. 206099



On behalf of Board of Directors  
For NUTRAVEDA INC.



Ramesh Vangal  
Chairman

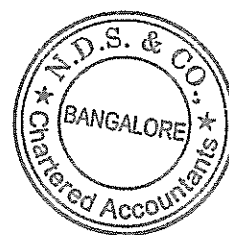
Place: Bengaluru  
Date: May 5, 2017

## NUTRAVEDA INC.

### Schedule 1:

#### Note 1-Significant Accounting Policies

- 1.1 Basis for preparation of financial statements and method of accounting  
The financial statements are prepared under the historical cost convention on accrual basis of accounting and in accordance with policies generally accepted in India including Accounting Standards issued by the Institute of Chartered Accountants of India.  
  
The financial statements are presented in USD which is the company's functional currency. All financial information is presented in USD unless otherwise stated.
- 1.2 Use of estimates  
The preparation of the financial statements in conformity with the accounting standards generally accepted in India requires the management to make estimates that affect the reported amount of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statement and reported amounts of revenues and expenses for the year. Actual results could differ from estimates.
- 1.3 Revenue Recognition  
Sales are net of rebate, discount, Taxes. Treatment income & consulting charges is recognized on completion of each service & consultation.
- 1.4 Inventories  
Raw materials, consumables and work-in-progress are valued at cost or net realizable value, whichever is lower.
- 1.5 Fixed Assets
  - a) Fixed assets are stated at cost less depreciation. Cost includes expenses related to acquisition and installation of fixed assets.
  - b) Depreciation is charged on Straight Line Method at the rates based on management's estimates of useful life.
- 1.6 Previous year figures have been re-grouped/ re-classified wherever necessary to correspond with current year classification/disclosure.



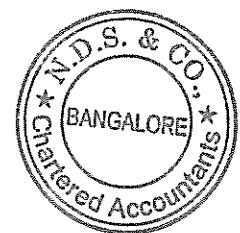


**NUTRAVEDA INC.**

46500, Fremont BLVD Suite 702, Fremont , California 94538

Schedules to Balance Sheet as on March 31,2017

	As on March 31, 2017	As on March 31, 2016
<b>Schedule 2</b>		
<b>Current Liabilities</b>		
<b>Accounts Payable</b>		
for Services and supplies		
Kerala Ayurveda Limited	\$30,051	\$30,051
Katra Phytochem India Ltd	\$159,040	\$21,357
Others	9,754.83	\$892
<b>Total</b>	<b>\$198,846</b>	<b>\$52,300</b>
<b>Unsecured Loans</b>		
Ayurvedic Academy Inc	\$0	\$53,379
CMS Katra Nursing LLC	\$17,874	\$17,874
Kerala Ayurveda Ltd, India - Loan	\$2,335,000	\$2,335,000
<b>Total</b>	<b>\$2,352,874</b>	<b>\$2,406,253</b>
<b>Schedule 4</b>		
<b>Investment</b>		
Stake in CMS Katra Nursing LLC (49%)	\$85,000	\$85,000
<b>Total</b>	<b>\$85,000</b>	<b>\$85,000</b>
<b>Schedule 5</b>		
<b>CURRENT ASSETS</b>		
<b>Cash and Bank Balances</b>		
Wells Fargo A/c No 1997	\$843	\$204
Cash on hand	\$0	\$19
<b>TOTAL</b>	<b>\$843</b>	<b>\$223</b>
<b>Accounts Receivable</b>	<b>\$0</b>	<b>\$0</b>
<b>Loans &amp; Advances</b>		
Ayu Natural Medicine Clinic, PS.	\$72,522	\$1,531
Ayurvedic Academy Inc	\$0	
Katra Finance Limited	\$1,408,157	\$1,348,157
CMS Katra Holdings LLC	\$36,527	\$36,527
Project Suveda	\$0	\$24,261
<b>Total</b>	<b>\$1,517,206</b>	<b>\$1,410,476</b>

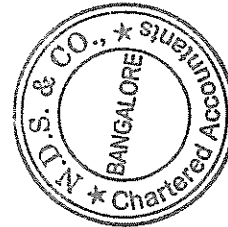


**NUTRAVEDA INC.**

46500, Fremont BLVD Suite 702, Fremont , California 94538, USA

Schedule 3 - Fixed Assets and Depreciation  
For the period April 1, 2016 to March 31, 2017

Particulars	Gross Block				Depreciation			Net Block		
	Depreciat ion %	Cost as on April 1, 2016	Additions /Deletions	Cost as on March 31,2017	Upto March 31, 2016	For the period	Upto March 31,2017	As on March 31,2017	As on March 31, 2016	As on March 31, 2015
Office Equipment	14.0%	9,707		\$9,707	\$9,707	\$0	\$9,707	\$0	\$0	\$119.82
Furniture & Fixtures	16.6%	17,956		\$17,956	\$17,956	\$0	\$17,956	\$0	\$0	\$0
Computers	40.0%	6,470		\$6,470	\$6,470	\$0	\$6,470	\$0	\$0	\$0
Remodel	20.0%	10,107		\$10,107	\$10,107	\$0	\$10,107	\$0	\$0	\$0
Lease Hold Improvements	20.0%	34,779		\$34,779	\$34,779	\$0	\$34,779	\$0	\$0	\$0
<b>Total</b>		<b>79,019</b>		<b>\$79,019</b>	<b>\$79,019</b>	<b>\$0</b>	<b>\$79,019</b>	<b>\$0</b>	<b>\$0</b>	<b>\$120</b>



**NUTRAVEDA INC.**

46500, Fremont BLVD Suite 702, Fremont , California 94538

Schedules to Profit &amp; Loss Account

For the period April 1, 2016 to March 31,2017

	As on March 31, 2017	As on March 31, 2016
<b>Schedule 6</b>		
<b>Revenue</b>		
Products Sale	\$238,371	\$58,630
<b>Total</b>	<b>238,371</b>	<b>58,630</b>
<b>Schedule 7</b>		
<b>Cost of Goods Sold</b>		
Products Consumption	\$183,301	\$38,535
Shipping	\$24,114	\$7,712
<b>Total</b>	<b>\$207,415</b>	<b>\$46,247</b>
<b>Schedule 8</b>		
<b>Staff Cost</b>		
Payroll Expenses	\$7,850	\$0
<b>Total</b>	<b>\$7,850</b>	<b>\$0</b>
<b>Schedule 9</b>		
<b>Administration</b>		
Professional Fees	\$275	\$0
Taxes -State	\$867	\$974
Licence and Permits	\$581	\$733
Rent	\$6,000	\$7,200
Printing and Reproduction	\$62	\$0
<b>Total</b>	<b>\$7,785</b>	<b>\$8,907</b>
<b>Schedule 10</b>		
<b>Financial Charges</b>		
Bank Service Charges	\$1,140	\$1,578
<b>Total</b>	<b>\$1,140</b>	<b>\$1,578</b>

