



IAL/CS/AGM/2019/
September 2, 2019

INDIAN ACRYLICS LIMITED

CIN: L24301PB1986PLC006715

Head Office : ISO 9001-2008 Certified

SCO 49-50-51, Sector-26,
Madhya Marg, Chandigarh -160 019 (INDIA)

Tel : +91-172-2792385 / 2793112

Fax : +91-172-2794834 / 2790887

Website : www.indianacrylics.com

The Dy. Manager
Deptt. Of Corporate Services
Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400 001.

National Securities Depository Limited
4th Floor, 'A' Wing, Trade World,
Kamla Mills Compound, Senapati Bapat
Marg, Lower Parel, Mumbai – 400013.

Central Depository Services (India) Ltd.
Phiroze Jeejeebhoy Towers, Dalal Street,
Mumbai-400001.

Scrip Code: 514165

Reg : 32ND AGM NOTICE AND ANNUAL REPORT 2018-19

Dear Sir/ Madam,

Further to our letter dated 22.08.2019, pursuant to Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are submitting herewith copy of the Annual General Meeting Notice and draft Annual Report of the Company for the financial year 2018-19 to be held on 30th September 2019 at Regd. Office of the Company.

The said Annual Report and Notice of 32nd Annual General Meeting has also been uploaded on the website of the Company i.e. www.indianacrylics.com.

Kindly take the same on your records.

Thanking you,
Yours faithfully,
for INDIAN ACRYLICS LIMITED

(BHAVNESH K GUPTA)
COMPANY SECRETARY
FCS-3255

Encl.: As above

Works & Regd. Office : Village Harkishanpura, Patiala - Sangrur Highway, Distt. Sangrur - 148 026 (Pb.)

Tel.: +91 (1672) 278106, 278104, Fax: +91 (1672) 278110

Delhi Office

: S-2, Second Floor, Vasant Square Mall, Community Center, Pocket V, Plot No. A, Sector B, Vasant Kunj, New Delhi - 110 070, Phone-011-40000378, 377, 376



32ND
ANNUAL REPORT
2018-2019



INDIAN ACRYLICS LIMITED



COMPANY CIN: L24301PB1986PLC006715

BOARD OF DIRECTORS

Smt. Neelima, IAS

Sh. R.K. Garg

Sh. Dheeraj Garg

Sh. A.S. Chatha, I.A.S. (Retd.)

Rear Adm. M.M. Chopra (Retd.)

Raja Shivdev Inder Singh

Sh. S.S. Jha

Sh. S.K. Singla

Sh. Alok Goyal

Chairperson

Managing Director

Additional Managing Director

Director

Director

Director

Director

Nominee PSIDC

Executive Director

COMPANY SECRETARY

Sh. Bhavnesh K. Gupta

BANKERS

Punjab National Bank

State Bank of India

Indian Overseas Bank

HDFC Bank Limited

AUDITORS

AKR & ASSOCIATES

CHARTERED ACCOUNTANTS

SCO 51, 2nd Floor,

Chandigarh Citi Centre, VIP Road,

Zirakpur – 140603.

REGD. OFFICE & WORKS

Village Harkishanpura

Distt. Sangrur (Punjab) - 148 026

(on Patiala-Sangrur Highway)

Email: shares@indianacrylics.com

Website: www.indianacrylics.com

CORPORATE OFFICE

SCO 49-50, Sector 26

Madhya Marg,

Chandigarh - 160 019

INDIA

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INDIAN ACRYLICS LIMITED

INDIAN ACRYLICS LIMITED
(CIN:L24301PB1986PLC006715)
Regd. Office: Village Harkishanpura, Sub-Tehsil Bhawanigarh,
Distt. Sangrur (Punjab) -148026.
Email: shares@indianacrylics.com, Website: www.indianacrylics.com
Phone: +91-172-2793112., Fax: +91-172-2794834

NOTICE

NOTICE is hereby given that the 32nd Annual General Meeting of the Shareholders of the Company shall be held as scheduled below:

Day & Date : Monday, 30th day of September, 2019
Time : 11:00 A.M.
Venue : Company's Regd. Office at
Village Harkishanpura, Sub-Tehsil Bhawanigarh,
Distt. Sangrur (Punjab) - 148026

To transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements (Standalone and Consolidated) of the Company for the year ended **March 31, 2019** and the Reports of Directors' and Auditors' thereon.
2. To appoint a Director in place of **Sh. Dheeraj Garg (DIN: 00034926)**, who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS

3. To consider, and, if thought fit, to pass, with or without modification(s), if any, the following Resolution as an **Ordinary Resolution**:
"RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any Statutory modification (s) or re-enactment thereof, for the time being in force), the consent of the members be and is hereby accorded to ratify the remuneration, decided by the Board of Directors, based on the recommendation of Audit Committee, of Rs.50,000/- (Rs. Fifty thousand only) plus applicable taxes and out of pocket expenses per year to M/s Aggarwal Vimal & Associates (Firm Registration Number: 000350), Cost Accountants, appointed by the Board of Directors of the Company as Cost Auditors, to conduct the Audit of the Cost Records of the Company in respect of the Company's Unit located at Village Harkishanpura, Tehsil Bhawanigarh, Distt. Sangrur, Punjab for the Financial Year ended 31st March 2020.

RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorised to do all such acts, deeds and things and take all such steps as may be necessary or expedient to give effect to this resolution."

4. To consider, and, if thought fit, to pass, with or without modification(s), if any, the following Resolution as a **Special Resolution**:
"RESOLVED THAT pursuant to the provisions of Sections 149, 150 & 152 and other applicable provisions, if any, of the Companies Act, 2013 ("ACT") and the Rules made there under read with Schedule IV to the Act, as amended from time to time and SEBI (LODR) Regulations, 2015, **Shri Madan Mohan Chopra (DIN:00036367)**, Director who was appointed as an Independent Director of the Company for a term of five years up to September 30, 2019 has submitted a declaration that he meets with the criteria of independence as provided in Section 149 (6) of the Companies Act, 2013 and is eligible for appointment, be and is hereby reappointed as an Independent Director, for a second term of five consecutive years commencing from 01.10.2019 to 30.09.2024, not liable to retire by rotation.

RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorised to do all such acts, deeds and things and take all such steps as may be necessary or expedient to give effect to this resolution."

5. To consider, and, if thought fit, to pass, with or without modification(s), if any, the following Resolution as a **Special Resolution**:
"RESOLVED THAT pursuant to the provisions of Sections 149, 150 & 152 and other applicable provisions, if any, of the Companies Act, 2013 ("ACT") and the Rules made there under read with Schedule IV to the Act, as amended from time to time and SEBI (LODR) Regulations, 2015, **Shri Ajit Singh Chatha (DIN:02289613)**, Director who was appointed as an Independent Director of the Company for a term of five years up to September 30, 2019 has submitted a declaration that he meets with the criteria of independence as provided in Section 149(6) of the Companies Act, 2013 and is eligible for appointment, be and is hereby reappointed as an Independent Director, for a second term of five consecutive years commencing from 01.10.2019 to 30.09.2024, not liable to retire by rotation.

RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorised to do all such acts, deeds and things and take all such steps as may be necessary or expedient to give effect to this resolution."

6. To consider, and, if thought fit, to pass, with or without modification(s), if any, the following Resolution as a **Special Resolution**:
"RESOLVED THAT pursuant to the provisions of Sections 149, 150 & 152 and other applicable provisions, if any, of the Companies Act, 2013 ("ACT") and the Rules made there under read with Schedule IV to the Act, as amended from time to time and SEBI (LODR) Regulations, 2015, **Shri Sudhanshu Shekhar Jha (DIN:01489603)**, Director appointed as Additional Independent Director of the Company in the Board Meeting held on 14.11.2018 who shall hold office upto the date of forthcoming Annual General Meeting of the Company has submitted a declaration that he meets the criteria of independence as provided in Section 149(6) of the Act and is eligible for appointment as an Independent Director for a term of five years commencing from 14.11.2018 to 13.11.2023, not liable to retire by rotation.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised to do all such acts, deeds and things and take all such steps as may be necessary or expedient to give effect to this resolution."

By Order of the Board of Directors

BHAVNESH K GUPTA
G.M. CUM COMPANY SECRETARY
FCS-3255

Place: Harkishanpura
Date: 10.07.2019

NOTES:

1. The Explanatory Statement pursuant to the provisions of Section 102 of the Companies Act, 2013 and rules made thereunder, relating to the Special business to be transacted at the Meeting is annexed hereto. The relevant details of Directors seeking appointment/ re-appointment at this Annual General Meeting of the company are also annexed.
2. **A member entitled to attend and vote at the Annual General Meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself/ herself and the proxy so appointed need not be a member of the Company. The instrument of Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 hours before the commencement of the meeting. A Proxy form is sent herewith.**
 A person can act as a proxy on behalf of the members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
 During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company, provided that not less than three days of notice in writing is given to the Company
3. Corporate Members intending to send their authorized representative to attend the meeting are requested to send to the Company, a certified copy of the Board resolution authorizing their representative to attend and vote on their behalf at the meeting.
4. The members are requested to bring duly filled attendance slip alongwith their copy of Annual Report at the Meeting.
5. In case of joint holders attending the meeting, only such joint holder who is higher in the order of the names will be entitled to vote.
6. The Register of Members and Share Transfer Books of the Company will remain closed from **20.09.2019 to 30.09.2019** (both days inclusive).
7. **As per amendment in Regulation 40 of SEBI (LODR) Regulations, 2015, securities of listed companies can be transferred only in dematerialized form with effect from April 1, 2019, except in case of request received for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form.**
8. Electronic copy of the Annual Report for 2018-19 is being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes. For members who have not registered their email address, physical copies of the Annual Report for 2018-19 are being sent by the permitted mode.
9. **Members who have not registered their e-mail addresses so far are requested to register their e-mail addresses with Registrar and Share Transfer Agents of the Company/ Depository Participant (s), for receiving all communication including Annual Report, Notices, Circulars, etc from the Company electronically.**
10. Members may also note that the Notice of the Annual General Meeting and the Annual Report for 2018-19 will also be available on the Company's website for their download. The physical copies of the aforesaid documents will also be available at the Company's Registered Office for inspection during normal business hours on working days.
11. The Company is maintaining the "INVESTORS SERVICE CELL" at its Head Office at SCO 49-50, Sector 26, Madhya Marg, Chandigarh 160019.
12. Members having any queries relating to Annual Report are requested to send their queries at least seven days before the date of the Meeting.
13. **Voting through electronic means:**
 In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote at the Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services provided by Central Depository (Services) India Limited (CDSL).

The instructions for shareholders voting electronically are as under:

- (i) **The voting period begins on September 27, 2019 at 9.00 a.m. and will end on September 29, 2019 at 5.00 p.m.** During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on **20th September, 2019 (cut-off date)**, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The Shareholders should Log on to the e-voting website **www.evotingindia.com**
- (iii) Click on shareholders
- (iv) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in Demat Form and had logged on to **www.evotingindia.com** and voted on an earlier voting of any Company, then your existing password is to be used.
- (vii) If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> • Members who have not updated their PAN with the Company/ Depository Participant are requested to use the sequence number which is printed on Postal Ballot/ attendance slip indicated in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the Company records in order to login. <ul style="list-style-type: none"> • If both the details are not recorded with the depository or Company please enter the member id/ folio number in the Dividend Bank details field as mentioned in instruction (iv).

INDIAN ACRYLICS LIMITED

- (viii) After entering these details appropriately, click on "SUBMIT" tab.
- (ix) Members holding shares in physical form will then reach directly the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other Company on which they are eligible to vote, provided that Company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for the relevant Company Name < INDIAN ACRYLICS LIMITED > on which you choose to vote.
- (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/ NO" for voting. Select the option YES or NO as desired. The option "YES" implies that you assent to the Resolution and option "NO" implies that you dissent to the Resolution.
- (xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take a print of the voting cast by clicking on "Click here to print" option on the Voting page.
- (xvii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xviii) **Shareholders can also cast their vote using CDSL's mobile app m-voting available for android based mobiles. The m-voting app can be downloaded from Google Play Store, Apple and Windows phone. Please follow the instructions as prompted by the mobile app while voting on your mobile.**
- (xix) **Note for Non-Individual Shareholders and Custodians:**
Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves as Corporates.
A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cDSLindia.com.
After receiving the login details a compliance User should be created using the admin login and password. The compliance User would be able to link the account(s) for which they wish to vote on.
• The list of accounts linked in the login should be mailed to helpdesk.evoting@cDSLindia.com and on approval of the accounts they would be able to cast their vote.
A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
Any person, who acquires shares of the Company and become Member of the Company after dispatch of the Notice and holding shares as on the **cut-off date i.e. 20th September 2019** may follow the same instructions as mentioned above for e-Voting.
In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cDSLindia.com.
- (xx) The Board of Directors has appointed Mr. S.K.Sikka, Practising Company Secretary (ICSI Membership No. FCS- 4241 and CP No.3582) Proprietor of S.K. Sikka & Associates, as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
- (xxi) The Scrutinizer shall within a period not exceeding two (2) working days from the conclusion of the e-voting period unblock the votes in the presence of at least two witnesses not in employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
- (xxii) The Results shall be declared on or after the AGM of the Company. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website and on the website of CDSL within two (2) days of passing of the resolutions at the AGM of the Company and communicated to the Bombay Stock Exchange.
14. Relevant documents referred to in the notice and the explanatory Statement including register of shareholding of Directors and Key Managerial Personnel are open for inspection by members at the registered office of the Company on all working days during Normal business hours (09:30 am to 5.30 pm) upto and including the date of meeting.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

ITEM NO. 3

Pursuant to Section 148(3) of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the Members of the Company are required to approve and ratify the payment of remuneration of Rs.50,000/- (Rupees fifty thousand only) plus applicable taxes and out of pocket expenses per year to the Cost Auditors as approved by the Board of Directors in their meeting held on 30.04.2019 for the financial year 2019-20

The Board recommends the ordinary resolution mentioned at Item No. 3 of the accompanying Notice for approval of the members.

None of the Directors, Key Managerial Personnel of the Company or their respective relatives are concerned or interested, financially or otherwise, in the resolution.

ITEM NO. 4 & 5

Shri Madan Mohan Chopra (DIN:00036367), aged 86 years and Shri Ajit Singh Chatha (DIN: 02289613), aged 83 years, were appointed as Non-Executive Independent Director of the Company under Section 149 & 152 of the Companies Act, 2013 read with Schedule IV attached thereto and Rules made thereunder, not subject to retirement by rotation, for a term of five years from 30.09.2014 to 30.09.2019.

As per the provisions of Section 149 of the Companies Act, 2013, an Independent Director shall hold office for a term upto five consecutive years on the Board of a Company but shall be eligible for re-appointment, for another term of upto five years, on passing of a special resolution by shareholders. The Directors has submitted a declaration that they meet the criteria of independence as provided in Section 149(6) of the Act. The proposed Directors are Independent of the Management and are eligible for re-appointment as an Independent Director.

The Board of Directors of the Company ('the Board') at their meeting held on 10.07.2019 on the basis of report of performance evaluation and as per recommendation of the Nomination & Compensation Committee, recommended their reappointment for the approval of the

Members.

The resolution seeks the approval of members for the re-appointment Shri Madan Mohan Chopra (DIN:00036367) and Shri Ajit Singh Chatha (DIN: 02289613) who has attained the age of 75 years as an Independent Director of the Company for a second term commencing from 01.10.2019 to 30.09 2024 in terms of Section 149 and other applicable provisions of the Act and Rules made there under.

A brief justification for their Re-appointment as Non-Executive Independent Directors of the Company is as under:

Shri Madan Mohan Chopra is associated with the Company since the year 1999. He has retired from Indian Navy where he held various prestigious positions. After retiring from navy, he functioned as the Executive Director of M/s Bombay Dyeing & Mfg Co. Ltd. He is the president of the Governing Board of Delhi Public School Society and Chairman of National Bravery Award Commission. He has been guiding our Company to streamline procedures, better co-ordination and faster decision making. He is also the Chairman of the Audit Committee of the Company and a Member/ Chairman of several Committees of other public limited companies. He is also qualified to be appointed as an Independent Director under the provisions of the Companies Act, 2013.

Shri Ajit Singh Chatha, B.E. (Hons), joined the I.A.S. cadre of Punjab in 1963 and served it with distinction till 1995 is associated with the Company since the year 2010. He held wide range of assignments from the field to the secretariat such as Deputy Commissioner of Patiala, Sangrur, Ludhiana, Managing Director, PSIDC Ltd., Joint Secretary, Ministry of Commerce, Govt. of India and Principal Secretary, Department of Industries, Cooperation, Housing, Irrigation and Power, Home and Justice and finally as Chief Secretary to the Govt. of Punjab. He is also qualified to be appointed as an Independent Director under the provisions of the Companies Act, 2013.

Considering the long standing experience and contribution of Shri Madan Mohan Chopra and Shri Ajit Singh Chatha, their re-appointment on the Board after attaining the age above seventy-five years, as a Non-Executive Independent Directors, would be in the interest of the Company. On the recommendation of Nomination and Remuneration Committee, Board recommends the special resolution mentioned at Item No. 4 & 5 of the accompanying Notice for approval of the members.

A brief resume of Shri Madan Mohan Chopra and Shri Ajit Singh Chatha, the nature of their expertise, Directorships held in other Companies, Committee Memberships/ Chairmanships, their shareholding etc., are separately annexed hereto.

The Board recommends the Resolution as set out in Item No. 4 & 5 as Special Resolution for your approval.

None of the Directors or Key Managerial Personnel of the Company or their respective relatives except Shri Madan Mohan Chopra, Shri Ajit Singh Chatha are in any way concerned or interested (financially or otherwise), in the resolutions mentioned at Item No's 4 & 5 at the accompanying Notice.

ITEM NO. 6

The Board of Directors of the Company had appointed Shri Sudhanshu Shekhar Jha (DIN:01489603) as Additional Independent Director of the Company w.e.f. 14/11/2018 in place of Shri S.S Grewal due to his sudden demise. In accordance with the provisions of Section 161 of the Companies Act, 2013, Shri Sudhanshu Shekhar Jha shall hold office upto the date of forthcoming Annual General Meeting of the Company and is eligible to be appointed as an Independent Director.

The Board of Directors of the Company ('the Board') at their meeting held on 14.11.2018 on the recommendation of the Nomination & Compensation Committee, recommended his appointment as Independent Director for the approval of the Members for the period of 5 years commencing from 14.11.2018 to 29.09.2024.

The Company has received a declaration from Shri Sudhanshu Shekhar Jha that he meets the criteria of independence as provided under section 149(6) of the Act. In the opinion of the Board, Shri Sudhanshu Shekhar Jha fulfills the conditions specified in the Act and Rules framed thereunder and SEBI (LODR) Regulations, 2015 for appointment as independent Director and he is independent of the Management. Shri Sudhanshu Shekhar Jha is not disqualified from being appointed as Director in terms of Section 164 of the Companies Act, 2013 and he has given his consent to act as Director.

The terms and conditions of appointment of the above Director shall be open for inspection by the Members at the registered office of the Company during normal business hours on any working days.

Shri, Sudhanshu Shekhar Jha, is M.Sc. Physics from Patna University. He served as a Lecturer in Physics in constituent colleges of Magadh and Patna University. Thereafter he passed the examination conducted by UPSC and joined Indian Customs and Excise Service w.e.f. 09.11.1967. He served in various capacities and retired as Chief Commissioner of Central Excise Customs. Presently he is engaged in Social work relating to rural development. He is also Director on the Board of Steel Strips Wheels Limited. He possesses appropriate skills, experience and knowledge in management and other disciplines. He is also qualified to be appointed as an Independent Director under the provisions of the Companies Act, 2013.

The Board recommends the special resolution mentioned at Item No. 6 of the accompanying Notice for approval of the members.

None of the Directors or Key Managerial Personnel of the Company or their respective relatives except Shri Sudhanshu Shekhar Jha are concerned or interested (financially or otherwise), in this resolution.

DETAILS OF DIRECTORS SEEKING APPOINTMENT/ RE-APPOINTMENT IN ANNUAL GENERAL MEETING

Name of Director (DIN)	Shri Madan Mohan Chopra (DIN: 00036367)	Shri Ajit Singh Chatha (DIN: 02289613)	Shri Sudhanshu Shekhar Jha (DIN: 01489603)	Shri Dheeraj Garg (DIN: 00034926)
Date of Birth	28/03/1933	14/01/1936	03/02/1943	11/05/1972
Date of first Appointment	29/05/1999	31/05/2010	14/11/2018	29/11/1997
Qualification/ Experience in Specific functional areas	Retired from Navy where he held various prestigious positions. After retiring from Navy, he has functioned in advisory capacities to many big	Shri Ajit Singh Chatha, B.E. (Hons.) Joined the IAS Cadre of Punjab in 1963 and served it with distinction till 1995. He held wide range of assignments from the field to the Secretariat	He is M.Sc. Physics from Patna University. He served as a Lecturer in Physics in constituent colleges of Magadh and Patna University. Thereafter he passed the examination conducted	Shri Dheeraj Garg, is a B.sc. (Finance) from U.S.A.. He belongs to Promoter category

INDIAN ACRYLICS LIMITED

	<p>corporates and was also the Executive Director of M/s Bombay Dyeing & Mfg. Co. Ltd. He has been guiding the Company to streamline procedures, ensure better co-ordination and faster decision making.</p>	<p>such as Deputy Commissioner of Patiala, Sangrur, Ludhiana, Managing Director, PSIDC Ltd., Joint. Secretary, Ministry of Commerce, Govt. of India and Principal Secretary, Department of Industries. Cooperation, Housing, Irrigation, and Power, Home and Justice and finally as Chief Secretary to the Govt. of Punjab.</p>	<p>by UPSC and joined Indian Customs and Excise Service w.e.f. 09.11.1967. He served in various capacities and retired as Chief Commissioner of Central Excise Customs. Presently he is engaged in Social work relating to rural development. He is also Director on the Board of Steel Strips Wheels Limited.</p>	
List of Companies in which outside Directorships held (Excluding Private Limited/ Foreign Company)	<p>Steel Strips Wheels Ltd. Steel Strips Ltd.</p>	<p>Nahar Industrial Enterprises Ltd. Monte Carlo Fashions Ltd. J. Kumar Infraprojects Ltd. Cotton County Retail Ltd.</p>	<p>Steel Strips Wheels Ltd.</p>	<p>Managing Director of Steel Strips Wheels Ltd.</p>
Chairman/ Member of the Committee of Board of Directors of the Company includes only Audit Committee and Stakeholders Relationship Committee	<p>Chairman of Audit Committee.</p>	<p>Chairman of Stakeholders Relationship Committee and Member of Audit Committee of the Company</p>	<p>Nil</p>	<p>Member of Audit Committee & Stakeholder Relationship Committee</p>
Chairman/ Member of the Committee of Directors of other Companies in which he is a Director includes only Audit Committee and Stakeholders Relationship Committee	<p>Nil</p>	<p>Nil</p>	<p>Nil</p>	<p>Nil</p>
No. of shares held in the Company	<p>Nil</p>	<p>13000</p>	<p>Nil</p>	<p>22301069</p>
Relationship with other Director/ Key Managerial Personnel	<p>Nil</p>	<p>Nil</p>	<p>Nil</p>	<p>Shri Dheeraj Garg is related to Shri R.K Garg, Managing Director of the Company being his son.</p>

For other details, such as, Number of meetings of the Board attended during the financial year, Remuneration last drawn, Remuneration proposed to be paid, Terms and Conditions of Appointment /re-appointment, please Refer to the attached Board's Report, MGT-9, Corporate Governance Report and the Notice alongwith Explanatory Statement.



DIRECTORS' REPORT

To The Members,

The Directors of your Company have pleasure in presenting the 32nd Annual Report of the Company together with Audited Accounts for the financial year ending 31st March, 2019.

1. FINANCIAL HIGHLIGHTS

	Standalone		Consolidated	
	2018-19	2017-18	2018-19	2017-18
Revenue from Operations	73139.13	52702.14	73117.27	52713.99
Other Income	582.42	842.11	582.42	842.11
Total Revenue	73721.55	53544.25	73699.69	53556.10
Profit before Exceptional item, depreciation, interest & Tax (PBDIT)	3609.26	4462.49	3587.47	4466.18
Interest & other financial expenses	2847.78	2005.73	2847.78	2005.73
Profit before depreciation & Tax (PBDT)	761.48	2456.76	739.69	2460.45
Depreciation and amortization expenses	1782.18	1572.83	1782.18	1572.83
Profit before Tax and Exceptional item	(1020.70)	883.93	(1042.49)	887.63
Exceptional item	2251.35	-	2251.35	-
Profit before Tax (PBT)	1230.65	883.93	1208.86	887.63
Tax Expenses- Current	70.82	-	70.82	-
Deferred	-	-	-	-
Profit after Tax (PAT)	1159.83	883.93	1138.04	887.63
Other Comprehensive Income	0.49	76.53	0.09	72.69
Total Comprehensive Income for the period	1160.32	960.46	1138.13	960.32
Earning per share-Basic	0.86	0.65	0.84	0.66
Diluted	0.86	0.65	0.84	0.66

Note: The financial statements of the Company for the year ended 31st March, 2019 has been prepared in accordance with Indian Accounting Standards (Ind AS). The financial statements for the year ended 31st March, 2018 have been restated in accordance with Ind AS for comparative information.

Production & Sales Review:

The Company has achieved production of 32619 MT of Acrylic Fibre and sale of 21447 MT, during the year under review as against production of 28461 MT and sale of 18348 MT respectively during the previous year.

The Company has also achieved production of 12137 MT of Acrylic Yarn and sale of 13190 MT during the year under review as against production of 9063 MT and sale of 10115 MT during the previous year.

The total revenue from operations during the year under review was ₹73721.55 lakhs as against ₹53544.25 lakhs during the previous year.

Profitability:

The Company earned profit before depreciation, interest, exceptional item and tax of ₹3609.26 lakhs as against ₹4462.48 lakhs in the previous year. After providing for depreciation of ₹1782.18 lakhs (Previous Year 1572.83 lakhs), interest of ₹2847.78 lakhs (Previous Year ₹2005.73), exceptional item ₹2251.35 (Previous Year Nil) the net profit from operations after comprehensive income worked out to ₹1160.32 lakhs as compared to net profit of ₹960.44 lakhs in the previous year. Exceptional item includes ₹2253.96 Lakhs against land acquisition compensation awarded which had not yet been received but had been decided in the favour of the Company during the year. However, the Company had filed application for execution in the court on 04.10.2018 and as per opinion of the management, this amount is likely to be received and accordingly considered as income during the year in accordance with Accounting Standard INDAS-16.

Segment-wise/Product wise Performance:

Over the last few years, your company has been successful in its goal of diversifying revenues, to tap new opportunities and reduce any risks of an overly concentrated portfolio. Company is manufacturing both acrylic fiber and yarn. During 2018-19, sale revenue from yarn segment is more than 10% of the total revenue of the Company. The

treatment for the same is enunciated in the Indian Accounting Standard on segment reporting (Ind AS- 108) and is explained under Para no. 6 of the Note No.27 on Notes on Accounts, forming part of Annual Report.

2. DIVIDEND

As Company does not have any distributable profits computed under provisions of Companies Act, 2013, no dividend is being recommended.

3. RESERVES

There is no change in Capital Reserves, Securities Premium Reserves and General Reserves during the year, which stands at ₹1764.44 lakhs, ₹39.23 lakhs and ₹80.00 lakhs respectively.

4. RESEARCH AND DEVELOPMENT

The Company has an In-House R & D centre registered with the Ministry of Science & Technology, Govt. of India.

During the year, the Company has focused on new varieties on dyed yarns. This will help in growth of sales in the current year. The Company is also working for energy conservation and reduction in the fuel cost with the help of in-house R&D.

5. DETAILS OF SUBSIDIARY, JOINT VENTURES OR ASSOCIATE COMPANY

The Company has a Wholly Owned Subsidiary Company, Carlit Trading Europe, S.L.U (Spain) for production of sale of its products in the European market.

A separate statement containing the salient features of financial statements of the subsidiary Company forms part of the Annual report in the prescribed Form AOC-1 in compliance with Section 129 and other applicable provisions, if any, of the Companies Act, 2013. Further in line with the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 and in accordance with Indian Accounting Standard 110, Consolidated Financial Statements, including financial information of its Subsidiary, forms part of this Annual Report.

The Company is not having any other Joint Venture or Associate Company.

6. CORPORATE SOCIAL RESPONSIBILITY AND GOVERNANCE COMMITTEE

Vision & core areas of CSR:

Your Company is committed to and is fully aware of its Corporate Social Responsibility (CSR), the guidelines in respect of which were more clearly laid down in the recently overhauled Companies Act, 2013.

Corporate Social Responsibility and Governance Committee (CSR&G Committee) comprises of Shri Rajinder Kumar Garg, as its Chairman, Shri Dheeraj Garg and Shri Ajit Singh Chatha as members. This Committee has framed the CSR Policy for the Company which is approved by the Board and may be accessed on the website of the Company at <http://www.indianacrylics.com>

Since the Company does not have net profits in accordance with Section 198 of the Companies Act, 2013, the Company is not required to undertake any activity under CSR Rules.

7. CORPORATE GOVERNANCE

Your Company is continuously taking steps to attain higher levels of transparency, accountability and equity in order to enhance customer satisfaction and stakeholders' value. The Company not only complies with the regulatory requirements but is also responsive to the stakeholders' as well as customers' needs. The Company already has an Audit Committee, a Stakeholders Relationship Committee and Nomination and Remuneration Committee duly constituted by the Board to look after various activities. The Corporate Governance practices followed by the Company are enclosed as Annexure to this report. A certificate from the Statutory Auditors of the Company regarding compliance of governance norms, stipulated under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, is also annexed to the Corporate Governance report.

8. ANNUAL RETURN

The extract of the annual return as provided under Section 92(3) of the Act, in Form MGT-9, forms part of the Board's report.

9. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013, the Directors confirm that:

- in the preparation of the annual accounts for the year ending 31st March, 2019, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- the Directors had selected such accounting policies and applied

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them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;

- c. the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. the Directors had prepared the annual accounts on a going concern basis; and
- e. the Directors had laid down internal financial control to be followed by the Company and that such internal financial controls were adequate and were operating effectively.
- f. the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

10. DIRECTORS

A) Changes in Directors and Key Managerial Personnel

Since the last Annual General Meeting, following changes have taken place in the Board of Directors:

- Appointment of Smt. Neelima (DIN: 08195539), IAS and Managing Director of Punjab State Industrial Development Corporation Ltd. (PSIDC), as Nominee Director and Chairman on the Board of the Company w.e.f. 14.08.2018 in place of Smt. Indu Malhotra (DIN: 02986786).
- Shri Sudhanshu Shekhar Jha (DIN-01489603) was appointed as Independent Director of the Company w.e.f. 14.11.2018 subject to approval of shareholders at the Annual General Meeting of the Company in place of Shri Sukhbir Singh Grewal (DIN 00031001), Independent Director who ceased to be the Director due to his sudden demise on 21st July 2018.
- Shri Surinder Kumar Bansal (DIN-00165583) was appointed as Independent Director of the Company w.e.f. 30.04.2019 subject to approval of shareholders at the Annual General Meeting of the Company in place of Smt. Tejinder Kaur who resigned from Directorship of the Company on 14.02.2019 due to her pre-occupations.

As per the provisions of Companies Act, 2013, Shri Dheeraj Garg (DIN-00034926), Director, retires by rotation at the forthcoming Annual General Meeting and, being eligible, offers himself for re-appointment.

Familiarisation programmes for Board Members:

The Board members are from time to time provided with necessary documents/policies/internal procedures to get them familiar with the practices of the Company. Directors get an opportunity to visit Company's plant which helps them to understand business operations & working of the Company. The business strategies, performance, global developments, legal & other updates, compliance reports and other relevant information/reports etc are being periodically provided to the Board of Directors.

B) Declaration by an Independent Director(s) and re-appointment, if any

A declaration by Independent Directors stating that he/ they meet the criteria of independence as provided in sub-section (6) of Section 149 of the Companies Act, 2013 has been taken at the time of their appointment.

C) Formal Annual Evaluation of Board

The Board of Directors has carried out an annual evaluation of its own performance, Board committees and individual directors pursuant to the provisions of the Act and the corporate governance requirements as prescribed by Securities and Exchange Board of India ("SEBI") under Regulation 4(f)(ii) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The performance of the Board was evaluated by the Board after seeking inputs from all the directors on the basis of the criteria such as the Board composition and structure, effectiveness of board processes, information and functioning, etc.

The performance of the committees was evaluated by the Board after seeking inputs from the committee members on the basis of the criteria such as composition of committees, effectiveness of committee meetings, etc.

The Board and the Nomination and Remuneration Committee ("NRC") reviewed the performance of the individual directors on the basis of the criteria such as the contribution the individual director to the Board and committee meetings like preparedness on the issue to be discussed,

meaningful and constructive contribution and inputs in meetings etc. In addition, the Chairman was also evaluated on the key aspects of his role.

In a separate meeting of Independent Directors, performance of non-independent directors, performance of the board as a whole and performance of the Chairman was evaluated, taking into account the views of executive directors and non-executive directors, The same was discussed in the Board meeting that followed the meeting of the Independent Directors, at which the performance of the Board, its committees and individual directors was also discussed.

11. NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS

During the year under review, 4 Board Meetings were held, one each on 30th May 2018, 14th August 2018, 14th November 2018 and 14th February 2019.

12. POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION AND OTHER DETAILS

The Company's policy on Directors' appointment and remuneration and other matters provided in Section 178(3) of the Act has been disclosed in the corporate governance report, which forms part of the Directors' Report.

13. EMPLOYEE STOCK OPTION SCHEME

Your Company had introduced Employee Stock Option Scheme framed in accordance with Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014, titled "Indian Acrylics Limited -Employees Stock Option Scheme, 2016 ("IAL-ESOS 2016") during the financial year 2015-16, which was approved by the Board of Directors of the Company and subsequently by the shareholders of the Company in their Annual General Meeting held on 29th September, 2016.

No options under the said scheme have been granted to the employees of the Company during the year under review.

14. AUDIT COMMITTEE

The Audit Committee comprises of two non-executive Directors viz. Rear Admiral M. M. Chopra, AVSM (Retd.), Shri Ajit Singh Chatha and one Executive Director Shri Dheeraj Garg. During the year, the committee held four meetings. Other details of the Audit Committee are included in the Corporate Governance Report which forms part of this report.

The Board had accepted all recommendation of the Audit Committee.

15. DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM/ WHISTLE BLOWER POLICY FOR DIRECTORS AND EMPLOYEES

Pursuant to provisions of Section 177 (9) of the Companies Act, 2013, the Company has established a "Vigil Mechanism" incorporating Whistle Blower policy in terms of Regulation 22 of SEBI (LODR) Regulations, 2015 for employees and directors of the Company, for expressing the genuine concerns of unethical behaviour, frauds or violation of the codes of conduct by way of direct access to the Chairman/Chairman of the Audit Committee. The Company has also provided adequate safeguards against victimization of employees and Directors who express their concerns. The policy on "Vigil Mechanism and Whistle Blower" may be accessed on the Company's website at <http://www.indianacrylics.com>

There are no cases reported during the year.

16. NOMINATION AND REMUNERATION COMMITTEE

The committee has been constituted to review and recommend compensation payable to the whole-time directors including Managing Director and senior management of the Company. The committee reviews the overall compensation structure and policies of the Company with a view to attract, retain and motivate employees, reviewing compensation levels of the Company vis-à-vis other Companies and industry in general. The "Nomination & Remuneration Policy" may be accessed on the Company's website at <http://www.indianacrylics.com>

17. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

There were no Loans/ Guarantee given or Investments made by the Company during the year exceeding the limits prescribed under Section 186 of the Companies Act, 2013.

18. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

All contracts/ arrangements/ transactions entered by the Company during the Financial Year with related parties were in the ordinary course of business and on an arm's length basis, during the year, the Company had not entered into any contract/ arrangement/ transaction with related parties which could be considered material in accordance

with the policy of the Company on materiality of related party transactions. A statement, in summary form, of transactions with related parties in ordinary course of business and arm's length basis is periodically placed before the audit committee for review.

The policy on materiality of related party transactions and dealing with related party transactions as approved by the board is uploaded on the website of the Company.

Disclosures as required under Indian Accounting Standards (Ind AS-24) have been made in the financial statements of the Company, enclosed with this report.

19. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis Report for the year under review as stipulated under Regulation 34(2) (e) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, forms part of the Board's report.

20. BUSINESS RISK MANAGEMENT

The risk management includes identifying types of risks and its assessment, risk handling and monitoring and reporting, which in the opinion of the Board may threaten the existence of the Company. The Risk Management Committee constituted by the Board comprises of Shri R K Garg, Shri Dheeraj Garg and Shri Surinder Kansal as members. The Committee has formulated the Risk Management Policy which was subsequently approved by the Board of Directors. The Risk Management Policy may be accessed on the website of the Company at <http://www.indianacrylics.com>

21. AUDITORS:

a. Statutory Auditors :

As per the Provisions of Section 139 of Companies Act, 2013, M/s AKR & Associates, Chartered Accountants, were appointed as Statutory Auditors of the Company to hold office till the conclusion of Annual General Meeting to be held in the calendar year 2022 (subject to ratification of their appointment at every AGM). The Company has received a certificate from them pursuant to Companies (Audit & Auditors) Rules 2014 read with Section 139 & 141 of the Companies Act, 2013, confirming their eligibility for reappointment, and that they were not disqualified for reappointment.

In accordance with the Companies Amendment Act, 2017, enforced on 7th May, 2018 by the Ministry of Corporate Affairs, the appointment of Statutory Auditors is not required to be ratified at every Annual General Meeting.

b. Secretarial Auditor :

M/s S.K. Sikka & Associates, practicing Company Secretaries, Chandigarh, was appointed as Secretarial Auditor & his report in Form No. MR-3 under Section 204 of the Companies Act for the Financial Year 2018-19 is attached & forms part of this Report .

c. Cost Auditor :

As per provisions of Section 148 of the Companies Act, 2013 the Board of Directors of your Company has recommended M/s Aggarwal Vimal & Associates, Cost Auditor, to be re-appointed as a Cost Auditor for the Financial Year 2018-19, subject to ratification of his appointment and remuneration by the Shareholders in the forthcoming Annual General Meeting.

d. Internal Auditor :

Pursuant to provisions of Section 138 of the Companies Act, 2013, the Company has appointed Mr. Manoj Kumar (ICWA), to conduct internal audit of the functions and activities of the Company and maintain internal control systems of the Company.

22. AUDITORS' REPORT

The Statutory and Secretarial Auditors' Reports are self explanatory and require no comments.

23. LISTING OF SHARES

Equity shares of the Company are listed on BSE Limited and Listing fee has already been paid in pursuance to Regulation 14 of SEBI (LODR) Regulations, 2015.

24. DEMATERIALIZATION

Effective from 25th September 2000, the equity shares of your Company are being compulsorily traded in dematerialized form. As on 31st March 2019, a total of 1261 lacs equity shares, representing 93.22% of equity share capital, have been dematerialized and 29332 shareholders are holding shares in dematerialized form.

25. INSURANCE

All the assets of the Company have been adequately insured.

26. PARTICULARS OF EMPLOYEES

Relations with the employees continued to be peaceful and

harmonious during the period under review.

27. PERSONNEL & RELATED DISCLOSURES

Your Company continues to lay emphasis on continued qualitative growth of its human resources by providing a congenial and conducive work environment in consonance with its belief that the real strength of its organization lies in its employees.

The particulars required under Section 197 read with Rule 5 (1), 5 (2) & 5 (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, including statement of employees receiving salary of ₹102 lakh. per annum or ₹ 8.50 lakh per month or more during the Financial Year 2018-19, are annexed hereto and forms part of this report.

28. INDUSTRIAL RELATIONS

Industrial relations continued to be cordial during the year under review.

29. HEALTH, SAFETY AND ENVIRONMENT PROTECTION

Our Company has complied with all the applicable health & Safety standards, environment laws and labour laws and has been taking all necessary measures to protect the environment and provide workers a safe work environment. Our Company is committed for continual improvement in Health & Safety as well as Environmental performance by involving all the employees to provide a Safe & healthy work environment to all its employees.

30. DISCLOSURE AS PER SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has zero tolerance for sexual harassment at workplace and has adopted a policy against sexual harassment in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules framed thereunder. During the financial year 2018-19, the Company has not received any complaint on sexual harassment and hence no complaints remain pending as of 31st March, 2019.

31. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The optimal utilization of energy remained a major focus area and a number of steps were taken in this direction. The information required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 are attached hereto and forms part of this report.

32. GENERAL DISCLOSURE:

Your directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. Issue of equity shares with differential rights to dividend, voting or otherwise.
2. Details relating to deposits covered under Chapter V of the Act.
3. No material changes and commitments affecting the financial position of the Company occurred between the end of the Financial Year to which this financial statements relate and the date of this report.
4. No significant/material orders have been passed by any Regulator/ Court/ Tribunal which could impact the going concern status & future operations of the Company.
5. No change in nature of Business of the Company.
6. No unclaimed Dividend is required to be transferred to Investor Education and Protection fund.

33. ACKNOWLEDGEMENT

Your Directors are pleased to place on record their sincere gratitude to the Government Authorities, Financial Institutions & Bankers and Investors for their continued and valuable co-operation and support to the Company.

Your Directors express their deep appreciation for the devoted and sincere efforts put in by the employees at all levels of operations in the Company during the year. The Company feels confident of continued cooperation and efforts from them in future also.

On Behalf of the Board of Directors

Place: Chandigarh
Dated: 30th April, 2019

(ALOK GOYAL)
Executive Director
DIN : 08049515

(R.K. GARG)
Managing Director
DIN : 00034827

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INFORMATION AS PER SECTION 134(3)(m) READ WITH COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988 AND FORMING PART OF THE DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH, 2019

Your Company has always been conscious of the need to conserve energy and has always attempted various measures for the same where ever possible to achieve reduction in the cost of production. The Company has taken various measures on suggestions of experts in the areas where energy reduction and fuel and oil conservation is possible. The details regarding present energy consumption including captive generation are furnished below as per Form 'A' of the Annexure to the Rules.

FORM 'A'

		Current Year	Previous Year
A)	POWER & FUEL CONSUMPTION		
1.a)	Purchased Units (₹ in lakhs)	726.52	264.34
	Total amount (₹ in lakhs)	4403.67	1919.42
	Rate/Unit (Rupees)	6.06	7.26
b)	OWN GENERATION		
i)	Through Turbine (Unit in lakhs)	154.89	534.04
	Total amount (₹ in lakhs)	566.63	2172.68
	Rate/Unit (Rupees)	3.66	4.07
ii)	THROUGH DIESEL GENERATOR (UNIT IN LAKHS)	0.99	2.05
	Total amount (₹ in lakhs)	25.75	50.24
	Rate/Unit (Rupees)	26.02	24.52
2)	PET COKE USED FOR STEAM		
	Quantity (Lakhs MTs)	-	-
	Total amount (₹ in lakhs)	-	-
	Rate/Unit (Rupees)	-	-
3)	RICE HUSK FOR STEAM GENERATION		
	Quantity (MTs)	69098	53737
	Total amount (₹ in lakhs)	2289.09	1638.34
	Rate/Unit (Rupees)	3.31	3.05
B)	CONSUMPTION PER UNIT OF PRODUCTION		
	Production of Acrylic Fibre & Waste (MT)	32619	28461
	Production of Acrylic Yarn (MT)	12140	9063
1.)	Electricity - Fibre (Units/MT)	1634	1882
	Electricity - Yarn (Units/MT)	2879	2922
	Cost per unit of production of Fibre (₹/Mts)	9249	9740
	Cost per unit of production of Yarn (₹/Mts)	16302	15120
2)	Furnace Oil (KL/MT)		
	Rice Husk for process steam (Unit/MT)	2118	1888
	Cost per unit of production of Fibre (₹/Mts)	7018	5756
	Pet Coke for process steam (Unit/MT)	-	-
	Cost per unit of production of Fibre (₹/Mts)	-	-

II) Technology Absorption

Efforts made in technology absorption as per form "B" of Annexure to the Rules.

1	Research & Development (R&D)	R & D has been carried out in the areas of improvement on product, process, cost reduction and increase in productivity.
	a) Specific area in which R&D carried out by Company.	
	b) Benefits derived as a result of the above R&D	Productivity improvement, reduction of waste and development of new product varieties and increase in Carbon Credits due to R&D efforts, thereby reducing the cost of manufacturing.
	c) Further course of action.	We are working on development of new speciality products to cater to some more end use segments. We are also working on increasing the overall productivity of the plant by In-house R&D.

	d) Expenditure on R&D (₹ In Lakhs) : (Capital/ Recurring)	Capital : - ₹ NIL (Previous year ₹ NIL Lakhs) Revenue : - ₹ 58.03 Lakhs (Previous year ₹ 88.12 Lakhs.)
2	Technology absorption, adoption and innovation	Technology Absorption Programme has been completed satisfactorily. The product range has been further diversified to produce new varieties of Acrylic Fibre. Efforts are on to further conserve the energy and to develop new varieties of Acrylic Fibre for development of new end uses.
	a) Efforts in brief made towards technology absorption, adaptation & innovation	
	b) Benefits derived as a result of the above efforts e.g. product improvement, cost reduction, product development, import substitution etc.	
	c) In case of imported technology (imported during the last 5 years reckoned from the beginning of the financial year) following information may be furnished :	Not applicable
	FOREIGN EXCHANGE EARNING AND OUTGO	
	a) Activity relating to exports, initiative taken to increase exports, development of new export market for products and services and export plans.	During this year export sale has Increased from ₹ 159.95 Crore to ₹ 230.89 Crore.
	b) Total foreign exchange used and earned (₹ in lakhs)	Used : ₹ 35683.56 Lakhs (Previous year ₹ 29784.99 Lakhs) Earned : ₹ 22862.15 Lakhs (Previous year ₹ 15745.26 Lakhs)

For and on behalf of Board of Directors

Place : Chandigarh
Date : 30.04.2019

(ALOK GOYAL)
EXECUTIVE DIRECTOR

(R.K. GARG)
MANAGING DIRECTOR

**SECRETARIAL AUDIT REPORT
FORM NO. MR-3**

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2019

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Indian Acrylics Limited

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Indian Acrylics Limited** (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing my opinion thereon.

Based on my verification of Indian Acrylics Limited's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended 31 March, 2019, complied with the statutory provisions listed hereunder and also that the Company has proper Board –processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31 March, 2019 according to the provisions of:

- (1) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (2) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (3) The Depositories Act, 2018 and the Regulations and bye-laws framed thereunder;
- (4) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (5) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - (d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (6) Apprentices Act, 1961
- (7) Employment Exchange (Compulsory Notification of Vacancies) Act, 1959
- (8) Industrial Employment (Standing Orders) Act, 1956
- (9) Minimum Wages Act, 1948
- (10) Payment of Bonus Act, 1965
- (11) Payment of Wages Act, 1936
- (12) Motor Vehicle Act, 1988

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- (13) The Water (Prevention & Control of Pollution) Act, 1974
- (14) The Water (Prevention & Control of Pollution) Cess Act, 1977
- (15) The Central Excise Act, 1944
- (16) Employees' State Insurance Act, 1948
- (17) Employees' Provident Fund & Misc. Provisions Act, 1952
- (18) Central Sales Tax Act, 1956 & Punjab VAT Act, 2005
- (19) Air (Prevention & Control of Pollution) Act, 1981
- (20) Payment of Gratuity Act, 1972
- (21) Indian Electricity Act, 1910 & Rules 1956
- (22) Hazardous Waste (Management & Handling) Rules 1989 under EP Act, 1986
- (23) Industrial Development & Regulation Act, 1951
- (24) Contract Labour Regulation & Abolition Act, 1971

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all the Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Decisions at the Board meetings, as represented by management, were taken unanimously.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period, there were no instances of:

- (i) Public/ Rights/ Preferential issue of shares/ debentures/ sweat equity.
- (ii) Redemption / buy-back of securities.
- (iii) Merger/ amalgamation/ reconstruction etc.
- (iv) Foreign technical collaborations.

Place: Chandigarh
Date: 22.04.2019

Sushil K. Sikka
Company Secretary
FCS 4241
CP 3582

To,
The Members
Indian Acrylics Limited

My report of even date is to be read along with this letter.

1. Maintenance of Secretarial record is the responsibility of the management of the Company. My responsibility is to express as opinion on these secretarial records based on my audit.
2. I have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, Rules, Regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place: Chandigarh
Date: 22.04.2019

Sushil K. Sikka
Company Secretary
FCS 4241
CP 3582

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Part C of Schedule V of LODR)

As required by Clause 10 (i) of Part C of Schedule V of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015 inserted vide SEBI notification dated 9th May 2018, I certify that none of the Directors on the Board of **Indian Acrylics Limited** has been debarred or disqualified from being appointed or continuing as directors of companies by the Securities and Exchange Board of India/Ministry of Corporate Affairs or any such statutory authority for the year ended 31st March, 2019.

For **S. K. SIKKA & ASSOCIATES**
Company Secretaries

Place: Chandigarh
Date: 22.04.2019

(Sushil K. Sikka)
Prop.
FCS 4241
CP 3582

DETAILS PERTAINING REMUNERATION AS REQUIRED UNDER SECTION 197(2) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES 2014

- i) **The ratio of the remuneration of each Director to the median employee's remuneration of the Company for the financial year**

Non Executive Directors	Ratio to Median Remuneration
Mrs. Neelima	-
*Mrs Tejinder Kaur	0.74
Shri Suresh Kumar Singla	0.66
Shri Madan Mohan Chopra	0.74
Shri Ajit Singh Chatha	0.49
Raja Shivdev Inder Singh	0.49
Shri Sudhanshu Shekhar Jha	-
Executive Directors	
Shri Rajinder Kumar Garg	254.43
Shri Alok Goyal	24.41

*Since resigned on

- ii) **The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year;**

Director, Chief Executive Officer, Chief Financial Officer, Company Secretary	%age increase/ decrease in Remuneration
Shri Rajinder Kumar Garg	202.99
Shri Surinder Kansal	1.23
Shri Bhavnesh K Gupta	0.23

- iii) **The percentage Increase/ Decrease in the median remuneration of employees in the financial year 2018-19.**

There is increase in median remuneration of employee to 5.99%, in view of increase in number of employees in the Spinning Mill Plant.

- iv) **The number of permanent employees on the rolls of Company.**

The number of permanent employees on the roll of company as of 31st March 2019 was 2542.

- v) **Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration;**

The average increase in salary other than managerial remuneration in 2018-19 was 4% and percentage increase in the managerial remuneration for the year was 186%.

- vi) **Affirmation that the remuneration is as per the remuneration policy of the company.**

It is confirmed that the remuneration is paid as per the remuneration policy of the Company.

STATEMENT PURSUANT TO SECTION 197 OF COMPANIES ACT, 2013 READ WITH RULE 5 OF THE COMPANIES (APPOINTMENT & REMUNERATION OF MANAGERIAL PERSONNEL) RULES 2014 FOR THE YEAR ENDED 31ST MARCH, 2019

Name of Employee	Designation	Remuneration (₹ in Lakhs)	Nature of Employment	Qualification & Experience (yrs)	Date of commencement of Employment	Age	Last employment before joining	% of shares held	Relative Director
Sh. R.K. Garg	Managing Director	308.80	Contractual	B.E (Civil Engg.) 55	01.10.90	76	M/s Steel strips Ltd. Chandigarh as Managing Director	3.09	Yes. Sh. Dheeraj Garg

INDIAN ACRYLICS LIMITED

TOP TEN EMPLOYEES IN TERM OF REMUNERATION WITHDRAWN DURING THE YEAR

S.No	Name of Employee	Designation	Remuneration (₹ in Lakhs)	Qualification & Experience (yrs)	Date of commencement of Employment	Age	% of shares held	Relative Director
1.	Sh. R.K. Garg	Managing Director	280.00	B.E (Civil Engg.)	01.10.1990	76	3.09	Yes.Sh. Dheeraj Garg
2.	Sh. Surinder Kansal	Executive Director - Commercial	39.43	B.com/ CA	01.02.1994	53	Nil	Nil
3.	Sh. Alok Goyal	Executive Director - Works	27.51	B.tech/ Chemical	21.09.1998	53	Nil	Nil
4.	Sh. Bhavnesh Kumar Gupta	General Manager cum Company Secretary	20.81	Company Secretary	01.07.1992	61	Nil	Nil
5.	Sh. Rajjan Lal Yadav	ED-Commercial	20.19	B.com	04.10.1989	51	Nil	Nil
6.	Sh. Satish Sigroha	Senior General Manager(Technical)	20.91	B.tech/ Textile	01.08.1995	50	Nil	Nil
7.	Sh. Mohan Lal Goel	Deputy General Manager	17.54	B.com	01.04.1979	40	Nil	Nil
8.	Sh. Chandra Mohan Joshi	General Manager	15.66	B.tech	04.01.2016	29	Nil	Nil
9.	Sh. Arvind Rastogi	General Manager	15.20	B.tech/ Textile Chemistry	09.11.2015	56	Nil	Nil
10.	Sh. Kuldeep Singh	Manager	14.83	ITI	10.08.2015	55	Nil	Nil

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
As on financial year ended on 31.03.2019
Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:

i.	CIN	L24301PB1986PLC006715
ii.	Registration Date	28/02/1986
iii.	Name of the Company	INDIAN ACRYLICS LIMITED
iv.	Category/Sub-category of the Company	PUBLIC LIMITED
v.	Address of the Registered office & contact details	VILLAGE HARKISHANPURA, SUB-TEHSIL BHAWANIGARH, DISTT. SANGRUR (PB) 148026. TEL:+91-01672-278106, 278104 FAX: +91-01672-278110
vi.	Whether listed company	LISTED COMPANY
vii.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	M/S ALANKIT ASSIGNMENTS LIMITED ALANKIT HOUSE, 2E/21, JHANDEWALAN EXTENSION, NEW DELHI 110055. PH.: 011 - 42541234/23541234

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10% or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Manufacture and Sale/ Trading of Acrylic Fibre/ Yarn and related activities	5503	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES –

S. No.	Name and Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	Carlit Trading Europe, S.L.U (Spain)	-	Subsidiary	100	2(87)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 01-April-2018]				No. of Shares held at the end of the year [As on 31-March-2019]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	23356010	-	23356010	17.26	25271010	-	25271010	18.67	1.41
b) Central Govt	18330000	-	18330000	13.55	18330000	-	18330000	13.55	-
c) State Govt(s)									
d) Bodies Corp.	39356648	-	39356648	29.08	39481648	-	39481648	29.18	0.10
e) Banks / FI									
f) Any other									
Total shareholding of Promoter (A)	81042658	-	81042658	59.89	83082658	-	83802658	61.40	1.51
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	-	94400	94400	0.07	100	92800	92900	0.07	-
b) Banks / FI	-								
c) Central Govt									
d) State Govt (s)									
e) Venture Capital Funds									
f) Insurance Companies									
g) FIs									
h) Foreign Venture Capital Funds									
i) Others (specify)									
Sub-total (B)(1):-	-	94400	94400	0.07	100	92800	92900	0.07	-
2. Non-Institutions									
a) Bodies Corp.	10932592	156700	11089292	8.19	6838849	75300	6914149	5.11	-3.08
i) Indian									
ii) Overseas									

INDIAN ACRYLICS LIMITED

b) Individuals										
i) Individual shareholders holding nominal share capital upto ₹2 lakh	22057420	9225520	31282940	23.12	22774877	8905320	31680197	23.41	0.29	
ii) Individual shareholders holding nominal share capital in excess of ₹2 lakh	11778572	30500	11809072	8.73	12735200	30600	12765800	9.43	0.70	
c) Others (specify) NBFC	3800	-	3800	-	13800	-	13800	0.01	0.01	
Non Resident Indians	-	-	-	-	610362	72400	682762	0.50	0.50	
Overseas Corporate Bodies										
Foreign Nationals										
Clearing Members	-	-	-	-	89896	-	89896	0.07	0.07	
Trusts										
Foreign Bodies - D R										
Sub-total (B)(2):-	44772384	9412720	54185104	40.04	43062984	9083620	52146604	38.53	(1.51)	
Total Public Shareholding (B)=(B)(1)+(B)(2)	44772384	9507120	54279504	40.11	43063084	9176420	52239504	38.60	(1.51)	
C. Shares held by Custodian for GDRs & ADRs										
Grand Total (A+B+C)	125815042	9507120	135322162	100.00	126145742	9176420	135322162	100.00	-	

(ii) Shareholding of Promoter-

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	PSIDC Ltd.	18330000	13.55	-	18330000	13.55	-	-
2	Shri R K Garg	4178444	3.09	44.16	4178444	3.09	44.16	-
3	Smt. Sunena Garg	278368	0.21	100.00	278368	0.21	100.00	-

4	Shri Dheeraj Garg	18816398	13.90	1.50	20731398	15.32	1.36	1.41
5	Ms. Priya Garg	82800	0.06	-	82800	0.06	-	-
6	Indian Acrylics Invt. Ltd.	2890030	2.14	-	2890030	2.14	-	-
7	SAB Udyog Ltd.	16880646	12.47	65.74	16880646	12.47	65.74	-
8	SAB Industries Ltd.	14793772	10.93	51.14	14793772	10.93	51.14	-
9	Steel Strips Infrastructures Ltd.	3700000	2.73	-	3700000	2.73	-	-
10	Malwa Chemtex Udyog Ltd.	1000000	0.74	-	1000000	0.74	-	-
11	Munak International Pvt. Ltd.	68600	0.05	-	68600	0.05	-	-
12	S J Mercantile Pvt. Ltd.	21000	0.02	-	21000	0.02	-	-
13	Steel Strips Mercantile Pvt. Ltd.	1600	-	-	1600	-	-	-
14	Steel Strips Industries Ltd.	1000	-	-	1000	-	-	-
15	Chandigarh Aircraft Management Services Private Limited	-	-	-	125000	0.10	-	0.10
		81042658	59.89	15.57	83082658	61.40	15.57	1.51

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

SN	Particulars	Shareholding at the beginning of the year			Cumulative Shareholding during the year	
		No. of shares		% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year	81042658		59.89		
	Date wise Increase/ Decrease	Date	No. of Shares purchased	% of total shares of the company	No. of shares held	% of total shares of the company
	Sh. Dheeraj Garg	04.06.2018	1515000	1.12	82557658	61.01
		05.06.2018	400000	0.30	82957658	61.31
2.	Chandigarh Aircraft Management Services Private Limited	26.12.2018	125000	0.09	83082658	61.40
	At the end of the year		83082658	61.40	83082658	61.40

Except market purchase by Shri Dheeraj Garg and Chandigarh Aircraft Management Services Pvt. Ltd., there is no change in other co-promoters shareholding during the year.

INDIAN ACRYLICS LIMITED

(iv) Shareholding Pattern of top ten Shareholders (Other than Directors, Promoters and Holders of GDRs and ADRs):

SN	Top 10 Shareholders*	Shareholding at the beginning of the year		Cumulative Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Bloomen Flora Ltd.	2838774	2.10	2838774	2.10
2.	SCM Fintrade Pvt. Ltd.	938542	0.69	938542	0.69
3.	Celsia Philomena Bocarro			589124	0.44
4.	Sandeep Ravindra Shah	500000	0.37	500000	0.37
5.	Vijay Vishnuprasad Marda	340000	-	340000	0.25
6.	Nizar Vali Maredia	275001	0.20	275001	0.20
7.	Subramanian P			232090	0.17
8.	Monica Capoor			210000	0.16
9.	Prem Nath Maini			201702	0.15
10.	Keshoram Leasing Ltd.			184941	0.14

* The shares of the Company are traded on a daily basis and hence the date wise increase/ decrease in shareholding is not indicated

(v) Shareholding of Directors and Key Managerial Personnel:

SN	Name of the Share Holder	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Sh. R K Garg	01.04.2018	At the beginning of the year	4178444	3.09		
		31.03.2019	At the end of the year			4178444	3.09
2.	Sh. Dheeraj Garg	01.04.2018	At the beginning of the year	18816398	13.90		
		04.06.2018	1515000				
		05.06.2018	400000				
		31.03.2019	At the end of the year			20731398	15.32
4.	Sh. AS Chatha	01.04.2018	At the beginning of the year	13000	0.01		
		31.03.2019	At the end of the year			13000	0.01

V. INDEBTEDNESS - Indebtedness of the Company including interest outstanding/accrued but not due for payment.

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	11409.43	9006.72	-	20416.15
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	11409.43	9006.72		20416.15
Change in Indebtedness during the financial year				
* Addition	-	2387.58	-	2387.58
* Reduction	2335.17	-	-	2335.17
Net Change	2335.17	2387.58	-	4722.75
Indebtedness at the end of the financial year				
i) Principal Amount	9074.26	11394.30		20468.56
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	9074.26	11394.30	-	20468.56

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

SN.	Particulars of Remuneration	Name of MD/WTD/Manager			Total Amount
		Shri R K Garg (MD)	Shri Dheeraj Garg (WTD)	Shri Alok Goyal (WTD)	
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	3,08,80,000/-	-	29,63,005/-	3,38,43,005/-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission - as % of profit - others, specify...	-	-	-	-
5	Others, please specify	-	-	-	-
	Total (A)	3,08,80,000/-	-	29,63,005/-	3,38,43,005/-
	Ceiling as per the Act	10% of Net Profit of the Company/ as per Schedule V of the Companies Act.			

INDIAN ACRYLICS LIMITED

B. Remuneration to other Directors

SN.	Particulars of Remuneration	Name of Directors				Total Amount
		Sh. M M Chopra	Sh. A S Chatha	Smt. Tejinder Kaur	Raja Shivdev Inder Singh	
1	Independent Directors					
	Fee for attending board / committee meetings	90,000	60,000	90,000	60,000	3,00,000
	Commission			-		
	Others, please specify					
	Total (1)	90,000	60,000	90,000	60,000	3,00,000
2	Other Non-Executive Directors	Sh. S K Singla			-	
	Fee for attending board/ committee meetings	80,000			-	80,000
	Commission					
	Others, please specify					
	Total (2)	80,000			-	80,000
	Total (B)=(1+2)					3,80,000
	Total Managerial Remuneration	Nil				
	Overall Ceiling as per the Act	Not Applicable as only sitting fees paid				

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

SN	Particulars of Remuneration	Key Managerial Personnel	
		CS (Sh. Bhavnes K Gupta)	CFO (Sh. Surinder Kansal)
1	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	22,44,813/-	39,43,440/-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission	-	-
	- as % of profit	-	-
	others, specify	-	-
5	Others, please specify	-	-
	Total	22,44,813/-	39,43,440/-

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

There were no penalties, punishment or compounding of offences during the year ended March 31, 2019.

MANAGEMENT DISCUSSION AND ANALYSIS

Management Discussion and Analysis Report for the year under review as stipulated under Regulation 34(2) (e) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, is presented as under.

a) Acrylic Fiber Industry – Global and Indian Perspective:

During the year under review, the Industry witnessed better demand of Acrylic Fibre (AF). The raw materials as well as energy prices kept increasing during the first half of the current year. The prices of raw material fell in the second half of the current year.

As far as production of Acrylic Fibre in India is concerned, the domestic production of Acrylic Fibre was higher by 14% during the current financial year. The total production of Acrylic Fibre in India during 2018-19 is estimated to be 0.097 Million MT compared to 0.086 Million MT in the year before that.

Export of Acrylic Fibre from India in quantitative terms have gone up by 30% during the financial year 2018-19. While the total export of Acrylic Fibre from India was 0.0019 Million MT during 2017-18. The same has increased to 0.0026 Million Ton in financial year 2018-19.

Domestic Industry continue to face problems due to Acrylic Tow and tops exported as sub standard product or Synthetic Waste (Acrylic Soft Waste) by certain producers from Peru, Thailand, Balarussia and dumped in India at much lower prices. The Forum of Acrylic Fibre (FAFM) has taken up with the Govt. to take stringent measures to curb this practice as well as for levy of anti dumping duty on dumped Acrylic Fibre imports.

Acrylonitrile (ACN), a crude oil derivative, is the principal raw material for manufacture of Acrylic Fiber. Normally, it is influenced by crude oil prices, though the same is also impacted by it's demand-supply balance as well as demand for propylene (an input for ACN) from competing end uses and it's availability. While supply of Acrylonitrile was tight due to unplanned shutdowns in the first half of the year with very high prices. This has improved in the second half of the year and thereafter prices of ACN drop considerably

There is no other major change in the world capacities of Acrylic Fibre during the year.

b) Business Outlook:

India's economic growth is expected to grow at 7.3 per cent in the fiscal year 2018-19, and 7.5 per cent in the following two years, attributing it to an upswing in consumption and investment. It is expected that India will continue to be the fastest growing major economy in the world. It's growth outlook is still robust. In comparison to other emerging markets Indian economy position is quite impressive as it has managed to deliver growth slightly above its potential despite temporary setbacks.

It is predicted that feed stocks as well as Acrylonitrile Prices will continue to remain strong in the first half of F.Y. 2019-20. Thereafter, if new capacity of ACN come into production in China as scheduled for 2019, then supply as well as prices likely to moderate. In the back drop of strong feed stocks, it is predicted that Acrylic Fibre demand will sustain or grow moderately in the near term.

In order to grow the business and to strengthen the top and bottom lines, your Company is creating more yarn manufacturing capacity. The total Spindles in production are 43992 at the end of the year. Work on installation of 10000 more spindles is now in progress. Out of these 6500 spindles has been completed and these spindles are running now under trial production and balance 3500 spindles in progress. These spindles along with all other facilities required for production of dyed acrylic yarns will be coming into production during first half of the current year 2019-20. These facilities shall further help in increasing the demand of acrylic fibre as well as in making more diversified and broad based customer base in both domestic as well as export markets.

Internal Control Systems and Their Adequacy:

Your Company has a well-designed Internal Audit programme and dedicated team for independent review of all systems, procedures and financial controls of the Company to bring in the best industry practices, compliance with internal systems & procedures and statutory laws. The Company's overall internal control system is adequate given size and nature of operations. All important issues are regularly presented to the Audit committee of the Company. Senior management of your Company places emphasis on taking proper actions on the significant issues, findings and recommendations of internal audit, and systems are strengthened appropriately.

Internal Financial Controls: The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weaknesses in the design or operation were observed.

c) Management Perception Of Risk & Concerns:

Risk Management

The Risk Management Committee ensures compliance of all the fiscal, industrial, labour and environments laws by using adequate internal control measures and through regular monitoring by the respective departmental heads in the company.

The following table gives the key risks faced by the Company, and the steps taken to mitigate the same:

INDIAN ACRYLICS LIMITED

Key Risks	Impact on IAL	Mitigation
Global Economic Scenario	Spending on clothing have shown strong correlations with GDP Growth. Uncertain economic outlook in China can impact the consumer spending on clothing and thereby constrain the demand growth of acrylic fibre.	<ul style="list-style-type: none"> - Well diversified customer base across different geographical locations and across different end uses of fibre - Target newer markets which might provide counter-cyclical support
Adverse change in Govt Policy	Any sudden action by the Government to allow duty free imports of acrylic fibre in India under free trade agreements without corresponding reduction in the duties on raw materials can impact the company as there are no local producers and company is dependent on imports for its main raw materials	<ul style="list-style-type: none"> - Increasing exports share in the turnover of the company by investing in newer markets development
Currency Volatility	Volatility in currency exchange movements resulting in sudden transaction and translation exposure	<ul style="list-style-type: none"> - Currency hedging policy and practices in place - Hedging strategy monitored by risk management committee through regular reviews.
Crude Oil volatility	Volatility in crude oil prices resulting in sudden spurt or plunge of raw materials prices	<ul style="list-style-type: none"> - Increasing value added products in the product mix. - Inventory exposure monitored by risk management committee through regular reviews
Dumping of fibre	Large scale dumping by certain countries in India can impact the domestic sales	<ul style="list-style-type: none"> - Investing in the energy saving, alternate fuels and new products by in-house R & D. - Increasing exports sales by developing the new export markets

As such, the Company is monitoring and taking steps to mitigate the risks, if any, which may threaten the existence of the Company.

Cautionary Statement:

Statements in this report on Management Discussion and Analysis describing the Company's Objectives, projections, estimates, expectations or predictions may be "forward looking" within the meaning of applicable Securities laws and regulations. Actual results could differ materially from those expressed or implied

On Behalf of the Board of Directors

Place : Chandigarh
Date : 30.04.2019

ALOK GOYAL
EXECUTIVE DIRECTOR
DIN-08049515

R.K. GARG
MANAGING DIRECTOR
DIN-00034827

REPORT ON CORPORATE GOVERNANCE

The Company continuously strives to attain high levels of corporate performance, accountability, transparency, responsibility and fairness in all aspects of its operations. Transparency in all dealings and providing better services without compromising in any way on integrity and regulatory compliances have been the basic objectives of corporate governance in the Company.

The Company is in Compliance with the requirements stipulated under Schedule V of SEBI (LODR) Regulations, 2015 and with the Listing Regulations entered into with the stock Exchanges, with regard to corporate governance.

BOARD OF DIRECTORS

- i. As on March 31, 2019, the Company has nine Directors including a Non-Executive Chairman. Of the nine Directors, six are Non-executive Directors of which, four are Independent Directors. The composition of the Board is in conformity with Regulation 17(1) of SEBI (LODR) Regulations, 2015
- ii. During the year under review, 4 Board Meetings were held, one each on 30th May 2018, 14th August 2018, 14th November 2018 and 14th February 2019 and the gap between two meetings did not exceed one hundred twenty days. The necessary quorum was present for all the meetings.
- iii. None of the Directors on the Board held Directorships in more than ten Public Companies. Further, none of them is a member of more than ten Committees or Chairman of more than five Committees across all the Public Companies in which he was a Director. Necessary disclosures regarding Committee positions in other Public Companies as on March 31, 2019 have been made by the Directors.
- iv. Independent Directors are Non-executive Directors as defined under Regulation 16(1)(b) of SEBI (LODR) Regulations, 2015. The maximum tenure of the Independent Directors is in compliance with the Companies Act, 2013 ("Act"). All the Independent Directors have confirmed that they meet the criteria as mentioned under Regulation 16 of SEBI (LODR) Regulations, 2015 and Section 149 of the Act.
- v. The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year and the number of Directorships and Committee Chairmanships/ Memberships held by them in other Public Companies as on March 31, 2019 are given below. Other Directorships do not include Directorships of Private Limited Companies, Section 8 Companies and of Companies incorporated outside India. Chairmanships/ Memberships of Board Committees include only Audit Committee and Stakeholders' Relationship Committee.

Name of Director	Category of Directors	No. of Board Meetings held during the year 2018-19		Annual General Meeting Attendance (held on 29.09.18)	No. of Directorship in other Public Companies		No. of Committee Positions held in other Public Companies	
		Held	Attended		Chairman	Member	Chairman	Member
*Smt. Neelima, IAS (PSIDC Nominee) DIN:08195539	Non Executive Director/ Chairman	3	-	-	-	3	-	-
*Smt. Indu Malhotra, IAS (PSIDC Nominee) DIN: 02986786	Non Executive Director/ Chairman	1	-	-	-	2	-	-
Shri Rajinder Kumar Garg DIN 00034827	Managing Director- Executive	4	4	-	4	-	-	-
Shri Dheeraj Garg DIN 00034926	Additional Managing Director- Executive	4	3	-	-	1	-	-
Shri Ajit Singh Chatha DIN 02289613	Non Executive-Independent	4	2	Yes	-	4	-	-
Shri Madan Mohan Chopra DIN 00036367	Non Executive-Independent	4	3	Yes	-	2	-	2
***Smt. Tejinder Kaur DIN 00512377	Non Executive-Independent	4	3	-	-	-	-	-
Shri Suresh Kumar Singla (PSIDC Nominee) DIN 00051799	Non Executive Director	4	4	-	-	7	-	-
Raja Shivdev Inder Singh DIN 07859271	Non Executive-Independent	4	3	-	-	-	-	-
**Shri Sukhbir Singh Grewal DIN 00031001	Non Executive-Independent	1	-	-	-	1	-	-
Shri Alok Goyal DIN 08049515	Executive Director (Works)	4	4	Yes	-	-	-	-
**Shri Sudhanshu Shekhar Jha (DIN-01489603)	Non Executive-Independent	2	-	-	-	1	-	2

* Appointment of Smt. Neelima (DIN: 08195539), IAS and Managing Director of Punjab State Industrial Development Corporation Ltd. (PSIDC), as Nominee Director and Chairman on the Board of the Company w.e.f. 14.08.2018 in place of Smt. Indu Malhotra (DIN: 02986786).

** Shri Sudhanshu Shekhar Jha (DIN-01489603) was appointed as Independent Director of the Company w.e.f. 14.11.2018 subject to approval of shareholders at the Annual General Meeting of the Company in place of Shri Sukhbir Singh Grewal (DIN 00031001), Independent Director who ceased to be the Director due to his sudden demise on 21st July 2018.

*** Shri Surinder Kumar Bansal (DIN-00165583) was appointed as Independent Director of the Company w.e.f. 30.04.2019 subject to approval of shareholders at the Annual General Meeting of the Company in place of Smt. Tejinder Kaur who resigned from Directorship of the Company on 14.02.2019 due to her pre-occupations.

vi) During the year, a separate meeting of the Independent Directors was held inter-alia to review the performance of Non-Independent Directors and the Board as a whole. The Company has adopted a familiarization programme for the Independent Directors, which has been displayed on the website of the Company.

vii) The Board periodically reviews compliance reports of all laws applicable to the Company and steps are taken to rectify the instances of non-compliance, if any.

INDIAN ACRYLICS LIMITED

COMMITTEES OF DIRECTORS:

Board Committees, their composition and terms of reference are provided as under:

Name of Committee	Composition	Terms of Reference
Finance Committee	Shri Rajinder Kumar Garg (Chairman), Shri Dheeraj Garg, Shri Ajit Singh Chatha.	<ul style="list-style-type: none"> - The role of the Finance Committee is as per Section 179 of the Companies Act, 2013. - Powers of finance committee include power to borrow money, invest funds of the Company and to grant loans or give guarantee or provide security in respect of loans. - During the year, the Committee held no meeting.
Audit Committee	Shri Madan Mohan Chopra (Chairman), Shri Ajit Singh Chatha, Shri Dheeraj Garg	<ul style="list-style-type: none"> - The role of the Audit Committee is as per Section 177 of the Companies Act, 2013 read with Regulation 18 of SEBI (LODR) Regulations, 2015. - The primary objective of the committee is to monitor and provide effective supervision of the management's financial reporting process with a view to ensure accurate and timely disclosures, recommendation for appointment and other terms of Auditor and to review the adequacy of internal control systems and functions. - During the year, the committee held four meetings.
Nomination and Remuneration Committee	Shri Ajit Singh Chatha, Shri Madan Mohan Chopra	<ul style="list-style-type: none"> - Formulated and recommended Nomination and Remuneration Policy. - The Nomination & Remuneration Policy includes policy on Director's appointment and remuneration including the criteria for determining qualifications, positive attributes, independence of a director and other matters as provided under Section 178(3) of the Companies Act, 2013. - The Company's Remuneration Policy is driven by the success and performance of the individual employees and the Company. Through its compensation programme, the Company endeavor to attract, retain, develop and motivate high performance workforce. The Company pays remuneration by way of salary, benefits, perks, perquisite and allowances to its employees. - During the year, the committee held three meetings.
Corporate Social Responsibility Committee	Shri Rajinder Kumar Garg, Shri Dheeraj Garg, Shri Ajit Singh Chatha	<ul style="list-style-type: none"> - Formulated and recommended CSR Policy of the Company indicating CSR activities proposed to be undertaken by the Company pursuant to provisions of Schedule VII of the Companies Act, 2013 read with CSR rules, 2014. - The CSR policy may be accessed on the Company's website. Recommended expenditure to be incurred for CSR activities/ project and ensures effective monitoring of CSR policy of the Company from time to time. - During the year, the committee held one meeting.
Stakeholder Relationship Committee	Shri Ajit Singh Chatha, Shri Dheeraj Garg and Shri Bhavnesh K Gupta	<ul style="list-style-type: none"> - The Committee reviews and ensures redressal of investor grievances. - The Committee noted that during the year the Company received 04 complaints and all the complaints have been duly resolved by the Company and there is no pendency in respect of shares received for transfer during 2018-19 except those that are disputed/ sub-judice. - During the year, the committee held one meetings.
Secretarial Committee	Shri Dheeraj Garg, Shri A S Chatha, and Shri Bhavnesh K Gupta	<ul style="list-style-type: none"> - The Secretarial Committee approves and monitors transfers, transmission, splitting and consolidation of shares of the Company. - The Secretarial Committee of the company meets as often as required. The Committee met 22 times during the year.
Risk Management Committee	Shri Rajinder Kumar Garg, Shri Dheeraj Garg and Shri Surinder Kansal	<ul style="list-style-type: none"> - The Risk management Committee has formulated Risk Management Policy of the Company which aims to maximize opportunities in all activities and to minimize adversity. - The risk management framework includes identifying types of risks and its assessment, risk handling, monitoring and reporting, which in the opinion of the Board may threaten the existence of the Company. - The Risk Management policy may be accessed on the Company's website



REMUNERATION OF DIRECTORS

Shri R.K. Garg, Shri Dheeraj Garg and Shri Alok Goyal are whole-time Directors. Shri Dheeraj Garg Additional Managing Director, has been appointed on 30/05/2015 for five years without remuneration. Particulars of Sh. R.K. Garg and Shri Alok Goyal, and details of their remuneration, as approved by the Board of Directors and Shareholders, are as under:

	Shri Rajinder Kumar Garg	Shri Alok Goyal
- Designation	Managing Director	Executive Director (Works)
- Last appointed on	01/03/2018	01/03/2018
- Term	Three years	Three years
- Salary	₹ 20,00,000/- per month	₹ 1,40,000/- per month
- Perquisites viz. housing accommodation, gas & electricity / medical benefits	Nil	Reimbursement of House Rent Up to 20% of the salary (in addition to free accommodation at the Factory/site) & Medical Reimbursement, Ex-Gratia, Leave Encashment as per rules of the Company
- Special Allowance	Nil	₹ 43,000/- per month
- Commission	5% of the net profit including the above salary & perquisites	Nil
- Provident Fund	12% of the basic salary	12% of the basic salary
- Gratuity	As per the Payment of Gratuity Act.	As per the Payment of Gratuity Act.

The remuneration is in conformity with Schedule V of the Companies Act, 2013. Other non-executive directors are paid sitting fee of ₹20,000/- for each Meeting of the Board, and ₹10,000/- for each Meeting of the Audit Committee attended by them. The Company also reimburses the out of pocket expenses incurred by the Directors for attending meetings.

EMPLOYEES STOCK OPTION (ESOP)

The Company has not issued any Employee Stock Options during the year.

DETAILS OF EQUITY SHARES OF THE COMPANY HELD BY THE DIRECTORS AS ON 31ST MARCH 2019

NAME	NO OF SHARES
SH. RAJINDER KUMAR GARG	4178444
SH. DHEERAJ GARG	20731398
SH. AJIT SINGH CHATHA	13000

GENERAL BODY MEETINGS

Venue & time of previous meetings of shareholders, including three Annual General Meetings

Nature of Meetings	Day	Date	Time	Venue
AGM	Saturday	29.09.2018	11.00 a.m.	At Regd Office at Village Harkishanpura Distt Sangrur (Punjab)
EGM	Friday	30.03.2018	11.00 a.m.	Same as above
AGM	Thursday	29.09.2017	11.00 a.m.	Same as above
AGM	Tuesday	29.09.2016	11.00 a.m.	Same as above

INDIAN ACRYLICS LIMITED

No special resolutions were put through postal Ballot during last year, as there was no such item, which required to be passed through postal ballot.

DISCLOSURES:

- a) The transactions with the Companies, where the Directors of the Company were interested, were in the normal course of business and there were no materially significant related party transactions that might have had potential conflict with the interest of the Company at large. The Policy on dealing with Related Party Transactions as approved by the Board is posted on the website of the Company.
- b) The Company has framed a Whistle Blower Policy, detail of which is available on the Company's website.
- c) Shri R K Garg is also the Chairman of Steel Strips Wheels Ltd., Steel Strips Infrastructures Ltd., SAB Industries Ltd. and Steel Strips Ltd and Shareholder of Indlon Chemicals Ltd. and SAB Developers Pvt. Ltd. The group, headed by Shri R K Garg & Family members, namely Smt. Sunena Garg, Ms. Priya Garg and Shri Dheeraj Garg comprises of the following companies:
Indian Acrylics Ltd., SAB Industries Ltd., Steel Strips Wheels Ltd., Steel Strips Ltd., Steel Strips Infrastructures Ltd., Steel Strips Industries Ltd., Indlon Chemicals Ltd., SAB Developers Pvt. Ltd., Malwa Chemtex Udyog Ltd., S.S. Credits Pvt. Ltd., S.J. Mercantile Pvt. Ltd., Indian Acrylics Investments Ltd., Malwa Holdings Pvt. Ltd., Steel Strips Mercantile Pvt. Ltd., Steel Strips Financiers Pvt. Ltd., Steel Strips Holdings Pvt. Ltd., Munak International Pvt. Ltd., Munak Financiers Pvt. Ltd., Munak Investments Pvt. Ltd., S.A.B. Udyog Ltd., Chandigarh Developers Pvt. Ltd. and DHG Marketing Pvt. Ltd.
- d) Shri Dheeraj Garg, Additional Managing Director and Shri Surinder Kansal, Chief Financial Officer have certified to the Board in accordance with Regulation 17(8) of SEBI (LODR) Regulations, 2015 pertaining to CEO/CFO certification for the financial year ended 31st March, 2019.
- e) There were no penalties, strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority on any matter related to Capital Markets during the last three years.

INSIDER TRADING

Pursuant to the requirements of SEBI (Prohibition of Insider Trading) Regulations, as amended, the Company has adopted a "Code of Conduct for Prevention of Insider Trading". Sh. Bhavnesh Kumar Gupta, Company Secretary of the Company had been appointed as the Compliance Officer for this purpose. The Code is applicable to all such employees of the Company who are expected to have access to unpublished price sensitive information relating to the Company as well as all Directors.

MEANS OF COMMUNICATION

Quarterly Results:

The quarterly financial results are regularly published in Financial Express/ Jan Satta/ Punjabi Tribune. All price sensitive information is made available at the earliest under intimation to Stock Exchanges and displayed on the website of the Company.

GENERAL SHAREHOLDER INFORMATION

Annual General Meeting of the Company: To be held on **Monday 30th September 2019** at Regd. Office of the Company.

FINANCIAL CALENDER (Tentative)

Results for quarter ending June 2019	:	Second week of Aug., 2019
Results for quarter ending Sept. 2019	:	Second week of Nov., 2019
Results for quarter ending Dec. 2019	:	Second week of Feb., 2020
Results for quarter ending March 2020	:	Last week of May, 2020
Date of Book Closure	:	20.09.2019 to 30.09.2019
Dividend Payment Date	:	Not Applicable
Scrip Code on BSE	:	514165

STOCK MARKET DATA

(₹./ PER SHARE)					
BOMBAY STOCK EXCHANGE					
MONTH	MONTH'S HIGH	MONTH'S LOW	NO. OF SHARES	NO. OF TRADES	NET TURNOVER (₹.)
April-18	15.90	13.60	1288970	2424	19225186
May-18	16.25	12.25	2601062	4041	37699399
June-18	19.49	14.00	4274033	9314	75560483
July-18	15.96	14.00	607262	1762	9029382
August-18	16.48	14.20	977189	2359	14745432
September-18	14.63	11.10	738213	1770	9812936
October-18	12.58	9.65	732929	1900	7913239
November-18	12.25	9.60	584354	1554	6302637
December-18	10.05	8.05	1297501	2382	11685539
January-19	10.38	8.31	467970	1207	4425026
February-19	9.35	6.75	635568	1494	4968908
March-19	9.40	7.50	679741	1415	5681055



Shareholding Pattern as on 31st March 2019

Sr. No.	Particulars	No. of Shares	% age
1.	Promoters, Directors & Associates	83082658	61.40
2.	Bodies Corporate	6914149	5.11
3.	FI's & Mutual Funds	92900	0.07
4.	NRI's	682762	0.50
5.	General Public	44549693	32.92
	Total	135322162	100.00

Distribution of shareholding as on 31st March 2019

Share holding of		Shareholders		Share Amount	
Face Value of ₹.10/-	Face Value of ₹.10/-	Number	%age to Total	In ₹.	%age to Total
1	500	92980	92.02	122647860	9.07
501	1000	3726	3.69	33426740	2.47
1001	5000	3194	3.16	80093810	5.92
5001	10000	602	0.60	47907530	3.54
10001	and Above	537	0.53	1069145680	79.00
		101039	100.00	1353221620	100.00

Dematerialization of shares and liquidity:

Trading in Equity shares of our company is permitted only in dematerialized form effective from 26.09.2000 as per the notification issued by the Securities and Exchange Board of India (SEBI). Our company has signed agreements with both the Depositories viz. NSDL & CDSL. The Company has appointed M/s Alankit Assignments Ltd. 3E/7, Alankit House, Jhandewalan Extension, New Delhi 110055, as common agency to look after dematerialization of shares as well as for physical transfer of shares. Our Company's capital comprises only of Equity Shares and the company does not have any preference shares, ADRs or GDRs. The company has dematerialized 1261 lakhs equity shares comprising 93.22% of the total Equity till date.

Demat ISIN Number allotted to the Company by NSDL and CDSL for equity shares is INE862B01013

CORPORATE IDENTIFICATION NUMBER (CIN): L24301PB1986PLC006715

REGISTERED OFFICE & WORKS:

Village Harkishanpura, Sub-Tehsil Bhawanigarh, Distt. Sangrur (Punjab) – 148 026.

NAME, DESIGNATION, ADDRESS & E-MAIL OF COMPLIANCE OFFICER:

Sh. Bhavnesh Kumar Gupta, G.M. Cum Company Secretary
 INDIAN ACRYLICS LIMITED
 Corporate Office: S C O 49-50, Sector – 26,
 Madhya Marg, Chandigarh-160019
 Telephone No. 0172-2793112, 2792385
 E-mail bhavnesh@indianacrylics.com

ADDRESS FOR CORRESPONDENCE & CORPORATE OFFICE:

SCO 49-50, Sector 26, Madhya Marg, Chandigarh – 160 019.
 Phone No. 0172-2793112, 2792385, 2790979, Fax No. 0172-2794834, 2790887
 Designated E-Mail address for Investor Services: shares@indianacrylics.com
 Website: www.indianacrylics.com

On Behalf of Board of Directors

Place : Chandigarh
 Date : 30.04.2019

ALOK GOYAL
 EXECUTIVE DIRECTOR
 DIN-08049515

R.K. GARG
 MANAGING DIRECTOR
 DIN-00034827

INDIAN ACRYLICS LIMITED

CERTIFICATE OF CORPORATE GOVERNANCE

We have examined the Company's compliance of conditions of Corporate Governance by Indian Acrylics Limited for the year ended on **31st March 2019** as stipulated in Schedule V of SEBI (LODR) Regulations, 2015 of the said Company with Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance with the conditions of the Corporate Governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

On the basis of our review of the relevant records and documents maintained by the Company and furnished to us for review and the information and explanations given to us by the Company, we certify that the Company complied with the conditions of Corporate Governance as stipulated in Regulation 34(3) of SEBI (LODR) Regulations, 2015.

For AKR & Associates
CHARTERED ACCOUNTANTS
FRN-021179N

Place: Chandigarh
Dated: 30.04.2019

Kailash Kumar
Partner
M. No. 505972

DECLARATION REGARDING COMPLIANCE BY THE BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH COMPANY'S CODE OF CONDUCT

This is to confirm that the Board has prescribed code of conduct for all the Board members and Senior Management of the Company, which is available on the website of the Company.

I confirm that the Company has in respect of the financial year ended **31st March 2019**, received from its Board Members as well as senior management personnel, a declaration of compliance with the code of conduct as applicable to them.

Place: Chandigarh
Dated: 30.04.2019

ALOK GOYAL
Executive Director (Works)

COMPLIANCE CERTIFICATE REGULATION 17(8) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

We hereby certify that:

- (A) We have reviewed financial statements and the cash flow statement for the year and that to the best of our knowledge and belief :-
- (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (ii) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (B) There are, to the best of their knowledge and belief, no transactions entered into by the Company during the year that are fraudulent, illegal or violative of the Company's Code of Conduct.
- (C) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (D) There have been no:-
- (i) significant changes in internal control during the year;
 - (ii) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - (iii) instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

On Behalf of Board of Directors

Place : Chandigarh
Date : 22.04.2019

SURINDER KANSAL
C.F.O.

DHEERAJ GARG
Addl. MANAGING DIRECTOR
DIN-00034926



Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

**STATEMENT CONTAINING SALIENT FEATURES OF THE FINANCIAL STATEMENT OF
SUBSIDIARIES/ASSOCIATE COMPANIES/ JOINT VENTURES**

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in INR Lakhs)

SI. No.	Particulars	Details
1.	Name of the subsidiary	Carlit Trading Europe, S.L.U (Spain)
2.	The date since when subsidiary was acquired	25th November 2016
3.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31/03/2019
4.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	77.8706
5.	Share capital	50.62
6.	Reserves & surplus	(22.93)
7.	Total assets	90.31
8.	Total Liabilities	90.31
9.	Investments	Nil
10.	Turnover	14.74
11.	Profit before taxation	Nil
12.	Provision for taxation	Nil
13.	Profit after taxation	Nil
14.	Proposed Dividend	Nil
15.	Extent of shareholding (In percentage)	100%

Note:

1. There were no subsidiaries which have been liquidated or sold during the year.
2. The Company is not having any Joint venture Company or Associate Company.

AUDITORS' REPORT

Certified in terms of our separate report of even date annexed.

For AKR & ASSOCIATES

Chartered Accountants
Regn.No.021179N

C.A. KAILASH KUMAR

Partner
M.No.505972

Place : CHANDIGARH
Dated : 30.04.2019

R.K. GARG
Mg. Director

ALOK GOYAL
Executive Director

S.K. SINGLA
A.S.CHATHA
M.M. CHOPRA
Directors

B.K. GUPTA
Company Secretary

INDIAN ACRYLICS LIMITED

INDEPENDENT AUDITORS' REPORT

To the Members of
Indian Acrylics Limited

Report on the Standalone Ind AS Financial Statements

1. We have audited the accompanying Standalone Ind AS Financial Statements of **INDIAN ACRYLICS LIMITED** ("the Company"), which comprise the Balance Sheet as at **31 March 2019**, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Ind AS Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone Ind AS Financial Statements, that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act; safeguarding the assets of the Company; preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent, 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 Ind AS 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. Our responsibility is to express an opinion on these Standalone Ind AS Financial Statements based on our audit.
4. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.
5. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Standalone Ind AS 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 Standalone Ind AS Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Standalone Ind AS Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the Company's preparation of the Standalone Ind AS Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. 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 Standalone Ind AS Financial Statements.

7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Ind AS Financial Statements.

Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Ind AS 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 March 2019**, its profit, total comprehensive profit, its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

9. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order.
10. 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 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 it appears from our examination of those books;
 - c. the Standalone Ind AS Financial Statements dealt with by this report are in agreement with the books of account;
 - d. in our opinion, the aforesaid Standalone Ind AS Financial Statements comply with the Indian Accounting Standards specified under Section 133 of the Act;
 - e. on the basis of the written representations received from the directors as on **31 March 2019** and taken on record by the Board of Directors, none of the directors is disqualified as on **31 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 over financial reporting of the company and the operating effectiveness of such controls, refer to our separate Report in Annexure B.
 - 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 does not have any pending litigations which would impact its financial position;
 - 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

For **AKR & Associates**
Chartered Accountants
FRN : 021179N

Kailash Kumar
Partner
M. No.: 505972

Place : Chandigarh
Date : 30th April 2019

Annexure A to the Independent Auditor's Report of even date to the members of INDIAN ACRYLICS LIMITED, on the standalone INDAS financial statements for the year ended 31st March 2019

Based on the audit procedures performed for the purpose of reporting a true and fair view on the Standalone IND AS financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) All fixed assets were physically verified by the management in the previous year in accordance with a planned programme of verifying them once in three years 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) Based on our audit procedures performed for the purpose of reporting the true and fair view of the Standalone IND AS financial statements and according to information and explanations given by the management, the title deeds of immovable properties included in property, plant and equipment/ fixed assets are held in the name of the company.
- (ii) The management has conducted physical verification of inventory at reasonable intervals during the year and no material discrepancies were noticed on such physical verification.
- (iii) According to the information and explanations given to us, 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. Accordingly, the provisions of clause 3(iii)(a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.

- (iv) In our opinion and according to the information and explanations given to us, there are no loans, investments, guarantees, and securities granted in respect of which provisions of section 185 and section 186 of the Companies Act 2013 are applicable and hence commented upon.
- (v) The Company has not accepted any deposits within the meaning of Section 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules 2014 (as amended). Accordingly the provisions of clause 3(v) of the said Order are not applicable to the company.
- (vi) We have broadly reviewed the books of accounts maintained by the company pursuant to the Rules made by the Central Government for the maintenance of cost records under sub section (1) of section 148 of the Act in respect of Company's products and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with the view to determine whether they are accurate and complete.
- (vii) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, customs duty, excise duty, value added tax, cess and other material statutory dues applicable to it.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, service tax, sales-tax, duty of custom, duty of excise, value added tax, cess and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (c) According to the records of the Company, the dues outstanding of income tax, sales tax, service tax, duty of custom, duty of excise, value added tax and cess on account of any dispute, are as follows :-

Name of the statute	Nature of dues	Amount (₹ in Lakhs)	Amount Paid Under Protest (₹ in Lakhs)	Period to which the amount relates	Forum where dispute is pending
Sales Tax	Sales Tax (Surcharge on exempted Tax)	78.68	62.34	2002-03	Supreme Court
Excise Dept.	Excise Duty	4.30	-	Various Years from 2006-07	Commissioner (Appeals)
Excise Dept.	Excise Duty	0.33	-	2012-13	Commissioner (Appeals)
Excise Dept.	Excise Duty	9.80	-	2002-03, 2009-10	Asstt/ Dy Commissioner (Excise)
Excise Dept.	Excise Duty	16.64	-	various Years from 2005-06 to 2009-10 & Oct 12 to March 2013	CESTAT
Excise Dept.	Excise Duty	94.51	-	2001-02, 2002-03 & 2005-08	Additional Commissioner (Excise)
Custom Dept.	Custom Duty	29.37	-	Various Years from 2000-01 to 2003-04	Additional Commissioner (customs)

- (viii) Based on our audit procedures performed for the purpose of reporting the true and fair view of the Standalone IND AS financial statements and according to information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders or government or debenture holders.
- (ix) Based on our audit procedures performed for the purpose of reporting the true and fair view of the Standalone IND AS financial statements and according to the information and explanations given by the management, the Company has not raised any money by way of initial public offer / further public offer /debt instruments. Monies raised by way of term loans were applied for the purposes for which those are raised.
- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the Standalone IND AS financial statements and according to the information and explanations given by the management, we report that no fraud /material fraud by the company or on the company by the

- officers and employees of the Company has been noticed or reported during the year.
- (xi) Based on our audit procedures performed for the purpose of reporting the true and fair view of the Standalone IND AS financial statements and according to the information and explanations given by the management, we report that the managerial remuneration has been paid / provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- (xii) In our opinion, the Company is not a nidhi company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.
- (xiii) Based on our audit procedures performed for the purpose of reporting the true and fair view of the Standalone IND AS financial statements and according to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have

INDIAN ACRYLICS LIMITED

been disclosed in the notes to the Standalone financial statements, as required by the applicable accounting standards.

- (xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, reporting requirements under clause 3(xiv) are not applicable to the company and, not commented upon.
- (xv) Based on our audit procedures performed for the purpose of reporting the true and fair view of the Standalone IND AS financial statements and according to the information and explanations given by the management, the Company has not

- entered into any non-cash transactions with directors or persons connected with him.
- (xvi) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.

For **AKR & Associates**
Chartered Accountants
ICAI FRN: 021179N

CA Kailash Kumar
Partner
M.No: 505972

Place : Chandigarh
Date : 30th April 2019

Annexure B to Independent Auditor's Report

Referred to in paragraph 10 (f) of the Independent Auditor's Report of even date to the members of Indian Acrylics Limited on the Standalone Ind AS Financial Statements for the year ended 31st March 2019

Report on the Internal Financial Controls under Clause (i) of sub-section 3 of Section 143 of the Act

1. We have audited the internal financial controls over financial reporting of **INDIAN ACRYLICS LIMITED** ("the Company") as of **31st March 2019** in conjunction with our audit of the Ind AS Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting 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). 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

3. Our responsibility is to express an opinion on the company's internal financial control over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on audit of internal financial control over financial reporting (the "Guidance Notes") and the standards on auditing deemed to be prescribed under section 143(10) of the act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those standards and the guidance notes require that we comply with ethical requirements and planned and performed the audit to obtain reasonable assurance about whether adequate internal financial control over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls system over financial reporting included obtaining an understanding of internal financial controls system over financial reporting, assessing the risks that material weakness exists, and testing and evaluating the design and operating effectiveness of the internal control based on the assessed risk. The procedure selected depend on the auditor's judgement, including the assessment of the risks of material misstatements of the Ind AS Financial Statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our audit opinion on the company's internal financial controls system over financial reporting.

Meaning of Internal financial controls over financial reporting

6. A company's internal financial controls over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS Financial Statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls over financial reporting 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 Ind AS Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditure of the company are being made only in accordance with authorization 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 Ind AS Financial Statements.

Inherent Limitation of Internal financial controls over financial reporting

7. Because of the Inherent limitation of internal financial controls over financial reporting, including the possibility of collusion or improper management over-ride of controls, material misstatements due to error or fraud may occur and not be detected. Also, projection of any evaluations of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial controls over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the company has, in all material respects, an adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at **31st March 2019** based on the internal financial controls over financial reporting 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.

Explanatory paragraph

9. We also have audited, in accordance with the Standards on auditing issued by the Institute of Chartered Accountants of India, as specified under Section 143(10) of the Act, the Standalone Ind. AS Financial Statements of Indian Acrylics Limited, which comprise the Balance Sheet as at **March 31st, 2019**, and the related statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information, and our report dated **30th April 2019** expressed an unqualified opinion.

For **AKR & Associates**
Chartered Accountants
FRN : 021179N

Kailash Kumar
Partner
M.No.: 505972

Place : Chandigarh
Date : 30th April 2019



BALANCE SHEET AS AT 31ST MARCH, 2019

PARTICULARS	NOTE NO.	AS AT 31/03/2019 (₹ in Lakhs)	AS AT 31/03/2018 (₹ in Lakhs)
ASSETS			
Non-Current Assets			
(a) Property, Plant and Equipment	1	21,627.01	22,784.67
(b) Capital work-in-progress	1A	5,761.07	1,098.56
(c) Other Intangible assets	1B	208.16	-
(d) Financial assets	-	-	-
(i) Investments	2	50.62	2.08
(ii) Loans	3	237.26	224.56
(iii) Other Financial Assets			
(e) Deferred Tax Assets (Net)		-	-
(f) Other Non-Current assets	4	284.09	69.48
Total Non Current Assets		28,168.21	24,179.35
Current Assets			
(a) Inventories	5	20,136.78	17,451.48
(b) Financial Assets			
(i) Current Investments	-	-	-
(ii) Trade Receivables	6	3,774.96	3,717.85
(iii) Cash and cash equivalents	7	1,104.08	1,011.64
(iv) Other bank balance			
(v) Loans		-	-
(vi) Other Financial Assets	8	43.13	54.13
(c) Other Current Assets	9	4,505.98	3,231.69
Total Current Assets		29,564.93	25,466.79
Total Assets		57,733.14	49,646.14
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share Capital	10	13,532.22	13,532.22
(b) Other equity	11	(345.10)	(1,505.42)
		13,187.12	12,026.80
LIABILITIES			
Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	12	17,304.40	16,256.56
(ii) Others Financial Liabilities		-	-
(b) Provisions	13	821.06	759.16
(c) Deferred Tax Liabilities (Net)	-	-	-
(d) Other Non-Current Liabilities			
Total Non Current Liabilities		18,125.46	17,015.72
Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	14	1,525.67	2,913.34
(ii) Trade Payable due to:			
- Micro & Small Enterprises	15	138.35	130.60
- Other Than Micro & Small Enterprises	15	20,174.11	14,111.85
(iii) Others Financial Liabilities	16	1,895.23	1,643.60
(b) Other Current Liabilities	17	2,462.57	1,629.99
(c) Provisions	18	224.63	174.24
(d) Current Tax Liabilities			
Total Current Liabilities		26,420.56	20,603.62
Total Equity and liabilities		57,733.14	49,646.14

SIGNIFICANT ACCOUNTING POLICIES

See accompanying notes to the financial statements 27

AUDITORS' REPORT

Certified in terms of our separate report of even date annexed.

For AKR & ASSOCIATES
Chartered Accountants
Regn.No.021179N

C.A. KAILASH KUMAR
Partner
M.No.505972

Place : CHANDIGARH
Dated : 30.04.2019

R.K. GARG
Mg. Director

ALOK GOYAL
Executive Director

S.K. SINGLA
A.S.CHATHA
M.M. CHOPRA
RAJA SHIVDEVINDER SINGH
Directors

B.K. GUPTA
Company Secretary

INDIAN ACRYLICS LIMITED

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2019

PARTICULARS	NOTE NO.	AS AT 31/03/2019 (₹ in Lakhs)	AS AT 31/03/2018 (₹ in Lakhs)
I. Revenue from Operations	19	73,139.13	52,702.14
II. Other Income from Operations	19	582.42	842.11
III Total Revenue (I+II)		<u>73,721.55</u>	<u>53,544.25</u>
IV. Expenses:			
Cost of Materials Consumed	20	48,340.45	35,645.18
Purchase of Stock-in-Trade	21	1,659.86	1,608.37
Change in Inventories of Finished Goods, work-in-Progress and Stock-in-Trade	22	2,396.24	(3,349.30)
Excise Duty Expense	19	-	448.46
Employee benefit Expense	23	5,461.74	4,290.37
Finance Costs	24	2,847.78	2,005.73
Depreciation and amortization expense	1	1,782.18	1,572.83
Other Expenses	25	12,254.00	10,438.68
Total Expenses (IV)		<u>74,742.25</u>	<u>52,660.32</u>
V. Profit / (Loss) before exceptional item and Tax (III-IV)		<u>(1,020.70)</u>	<u>883.93</u>
VI. Exceptional Items	26	2,251.35	-
VII. Profit / (Loss) after exceptional items and Tax (V-VI)		<u>1,230.65</u>	<u>883.93</u>
VIII. Tax expenses:			
(1) Current Tax		70.82	-
(2) Deferred Tax		-	-
IX. Profit / (Loss) for the period (VII-VIII)		<u>1,159.83</u>	<u>883.93</u>
X. Profit/(Loss) for the period (IX+XII)		<u>1,159.83</u>	<u>883.93</u>
XI. Other Comprehensive Income / (Expenses)		0.49	76.53
XII. Total Comprehensive Income for the period (X+XI) Comprising Profit (Loss) and Other comprehensive Income for the period)		1,160.32	960.46
XIII. Earning per equity share (refer note):		0.86	0.65
(1) Basic			
(2) Diluted			

SIGNIFICANT ACCOUNTING POLICIES

See accompanying notes to the financial statements

AUDITORS' REPORT

Certified in terms of our separate report of even date annexed.

For AKR & ASSOCIATES

Chartered Accountants
Regn.No.021179N

C.A. KAILASH KUMAR

Partner
M.No.505972

Place : CHANDIGARH
Dated : 30.04.2019

R.K. GARG
Mg. Director

ALOK GOYAL
Executive Director

S.K. SINGLA
A.S.CHATHA
M.M. CHOPRA
Directors

B.K. GUPTA
Company Secretary

STATEMENT OF CHANGES IN EQUITY FOR PERIOD ENDED MARCH 31ST 2019

Particulars	As at 31st March 2019		As at 31st March 2018	
	Number	Amount In Lakhs	Number	Amount In Lakhs
Equity Share Capital	135322162	13532.22	135322162	13532.22
Balance at the Beginning of reporting Period				
Movement During the Year	NIL	NIL	NIL	NIL
Net Issued Share Capital at Beginning of Reporting Period	135322162	13532.22	135322162	13532.22
Changes in Equity Share Capital	NIL	NIL	NIL	NIL
Balance at Closing of reporting period	135322162	13532.22	135322162	13532.22

OTHER EQUITY

(₹ in Lakhs)

PARTICULARS	Discounting of Zero Rate Loans	Securities premium reserve	Capital Reserve	General Reserve	Other Items of OCI	Retained earnings	Total
(a) Balance at 01 April, 2017	-	39.23	1,764.44	80.00	(109.48)	(5,507.22)	(3,733.02)
(i) Profit for the year	-	-	-	-	-	883.92	883.92
(ii) Discounting of Zero Rate Borrowings	1,267.15	-	-	-	-	-	1,267.15
(iii) Other comprehensive income for the year, net of income tax	-	-	-	-	76.53	-	76.53
(b) Total comprehensive income for the year	1,267.15	-	-	-	76.53	883.92	2,227.60
Deductions during the year	-	-	-	-	-	-	-
(iv) Dividends including tax thereon	-	-	-	-	-	-	-
(v) Transfer to general reserve	-	-	-	-	-	-	-
(vi) Shares issued/options exercised	-	-	-	-	-	-	-
(c) Balance at 31 March, 2018	1,267.15	39.23	1,764.44	80.00	(32.95)	(4,623.30)	(1,505.42)
(vii) Profit for the year	-	-	-	-	-	1,159.83	1,159.83
(viii) Discounting of Zero Rate Borrowings	-	-	-	-	-	-	-
(ix) Other comprehensive income for the year, net of income tax	-	-	-	-	-	0.49	0.49
(d) Total comprehensive income for the year	-	-	-	-	-	1,160.32	1,160.32
Deductions during the year	-	-	-	-	-	-	-
(x) Dividends including tax thereon	-	-	-	-	-	-	-
(xi) Transfer to general reserve	-	-	-	-	-	-	-
(xii) Shares issued/options exercised	-	-	-	-	-	-	-
(e) Balance at 31 March, 2019	1,267.15	39.23	1,764.44	80.00	(32.95)	(3,462.98)	(345.10)

AUDITORS' REPORT

Certified in terms of our separate report of even date annexed.

For AKR & ASSOCIATES

Chartered Accountants
Regn.No.021179N

C.A. KAILASH KUMAR

Partner
M.No.505972

Place : CHANDIGARH
Dated : 30.04.2019

R.K. GARG
Mg. Director

ALOK GOYAL
Executive Director

S.K. SINGLA
A.S.CHATHA
M.M. CHOPRA
Directors

B.K. GUPTA
Company Secretary

INDIAN ACRYLICS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2019

	(₹. in Lakhs) CURRENT YEAR	(₹. in Lakhs) PREVIOUS YEAR
A. CASH FLOW FROM OPERATING ACTIVITIES :		
NET PROFIT BEFORE TAX AND EXTRAORDINARY ITEMS	(1,020.70)	883.93
ADJUSTMENT FOR :		
i) ADD: DEPRECIATION	1,782.18	1,572.83
ii) ADD: INTEREST & FINANCIAL CHARGES EXPENSES	2,847.78	2,005.73
LESS: INCOME TAX (MAT)	70.82	-
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	3,538.44	4,462.49
ADJUSTMENTS FOR :		
TRADE AND OTHER RECEIVABLES	918.26	336.09
INVENTORIES	(2,685.29)	(4,944.93)
TRADE PAYABLES / CURRENT LIABILITIES	5,841.00	518.06
OTHER COMPREHENSIVE INCOME	0.49	76.53
CASH GENERATED FROM OPERATIONS	7,612.91	371.71
B. CASH FLOW FROM INVESTING ACTIVITIES :		
PURCHASE OF FIXED ASSETS	(5,709.81)	(5,925.28)
SECURITY DEPOSIT	-	-
SALE OF FIXED ASSETS	-	-
INVESTMENT IN EQUITY	(48.54)	-
NET CASH USED IN INVESTING ACTIVITIES	(5,758.35)	(5,925.28)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
INTEREST & FINANCIAL CHARGES PAID	(2,847.78)	(2,005.73)
TERM LOANS RECEIVED	-	3,034.39
TERM LOANS REPAYMENTS	(1,301.90)	(1,239.25)
UNSECURED LOAN (INTER CORPORATE LOANS) (PAID)/RECEIVED	2,387.57	4,178.79
NET CASH FROM FINANCING ACTIVITIES	(1,762.11)	3,968.21
D. NET INCREASE/(DECREASE) IN CASH AND BANK BALANCES		
	92.45	(1,585.36)
CASH AND BANK BALANCES (OPENING BALANCE)	1,011.64	2,597.00
CASH AND BANK BALANCES (CLOSING BALANCE)	1,104.08	1,011.64

AUDITORS' REPORT

We have verified the attached Cash Flow Statement of M/s Indian Acrylics Limited derived from audited financial statements and the books and records maintained by the company for the year ended **31st March, 2019** and found the same in agreement therewith.

For AKR & ASSOCIATES

Chartered Accountants
Regn.No.021179N

C.A. KAILASH KUMAR

Partner
M.No.505972

Place : CHANDIGARH
Dated : 30.04.2019

R.K. GARG
Mg. Director

ALOK GOYAL
Executive Director

RAJA SHIVDEV INDER SINGH
Directors

B.K. GUPTA
Company Secretary

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2019

NOTE NO. '1'

PROPERTY, PLANT AND EQUIPMENT

(₹ in Lakhs)

Particulars	Land	Building	Office equipments	Furniture and fixtures	Plant and machinery	Vehicle	Total
Gross Carrying Value							
Deemed Cost as at 1st April,2017	264.17	10,419.62	347.86	255.38	44,154.85	327.12	55,769.00
Additions	-	1,083.33	20.08	27.26	3,885.50	10.89	5,027.06
Disposals	-	-	-	-	-	-	-
Balance as at 31st March,2018	264.17	11,502.95	367.94	282.64	48,040.35	338.01	60,796.06
Additions	-	-	9.33	1.11	614.05	-	624.49
Disposals	-	-	(0.30)	-	-	-	(0.30)
Balance as at 31st March,2019	264.17	11,502.95	376.97	283.75	48,654.40	338.01	61,420.25
Accumulated Depreciation							
Balance as at 1st April,2017	-	4,036.60	292.38	203.26	31,681.51	224.82	36,438.57
Additions	-	270.51	29.35	16.96	1,224.94	31.07	1572.83
Disposals	-	-	-	-	-	-	-
Balance as at 31st March,2018	-	4,307.11	321.73	220.22	32,906.45	255.89	38,011.40
Additions	-	306.90	21.17	14.97	1,416.12	22.96	1,782.12
Disposals	-	-	(0.28)	-	-	-	(0.28)
Balance as at 31st March,2019	-	4,614.01	342.62	235.19	34,322.57	278.85	39,793.24
Net carrying amount							
Balance as at 1st April, 2017	264.17	6,383.02	55.48	52.12	12,473.34	102.30	19,330.42
Balance as at 31st March, 2018	264.17	7,195.84	46.21	62.42	15,133.90	82.12	22,784.67
Balance as at 31st March,2019	264.17	6,888.94	34.35	48.56	14,331.83	59.16	21,627.01
Note-1(A) Capital Work-in-Progress							
Particulars							Total
Balance as at 31st March, 2018							1098.56
Balance as at 31st March,2019							5761.07

1.) The plant being a continuous process plant, so rates of depreciation as applicable to continuous process industry have been applied.

2.) The company has used deemed cost exemption under IndAS 101 as on the date of transition to Ind AS.

Note No. 1(B) Other Intangible Assets

Particulars	Software	Total
Gross Carrying Value		
Deemed Cost as at 1st April,2017	-	-
Additions	-	-
Disposals	-	-
Balance as at 31st March,2018	-	-
Additions	208.22	208.22
Disposals	-	-
Balance as at 31st March,2019	208.22	208.22
Accumulated Depreciation		
Balance as at 1st April,2017	-	-
Additions	-	-
Disposals	-	-
Balance as at 31st March,2018	-	-
Additions	0.06	0.06
Disposals	-	-
Balance as at 31st March,2019	0.06	0.06
Net carrying amount		
Balance as at 1st April, 2017	-	-
Balance as at 31st March, 2018	-	-
Balance as at 31st March,2019	208.16	208.16

INDIAN ACRYLICS LIMITED

PARTICULARS	AS AT 31/03/2019 (₹ in Lakhs)	AS AT 31/03/2018 (₹ in Lakhs)
NOTE NO. '2'		
INVESTMENT (NON CURRENT)		
Investment in Equity	50.62	2.08
Total (₹)	<u>50.62</u>	<u>2.08</u>
NOTE NO. '3'		
LOANS (CURRENT)		
Security Deposits	237.26	224.56
Total (₹)	<u>237.26</u>	<u>224.56</u>
NOTE NO. '4'		
OTHER NON CURRENT ASSETS		
Capital Advances	284.09	69.48
Total (₹)	<u>284.09</u>	<u>69.48</u>
NOTE NO. '5'		
INVENTORIES		
(As taken valued and certified by the Management)		
Raw Materials	11868.83	7161.01
Work in Progress	2239.17	1765.89
Finished Goods	4352.06	7221.59
Stores and Spares	1676.72	1302.99
Total (₹)	<u>20,136.78</u>	<u>17,451.48</u>
<ol style="list-style-type: none"> 1. Raw Materials Stores and Spares at weighted average cost plus direct expenses. 2. Work in Process at raw material cost plus conversion expenses depending upon stage of completion. 3. Finished Goods at Raw Materials cost plus conversion cost, Packing cost and other overheads to bring the goods to present condition and location. 4. Raw material and other stocks lying at port pending clearance at cost inclusive of custom duty actually paid. The custom duty payable on material lying into bond is accounted on clearance for home consumption. 		
NOTE NO. '6'		
TRADE RECEIVABLE		
Considered Good - Secured	-	-
Considered Good - Unsecured	175.36	204.78
Having significant increase in Credit Risk	-	-
Credit Impaired	-	-
	175.36	204.78
Less: Provision for bad & doubtful debts	-	-
	175.36	204.78
Others - Considered good	3599.60	3513.07
Total (₹)	<u>3,774.96</u>	<u>3,717.85</u>
NOTE NO. '7'		
CASH & CASH EQUIVALENTS		
Cash-in-Hand	12.48	10.89
Cheques and Drafts in Hand pending Collection	115.41	48.11
Balance with banks		
In current account	13.83	34.48
Fixed Deposit Receipts (Under bank lien)	962.36	918.16
Total (₹)	<u>1,104.08</u>	<u>1,011.64</u>



PARTICULARS	AS AT 31/03/2019 (₹ in Lakhs)	AS AT 31/03/2018 (₹ in Lakhs)
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NOTE NO. '8'

OTHER FINANCIAL ASSETS (CURRENT)

Interest Receivable	27.76	29.69
Advance to Staff	15.37	24.44
Total (₹)	43.13	54.13

NOTE NO. '9'

OTHER CURRENT ASSETS

Prepaid Expenses	134.04	93.09
GST Balance	730.49	826.55
Advance to Suppliers	291.16	440.14
Other Advances	3,328.21	1,859.65
Tax Deducted At Source	22.08	12.26
Total (₹)	4,505.98	3,231.69

NOTE NO. '10'

EQUITY SHARE CAPITAL

AUTHORISED

1500 Lac (Previous Year 1500 Lac)

Equity Shares of ₹ 10/- each	15,000.00	15,000.00
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ISSUED, SUBSCRIBED AND PAID UP

135322162 Equity Shares of ₹10/- each

fully paid up. (Previous year 135322162)

	13,532.22	13,532.22
Total (₹)	13,532.22	13,532.22

Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	As at 31st March 2019		As at 31st March 2018	
	Number of Shares	Amount In Lakhs	Number of Shares	Amount In Lakhs
Equity Share Capital	135322162	13532.22	135322162	13532.22
Balance at the Beginning of reporting Period				
Movement	-	-	-	-
Net Issued Share Capital at Beginning of Reporting Period	135322162	13532.22	135322162	13532.22
Changes in Equity Share Capital	-	-	-	-
Balance at Closing of reporting period	135322162	13532.22	135322162	13532.22

NO OF SHARES HELD BY SHAREHOLDERS HOLDING 5 PERCENT & ABOVE :-

PARTICULARS	AS AT	%AGE	AS AT	%AGE
	31.03.2019	HELD	31.03.2018	HELD
1. SHRI DHEERAJ GARG	2,07,31,398	15.32	1,88,16,398	13.90
2. SAB INDUSTRIES LTD	1,47,93,772	10.93	1,47,93,772	10.93
3. SAB UDYOG LTD	1,68,80,646	12.47	1,68,80,646	12.47
4. PSIDC LTD	1,83,30,000	13.55	1,83,30,000	13.55

INDIAN ACRYLICS LIMITED

PARTICULARS	AS AT 31/03/2019	AS AT 31/03/2018
	(₹ in Lakhs)	(₹ in Lakhs)

NOTE NO. '11'

OTHER EQUITY

(₹ in Lakhs)

PARTICULARS	Discounting of Zero Rate Loans	Securities premium reserve	Capital Reserve	General Reserve	Other Items of OCI	Retained earnings	Total
(a) Balance at 01 April, 2017	-	39.23	1,764.44	80.00	(109.48)	(5,507.22)	(3,733.02)
(i) Profit for the year	-					883.93	883.93
(ii) Discounting of Zero Rate Borrowings	1,267.15					-	1,267.15
(iii) Other comprehensive income for the year, net of income tax	-				76.53		76.53
(b) Total comprehensive income for the year	1,267.15	-	-	-	76.53	883.93	2,227.61
Deductions during the year							
(iv) Dividends including tax thereon						-	-
(v) Transfer to general reserve				-		-	-
(vi) Shares issued/options exercised		-					-
(c) Balance at 31 March, 2018	1,267.15	39.23	1,764.44	80.00	(32.95)	(4,623.29)	(1,505.42)
(vii) Profit for the year	-					1,159.83	1,159.83
(viii) Discounting of Zero Rate Borrowings	-					-	-
(ix) Other comprehensive income for the year, net of income tax	-				-	0.49	0.49
(d) Total comprehensive income for the year	-	-	-	-	-	1,160.32	1,160.32
Deductions during the year							
(x) Dividends including tax thereon						-	-
(xi) Transfer to general reserve				-		-	-
(xii) Shares issued/options exercised		-					-
(e) Balance at 31 March, 2019	1,267.15	39.23	1,764.44	80.00	(32.95)	(3,462.97)	(345.10)

NOTE NO. '12'

BORROWINGS (NON CURRENT)

SECURED

Term Loan

From Banks	5,910.10	7,604.23
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UNSECURED

Inter Corporate Loan (Promoter Assisted)	11,394.30	8,652.32
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Total (₹)

17,304.40

16,256.56

Repayment Schedule

Particulars	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26
Repayment (₹ in Lakh)	1638.49	1567.68	1391.20	1175.05	1017.71	428.57	321.43

The Term Loans from banks amounting to ₹ 7548.59 Lakh (Previous Year ₹ 8850.49 Lakh) are secured by mortgage created on all the immovable assets of the Company, hypothecation of all the moveable assets including moveable machinery, machinery parts, tools and accessories and other moveables, (save and except book debts), subject to charges created or to be created in favour of the Company's Bankers for securing working capital limits. These Loans are further guaranteed by Sh.R.K.Garg, Managing Director, Sh.Dheeraj Garg, Additional Managing Director and Mrs. Sunena Garg.



PARTICULARS	AS AT 31/03/2019 (₹ in Lakhs)	AS AT 31/03/2018 (₹ in Lakhs)
NOTE NO. '13'		
PROVISIONS (NON CURRENT)		
Provisions for Gratuity	660.07	608.25
Provisions for Earned Leaves	160.99	150.91
Total (₹)	<u>821.06</u>	<u>759.16</u>
NOTE NO. '14'		
BORROWING (CURRENT)		
SECURED LOANS		
Loans Repayable on demand (from banks)	1,525.67	2,558.94
Unsecured Loans		
Inter Corporate Loan (Promoter Assisted)	-	354.40
Total (₹)	<u>1,525.67</u>	<u>2,913.34</u>
Cash Credit / Working capital borrowings are secured by hypothecation of book debts, raw-material, finished goods, semi-finished goods, consumable stores and spares including stocks in transit of the company and also by a second charge on the fixed assets of the company and further guaranteed by Sh.R.K.Garg, Managing Director, Sh. Dheeraj Garg, Additional Managing Director and Mrs. Sunena Garg and also by Indlon Chemicals Limited.		
NOTE NO. '15'		
TRADE PAYABLES		
Trade Payable		
- Micro & Small Enterprises	138.35	130.60
- Other Than Micro & Small Enterprises	20,174.11	14,111.85
Total (₹)	<u>20,312.46</u>	<u>14,242.45</u>
* Details of amount outstanding to Micro & Small Enterprises as defined under Micro, Small & Medium Enterprises Development Act 2006 based on available information with the company is as under:		
Principal amount due and remaining unpaid	138.35	130.60
Interest due on above and unpaid interest	-	-
Interest paid	-	-
Payment made beyond the appointed day during the year	-	-
Interest due and payable for the period of delay	-	-
Interest accrued and remaining unpaid	-	-
Amount of further interest remaining due and payable in succeeding years	-	-
NOTE NO. '16'		
OTHER FINANCIAL LIABILITIES (CURRENT)		
Current Maturities of Non Current debt	1,638.49	1,246.25
Capital Creditors	256.74	397.35
Total (₹)	<u>1,895.23</u>	<u>1,643.60</u>
NOTE NO. '17'		
OTHER CURRENT LIABILITIES		
1) Cheques Issued But Not Yet Presented for Payment	594.22	844.44
2) Trade Advance	851.26	242.80
3) Other Payables (Includes statutory dues)	1,017.09	542.75
Total (₹)	<u>2,462.57</u>	<u>1,629.99</u>

INDIAN ACRYLICS LIMITED

PARTICULARS	AS AT 31/03/2019 (₹ in Lakhs)	AS AT 31/03/2018 (₹ in Lakhs)		
NOTE NO. '18'				
PROVISION (CURRENT)				
Provisions for Gratuity	13.41	12.84		
Provisions for Earned Leaves	3.33	3.96		
Provisions for Income Tax	70.82	-		
Provision for Others	137.07	157.44		
Total (₹)	224.63	174.24		
NOTE NO. '19'				
REVENUE FROM OPERATIONS				
a) Net Revenue from Operations				
GROSS SALES				
- Domestic	50,049.92	36,707.32		
- Export	23,089.21	15,994.82		
- Total	73,139.13	52,702.14		
- Less: Excise Duty	-	448.46		
- NET SALES	73,139.13	52,253.68		
b) Other Income from operations				
i) Sale of Scrap	129.13	130.62		
ii) Interest Received from Banks	64.26	62.69		
iii) Interest Received from Others	53.62	47.03		
iv) Interest Received on Income Tax Refund	-	2.56		
v) Exchange Fluctuation	227.47	433.47		
vi) Export Incentives	73.12	115.52		
vii) Other Income	34.82	50.22		
Total (₹)	582.42	842.11		
NOTE NO. '20'				
COST OF MATERIALS CONSUMED				
	% of Consumption	Amount	% of Consumption	Amount
Imported Raw Material	83.02	40132.03	92.14	31,217.44
Indigenous Raw Material	16.98	8,208.42	7.86	4,427.74
Total (₹)	100.00	48,340.45	100.00	35,645.18
Value of Imports on CIF basis in respect:				
Raw Material		40,550.50		31,023.14
Components & Spares Parts		414.20		319.27
NOTE NO. '21'				
PURCHASE OF STOCK-IN-TRADE				
Purchase of Goods Traded		1659.86		1,608.37

PARTICULARS	AS AT 31/03/2019 (₹ in Lakhs)	AS AT 31/03/2018 (₹ in Lakhs)
NOTE NO. '22'		
Change in Inventories of Finished Goods, Work in Progress and Stock in Trade		
Opening Stock		
Finished Goods	7,221.59	4,415.42
Stocks in Process	1,765.89	1,222.76
Total (₹)	8,987.48	5,638.18
Closing Stock		
Finished Goods	4,352.06	7,221.59
Stocks in Process	2,239.17	1,765.89
	6,591.23	8,987.48
(Increase)/Decrease in Stock	2,396.24	(3,349.30)
NOTE NO. '23'		
EMPLOYEE BENEFIT EXPENSES		
EMPLOYEE COST		
Salary & Other Allowances	4,210.81	3,390.48
Contribution to PF & Other Funds	439.86	349.75
Staff Welfare	307.35	287.59
Staff Training & Recruitment	23.35	21.46
Gratuity	138.14	124.88
Managerial Remuneration		
Salary	257.68	69.95
Perquisites / Sitting Fee	53.63	37.87
Contribution towards Provident Fund	30.92	8.39
Total (₹)	5,461.74	4,290.37
NOTE NO. '24'		
FINANCE COST		
1. Interest Expenses	2,346.87	1,604.96
2. Other Borrowing Cost	500.91	400.77
Total (₹)	2,847.78	2,005.73
NOTE NO. '25'		
OTHER EXPENSES		
1 MANUFACTURING COST		
Power & Fuel	7,285.14	5,801.07
Repair & Maintenance	74.31	234.15
Stores, Spares & Consumables	1,025.53	985.15
Factory Expenses	858.21	908.61
Other Manufacturing Expenses	245.17	74.05
Total (₹)	9,488.36	8,003.05

INDIAN ACRYLICS LIMITED

PARTICULARS	AS AT 31/03/2019 (₹ in Lakhs)	AS AT 31/03/2018 (₹ in Lakhs)
2 ADMINISTRATIVE COST		
Rent	314.16	290.73
Rates & Taxes	17.72	21.75
Auditors Remuneration		
Audit Fee including Tax Audit Fee	8.80	8.80
Certification Charges	2.20	2.20
Advertisements & Publicity	0.38	1.35
Insurance	37.20	55.95
Travelling Expenses - Foreign		
- Directors	7.74	12.23
- Others	62.50	57.05
Travelling Expenses - Inland		
- Directors	0.27	0.11
- Others	315.41	293.51
Miscellaneous Expenses	819.16	681.31
Total (₹)	1,585.52	1,424.99
3 SELLING & DISTRIBUTION EXPENSES		
- Freight Outward	274.83	227.08
- Others	94.57	52.56
Export Expenses		
- Commission	30.35	126.29
- Freight Forwarding & Clearing Expenses	780.37	604.73
Total (1+2+3) :-	1,180.12	1,010.66
	12,254.00	10,438.68

GST has not been included in auditor remuneration being creditable.

NOTE NO. '26'

EXCEPTIONAL ITEMS

1. Prior Period Adjustment	2.61	-
2. Capital Gain on Land acquired by Govt.	(2,253.96)	-
Total (₹)	(2,251.35)	-

Exceptional item of ₹ 2253.96 Lakhs is income against land acquisition compensation awarded which have not yet been received but decided in the favour of the company on 29.08.2018. The Company has filed application for execution in the Court on 04.10.2018 and as per opinion of the management these decided amount are likely to be received and accordingly considered during the year in accordance with Accounting Standard INDAS-16.

NOTE NO. 27

1. CORPORATION INFORMATION

Indian Acrylics Limited (the Company) is a public limited Company registered in India under the Companies Act 2013 (Erstwhile Companies Act 1956). Its Shares are listed on Bombay stock Exchange. The Company is a leading manufacturer of Acrylic Fiber, Acrylic Tow and wide range of Acrylic yarn.

2. SIGNIFICANT ACCOUNTING POLICIES

i) Basis of Preparation

The financial statements have been prepared in accordance with Indian Accounting Standards ('IND AS') notified under section 133 of the Companies Act 2013, read together with the Companies (Indian Accounting Standards) Rules, 2015.

For all the periods up to and including the year ended **31 March, 2019**, the Company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with Rule 7 of the Companies (Accounts) Rules, 2014 ('Previous GAAP').

The Standalone financial statements have been prepared under the historical convention, on the accrual basis of accounting except for certain financial assets and financial liabilities that are measured at fair value at the end of the each reporting period, as stated in the accounting policies below. The accounting policies have been applied consistently over all the periods presented in the Standalone financial statements.

The accounting policies have been consistently applied by the Company and except for the changes in accounting policy discussed more fully below, are consistent with those used in the previous year.

ii) The preparation of the financial statements in conformity with IND AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made. Differences between actual results and estimates are recognized in the period in which the results are known/ materialized.

iii) **REVENUE RECOGNITION**

Revenue is recognized to the extent that it is probable that economic benefits will flow to the Company and the revenue can be reliably measured.

A. SALE OF GOODS

Revenue from sale of goods is recognized when the significant risks and rewards of ownership in the goods are transferred to the buyer of goods as per the terms of contracts, the Company retains no effective control of the goods transferred to a degree usually associated with the ownership and no significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of goods. The Company collects GST on the behalf of the Government and therefore these are not economic benefits flowing to the company. Hence they are excluded from Revenue.

B INTEREST:

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

C DUTY DRAWBACK AND EXPORT INCENTIVES

Income from duty drawback and export incentives is recognized on an accrual basis.

iv) **PROPERTY PLANT AND EQUIPMENT:**

Fixed Assets are stated at cost less depreciation. Cost of acquisition or construction is inclusive of duties, taxes and other incidental expenses. Cenvat credit available is deducted from cost of fixed assets.

Capital work-in-progress includes advances paid for purchase of Fixed Assets, preoperative expenses pending capitalisation, and capital work in progress. As per practice, expenses incurred on modernisation / debottlenecking of plant are capitalised.

v) **DEPRECIATION :**

Depreciation is provided as per rates specified in Schedule II of the Companies Act, 2013 as per details given below:

S.No.	Name of Asset	
1.	Building & Tubewell	SLM Basis
2.	Plant & Machinery (Modified Cotton)	SLM Basis
3.	Plant & Machinery	WDV Basis
4.	Other Assets (Vehicles, Furniture & Fixture)	WDV Basis
5.	Intangible Assets	SLM Basis

The plant being a continuous process plant, so rates of depreciation as applicable to continuous process Industry have been applied.

vi) **INVENTORIES**

The cost in respect of various items of inventories are computed as under:-

- In case of raw materials stores and spares at weighted average cost plus direct expenses.
- In case of work in process at raw material cost plus conversion expenses depending upon stage of completion.
- In case of finished goods at raw materials cost plus conversion cost, packing cost and other overheads to bring the goods to present condition and location.
- Raw material and other stocks lying at port pending clearance at cost inclusive of custom duty actually paid. The custom duty payable on material lying into bond is accounted on clearance for home consumption.

vii) **BORROWING COST**

Borrowing costs that are directly attributable to acquisition, construction or production of a qualifying asset are capitalized/inventorised as part of cost of such assets till such time the asset is ready for its intended use/or sale. Qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are expensed in the period in which they are incurred.

viii) **LEASES**

Leases under which the company assumes substantially all the risks and rewards of ownership are classified as finance leases. When acquired, such assets are capitalized at fair value or present value of the minimum lease payments at the inception of the lease, whichever is lower. Lease under which the risks and rewards incidental to ownership are not transferred to lessee is classified as operating lease. Lease payments under operating leases are recognized as an expense on a straight line basis in net profit in the statement of profit and loss over the lease term.

ix) **RETIREMENT BENEFITS**

The Company provides for gratuity, a defined benefit plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. The gratuity plan in Company is funded through annual contributions to Life Insurance Corporation of India (LIC) under its Company's Gratuity Scheme whereas others are not funded. The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using interest rates of government bonds. Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to equity in other comprehensive income in the period in which they arise. They are included in retained earnings in the statement of changes in equity and in the balance sheet. Past-service costs are recognized immediately in profit or loss. Gratuity and earned leave encashment has been provided for in the books of accounts on actuarial valuation basis as at the end of the year.

INDIAN ACRYLICS LIMITED

x) FOREIGN CURRENCY TRANSACTIONS

Functional and Presentation currency:

The functional currency of the Company is Indian Rupee. These financial statements are presented in Indian Rupee (rounded off to lakhs).

Transactions and Balances:

The foreign currency transactions are recorded, on initial recognition in the functional currency, by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction. The foreign currency monetary items are translated using the closing rate at the end of each reporting period. Non-monetary items that are measured in terms of historical cost in a foreign currency shall be translated using the exchange rate at the date of the transaction. Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements shall be recognized in profit or loss in the period in which they arise.

3. Contingent Liabilities, along with their nature and description in brief as required under IND AS - 37, not provided for in the books of accounts, are as under :

	As at 31.03.2019 (₹ in Lakhs)	As at 31.03.2018 (₹ in Lakhs)
a) Letters of Credit outstanding for Import of Raw materials / Spares	3061.04	4329.86
b) Claims against the company / disputed liabilities not acknowledged as debts		
i) In respect of Sales Tax Surcharge on exempted sales	78.68	78.68
ii) In respect of Excise Duty demand on account of valuations & cenvat credit disputes.	125.58	131.15
iii) In respect of custom duty on account of cancellation of DEPB scrips validly purchased by us from the market, duty demand on goods lost in high seas.	29.37	29.37
iv) Others *	710.80	665.00

* There was an Arbitration award dated 16.03.2002 of US\$ 10.22 Lakhs, approx ₹710.80 lakhs, (Previous Year ₹665 lakhs) and interest against the company awarded by Arbitration Panel in the favour of E.I. Dupont (USA). This arbitration award was dismissed in the past by the Hon'ble High Court of Delhi Both, E.I. Dupont (USA) as well as company have filed appeals against the decision. The case has not yet reached its finality and the matter is now Sub-Judice. On the basis of legal advice the management is of the opinion that no liability against the company has yet arisen. Accordingly, the awarded amount is not considered as a liability. As such, no provision for the same has been made in the books.

- | | | |
|--|---------------|----------------|
| c) Estimated amount of contracts remaining to be executed on capital account and not provided for in the Books of Accounts (Net of Advance). | ₹502.59 Lakhs | ₹2115.38 Lakhs |
|--|---------------|----------------|

4. a) Previous year figures have been regrouped and rearranged, wherever considered necessary, to make them comparable with those of current year.
b) Figures have been rounded off to the nearest rupee in lakhs.
5. Provision for income tax or MAT has been made in the books of accounts ₹70.82 Lacs under consideration, under the provisions of the Income Tax Act.

6. A) PRIMARY SEGMENT (BUSINESS SEGMENT)

Business segments have been identified on the basis of the nature of products/services, their risk-return profile, the organizational structure and the internal reporting system of the Company.

Reportable Segments:

Reportable segments have been identified as per the aggregation criteria specified in IND AS 108: 'Operating Segments'

Segment Composition:

1) Fibre includes Staple Fibre, Tow and Tops.

2) Yarn includes all kinds of Yarn manufactured and sold by the by the Company.

Operating Segments:

1) The risk-return profile of the Company's business is determined predominantly by the nature of its products and services.

2) In respect of geographical information, the Company has identified its geographical areas as (i) Domestic and (ii) Overseas.

The expenses and incomes which are not directly attributable to the business segments are shown as central administration costs. Unallocated assets mainly comprise of investments, cash and bank balances, advance tax and unallocated liabilities mainly include tax provisions and provisions for employee retirement benefits.

(Amount ₹ in Lakhs)

Particulars	FIBRE		YARN		ELIMINATIONS		TOTAL	
	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended
	31.03.19	31.03.18	31.03.19	31.03.18	31.03.19	31.03.18	31.03.19	31.03.18
Revenue								
External Sales	39753.94	29480.65	33385.19	23221.49			73139.13	52702.14
Inter-segment sales	22791.99	14577.47			(22791.99)	(14577.47)		
Total Revenue	62454.93	43958.12	33385.19	23221.49	(22791.99)	(14577.47)	73139.13	52702.14
Result								

Segment result	3337.28	1316.25	976.81	1644.92		4314.09	2961.18
Unallocated Corporate Expenses						353.05	183.80
Operating Profits							2777.38
Interest Expenses						(2847.78)	(2005.73)
Interest Income						117.88	112.28
Income Taxes						70.82	-
Profit from ordinary activities						1160.32	883.93
Extraordinary Loss						-	-
Net Profit						1160.32	883.93
Other Information							
Segment Assets	27832.67	25290.56	29900.46	24355.58		57733.13	49646.14
Unallocated corporate assets						-	-
Total Assets	27832.67	25290.56	29900.46	24355.58		57733.13	49646.14
Segment Liabilities	16739.92	15242.62	27806.09	22376.72		44546.01	37619.34
Unallocated corporate liabilities							
Total Liabilities	16739.92	15242.62	27806.09	22376.72		44546.01	37619.34
Capital Expenditure	412.39	274.56	420.32	4752.50			
Depreciation	695.16	736.98	1087.02	835.85			
Non-Cash expenses other than depreciation							

B) SECONDARY SEGMENT (GEOGRAPHICAL SEGMENT)

Consequently, the geographical segment has been considered as the secondary segment. The analysis of geographical segment is based on the geographical location of the Customers. The company operates primarily in India and has presence in International markets as well. Its business is accordingly aligned geographically, catering to two markets. The Company has considered domestic and export markets as geographical segments and accordingly disclosed these as separate segments.

Gross sale Revenue by Geographical Segment

	For The Year Ended 31.03.2019	For The Year Ended 31.03.2018
Within India	50049.92	36707.32
Outside India	23089.21	15994.82
Total	73139.13	52702.14

7. The Net Deferred Tax asset of ₹4.69 Lakhs as at 31.03.2019 (₹531.96 lakhs as at 31.03.2018) has not been recognized in view of uncertainty of its realization, as recommended under Accounting Standard IND AS-12 on "Accounting for Taxes on Income. The details of deferred tax assets are as under:-

(₹ in lakhs)

	As at 1st April, 18	For the year 2018-2019	As at 31st Mar, 19
Deferred Tax Assets being tax impact thereon			
(i) Tax on unabsorbed losses and / or depreciation carried forward as per Income tax laws.	2930.81	(850.77)	2080.04
(ii) Tax on expenses charged in the books, but allowance deferred under Income tax laws	(27.36)	291.50	264.14
Total :	2903.45	(559.28)	2344.17

INDIAN ACRYLICS LIMITED

Deferred Tax Liabilities being tax impact thereon			
(I) Tax on difference between written down value of block of assets as per Income tax laws and written down value of the fixed assets as per books of accounts.	2371.49	(32.01)	2339.48
Net Deferred Tax Asset	531.96	(527.27)	4.69

8. EARNING PER SHARE (EPS) BASIC/DILUTED EARNING PER SHARE

		Current Year (₹ in lakhs)	Previous Year (₹ in lakhs)
Profit / (Loss) after tax as per profit & loss account		1159.83	883.93
Less : Dividend and tax thereon in respect of preference shares		-	-
Profit available for the shareholders	(A)	1159.83	883.93
No. of equity shares	(B)	135322162	135322162
Earning / (Loss) per share (₹) (basic & Diluted)	(A/B)	0.86	0.65
Nominal value per equity share		10.00	10.00

Computation of weighted average number of equity shares outstanding during the period.

	Current Year (No)	Previous Year (No)
No. of equity shares at the beginning of the year	135322162	135322162
Total number of equity shares outstanding as at the end of the year.	135322162	135322162
Weighted average number of equity shares outstanding during the period.	135322162	135322162

9. Managerial remuneration does not include contribution to Gratuity provision as separate figures are not available. Computation of net profit in accordance with section 198 of the Companies Act, 2013 has not been enumerated, as no commission is payable and remuneration has been paid as per provisions of schedule V of the Companies Act, 2013.

10. RELATED PARTY DISCLOSURES:

- Wholly Owned Subsidiary : Carlit Trading Europe S.L.U (Spain)
- Key Management Personnel : **Mr. R.K.Garg** **Mr. Surinder Kansal** **Mr. Dheeraj Garg**
(Whole time Directors) **Managing Director** **CFO** **Addl. Managing Director**
Mr. Bhavnesh Kumar Gupta
Company Secretary
- Enterprises over which Key Management personnel (KMP) are able to exercise significant control and with whom transactions have taken place during the year:
1) SAB Industries Ltd. 2) Steel Strips Ltd. 3) Steel Strips Wheels Ltd
- Relatives of the Key Management Personnel (with whom transactions have taken place):- Employed with the company. Mr.Dheeraj Garg (son of Sh.R.K.Garg, Managing Director) is Additional Managing Director on board.
Detail of transaction entered into with related parties during the year as required by IND AS-24 on "Related party disclosures" issued by the Institute of Chartered Accountants of India are as under:-

(₹ in Lakhs)

Particulars	Associates Company	Key Management Personnel (KMP)	Enterprises over which KMP is able to exercise significant influence	Total for Current Year	Total for Previous Year
Purchase of Fixed Assets	NIL	NIL	0.35	0.35	NIL
Purchase of goods (Net) Recoverable at end of the year	NIL	NIL	NIL	NIL	NIL
Services availed	NIL	NIL	NIL	NIL	2.66
Civil Construction & Maintenance	NIL	NIL	NIL	NIL	NIL
Lease Rent paid	NIL	NIL	NIL	NIL	27.60
Hire Charges Paid	NIL	NIL	61.32	61.32	56.38
Management Contracts (Salaries)	NIL	364.68	NIL	364.68	138.43
Remuneration paid to relatives of KMP during the year.				NIL	1.56
Amounts written off or written back in the period in respect of debts due from or to related parties.				NIL	NIL

Outstanding Balances of Relative of KMP:

(₹ in Lakhs)

Particulars	As at March 31, 2019	As at March 31, 2018
Sh Dheeraj Garg	7076.61	5108.47
Chandigarh Developers Pvt Ltd	1540.40	61.40

11. The Company has a defined benefit gratuity and Earned Leave 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 subject to maximum of ₹20 Lakh. And accumulation of EL is upto 60 days.

The following tables summarize the components of net benefit expense recognized in the statement of Profit and Loss and the amounts recognized in the Balance Sheet.

The Employee's gratuity fund scheme managed by a Trust (Life insurance Corporation of India) is defined benefit plan. The present Value of obligation is determined based on actuarial valuation using the projected unit credit method which recognizes each period of service as giving rise to additional unit of employee benefits entitlement and measures each unit separately to build up the final obligation. The obligation for leave encashment is recognized in the same manner as gratuity.

Net employee benefit expenses (recognized in Employee Cost)

(₹ in Lakhs)

Particulars	Gratuity	Earned leave	Gratuity	Earned leave
	As at 31st March 2019	As at 31st March 2019	As at 31st March 2018	As at 31st March 2018
(i) Changes in Defined Benefit Obligation				
Present value obligation as at the start of the year	651.91	178.06	667.81	153.69
Interest cost	48.89	13.35	53.43	12.30
Current service cost	91.55	87.57	78.43	82.20
Actuarial loss/(Gains) - Experience Changes	-	(62.40)	(78.38)	-
Actuarial loss / (Gains)-on obligations	0.19	-	-	-
Benefits directly paid by employer	(20.26)	(27.27)	(7.86)	(29.65)
Benefits directly paid by trust	(42.98)	-	(61.52)	(40.48)
Present value obligation as at the end of the year	729.30	189.31	651.91	178.06
(ii) Change in fair value of plan assets				
Fair value of plan assets as at the start of the year	30.82	23.19	87.21	21.54
Interest income on plan assets	2.31	1.74	6.98	1.72
Employer Contributions	65.00	-	-	-
Actuarial loss / (Gains)-on Plan Assets	-	0.06	-	(0.08)
Return on plan assets greater/(lesser) than discount Rates	0.67	-	(1.85)	-
Benefits paid	(42.98)	-	(61.53)	-
Fair value of plan assets as at the end of the year	55.82	24.99	30.82	23.19
(iii) Breakup of Actuarial gain/loss:				
Actuarial (gain)/loss on arising from change in financial assumption	-	-	-	-
Actuarial (gain)/loss on arising from experience adjustment	-	-	(78.38)	-
Return on plan assets (greater)/less than discount rate	-	-	1.85	-
	-	-	(76.53)	-

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(iv) Net Asset / (Liability) recognised in the Balance Sheet				
Present value obligation as at the end of the year	729.31	189.31	(651.91)	(178.06)
Fair value of plan assets as at the end of the year	55.83	24.99	92.34	23.19
Net Asset / (Liability) in the Balance Sheet	673.48	164.32	(559.57)	(154.87)
(v) Amount recognized in the statement of profit and loss				
Current service cost	91.55	87.57	78.43	82.20
Net Interest cost	46.58	13.35	53.43	12.30
Actuarial loss/(Gains)-on Obligations	-	(62.41)	-	(40.48)
Actuarial loss/(Gains)-of Plan Assets	-	(0.06)	-	0.08
Benefits paid Directly by employer	(20.26)	(27.27)	(7.86)	(29.65)
Return on plan assets greater/(lesser) than discount Rates	-	(1.73)		-
Interst income on plan assets assets	-	-	(6.98)	(1.72)
(Income)/Expense recognised in the statement of profit and loss	117.87	9.45	117.02	22.72
(vi) Remeasurements recognised in the statement of Other Comprehensive Income (OCI)				
Changes in Financial Assumptions	-	-	-	-
Experience Adjustments	0.18	-	(78.38)	-
Return on plan assets (greater)/less than discount rate	(0.67)	-	1.85	-
Amount recognised in Other Comprehensive Income	(0.49)	-	76.53	-
(vii) Actuarial assumptions				
Discount Rate (p.a)	7.50%	7.50%	8.00%	8.00%
Salary Escalation Rate (p.a)	5.00%	5.00%	5.00%	5.00%
Employee Turnover rate	10.00%	10.00%	10.00%	10.00%
Mortality Rate	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2006-08)

- viii) The retirement age has been uniformly taken as 58 years.
- ix) The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.
- x) The discount rates have been determined by reference to market yields as on **31st March 2019** on CG Secs of currency and term consistent with those of liability obligations.
- xi) **Sensitivity Analysis:**

Gratuity is a lump sum plan and the cost of providing these benefits is typically less sensitive to small changes in demographic. The key actuarial assumptions to which the benefit obligation results are particularly sensitive to are discount rate and (DBO) at the end of the reporting period arising on account of an increase or decrease in the reported assumption by 100 basis points.

The Quantitative Sensitivity analysis on net liability recognized on account of change in significant assumptions

	As at March 2019 ₹ in Lakhs		As at March 2018 ₹ in Lakhs	
	Discount Rate	Salary Escalation Rate	Discount Rate	Salary Escalation Rate
Impact of Increase in 100 bps on DBO	(60.95)	69.36	(53.29)	60.50
Impact of Decrease in 100 bps on DBO	70.37	(62.99)	61.09	(54.31)

These sensitivities have been calculated to show the movement in defined benefit obligation in isolation and assuming there are no other changes in market conditions at the accounting date. There have been no changes from the previous periods in the methods and assumptions used in preparing the sensitivity analysis.

The average duration of the benefit obligation at 31st March 2019 is 12.78 years, (as at 31st March 2018: 12.46 years)

12. LEASES:

The company has leased facilities under cancellable and non-cancellable operating leases arrangements with a lease term ranging from one to five years, which are subject to renewal at mutual consent thereafter. The cancellable arrangements can be terminated by either party after giving due notice. The lease rent expenses recognized during the year amounts to ₹314.16 lakhs (previous year ₹290.73 lakhs). The future minimum lease payments in respect of the non-cancellable operating leases as at **31st March 2019** are:

S.No.	Particulars	₹ in Lakhs	
		As at 31.03.19	As at 31.03.18
a)	not later than one year	505.19	112.81
b)	later than one year but not later than five year	1362.08	1808.17
c)	later than five year	210.62	480.30

13. Following the order of Hon'ble High Court dated 30.08.2012, company has filed a Execution Petition before the court on 14.01.2013 praying therein for attachment of bank account and other assets of M/s E.I.Dupont of USA to realize its claim of US\$ 5 lakhs plus interest thereon amounting to US\$ 9.75 lakhs from the date of award (16.03.2002) till the date of petition (14.01.2013). The total amount of company claim as already decreed by the court under the arbitration and Conciliation Act 1996 comes to ₹814.49 lakhs and same has been treated as Income in the year 2012-13. The management of the company is confident of recovery of these claims.

14. Financial risk management objectives and policies

The Company's principal financial liabilities comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations and to support its operations. The Company's financial assets include loans, trade and other receivables, and cash & cash equivalents that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The company's senior management oversees the management of these risks. The company's senior management is supported by a Business Risk Management committee that advises on financial risks and the appropriate financial risk governance framework for the Company. This Business Risk Management committee provides assurance to the Company's senior management that the Company's financial risk activities are governed by appropriate policies and procedure and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The Board of Directors reviews and agrees policies for managing each risk, which are summarized as below:

Market Risk :-

a) Price Risk

Fluctuation in commodity price in global market affects directly and Indirectly the price of raw material and components used by the Company in its products. The key raw material for the Company's business is Acrylonitrile.

b) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest relates primarily to the Company's long term debt obligations with floating interest rates. The Company is carrying its borrowings primarily at variable rate

Particulars	₹ in Lakhs	
	31 March 2019	31 March 2018
Variable rate borrowings	9074.27	11409.43
Fixed rate borrowings	2777.28	3349.76

c) Interest rate Sensitivity

For the Purpose of computing interest rate sensitivity on the above borrowings, management has estimated a reasonably possible change in interest rate as 50bps based on current as well as expected economic conditions. This analysis is based on Long Term Risk exposures outstanding at the reporting date and assumes that all other variables, in particular foreign currency exchange rates, remains constant. The period and balances are not necessarily representative of the average amounts outstanding during the period.

Impact on Profits:

Particulars	₹ In Lakhs	
	31 March 2019	31 March 2018
50 bp decrease would Increase the profit before tax by	45.37	57.04
50 bp Increase would Increase the profit before tax by	45.37	57.04

d) Foreign currency risks

The company tries to manage the foreign currency risk by attaining natural hedge. The company also does selective hedging to hedge its risk associated with foreign currency and to address the timing difference in foreign currency collections & payments.

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The Derivative outstanding as at the reporting date is as follows :

Category wise Quantitative Data	For the Year Ended 31 March 2019 Amount in Foreign Currency in Lakhs
Forward Contract against Import (USD)	0.50
Forward Contract against Import (Euro)	210.59

Category wise Quantitative Data	For the Year Ended 31 March 2019 ₹ in Lakhs
Mark to Market Losses (Gain)	281.58

e) Credit risk

The credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations towards the Company and arises principally from the Company's receivables from customers and deposits with banking institutions. The maximum amount of the credit exposure is equal to the carrying amounts of these receivables. The Company has developed guidelines for the management of credit risk from trade receivables.

f) Liquidity risk

The liquidity risk encompasses any risk that the Company cannot fully meet its financial obligations. To manage the liquidity risk, cash flow forecasting is performed in the operating divisions of the Company and aggregated by Company finance. The Company's finance monitors rolling forecasts of the Company's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities / overdraft facilities at all times so that the Company does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities.

₹ in Lakhs

Year Ended March 31, 2019	Up to One Year	Above 1 Year	Total
Non -derivatives			
Borrowings	1525.67	17304.40	18714.66
Trade Payables	20312.46	-	20518.35
Other Financial Liabilities	1895.23	-	1689.34
Total Non Derivative Liabilities	23733.36	17304.40	40922.35
Year Ended March 31, 2018			
Non-derivatives			
Borrowings	2913.34	16256.56	19169.90
Trade Payables	14242.45	-	14242.45
Other Financial Liabilities	1643.60	-	1643.60
Total Non Derivative Liabilities	18799.39	16256.56	35055.95

15. Exceptional item Includes ₹2253.96 Lakhs is income against land acquisition compensation awarded which have not yet been received but decided in the favour of the Company on 29.08.2018. The Company has filed application for execution in the Court on 04.10.2018 and as per opinion of the management these decided amount are likely to be received and accordingly considered during the year in accordance with Accounting Standard INDAS-16.

AUDITORS' REPORT

Certified in terms of our separate report of even date annexed.

For AKR & ASSOCIATES

Chartered Accountants
Regn.No.021179N

C.A. KAILASH KUMAR

Partner
M.No.505972

R.K. GARG

Mg. Director

ALOK GOYAL

Executive Director

S.K. SINGLA

A.S.CHATHA

M.M. CHOPRA

RAJA SHIVDEV INDER SINGH

Directors

B.K. GUPTA

Company Secretary

Place : CHANDIGARH
Dated : 30.04.2019



INDEPENDENT AUDITORS' REPORT

To the Members of
Indian Acrylics Limited

Report on the Consolidated Ind AS Financial Statements

1. We have audited the accompanying consolidated Ind AS Financial Statements of Indian Acrylics Limited, (hereinafter referred to as the "Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") comprising the consolidated Balance Sheet as at **March 31, 2019**, the consolidated Statement of Profit and Loss (including Other Comprehensive Income), the consolidated cash flow statement for the year ended and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "the consolidated Ind AS Financial Statements").

Management's Responsibility for the Consolidated Financial Statement

2. The Holding Company's Board of Directors is responsible for the preparation of these consolidated Ind AS Financial Statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act"), that give a true and fair view of the consolidated financial position, consolidated financial performance of the Group and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) notified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act; safeguarding the assets of the Group; 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 Consolidated Ind AS Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated Ind AS Financial Statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these consolidated Ind AS Financial Statements based on our audit. While conducting the audit.

4. we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

5. We conducted our audit in accordance with the Standards on Auditing specified under Section 143 (10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated Ind AS 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 consolidated Ind AS Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated Ind AS Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the Holding Company's preparation of the consolidated Ind AS Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Directors, as well as evaluating the overall presentation of the consolidated Ind AS Financial Statements.

7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the consolidated Ind AS Financial Statements.

Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated Ind AS 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 consolidated state of affairs of the Group, as at **31st March 2019**, and their consolidated profit, total comprehensive profit and their consolidated cash flows for the year ended on that date.

Other Matters

9. We did not audit the financial statements of the Carlit Trading Europe S.L.U. (Spain) subsidiary, whose financial statements reflect total assets of ₹90.30 Lakhs as at **31st March 2019**, total revenues ₹14.74 Lakhs and net cash outflows amounting to ₹2.22 Lakhs for the year ended on that date, as considered in the consolidated Ind AS Financial Statements. These financial statements are unaudited and have been furnished to us by the management and our opinion on the consolidated Ind AS Financial Statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, and our report in terms of sub sections (3) and (11) of section 143 of the Act in so far as it relates to the aforesaid subsidiary is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the Management, these financial statements are not material to the Group.

Our opinion on the consolidated Ind AS Financial Statements, and report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the unaudited financial statements certified by the Management.

Report on Other Legal and Regulatory Requirements

10. As required by Section 143(3) of the Act, we report, to the extent applicable, that:

- we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit of aforesaid consolidated Ind AS Financial Statements.
- In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated Ind AS Financial Statements have been kept so far as it appears from our examination of those books.
- The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this report are in agreement with the relevant books of account maintained for the purpose of the preparation of the consolidated Ind AS Financial Statements.
- In our opinion, the aforesaid Consolidated Ind AS Financial Statements comply with the Indian Accounting Standards specified under Section 133 of the Act;
- on the basis of the written representations received from the directors of the Holding Company as on **31 March 2019** and taken on record by the Board of Directors of the Holding Company, none of the directors of the Group company is disqualified as on **31 March 2019** from being appointed as a director in terms of Section 164(2) of the Act;
- with respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate Report in Annexure A;
- 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:
 - the Group does not have any pending litigations which would impact the consolidated financial position of the Group.
 - the Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding company and its subsidiary company.

For **AKR & Associates**
Chartered Accountants
FRN : 021179N

Kailash Kumar
Partner
M. No : 505972

Place : Chandigarh
Date : 30th April 2019

INDIAN ACRYLICS LIMITED

ANNEXURE A to Independent Auditor's Report-31st March 2019 on the Consolidated Ind AS Financial Statements. (Referred to in our Report of even date)

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

1. In conjunction with our audit of the Consolidated financial statements of Indian Acrylics Limited ("the Company") as of and for the year ended **31st March 2019**, we have audited the internal financial controls over financial reporting of the Holding Company and its subsidiary company incorporated outside India as on that date.

Management's Responsibility for Internal Financial Controls

2. The respective Board of Directors of the Holding Company and its subsidiary company, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding Company and its subsidiary company incorporated outside India 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). 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

3. Our responsibility is to express an opinion on the Holding Company's and its subsidiary company's incorporated outside India, internal financial control over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on audit of Internal Financial Control over Financial Reporting (the "Guidance Notes") issued by ICAI 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, both issued by the ICAI. Those Standards and the Guidance Notes require that we comply with ethical requirements and planned and performed the audit to obtain reasonable assurance about whether adequate internal financial control over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls system over financial reporting included obtaining an understanding of internal financial controls system over financial reporting, assessing the risks that material weakness exists, and testing and evaluating the design and operating effectiveness of the internal control based on the assessed risk. The procedure selected depend on the auditor's judgement, including the assessment of the risks of material misstatements of the Consolidated Ind AS Financial Statements, whether due to fraud or error.

5. We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our audit opinion on the Holding Company's and its subsidiary company's incorporated outside India, internal financial controls system over financial reporting.

Meaning of Internal financial controls over financial reporting

6. A company's internal financial controls over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Consolidated Ind AS Financial Statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls over financial reporting 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 Consolidated Ind AS Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditure of the company are being made only in accordance with authorization 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 Consolidated Ind AS Financial Statements.

Inherent Limitation of Internal financial controls over financial reporting

7. Because of the Inherent limitation of internal financial controls over financial reporting, including the possibility of collusion or improper management over-ride of controls, material misstatements due to error or fraud may occur and not be detected. Also, projection of any evaluations of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial controls over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Holding Company and its subsidiary company incorporated outside India, have, in all material respects, an adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at **31st March 2019** based on the internal financial controls over financial reporting criteria established by the Holding Company and its subsidiary company incorporated outside India, considering the essential components of internal controls stated in the Guidance Note on audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **AKR & Associates**
Chartered Accountants
FRN : 021179N

Kailash Kumar
Partner
M. No : 505972

Place : Chandigarh
Date : 30th April 2019



CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2019

PARTICULARS	NOTE NO.	AS AT 31/03/2019 (₹ in Lakhs)	AS AT 31/03/2018 (₹ in Lakhs)
ASSETS			
Non-Current Assets			
(a) Property, Plant and Equipment	1	21,627.01	22,784.66
(b) Capital work-in-progress	1A	5,761.07	1,098.56
(c) Other Intangible assets	1B	208.16	-
(d) Financial assets	-	-	-
(i) Investments	2	-	-
(ii) Loans	3	237.26	224.56
(iii) Other Financial Assets	-	-	-
(e) Deferred Tax Assets (Net)	-	-	-
(f) Other Non-Current assets	4	284.09	69.48
Total Non Current Assets		28,117.59	24,177.26
Current Assets			
(a) Inventories	5	20,202.28	17,488.19
(b) Financial Assets	-	-	-
(i) Current Investments	-	-	-
(ii) Trade Receivables	6	3,719.44	3,680.63
(iii) Cash and cash equivalents	7	1,110.55	1,015.88
(iv) Other bank balance	-	-	-
(v) Loans	-	-	-
(vi) Other Financial Assets	8	43.13	54.12
(c) Other Current Assets	9	4,517.88	3,232.80
Total Current Assets		29,593.28	25,471.63
Total Assets		57,710.87	49,648.89
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share Capital	10	13,532.22	13,532.22
(b) Other equity	11	(368.03)	(1,506.15)
		13,164.19	12,026.07
LIABILITIES			
Non-Current Liabilities			
(a) Financial Liabilities	-	-	-
(i) Borrowings	12	17,304.40	16,256.56
(ii) Others Financial Liabilities	-	-	-
(b) Provisions	13	821.06	759.16
(c) Deferred Tax Liabilities (Net)	-	-	-
(d) Other Non-Current Liabilities	-	-	-
Total Non Current Liabilities		18,125.46	17,015.72
Current Liabilities			
(a) Financial Liabilities	-	-	-
(i) Borrowings	14	1,525.67	2,913.34
(ii) Trade Payable due to:	-	-	-
- Micro & Small Enterprises	15	138.35	130.60
- Other Than Micro & Small Enterprises	15	20,174.11	14,111.85
(iii) Others Financial Liabilities	16	1,895.23	1,643.60
(b) Other Current Liabilities	17	2,463.24	1,633.49
(c) Provisions	18	224.62	174.22
(d) Current Tax Liabilities	-	-	-
Total Current Liabilities		26,421.22	20,607.10
Total Equity and liabilities		57,710.87	49,648.89

SIGNIFICANT ACCOUNTING POLICIES 27

See accompanying notes to the financial statements

AUDITORS' REPORT

Certified in terms of our separate report of even date annexed.

For AKR & ASSOCIATES

Chartered Accountants
Regn.No.021179N

C.A. KAILASH KUMAR

Partner
M.No.505972

R.K. GARG

Mg. Director

ALOK GOYAL

Executive Director

S.K. SINGLA

A.S.CHATHA

M.M. CHOPRA

RAJA SHIVDEV INDER SINGH

Directors

B.K. GUPTA

Company Secretary

Place : CHANDIGARH

Dated : 30.04.2019

INDIAN ACRYLICS LIMITED

CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2019

PARTICULARS	NOTE NO.	AS AT 31/03/2019 (₹ in Lakhs)	AS AT 31/03/2018 (₹ in Lakhs)
I. Revenue from Operations	19	73,117.27	52,713.99
II. Other Income from	19	582.42	842.11
III Total Revenue (I+II)		73,699.69	53,556.10
IV. Expenses:			
Cost of Materials Consumed	20	48,340.46	35,645.18
Purchase of Stock-in-Trade	21	1,659.86	1,608.37
Change in Inventories of Finished Goods, work-in-Progress and Stock-in-Trade	22	2,367.44	(3,361.14)
Excise Duty Expense	19	-	448.46
Employee benefit Expense	23	5,484.02	4,296.15
Finance Costs	24	2,847.78	2,005.73
Depreciation and amortization expense	1	1,782.18	1,572.83
Other Expenses	25	12,260.45	10,452.89
Total Expenses (IV)		74,742.19	52,668.47
V. Profit / (Loss) before exceptional item and Tax (III-IV)		(1,042.50)	887.63
VI. Exceptional Items	26	2,251.35	-
VII. Profit / (Loss) after exceptional items and Tax (V-VI)		1,208.85	887.63
VIII. Tax expenses:			
(1) Current Tax		70.82	-
(2) Deferred Tax		-	-
IX. Profit / (Loss) for the period (VII-VIII)		1,138.03	887.63
X. Profit/(Loss) for the period (IX+XII)		1,138.03	887.63
XI. Other Comprehensive Income / (Expenses)		0.09	72.69
XII. Total Comprehensive Income for the period (X+XI) Comprising Profit (Loss) and Other comprehensive Income for the period)		1,138.12	960.32
XIII. Earning per equity share (refer note):		0.84	0.66
(1) Basic			
(2) Diluted			

See accompanying notes to the financial statements

AUDITORS' REPORT

Certified in terms of our separate report of even date annexed.

For AKR & ASSOCIATES

Chartered Accountants
Regn.No.021179N

C.A. KAILASH KUMAR

Partner
M.No.505972

R.K. GARG
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Executive Director

S.K. SINGLA
A.S.CHATHA
M.M. CHOPRA
RAJA SHIVDEV INDER SINGH
Directors

B.K. GUPTA
Company Secretary

Place : CHANDIGARH
Dated : 30.04.2019

STATEMENT OF CHANGES IN EQUITY FOR PERIOD ENDED MARCH 31, 2019

Particulars	As at 31st March 2019		As at 31st March 2018	
	Number	Amount In Lakhs	Number	Amount In Lakhs
Equity Share Capital	135322162	13532.22	135322162	13532.22
Balance at the Beginning of reporting Period				
Movement During the Year	NIL	NIL	NIL	NIL
Net Issued Share Capital at Beginning of Reporting Period	135322162	13532.22	135322162	13532.22
Changes in Equity Share Capital	NIL	NIL	NIL	NIL
Balance at Closing of reporting period	135322162	13532.22	135322162	13532.22

OTHER EQUITY

	PARTICULARS	Discounting of Zero Rate Loans	Securities premium	Capital Reserve	General Reserve	Other Items of OCI	Retained earnings	Total
(a)	Balance at 01 April, 2017	-	39.23	1,764.44	80.00	(109.48)	(5,507.82)	(3,733.62)
(i)	Profit for the year	-	-	-	-	-	887.63	887.63
(ii)	Discounting of Zero Rate Borrowings	1,267.15	-	-	-	-	-	1,267.15
(iii)	Other comprehensive income for the year, net of income tax	-	-	-	-	72.69	-	72.69
(b)	Total comprehensive income for the year	1,267.15	-	-	-	72.69	887.63	2,227.47
	Deductions during the year							
(iv)	Dividends including tax thereon						-	-
(v)	Transfer to general reserve				-		-	-
(vi)	Shares issued/options exercised		-					-
(c)	Balance at 31 March, 2018	1,267.15	39.23	1,764.44	80.00	(36.79)	(4,620.19)	(1,506.15)
(vii)	Profit for the year	-	-	-	-	-	1,138.03	1,138.03
(viii)	Discounting of Zero Rate Borrowings						-	-
(ix)	Other comprehensive income for the year, net of income tax	-	-	-	-	-	0.09	0.09
(d)	Total comprehensive income for the year	-	-	-	-	-	1,138.12	1,138.12
	Deductions during the year							
(x)	Dividends including tax thereon						-	-
(xi)	Transfer to general reserve				-		-	-
(xii)	Shares issued/options exercised		-					-
(e)	Balance at 31st March, 2019	1,267.15	39.23	1,764.44	80.00	(36.79)	(3,482.07)	(368.03)

INDIAN ACRYLICS LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2019

	(₹. in Lakhs)	(₹. in Lakhs)
	CURRENT YEAR	PREVIOUS YEAR
A. CASH FLOW FROM OPERATING ACTIVITIES :		
NET PROFIT BEFORE TAX AND EXTRAORDINARY ITEMS	(1,042.50)	887.63
ADJUSTMENT FOR :		
i) ADD: DEPRECIATION	1,782.18	1,572.83
ii) ADD: INTEREST & FINANCIAL CHARGES EXPENSES	2,847.78	2,005.73
LESS: INCOME TAX (MAT)	70.82	-
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	3,516.64	4,466.19
ADJUSTMENTS FOR :		
TRADE AND OTHER RECEIVABLES	925.76	338.83
INVENTORIES	(2,714.08)	(4,956.78)
TRADE PAYABLES / CURRENT LIABILITIES	5,838.18	520.99
OTHER COMPREHENSIVE INCOME	0.09	72.69
CASH GENERATED FROM OPERATIONS	<u>7,566.60</u>	<u>441.92</u>
B. CASH FLOW FROM INVESTING ACTIVITIES :		
PURCHASE OF FIXED ASSETS	(5,709.82)	(5,925.27)
SECURITY DEPOSIT	-	(73.34)
SALE OF FIXED ASSETS	-	-
INVESTMENT IN EQUITY	-	-
NET CASH USED IN INVESTING ACTIVITIES	(5,709.82)	(5,998.61)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
INTEREST & FINANCIAL CHARGES PAID	(2,847.78)	(2,005.73)
TERM LOANS RECEIVED	-	3,034.39
TERM LOANS REPAYMENTS	(1,301.90)	(1,239.25)
UNSECURED LOAN (INTER CORPORATE LOANS) PAID/(RECEIVED)	2,387.57	4,178.79
NET CASH FROM FINANCING ACTIVITIES	(1,762.11)	3,968.21
D. NET INCREASE/(DECREASE) IN CASH AND BANK BALANCES		
NET INCREASE/(DECREASE) IN CASH AND BANK BALANCES	94.67	(1,588.49)
CASH AND BANK BALANCES (OPENING BALANCE)	1,015.88	2,604.37
CASH AND BANK BALANCES (CLOSING BALANCE)	<u>1,110.55</u>	<u>1,015.88</u>

AUDITORS' REPORT

We have verified the attached Cash Flow Statement of M/s Indian Acrylics Limited derived from audited financial statements and the books and records maintained by the company for the year ended 31st March, 2019 and found the same in agreement therewith.

For AKR & ASSOCIATES

Chartered Accountants
Regn.No.021179N

C.A. KAILASH KUMAR

Partner
M.No.505972

R.K. GARG
Mg. Director

ALOK GOYAL
Executive Director

S.K. SINGLA
A.S.CHATHA
M.M. CHOPRA
Directors

B.K. GUPTA
Company Secretary

Place : CHANDIGARH
Dated : 30.04.2019

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2019

NOTE NO. '1' PROPERTY, PLANT AND EQUIPMENT

(₹ in Lakhs)

Particulars	Land	Building	Office equipments	Furniture and fixtures	Plant and machinery	Vehicle	Total
Gross Carrying Value							
Deemed Cost as at 1st April, 2017	264.17	10,419.62	347.86	255.38	44,154.85	327.12	55,769.00
Additions	-	1,083.33	20.08	27.26	3,885.50	10.89	5,027.06
Disposals	-	-	-	-	-	-	-
Balance as at 31st March, 2018	264.17	11,502.95	367.94	282.64	48,040.35	338.01	60,796.06
Additions	-	-	9.33	1.11	614.05	-	624.49
Disposals	-	-	(0.30)	-	-	-	(0.30)
Balance as at 31st March, 2019	264.17	11,502.95	376.97	283.75	48,654.40	338.01	61,420.25
Accumulated Depreciation							
Balance as at 1st April, 2017	-	4,036.60	292.38	203.26	31,681.51	224.82	36,438.57
Additions	-	270.51	29.35	16.96	1,224.94	31.07	1572.83
Disposals	-	-	-	-	-	-	-
Balance as at 31st March, 2018	-	4,307.11	321.73	220.22	32,906.45	255.89	38,011.40
Additions	-	306.90	21.17	14.97	1,416.12	22.96	1,782.12
Disposals	-	-	(0.28)	-	-	-	(0.28)
Balance as at 31st March, 2019	-	4,614.01	342.62	235.19	34,322.57	278.85	39,793.24
Net carrying amount							
Balance as at 1st April, 2017	264.17	6,383.02	55.48	52.12	12,473.34	102.30	19,330.42
Balance as at 31st March, 2018	264.17	7,195.84	46.21	62.42	15,133.90	82.12	22,784.66
Balance as at 31st March, 2019	264.17	6,888.94	34.35	48.56	14,331.83	59.16	21,627.01

Note-1(A) Capital Work-in-Progress

(₹ in Lakhs)

Particulars	Total
Balance as at 1st April, 2017	133.88
Balance as at 31st March, 2018	1098.56
Balance as at 31st March, 2019	5761.07

- 1.) The plant being a continuous process plant, so rates of depreciation as applicable to continuous process industry have been applied.
- 2.) The company has used deemed cost exemption under Ind AS 101 as on the date of transition to Ind AS.

Note No. 1(B) Other Intangible Assets

Particulars	Intangible	Total
Gross Carrying Value		
Deemed Cost as at 1st April, 2017	-	-
Additions	-	-
Disposals	-	-
Balance as at 31st March, 2018	-	-
Additions	208.22	208.22
Disposals	-	-
Balance as at 31st March, 2019	208.22	208.22
Accumulated Depreciation		
Balance as at 1st April, 2017	-	-
Additions	-	-
Disposals	-	-
Balance as at 31st March, 2018	-	-
Additions	0.06	0.06
Disposals	-	-
Balance as at 31st March, 2019	0.06	0.06
Net carrying amount		
Balance as at 1st April, 2017	-	-
Balance as at 31st March, 2018	-	-
Balance as at 31st March, 2019	208.16	208.16

INDIAN ACRYLICS LIMITED

PARTICULARS	AS AT 31/03/2019 (₹ in Lakhs)	AS AT 31/03/2018 (₹ in Lakhs)
NOTE NO. '2' INVESTMENT (NON CURRENT)		
Investment in Equity	-	-
Total (₹)	-	-
NOTE NO. '3' LOANS (CURRENT)		
a) Security Deposits	237.26	224.56
Total (₹)	237.26	224.56
NOTE NO. '4' OTHER NON CURRENT ASSETS		
a) Capital Advances	284.09	69.48
Total (₹)	284.09	69.48
NOTE NO. '5' INVENTORIES		
(As taken valued and certified by the Management)		
Raw Materials	11,868.83	7,161.01
Work in Progress	2,239.17	1,765.89
Finished Goods	4,417.56	7,258.30
Stores and Spares	1,676.72	1,302.99
Total (₹)	20,202.28	17,488.19
<ol style="list-style-type: none"> 1. Raw Materials Stores and Spares at weighted average cost plus direct expenses. 2. Work in Process at raw material cost plus conversion expenses depending upon stage of completion. 3. Finished Goods at Raw Materials cost plus conversion cost, Packing cost and other overheads to bring the goods to present condition and location. 4. Raw material and other stocks lying at port pending clearance at cost inclusive of custom duty actually paid. The custom duty payable on material lying into bond is accounted on clearance for home consumption. 		
NOTE NO. '6' TRADE RECEIVABLE		
Considered Good - Secured	-	-
Considered Good - Unsecured	175.36	204.78
Having significant increase in Credit Risk	-	-
Credit Impaired	-	-
Total	175.36	204.78
Less: Provision for bad & doubtful debts	-	-
Total	175.36	204.78
Others - Considered good	3,544.08	3,475.84
Total (₹)	3,719.44	3,680.63
NOTE NO. '7' CASH & CASH EQUIVALENTS		
Cash-in-Hand	12.48	10.89
Cheques and Drafts in Hand pending Collection	115.41	48.11
<u>Balance with banks</u>		
In current account	20.30	38.72
Fixed Deposit Receipts (Under bank lien)	962.36	918.16
Total (₹)	1,110.55	1,015.88
NOTE NO. '8' OTHER FINANCIAL ASSETS (CURRENT)		
Interest Receivable	27.76	29.69
Advance to Staff	15.37	24.44
Total (₹)	43.13	54.12
NOTE NO. '9' OTHER CURRENT ASSETS		
Prepaid Expenses	134.04	93.09
GST Balance	730.49	827.66
Advance to Suppliers	291.16	440.14
Other Advances	3,340.11	1,859.65
Tax Deducted At Source	22.08	12.26
Total (₹)	4,517.88	3,232.80



PARTICULARS	AS AT 31/03/2019 (₹ in Lakhs)	AS AT 31/03/2018 (₹ in Lakhs)
NOTE NO. '10' EQUITY SHARE CAPITAL		
<u>AUTHORISED</u>		
1500 Lac (Previous Year 1500 Lac) Equity Shares of ₹10/- each	15,000.00	15,000.00
<u>ISSUED, SUBSCRIBED AND PAID UP</u>		
135322162 Equity Shares of ₹10/- each fully paid up. (Previous year 135322162)	13,532.22	13,532.22
Total (₹)	13,532.22	13,532.22

Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	As at 31st March 2019		As at 31st March 2018	
	Number of Shares	Amount In Lakh	Number of Shares	Amount In Lakh
Equity Share Capital	135322162	13532.22	135322162	13532.22
Balance at the Beginning of reporting Period				
Movement	-	-	-	-
Net Issued Share Capital at Beginning of Reporting Period	135322162	13532.22	135322162	13532.22
Changes in Equity Share Capital	-	-	-	-
Balance at Closing of reporting period	135322162	13532.22	135322162	13532.22

NO OF SHARES HELD BY SHAREHOLDERS HOLDING 5 PERCENT & ABOVE :-

1. SHRI DHEERAJ GARG	2,07,31,398	15.32	1,88,16,398	13.90
2. SAB INDUSTRIES LTD	1,47,93,772	10.93	1,47,93,772	10.93
3. SAB UDYOG LTD	1,68,80,646	12.47	1,68,80,646	12.47
4. PSIDC LTD	1,83,30,000	13.55	1,83,30,000	13.55

NOTE NO. '11' OTHER EQUITY

(₹ in Lakhs)

	PARTICULARS	Discounting of Zero Rate Loans	Securities premium	Capital Reserve	General Reserve	Other Items of OCI	Retained earnings	Total
(a)	Balance at 01 April, 2017	-	39.23	1,764.44	80.00	(109.48)	(5,507.82)	(3,733.62)
(i)	Profit for the year	-					887.63	887.63
(ii)	Discounting of Zero Rate Borrowings	1,267.15					-	1,267.15
(iii)	Other comprehensive income for the year, net of income tax	-				72.69		72.69
(b)	Total comprehensive income for the year	1,267.15	-	-	-	72.69	887.63	2,227.47
(iv)	Deductions during the year							
(v)	Dividends including tax thereon						-	-
(vi)	Transfer to general reserve				-		-	-
(vi)	Shares issued/options exercised		-					-
(c)	Balance at 31 March, 2018	1,267.15	39.23	1,764.44	80.00	(36.79)	(4,620.19)	(1,506.15)
(vii)	Profit for the year	-					1,138.03	1,138.03
(viii)	Discounting of Zero Rate Borrowings	-					-	-
(ix)	Other comprehensive income for the year, net of income tax	-				-	0.09	0.09
(d)	Total comprehensive income for the year	-	-	-	-	-	1,138.12	1,138.12
(x)	Deductions during the year							
(x)	Dividends including tax thereon						-	-
(xi)	Transfer to general reserve				-		-	-
(xii)	Shares issued/options exercised		-					-
(e)	Balance at 31st March, 2019	1,267.15	39.23	1,764.44	80.00	(36.79)	(3,482.07)	(368.03)

INDIAN ACRYLICS LIMITED

PARTICULARS	AS AT 31/03/2019 (₹ in Lakhs)	AS AT 31/03/2018 (₹ in Lakhs)
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NOTE NO. '12' BORROWINGS (NON CURRENT)

SECURED

Term Loan

From Banks	5,910.10	7,604.23
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UNSECURED

Inter Corporate Loan (Promoter Assisted)	11,394.30	8,652.32
--	-----------	----------

Total (₹)	17,304.40	16,256.56
------------------	------------------	------------------

Repayment Schedule

Particulars	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26
Repayment (₹ in Lakh)	1638.49	1567.68	1391.20	1175.05	1017.71	428.57	321.43

The Term Loans from banks amounting to ₹7548.59 Lakh (Previous Year ₹8850.49 Lakh) are secured by mortgage created on all the immovable assets of the Company, hypothecation of all the moveable assets including moveable machinery, machinery parts, tools and accessories and other moveables, (save and except book debts), subject to charges created or to be created in favour of the Company's Bankers for securing working capital limits. These Loans are further guaranteed by Sh. R.K. Garg, Managing Director, Sh. Dheeraj Garg, Additional Managing Director and Mrs. Sunena Garg.

NOTE NO. '13' PROVISIONS (NON CURRENT)

Provisions for Gratuity	660.07	608.25
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Provisions for Earned Leaves	160.99	150.91
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Total (₹)	821.06	759.16
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NOTE NO. '14' BORROWING (CURRENT)

SECURED LOANS

Loans Repayable on demand (from banks)	1,525.67	2,558.94
--	----------	----------

Unsecured Loans

Inter Corporate Loan (Promoter Assisted)	-	354.40
--	---	--------

Total (₹)	1,525.67	2,913.34
------------------	-----------------	-----------------

Cash Credit / Working capital borrowings are secured by hypothecation of book debts, raw-material, finished goods, semi-finished goods, consumable stores and spares including stocks in transit of the company and also by a second charge on the fixed assets of the company and further guaranteed by Sh.R.K.Garg, Managing Director, Sh.Dheeraj Garg, Additional Managing Director and Mrs. Sunena Garg and also by Indlon Chemicals Limited.

NOTE NO. '15' TRADE PAYABLES

Trade Payable

- Micro & Small Enterprises*	138.35	130.60
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- Other Than Micro & Small Enterprises	20,174.11	14,111.85
--	-----------	-----------

Total (₹)	20,312.46	14,242.45
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* Details of amount outstanding to Micro & Small Enterprises as defined under Micro, Small & Medium Enterprises Development Act 2006 based on available information with the company is as under:

Principal amount due and remaining unpaid	138.35	130.60
Interest due on above and unpaid interest	-	-
Interest paid	-	-
Payment made beyond the appointed day during the year	-	-
Interest due and payable for the period of delay	-	-
Interest accrued and remaining unpaid	-	-
Amount of further interest remaining due and payable in succeeding years	-	-



PARTICULARS	AS AT 31/03/2019 (₹ in Lakhs)	AS AT 31/03/2018 (₹ in Lakhs)		
NOTE NO. '16' OTHER FINANCIAL LIABILITIES (CURRENT)				
Current Maturities of Non Current debt	1,638.49	1,246.25		
Capital Creditors	256.74	397.35		
Total (₹)	1,895.23	1,643.60		
NOTE NO. '17' OTHER CURRENT LIABILITIES				
Other Current Liabilities				
1) Cheques Issued But Not Yet Presented for Payment	594.22	844.44		
2) Trade Advance	851.26	242.80		
3) Other Payables (Includes statutory dues)	1,017.76	546.25		
Total (₹)	2,463.24	1,633.49		
NOTE NO. '18' PROVISION (CURRENT)				
Provisions for Gratuity	13.41	12.84		
Provisions for Earned Leaves	3.33	3.96		
Provisions for Income Tax	70.82	-		
Provision for Others	137.07	157.42		
Total (₹)	224.62	174.22		
NOTE NO. '19' REVENUE FROM OPERATIONS				
a) Net Revenue from Operations				
GROSS SALES				
- Domestic	50,064.67	36,719.17		
- Export	23,052.60	15,994.82		
- Total	73,117.27	52,713.98		
- Less: Excise Duty	-	448.46		
- NET SALES	73,117.27	52,265.53		
b) Other Income from operations				
i) Sale of Scrap	129.13	130.62		
ii) Interest Received from Banks	64.26	62.69		
iii) Interest Received from Others	53.62	47.03		
iv) Interest Received on Income Tax Refund	-	2.56		
v) Exchange Fluctuation	227.47	433.47		
vi) Export Incentives	73.12	115.52		
vii) Other Income	34.82	50.22		
Total (₹)	582.42	842.11		
NOTE NO. '20' COST OF MATERIALS CONSUMED				
PARTICULARS	%age of Consumption	31.03.2019 (₹ in Lakh)	%age of Consumption	31.03.2018 (₹ in Lakh)
Imported Raw Material	83.02	40,132.03	92.14	31,217.44
Indegenous Raw Material	16.98	8,208.43	7.86	4,427.74
Total (₹)	100.00	48,340.46	100.00	35,645.18
Value of Imports on CIF basis in respect:				
		31.03.2019 (₹ in Lakh)	31.03.2018 (₹ in Lakh)	
Raw Material		40,550.50		31,023.14
Components & Spares Parts		414.20		319.27

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PARTICULARS	AS AT 31/03/2019 (₹ in Lakhs)	AS AT 31/03/2018 (₹ in Lakhs)
NOTE NO. '21' PURCHASE OF STOCK-IN-TRADE		
Purchase of Goods Traded	1,659.86	1,608.37
NOTE NO. '22' Change in Inventories of Finished Goods, Work in Progress and Stock in Trade		
<u>Opening Stock</u>		
Finished Goods	7,258.30	4,440.28
Stocks in Process	1,765.88	1,222.76
Total (₹)	9,024.18	5,663.04
Closing Stock		
Finished Goods	4,417.56	7,258.30
Stocks in Process	2,239.17	1,765.88
	6,656.73	9,024.18
(Increase)/ Decrease in Stock	2,367.44	(3,361.14)
NOTE NO. '23' EMPLOYEE BENEFIT EXPENSES		
<u>EMPLOYEE COST</u>		
Salary & Other Allowances	4,233.09	3,396.26
Contribution to PF & Other Funds	439.86	349.75
Staff Welfare	307.35	287.59
Staff Training & Recruitment	23.35	21.46
Gratuity	138.14	124.88
<u>Managerial Remuneration</u>		
Salary	257.68	69.95
Perquisites / Sitting Fee	53.63	37.87
Contribution towards Provident Fund	30.92	8.39
Total (₹)	5,484.02	4,296.15
NOTE NO. '24' FINANCE COST		
1. Interest Expenses	2,346.87	1,604.96
2. Other Borrowing Cost	500.91	400.77
Total (₹)	2,847.78	2,005.73
NOTE NO. '25' OTHER EXPENSES		
1. <u>MANUFACTURING COST</u>		
Power & Fuel	7,285.14	5,801.07
Repair & Maintenance	74.31	234.15
Stores ,Spares & Consumables	1,025.53	985.15
Factory Expenses	858.21	908.61
Other Manufacturing Expenses	245.17	74.05
	9,488.36	8,003.05



PARTICULARS	AS AT 31/03/2019 (₹ in Lakhs)	AS AT 31/03/2018 (₹ in Lakhs)
2. ADMINISTRATIVE COST		
Rent	315.03	292.37
Rates & Taxes	17.72	21.75
<u>Auditors Remuneration</u>		
Audit Fee including Tax Audit Fee	8.80	8.80
Certification Charges	2.20	2.20
Advertisements & Publicity	0.38	1.35
Insurance	37.20	55.95
<u>Travelling Expenses - Foreign</u>		
- Directors	7.74	12.23
- Others	62.50	57.05
<u>Travelling Expenses - Inland</u>		
- Directors	0.27	0.11
- Others	315.41	293.51
Miscellaneous Expenses	824.74	693.88
	1,591.97	1,439.20
3. SELLING & DISTRIBUTION EXPENSES		
- Freight Outward	274.83	227.08
- Others	94.57	52.56
<u>Export Expenses</u>		
- Commission	30.35	126.29
- Freight Forwarding & Clearing Expenses	780.37	604.73
	1,180.12	1,010.66
Total (₹) (1+2+3) :-	12,260.45	10,452.89

GST has not been included in auditor remuneration being creditable.

NOTE NO. '26' EXCEPTIONAL ITEMS

1. Prior Period Adjustment	2.61	-
2. Capital Gain on Land acquired by Govt.	(2,253.96)	-
Total (₹)	(2,251.35)	-

Exceptional item of ₹2253.96 Lakhs is income against land acquisition compensation awarded which have not yet been received but decided in the favour of the company on 29.08.2018. The Company has filed application for execution in the Court on 04.10.2018 and as per opinion of the management these decided amount are likely to be received and accordingly considered during the year in accordance with Accounting Standard INDAS-16.

NOTE NO. : 27

1. CORPORATION INFORMATION

Indian Acrylics Limited (the Company) is a public limited Company registered in India under the Companies Act 2013 (Erstwhile Companies Act 1956). Its Shares are listed on Bombay stock Exchange. The Company is a leading manufacturer of Acrylic Fiber, Acrylic Tow and wide range of Acrylic yarn.

2. SIGNIFICANT ACCOUNTING POLICIES

i) Basis of Preparation

The financial statements have been prepared in accordance with Indian Accounting Standards ('IND AS') notified under section 133 of the Companies Act 2013, read together with the Companies (Indian Accounting Standards) Rules, 2015.

For all the periods up to and including the year ended **31 March, 2019**, the Company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with Rule 7 of the Companies (Accounts) Rules, 2014 ('Previous GAAP').

The Standalone financial statements have been prepared under the historical convention, on the accrual basis of accounting except for certain financial assets and financial liabilities that are measured at fair value at the end of the each reporting period, as stated in the accounting policies below. The accounting policies have been applied consistently over all the periods presented in the Standalone financial statements.

The accounting policies have been consistently applied by the Company and except for the changes in accounting policy discussed more fully below, are consistent with those used in the previous year.

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- ii) The preparation of the financial statements in conformity with INDAS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made. Differences between actual results and estimates are recognized in the period in which the results are known/ materialized.
- iii) **PRINCIPAL OF CONSOLIDATION**
The Consolidated financial statements of the Group are prepared in accordance with IAS-27 Consolidated Financial Statements as notified by the Rules. The Consolidated financial statements are presented, to the extent possible, in the same format as that adopted by the Company for its independent financial statements. In respect of Subsidiary company, the Financial Statements have been consolidated on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra group transaction balances and intra group transactional asset and liabilities are converted at the rate prevailing at the end of the year.
All intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.
- iv) **REVENUE RECOGNITION**
Revenue is recognized to the extent that it is probable that economic benefits will flow to the Company and the revenue can be reliably measured.
- A. SALE OF GOODS**
Revenue from sale of goods is recognized when the significant risks and rewards of ownership in the goods are transferred to the buyer of goods as per the terms of contracts, the Company retains no effective control of the goods transferred to a degree usually associated with the ownership and no significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of goods. The Company collects GST on the behalf of the Government and therefore these are not economic benefits flowing to the company. Hence they are excluded from Revenue.
- B. INTEREST**
Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.
- C. DUTY DRAWBACK AND EXPORT INCENTIVES**
Income from duty drawback and export incentives is recognized on an accrual basis.
- v) **PROPERTY PLANT AND EQUIPMENT**
Fixed Assets are stated at cost less depreciation. Cost of acquisition or construction is inclusive of duties, taxes and other incidental expenses. Cenvat credit available is deducted from cost of fixed assets.
Capital work-in-progress includes advances paid for purchase of Fixed Assets, preoperative expenses pending capitalisation, and capital work in progress. As per practice, expenses incurred on modernisation / debottlenecking of plant are capitalised.
- vi) **DEPRECIATION**
Depreciation is provided as per rates specified in Schedule II of the Companies Act, 2013 as per details given below:
- | S.No. | Name of Asset | |
|-------|--|-----------|
| 1. | Building & Tubewell | SLM Basis |
| 2. | Plant & Machinery (Modified Cotton) | SLM Basis |
| 3. | Plant & Machinery | WDV Basis |
| 4. | Other Assets (Vehicles, Furniture & Fixture) | WDV Basis |
| 5. | Intangible Assets | SLM Basis |
- The plant being a continuous process plant, so rates of depreciation as applicable to continuous process Industry have been applied.
- vii) **INVENTORIES**
The cost in respect of various items of inventories are computed as under:-
- In case of raw materials stores and spares at weighted average cost plus direct expenses.
 - In case of work in process at raw material cost plus conversion expenses depending upon stage of completion.
 - In case of finished goods at raw materials cost plus conversion cost, packing cost and other overheads to bring the goods to present condition and location.
 - Raw material and other stocks lying at port pending clearance at cost inclusive of custom duty actually paid. The custom duty payable on material lying into bond is accounted on clearance for home consumption.
- viii) **BORROWING COST**
Borrowing costs that are directly attributable to acquisition, construction or production of a qualifying asset are capitalized/inventorised as part of cost of such assets till such time the asset is ready for its intended use/or sale. Qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are expensed in the period in which they are incurred.
- ix) **LEASES**
Leases under which the company assumes substantially all the risks and rewards of ownership are classified as finance leases. When acquired, such assets are capitalized at fair value or present value of the minimum lease payments at the inception of the lease, whichever is lower. Lease under which the risks and rewards incidental to ownership are not transferred to lessee is classified as operating lease. Lease payments under operating leases are recognized as an expense on a straight line basis in net profit in the statement of profit and loss over the lease term.
- x) **RETIREMENT BENEFITS**
The Company provides for gratuity, a defined benefit plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death,

incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. The gratuity plan in Company is funded through annual contributions to Life Insurance Corporation of India (LIC) under its Company's Gratuity Scheme whereas others are not funded. The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using interest rates of government bonds. Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to equity in other comprehensive income in the period in which they arise. They are included in retained earnings in the statement of changes in equity and in the balance sheet. Past-service costs are recognized immediately in profit or loss. Gratuity and earned leave encashment has been provided for in the books of accounts on actuarial valuation basis as at the end of the year.

xi) FOREIGN CURRENCY TRANSACTIONS

Functional and Presentation currency:

The functional currency of the Company is Indian Rupee. These financial statements are presented in Indian Rupee (rounded off to lakhs).

Transactions and Balances:

The foreign currency transactions are recorded, on initial recognition in the functional currency, by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction. The foreign currency monetary items are translated using the closing rate at the end of each reporting period. Non-monetary items that are measured in terms of historical cost in a foreign currency shall be translated using the exchange rate at the date of the transaction. Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements shall be recognized in profit or loss in the period in which they arise.

3. Contingent Liabilities, along with their nature and description in brief as required under IND AS - 37, not provided for in the books of accounts, are as under

	As at 31.03.2019 (₹ in Lakhs)	As at 31.03.2018 (₹ in Lakhs)
a) Letters of Credit outstanding for Import of Raw materials / Spares	3061.04	4329.86
b) Claims against the company / disputed liabilities not acknowledged as debts:		
i) In respect of Sales Tax Surcharge on exempted sales	78.68	78.68
ii) In respect of Excise Duty demand on account of valuations & cenvat credit disputes.	125.58	131.15
iii) In respect of custom duty on account of cancellation of DEPB scrips validly purchased by us from the market, duty demand on goods lost in high seas.	29.37	29.37
iv) Others *	710.80	665.00
* There was an Arbitration award dated 16.03.2002 of US\$ 10.22 Lakhs, approx ₹710.80 lakhs, (Previous Year ₹665 lakhs) and interest against the company awarded by Arbitration Panel in the favour of E.I. Dupont (USA). This arbitration award was dismissed in the past by the Hon'ble High Court of Delhi Both, E.I. Dupont (USA) as well as company have filed appeals against the decision. The case has not yet reached its finality and the matter is now Sub-Judice. On the basis of legal advice the management is of the opinion that no liability against the company has yet arisen. Accordingly, the awarded amount is not considered as a liability. As such, no provision for the same has been made in the books.		
c) Estimated amount of contracts remaining to be executed on capital account and not provided for in the Books of Accounts (Net of Advance).	502.59	2115.38

4. a) Previous year figures have been regrouped and rearranged, wherever considered necessary, to make them comparable with those of current year.
b) Figures have been rounded off to the nearest rupee in lakhs.

5. Provision for income tax or MAT has been made in the books of accounts ₹ 70.82 Lacs under the provisions of the Income Tax Act.

6. A) PRIMARY SEGMENT (BUSINESS SEGMENT)

Business segments have been identified on the basis of the nature of products/services, their risk-return profile, the organizational structure and the internal reporting system of the Company.

Reportable Segments:

Reportable segments have been identified as per the aggregation criteria specified in IND AS 108: 'Operating Segments'

Segment Composition:

- 1) Fibre includes Staple Fibre, Tow and Tops.
- 2) Yarn includes all kinds of Yarn manufactured and sold by the Company.

Operating Segments:

- 1) The risk-return profile of the Company's business is determined predominantly by the nature of its products and services.
- 2) In respect of geographical information, the Company has identified its geographical areas as (i) Domestic and (ii) Overseas. The expenses and incomes which are not directly attributable to the business segments are shown as central administration costs. Unallocated assets mainly comprise of investments, cash and bank balances, advance tax and unallocated liabilities mainly include tax provisions and provisions for employee retirement benefits.

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(Amount ₹ in Lakhs)

Particulars	FIBRE		YARN		ELIMINATIONS		TOTAL	
	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended
	31.03.19	31.03.18	31.03.19	31.03.18	31.03.19	31.03.18	31.03.19	31.03.18
Revenue								
External Sales	39732.08	29492.50	33385.19	23221.49			73117.27	52713.99
Inter-segment sales	22791.99	14577.47			(22791.99)	(14577.47)		
Total Revenue	62524.07	44069.97	33385.19	23221.49			73117.27	52713.99
Result								
Segment result	3315.50	1319.96	976.31	1644.92			4291.81	2964.88
Unallocated Corporate Expenses							353.05	183.80
Operating Profits							3938.76	2781.08
Interest Expenses							(2847.78)	(2005.73)
Interest Income							117.88	112.28
Income Taxes								-
Profit from ordinary activities							1208.86	887.63
Extraordinary Loss							-	-
Net Profit							1208.86	887.63
Other Information								
Segment Assets	27809.73	25290.56	29900.46	24355.58			57710.19	49646.14
Unallocated corporate assets							-	-
Total Assets	27809.73	25290.56	29900.46	24355.58			57710.19	49646.14
Segment Liabilities	16739.91	15242.62	27806.09	22376.72			44546.00	37619.34
Unallocated corporate liabilities								
Total Liabilities	16739.91	15242.62	27806.09	22376.72			44546.00	37619.34
Capital Expenditure	412.39	274.56	420.32	4752.50				
Depreciation	695.16	736.98	1087.02	835.85				
Non-Cash expenses other than depreciation								



B) SECONDARY SEGMENT (GEOGRAPHICAL SEGMENT)

Consequently, the geographical segment has been considered as the secondary segment. The analysis of geographical segment is based on the geographical location of the Customers. The company operates primarily in India and has presence in International markets as well. Its business is accordingly aligned geographically, catering to two markets. The Company has considered domestic and export markets as geographical segments and accordingly disclosed these as separate segments.

Gross sale Revenue by Geographical Segment

Within India	50049.93	36707.32
Outside India	<u>23089.21</u>	<u>15994.82</u>
Total	<u>73139.14</u>	<u>52702.14</u>

7. The Net Deferred Tax asset of ₹4.69 Lakhs as at 31.03.2019 (₹531.96 lakhs as at 31.03.2018) has not been recognized in view of uncertainty of its realization, as recommended under Accounting Standard IND AS-12 on "Accounting for Taxes on Income. The details of deferred tax assets are as under:-

(₹ in lakhs)			
	As at 1st April, 18	For the year 2018-2019	As at 31st Mar, 19
Deferred Tax Assets being tax impact thereon			
(i) Tax on unabsorbed losses and / or depreciation carried forward as per Income tax laws.	2930.81	(850.77)	2080.04
(ii) Tax on expenses charged in the books, but allowance deferred under Income tax laws	(27.36)	291.50	264.14
Total :	2903.45	(559.28)	2344.17
Deferred Tax Liabilities being tax impact thereon			
(i) Tax on difference between written down value of block of assets as per Income tax laws and written down value of the fixed assets as per books of accounts.	2371.49	(32.01)	2339.48
Net Deferred Tax Asset	531.96	(527.27)	4.69

**8. EARNING PER SHARE (EPS)
BASIC/DILUTED EARNING PER SHARE**

		Current Year (₹ in lakhs)	Previous Year (₹ in lakhs)
Profit / (Loss) after tax as per profit & loss account		1138.03	883.93
Less : Dividend and tax thereon in respect of preference shares		-	-
Profit available for the shareholders	(A)	1138.03	883.93
No. of equity shares	(B)	135322162	135322162
Earning / (Loss) per share (₹) (basic & Diluted)	(A/B)	0.84	0.65
Nominal value per equity share		₹10.00	₹10.00

Computation of weighted average number of equity shares outstanding during the period.

	Current Year (No)	Previous Year (No)
No. of equity shares at the beginning of the year	135322162	135322162
Total number of equity shares outstanding as at the end of the year.	135322162	135322162
Weighted average number of equity shares outstanding during the period.	135322162	135322162

9. Managerial remuneration does not include contribution to Gratuity provision as separate figures are not available. Computation of net profit in accordance with section 198 of the Companies Act, 2013 has not been enumerated, as no commission is payable and remuneration has been paid as per provisions of schedule V of the Companies Act, 2013.

10. RELATED PARTY DISCLOSURES:

- | | | | |
|---|--|--|---|
| 1. Wholly Owned Subsidiary | : Carlit Trading Europe S.L.U (Spain) | | |
| 2. Key Management Personnel
(Whole time Directors) | : Mr. R.K.Garg
Managing Director
Mr. Bhavnesh Kumar Gupta
Company Secretary | Mr. Surinder Kansal
CFO | Mr. Dheeraj Garg
Addl. Managing Director |

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- 3 Enterprises over which Key Management personnel (KMP) are able to exercise significant control and with whom transactions have taken place during the year:
 1) SAB Industries Ltd. 2) Steel Strips Ltd. 3) Steel Strips Wheels Ltd
4. Relatives of the Key Management Personnel (with whom transactions have taken place):- Employed with the company. Mr.Dheeraj Garg (son of Sh.R.K.Garg, Managing Director) is Additional Managing Director on board.
 Detail of transaction entered into with related parties during the year as required by INDAS-24 on "Related party disclosures" issued by the Institute of Chartered Accountants of India are as under:-

(₹ in Lakhs)

Particulars	Associates Company	Key Management Personnel (KMP)	Enterprises over which KMP is able to exercise significant influence	Total for Current Year	Total for Previous Year
Purchase of Fixed Assets	NIL	NIL	₹0.35	₹0.35	NIL
Purchase of goods (net)	NIL	NIL	NIL	NIL	NIL
Recoverable at end of the year	NIL	NIL	NIL	NIL	NIL
Services availed	NIL	NIL	NIL	NIL	₹2.66
Civil Construction & Maintenance	NIL	NIL	NIL	NIL	NIL
Lease Rent paid	NIL	NIL	NIL	NIL	₹27.60
Hire Charges Paid	NIL	NIL	₹61.32	₹61.32	₹56.38
Management Contracts (Salaries)	NIL	₹364.68	NIL	₹364.68	₹138.43
Interest	NIL	NIL	₹647.13	₹647.13	₹286.25
Remuneration paid to relatives of KMP during the year.				NIL	₹1.56
Amounts written off or written back in the period in respect of debts due from or to related parties.				NIL	NIL

Outstanding Balances of Relative of KMP:

(₹ in Lakhs)

Particulars	As at March 31,2019	As at March 31,2018
Sh Dheeraj Garg	7076.61	5108.47
Chandigarh Developers Pvt Ltd	1540.40	61.40

11. The Company has a defined benefit gratuity and Earned Leave 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 subject to maximum of ₹20 Lakh. And accumulation of EL is upto 60 days.

The following tables summarize the components of net benefit expense recognized in the statement of Profit and Loss and the amounts recognized in the Balance Sheet.

The Employee's gratuity fund scheme managed by a Trust (Life insurance Corporation of India) is defined benefit plan. The present Value of obligation is determined based on actuarial valuation using the projected unit credit method which recognizes each period of service as giving rise to additional unit of employee benefits entitlement and measures each unit separately to build up the final obligation. The obligation for leave encashment is recognized in the same manner as gratuity.

Net employee benefit expenses (recognized in Employee Cost)

Particulars	Gratuity	Earned leave	Gratuity	Earned leave
	As at 31st March 2019	As at 31st March 2019	As at 31st March 2018	As at 31st March 2018
(i) Changes in Defined Benefit Obligation				
Present value obligation as at the start of the year	651.91	178.06	667.81	153.69
Interest cost	48.89	13.35	53.43	12.30
Current service cost	91.55	87.57	78.43	82.20
Actuarial loss/(Gains)-Experience Changes	-	(62.40)	(78.38)	-
Actuarial loss / (Gains)-on obligations	0.19	-	-	-

Benefits directly paid by employer	(20.26)	(27.27)	(7.86)	(29.65)
Benefits directly paid by trust	(42.98)	-	(61.52)	(40.48)
Present value obligation as at the end of the year	729.30	189.31	651.91	178.06
(ii) Change in fair value of plan assets				
Fair value of plan assets as at the start of the year	30.82	23.19	87.21	21.54
Interest income on plan assets	2.31	1.74	6.98	1.72
Employer Contributions	65.00	-	-	-
Actuarial loss / (Gains)-on Plan Assets	-	0.06	-	(0.08)
Return on plan assets greater/(lesser) then discount Rates	0.67	-	(1.85)	-
Benefits paid	(42.98)	-	(61.53)	-
Fair value of plan assets as at the end of the year	55.82	24.99	30.82	23.19
(iii) Breakup of Actuarial gain/loss:				
Actuarial (gain)/loss on arising from change in financial assumption	-	-	-	-
Actuarial (gain)/loss on arising from experience adjustment	-	-	(78.38)	-
Return on plan assets (greater)/less than discount rate	-	-	1.85	-
	-	-	(76.53)	-
(iv) Net Asset / (Liability) recognised in the Balance Sheet				
Present value obligation as at the end of the year	729.31	189.31	(651.91)	(178.06)
Fair value of plan assets as at the end of the year	55.83	24.99	92.34	23.19
Net Asset / (Liability) in the Balance Sheet	673.48	164.32	(559.57)	(154.87)
(v) Amount recognized in the statement of profit and loss				
Current service cost	91.55	87.57	78.43	82.20
Net Interest cost	46.58	13.35	53.43	12.30
Actuarial loss/(Gains) - on Obligations	-	(62.41)	-	(40.48)
Actuarial loss/(Gains) - of Plan Assets	-	(0.06)	-	0.08
Benefits paid Directly by employer	(20.26)	(27.27)	(7.86)	(29.65)
Return on plan assets greater/(lesser) then discount Rates	-	(1.73)		-
Interest income on plan assets	-	-	(6.98)	(1.72)
(Income)/Expense recognised in the statement of profit and loss	117.87	9.45	117.02	22.72
(vi) Remeasurements recognised in the statement of Other Comprehensive Income (OCI)				
Changes in Financial Assumptions	-	-	-	-
Experience Adjustments	0.18	-	(78.38)	-
Return on plan assets (greater)/less than discount rate	(0.67)	-	1.85	-
Amount recognised in Other Comprehensive Income	(0.49)	-	76.53	-
(vii) Actuarial assumptions				
Discount Rate (p.a)	7.50%	7.50%	8.00%	8.00%
Salary Escalation Rate (p.a)	5.00%	5.00%	5.00%	5.00%
Employee Turnover rate	10.00%	10.00%	10.00%	10.00%
Mortality Rate	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2006-08)

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- viii) The retirement age has been uniformly taken as 58 years
 ix) The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.
 x) The discount rates have been determined by reference to market yields as on 31st March 2019 on CG Secs of currency and term consistent with those of liability obligations.
 xi) **Sensitivity Analysis:**
 Gratuity is a lump sum plan and the cost of providing these benefits is typically less sensitive to small changes in demographic. The key actuarial assumptions to which the benefit obligation results are particularly sensitive to are discount rate and (DBO) at the end of the reporting period arising on account of an increase or decrease in the reported assumption by 100 basis points.
 The Quantitative Sensitivity analysis on net liability recognized on account of change in significant assumptions

	As at March 2019 ₹ in Lakhs		As at March 2018 ₹ in Lakhs	
	Discount Rate	Salary Escalation Rate	Discount Rate	Salary Escalation Rate
Impact of Increase in 100 bps on DBO	(60.95)	69.36	(53.29)	60.50
Impact of Decrease in 100 bps on DBO	70.37	(62.99)	61.09	(54.31)

These sensitivities have been calculated to show the movement in defined benefit obligation in isolation and assuming there are no other changes in market conditions at the accounting date. There have been no changes from the previous periods in the methods and assumptions used in preparing the sensitivity analysis.

The average duration of the benefit obligation at 31st March 2019 is 12.78 years, (as at 31st March 2018: 12.46 years)

12. LEASES:

The company has leased facilities under cancellable and non-cancellable operating leases arrangements with a lease term ranging from one to five years, which are subject to renewal at mutual consent thereafter. The cancellable arrangements can be terminated by either party after giving due notice. The lease rent expenses recognized during the year amounts to ₹314.16 lakhs (previous year ₹290.73 lakhs). The future minimum lease payments in respect of the non-cancellable operating leases as at 31st March 2019 are:

(₹ in Lakhs)

S.No.	Particulars	As at 31.03.19	As at 31.03.18
a)	not later than one year	505.19	112.81
b)	later than one year but not later than five year	1362.08	1808.17
c)	later than five year	210.62	480.30

13. Following the order of Hon'ble High Court dated 30.08.2012, company has filed a Execution Petition before the court on 14.01.2013 praying therein for attachment of bank account and other assets of M/s E.I.Dupont of USA to realize its claim of US\$ 5 lakhs plus interest thereon amounting to US\$ 9.75 lakhs from the date of award (16.03.2002) till the date of petition (14.01.2013). The total amount of company claim as already decreed by the court under the arbitration and Conciliation Act 1996 comes to ₹814.49 lakhs and same has been treated as Income in the year 2012-13. The management of the company is confident of recovery of these claims.

14. Financial risk management objectives and policies

The Company's principal financial liabilities comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations and to support its operations. The Company's financial assets include loans, trade and other receivables, and cash & cash equivalents that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The company's senior management oversees the management of these risks. The Company's senior management is supported by a Business Risk

Management committee that advises on financial risks and the appropriate financial risk governance framework for the Company. This Business Risk Management committee provides assurance to the Company's senior management that the Company's financial risk activities are governed by appropriate policies and procedure and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The Board of Directors reviews and agrees policies for managing each risk, which are summarized as below:

Market risk

a) Price Risk

Fluctuation in commodity price in global market affects directly and Indirectly the price of raw material and components used by the Company in its products. **The key raw material for the Company's business is Acrylonitrile.**

b) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest relates primarily to the Company's long term debt obligations with floating interest rates. The Company is carrying its borrowings primarily at variable rate.

Particulars	31 March 2019	(₹ in Lakhs) 31 March 2018
Variable rate borrowings	9074.27	11409.43
Fixed rate borrowings	2777.28	3349.76

c) Interest rate Sensitivity

For the Purpose of computing interest rate sensitivity on the above borrowings, management has estimated a reasonably possible change in interest rate as 50bps based on current as well as expected economic conditions. This analysis is based on Long Term Risk exposures outstanding at the reporting date and assumes that all other variables, in particular foreign currency exchange rates, remains constant. The period and balances are not necessarily representative of the average amounts outstanding during the period.

Impact on Profits:

Particulars	31 March 2019	(₹ in Lakhs) 31 March 2018
50 bp decrease would Increase the profit before tax by	45.37	57.04
50 bp Increase would Increase the profit before tax by	45.37	57.04



d) Foreign currency risks

The company tries to manage the foreign currency risk by attaining natural hedge. The company also does selective hedging to hedge its risk associated with foreign currency and to address the timing difference in foreign currency collections & payments.

i) The Derivative outstanding as at the reporting date is as follows :

Category wise Quantitative Data For the Year Ended 31 March 2019

Amount in Foreign Currency in Lakhs

Forward Contract against Import (USD)	0.50
Forward Contract against Import (Euro)	210.59

Category wise Quantitative Data For the Year Ended 31 March 2019

₹ in Lakhs

Mark to Market Losses (Gain)	281.58
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e) Credit risk

The credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations towards the Company and arises principally from the Company's receivables from customers and deposits with banking institutions. The maximum amount of the credit exposure is equal to the carrying amounts of these receivables. The Company has developed guidelines for the management of credit risk from trade receivables.

f) Liquidity risk

The liquidity risk encompasses any risk that the Company cannot fully meet its financial obligations. To manage the liquidity risk, cash flow forecasting is performed in the operating divisions of the Company and aggregated by Company finance. The Company's finance monitors rolling forecasts of the Company's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities / overdraft facilities at all times so that the Company does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities.

(₹ in Lakhs)

Year Ended March 31, 2019	Up to One Year	Above 1 Year	Total
Non – derivatives			
Borrowings	1525.67	17304.40	18714.66
Trade Payables	20312.46	-	20518.35
Other Financial Liabilities	1895.23	-	1689.34
Total Non Derivative Liabilities	23733.36	17304.40	40922.35
Year Ended March 31, 2018			
Non – derivatives			
Borrowings	2913.34	16256.56	19169.90
Trade Payables	14242.45	-	14242.45
Other Financial Liabilities	1643.60	-	1643.60
Total Non Derivative Liabilities	18799.39	16256.56	35055.95

15. Exceptional item Includes ₹2253.96 Lakhs is income against land acquisition compensation awarded which have not yet been received but decided in the favour of the Company on 29.08.2018. The Company has filed application for execution in the Court on 04.10.2018 and as per opinion of the management these decided amount are likely to be received and accordingly considered during the year in accordance with Accounting Standard INDAS-16.

AUDITORS' REPORT

In terms of our separate report of even date annexed.

For AKR & ASSOCIATES
Chartered Accountants
Regn.No.021179N

C.A. KAILASH KUMAR
Partner
M.No.505972

Place : CHANDIGARH
Dated : 30.04.2019

R.K. GARG
Mg. Director

ALOK GOYAL
Executive Director

S.K. SINGLA
A.S.CHATHA
M.M. CHOPRA
Directors

B.K. GUPTA
Company Secretary

FORM OF PROXY
 [Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies
 (Management and Administration) Rules, 2014]

INDIAN ACRYLICS LIMITED

CIN: L24301PB1986PLC006715

REGD. OFFICE: VILLAGE HARKISHANPURA, TEHSIL BHAWANIGARH, DISTT. SANGRUR (PB) 148026

TEL. NO. +91-0172-2790979, 2792385, 2793112

Email: shares@indianacrylics.com, Website: www.indianacrylics.com

NAME OF THE MEMBER(S)	
REGISTERED ADDRESS	
EMAIL ID	
FOLIO NO./ CLIENT ID	
DP ID	
NO. OF SHARES HELD	

I/ We, being the member(s) of shares of the above named Company, Hereby appoint:

1.	Name:		
	Address:	Signature	
	E-mail Id:		
Or failing him/her			
2.	Name:		
	Address:	Signature	
	E-mail Id:		
Or failing him/her			
3.	Name:		
	Address:	Signature	
	E-mail Id:		

as my/ our proxy to attend and vote (on a poll) for me/ us and on my/ our behalf at the 32nd Annual General Meeting of the Company, to be held on Monday, the 30th day of September 2019 at 11:00 a.m., at VILLAGE HARKISHANPURA, TEHSIL BHAWANIGARH, DISTT. SANGRUR (PB) and at any adjournment thereof in respect of such resolutions as are indicated below:

S.No. Resolution

Ordinary Business

1. Adoption of audited financial statements for the year ended March 31, 2019
2. Re-appointment of Sh. Dheeraj Garg as a Director
3. Ratification of Remuneration of Cost Auditor

Special Business

4. Approval for Re-appointment of Shri Madan Mohan Chopra, Independent Director
5. Approval for Re-appointment of Shri Ajit Singh Chatha, Independent Director
6. Approval for Appointment of Shri Sudhanshu Shekhar Jha as Independent Director

Signed this _____ day of September 2019

Signature of Shareholder _____ Signature of Proxy holder(s)

Affix Revenue Stamp

Note: 1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.

INDIAN ACRYLICS LIMITED

CIN: L24301PB1986PLC006715

REGD. OFFICE: VILLAGE HARKISHANPURA, TEHSIL BHAWANIGARH, DISTT. SANGRUR (PB) 148026

TEL. NO. +91-0172-2790979, 2792385, 2793112

Email: shares@indianacrylics.com, Website: www.indianacrylics.com

ATTENDANCE SLIP

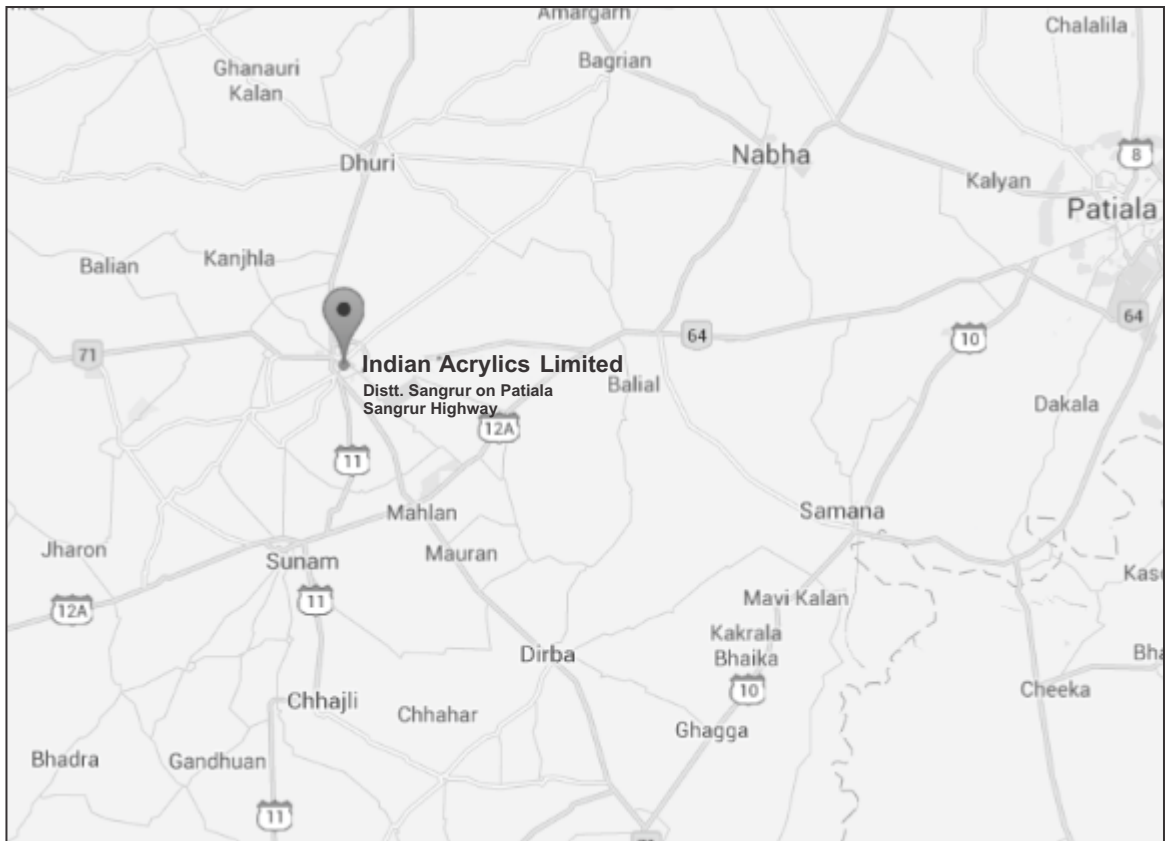
NAME OF THE ATTENDING MEMBER (IN BLOCK LETTERS)	
FOLIO NO.	
DP ID NO.	
CLIENT ID NO.	
NO OF SHARES HELD	
NAME OF PROXY (IN BLOCK LETTERS)	

I, hereby record my presence at the 32nd Annual General Meeting of the Company held on Monday, the 30th day of September 2019 at 11:00 a.m., at VILLAGE HARKISHANPURA, TEHSIL BHAWANIGARH, DISTT. SANGRUR (PB)

Member's/ Proxy's Signatures

Courier/ Regd. Post
(Printed Material)

Location Map of Annual General Meeting



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