



PREMCO GLOBAL LTD.

Date : 25th September, 2018

To,

Dept. of Corporate Services
Bombay Stock Exchange Limited
1st Floor, Rotunda Building,
B. S. Marg, Fort, Mumbai - 400 001.

Dear Sir,

Ref. : COMPANY CODE : 530331

Sub. : ANNUAL REPORT FOR THE FINANCIAL YEAR 2017-18

We wish to inform you that the Company's 34th Annual General Meeting was held on 25th September, 2018 at 3.00 P.M. at **The International By Tunga**, at B/11, MIDC Central Road, MIDC, Opp. Ahura Centre, Andheri (E), Mumbai - 400 093.

At the said Meeting, amongst others, the shareholders have approved and adopted the Audited Statement of Profit and Loss, Cash Flow Statement of the Company for the Financial Year ended on 31st March, 2018 and the Balance Sheet as at 31st March, 2018 and the Report of Directors and the Auditors thereon.

Accordingly, pursuant to Regulation 34 (1) of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, we are pleased to annex herewith PDF version of the Annual Report for the Financial Year 2017-18.

We request you to take the above on your records and acknowledge receipt.

Thanking you,

Yours faithfully,
For Premco Global Limited

Pooja Shekhawat
Company Secretary & Compliance Officer



Encl: As Above



ANNUAL REPORT 2017-2018



PREMCO
GLOBAL LTD



PREMCO GLOBAL LIMITED
CIN: L18100MH1986PLC040911

BOARD OF DIRECTORS

MR. ASHOK B. HARJANI
CHAIRMAN & MANAGING DIRECTOR

MR. LOKESH P. HARJANI
WHOLE TIME DIRECTOR

MS. NISHA P. HARJANI
CHIEF FINANCIAL OFFICER & DIRECTOR

MS. SONIA A. HARJANI
DIRECTOR

MS. SONU A. CHOWDHRY
DIRECTOR

MR. RAJESH M. MAHTANI
INDEPENDENT DIRECTOR

MR. DEVENDRA K. SHAH
INDEPENDENT DIRECTOR

MR. PREM I. GIDWANI
INDEPENDENT DIRECTOR

MR. SHANTANU DEY
CHIEF EXECUTIVE OFFICER

MS. POOJA SHEKHAWAT
COMPANY SECRETARY & COMPLIANCE OFFICER

Plot No. -41, Diwan & Sons Industrial
Estate, Aliyali Village, Dist.Thane,
Palghar, Maharashtra-401 404

8, Marol Udyog Premises, Steelmade
Industrial Estate, Marol-Maroshi Road,
Andheri (E) Mumbai Maharashtra- 400 059

STATUTORY AUDITOR
SANJAY RAJA JAIN & CO.

SECRETARIAL AUDITOR
SANJAY DHOLAKIA & ASSOCIATES

REGISTRAR & TRANSFER AGENT
Big Share Services Private Limited
1st Floor, Bharat Tin Works Building, Opp. Vasant
Oasis, Makwana Road, Marol, Andheri (E), Mumbai 400 059.
Tel.No.091-022-62638200
Fax No.091-022-62638299

BANKERS
HDFC BANK LIMITED
STATE BANK OF INDIA

REGISTERED OFFICE
A/26, Premco House, Street No.3, MIDC
Marol , Andheri (E) Mumbai – 400 093
Telephone No.: 022 – 61050 5000
Fax No. : 022 – 2835 1812
Email - admin@premcoglobal.com

FOREIGN SUBSIDIARY
PREMCO GLOBAL VIETNAM COMPANY LIMITED
LOT NO 18, ROAD NO 7, TAN DUC INDUSTRIAL PARK,
DUC HOA HA, DUC HOA DISTRICT,
LONG AN PROVINCE. VIETNAM
TEL NO: +84 123 952 8344/+84 986493991

PLANT LOCATIONS

Plot No. -202/2, Old Check post,
Dadra & Nagar Haveli,
Union Territory -D&NH-396 230

C/O. Akay Filtips Pvt.Ltd.
Plot No.- 2/23/24, GIDC, Silvassa Road
Near Nathani Paper Mills, Vapi-396 195

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NOTICE

NOTICE is hereby given that the 34th ANNUAL GENERAL MEETING of the Shareholders of **PREMCO GLOBAL LIMITED** (CIN: L18100MH1986PLC040911) will be held on **Tuesday, 25th September, 2018** at 3.00 P.M. at **The International By Tunga**, at B/11, MIDC Central Road, MIDC, Opp. Ahura Centre, Andheri (E), Mumbai – 400 093 to transact the following business:

ORDINARY BUSINESS

- 1) To receive, consider, and adopt
 - a. the Audited Standalone Financial Statements for the year ended 31st March 2018 together with the Report of Directors and the Auditors thereon, and
 - b. the Audited Consolidated Financial Statements for the year ended 31st March 2018 together with the Report of Directors and the Auditors thereon, and
- 2) To declare Final dividend on Equity Shares for the financial year ended 31st March 2018.
- 3) To appoint a Director in place of Ms. Sonia A. Harjani, (DIN : 01220774) who retires by rotation and being eligible offers herself for re-appointment.
- 4) To pass the following resolution as an **Ordinary Resolution: Ratification of Appointment of Statutory Auditors of the Company**

“RESOLVED THAT pursuant to the provisions of Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force) and based on the recommendation of the Audit Committee and the Board of Directors and pursuant to the resolution passed by the members at the AGM held on 20th July, 2017 the appointment of M/s. Sanjay Raja Jain & Co., Chartered Accountants (Firm Regn. No. 120132W) as the Statutory Auditors of the Company from the conclusion of this Annual General Meeting till the conclusion of thirty - eighth Annual General Meeting be and is hereby ratified at such remuneration as may be mutually agreed between the Audit Committee/Board of Directors of the Company and the Statutory Auditors.”

BY ORDER OF THE BOARD OF DIRECTORS

Pooja Shekhawat

Company Secretary & Compliance Officer

Place: Mumbai

Date: 14th August, 2018

NOTES:

1. **A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the company. The proxy to be effective should be lodged at the registered office of the company not later than forty-eight hours before the commencement of the meeting.**

A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company. 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.
2. The Register of member and the Share Transfer Books of the Company will remain closed from Wednesday, September 19, 2018 to Monday, September 24, 2018 (both days inclusive).
3. Electronic copy of the 34th Annual Report 2017-18, inter alia, indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent to all the members whose email IDs are registered with the Company/ Depository Participant(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their email address, physical copies of the Notice of the 34th Annual Report 2017-18, inter alia, indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent in the physical mode.
4. The Dividend, if declared at the AGM, would be paid/ dispatched on/ after 25.09.2018 and within thirty days from the date of declaration of dividend to those persons (or their mandates):
 - whose names appear as beneficial owners as at the end of the business hours on 20th September, 2018 in the list of the Beneficial Owners to be obtained from the Depositories i.e. National Securities Depository Limited [NSDL] and Central Depository Services (India) Limited [CDSL], in respect of the shares held in electronic/ dematerialized mode; and
 - whose names appear as Members in the Register of Members of the Company as on 20th September, 2018, after giving effect to valid share transfers in physical forms lodged with the Company/ R & TA, in respect of the shares held in physical mode.



In respect of the Members holding shares in electronic form, the bank details obtained from the respective depositories will be used for the purpose of distribution of dividend through various approved/ permissible electronic mode of payment viz. Electronic Clearing Services (ECS), National Electronic Funds Transfer (NEFT), Real Time Gross Settlement (RTGS), etc. The Company/ R & TA will not act on any direct request from the Members holding shares in dematerialized form for change/deletion of such bank details. Such changes are to be intimated by the Members:

- (i) to their Depository Participants (DPs) in respect of their shareholdings in electronic (demat) form, and
- (ii) to the Company's Registrar & Share Transfer Agents namely, M/s. Big Share Services Private Limited in respect of shareholdings in physical form.

Any query related to dividend should be directed to R & TA.

5. Members are requested to:
 - (i) Send all share transfer lodgements (Physical mode) / correspondence to the R & TA upto the date of book closure.
 - (ii) Quote Registered Folio Number or DP ID/ Client ID in all the correspondence.
6. Members who have not encashed/received the dividend warrants so far in respect of the below mentioned periods, are requested to make their claim to the Registrar and Share Transfer Agent namely, M/s. Big Share Services Private Limited well in advance of the above due dates. Members are requested to note that dividends not claimed within seven years from the date of transfer to the Company's Unpaid Dividend account, will be transferred to the Investor Education and Protection Funds (IEPF). It may be noted that once the amounts in the unpaid dividend accounts are transferred to IEPF, no claim shall lie against the IEPF or the Company in respect thereof and the Members would lose their right to claim such dividend.
7. Due dates of transferring unclaimed and unpaid dividends declared by the Company for the financial year 2010-11 and thereafter to IEPF:

Year	Dividend Per share	Date of Declaration of Dividend	Year for transfer to IEPF
2010-2011	1.20	17-Aug-2011	2018
2011-2012	1.20	18-Sep-2012	2019
2012-2013	1.80	19-Aug-2013	2020
2013-2014	2.00	14-Aug-2014	2021
2014-2015	2.70	01-Sep-2015	2022
2015-2016	2.50+0.50	22-Mar-2016/ 09-Sep-2016	2023
2016-2017	3.00	20-July-2017	2024

8. As per Sections 101, 136 and all other applicable provisions of the Act, read with the Rules made under the Act, Companies can serve/send various reports, documents,

communications, including but not limited to Annual Report comprising of the Report of the Board of Directors, Auditors' Report, Financial Statements, Notice of General Meeting, etc. (hereinafter referred to as 'the Documents') to its Members through electronic mode at their e-mail addresses.

The Company believes in green initiative and is concerned about the environment. The Company has e-mailed the Documents in electronic mode at your e-mail address obtained from the depositories/available with R & TA unless a Member has requested for a hard copy of the same. For Members who have not registered their e-mail addresses, physical copies of the relevant documents are being sent by the permitted mode.

Members are requested to furnish/update the details of their address, e-mail address, bank account details, relevant information for availing various approved/permissible modes of electronic funds transfer facilities viz. Electronic Clearing Services (ECS), National Electronic Funds Transfer (NEFT), Real Time Gross Settlement (RTGS), etc.:

- (i) to their depository participants in respect of their shareholdings in electronic (dematerialized) form;
- (ii) to R & TA, in respect of their shareholdings in physical form, quoting their folio numbers.

Members are entitled to have, free of cost, a copy of the Documents upon placing a specific requisition addressed to R & TA.

Annual Report including *inter alia* the Report of the Board of Directors, Auditors' Report, Financial Statements, Notice of this AGM, Attendance Slip, Proxy Form, etc. is being sent by electronic mode to all Members whose e-mail addresses are registered with the Company/ R & TA/ depositories unless a Member has requested for a hard copy of the same. For Members who have not registered their e-mail addresses, physical copies of the relevant documents are being sent by the permitted mode. The same are also available on the Company's website at: www.premcoglobal.com.

9. Members/Proxies/Authorized Representatives should bring their copy of the Annual Report and Attendance Slip sent herein for attending the Meeting. Proxy/Authorized Representatives of Members should state on the Attendance Slip as 'Proxy' or 'Authorized Representative', as the case may be. Further, those who hold shares in demat form are requested to write their Client Id and DP Id and those who hold shares in physical forms are requested to write their folio number on the attendance slip for easy identification at the meeting.
10. Members are requested to :-
 - i. Members holding shares in Physical form are requested to convert their holding into dematerialize form to eliminate all risk associated with Physical shares; Members can contact our RTA in this regard.

- ii. Members holding shares in dematerialize form are requested to intimate all changes pertaining to their Bank details, Email address, Contact Numbers which will help Company and its Registrar's to provide better & efficient services.
 - iii. Write to the Company at least 7 days before the date of the meeting, in case they desire any information as regards the Audited Accounts for the financial year ended 31st March 2018, so as to enable the Company to keep the information ready.
 - iv. Bring their copy of the Annual Report, Attendance slip and their photo identity proof at the Annual General Meeting.
 - v. Quote Registered Folio no. or DP ID/Client ID no. in all their correspondence.
 - vi. Approach the R&TA of the Company for consolidation of folios.
 - vii. Avail of Nomination facility by filing in and forwarding the nomination form to the R&TA, if not already done.
 - viii. Send all share transfer lodgments (physical mode)/ correspondence to the R&TA of the Company, M/s Big Share Services Pvt. Ltd., 1st Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makwana Road, Marol, Andheri East, Mumbai 400 059 upto the date of book closure.
11. Corporate Members are requested to forward a certified copy of the Board Resolution authorizing their representatives to attend and vote at the Annual General Meeting.
 12. In case of joint holders, the vote of only such joint holder who is higher in the order of names, whether in person or proxy, shall be accepted to the exclusion of the votes of other joint holders.
 13. Members, who are holding Shares in identical order of names in more than one Folio, are requested to apply to the Company/ R&TA along with the relevant Share Certificates for consolidation of such Folios in one Folio.
 14. Members desiring any information pertaining to the financial statements are requested to write to the Company Secretary at an early date so as to enable the Management to reply at the AGM.
 15. The Company has listed its shares on the Bombay Stock Exchange Limited. The listing fees till date have been paid.
 16. All the documents referred to in the Notice are open for inspection at the Registered Office of the Company between 11:00 a.m. to 3:00 p.m. on all working days except Saturdays, Sundays and Public Holidays until the date of the Annual General Meeting or any adjournment(s) thereof.
 17. The Securities and Exchange Board of India has mandated the submission of the Permanent Account Number (PAN) by every participant in the securities market and Members holding shares in electronic form are requested to submit their PAN to their Depositories Participant(s). Members holding shares in physical form shall submit their PAN details to R & TA, if not already submitted.
 18. In compliance with provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, the Company is pleased to provide members facility to exercise their right to vote on resolutions proposed to be considered at the Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by National Securities Depository Limited (NSDL).
 19. The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper.
 20. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.
 21. The remote e-voting period commences on Saturday 22nd September, 2018 (9:00 am) and ends on Monday 24th September, 2018 (5:00 pm). During this period members of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 20th September, 2018, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.
- The instructions for shareholders voting electronically are as under:-**
- The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:*
- Step 1 : Log-in to NSDL e-Voting system at <https://www.evoting.nsdl.com/>**
- Step 2 : Cast your vote electronically on NSDL e-Voting system.**
- Details on Step 1 is mentioned below:**
- Details on Step 2 is given below:**
- How to Log-into NSDL e-Voting website?**
- Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
- Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders' section.
- A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsd.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

1. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical Your User ID is:

a) For Members who hold shares in demat account with NSDL.

8 Character DP ID followed by 8 Digit Client ID

For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.

b) For Members who hold shares in demat account with CDSL.

16 Digit Beneficiary ID

For example if your Beneficiary ID is 12***** then your user ID is 12*****.

c) For Members holding shares in Physical Form.

EVEN Number followed by Folio Number registered with the company

For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

2. Your password details are given below:

a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.

b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.

c) How to retrieve your 'initial password'?

(i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

(ii) If your email ID is not registered, your 'initial password' is communicated to you on your postal address.

3. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:

Click on "**Forgot User Details/Password?**" (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsd.com.

Physical User Reset Password? (If you are holding shares in physical mode) option available on www.evoting.nsd.com.

If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address.

4. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.

5. Now, you will have to click on "Login" button.

6. After you click on the "Login" button, Home page of e-Voting will open.

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.

2. After click on Active Voting Cycles, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.

3. Select "EVEN" of company for which you wish to cast your vote.

4. Now you are ready for e-Voting as the Voting page opens.

5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.

6. Upon confirmation, the message "Vote cast successfully" will be displayed.

7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.

8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

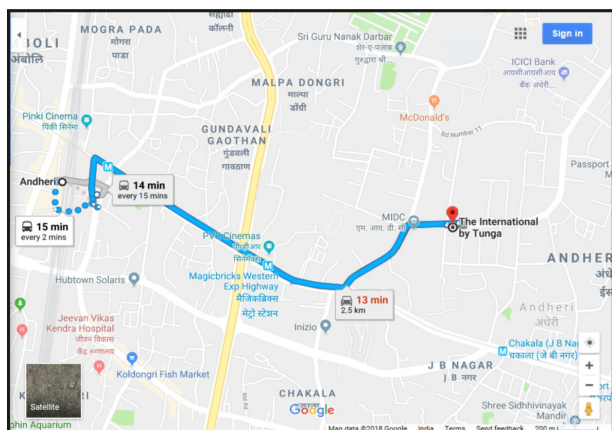
Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to sanjayrd65@gmail.com with a copy marked to evoting@nsdl.co.in.

It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “Forgot User Details/Password?” or “Physical User Reset Password?” option available on www.evoting.nSDL.com to reset the password.

In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nSDL.com or call on toll free no.: 1800-222-990 or send a request atevoting@nSDL.co.in

22. Map of venue of AGM:

The International By Tunga, at B/11, MIDC Central Road, MIDC, Opp. Ahura Centre, Andheri (E), Mumbai- 400 093.



23. A brief resume of Directors proposed to be re-appointed at this Annual General Meeting pursuant to Regulation 36 (3) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and Secretarial Standard -2 is as follows:

Particulars	Director
Name of the Director	Ms. Sonia A. Harjani (DIN: 01220774)
Date of Birth	24/04/1969
Date of Appointment	02/11/2015
Qualification	Diploma
Expertise in Specific Functional Area	Sampling & Designing
Executive & Non Executive Director	Executive Director
Promoter Group	Yes
Directorship held in India Public Companies as on March 31, 2017	NIL
Committee positions held in India Public Companies as on March 31, 2017	NIL
Number of Shares held in the Company	1,845 Shares (0.06%)

For PREMCO GLOBAL LIMITED

Pooja Shekhawat
Company Secretary & Compliance Officer

Place: Mumbai
 Date: 14th August, 2018



DIRECTORS' REPORT

[(Disclosure under Section 134(3) of The Companies Act, 2013)

{Read With Companies (Accounts) Rules, 2014}]

To the Members,

The Directors present the Annual Report of Premco Global Limited (the Company or PGL) with the Audited Financial Statements for the financial year ended 31st March 2018. The consolidated performance of the Company and its subsidiary has been referred to wherever required.

1. FINANCIAL RESULTS:

(Rs. In Lacs)

Particulars	Standalone*		Consolidated*	
	2017-2018	2016-2017	2017-2018	2016-2017
Revenue from operations	6195.90	6985.51	7839.44	7433.71
Other Income	371.52	348.92	297.20	316.79
Total Income	6567.42	7334.43	8136.64	7750.50
Operating expenditure	5609.82	5215.59	7044.57	5722.51
EBDIT	957.60	2118.84	1092.07	2027.99
Depreciation & Interest	274.85	357.32	374.26	445.11
Profit before Tax	682.75	1761.52	717.81	1582.88
Less: Taxes	176.93	584.44	176.93	584.44
Profit for the Period	505.82	1177.08	540.88	998.44
Other Comprehensive Income	1.64	(3.24)	1.64	(3.24)
Total Comprehensive Income for the Year	507.46	1173.84	542.52	995.20
Attributable to :				
Shareholders of the Company	507.46	1173.84	528.11	1020.88
Non-controlling interests	N.A.	N.A.	14.41	(25.68)
Appropriations:				
Dividend on Equity Shares (Excluding Tax)	99.14	99.14	99.14	99.14
Tax on Dividends	20.19	20.19	20.19	20.19
General Reserve	51.00	99.00	51.00	99.00
Earnings per share:				
Basic	15.36	35.52	15.98	30.89
Diluted	15.36	35.52	15.98	30.89

* The Figures for Previous year have been re-instated/-regrouped in order to comply with Ind As as applicable from 01.04.2017 and as specified in Accounting Policies and Notes to Accounts.

2. FINANCIAL PERFORMANCE, OPERATIONS AND STATE OF THE COMPANY'S AFFAIRS:

During the year under review, Company's revenue from operations stood at Rs. 6195.90 Lacs as against Rs. 6985.51 Lacs in the previous year, The Company has earned a Net profit after Tax of Rs. 505.82 Lacs as compared to the Net Profit after Tax of Rs. 1177.08 Lacs during the previous accounting year.

On Consolidated basis, revenue from operations stood at Rs. 7839.44 Lacs as against Rs. 7433.71 Lacs in the previous year and Net Profit after Tax stood at 540.88 Lacs as compared to the Net Profit after Tax of Rs. 998.44 Lacs during the previous accounting year

The Company's EBDIT for the year on standalone basis was at Rs 957.60 Lacs as against Rs. 2118.84 Lacs. The standalone Profit After Tax of the Company Stood at Rs 505.82 as against Rs. 1177.08 Lacs.

The Company's Consolidated EBDIT for the year stood at Rs. 1092.07 Lacs as against Rs. 2027.99 Lacs, The Consolidated Profit after Tax of the Company Stood at Rs. 540.88 Lacs as against Rs. 998.44 Lacs. The reasons as explained in previous paragraph hold good for consolidated results.

A BRIEF EXPLANATION ON PERFORMANCE:

(1) Ind AS effect:

As you know Company implemented Ind AS during the year 2017-18. The Effect of the same has been explained at Notes to Accounts at Note No. 48. The same is further explained as under;

- The Income of 2016-17 was reinstated from Rs. 985.79 Lacs to Rs. 1173.84 Lacs thereby having positive impact of Rs.188.05 Lacs
- The Reserves of 2015-16 were positively impacted by Rs. 125.39 Lacs

There for Proffit after Tax for 2017-18 stands at Rs. 819.26 Lakhs based on OLD GAAP, as against the net Profit of Rs.985.79 Lakhs in the previous financial year.

The other effect are summerised in Notes to Accounts 2017-18. The above also have impacted the current year results.

(2) GST Implementation / Drawback changes :

The Company successfully implemented the GST W.E.F 01.07.2017. Until implementation of GST, the Company's Products were exempt , post implementation of GST, these products have been classified in 5% category.

The Drawbacks were reduced substantially post implementation of GST, had temporarily affected the Margins and Exports of the Company, these have now been aligned with new pricing Policy.

(3) Other Impacts :

The Company reported a rise in consolidated Revenue of Rs. 7839.44 Lacs as against Rs.7433.71 Lacs. The 4th quarter ending 2017-18 fiscal year resulted in a growth in top line performance, with several factors contributing to decrease in bottom line as compared to previous year. On a current note, a dramatic shift from lackluster to robust product demand has been noted and is expected to be recognized going forward. The Management is hopeful of substantially improved capacity utilization during ensuing financial year.

Your Directors are happy to announce that, the Company's Subsidiary viz. PREMCO GLOBAL VIETNAM COMPANY LIMITED, has first time reported profits for the quarter ended 31.03.2018 and financial breakeven for full year and since have been giving consistent results.

The Company's strategy to go for subsidiary in Vietnam, has been paying a rich Dividends, and will reflect in the results in ensuing quarters.

The Management re-iterates its faith in Expansion of Capacities and expects a growth rate of 18% to 20% in Current Financial Year on a consolidated basis through increase in turnover, improved penetration in domestic market and strong inroads on export front along with appropriate restructuring of products and procedures.

3. CHANGE IN THE NATURE OF BUSINESS, IF ANY:

The Company is engaged in the business of manufacturing Woven& Knitted Elastic Tapes. There was no change in nature of business activity during the year.

4. SUBSIDIARY COMPANY

The Company's investment in Equity in its subsidiary stand at Rs. 563.53 Lacs as equity in foreign subsidiary namely Premco Global Vietnam Company Limited. The company holds 85% as a percentage of total equity and the balance is held by Mr. Sushil Rajwani who is a joint investor in the company.

The Company has also lent to the tune of Rs.1,170.80 Lacs as on 31.03.2018, in the form of short term lending to its Subsidiary company to enable to meet its Working Capital Requirements. The Company Charges the interest on the above outstanding amount at Market rate and the same is added to standalone results. The Company has also issued the SBLC favoring overseas Banker viz. Standard Chartered bank on behalf its subsidiary amounting to USD 300000 as on 31.03.2018.

Pursuant to provision of section 129(3) of the Act, a statement containing salient features of the financial statements of the Company's subsidiaries in Form AOC-1 is attached to the financial statements as Annexure 1.

Further, pursuant to the provisions of sec 136 of the Act, the financial statements of the company, consolidated financial statements and separate audited accounts in respect of subsidiaries are available on website of the Company.

5. DIVIDEND:

Based on the Company's performance, the Directors have recommended a Final Dividend of Rs.3.00 per share for the financial year 2017-2018 on fully paid shares of 10/- each. (Previous year Rs.3.00/- per share). The proposal is subject to the approval of shareholders at the ensuing Annual General meeting (AGM) to be held on 25th September, 2018. The final dividend on equity shares, if approved by the members would involve a cash outflow of Rs. 119.33Lacs including Dividend Tax resulting in a payout of 12.10% of the unconsolidated profits of the company.

6. RESERVES:

The Company proposes to transfer Rs. 51.00 Lacs to the general reserve out of the amount available for appropriation.

7. LOANS, GUARANTEE & INVESTMENTS:

Details of Loans, Guarantee and Investment covered under the provision of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

8. MATERIAL CHANGES AND COMMITMENTS:

Your Directors further states that there are no material changes have taken place affecting the financial position of the Company from the date of closure of financial year till the signing of Accounts.

**9. DEPOSITS:**

The Company has not accepted any deposits from public and as such, no amount on account of principal or interest on deposits from public was outstanding as on the date of Balance sheet.

10. AUDITORS:

Based on the recommendation of Audit Committee, appointment of M/s. Sanjay Raja Jain & Co., Chartered Accountants, (Firm Regn. No. 120132W) as statutory auditors of the company for the financial year 2018-19 is subject to ratification at the ensuing general meeting.

11. AUDITOR'S REPORT AND SECRETARIAL AUDIT:

M/s. Sanjay Dholakia & Associates, Practicing Company Secretaries, have been retained to conduct Secretarial Audit for the financial year 2018-2019, as required under Section 204 of the Companies Act, 2013 and the rules framed thereunder.

The Auditors report and Secretarial auditor's report does not contain any qualifications, reservations or adverse remarks. Report of Secretarial Auditor is given as Annexure 6 which forms part of this Report.

As required by the Listing Regulations, the auditors certificate on corporate governance is annexed at Page no. 15. The auditors certificate for fiscal 2018 does not contain any qualification, reservation or adverse remark.

12. BOARD MEETINGS:

During the year under review, the Company has conducted 5 Board Meetings on 09th May 2017, 07th September 2017, 18th September 2017, 12th December 2017 & 14th February 2018. The Intervening gap between the Board Meetings was within the period prescribed under Companies Act, 2013 and SEBI.

13. DIRECTORS' RESPONSIBILITY STATEMENT:

The financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on accrual basis except for certain financial instruments, which are measured at fair values, the provisions of the Act 9 to the extent notified) and guidelines issued by SEBI. The Ind AS are prescribed under Section 133 of the companies Act, 2013 ('the Act'), read with Rule 3 of the Companies (Indian Accounting Standards) Rules 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016. Effective April 01, 2017, the Company has adopted all the Ind AS standards and the adoption has been carried out in accordance with applicable transition guidance. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

Pursuant to section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, confirm that:

- (i) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation and there are no material departures;
- (ii) They have selected such accounting policies and applied 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 of the company for that period;
- (iii) They have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) They have prepared the annual accounts on a going concern basis;
- (v) They have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- (vi) They have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Based on the framework of Internal Financial controls and compliance systems established and maintained by the company, work performed by the internal, statutory and secretarial auditors and external consultants including audit of internal financial controls over financial reporting by statutory auditors, and the reviews performed by management and the relevant board committees, including the Audit committee, the board is of the opinion that company's internal financial controls were adequate and effective during the FY 2017-18.

14. DIRECTORS AND KEY MANAGERIAL PERSONNEL:**A) Changes in Directors and Key Managerial Personnel**

Ms. Sonia A. Harjani, (DIN 01220774), Director of the Company, who is liable to retire by rotation at the ensuing Annual General Meeting and being eligible, seek reappointment pursuant to Section 152 of the Companies Act, 2013 read with the applicable rules thereto, including any statutory modification(s) or re-enactment thereof for the time being in force.

B) Declaration by Independent Director

The Company has received necessary declarations from each independent director under section 149(7) of the Companies Act, 2013 that they meet the criteria of Independence laid down in section 149(6) of the Companies Act, 2013 and there has been no change

in the circumstances which may affect their status as Independent Director during the year. During the year Non-executive Directors had no pecuniary relationship or transaction with Company, other than sitting fees for the purpose of attending the meetings of the company.

C) Key Managerial Persons

Pursuant to Provisions of section 203 of the Act, the Key Managerial Personnel of the Company are Mr. Ashok B. Harjani, Managing Director, Mrs. Nisha P. Harjani, Chief Financial Officer and Director, Ms. Pooja Shekhawat, Company Secretary & Compliance Officer.

15. BOARD EVALUATION

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 (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 process, 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 criteria such as composition of committees, effectiveness of committee meeting etc.

The board and the nomination and remuneration committee reviewed the performance of the individual directors on the basis of criteria such as contribution of the individual director of 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 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 chairman was evaluated, taking into account the views of the executive directors and non-executive directors, The Board has carried out an annual performance evaluation of its own performance, of individual Directors as well as the evaluation of the working of its Audit, Nomination & Remuneration and Stakeholders' Relationship Committees. The Board approved the evaluation results as collated by the Nomination and Remuneration Committee.

16. RISK MANAGEMENT POLICY:

There is an adequate risk management infrastructure in place capable of identifying, evaluating and addressing the risk organization faces such as strategic, financial, credit, market, liquidity, security, property, IT, legal, regulatory, reputational etc. The Company manages monitors and

reports on the principal risks and uncertainties that can impact its ability to achieve its objectives.

The development and implementation of risk management policy has been covered in the management discussion and analysis, which forms the part of this report.

17. RELATED PARTY TRANSACTIONS:

None of the transaction with related parties falls under the scope of section 188(1) of the Act. Information on transaction with related parties pursuant to section 134(3) (h) of the Act read with rule 8(2) of the Companies Account rules, 2014 are given in ANNEXURE 2 in Form AOC-2 and the same forms part of this report.

18. EXTRACT OF ANNUAL RETURN:

As provided under Section 92 of the Companies Act, 2013, the extract of Annual Return in Form No. MGT -9 is given in ANNEXURE 3 which forms the part of Board report.

19. AUDIT COMMITTEE:

The Audit Committee comprises of 2 Non Executive Directors and 2 Executive Directors namely Mr. Devendra K. Shah (Chairman) and Mr. Rajesh M. Mahtani and Mr. Lokesh P. Harjani and Ms. Nisha P. Harjani Executive Director as other member. Other details are included in Corporate Governance Report which is the part of this report.

20. NOMINATION AND REMUNERATION COMMITTEE:

The details pertaining to the composition of Nomination & Remuneration Committee are include din Corporate Governance Report which is the part of this report.

21. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE:

The brief outline of Corporate Social Responsibility policy and financial data pertaining to company's CSR policy and disclosures as per Rule 9 of Companies (Corporate Social Responsibility Policy) Rules, 2014 are given in ANNEXURE 4 of this report. For other details please refer Corporate Governance Report which forms part of this report.

22. SIGNIFICANT AND MATERIAL ORDERS:

There are no Significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

23. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

As per the requirements of the Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013, your Company has in place a Policy on Prevention, Prohibition & Redressal of Sexual Harassment of Women at Workplace and has a robust mechanism to redress the complaints reported there under. An Internal Committee has been constituted, which comprises of internal members who have experience in the subject field.

Pursuant to the provisions of Section 22 of the Sexual Harassment of Women at Workplace (Prevention,



Prohibition and Redressal) Act, 2013, the complaints received there under and the details relating thereto are as follows:

- Number of complaints received in the year : NIL
- Number of complaints disposed of during the year : NIL
- Number of cases pending more than ninety days : NIL
- Number of workshops or awareness programme against sexual harassment carried out : Your Company on a regular basis sensitizes its employees on prevention of sexual harassment through various workshops, awareness programme.
- Nature of action taken by the employer or district officer : NIL

24. 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 weakness in the design or operation were found.

25. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION ETC. & FOREIGN EXCHANGE EARNINGS AND OUTGOINGS:-

The information as required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of The Companies (Accounts) Rules, 2014 with respect to conservation of energy, technology absorption and foreign exchange earnings is given below:

A. Conservation of energy:

(i) The steps taken or impact on conservation of energy

The Company has replaced the 36w/40w tube lights with 16w LED tube lights which consumes 50% less energy.

(ii) The steps taken by the company for utilising alternate sources of energy

The Company's present outlay does not recommend for alternate source of energy. The Company intends to replacing high capacity motors in covering dept. with energy efficient new motors which should give a huge saving.

(iii) The capital investment on energy conservation equipments

As explained in point No.(ii) above the Company do not propose any major capital investment on energy conservation equipments because the existing arrangement are sufficient to cater the company need and are cost effective.

B. Technology absorption:

(i) The efforts made towards technology absorption.

The Company has replaced some of the machines with high speed / upgraded version. The Company is also working on its super soft yarn technology which will help the Company to improve the quality of products.

(ii) The benefits derived like product improvement, cost reduction, product development or import substitution

The improved efficiency in production has resulted in substantial cost reduction due to lower wastages. The Company is endeavor to deliver best quality products at a lower cost.

(iii) The details of technology imported

Last year, the company had imported higher hook J/Q machines to weave wider J/Q designs. The Company is also foraying into printing and other value added products.

C. Foreign exchange earnings and Outgo:

The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgoes during the year are:

(Rs. In Lacs)

PARTICULARS	2017-18	2016-2017
Foreign Exchange Earning	3068.55	3698.77
Foreign Exchange Outgo	-	-
-Raw Materials & Spares	22.26	181.43
-Capital Goods	16.38	124.88
-Travelling	62.57	69.56
-Expenses for Export	22.65	56.11
-Insurance Charges	0.96	2.08

26. MANAGERIAL REMUNERATION:

A) Details of the ratio of the remuneration of each director to the median employee's remuneration and other details as required pursuant to Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Name of the Director	Designation	Ratio of remuneration to median remuneration to all employees
Ashok B. Harjani	Chairman & Managing Director	27.71
Lokesh P. Harjani	Executive Director	13.73
Nisha P. Harjani	CFO & Director	12.48
Sonia A. Harjani	Director	1.06

- B) The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary

(Rs. In Lacs)

Particulars	% increase in remuneration
Ashok B. Harjani, Managing Director	-
Lokesh P. Harjani, Executive Director	-
Nisha P. Harjani, CFO& Director	-
Sonia A. Harjani, Director	-
Devendra Kumar Jain, CEO-Project	-
Shantanu Dey, CEO	-
Pooja Shekhawat, Company Secretary	-

-Independent Directors are given only sitting fees which is same as last year.

- C) Percentage increase in the median remuneration of employees in financial year 4%
- D) The number of permanent employees as on 31st March, 2018 was 182.
- E) Explanation on relationship between average increase in remuneration and Company performance:
The increase in remuneration is in line with market trends and also with Company's Performance
- F) Comparison of remuneration of key managerial personnel against performance of the company

It can be seen that increase in managerial remuneration is quite minimal as compared to last year, whereas the employee's remuneration has been increased as per market trends. There have been no exceptional circumstances for increase in managerial remuneration.

- J) Comparison of each remuneration of the key managerial personnel against the performance of the Company:

(Rs. In Lacs)

	Ashok B. Harjani Managing Director	Lokesh P. Harjani Executive Director	Nisha P. Harjani Chief Financial officer	Shantanu Dey Chief Executive Officer	Devendra kumar Jain Chief Executive Officer-Project	Harshakaur Hotsinghani Company Secretary (upto dec'17)	Pooja Shekhawat Company Secretary (from feb'18)
Remuneration in FY 18	69.60	54.39	31.00	37.08	2.27	2.95	0.56
Revenue					6195.90		
Remuneration as % of revenue	1.12	0.88	0.50	0.60	0.04	0.05	0.01
Profit Before Tax (PBT)					682.75		
Remuneration as % of PBT	10.19	7.97	4.54	5.43	0.33	0.43	0.08

- K) The Key parameters for any variable component of remuneration availed by the directors
The key parameters for the variable component of remuneration availed by the Directors are considered by the Board of Directors based on the recommendations of the Nomination and Remuneration Committee.
- L) The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive in excess of the highest paid director during the year: None

Aggregate Remuneration of Key Managerial Personnel (KMP)	200.80
Revenue	6195.90
Remuneration of KMPs (as % of revenue)	3.20 %
Profit Before Tax	682.75
Remuneration of KMP(as % of PBT)	28.97 %

- G) Variation in Market Capitalisation of the Company
Price Earnings ratio of current financial year and previous financial year:

(Rs. In Lacs)

Particulars	March 31, 2018	March 31, 2017	% change
Market Capitalization	689.25	15659.79	(-) 95.60 %
Price Earnings Ratio	20.89	15.89	(-) 31.47%

- H) Company has not made any public offer in the recent previous and accordingly the comparison of public offer price and current market price would not be relevant.
- I) Average percentile increase already made in the salaries of employees other than the managerial personnel in last financial year and its comparison with the percentile increase in managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial

- M) Affirmation that the remuneration is as per the remuneration policy of the Company
The Company affirms remuneration is as per the remuneration policy of the Company.
- N) No employee's remuneration throughout the year 2017-2018 exceeded remuneration aggregating Rs. 60Lacs or more per annum.
- O) No employee's remuneration for the year 2017-2018 exceeded the remuneration of any Directors.



- P) No employee employed for a part of the year is in receipt of remuneration aggregating Rs. 5 Lacs or more per month.
- Q) No employee's remuneration was in excess of the remuneration drawn by the managing director or whole-time director or manager and does not hold by himself or along with his spouse and dependent children, any equity shares more than 2% of the of the company.

27. DETAILS OF SUBSIDIARY/JOINT VENTURES/ ASSOCIATE COMPANIES:

The Company does not have Joint Ventures/Associate Companies. The Company has incorporated foreign subsidiary in Vietnam viz. Premco Global Vietnam Company Limited in which it holds 85%.

28. DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM FOR DIRECTORS AND EMPLOYEES:

The Vigil Mechanism of the Company, which also incorporates a whistle blower policy in terms of the Listing Regulation, includes an Ethics & Compliance Task Force comprising senior executives of the Company. Protected disclosures can be made by a whistle blower through an e-mail, or dedicated telephone line or a letter to the Chairman of the Audit Committee.

29. CORPORATE GOVERNANCE:

The Company is adhering to good corporate governance practices in every sphere of its operations. The Company

has taken adequate steps to comply with the applicable provisions of Corporate Governance as stipulated in Chapter IV Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 entered into with the Stock Exchanges. A separate report on Corporate Governance forms part of this Report along with the Certificate from the Practicing Company Secretary confirming compliance with the conditions of Corporate Governance.

30. MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

In terms of the provisions of Regulation 34 of the Listing regulations, the Management's discussion and analysis is set out in this Annual Report as Annexure 3.

31. ACKNOWLEDGEMENT:

Your Directors wish to place on record their appreciation for the co-operation extended by all the employees, Bankers, Financial Institutions, various State and Central Government authorities and stakeholders.

For Premco Global Limited

Ashok B. Harjani
Chairman & Managing Director
DIN-00725890

Place: Mumbai
Date: 29th May 2018

ANNEXURE 1**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 Rs. in Lacs)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Premco Global Vietnam Company Limited
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	January 1, 2017 to December 31, 2017
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	VND 1RS.=350.134VND
4.	Share capital	540.23
5.	Reserves & surplus	(58.01)
6.	Minority Interest	84.13
7.	Total assets	2428.54
8.	Total Liabilities	2428.54
9.	Investments	-
10.	Turnover	2764.33
11.	Profit before taxation	96.09
12.	Provision for taxation	-
13.	Profit after taxation	96.09
14.	Proposed Dividend	-
15.	% of shareholding	85%
16.	Country	Vietnam

Note: Indian rupee equivalent to the given foreign currencies in the account of subsidiary company is based on exchange rate as on March 31, 2018.

For Premco Global Limited

Ashok B. Harjani
Chairman & Managing Director
00725890

Date: 29th May, 2018

Place: Mumbai

**ANNEXURE 2**

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014)

1. Details of contracts or arrangements or transactions not at arm's length basis: Premco Global Limited (the Company) has not entered into any contract/arrangement/transaction with its related parties which are not in ordinary course of business during FY 2017-18.
2. Details of material contracts or arrangement or transactions at arm's length basis: (in Lacs)

Name(s) of the related party	Premco Industries	Ashok B. Harjani	Lokesh P. Harjani	Nisha P. Harjani	Sonia A. Harjani
Nature of relationship	Associate Company	Managing Director	Whole time Director	Director	Director
Nature of contracts / arrangements / transactions	1. Rent paid	1. Tour Advance 2. Reimbursement of Expenses 3. Advance Given 4. Loan Taken 5. Interest paid	1. Tour Advance 2. Reimbursement of Expenses 3. Loan Taken 4. Interest paid 5. Imprest	1. Tour Advance 2. Reimbursement of Expenses	1. Loan Taken 2. Interest paid
Duration of the contracts / arrangements / transactions	12 Months	12 Months	12 Months	12 Months	12 Months
Salient terms of the contracts or arrangements or transactions including the value, if any (in Lacs)	VALUE: 1) 61.86	VALUE: 1) 28.21 2) - 3) 1.67 4) 789.50 5) 16.54	VALUE: 1) 53.96 2) - 3) - 4) 87.5 5) 1.95	VALUE: 1) 4.35 2) -	VALUE: 1) 270.00 2) 7.06
Date(s) of approval by the Board, if any	29.05.2018	29.05.2018	29.05.2018	29.05.2018	29.05.2018
Amount paid as advances, if any	NA	NA	NA	NA	NA

For Premco Global Limited

Ashok B. Harjani
Chairman & Managing Director
 00725890

Date: 29th May, 2018

Place: Mumbai

(ANNEXURE 3)

EXTRACT OF ANNUAL RETURN FORM MGT 9

(Pursuant to Section 92 (3) of the Companies Act, 2013 and Rule 12(1) of the Company (Management & Administration) Rules, 2014)
Financial Year ended on 31.03.2018

I. REGISTRATION & OTHER DETAILS:

1	CIN	L18100MH1986PLC040911
2	Registration Date	15.09.1986
3	Name of the Company	PREMCO GLOBAL LIMITED
4	Category/Sub-category of the Company	Company having Share Capital
5	Address of the Registered office	A/26, "PREMCO HOUSE" M.I.D.C, Street No.3, Marol, Andheri (East), Mumbai-400093
6	Contact details	6105 5000
7	Email:	admin@premcoglobal.com
8	Whether listed company	Yes (Listed on BSE)
9	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Big Share Services Private Limited, 1 st Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makwana Road, Marol, Andheri (East), Mumbai 400 059. Tel.No.091-022-62638200 Fax No.091-022- 62638299 Email: investor@bigshareonline.com

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 01 st April 2017				No. of Shares held at the end of the year 31 st March 2018				% Change
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
Promoter Group									
Individual	20,20,454	-	20,20,454	61.14	20,20,454	-	20,20,454	61.14	-
Bodies Corporate	93,000	-	93,000	2.81	93,000	-	93,000	2.81	-
TOTAL (A)	21,13,454	-	21,13,454	63.95	21,13,454	-	21,13,454	63.95	-
Public Shareholding									
Govt.[Central & State]	-	-	-	-	-	-	-	-	-
Govt. Companies	-	-	-	-	-	-	-	-	-
Public Financial Institutions	-	-	-	-	-	-	-	-	-
Nationalised/ Other Banks	-	-	-	-	-	-	-	-	-
Mutual Funds	-	72,600	72,600	2.20	-	72,600	72,600	2.20	0.15
Venture Capital	-	-	-	-	-	-	-	-	-
Foreign Holdings (NRI)	230301	11,600	2,41,901	7.32	228215	11600	239815	7.26	0.06
Bodies Corporate	74637	4300	78937	2.39	74400	4300	78700	2.38	0.01
Individuals(Capital upto Rs. 2Lacs)	564910	1,27,766	6,92,676	20.96	571508	111666	683174	20.67	0.29
Individuals(Capital greater than Rs. 2Lacs)	71409	-	71409	2.16	93335	-	93335	2.82	0.66
Clearing Member	33823	-	33,823	1.02	5516	-	5516	0.17	0.85
TOTAL (B)	975080	2,16,266	11,91,346	36.05	991180	200166	1191346	36.05	0.00
GRAND TOTAL(A+B)	30,88,534	2,16,266	33,04,800	100.00	3104634	200166	3304800	100.00	

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:-

Sr. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Manufacturing of Woven & Knitted Elastic Tapes	139(based on 2008 list)	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

Sr. No.	Name and Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares Held	Applicable Section
1	Premco Global Vietnam Company Limited	NA	Subsidiary	85%	2(87)



(ii) (a) Shareholding of Promoters

Sr. No.	Name of the Director/KMP	Shareholding at the end of the year- 1st April, 2017		Shareholding at the end of the year- 31st March, 2018	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	ASHOK B. HARJANI	9,16,269	27.72	9,16,269	27.72
2.	LOKESH P. HARJANI	4,35,921	13.19	4,35,921	13.19
3.	NISHA P. HARJANI	59,653	1.80	59,653	1.80
4.	SONIA A. HARJANI	1,845	0.05	1,845	0.05
5.	SURESH B. HARJANI	4,26,966	12.92	4,26,966	12.92
6.	PREM B. HARJANI	1,79,800	5.44	1,79,800	5.44

(ii) (b) Shareholding of Promoter Group

Sr. No.	Name of the Director/KMP	Shareholding at the end of the year- 1st April, 2017		Shareholding at the end of the year- 31st March, 2018	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	PREMCO INDUSTRIES	93,000	2.81	93,000	2.81

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

There is no change in Promoter Shareholding.

(iii) (b) Change in Promoters' Group shareholding (please specify, if there is no change)

There is no change in Promoter's group Shareholding.

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

Sr. No.	Top Ten Shareholders	Shareholding at the beginning of the year- 01 st April, 2017		Shareholding at the end of the year - 31 st March, 2018	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	MULCHAND GIANCHAND ALWANI	97,096	2.94	97096	2.94
2.	MANJU M. ALWANI	83,432	2.52	83432	2.52
3.	SOUTHERN INDIA DEPOSITORY SERVICES PVT. LTD.	71,300	2.16	71300	2.16
5.	NEETA DHIRAJLAL CHHABRIA	47,959	1.45	47659	1.44
6.	NEELAM MITTAL	-	-	25166	0.76
	MANOJ DUA	-	-	20510	0.62
	APARNA SAREES PRIVATE LIMITED	-	-	17494	0.53
	HANSABEN KAPURCHAND SHAH	-	-	16000	0.48
7.	A KALYANI	23,450	0.71	-	-
8.	PARAMJIT KAUR	19,385	0.59	-	-
9.	DINERO WEALTH ADVISORS PRIVATE LIMITED	18,597	0.56	-	-
10.	QOPPA TRADING PRIVATE LIMITED	17,063	0.52	170630	0.52
11.	BP EQUITIES PVT. LTD	15,929	0.48	-	-
12.	R.SRINIVASAN	15,889	0.48	-	-
13.	SATYA PRAKASH MITTAL	15000	0.45	15061	0.46

TOP TEN NON PROMOTERS MOVEMENT

Sr. No	NAME	No. of Shares at the begining/ End of the year	Date	Increase/ Decrease in share-holding	Reason	Number of Shares	Percentage of total shares of the company
1	MULCHAND GIANCHAND ALWANI	97,096	31-Mar-17	0	Transfer	97,096	2.94
		97,096	31-Mar-18	0	Transfer	97,096	2.94
2	MANJU MULCHAND ALWANI	92,774	31-Mar-17	0	Transfer	92,774	2.81
		92,774	31-Mar-18	0	Transfer	92,774	2.81
3	SOUTHERN INDIA DEPOSITORY SERVICES PVT.	71,300	31-Mar-17	0	Transfer	71,300	2.16
		71,300	31-Mar-18	0	Transfer	71,300	2.16
4	NEETA DHIRAJ CHABRIA	47,959	31-Mar-17	0	Transfer	47,959	1.45
			28-Apr-17	-300	Transfer	47,659	1.44
		47,659	31-Mar-18	0	Transfer	47,659	1.44
5	NEELAM MITTAL	0	31-Mar-17		Transfer	0	0.00
			09-Jun-17	2162	Transfer	2,162	0.07
			30-Jun-17	3439	Transfer	5,601	0.17
			07-Jul-17	2514	Transfer	8,115	0.25
			14-Jul-17	99	Transfer	8,214	0.25
			05-Jan-18	-7869	Transfer	345	0.01
			12-Jan-18	-345	Transfer	0	0.00
			09-Feb-18	40	Transfer	40	0.00
			16-Feb-18	4730	Transfer	4,770	0.14
			23-Feb-18	20437	Transfer	25,207	0.76
			02-Mar-18	-41	Transfer	25,166	0.76
		25,166	31-Mar-18	0	Transfer	25,166	0.76
6	A KALYANI	23,450	31-Mar-17	0	Transfer	23,450	0.71
			07-Apr-17	-22877	Transfer	573	0.02
			14-Apr-17	-573	Transfer	0	0.00
			31-Mar-18	0	Transfer	0	0.00
7	MANOJ DUA	0	31-Mar-17		Transfer	0	0.00
			07-Apr-17	8738	Transfer	8,738	0.26
			28-Apr-17	1262	Transfer	10,000	0.30
			16-Jun-17	968	Transfer	10,968	0.33
			23-Jun-17	4032	Transfer	15,000	0.45
			21-Jul-17	-4000	Transfer	11,000	0.33
			28-Jul-17	-1570	Transfer	9,430	0.29
			27-Oct-17	-436	Transfer	8,994	0.27
			17-Nov-17	-291	Transfer	8,703	0.26
			01-Dec-17	-1000	Transfer	7,703	0.23
			15-Dec-17	-5501	Transfer	2,202	0.07
			29-Dec-17	8250	Transfer	10,452	0.32
			05-Jan-18	3250	Transfer	13,702	0.41
			12-Jan-18	-130	Transfer	13,572	0.41
			26-Jan-18	1000	Transfer	14,572	0.44
			02-Feb-18	3606	Transfer	18,178	0.55
			09-Feb-18	980	Transfer	19,158	0.58



Sr. No	NAME	No. of Shares at the beginning/ End of the year	Date	Increase/ Decrease in share-holding	Reason	Number of Shares	Percentage of total shares of the company
			09-Mar-18	-350	Transfer	18,808	0.57
			16-Mar-18	604	Transfer	19,412	0.59
			30-Mar-18	1098	Transfer	20,510	0.62
		20,510	31-Mar-18	0	Transfer	20,510	0.62
8	PARAMJIT KAUR .	19,385	31-Mar-17	0	Transfer	19,385	0.59
			22-Dec-17	-4797	Transfer	14,588	0.44
			29-Dec-17	-14117	Transfer	471	0.01
			05-Jan-18	-471	Transfer	0	0.00
			31-Mar-18	0	Transfer	0	0.00
9	DINERO WEALTH PRIVATE LIMITED	18,597	31-Mar-17	0	Transfer	18,597	0.56
			14-Apr-17	-18597	Transfer	0	0.00
			31-Mar-18	0	Transfer	0	0.00
10	APARNA SAREES PRIVATE LIMITED	0	31-Mar-17		Transfer	0	0.00
			16-Jun-17	7439	Transfer	7,439	0.23
			23-Jun-17	3517	Transfer	10,956	0.33
			30-Jun-17	-7736	Transfer	3,220	0.10
			07-Jul-17	-1290	Transfer	1,930	0.06
			20-Jul-17	-1384	Transfer	546	0.02
			21-Jul-17	994	Transfer	1,540	0.05
			11-Aug-17	315	Transfer	1,855	0.06
			25-Aug-17	1134	Transfer	2,989	0.09
			01-Sep-17	3210	Transfer	6,199	0.19
			06-Oct-17	3823	Transfer	10,022	0.30
			13-Oct-17	1558	Transfer	11,580	0.35
			20-Oct-17	933	Transfer	12,513	0.38
			03-Nov-17	-488	Transfer	12,025	0.36
			01-Dec-17	-1964	Transfer	10,061	0.30
			22-Dec-17	1432	Transfer	11,493	0.35
			12-Jan-18	5401	Transfer	16,894	0.51
			19-Jan-18	600	Transfer	17,494	0.53
		17,494	31-Mar-18	0	Transfer	17,494	0.53
11	QOPPA TRADING PRIVATE LIMITED	17,063	31-Mar-17	0	Transfer	17,063	0.52
		17,063	31-Mar-18	0	Transfer	17,063	0.52
12	HANSABEN KAPURCHAND SHAH	0	31-Mar-17		Transfer	0	0.00
			22-Dec-17	16000	Transfer	16,000	0.48
		16,000	31-Mar-18	0	Transfer	16,000	0.48
13	BP EQUITIES PRIVATE LIMITED	16,000	31-Mar-17	0	Transfer	16,000	0.48
			09-Jun-17	-15941	Transfer	59	0.00
			16-Jun-17	2141	Transfer	2,200	0.07
			23-Jun-17	-100	Transfer	2,100	0.06

PREMCO GLOBAL LTD

Sr. No	NAME	No. of Shares at the begining/ End of the year	Date	Increase/ Decrease in share-holding	Reason	Number of Shares	Percentage of total shares of the company
			30-Jun-17	-100	Transfer	2,000	0.06
			06-Oct-17	29	Transfer	2,029	0.06
			13-Oct-17	-29	Transfer	2,000	0.06
			20-Oct-17	249	Transfer	2,249	0.07
			27-Oct-17	-249	Transfer	2,000	0.06
			31-Oct-17	397	Transfer	2,397	0.07
			03-Nov-17	-397	Transfer	2,000	0.06
			15-Dec-17	14000	Transfer	16,000	0.48
			22-Dec-17	-16000	Transfer	0	0.00
			31-Mar-18	0	Transfer	0	0.00
14	R.SRINIVASAN	15,889	31-Mar-17	0	Transfer	15,889	0.48
			05-May-17	-870	Transfer	15,019	0.45
			07-Jul-17	-6600	Transfer	8,419	0.25
			14-Jul-17	-2636	Transfer	5,783	0.18
			20-Jul-17	-1150	Transfer	4,633	0.14
			21-Jul-17	-760	Transfer	3,873	0.12
			28-Jul-17	-288	Transfer	3,585	0.11
			01-Sep-17	-3585	Transfer	0	0.00
			31-Mar-18	0	Transfer	0	0.00
15	SATYA PRAKASH MITTAL	1,802	31-Mar-17	0	Transfer	1,802	0.05
			07-Apr-17	1966	Transfer	3,768	0.11
			14-Apr-17	101	Transfer	3,869	0.12
			21-Apr-17	-5	Transfer	3,864	0.12
			09-Jun-17	33	Transfer	3,897	0.12
			23-Jun-17	25	Transfer	3,922	0.12
			30-Jun-17	14	Transfer	3,936	0.12
			07-Jul-17	1280	Transfer	5,216	0.16
			14-Jul-17	14	Transfer	5,230	0.16
			20-Jul-17	146	Transfer	5,376	0.16
			28-Jul-17	124	Transfer	5,500	0.17
			01-Sep-17	62	Transfer	5,562	0.17
			08-Sep-17	-159	Transfer	5,403	0.16
			29-Dec-17	5	Transfer	5,408	0.16
			23-Feb-18	-5352	Transfer	56	0.00
			02-Mar-18	9643	Transfer	9,699	0.29
			09-Mar-18	5432	Transfer	15,131	0.46
			16-Mar-18	55	Transfer	15,186	0.46
			30-Mar-18	15	Transfer	15,201	0.46
		15,201	31-Mar-18	0	Transfer	15,201	0.46

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



(v) Shareholding of Directors and Key Managerial Personnel:

Sr. No.	Name of the Director/KMP	Shareholding at the beginning of the year- 1st April, 2017		Shareholding at the end of the year- 31st March, 2018	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	ASHOK B. HARJANI	9,16,269	27.73	9,16,269	27.73
2.	LOKESH P. HARJANI	4,35,921	13.19	4,35,921	13.19
3.	NISHA P. HARJANI	59,653	1.81	59,653	1.81
4.	SONIA A. HARJANI	1,845	0.06	1,845	0.06

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

(In Lacs)

PARTICULARS	Secured Loans Excluding Deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
1) Principal Amount	1016.28	0.00	0.00	1016.28
2) Interest due but not paid	0.00	0.00	0.00	0.00
3) Interest accrued but not due	0.00	0.00	0.00	0.00
Total of (1+2+3)	1016.28	0.00	0.00	1016.28
Change in Indebtedness during the financial year				
+ Addition		0.00	0.00	
- Reduction		0.00	0.00	
Net change	-704.12	0.00	0.00	-704.12
Indebtedness at the end of the financial year				
1) Principal Amount	312.16	0.00	0.00	312.16
2) Interest due but not paid	0.00	0.00	0.00	0.00
3) Interest accrued but not due	0.00	0.00	0.00	0.00
Total of (1+2+3)	312.16	0.00	0.00	312.16

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

(Rs. In Lacs)

Sr. No	Particulars of Remuneration	Name of MD/WTD/DIRECTOR				Total Amount
		Ashok B. Harjani Managing Director	Lokesh P. Harjani Whole time Director	Nisha P. Harjani CFO &Executive Director	Sonia A. Harjani Executive Director	
1	Gross Salary					
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act	66.60	33.00	30.00	2.54	132.14
	(b) Value of perquisites u/s 17(2) Income Tax Act, 1961	-	5.09	-	0.41	5.50
	(c) Profits in lieu of salary under Section 17(3) Income Tax Act, 1961	-	-	-	-	-
2	Stock Option	-	-	-	-	-
3	Bonus	3.00	1.30	1.00	0.18	5.48
4	Sweat Equity	-	-	-	-	-
5	Commission - As % of Profit	-	-	-	-	-
6	Others, please specify Rent	-	14.96	-	-	14.96
	Total	69.60	54.35	31.00	3.13	158.08

B. Remuneration of other directors:

I. Independent Directors:-

(Rs. In Lacs)

Particulars of Remuneration	Devendra K. Shah	Rajesh M. Mahtani	Prem I. Gidwani	Sonu A. Chowdhary	Total
Sitting Fees for attending board/ committee meetings	6,000/-	7,500/-	7,500/-	6,000/-	27,000/-
Commission	-	-	-	-	-
Others	-	-	-	-	-
Total	6,000/-	7,500/-	7,500/-	6,000/-	27,000/-

C. Remuneration to Key Managerial Personnel Other Than MD/ Manager/ WTD

(Rs. In Lacs)

Sr. No	Particulars of Remuneration	Name of KMP					Total Amount
		Nisha P. Harjani CFO & Executive Director	Shantanu Dey CEO	Devendra Kumar Jain CEO-Project	Harshakaur Hotsinghani Company Secretary	Pooja Shekhawat Company Secretary	
1	Gross Salary	30.00	37.08	2.27	2.95	0.56	72.86
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act	-	-	-	-	-	-
	(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	Bonus	1.00	-	-		-	1.00
4	Sweat Equity	-	-	-		-	-
5	Commission - As % of Profit	-	-	-		-	-
6	Others, please specify		-	-		-	-
	Total	31.00	37.08	2.27	2.95	0.56	73.86

VII. PENALTIES/ PUNISHMENT/ COMPOUNDING OF OFFENCES (Under the Companies Act):

Type	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority (RD/ NCLT/Court)	Appeal made if any (give details)
A. COMPANY				
Penalty		None		
B. DIRECTORS				
Penalty Punishment Compounding		None		
C. OTHER OFFICERS IN DEFAULT				
Penalty Punishment Compounding		None		

(ANNEXURE 4)

CORPORATE SOCIAL RESPONSIBILITY ACTIVITIES TO BE INCLUDED IN THE BOARD'S REPORT**(1) A brief outline of the company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or Programmes.**

Premco Global Limited is venturing into manufacturing high-quality Woven and Knitted Elastic and Rigid narrow fabric and tape products designed for use in industry-specific applications in the apparel, lingerie, sports-related, medical, footwear, luggage and automotive fields. Having its Headquarters in Mumbai, India with sales offices throughout major garment production centers like Delhi, Chennai, Tirupur, Bangalore, Calcutta and Ahmedabad, Premco maintains close customer ties and is able to service requirements in line with the latest in market trend throughout Asia and the major garment production centers of the world.

Our Key Focus areas of CSR are providing healthcare services, education, providing medical facilities and food facilities to needy students, widows, sick members & orphans. The focus on health includes creating awareness

regarding physical fitness by doing yoga and playing sport. Free medicines, food, transportation, accommodation is provided to cancer patients by specified organizations stated below which are funded by Company to some extent.

(2) The Composition of the CSR Committee.

1. Devendra K. Shah Chairman
2. Ashok B. Harjani Member (Managing Director)
3. Lokesh P. Harjani Member (Executive Director)

(3) Average net profit of the company for last three financial years- (Rs In Lacs)

2014-2015	2015-2016	2016-2017	AVERAGE
1857.93	1950.93	1511.52	1773.46

(4) Prescribed CSR Expenditure (two per cent. Of the amount as in item 3 above)

Rs.35.47 lacs

(5) Details of CSR spent during the financial year.

- (a) Total amount spent during the financial year-35.32 lacs
- (b) Amount unspent, if any; NA.
- (c) Manner in which the amount spent during the financial year is detailed below:

(in Lacs)

Sr. No.	CSR project or activity identified	Sector in which the project is covered	Projects or programme	Amount outlay (budget project or programme wise	Amount spent on the project or programme		Cumulative expenditure up to the reporting period	Amount Spent direct or through implementing agency
					(1) Direct expenditure on projects or programmes	Overheads		
			Area					
1	Medical and Healthcare	Medical and Healthcare	Mumbai Maharashtra	11.51	11.51		11.51	Direct Seth G.S.M.C. & Kem hospital
2	Promoting Education	Child Education	Mumbai Maharashtra	3.6	3.6		15.11	St.Gonsalo Garcia Ashram
3	Promoting Education	Children Education	Mumbai Maharashtra	0.20	0.20		15.31	Direct UNICEF
4	Social welfare projects	Social welfare projects	Mumbai Maharashtra	1.855	1.855		17.165	Direct Holy Mission Of Guru Nanak
5	To Promote nationally recognized Sports	Badminton	Mumbai Maharashtra	2.00	2.00		19.165	Direct Pullela Gopichand Nimmagadda Foundation,
6	Social Upliftment	Rural Development	Rishikesh Uttarakhand	0.63	0.63		19.795	Sannyasa Peeth
7	Social Upliftment	education among girls, medical facilities to economically backward section of society	Mumbai Maharashtra	3.075	3.075		22.87	Direct Shri Sadhubella Udasin Ashram

PREMCO GLOBAL LTD

Sr. No.	CSR project or activity identified	Sector in which the project is covered	Projects or programme	Amount outlay (budget project or programme wise)	Amount spent on the project or programme	Cumulative expenditure up to the reporting period	Amount Spent direct or through implementing agency
8	Promoting Education	Children Education	Mumbai Maharashtra	10.00	10.00	32.87	Direct Matsyodari shikshan sanstha
9	To Promote nationally recognized Sports	Badminton	Thane Maharashtra	0.25	0.25	33.12	Direct THE THANE CITY & DISTRICT BADMINTON ASSOCIATION,
10	Rural development projects	Availability of drinking water	Mumbai Maharashtra	0.15	0.15	33.27	Shree Siddhivinayak Ganpati Temple Trust
11	Medical and Healthcare	Medical and Healthcare	Mumbai Maharashtra	0.55	0.55	33.82	Direct MPCT HOSPITAL
12	Social Upliftment	education among girls, medical facilities to economically backward section of society	Mumbai Maharashtra	0.25	0.25	34.07	Direct THE SOCIETY FOR THE WELFARE OF THE DIFFERENTLY ABLED PERSONS
13	Social Upliftment	education among girls, medical facilities to economically backward section of society	Mumbai Maharashtra	0.10	0.10	34.17	Direct BHARAT SEVASHRAM SANGHA
14.	Medical and Healthcare	Medical and Healthcare	Mumbai Maharashtra	0.50	0.50	34.67	Direct V.R. MEDICARE PVT. LTD,
15	Social Upliftment	education among girls, medical facilities to economically backward section of society	Mumbai Maharashtra	0.15	0.15	34.82	Direct SHREE MUMBADEVI MANDIR CHARITIES
16	Social Upliftment		Mumbai Maharashtra	0.15	0.15	34.97	Direct TWASTA KANSAR DNYATI SANSTHAN
17	Medical and Healthcare	Medical and Healthcare	Mumbai Maharashtra	0.15	0.15	35.12	Direct ST. MICHAEL'S CHURCH
18	Social Upliftment		Mumbai Maharashtra	0.15	0.15	35.27	Direct ISKCON CHOWPATTY
19	Social Upliftment	For installing solar electrification	Mumbai Maharashtra	0.05	0.05	35.32	Direct THE SOCIETY OF THE POOR SISITERS OF OUR LADY
TOTAL AMOUNT SPENT				35.32	35.32		



6. **Responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy is in compliance with CSR objectives and Policy of the company.**

The CSR Committee affirms that the implementation and monitoring of CSR Policy is in compliance with the CSR Policy and objectives of the Company.

Ashok B. Harjani
Managing Director
DIN-00725890

Devendra K. Shah
Chairman CSR Committee
DIN- 01254611

Place: Mumbai
Date: 29th May 2018

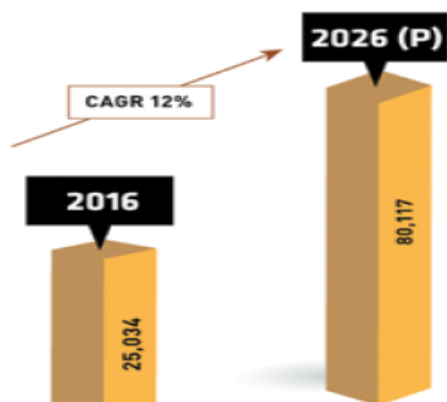
(ANNEXURE 5)

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

INDUSTRY STRUCTURE AND DEVELOPMENTS:

The Indian total Apparel market is currently estimated to grow at a promising CAGR of 9.7 percent till 2026.

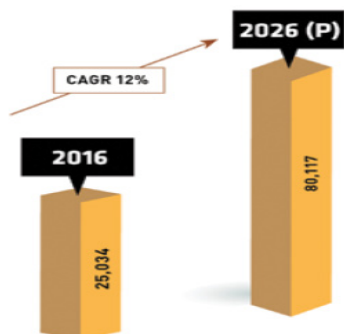
INNERWEAR MARKET, 2016 (INR CR)



Source: Technopak Analysis

The innerwear category, currently estimated at 25,034 crores, accounted for 8 percent of the total apparel market in 2016 and is one of the most rapidly growing categories, with an expected CAGR of 12 percent over next five years to reach 80,117 crores by 2026.

INNERWEAR MARKET, 2016 (INR CR)

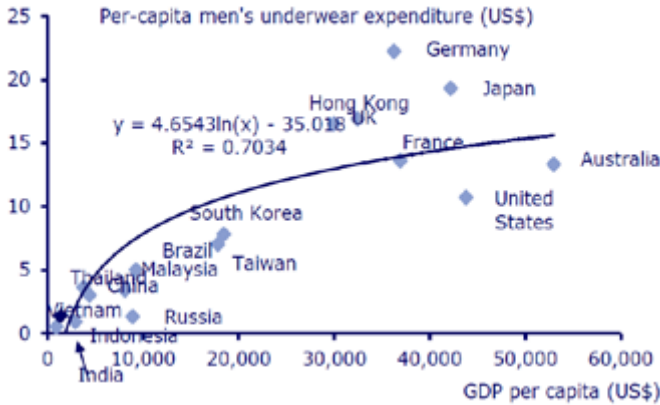


Source: Technopak Analysis

The men's innerwear market, which accounts for 3% of the Apparel Market, is estimated to grow at a CAGR of 8 to 9 percent. The women's innerwear segment has grown consistently and estimated accounts for 5 percent of the apparel market, is estimated to grow at a CAGR of 13 to 15 percent.



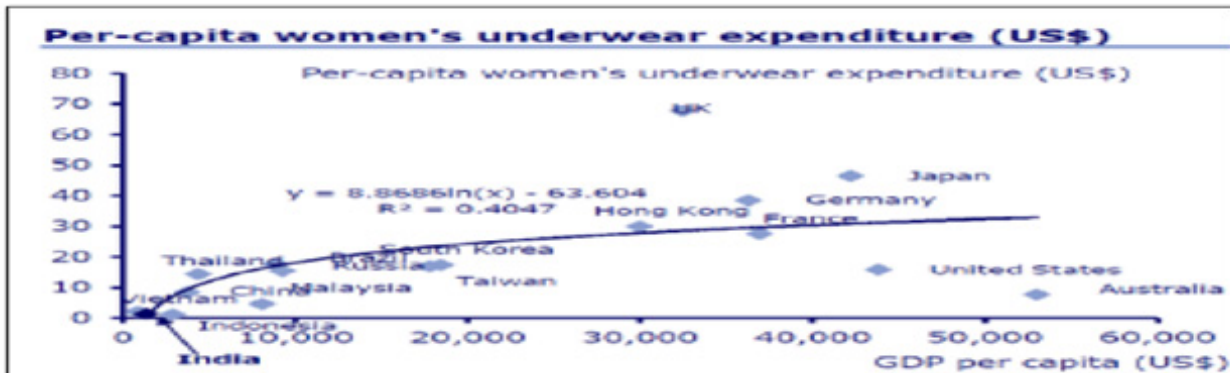
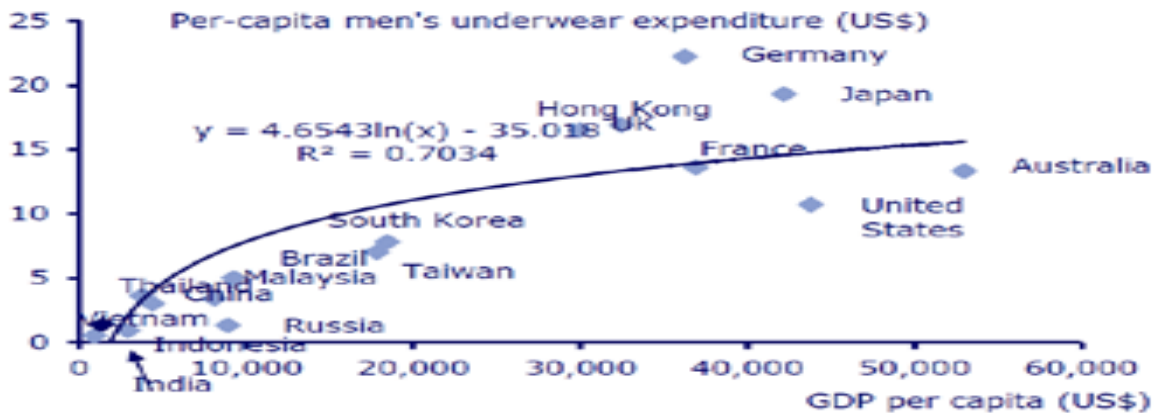
Per-capita men's underwear expenditure (US\$)



PER CAPITA SPENDS IN DIFFERENT COUNTRIES VS INDIA:

An analysis of Per Capita spends on innerwear globally shows clearly that there is a tremendous scope of growth both for Men and Women over the coming years , as shown below ;

Per-capita men's underwear expenditure (US\$)



Source: CLSA Asia-Pacific Markets, Euro monitor

Premco Global , which basically caters to Men's Innerwear category, has invested Rs.230.85 Lacs as CAPEX in modernizing the Indian Operations . Besides, the Company has spent a substantial amount towards reorganizing its warehousing facilities for effective storage and lower wastages. Apart from this , the Company as additionally spent Rs 104.61 Lacs in Equipment's and Machinerics

in Vietnam, to increase its capacities in the last financial year 2017-18. The Company is optimistic for the year 2018-19 and expects to grow at 10-15 % on a Consolidated Basis.

During the Year, the Company successfully withered the transitions of GST, lowering of the duty draw back rates and complying to the new Indian Accounting Standards - IND As.

OPPORTUNITIES AND THREATS :

Opportunities :

- The Changing habits of the Indian Consumer to use the Branded Under garments, will enable the Company to cater to premium segment and will have positive impact on realizations.
- Government's policy to protect Textile Sector from cheaper imports and overall Textile policy to favor the Company's long term growth.
- Opening of Indian Markets for Global Brands, will usher new opportunities to Premco Global .
- Company has obtained ISO 2015 certificate, which establishes the companies Quality Policy and continual endeavor to pursue quality goals.
- Depreciation in rupee and Company's hedging Policy will protect / enable the Company to post better export realizations.

Threats :

Company's Exposure to Foreign Currency Risks due to overseas Operations

The open policy of the government could result in more competition and more entrants / international players.

SEGMENTWISE PERFORMANCE :

As per the Management, Company is mainly engaged in the business of Manufacturing of Woven & Knitted Elastic Tapes and all other activities of the Company revolve around the main business, and as such, there are no separate reportable segments.

OUTLOOK :

Overseas customers have consistently shown confidence in quality products developed by the Company. Augmentation of additional Capacities in Vietnam, has given the strength to Indian Operations to cater to larger programs from Indian Large Business Houses like Rupa, G J Hosiery, Lux Industries and Dollar Industries.

Company has successfully transitioned in GST regime and mainly absorbed GST rates (5%) and lower Duty Draw back rates in its pricing policy.

Looking ahead the Company has already forayed into new and innovative products including Dyed Tapes and Tapes made from Super Soft Yarns. Going ahead, the company

expects to cater to large Orders from Global brands and customers.

INTERNAL CONTROLS & THEIR ADEQUACY :

The Company has well defined Internal Control Systems. The Company takes adequate care to review and monitor the working of Internal Control Systems. Internal Audit in the Organization is an independent appraisal activity and it also measures the efficiency, adequacy and effectiveness of other controls in the Organization.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE :

FINANCIAL RESULTS:

(Rs. In Lakhs)

Particulars	Standalone*		Consolidated*	
	2017-2018	2016-2017	2017-2018	2016-2017
Revenue from operations	6195.90	6985.51	7839.44	7433.71
Other Income	371.52	348.92	297.20	316.79
Total Income	6567.42	7334.43	8136.64	7750.50
Operating expenditure	5609.82	5215.59	7044.57	5722.51
EBDIT	957.60	2118.84	1092.07	2027.99
Depreciation & Interest	274.85	357.32	374.26	445.11
Profit before Tax	682.75	1761.52	717.81	1582.88
Less: Taxes	176.93	584.44	176.93	584.44
Profit for the Period	505.82	1177.08	540.88	998.44
Other Comprehensive Income	1.64	(3.24)	1.64	(3.24)
Total Comprehensive Income for the Year	507.46	1173.84	542.52	995.20
Attributable to :				
Shareholders of the Company	507.46	1173.84	528.11	1020.88
Non-controlling interests	N.A.	N.A.	14.41	(25.68)
Appropriations:				
Dividend on Equity Shares (Excluding Tax)	99.14	99.14	99.14	99.14
Tax on Dividends	20.19	20.19	20.19	20.19
General Reserve	51.00	99.00	51.00	99.00
Earnings per share:				
Basic	15.36	35.52	15.98	30.89
Diluted	15.36	35.52	15.98	30.89

* The Figures for Previous year have been re-instated/-regrouped in order to comply with Ind As

as applicable from 01.04.2017 and as specified in Accounting Policies and Notes to Accounts.

Standalone Results Review :

During the year under review, Company's revenue from operations stood at Rs. 6195.90 Lakhs as against Rs.6985.51 Lakhs in the previous year, The Domestic Operations showed



marginal growth and the revenue from export operations were lower by 17.04% as compared to previous year.

As per the company's long term strategy , a part of the Indian exports was shifted to the new Vietnamese plant, which produced and supplied global customers locally. The Company expects this trend to be completed by 2018-19, whereby the company will be able to fully utilize Indian capacities and look for further growth opportunities.

The Revenue from Duty Drawback declined by Rs. 101.33 Lacs, as compared to previous year is mainly due to revision of Duty Draw Back Rates w.e.f 01.07.2017, post GST Implementation. The Company has since restructured/Revised its Pricing policy to nullify the impact for the future.

The Company has earned a Net profit after Tax of Rs. 505.82 Lakhs compared to the Net Profit after Tax of Rs. 1173.84 Lakhs during the previous accounting year. The Ind As impact as shown below mainly explains the reason for decline in Profits. As per Ind As income recognition Principles, the Company's Net Income of Rs 313.44 Lakhs was recognised in the earlier Period i.e. 2016-17 and 2017-18. This also has been explained in Notes to Accounts. A further decline in profits were due to lower exports due to strategic change in Company's policy to supply the goods locally in Vietnam. This being temporary in nature, it will have a positive effect in the long term. In fact Company has already recouped most of the lost ground in the beginning of financial year 2018-19.

The Company's other Income during 2017-18 stood at Rs 371.52 Lacs as compared to previous year Rs. 348.92 Lacs, the difference being mainly on account of Interest Income from its subsidiary, to whom the company had provided short term loans for catering to its Working Capital needs.

The Company's EBDIT for the year on standalone basis was at Rs 957.60 Lakhs as against Rs. 2118.84 Lakhs during the previous year. The standalone Profit After Tax of the Company stood at Rs 505.82 as against Rs1177.08 Lakhs during the previous year. The Company's Total Comprehensive Income stood at Rs 507.46 as against Rs1177.08 Lakhs during the previous year.

A BRIEF EXPLANATION ON PERFORMANCE:

(1) Ind AS effect:

As you know Company implemented Ind AS during the year 2017-18. The Effect of the same has been explained at Notes to Accounts at Note No. 48. The same is further explained as under;

- The Profits After Tax of 2016-17 was reinstated from Rs 985.79 Lacs to 1173.84 Lacs thereby having positive impact of Rs188.05 Lacs
- The Reserves of 2015-16 were positively impacted by Rs. 125.39 Lacs

Therefore Profit After Tax for the 2017-18 stands at Rs. 819.26 Lacs **based on OLD GAAP**, as against the Net Profit of Rs 985.79 Lacs in the previous financial year.

The Other effects are summarized in Notes to Accounts 2017-18. The above also had the impacted the current years results.

Consolidated Results Review :

On Consolidated basis, revenue from operations stood at Rs. 7839.44 Lakhs against Rs.7433.71 Lakhs in the previous year. The Company posted a positive turnover on a consolidated basis due better results from its overseas operations. **The Vietnamese operations have stabilized fully and product is being supplied to Global customers as per specifications.** The company recouped the deficit shown in standalone operations and also posted a marginal increase in turnover as comparative to previous year.

The Company's Consolidated EBDIT for the year stood at Rs.1092.07 Lakhs as against Rs. 2027.99 Lakhs,

The Net Profit after Tax stood at 540.88 Lakhs as compared to the Net Profit after Tax of Rs. 998.44 Lakhs during the previous accounting year. The Company's Consolidated Total Comprehensive Income stood at Rs 542.52 Lacs as against Rs 995.20 Lakhs.

The Company's Subsidiary viz PREMCO GLOBAL VIETNAM COMPANY LIMITED, has for the first time , reported financial breakeven and profits for the quarter ended 31.03.2018 and has since been giving consistent results.

The Company's strategy to go for subsidiary in Vietnam, has started yielding results, and will reflect in improved performance of ensuing quarters.

The Management re-iterates its faith in expansion of capacities in Vietnam and expects a growth rate of 10% to 15% in the Current Financial Year on a consolidated basis though increase in turnover, improved penetration in domestic market and strong inroads on export front along with appropriate restructuring of products and procedures.

The reasons as explained in previous paragraph hold good for consolidated results.

A BRIEF EXPLANATION ON PERFORMANCE:

(2) Ind AS effect:

As you know Company implemented Ind AS during the year 2017-18. The Effect of the same has been explained at Notes to Accounts at Note No. 48. The same is Further Explained as under;

- The Profits After Tax of 2016-17 was reinstated from Rs 832.84 Lacs to 1020.89 Lacs thereby having positive impact of Rs188.05 Lacs

· The Reserves of 2015-16 were positively impacted by Rs. 125.39 Lacs

Therefore Profit After Tax for the 2017-18 stands at Rs. 1146.38 Lacs **based on OLD GAAP**, as against the Net Profit of Rs 832.83 Lacs in the previous financial year.

The Other effects are summarized in Notes to Accounts 2017-18. The above also had the impacted the current years results.

MATERIAL DEVELOPMENT IN HUMAN RESOURCES (INCLUDING NO OF PERSONNEL EMPLOYED):

The Company believes that Human Resource is one of the most vital resources and a key pillar in providing the Organization a competitive edge in a current business environment.

The Work Environment is very challenging and performance oriented. The Company recognizes employee potential and provides them with growth opportunities and takes suitable measures for employee's welfare.

As on 31st March 2018, Premco Global Ltd Employs 500 strong workforce in Indian Operations and more than 200 workers in Vietnam.

The company has taken various technical upgradation and training Programmes to upgrade the communication, safety and technical skills of their employees. The Company conducts on the Job Training also gives rewards for improvement in Delivery, quality of Products and automation within the plants.



(ANNEXURE 6)
Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st March 2018

[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,
PREMCO GLOBAL LIMITED
Mumbai.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by PREMCO GLOBAL LIMITED (hereinafter called the company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company of 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, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March 2018 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:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March 2018 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) 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; (Not applicable to the Company during the Audit Period);
- (v) 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 (Listing Obligation and Disclosure Requirements) Regulations, 2015;
 - (b) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

- (c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; There were no further issue of securities during the year under review.
 - (e) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 / The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
 - (f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - (g) 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;
 - (h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; There were no proposals for delisting of its Equity shares during the year under review. and
 - (i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; There were no Buy Back of its Equity shares during the year under review.
- (vi) Other laws applicable to Company
1. Custom Act 2013
 2. Foreign Trade Policy 2015-2020
 3. Excise laws and Other State Vat Laws applicable
 4. Labour Laws and other incidental laws related to labour and employees.
 5. Shop and Establishment Act & Rules (State wise)
 6. Acts prescribed under prevention and control of pollution and environmental protection.

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

- (i) Secretarial Standards issued by the Institute of Company Secretaries of India;
- (ii) The Listing Agreements entered into by the Company with the BSE Limited and Securities and Exchange Board of India (Listing Obligation 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.

We 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 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.

Majority decisions of the Board are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors.

We 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.

This Report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this Report.

For **SANJAY DHOLAKIA & ASSOCIATES**

(SANJAY R DHOLAKIA)

Practising Company Secretary

Proprietor

Membership No. 2655 /CP No. 1798

Date: 29th May 2018

Place: Mumbai

Annexure A

To,
The Members,
PREMCO GLOBAL LIMITED
Mumbai.

Our 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. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial record. The verification was done on test basis to ensure that the correct facts are reflected in secretarial records. We believe that the practices and processes we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained management representation about the compliance of laws, rules, regulations, norms and standards and happening of events.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, norms and standards is the responsibility of management. Our examination was limited to the verification of procedure 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.

For **SANJAY DHOLAKIA & ASSOCIATES**

(SANJAY R DHOLAKIA)

Practising Company Secretary

Proprietor

Membership No. 2655 /CP No. 1798

Date: 29th May 2018

Place: Mumbai

REPORT ON CORPORATE GOVERNANCE

In terms of Compliance to Schedule V of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. The Corporate Governance report for current year is as follows:

1) Company's Philosophy:

The Company's policies, practices and philosophy adopted since inception are in line with Corporate Governance. These policies, practices are required periodically to ensure its effective compliance. The composition of Board of Directors is well balanced with a view to manage the affairs of the Company efficiently and professionally. The Company's philosophy is to produce Woven & Knitted Elastic Tapes of high quality conforming to the International Standards and provide satisfaction to all stakeholders including customers, shareholders and employees.

The Company is in Compliance with the requirements stipulated under Regulation 17 to 27 read with Schedule V and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 as applicable with regard to corporate governance.

2) Board of Directors

The Company has Eight Directors on the Board out of which four are Independent. The Board of Directors of the Company has an optimum combination of Executive, Non-Executive and Independent Directors who have an in-depth knowledge of business, in addition to the expertise in their areas of specialization.

(i) Composition and Category of Directors as of 31st March 2018 is as follows:

Category	Name of the Director	Other Directorship
Executive Directors	Ashok B. Harjani	-
	Lokesh P. Harjani	Pixel Packaging Ltd. (Managing Director)
	Nisha P. Harjani (CFO)	Pixel Packaging Ltd.
	Sonia A. Harjani	Pixel Packaging Ltd.
Non Executive & Independent Directors	Devendra K. Shah	-
	Rajesh M. Mahtani	-
	Prem Indur Gidwani	-
	Sonu A. Chowdhary	-

* Executive Directors belong to Promoter Group and are related to each other.

None of the Directors of the Company holds membership of more than 10 Board Committee or Chairmanships of more than 5 Board Committees. All the Independent Directors have confirmed that they meet the criteria of Independence and do not hold any shares of the Company.

(ii) Number of Board Meetings held, dates on which held:

The Board of Directors duly met five (5) times during the financial year from 1st April 2017 to 31st March 2018 and

the gap between two meetings did not exceed one hundred and twenty days. The dates on which the meetings were held are as follows:

09th May 2017, 07th September 2017, 18th September 2017, 12th December 2017 and 14th February 2018.

The necessary Quorum was present for all the meetings.

(iii) Attendance of each Director at the Board Meetings and the last AGM held on 20th July 2017:

Name of the Director	Category	No. of Board Meetings Attended	Last AGM attendance (Yes / No)
Ashok B. Harjani Chairman and Managing Director	Non Independent Executive	5	Yes
Lokesh P. Harjani Whole Time Director	Non Independent Executive	3	Yes
Devendra K. Shah	Independent Non-Executive	4	Yes
Rajesh M. Mahtani	Independent Director Non-Executive	5	Yes
Prem Indur Gidwani	Independent Director Non-Executive	5	Yes
Sonu A. Chowdhary	Independent Director Non-Executive	4	Yes
Nisha P. Harjani Chief Financial Officer and Director	Non Independent Executive	5	Yes
Sonia A. Harjani Director	Non Independent Executive	5	Yes

(iv) The terms and conditions of appointment of Independent Directors & Familiarization programme are disclosed on the website of the company. The company has also obtained declarations from all the Independent Directors pursuant to section 149 (7) of the Companies Act, 2013.

(v) The details of Familiarization programme of the Independent Directors are available on the website of the Company. None of the Non-executive Directors during the year held any shares or convertible instruments. None of the Non-executive Directors had any inter-se relationships with the Company or with any of the Directors of the Company. The details of familiarization programmes imparted to Independent Directors is available on the website of the Company at www.premcoglobal.com

(vi) The Board evaluates the performance of Non-executive and Independent Directors every year. All the Non-executive and Independent Directors are eminent personalities having wide experience in the field of business, industry and administration. Their presence on the Board is advantageous and fruitful in taking business decisions.

(vii) The Independent Directors held a Meeting on 29th March 2018 without the attendance of Non-Independent Directors. The Independent Directors reviewed the performance of non-independent directors and the Board as a whole.

3) Committees of the Board:

Audit Committee	Stakeholders Relationship Committee	Nomination and Remuneration Committee	Corporate Social Responsibility Committee
Mr. Devendra K. Shah Chairman Independent Director	Rajesh M. Mahtani Chairman Independent Director	Mr. Devendra K. Shah Chairman Independent Director	Mr. Devendra K. Shah Chairman Independent Director
Mr. Lokesh P Harjani Member Whole time Director	Mr. Ashok B. Harjani Member Managing Director	Mr. Ashok B. Harjani Member Managing Director	Mr. Ashok B. Harjani Member Managing Director
Mr. Rajesh M Mahtani Member Independent Director	Mr. Devendra K. Shah Member Independent Director	Rajesh M. Mahtani Member Independent Director	Mr. Lokesh P Harjani Member Whole time Director

I) Audit Committee:

The audit committee of the Company is constituted in line with the provisions of Regulation 18 of SEBI Listing Regulation, read with section 177 of the act.

i) Terms of reference:

The Audit Committee reviews the audit reports submitted by the Internal Auditor and Statutory Auditors, financial results, effectiveness of internal audit processes and the Company's risk management strategy.

- To oversee the financial reporting process.
- To oversee the disclosures of financial information.
- To recommend appointment / terms of appointment of auditors and fixation of their fees.
- To review the quarterly/half yearly financial results and annual financial statements with the management, internal auditor and the statutory auditor.
- To review with the management, statutory auditors and the internal auditors the nature and scope of audits and the adequacy of internal control systems.
- To review major accounting policies and compliance with accounting standards and listing regulations entered into with the stock exchange and other legal requirements concerning financial statements.
- To review and approve related party transactions of material nature, with promoters or the management and their relatives that may have potential conflict with the interests of the Company at large or any subsequent modification thereof.
- To investigate any matter covered under Section 177 of the Companies Act, 2013.
- To review the financial and risk management policies.

ii) Composition:

The Audit Committee of the Company consists of 2 Independent Directors and 1 Executive Director. The

Chairman of the Audit Committee is Independent Director and is financially literate and majority of them having accounting or related financial management experience. Company Secretary acts as Secretary to the Committee.

iii) No. of Meetings held during the year:

During the year the Committee had 4 Meetings i.e. 09th May 2017, 07th September 2017, 12th December 2017 and 14th February 2018.

iv) Composition, name of Members and attendance during the year:

Name of the Director	Category	No. of Meetings held	No. of Meetings Attended
Mr. Devendra K Shah (Chairman)	Independent, Non-Executive	4	3
Mr. Rajesh M Mahtani	Independent, Non-Executive	4	4
Mr. Lokesh P Harjani	Non-Independent, Executive	4	2

II) Nomination and Remuneration Committee:

The Nomination and remuneration committee of the Company is constituted in line with the provisions of Regulation 19 of SEBI Listing Regulation, read with section 178 of the act.

i) Terms of reference:

This Committee shall identify the persons, who are qualified to become Directors of the Company / who may be appointed in Senior Management in accordance with the criteria laid down, recommend to the Board their appointment and removal and also shall carry out evaluation of every director's performance. Committee shall also formulate the criteria for determining qualifications, positive attributes, independent of the Directors and recommend to the Board a Policy, relating to the remuneration for the Directors, Key Managerial Personnel and other employees.

ii) Composition:

The Nomination and Remuneration Committee of the Company consists of 2 Independent Directors and 1 Executive Director.

iii) No. of Meetings held during the year:

During the year the Committee had 1 meeting i.e. on 14th February 2018.

iv) Composition, name of Members and attendance during the year:

Name of the Director	Position	No. of Meetings held	No. of Meetings Attended
Mr. Devendra K Shah (Chairman)	Independent, Non-Executive	1	1
Mr. Rajesh M Mahtani	Independent, Non-Executive	1	1
Mr. Ashok B. Harjani	Non-Independent, Executive	1	1



v) **Details of Remuneration to Executive Directors and Non-Executive Director's is provided in Directors Report in point no. VI of Extract of Annual Return.**

- (a) All pecuniary relationship or transactions of the non-executive directors vis-à-vis the listed entity- Company gives only sitting fees to non-executive directors and the same has been disclosed in extract of Annual Return in Director's Report.
- (b) Criteria of making payments to non-executive directors and weblink - NA
- (c) Disclosures with respect to remuneration: in addition to disclosures required under the Companies Act, 2013, the following disclosures to be made:
 - (i) Details of fixed component and performance linked incentives, along with the performance criteria:- Basic Salary & Allowances are fixed components whereas Bonus, Performance Bonus, perquisites are variable components.
 - (ii) Service contracts, notice period, severance fees-NA
 - (iii) Stock option details, if any and whether issued at a discount as well as the period over which accrued and over which exercisable.

The Chairman informed to the Board in the Board Meeting held on 18.09.2017 that Employee Compensation Committee has granted 40800 shares to the permanent employees of the Company as per Premco Global Limited Employee Stock Scheme 2017.

vi) **Remuneration Policy**

I. **OBJECTIVE:**

The Nomination and Remuneration Committee (NRC or the Committee) has formulated the Nomination & Remuneration Policy in compliance with Section 178 of the Companies Act, 2013 read with the applicable rules thereto and Regulation 19(4) read with Part D of Schedule II under the Listing Regulations, as amended from time to time. This policy is mainly focused on nomination and remuneration of Directors, Key Managerial Personnel and Senior Management.

The objective of the policy is to ensure that:

- To formulate the criteria for determining qualifications, competencies, positive attributes and Independence for appointment of Director's and recommend to the Board policies relating to remuneration of Director's , Key Managerial Personnel and other Employees.
- To formulate the criteria for evaluation of performance of all Directors on the board.
- the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully;
- relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and

- Remuneration to directors, key managerial personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals.

II. **DEFINITIONS**

Key definitions of terms used in this Policy are as follows:

1. **Act** means the Companies Act, 2013 and Rules framed thereunder, as amended from time to time.
 2. **Listing Regulations** means SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time.
 3. **Board** means Board of Directors of the Company.
 4. **Directors** mean Directors of the Company.
 5. **Key Managerial Personnel** means
 - i. Chief Executive Officer or the Managing Director or the Manager;
 - ii. Whole-time director;
 - iii. Chief Financial Officer;
 - iv. Company Secretary; and
 - v. such other officer as may be prescribed.
 6. **Senior Management** means personnel of the company who are members of its core management team excluding the Board of Directors including Functional Heads.
- III. **ROLE OF COMMITTEE**
- The Committee shall:
- i. Periodically reviewing the size and composition of the Board to ensure that it is structured in such a manner which enables to take appropriate decision in the best interest of the Company as a whole;
 - ii. Formulate criteria for determining qualifications, positive attributes and independence of a Director. Establish and on regular basis review the succession plan of the Board, KMPs and Senior Executives;
 - iii. Identify persons who are qualified to become Director and persons who may be appointed in Key Managerial and Senior Management positions in accordance with the criteria laid down in this policy;
 - iv. To formulate criteria for evaluation of Independent Directors and the Board;
 - v. Recommend to the Board performance criteria for the Directors, KMPs and Senior Management;
 - vi. Recommend to the Board, appointment and removal of Director, KMP and Senior Management Personnel and their remuneration;
 - vii. Help the Board to formulate and ensure the Board nomination process keeping in mind the diversity of gender, expertise, experience and Board structure;
 - viii. To perform such other functions as may be necessary

or appropriate for the performance of its duties.

IV. **Policy for appointment and removal of Director, KMP and Senior Management**

i. **Appointment criteria and qualifications**

- a. The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend to the Board his / her appointment, as per Company's Policy.
- b. A person, to be appointed as Director, should possess impeccable reputation for integrity, deep expertise and insights in sectors/areas relevant to the Company, ability to contribute to the Company's growth, complementary skills in relation to the other Board members.
- c. A whole-time KMP of the Company shall not hold office in more than one Company except in its Subsidiary Company at the same time. However, a whole-time KMP can be appointed as a Director in any Company with the permission of the Board of Directors of the Company.

ii. **Term / Tenure**

A. **Managing Director/Whole-time Director:**

The Company shall appoint or re-appoint any person as its, Managing Director and CEO or Executive/ Whole-time Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

B. **Independent Director:**

- An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.
- No Independent Director shall hold office for more than two consecutive terms, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director.

Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

At the time of appointment of Independent Director it should be ensured that number of Boards on which such Independent Director serves is restricted to seven Listed Companies as an Independent Director and three Listed Companies as an Independent Director in case such person is serving as a Whole-time Director of a Listed Company or such other number as may be prescribed under the Act.

Evaluation

The Committee shall carry out evaluation of performance of every Director, KMP and Senior Management Personnel at regular interval (yearly) or at such intervals as may be considered necessary.

Removal

The Committee may recommend to the Board, with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the Act, rules and regulations and the policy of the Company.

Retirement

The Director, KMP and Senior Management Personnel shall retire as per the term of appointment, provisions of the Act, Listing Regulations and the Policies of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/remuneration or otherwise even after attaining the retirement age, for the benefit of the Company subject to compliance of provisions of the Act and Listing Regulations.

V. **Policy relating to the Remuneration for the Managing Director, Whole-time Director, KMP and Senior Management Personnel**

1. **Remuneration to Managing Director / Whole-time Directors**

The Remuneration/ Commission etc. to be paid to Managing Director / Whole-time Directors, etc. shall be governed as per provisions of the Companies Act, 2013 and rules made there under or any other enactment for the time being in force and the approvals obtained from the Members of the Company.

2) **Remuneration to Non- Executive / Independent Directors**

- a) The Non-Executive / Independent Directors may receive sitting fees and such other remuneration as permissible under the provisions of Companies Act, 2013. The amount of sitting fees shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors.
- b) All the remuneration of the Non- Executive / Independent Directors (excluding remuneration for attending meetings as prescribed under Section 197 (5) of the Companies Act, 2013) shall be subject to ceiling/ limits as provided under Companies Act, 2013 and rules made there under or any other enactment for the time being in force. The amount of such remuneration shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors or shareholders, as the case may be.

3) **Remuneration to Key Managerial Personnel and Senior Management**

- a) The remuneration to Key Managerial Personnel and



Senior Management shall consist of fixed pay and incentive pay, in compliance with the provisions of the Companies Act, 2013 and in accordance with the Company's Policy.

- b) The Fixed pay shall include monthly remuneration, employer's contribution to Provident Fund, contribution to pension fund, pension schemes, etc. as decided from time to time.
- c) The Incentive pay shall be decided based on the balance between performance of the Company and performance of the Key Managerial Personnel and Senior Management, to be decided annually or at such intervals as may be considered appropriate.
- 4) Provisions for excess remuneration**

If any Managing Director, Whole-time Director draws or receives, directly or indirectly by way of remuneration any such sums in excess of the limits prescribed under the Act or without the approval of the shareholders or the Central Government, where required, he / she shall refund such sums to the Company and until such sum is refunded, hold it in trust for the Company. The Company shall not waive recovery of such sum refundable to it unless permitted by the shareholder or Central Government.

VI. Implementation:

- The Committee may issue guidelines, procedures, formats, reporting mechanism and manuals in supplement and for better implementation of this policy as considered appropriate.
- The Committee may Delegate any of its powers to one or more of its members.

III) Stakeholders Relationship Committee:

The Stakeholders Relationship committee of the Company is constituted in line with the provisions of Regulation 20 of SEBI Listing Regulation, read with section 178 of the act.

i) Terms of reference:

The Committee focuses primarily on monitoring expeditious redressal of investors / stakeholders grievances and also function in an efficient manner that all issues / concerns stakeholders are addressed / resolved promptly and transfers of shares.

ii) Composition of the Committee:

The Committee consists of 2 Non-Executive Independent Directors and 1 Executive Director.

iii) No. of meetings held and attended during the year:

During the year the 4 Stakeholders Relationship Committee Meetings were held i.e. 09th May 2017, 07th September 2017, 12th December 2017 and 14th February 2018.

The attendance of the Members at the meeting was as under:

Name of the Director	Position	No. of Meetings held	No. of Meetings Attended
Mr. Rajesh M Mahtani (Chairman)	Independent, Non-Executive	4	4
Mr. Devendra K Shah	Independent, Non-Executive	4	3
Mr. Ashok B. Harjani	Non-Independent, Executive	4	4

iv) Name and Designation of Compliance Officer:

Ms. Pooja Shekhawat – Company Secretary and Compliance Officer w.e.f 14th February, 2018.

v) Shareholder's Services:

The total number of complaints received & resolved during the year were 3 & there were no complaints pending as on 31.03.2018.

Sr. No.	Nature of Complaints	2017-2018	
		Received	Redressed
1.	Non receipt of Dividend Warrants	3	3
	TOTAL	3	3

vi) Corporate Social Responsibility (CSR) Committee:

The CSR committee of the Company is constituted in line with the provisions of section 135 of the act.

- Recommend the amount of expenditure to be incurred on the activities for CSR
- Monitor the CSR policy from time to time 1 Meeting of CSR committee was held during the year on 26th March, 2018

Composition, name of Members and attendance during the year:

Name of the Director	Position	No. of Meetings held	No. of Meetings Attended
Mr. Devendra K Shah (Chairman)	Independent, Non-Executive	1	1
Mr. Ashok B. Harjani	Non-Independent, Executive	1	1
Mr. Lokesh P. Harjani	Non-Independent, Executive	1	1

4) General Body Meetings:

Location and time for the last three AGMs:

Year	Date	Venue	Time	Special Resolution
2014-2015	1 st September 2015	The All India Plastic Manufactures Association , AIPMA House, A -52 Street No. 1, MIDC, Marol, Andheri (E), Mumbai - 400 093.	9.30 a.m.	1. Appointment of Mrs. Sonu A. Chowdhary as woman Director. 2. Appointment & Increase in Remuneration of Mr. Ashok B. Harjani (MD) 3. Increase in Remuneration of Mr. Lokesh P. Harjani (ED)
2015-2016	09 th September 2016	The International by Tunga B 11, Midc Central Road, Andheri East, Mumbai- 400 093.	10.00a.m	1. To approve "Premco Global Limited Employee Stock option scheme 2016."
2016-2017	20 th July, 2017	Hotel Suncity Residency at 16 th Road, MIDC, Marol, Near Maheshwari Nagar, Andheri (E), Mumbai – 400 093.	10.00a.m	1. To approve "Premco Global Limited Employee Stock option scheme 2016" Subsidiary Company Employees.

- No Postal Ballot was conducted during the year.

5) Other Disclosures:

i) Related Party transaction:

All material transaction entered into with related parties as defined under the Act were in the ordinary course of business which have been approved by Audit Committee. The policy for related party has been uploaded on company's website at www.premcoglobal.com. Transactions with related parties, as per requirements of Accounting Standard 18, are disclosed in notes to accounts annexed to the financial statements.

ii) Details of Non-Compliance by the Company, penalty imposed by stock exchange or SEBI (Securities and Exchange Board of India) or any other Statutory Authority:

There were no cases of non-compliance during the year 2016-17 and 2017-18. However during the year 2015-2016, Company has paid penalty of Rs.50,000/- for late appointment of women Director on Board of the Company to BSE dated 21.08.2015.

iii) The Company has adopted Whistle blower policy and has established necessary vigil mechanism for Directors & Employees to report unethical behavior as per under regulation 22 of SEBI Listing Regulations. Whistle blower policy has been uploaded on company's website at

www.premcoglobal.com

- iv) Company has Committee for prevention of sexual harassment as workplace, during the year under review no complaints has been reported as such.
- v) The Company has adopted a policy on Determination of Materiality for Disclosures as per Regulation 23 of SEBI Listing Regulations. Policy for the same been uploaded on company's website at www.premcoglobal.com
- vi) The Company has adopted preservation of documents policy as per Regulation 9 of SEBI Listing Regulations. Policy for the same been uploaded on company's website at www.premcoglobal.com
- vii) Practising Company Secretary of the Company gives quarterly report on reconciliation of Share Capital Audit to reconcile total admitted equity shares with National Securities and Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). The audit report confirms that total issued/paid up share capital is in agreement with total number of shares in Physical & Dematerialized shares with NSDL & CDSL.
- viii) The Members of Board and senior management personnel have affirmed compliance with the Code of conduct applicable to them during the year ended March 31, 2018.

6) Means of Communication:

The Quarterly, Half-yearly and Annual Financial Results of the Company are communicated to the Stock Exchanges immediately after the same are considered by the Board and are published in the all India editions of Mumbai Lakshayadeep and The Afternoon (Mumbai). The results and official news releases of the Company are also made available on the Company'

7) SEBI Complaints Redressal System (SCORES):

SEBI has initiated SCORES for processing the investor complaints in a centralized web based redress system and online redressal of all the shareholders complaints. The company is in compliance with the SCORES and redressed the shareholders complaints well within the stipulated time.

8) General Shareholder's Information:

AGM Date	: 25 th September, 2018
Time and venue	: 3.00 P.M. at The International by Tunga at B/11, MIDC Central Road, MIDC, Opp. Ahura Centre, Andheri (East), Mumbai – 400 093.
Financial Year	: 1 st April, 2017 to 31 st March, 2018
Book Closure Date /Record Date	: As mentioned in AGM Notice
Listing on Stock Exchanges	BSE Ltd : Phiroze Jeejeebhoy Towers, Dalal Street Mumbai- 400001 Phones : 91-22-22721233/4
Stock Code	: BSE: 530331
CIN	: L18100MH1986PLC040911



The Company has paid listing fees for the year 2018-19 stock exchanges.

9) Market Price Data:

Monthly High and Low quotations along with the volume of shares traded at National Stock Exchange of India Ltd & Bombay Stock Exchange Ltd during the financial year 2017-18:

Month & Year	BSE		
	High (Rs.)	Low (Rs.)	Volume
April, 2017	540.00	469.50	86,516
May, 2017	514.00	390.00	45,222
June, 2017	474.95	390.00	83,687
July, 2017	518.00	445.50	46,620
August, 2017	499.50	373.00	20,606
September, 2017	487.00	409.00	35,762
October, 2017	497.95	437.00	40,058
November, 2017	500.00	441.05	26,862
December, 2017	500.00	385.05	95,774
January, 2018	495.05	397.65	88,961
February, 2018	431.95	331.00	75,047
March, 2018	400.00	315.55	37,849

10) Subsidiary Company:

The Company holds 85% stake in its foreign Subsidiary viz. Premco Global Vietnam Company Limited. The Company completed its expansion projects and has been consistently operating with full capacity operations in last six months. The Consolidated Financials are provided for the year ended 31.03.2018.

11) Unclaimed Dividend Amounts:

Pursuant to the provisions of Section 124 of the Companies Act, 2013, the dividend for the following years, which remain unclaimed for seven years, will be transferred to Investor Education and Protection Fund (IEPF) established by the Central Government.

Members who have not so far encashed their dividend warrant(s) are requested to seek revalidation of dividend warrants in writing to the Company's Registrar and Transfer Agents, M/s. Bigshare Services Pvt. Ltd., immediately. Members are requested to note that no claims shall lie against the Company in respect of any amounts which were unclaimed and unpaid for a period of seven years from the dates that they first became due for payment and no payment shall be made in respect of any such claims.

Members are also advised to update their correspondence address in their demat accounts in case of their holdings in electronic form or inform their latest correspondence address to the Registrars in case of holdings in physical form.

Information in respect of such unclaimed dividends due for transfer to the Investor Education and Protection Fund (IEPF) is as follows.

Year	Dividend Per share	Date of Declaration of Dividend	Year for transfer to IEPF
2010-2011	1.20	17-Aug-2011	2018
2011-2012	1.20	18-Sep-2012	2019
2012-2013	1.80	19-Aug-2013	2020
2013-2014	2.00	14-Aug-2014	2021
2014-2015	2.70	01-Sep-2015	2022
2015-2016	2.50 + 0.50	22-Mar-2016/09-Sep-2016	2023
2016-2017	3.00	20-July-2017	2024

The Company has transferred Rs. 1,90,498/- to IEPF on 16.10.2017 pertaining to Financial year 2009-2010.

The total number of shares that were pending to be transferred to IEPF as on 31.03.2018 were 22,490.

12) Dematerialization of Shares and Liquidity:

The Equity Shares of the Company are traded compulsorily in Demat. The Demat facility is available to all Shareholder of the Company, who request for such facility.

ISIN No. of the Company's Equity Shares in Demat Form: INE 001E01012

Depository Connectivity: NSDL and CDSL

13) Registrar and Transfer Agents:

M/s. Big Share Services Private Limited is Registrar and Transfer Agent of the Company. Any request pertaining to investor relations may be addressed to the following address:

Big Share Services Private Limited,
1st Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makwana Road, Marol, Andheri (East), Mumbai – 400 059.
Tel.No.091-022-62638200
Fax No.091-022- 62638299
Email: investor@bigshareonline.com
Contact: Ms. Charul Bhalla

14) Share Transfer System:

93.94% of equity shares of the Company are in electronic Form as on 31.03.2018. Transfer of these shares are done through the depositories with no involvement of Company, with regards to transfer of shares in Physical form the transfer documents can be lodged with Company's RTA M/S. Bigshare Services Pvt. Ltd.

15) Shareholding as on March 31, 2018.

a) Distribution of Share Holdings:

No. of Equity Shares Held	As on 31.03.2018			
	No. of Shares	% to equity	No. of share holders	% to shareholders
1-500	287306	8.6936	2733	89.8718
501-1000	131937	3.9923	167	5.4916

1001-2000	104826	3.1719	70	2.3019
2001-3000	38141	1.1541	14	0.4604
3001-4000	68257	2.0654	19	0.6248
4001-5000	32618	0.9870	7	0.2302
5001-10000	104325	3.1568	14	0.4604
10001 and above	2537390	76.7789	17	0.5590
Total	33,04,800	100.00	3041	100.00

b) Categories of Equity shareholders as on 31st March 2018 :

Category	No. of Shares Held	% of paid up capital
Promoters & promoter group	2113454	63.95
Corporate Bodies	78700	2.38
Clearing Member	5516	0.17
NRIs	253021	7.65
Mutual Funds	72600	2.20
Foreign Portfolio Investor	5000	0.15
Public	776509	23.50
Total	33,04,800	100.00

c) Shareholding Profile:

Mode of Holding	As on 31 st March 2018		As on 31 st March 2017	
	No. of Shares	% to Equity	No. of Shares	% to Equity
Demat				
NSDL	28,43,530	86.04	28,24,798	85.48
CDSL	2,61,104	7.90	2,63,736	7.98
Physical	2,00,166	6.06	2,16,266	6.54
Total	33,04,800	100.00	33,04,800	100.00

d) Details of Top ten Shareholders is given in Directors Report (Extract of Annual Report Point No. IV, Annexure 3 in Director's Report)

16) Outstanding GDRs/ADRs/warrants or any convertible instruments, conversion date and likely impact on equity

The Company has not issued any GDRs/ADRs/warrants or any commercial instrument in past and hence company does not have any outstanding as on 31.03.2018.

17) Declaration regarding compliance by Board members and senior management personnel

All members of the Board, the Executive officers and senior officers have affirmed compliance to the code as on March 31, 2018. A declaration to that effect, signed by the CEO, MD & CFO forms part of CEO & CFO certification.

18) Plant Locations :

- Plot No. -41, Diwan & Sons Industrial Estate, Aliyali Village, Dist.Thane, Palghar, Maharashtra
- Plot No. -202/2, Old Check post, Dadra & Nagar Haveli, Union Territory,

- C/O. Akay Filtips Pvt.Ltd. Plot No.-2/23/24, GIDC, Silvassa Road, Near Nathani Paper Mills, Vapi-396 195
- 8, Marol Udyog Premises, Steelmade Industrial Estate, Marol-Maroshi Road, Andheri (E) Mumbai – 400 059

18) Plant Location – Foreign Subsidiary :

Lot No 18 - 20, Road No 7, Tan Duc Industrial Park, Duc Hoa Ha, Duc Hoa, Long An Province, Vietnam.

19) Address of Registered Office :

A/26, Premco House, Street No.3, MIDC, Marol, Andheri (E) Mumbai – 400 093
 Ms. Pooja Shekhawat
 Compliance Officer
 Telephone No.: 022 – 6105 5059
 Fax No. : 022 – 2835 1812
 Email: poojas@premcoglobal.com

DECLARATION BY THE MANAGING DIRECTOR UNDER SCHEDULE V (D) OF THE LISTING REGULATIONS REGARDING ADHERENCE TO THE CODE OF CONDUCT

I, Ashok B. Harjani (DIN: 00725890), Chairman and Managing Director of Premco Global Limited, hereby declare that all the Board Members and Senior Management personnel have affirmed their compliance and adherence with the provisions of the Code of Conduct for the financial year ended March 31, 2018.

For **PREMCO GLOBAL LIMITED**

ASHOK B.HARJANI
CHAIRMAN & MANAGING DIRECTOR
DIN - 00725890



MANAGING DIRECTOR/CFO CERTIFICATE

To,
The Board of Directors
Premco Global Limited
Dear Members of Board,

1. We have reviewed financial statements and the cash flow statement of Premco Global Limited for the year ended 31st March, 2018 and 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.
2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.
3. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of Company's internal control systems pertaining to financial reporting. We have not come across any reportable deficiencies in the design or operation of such internal controls.
4. We have indicated to the Auditors and the Audit Committee:
 - (i) that there are no significant changes in internal control over financial reporting during the year;
 - (ii) that there are no significant changes in accounting policies during the year; and
 - (iii) that there are no instances of significant fraud of which we have become aware.
5. We further declare that all Board Members and senior management personnel have affirmed compliance with the code of conduct and Ethics for the year covered by this report.

Nisha P. Harjani
Chief Financial Officer

Ashok B. Harjani
Chairman and Managing Director
DIN- 00725890

Date: 29th May, 2018
Place: Mumbai

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To the Members of Premco Global Limited

We have examined the compliance of conditions of Corporate Governance by **Premco Global Limited**, for the year ended on 31st March 2018, as stipulated in Schedule V (E) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) 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 a review of procedures and implementation thereof, adopted by the Company for ensuring the compliance with the conditions of Corporate Governance as stipulated under the above mentioned Listing Regulations, as applicable. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Director and Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Schedule V (E) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For **SANJAY DHOLAKIA & ASSOCIATES**

(SANJAY R DHOLAKIA)
Practicing Company Secretary
Proprietor
Membership No. 2655 /CP No. 1798

Date: 29th May, 2018
Place: Mumbai

INDEPENDENT AUDITOR'S REPORT ON CONSOLIDATED IND AS FINANCIAL STATEMENTS

TO THE MEMBERS OF
PREMCO GLOBAL LIMITED

Report on the Consolidated Ind AS Financial Statements

We have audited the accompanying consolidated financial statements of **PREMCO GLOBAL LIMITED**

(hereinafter referred to as "the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group"), comprising of the Consolidated Balance Sheet as at 31st March, 2018, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Cash Flow Statement, Consolidated statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

Management's Responsibility for the Consolidated Ind AS Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated 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 including other comprehensive income, consolidated cash flows and consolidated statement of changes in Equity of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards prescribed under Section 133 of the Act.

The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditor in terms of their report referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 Ind AS and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group, as at 31st March, 2018, and their consolidated profit, consolidated Total comprehensive Income, their consolidated cash flows and consolidated changes in Equity for the year ended on that date.

Other Matters

OTHER MATTERS

1. The Company has been providing depreciation at accelerated rate on plant & machinery based on triple shift working held by the parent Company. During the year the plant & machinery in India has been used for a substantially lesser than the normal capacity, effectively resulting in achieving capacity equivalent to double shift working. Consequently, the useful life has been reviewed by the management and adjusted prospectively based on the accelerated rate of depreciation as applicable to double shift working. The effect of the above has resulted in reducing the deprecation expenditure for the year and increasing the written down value of plant & machinery by Rs. 46.44 lacs. Our report is not modified for this matter.
2. We did not audit the financial statements of the Foreign Subsidiary, Premco Global Vietnam Company Limited included in the Statement, whose interim financial statement reflect Total assets of Rs.2,428.55 lacs at 31st march 2018



- as well as Total revenue of Rs.2,764.33 lacs for the year ended 31st March 2018 and Rs.973.25 lacs for the quarter ended 31st March 2018. These interim financial statement and other financial information have been audited by other auditor whose report for the period ending 31st December 2017 is furnished to us by the management of the Company. The financial statement other financial information for the quarter beginning 1st January 2018 to 31st March 2018 are unaudited and as certified by the management. Our opinion on the Statement, in so far as it relates to the amounts and disclosures included, is based solely on the report of the other auditor as well as management certified statements. Our opinion is not modified on this matter.
3. The Consolidated financial results for the quarter and year ended March 31, 2017 included in the statement, including notes thereto, are based on published financial results for the said Periods prepared in accordance with the then applicable Accounting Standards and other accounting principles generally accepted in India as audited by S. P. Jain & Associates, Chartered Accountants vide audit report dated May 09, 2017, as adjusted for the differences in the accounting principles adopted by the Company on transition to IND AS, which have been subjected to audit by us. Our report is not modified for this matter.
- Report on Other Legal and Regulatory Requirements**
1. As required by Section 143 (3) of the Act, we report that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
- (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.
- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including other comprehensive Income), the Consolidated Cash Flow Statement and consolidated statement of changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards prescribed under Section 133 of the Act.
- (e) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2018 taken on record by the Board of Directors of the Holding Company, none of the directors of the company is disqualified as on 31st March, 2018 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 A**”.
- (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 Auditor’s) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- The Consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group.
 - The Group has long-term contracts including derivative contracts as at March 31 2018 for which there were no material foreseeable losses;
 - There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

For **SANJAY RAJA JAIN & CO.**

Chartered Accountants

FRN. 120132W

Surjeet Jain

Partner

Membership No.: 129531

Place: Mumbai

Date : 29/05/2018

“Annexure A” to the Independent Auditor’s Report of even date on the Consolidated Financial Statements of Premco Global Limited

(Referred to in Paragraph 1(f) under “Report on other Legal and Regulatory Requirements” of our report of even date)

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended 31st March 2018, we have audited the internal financial controls over financial reporting of **Premco Global Limited** (“the Holding Company”) incorporated in India as of that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control 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 Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, 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 Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control 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 financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company’s assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control 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

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, 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.

For **SANJAY RAJA JAIN & CO.**

Chartered Accountants

FRN. 120132W

Surjeet Jain

Partner

Membership No.: 129531

Place: Mumbai

Date : 29/05/2018



CONSOLIDATED BALANCE SHEET		(Rs. In Lakhs)		
PARTICULARS	NOTE	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
ASSETS				
1. NON-CURRENT ASSETS				
(a) PROPERTY, PLANT AND EQUIPMENT	4	1,696.08	1,654.49	963.25
(b) OTHER INTANGIBLE ASSETS	5	1.35	4.60	7.31
© Capital WIP				425.25
(c) FINANCIAL ASSETS				
(i) INVESTMENTS	6	2,052.85	2,497.79	2,028.28
(ii) LOANS	7A	0.29	0.32	0.43
(iii) OTHER FINANCIAL ASSETS	8A	112.62	164.32	91.66
(d) OTHER NON-CURRENT ASSETS	9A	43.93	12.53	-
		<u>3,907.12</u>	<u>4,334.05</u>	<u>3,516.18</u>
2. CURRENT ASSETS				
(a) INVENTORIES	10	1,642.60	2,240.80	1,558.14
(b) FINANCIAL ASSETS				
(i) TRADE RECEIVABLES	11	1,821.78	1,240.44	914.12
(ii) CASH AND CASH EQUIVALENTS	12	50.15	372.83	217.32
(iii) BANK BALANCE OTHER THAN (ii) ABOVE	13	58.98	53.26	56.27
(iv) LOANS	7B	14.26	23.33	20.38
(v) OTHER FINANCIAL ASSETS	8B	0.36	13.98	17.78
(c) CURRENT TAX ASSETS (NET)	14	0.42	-	-
(d) OTHER CURRENT ASSETS	9B	603.28	206.09	194.33
		<u>4,191.83</u>	<u>4,150.73</u>	<u>2,978.34</u>
TOTAL ASSETS		<u>8,098.95</u>	<u>8,484.78</u>	<u>6,494.52</u>
EQUITY AND LIABILITIES				
1. EQUITY				
(a) EQUITY SHARE CAPITAL	15	330.48	330.48	330.48
(b) OTHER EQUITY	16	6,161.70	5,753.76	4,872.12
		<u>6,492.18</u>	<u>6,084.24</u>	<u>5,202.60</u>
2. MINORITY INTEREST				
		84.13	69.71	67.08
3. LIABILITIES				
A. NON - CURRENT LIABILITIES				
(a) FINANCIAL LIABILITIES				
(i) BORROWINGS	17A	178.45	245.96	88.92
(ii) OTHER FINANCIAL LIABILITIES	18A	89.40	88.04	61.27
(b) PROVISION	19A	29.29	23.73	34.75
(c) DEFERRED TAX LIABILITIES (NET)	20	121.65	178.33	135.13
(d) OTHER NON CURRENT LIABILITIES	21A	4.00	5.88	-
		<u>422.79</u>	<u>541.94</u>	<u>320.07</u>
B. CURRENT LIABILITIES				
(a) FINANCIAL LIABILITIES				
(i) BORROWINGS	17B	191.86	863.04	293.76
(ii) TRADE PAYABLES	22	454.54	403.32	272.30
(iii) OTHER FINANCIAL LIABILITIES	18B	221.97	197.88	120.55
(b) OTHER CURRENT LIABILITIES	21B	78.20	76.01	60.41
(c) PROVISION	19B	153.28	148.74	54.24
(d) CURRENT TAX LIABILITIES (NET)	23	-	99.90	103.51
		<u>1,099.85</u>	<u>1,788.89</u>	<u>904.77</u>
TOTAL EQUITY AND LIABILITIES		<u>8,098.95</u>	<u>8,484.78</u>	<u>6,494.52</u>
SIGNIFICANT ACCOUNTING POLICIES	1-3			
THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF FINANCIAL STATEMENTS	34 to 50			

" AS PER OUR REPORT OF EVEN DATE "

SANJAY RAJA JAIN & CO.
CHARTERED ACCOUNTANTS
FRN 120132W

SURJEET JAIN
PARTNER
M.NO.129531

PLACE: MUMBAI
DATED: 29th May, 2018

FOR AND ON BEHALF OF THE BOARD

ASHOK B. HARJANI
CHAIRMAN & MANAGING DIRECTOR
DIN - 00725890

NISHA P. HARJANI
DIRECTOR
DIN - 00736566

POOJA SHEKHAWAT
COMPANY SECRETARY

PREMCO GLOBAL LTD

CONSOLIDATED STATEMENT OF PROFIT & LOSS

PARTICULARS	NOTE	(Rs. In Lakhs)	
		FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
I. INCOME			
REVENUE FROM OPERATIONS	24	7,839.44	7,433.71
OTHER INCOME	25	297.20	316.79
TOTAL INCOME		8,136.64	7,750.50
II. EXPENSES			
COST OF MATERIAL CONSUMED	26	3,068.34	3,167.98
CHANGES IN INVENTORIES OF FINISHED GOODS, STOCK-IN-TRADE AND WORK-IN-PROGRESS	27	1,000.45	(232.68)
EMPLOYEE BENEFITS EXPENSES	28	1,410.38	1,117.05
FINANCE COSTS	29	100.36	149.88
DEPRECIATION AND AMORTIZATION EXPENSES	30	273.90	295.22
OTHER EXPENSES	31	1,565.40	1,670.17
TOTAL EXPENSES		7,418.83	6,167.62
III. PROFIT BEFORE EXCEPTIONAL/ EXTRA-ORDINARY ITEMS & TAX (I - II)		717.81	1,582.88
IV. EXCEPTIONAL ITEMS		-	-
V. PROFIT BEFORE TAX (III - IV)		717.81	1,582.88
VI. TAX EXPENSES	32		
CURRENT TAX		250.00	545.00
DEFERRED TAX (ASSET)/LIABILITY		(57.56)	44.91
SHORT/(EXCESS) INCOME TAX PROVISION		(15.51)	(5.47)
TOTAL TAX EXPENSES		176.93	584.44
VII. PROFIT FOR THE PERIOD BEFORE MINORITY INTEREST (V - VI)		540.88	998.44
VIII. MINORITY INTEREST		14.41	(25.68)
IX. PROFIT FOR THE PERIOD AFTER MINORITY INTEREST (VII - VIII)		526.47	1,024.12
X. OTHER COMPREHENSIVE INCOME (OCI)			
(A)(I) ITEMS THAT WILL NOT BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS			
REMEASUREMENT (GAIN/(LOSS)) OF NET DEFINED BENEFIT LIABILITY		26.62	(1.33)
TAX ON ABOVE			
(II) INCOME TAX RELATING TO ABOVE		(9.22)	0.46
(B) (I) ITEMS THAT WILL BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS			
NET GAIN / (LOSS) ON HEDGING INSTRUMENTS IN CASH FLOW HEDGE		(24.09)	(3.61)
(II) INCOME TAX RELATING TO ABOVE		8.34	1.25
TOTAL OF OTHER COMPREHENSIVE INCOME		1.65	(3.23)
XI. TOTAL COMPREHENSIVE INCOME FOR THE PERIOD (IX + X)		528.12	1,020.89
XII. EARNING PER EQUITY SHARE			
BASIC	42	15.98	30.89
DILUTED	42	15.98	30.89
SIGNIFICANT ACCOUNTING POLICIES	1-3		
THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF FINANCIAL STATEMENTS	33 to 50		

" AS PER OUR REPORT OF EVEN DATE "

SANJAY RAJA JAIN & CO.
CHARTERED ACCOUNTANTS
FRN 120132W

SURJEET JAIN
PARTNER
M.NO.129531

PLACE: MUMBAI
DATED: 29th May, 2018

FOR AND ON BEHALF OF THE BOARD

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CHAIRMAN & MANAGING DIRECTOR
DIN - 00725890

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DIRECTOR
DIN - 00736566

POOJA SHEKHAWAT
COMPANY SECRETARY



PARTICULARS	(Rs. In Lakhs)	
	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017
A. CASH FLOW FROM OPERATING ACTIVITIES:		
NET PROFIT BEFORE TAX	717.81	1,582.88
ADJUSTMENTS FOR:	-	-
DEPRECIATION	275.04	288.89
(PROFIT) / LOSS ON SALE OF FIXED ASSETS	(4.76)	(2.47)
PROFIT ON SALE OF INVESTMENTS	(173.70)	(270.78)
FINANCE EXPENSES	100.36	149.88
FOREIGN CURRENCY TRANSLATION -RESERVES	(0.84)	(19.90)
INTEREST RECEIVED	(6.43)	(10.80)
DIVIDEND RECEIVED	(7.13)	(4.23)
PROVISION FOR DOUBTFUL DEBTS WRITE BACK	(1.08)	(2.57)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	899.27	1,710.89
ADJUSTMENTS FOR WORKING CAPITAL CHANGES		
INVENTORIES	598.19	(682.66)
TRADE RECEIVABLES	(580.26)	(323.75)
OTHER CURRENT FINANCIAL ASSETS	16.97	0.25
OTHER CURRENT ASSETS	(397.60)	(11.76)
LONG TERM FINANCIAL ASSETS	51.73	(72.55)
OTHER NON CURRENT ASSETS	(10.28)	3.55
OTHER LONG TERM LIABILITIES	10.55	4.22
TRADE PAYABLES	51.23	131.02
OTHER CURRENT LIABILITIES / OTHER FINANCIAL LIABILITIES	2.19	92.93
SHORT TERM PROVISIONS	(95.36)	90.89
NET WORKING CAPITAL CHANGES	(352.65)	(767.87)
LESS : CURRENT TAXES	(234.49)	(539.53)
NET CASH GENERATED FROM OPERATIONS	312.13	403.48
B. CASH FLOW FROM INVESTING ACTIVITIES:		
(PURCHASE)/SALE OF INVESTMENTS (NET)	618.64	(198.73)
PURCHASE OF FIXED ASSETS - TANGIBLE	(335.90)	(601.91)
SALE OF FIXED ASSETS	27.27	52.22
DIVIDEND RECEIVED	7.13	4.23
INTEREST RECEIVED	6.43	10.80
NET CASH USED IN INVESTING ACTIVITIES	323.58	(733.39)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
LONG TERM BORROWINGS (NET OF REPAYMENTS)	(67.52)	157.04
SHORT TERM BORROWINGS(NET OF REPAYMENTS)	(671.18)	569.27
DIVIDEND & TAX THEREON	(119.33)	(119.33)
FINANCE EXPENSES	(100.36)	(149.88)
ISSUE OF SHARE CAPITAL TO MINORITY SHAREHOLDER	-	28.31
NET CASH FROM FINANCING ACTIVITIES	(958.39)	485.42
NET INCREASE IN CASH AND CASH EQUIVALENTS	(322.68)	155.51
OPENING BALANCE OF CASH AND CASH EQUIVALENTS	372.83	217.32
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS	50.15	372.83
3) CLOSING BALANCE OF CASH AND CASH EQUIVALENTS		
(i) Cash in Hand	2.12	2.30
(ii) Balances with Banks	48.03	370.53
TOTAL	50.15	372.83

" AS PER OUR REPORT OF EVEN DATE "

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POOJA SHEKHAWAT
COMPANY SECRETARY

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

A Equity share capital

Rs. in Lakhs

Particulars	Notes	Amount
Balance as at April 1, 2016	15	330.48
Changes in the equity share capital		-
Balance as at March 31, 2017	15	330.48
Changes in the equity share capital		-
Balance as at March 31, 2018	15	330.48

B Other equity

Particulars	Notes	Reserve and Surplus					Other Reserves	Total other equity
		Securities premium Reserve	Capital Reserve	Capital Subsidy Reserve	General Reserve	Retained Earnings	Foreign Currency Translation Reserve	
Balance as at April 1, 2016	16	459.92	3.00	22.78	1,608.00	2,771.06	7.36	4,872.12
Profit for the year		-	-	-	-	1,024.11	(19.91)	1,004.20
Other comprehensive income for the year						(3.23)		(3.23)
Total comprehensive income for the year, net of tax		-	-	-	-	1,020.88	(19.91)	1,000.97
Transfer to General Reserve					99.00	(99.00)		-
Dividend paid on equity shares						(99.14)		(99.14)
Dividend distribution tax paid						(20.19)		(20.19)
Balance as at March 31, 2017	16	459.92	3.00	22.78	1,707.00	3,573.61	(12.55)	5,753.76
Profit for the year						526.46	(0.84)	525.62
Other comprehensive income for the year						1.65		1.65
Total comprehensive income for the year, net of tax		-	-	-	-	528.11	(0.84)	527.27
Transfer to General Reserve					51.00	(51.00)		-
Dividend paid on equity shares						(99.14)		(99.14)
Dividend distribution tax paid						(20.19)		(20.19)
Balance as at March 31, 2018	16	459.92	3.00	22.78	1,758.00	3,931.39	(13.39)	6,161.70

The above standalone statement of changes in equity should be read in conjunction with the accompanying notes.

" AS PER OUR REPORT OF EVEN DATE "

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DIRECTOR
DIN - 00736566

POOJA SHEKHAWAT
COMPANY SECRETARY



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1 : General Information

PREMCO GLOBAL LIMITED (the Company) (CIN : L18100MH1986PLC040911) is a public limited company and is listed on Bombay Stock Exchange (BSE). The Company is engaged interalia, in the business of manufacturing of Knitted & Narrow woven Elastics.

These financial statements were approved for issue by board of directors on May 29, 2018.

NOTE 2 : BASIS OF CONSOLIDATION AND SIGNINIFICANT ACCOUNTING POLICIES

2A - BASIS OF CONSOLIDATION

- (a) The consolidated financial statements relate to PREMCO GLOBAL LIMITED (the Holding Company) and its subsidiary. The Company and its subsidiary together constitute the "Group". The consolidated financial statements have been prepared on the following basis:
- (i) The financial statements of the Company and its subsidiary have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intra-group balances, intra-group transactions resulting in unrealised profits or losses.
 - (ii) The unaudited financial statements of the consolidated subsidiary are drawn upto the same reporting date as that of the Company and have been been considered for consolidation.
 - (iii) The Foreign Subsidiary being non-integral operations, revenue items are consolidated at the average rate prevailing during the year. All assets and liabilities are converted at the rates prevailing at the end of the year. Any exchange difference arising on consolidation is recognized in the 'Foreign Currency Translation Reserve'.
 - (iv) The Difference between the cost of investment in the subsidiary over the Group's portion of equity as at the date of making the investment is recognised in the financial statements as Goodwill or Capital Reserve as the case maybe.
 - v) Goodwill arising on consolidation, if any, is deemed to have an indefinite useful life and is reported at acquisition value with deduction for accumulated impairments after periodic tests.
 - vi) Minority Interest comprises:
 - a. The amount of equity attributable to the minorities at the date on which investment in a subsidiary is made; and
 - b. The minorities' share of movements in equity since the date the parent-subsidiary relationship came into existence.
 - vii) Minority interest in the net assets of the consolidated subsidiary is identified and presented in the consolidated balance sheet separately from liabilities and equity of the company's shareholders.
 - a) Minority's share of net profit for the year of consolidated subsidiary is identified and adjusted against the profit after tax of the group.
 - (b) The list of subsidiaries, which are included in the consolidation with their respective country of incorporation and the Group's holding therein, is given below;
 - i) **Particulars of subsidiary (held directly):**

Name of the Company	County of Incorporation	% of voting power as at 31 st March, 2018	% of voting power as at 31 st March, 2017
Premco Global Vietnam Co. Ltd	Vietnam	85%	85%

NOTE 2B : Significant Accounting Policies

1. Basis of preparation of Financial Statements

- a) These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS), notified under section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, under the historical cost convention on accrual basis, except for certain financial instruments (including derivatives instruments) and defined benefit plans – Plan assets, which are measured at fair values, as specified at places of respective categories.

The financial statements up to year ended March 31, 2017 were prepared in accordance with the accounting standards notified under Companies (Accounting Standard) Rules, 2014 and other relevant provisions of the Act ("Previous GAAP").

These financial statements are the first financial statements of the Company under Ind AS. Refer note 48 related to First-time Adoption of Ind AS for an explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows.

- b) All the assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalent, the Company has ascertained its operating cycle to be twelve months for the purpose of current – non-current classification of assets and liabilities.
- c) Accounting policies not specifically referred to otherwise are consistent with the generally accepted accounting principles followed by the Company.

2. Property, Plant and Equipment and Depreciation

A) Property Plant and Equipment:

- a) Freehold land is carried at historical cost. All other Tangible Fixed assets are stated at cost of acquisition or construction, less accumulated depreciation. All costs, including borrowing cost till respective assets is put to use, are capitalized.
- b) Intangible assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any.
- c) Losses arising from the retirement of and gains & losses arising from disposal of fixed assets, which are carried at cost, are recognized in the statement of profit & loss.
- d) Transition to Ind AS,

On transition to Ind AS, the Company has opted to continue with the carrying value of all of its property, plant and equipment recognized as at April 01, 2016 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment on the transition date.

B) Depreciation:

Depreciation has been provided as under:

- (i) For assets existing on 1st April 2014 the carrying amount will be amortized over the remaining useful lives on straight line method as prescribed in the schedule II of Companies Act, 2013.
- (ii) For the assets added after the 1st April 2014 :-

On straight line method at the useful
Lives prescribed in Schedule II to
The Companies Act, 2013.
- (iii) Leasehold Improvements are written off over the period of lease or lease term whichever is shorter.
- (iv) Intangible assets comprising of software capitalized is amortized over a period of 3 years. Intangible assets comprising of cost incurred, Patent capitalized is amortized over a period of 5 years.
- (v) Depreciation on assets added/ disposed off during the year has been provided on pro-rata basis with reference to the days of addition/ disposal.
- (vi) The residual values are not more than 5% of the original cost of the asset

3. Foreign Exchange Transaction

- (i) Functional currency and presentation currency :

The functional currency of the Company is the Indian rupee. These financial statements are presented in Indian rupees, which is the Company's functional and presentation currency.
- (ii) Transactions and balances :

Transactions denominated in foreign currencies are translated into the functional currency at the exchange rates prevailing at the time of the transaction. Foreign exchange gains and losses resulting from the settlement of such transactions and from Monetary assets and liabilities in foreign currency, outstanding at the end of the year are converted into Indian currency at the rate prevailing on the Balance Sheet date. Resulting gain or loss is recognized in statement of profit or loss.

At the reporting date, non-monetary items which are carried in terms of historical cost denominated in foreign currency are reported using the exchange rate at the date of transaction.

Forward Exchange Contracts:-

The premium or discount arising at the inception of the forward exchange contracts entered into to hedge an existing assets/ liability, is amortized as expense or income over the life of the contract. Exchange differences on such contracts are recognized in the statement of profit & loss in the reporting period in which the exchange rate changes.



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Transition to Ind AS

On transition to Ind AS, exchange differences on Forward Contracts Entered are recognized in the statement of profit & loss in the reporting period in which the exchange rate changes, under the head Other Comprehensive Income (OCI).

Forward exchange contracts outstanding as at the year end on account of firm commitment/ highly probable forecast transaction are marked to market and the gains or the losses, if any, is recognized as Other Comprehensive Income (OCI), in line with Ind As 21 and 39.

4. Investments

a) Investments that are readily realizable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All the other investments are classified as long-term investments. Current investments and Long Term Investments are carried at fair value. Long-term investments are carried at Fair Market Value / Net realizable value at the Balance sheet date.

Transition to Ind AS :

Upon first time adoption of Ind AS, the Company has opted to value at fair Price to all of its other investments as at April 1, 2016 and use that carrying value as the deemed cost of such other investment on the transition date. The resulting gain or loss arising from such a transition is added to retained earnings in balance sheet as on the April 1, 2016.

5. Inventories

Inventories are stated at lower of cost and net realizable value.

Cost of raw materials is determined using FIFO method. However, these items are considered to be realizable at cost if the finished products, in which they will be used, are expected to be sold at or above cost.

The cost of finished goods and Stock-in-process comprises raw materials, direct labour, other direct costs and related production overheads upto the relevant stage of completion.

Waste material are valued at Net Realizable value.

Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

License stock are stated at the Duty credit entitlement value.

6. Recognition of Income & Expenditure

- (i) Revenue/ Incomes and Costs/ Expenditure are generally accounted on accrual, as they are earned or incurred.
- (ii) a) Sale of Goods is recognized on transfer of significant risks and rewards of ownership which is generally on the dispatch of goods.
- b) Sales of goods are accounted excluding taxes, wherever applicable.
- (iii) Export incentives under the "Duty Drawback Scheme" etc. is accounted as income in the year of export.
- (iv) Interest Income/ expenditure is recognized on the time proportion basis taking into account of the amount outstanding and the rate applicable.
- (v) Dividend income is recognized when the right to received dividend is established.
- (vi) Government Grants in the form of Market Linked Focus Product License (MLFPL Scheme)/M.E.I.S are recognized based on export on an accrual basis.

7. Government Grants & Subsidies

Government Grants are recognized when there is a reasonable assurance that the same will be received and all attaching conditions will be complied with. Revenue grants are recognized in the Statement of Profit and Loss. Capital grants relating to specific tangible / Intangible Assets are shown separately as Current/Non Current Liability and has not been reduced from the gross value of the respective Tangible / Intangible Assets.

8. Customs Duty

Custom Duty is accounted for as and when paid on the clearance of the goods for home Consumption.

9. Employees Retirement and other benefits

a) Provident fund:-

The contribution of the Company on a monthly basis towards Provident Fund and Employee State Insurance, which are, defined contributions plans are charged to revenue. The company has paid to regulatory authority & has no further obligations other than these contributions.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

b) **Escrow Deposits Scheme:-**

The company has a defined contribution plan towards employee escrow deposit scheme for eligible employee's as per terms of employment.

The company also under obligation to pay interest on the escrow deposit contribution made by Company as well as the equivalent amount of cumulative escrow deposit monthly retention recovered from the employee covered in the scheme. The interest is provided as liability to be paid upon Retirement, resignation, termination of employment subject to fulfillment of agreed term & Conditions.

Ind AS Transition

Upon introduction to Ind AS, The Company has re-assessed its liability based on (using the Projected Unit Credit method) as at April 1, 2016 and thereafter at the end of each year. Actuarial losses/ gains are recognized in the statement of profit & loss in the year in which they arise.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income, which are included in retained earnings in the statement of changes in equity and in the balance sheet. Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognized immediately in the statement of profit and loss as past service cost.

c) **Employee Security Deposit scheme:-**

The company retains an amount as a security deposit on monthly basis for eligible employees as a part of employee retention policy for 3 years from the date of appointment. The company also under an obligation to pay interest on the security deposit retention received from the employee covered in the scheme. The interest is provided as liability to be paid upon Retirement, resignation, termination of employment subject to fulfillment of agreed term & Conditions.

d) **Leave Encashment:-**

Leave Encashment towards accumulated Compensated Absences are the company's defined benefit plan payable upon Retirement, resignation, termination of employment. The present value of the obligation under such defined benefit plan is determined based on actuarial Valuation using the Projected Unit Credit Method.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income, which are included in retained earnings in the statement of changes in equity and in the balance sheet. Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognized immediately in the statement of profit and loss as past service cost.

e) **Gratuity:-**

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 company's liability is actually determined under (using the Projected Unit Credit method) at the end of each year.

Actuarial losses/ gains are recognized in the statement of profit & loss in the year in which they arise.

The company has subscribed to a gratuity plan which is administrated through HDFC Standard life and a trust which is administrated through trustees.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income, which are included in retained earnings in the statement of changes in equity and in the balance sheet. Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognized immediately in the statement of profit and loss as past service cost.

10. **Provision & Contingent Liabilities**

Provision

provision are recognized when there is a present obligation as a result of a past event and it is probable that an outflow of benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation.



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Contingent liabilities

Contingent liabilities are disclosed when there is a possible obligation arising from the past events, the existence of which will be confirmed only on the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not portable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

11. Income Tax, Deferred Tax and Dividend Distribution Tax

a) Current and Deferred Tax

Tax expense for the period, comprising Current tax and Deferred Tax are included in the determination of net profit or loss for the period.

Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws prevailing in India.

Deferred Tax is recognized for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Deferred Tax assets and liabilities are measured using the tax rates and tax laws that have been enacted and substantively enacted by the Balance Sheet date. At each Balance Sheet date, the company re-assesses unrecognized deferred tax assets, if any.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances related to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

Current and deferred tax is recognized in the statement of profit and loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity.

b) Dividend Distribution Tax :

Dividend distribution tax paid on the dividends is recognized consistently with the presentation of the transaction that creates the income tax consequence. Dividend distribution tax is charged to Statement of Profit and Loss, if the dividend itself is charged to statement of profit and loss. If the dividend is recognized in equity, the presentation of dividend distribution tax is recognized in equity.

12. Borrowing Cost

Borrowing cost incurred in relation to the acquisition, construction of assets are capitalized as the part of cost of such assets up to date which such assets are ready for intended use. Other borrowing costs are charged as an expense over the period of Term Loan.

13. Impairment of Assets

Assessment is done at each Balance Sheet date as to whether there is any indication that a tangible asset may be impaired. For the purpose of assessing impairment, the smallest identifiable group of asset that generates cash inflows from continuing use that are largely independent of the cash inflow from other assets or groups of assets, is considered as a cash generating unit. If any such indication exists, an estimate of the recoverable amount of the asset/cash generating unit is made.

Assets whose carrying value exceeds their recoverable amount are written down to the recoverable amount. Recoverable amount is higher of an asset's or cash generating unit's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an assets and from its disposal at the end of its useful life. Assessment is also done at each Balance Sheet date as to whether there is any indication that an impairment loss recognized for an asset in prior accounting periods may no longer exist or may have decreased.

14. Lease Rentals:

Leases in which a significant portion and rewards of ownership are not transferred to the company as lessee are classified as operating leases. Lease Rentals for assets taken on operating lease are recognized as under expenses in Profit and Loss Account over the lease term on accrual basis.

15. Cash and Cash Equivalents:

In the Cash flow statement, cash and cash equivalents include cash on hand, demand deposits with bank, other short term highly liquid investments with original maturity of three months or less.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

16. Earnings per share:

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by weighted average number of equity shares outstanding during the period. The Weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for the events, such as bonus shares, other than conversion of potential equity share that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity share holders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

17. Financial Instruments

A financial instrument is a contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

1) Financial Assets

i) Classification

The Company classifies its financial assets in the following measurement categories:

- a) at fair value either through other comprehensive income (FVOCI) or through profit and loss (FVTPL); and
- b) at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

Gains and losses will either be recorded in the statement of profit and loss or other comprehensive income for assets measured at fair value.

For investments in debt instruments, this will depend on the business model in which the investment is held.

For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value or through other comprehensive income.

The Company reclassifies debt investments when and only when its business model for managing those assets changes.

ii) Measurement

At initial recognition, in case of a financial asset not at fair value through the statement of profit and loss account, the Company measures a financial asset at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through the statement of profit and loss are expensed in profit or loss.

a) Debt instruments

There are three measurement categories into which the Company classifies its debt instruments:

Amortised cost: Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Gain or loss on a debt investment that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in the statement of profit and loss when the asset is derecognised or impaired. Interest income from these financial assets is included in other income using the effective interest rate method.

Fair value through other comprehensive income (FVOCI): Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest income and foreign exchange gains and losses which are recognised in profit and loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to the statement of profit and loss and recognised in other income or other expenses (as applicable). Interest income from these financial assets is included in other income using the effective interest rate method.



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Fair value through profit and loss (FVTPL) : Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through the profit and loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit and loss and is not part of a hedging relationship is recognised in the statement of profit and loss and within other income or other expenses (as applicable) in the period in which it arises. Interest income from these financial assets is included in other income or other expenses, as applicable.

b) Equity instruments

The Company measures all equity investments at fair value. The Company's management has opted to present fair value gains and losses on equity investments through profit and loss account. Dividends from such investments are recognised in the statement of profit and loss as other income when the Company's right to receive payments is established.

Changes in the fair value of financial assets at fair value through profit and loss are recognised in other income or other expenses, as applicable in the statement of profit and loss.

iii) Impairment of financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables only, the company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

iv) Derecognition of financial assets

A financial asset is derecognised only when -

- a) The Company has transferred the rights to receive cash flows from the financial asset or
- b) Retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the company has transferred an asset, it evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognized.

Where the company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

v) Income Recognition

Interest income

Interest income from debt instruments is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

Dividend income

Dividends are recognised in the statement of profit and loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company, and the amount of the dividend can be measured reliably.

vi) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with financial institutions, other short- term, highly liquid investments with original maturities of three months or less, that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

vii) Trade Receivables

Trade receivables are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest rate method, less provision for impairment.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

2) Financial Liabilities

i) Measurement

Financial liabilities are initially recognised at fair value, reduced by transaction costs (in case of financial liabilities not recorded at fair value through profit and loss), that are directly attributable to the issue of financial liability. All financial liabilities are subsequently measured at amortised cost using effective interest method. Under the effective interest method, future cash outflow are exactly discounted to the initial recognition value using the effective interest rate, over the expected life of the financial liability, or, where appropriate, a shorter period. At the time of initial recognition, there is no financial liability irrevocably designated as measured at fair value through profit and loss.

ii) Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

iii) Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid as per payment terms.

iv) Derivatives and hedging activities

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured to their fair value at the end of each reporting period. Resulting gains/(losses) are recorded in statement of profit and loss under other income/other expenses. Derivatives are classified as a current asset or liability when expected to be realised/settled within 12 months of the balance sheet date.

Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

NOTE : 3A Critical estimates and judgments

In the application of the company's accounting policies, which are described in note 2, the management is required to make judgment, estimates, and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other process. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future period if the revision affects both current and future period.

The following are the critical estimates and judgments that have the significant effect on the amounts recognised in the financial statements.

Critical estimates and judgments

i) Estimation of current tax expense and deferred tax

The calculation of the company's tax charge necessarily involves a degree of estimation and judgment in respect of certain items whose tax treatment cannot be finally determined until resolution has been reached with the relevant tax authority or, as appropriate, through a formal legal process. Significant judgments are involved in determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the current and deferred income tax in the period in which such determination is made.

Recognition of deferred tax assets / liabilities

The recognition of deferred tax assets is based upon whether it is probable that sufficient and suitable taxable profits will be available in the future against which the reversal of temporary differences can be deducted. To determine the future taxable profits, reference is made to the approved budgets of the company. Where the temporary differences are related to losses, local

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

tax law is considered to determine the availability of the losses to offset against the future taxable profits as well as whether there is convincing evidence that sufficient taxable profit will be available against which the unused tax losses or unused tax credits can be utilised by the company. Significant items on which the Company has exercised accounting judgment include recognition of deferred tax assets in respect of losses. The amounts recognised in the financial statements in respect of each matter are derived from the Company's best estimation and judgment as described above.

ii) **Estimation of Provisions and Contingent Liabilities**

The company exercises judgment in measuring and recognising provisions and the exposures to contingent liabilities, which is related to pending litigation or other outstanding claims. Judgment is necessary in assessing the likelihood that a pending claim will succeed, or a liability will arise, and to quantify the possible range of the financial settlement.

Because of the inherent uncertainty in this evaluation process, actual liability may be different from the originally estimated as provision. Although there can be no assurance of the final outcome of the legal proceedings in which the company is involved, it is not expected that such contingencies will have a material effect on its financial position or profitability.

iii) **Estimation of useful life of Property, Plant and Equipment, Intangible assets, Investment properties**

Property, Plant and Equipment, Intangible assets, Investment properties represent a significant proportion of the asset base of the company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual values of company's assets are determined by management at the time the asset is acquired and reviewed periodically, including at each financial year end. The useful lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technology.

iv) **Estimation of provision for inventory**

The company writes down inventories to net realisable value based on an estimate of the realisability of inventories. Write downs on inventories are recorded where events or changes in circumstances indicate that the balances may not realised. The identification of write-downs requires the use of estimates of net selling prices of the down-graded inventories. Where the expectation is different from the original estimate, such difference will impact the carrying value of inventories and write-downs of inventories in the periods in which such estimate has been changed.

v) **Estimation of defined benefit obligation**

The present value of the defined benefit obligations depends on a number of factors that are determined on an actuarial basis using a number of assumptions. The assumptions used in determining the net cost (income) for post employment plans include the discount rate. Any changes in these assumptions will impact the carrying amount of such obligations.

The company determines the appropriate discount rate at the end of each year. This is the interest rate that should be used to determine the present value of estimated future cash outflows expected to be required to settle the defined benefit obligations. In determining the appropriate discount rate, the company considers the interest rates of government bonds of maturity approximating the terms of the related plan liability.

vi) **Estimated fair value of Financial Instruments**

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Management uses its judgment to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period.

vii) **Impairment of Trade Receivable**

The impairment provisions for trade receivable are based on assumptions about risk of default and expected loss rates. The company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on the company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

3 B **New accounting standards/ amendments to existing standards issued but not yet effective**

Following are the amendments to existing standards which have been issued by The Ministry of corporate Affairs (–MCA) that are not effective for the reporting period and have not been early adopted by the company:

a) **Amendments to Ind AS 115, Revenue from contracts with customers:**

Ind AS 115, Revenue from contracts with customers deals with revenue recognition and establishes principles for reporting useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from an entity's contracts with customers. Revenue is recognized when a customer obtains control of a

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

promised good or service and thus has the ability to direct the use and obtain the benefits from the good or service in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods and services. The standard replaces Ind AS 18 Revenue and related appendices.

A new five-step process must be applied before revenue can be recognized:

1. identify contracts with customers
2. identify the separate performance obligation
3. determine the transaction price of the contract
4. allocate the transaction price to each of the separate performance obligations, and
5. recognise the revenue as each performance obligation is satisfied.

The Company is currently under the process of assessing the potential impact of this amendment. These amendments are mandatory for the reporting period beginning on or after April 01, 2018.

b) Amendments to Appendix B to Ind AS 21 Foreign currency transactions and advance consideration:

The MCA has notified Appendix B to Ind AS 21, foreign currency transactions and advance consideration. The appendix clarifies how to determine the date of transaction for the exchange rate to be used on initial recognition of a related asset, expense or income where an entity pays or receives consideration in advance for foreign currency- denominated contracts.

For a single payment or receipt, the date of the transaction should be the date on which the entity initially recognises the non-monetary asset or liability arising from the advance consideration (the prepayment or deferred income/ contract liability). If there are multiple payments or receipts for one item, date of transaction should be determined as above for each payment or receipt.

The Company is currently assessing the potential impact of this amendment. These amendments will be applied prospectively to items in scope, for the reporting period beginning on or after April 01, 2018.

c) Amendments to Ind AS 40 Investment property - Transfers of investment property:

The amendments clarify that transfers to, or from, investment property can only be made if there has been a change in use that is supported by evidence. A change in use occurs when the property meets, or ceases to meet, the definition of investment property. A change in intention alone is not sufficient to support a transfer. The list of evidence for a change of use in the standard was re-characterized as a non-exhaustive list of examples and scope of these examples have been expanded to include assets under construction/development and not only transfer of completed properties.

The Company is currently assessing the potential impact of this amendment.

The Company has opted to apply these amendments prospectively to changes in use that occur on or after the date of initial application i.e. April 01, 2018. On April 01, 2018, the Company shall reassess the classification of properties held at that date and, if applicable, reclassify properties to reflect the conditions that exist as at that date.

d) Amendments to Ind AS 12 Income taxes regarding recognition of deferred tax assets on unrealised losses:

The amendment clarify the accounting for deferred taxes where an asset is measured at fair value and at fair value is below the asset's tax base. The management is in the process of assessing the impact of above amendments. The company will adopt the amendment from April 1, 2018.

There are no other standards that are not yet effective and that would be expected to have a material impact on the company in the current of future reporting periods and on foreseeable future transactions.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 4. PROPERTY PLANT & EQUIPMENT F.Y. : 2017-2018

(Rs. in lakhs)

PARTICULARS	GROSS CARRYING AMOUNT				ACCUMULATED DEPRECIATION				NET CARRYING AMOUNT
	01.04.2017 As At	ADDITIONS	DISPOSALS / ADJUSTMENTS	31.03.2018 As At	01.04.2017 As At	FOR THE YEAR DEPRECIATION	DISPOSALS / ADJUSTMENTS	31.03.2018 AS AT	31.03.2018 As At
FREEHOLD LAND	24.13	-	-	24.13	-	-	-	-	24.13
FACTORY BUILDING	301.24	149.10	-	450.34	199.82	7.23	-	207.05	243.29
PLANT & MACHINERY	2,623.46	146.40	58.55	2,711.31	1,233.85	228.44	38.68	1,423.61	1,287.70
ELECT. FITTINGS	56.95	0.90	-	57.85	45.10	2.95	-	48.05	9.79
FURNITURE & FIXTURE	35.82	0.89	-	36.70	27.23	1.61	-	28.84	7.86
VEHICLE	150.98	18.40	14.53	154.85	65.71	20.92	11.89	74.75	80.10
GENERATOR	24.45	-	-	24.45	19.96	0.50	-	20.46	3.99
HEATING MODULE	1.21	-	-	1.21	1.09	0.02	-	1.11	0.10
AIR CONDITIONER	23.54	-	-	23.54	18.38	1.33	-	19.70	3.83
OFFICE EQUIPMENT	26.39	13.28	-	39.67	16.83	2.82	-	19.65	20.02
COMPUTER	78.10	5.51	-	83.61	67.01	5.01	-	72.02	11.60
LEASE HOLD IMPROVEMENT	19.21	-	-	19.21	19.21	-	-	19.21	-
LAB EQUIPMENT	4.44	1.00	-	5.44	1.24	0.55	-	1.78	3.65
TOTAL	3,369.91	335.47	73.08	3,632.30	1,715.42	271.37	50.57	1,936.23	1,696.07

NOTE 4. PROPERTY PLANT & EQUIPMENT F.Y. : 2016-2017

PARTICULARS	GROSS CARRYING AMOUNT				ACCUMULATED DEPRECIATION				NET CARRYING AMOUNT
	01.04.2017 As At	ADDITIONS	DISPOSALS / ADJUSTMENTS	31.03.2017 As At	01.04.2016 As At	FOR THE YEAR DEPRECIATION	DISPOSALS / ADJUSTMENTS	31.03.2017 AS AT	31.03.2017 As At
FREEHOLD LAND	24.13	-	-	24.13	-	-	-	-	24.13
FACTORY BUILDING	301.24	-	-	301.24	193.87	5.95	-	199.82	101.42
PLANT & MACHINERY	1,802.87	941.56	120.97	2,623.46	1,056.47	249.06	71.68	1,233.85	1,389.61
ELECT. FITTINGS	56.95	-	-	56.95	42.11	2.99	-	45.10	11.84
FURNITURE & FIXTURE	33.46	2.36	-	35.82	25.74	1.48	-	27.23	8.59
VEHICLE	94.44	65.72	9.18	150.98	59.33	15.11	8.73	65.71	85.26
GENERATOR	24.45	-	-	24.45	19.45	0.51	-	19.96	4.49
HEATING MODULE	1.21	-	-	1.21	1.05	0.04	-	1.09	0.12
AIR CONDITIONER	19.77	3.77	-	23.54	16.39	1.98	-	18.38	5.16
OFFICE EQUIPMENT	20.74	5.65	-	26.39	14.35	2.49	-	16.83	9.56
COMPUTER	71.05	7.05	-	78.10	61.69	5.32	-	67.01	11.09
LEASE HOLD IMPROVEMENT	19.21	-	-	19.21	19.21	-	-	19.21	-
LAB EQUIPMENT	4.22	0.22	-	4.44	0.83	0.40	-	1.24	3.21
TOTAL	2,473.74	1,026.32	130.15	3,369.91	1,510.49	285.33	80.40	1,715.42	1,654.49

NOTES :

- The Company has applied the optional exemption to measure its property, plant and equipment at the date of transition at their fair values and used it as the deemed cost for such assets at the date of transition. The details are in Note 47 (A.1.1)
- Subsidy on fixed assets gross of Rs. 9.62 Lakhs & Accumulated depreciation of Rs. 2.36 Lakhs reduced in FY 2016-17 under GAAP is now added back as per IND AS & Rs. 9.62 Lakhs- reflected as deferred income in other liability.
- Refer Note 34 for disclosure of contractual commitments for the acquisition of property, plant and equipment.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 5. OTHER INTANGIBLE ASSETS F.Y. : 2017-2018

PARTICULARS	GROSS CARRYING AMOUNT				ACCUMULATED DEPRECIATION				NET CARRYING AMOUNT
	01.04.2017 As At	ADDITIONS	DISPOSALS/ ADJUSTMENTS	31.03.2018 As At	01.04.2017 As At	FOR THE YEAR DEPRECIATION	DISPOSALS/ ADJUSTMENTS	31.03.2018 AS AT	31.03.2018 As At
COMPUTER (SOFTWARE)	11.22	-	-	11.22	6.62	3.68	-	10.30	0.92
PATENT APPLICTION	-	0.43	-	0.43	-	0.00	-	0.00	0.43
TOTAL	11.22	0.43	-	11.65	6.62	3.68	-	10.30	1.35

NOTE 5. OTHER INTANGIBLE ASSETS F.Y. : 2016-2017

PARTICULARS	GROSS CARRYING AMOUNT				ACCUMULATED DEPRECIATION				NET CARRYING AMOUNT
	01.04.2016 As At	ADDITIONS	DISPOSALS/ ADJUSTMENTS	31.03.2017 As At	01.04.2016 As At	FOR THE YEAR DEPRECIATION	DISPOSALS/ ADJUSTMENTS	31.03.2017 AS AT	31.03.2017 As At
COMPUTER (SOFTWARE)	10.38	0.84	-	11.22	3.07	3.55	-	6.62	4.60
TOTAL	10.38	0.84	-	11.22	3.07	3.55	-	6.62	4.60

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 6. NON CURRENT INVESTMENTS.

(Rs. In Lakhs)

NO. OF UNITS MARCH 2018	NO. OF UNITS MARCH 2017	NO. OF UNITS MARCH 2016	PARTICULARS	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
			6.1 NON TRADE INVESTMENTS			
			<u>(I) INVESTMENT IN EQUITY SHARES (UNQUOTED) : (AT COST)</u>			
2,417	2,417	2,417	EQUITY SHARES OF S.V.C.BANK OF FACE VALUE RS.25/- EACH FULLY PAID	0.61	0.61	0.61
5,000	5,000	5,000	EQUITY SHARES OF NEW IND CO-OP. BANK LTD. OF FACE VALUE RS.10/- EACH, FULLY PAID	0.50	0.50	0.50
			<u>(II) INVESTMENT IN EQUITY SHARES (QUOTED) : (AT FVTPL)</u>			
3,000	3,000	3,000	EQUITY SHARES OF IFCI BANK LTD OF FACE VALUE RS. 10/- EACH FULLY PAID	0.59	0.92	0.74
300	612	612	EQUITY SHARES OF RELIANCE INDUSTRIES LTD. OF FACE VALUE RS. 10/- EACH FULLY PAID	5.30	8.36	8.36
300	188	188	EQUITY SHARES OF RELIANCE INDUSTRIES LTD. (BONUS) OF FACE VALUE RS. 10/- EACH FULLY PAID	-	-	-
200	200	200	EQUITY SHARES OF UNITECH LTD (BONUS) OF FACE VALUE RS. 2/- EACH FULLY PAID	-	-	-
800	800	800	EQUITY SHARES OF UNITECH LTD OF FACE VALUE RS. 2/- EACH FULLY PAID	0.06	0.05	0.05
-	200	200	EQUITY SHARES OF RELIANCE CAPITAL LTD. OF FACE VALUE Rs. 10/- EACH FULLY PAID	-	0.90	0.74
			<u>(III) INVESTMENT IN MUTUAL FUNDS (QUOTED) : (AT FVTPL)</u>			
-	2,31,510.42	2,31,510.42	UNITS OF MF DSP BLACK ROCK INCOME OPPORTUNITY FUND -REGULAR PLAN GROWATH	-	62.22	56.67
-	1,339.56	1,339.56	UNITS OF MF HDFC EQUITY DIRECT PLAN GROWATH OPTION	-	7.52	5.72
-	-	6,598.82	UNITS OF MF HDFC PRUDENCE FUND POST IPO COLLECTION ACCOUNT	-	-	23.32
1,003.14	1,032.07	701.04	UNITS OF MF HDFC TOP 200 FUND DIRECT PLAN GROWTH OPTION	4.45	7.52	2.21
-	-	31,642.07	UNITS OF MF HDFC MID-CAP OPPORTUNITIES FUND (G)	-	-	11.47
-	32,768.98	-	UNITS OF MF HDFC MID CAP OPPORTUNITIES FUND REGUALR PLAN GROWTH	-	16.32	-
1,89,713.61	97,100.28	-	UNITS OF MF HDFC PRUDENCE FUND REGULAR PLAN DIVIDENED	55.87	30.20	-
1,67,540.67	1,67,540.67	-	UNITS OF MF HDFC SHORT TERM PLAN REGULAR PLAN GROWATH	57.69	54.30	-
37,694.03	-	-	UNITS OF MF HDFC BALANCED FUND REGULAR (G)	54.96	-	-
1,47,500.02	-	-	UNITS OF MF HDFC REGULAR SAVING FUND GROWTH	50.79	-	-
2,78,888.68	2,78,888.68	-	UNITS OF MF ICICI PRUDENTIAL BANKING AND PSU DEBT FUND GROWTH	55.72	52.32	-
7,629.03	16,288.43	11,571.30	UNITS OF MF ICICI PRUDENTIAL VALUE DISCOVERY FUND DIRECT	11.17	22.28	12.96
		11,313.05	UNITS OF MF ICICI PRUDENTIAL TOP 100 FUND REG-G	-	-	25.26
80,129.23	2,74,606.51	1,94,477.28	UNITS OF MF ICICI PRUDENTIAL SHORT TERM REGULAR	29.02	93.70	60.20
-	1,77,252.72	1,77,252.72	UNITS OF MF ICICI PRUDENTIAL MIP-25 REGULAR PLAN GROWTH	-	64.70	55.83
2,36,850.08	2,36,850.08	-	UNITS OF MF ICICI PRUDENTIAL INCOME OPPORTUNITIES FUND GROWTH	57.50	54.49	-
-	32,656.02	32,656.02	UNITS OF MF ICICI PRUDENTIAL FOCUSSED BLUE CHIP EQUITY FUND	-	11.21	8.99

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(Rs. In Lakhs)

NO. OF UNITS MARCH 2018	NO. OF UNITS MARCH 2017	NO. OF UNITS MARCH 2016	PARTICULARS	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
-	3,702.07	-	UNITS OF MF ICIC PRUDENTIAL TOP 100 FUND GROWTH	-	9.43	-
2,44,541.83	-	-	UNITS OF MF ICICI PRUDENTIAL LONG TERM PLAN	53.04	-	-
2,72,374.18	-	-	UNITS OF MF ICICI PRUDENTIAL REGULAR SAVING FUND	50.59	-	-
2,70,908.74	-	-	UNITS OF MF ICICI PRUDENTIAL REGULAR SAVING FUND	50.32	-	-
2,50,000.00	-	-	UNITS OF MF ICICI PRUDENTIAL MF FMP 13 COLL ACCOUNT	25.05	-	-
-	25,798.62	-	UNITS OF MF BIRLA SUN LIFE BALANCE 95 FUND DIVIDEND DIRECT PLAN	-	53.53	-
-	50,875.75	50,875.75	UNITS OF MF BIRLA SUN LIFE FLOATING RATE FUND-LONG TERM	-	102.08	93.25
5,163.93	5,244.53	1,987.03	UNITS OF MF BIRLA SUN LIFE EQUITY FUND GROWTH DIRECT PLAN	11.35	10.52	3.18
-	4,85,084.53	3,12,902.30	UNITS OF MF BIRLA SUN LIFE DYNAMIC BOND FUND RETAIL	-	144.16	83.81
1,88,431.79	4,12,154.45	2,23,722.66	UNITS OF MF BIRLA SUN LIFE SHORT TERM OPPORTUNITY FUND GROWTH	56.00	114.46	56.39
54,760.76	1,19,339.44	93,149.88	UNITS OF MF BIRLA SUN LIFE TREASURY OPTIMIZER PLAN GROWTH	122.95	251.02	177.00
-	12,800.96	10,390.29	UNITS OF MF BIRLA SUN LIFE FORTLINE EQUITY FUND GROWTH REGULAR PLAN	-	24.72	16.15
-	-	2,54,504.73	UNITS OF MF BIRLA SUN LIFE INTERVAL INCOME -QTLY-S1-GR-DIRECT	-	-	50.32
87,251.96	87,251.96	-	UNITS OF MF BIRLA SUN LIFE SHORT TERM FUND GROWTH DIRECT PLAN	58.30	54.57	-
4,16,402.95	-	-	UNITS OF MF BIRLA SUN LIFE CORPORATE BOND FUND REGULARS	53.89	-	-
98,325.49	-	-	UNITS OF MF ADITYA BIRLA SUNLIFE BANKING & PSU DEBT FUND - DIRECT	51.54	-	-
5,00,000.00	-	-	UNITS OF MF ADITYA BIRLA SUNLIFE FIXED TERM PLAN	50.45	-	-
5,372.53	-	-	UNITS OF MF BIRLA SUN LIFE ADVANTAGE FUND GROWTH DIRECT PLAN	22.72	-	-
3,094.79	-	-	UNITS OF MF BIRLA SUN LIFE BALANCE 95 FUND DIVIDEND DIRECT PLAN	24.08	-	-
1,84,299.92	-	-	UNITS OF MF BIRLA SUN LIFE EQUITY SAVING FUND -DIRECT PLA 1014829528	24.74	-	-
1,12,380.26	-	-	UNITS OF MF BIRLA SUN LIFE MEDIUM TERM PLAN GROWTH DIRECT PLAN	25.53	-	-
14,606.75	-	-	UNITS OF MF ADITYA BIRLA SUNLIFE SAVING FUND- DIRECT	50.24	-	-
-	30,626.78	21,373.40	UNITS OF MF FRANKLIN INDIA SMALLER COMPANIES FUND	-	15.82	8.16
8,76,964.89	13,73,016.32	13,73,016.32	UNITS OF MF RELIANCE FLOATING RATE FUND SHORT TERM	246.49	361.43	331.88
-	87,433.20	87,433.20	UNITS OF MF RELIANCE MEDIUM TERM FUND-DIR GROWTH	-	30.36	27.75
5,46,464.83	7,65,669.82	5,95,098.21	UNITS OF MF RELIANCE SHORT TERM (G)	184.08	242.25	171.53
-	26,140.58	44,595.87	UNITS OF MF RELIANCE BANKING FUND	-	60.54	71.66
-	-	47,427.20	UNITS OF MF RELIANCE EQUITY OPPORTUNITIES FUND -DIRECT GROWTH PLAN GROWTH OP	-	-	32.27
-	5,91,752.29	5,91,752.29	UNITS OF MF RELIANCE DYNAMIC BOND FUND GROWTH	-	136.07	121.33
-	-	58,727.02	UNITS OF MF RELIANCE DIVERSIFIED POWER SECTOR	-	-	40.56
2,37,853.99	5,24,068.74	5,24,068.74	UNITS OF MF RELIANCE REGULAR SAVING FUND-DEBT PLAN 18 G	60.25	123.28	111.23
1,00,385.88	54,827.45	-	UNIT OF MF RELIANCE REGULAR SAVINGS FUND DEBT PLAN DIRECT GROWTH PLAN GROWTH OPTION	56.78	27.34	-



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(Rs. In Lakhs)

NO. OF UNITS MARCH 2018	NO. OF UNITS MARCH 2017	NO. OF UNITS MARCH 2016	PARTICULARS	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
2,15,692.03	2,15,692.03	2,15,692.03	UNITS OF MF RELIANCE MEDIUM TERM FUND DIRECT GROWTH PLAN GROWTH OPTION	123.84	119.09	106.42
2,293.50	-	-	UNITS OF MF RELIANCE SMALL CAP FUND DIRECT GROWTH	1.04	-	-
7,39,284.08	-	-	UNITS OF MF RELIANCE CORPORATE BOND FUND DIRECT GROWTH PLAN	107.04	-	-
42,889.22	-	-	UNITS OF MF RELIANCE REGULAR SAVING FUND BALANCED OPTION DIRECT PLAN	24.26	-	-
		5,00,000.00	UNITS OF MF RELIANCE FIXED HORIZON FUND SERIES 9 GROWTH			50.46
		2,03,536.65	UNITS OF MF RELIANCE ARBITRAGE ADVANTAGE FUND - DIRECT			24.85
		4,03,053.53	UNITS OF MF RELIANCE QUARTERLY INTERVAL FUND			50.35
		23,391.81	UNITS OF MF RELIGARE INVESCO MID AND SMALL CAP FUND			7.72
-	3,43,588.97	3,43,588.97	UNITS OF SBI SHORT TERM DEBT FUND REGULAR PLAN GROWTH	-	65.01	59.53
-	58,764.77	58,764.77	UNITS OF MF SBI BLUECHIP FUND REGULAR PLAN GROWTH	-	19.73	16.41
-	31,411.97	31,411.97	UNITS OF MF KOTAK EMERGING EQUITY FUND GROWTH (REGULAR PLAN)	-	11.03	7.91
2,38,265.88	-	-	UNITS OF MF KOTAK EQUITY ARBITRAGE FUND BI MONTHLY	25.48	-	-
80.44	-	-	UNITS OF MF TATA EQUITY P/E FUND DIRECT GROWTH-INF277K01ND1	0.11	-	-
2,53,923.11	-	-	UNITS OF MF L & T INCOME OPPORTUNITIES FUND	50.55	-	-
			(IV) INVESTMENT IN DEBENTURES (QUOTED) : (AT FVTPL)			
35	35	35	DYNAMIC SERIES (ARG16SP10 SERIES IV 171018) WITH ANAND RATHI SHARE & STOCK BROKERS LTD. OF FACE VALUE RS. 1,00,000/- EACH FULLY PAID UP.	57.92	33.20	34.56
71,21,014.19	68,65,531.65	67,81,978.90	TOTAL INVESTMENTS	2,052.85	2,497.79	2,028.28

Notes :

- | | | | |
|---|---------|---------|---------|
| a) Aggregate amount of Unquoted Investment. | 1.11 | 1.11 | 1.11 |
| b) Aggregate amount of Quoted Investment & market value there of. | 2051.74 | 2496.68 | 2027.17 |

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(Rs. In Lakhs)

NOTE 7 : LOANS	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
A) NON CURRENT (UNSECURED, CONSIDERED GOOD)			
a) LOANS GIVEN TO STAFF	0.29	0.32	0.43
TOTAL	0.29	0.32	0.43
B) CURRENT (UNSECURED, CONSIDERED GOOD)			
a) LOANS GIVEN TO STAFF	14.26	23.33	20.38
TOTAL	14.26	23.33	20.38

(Rs. In Lakhs)

NOTE 8 : OTHER FINANCIAL ASSETS	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
A) NON CURRENT (UNSECURED, CONSIDERED GOOD)			
a) SECURITY AND OTHER DEPOSITS			
-WITH RELATED PARTIES	30.00	20.00	20.00
-WITH OTHERS	82.62	144.32	71.66
TOTAL	112.62	164.32	91.66
B) CURRENT (UNSECURED, CONSIDERED GOOD)			
a) INTEREST ACCRUED BUT NOT DUE ON MARGIN MONEY	0.36	0.40	0.59
b) FOREIGN EXCHANGE FORWARD CONTRACT (HEDGE)	-	13.58	17.20
TOTAL	0.36	13.98	17.78

(Rs. In Lakhs)

NOTE 9 : OTHER ASSETS	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
A) NON CURRENT (UNSECURED, CONSIDERED GOOD)			
PREPAID EXPENSES	23.78	5.09	-
GRATUITY FUNDED - ASSETS (NET)	20.15	7.44	-
TOTAL	43.93	12.53	-
B) CURRENT (UNSECURED, CONSIDERED GOOD)			
ADVANCE TO SUPPLIERS	56.35	163.94	64.83
ADVANCE TO STAFF	3.87	2.72	0.55
PREPAID EXPENSES	13.34	12.03	8.25
DUTYDRAWBACK RECEIVABLE	89.97	12.98	71.36
CLAIMS RECEIVABLES	439.75	14.42	49.33
(UNSECURED, CONSIDERED DOUBTFUL)			
a) ADVANCE TO SUPPLIERS	2.51	2.51	2.51
LESS : PROVISION FOR DOUBTFUL ADVANCES	(2.51)	(2.51)	(2.51)
(UNSECURED, CONSIDERED DOUBTFUL)			
b) DUTYDRAWBACK RECEIVABLE	3.53	3.53	3.53
LESS : PROVISION FOR DUTY DRAWBACK	(3.53)	(3.53)	(3.53)
TOTAL	603.28	206.09	194.33



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

ALLOWANCE FOR DOUBT FULL DEBTS

1. THE COMPANY HAS PROVIDED ALLOWANCES FOR DOUBTFUL DEBTS BASED ON LIFE TIME EXPECTED CREDIT LOSS MODEL USING PROVISION MATRIX

2. MOVEMENT IN ALLOWANCE FOR DOUBTFUL DEBT :

BALANCE AT THE BEGINNING OF THE YEAR	6.04	6.04	6.04
ADD : ALLOWANCE FOR THE YEAR	-	-	-
LESS : W/OFF OF BAD DEBTS (NET OF RECOVERY)	-	-	-
BALANCE AT THE END OF THE YEAR	6.04	6.04	6.04

(Rs. In Lakhs)

NOTE 10. INVENTORY	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
- RAW MATERIAL	780.58	591.36	268.12
- WORK IN PROGRESS	174.34	135.74	24.94
- SEMI-FINISHED GOODS	33.08	27.83	13.11
- FINISHED GOODS	438.25	1,396.99	1,201.79
- MLFPS LICENCE	-	-	11.29
- SPARE PARTS	48.49	47.06	39.00
- STOCK IN TRANSIT	236.33	49.24	-
SUBTOTAL	1,711.06	2,248.23	1,558.26
LESS : STOCK RESERVE	(68.46)	(7.43)	(0.11)
TOTAL	1,642.60	2,240.80	1,558.14

(Rs. In Lakhs)

NOTE 11. TRADE RECEIVABLES	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
(UNSECURED, CONSIDERED GOOD) TRADE RECEIVABLES	1,821.78	1,240.44	914.12
(UNSECURED, CONSIDERED DOUBTFUL)	2.42	2.32	4.77
LESS : ALLOWANCE FOR DOUBT FULL DEBTS	(2.42)	(2.32)	(4.77)
TOTAL	1,821.78	1,240.44	914.12

ALLOWANCE FOR DOUBT FULL DEBTS

1. THE COMPANY HAS PROVIDED ALLOWANCES FOR DOUBTFUL DEBTS BASED ON LIFE TIME EXPECTED CREDIT LOSS MODEL USING PROVISION MATRIX

2. MOVEMENT IN ALLOWANCE FOR DOUBTFUL DEBT :

BALANCE AT THE BEGINNING OF THE YEAR	2.32	4.77	-
ADD : ALLOWANCE FOR THE YEAR	1.18	0.12	4.77
LESS : W/OFF OF BAD DEBTS (NET OF RECOVERY)	(1.08)	(2.57)	-
BALANCE AT THE END OF THE YEAR	2.42	2.32	4.77

(Rs. In Lakhs)

NOTE 12. CASH & CASH EQUIVALENTS	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
(a) CASH & CASH EQUIVALENTS			
(i) CASH IN HAND	2.12	2.30	3.06
(ii) BALANCES WITH BANKS			
-CURRENT ACCOUNTS IN RUPEESS	5.87	23.96	10.52
-IN FOREIGN CURRENCY	42.16	346.57	203.74
TOTAL	50.15	372.83	217.32

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(Rs. In Lakhs)

NOTE 13. BANK BALANCE OTHER THAN ABOVE	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
(i) BALANCES WITH BANKS -IN UNPAID DIVIDEND A/C	27.63	21.91	24.92
(ii) OTHER BANK BALANCES -HELD AS MARGIN MONEY (Under lien with bank as security for gurantee facility)	31.35	31.35	31.35
TOTAL	58.98	53.26	56.27

(Rs. In Lakhs)

NOTE 14. CURRENT TAX ASSETS (NET)	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
PROVISION FOR TAX (NET)	0.42	-	-
TOTAL	0.42	-	-

(Rs. In Lakhs)

NOTE 15 : EQUITY SHARE CAPITAL :	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
AUTHORISED : 6000000 (P.Y. 6000000) EQUITY SHARES OF RS. 10 EACH	600.00	600.00	600.00
ISSUED : 3304800 (P.Y.3304800) EQUITY SHARES OF RS.10 EACH	330.48	330.48	330.48
SUBSCRIBED & PAID UP : 3304800 (P.Y.3304800) EQUITY SHARES OF RS.10 EACH	330.48	330.48	330.48
TOTAL	330.48	330.48	330.48

15.1 Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period is as follows.

Particulars	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
Equity Shares at the beginning of the year (in No's)	33.05	33.05	33.05
Less: Equity Shares Forfieted during the year (in No's)	-	-	-
Equity Shares at the end of the year (in No's)	33.05	33.05	33.05

15.2 Terms/Rights Attached to Shares

The company has only one class of equity shares having a par value of Rs. 10/- per share. Each share holder of fully paid equity shares is entitled to one vote per share. The company declares and pays dividends to the share holders of fully paid equity shares in Indian rupees. The dividend proposed by Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

15.3 Details of Share holders holding more than 5 % of Shares

Name of Shareholder	As at 31 March 2018		As at 31 March 2017		As at 1 April 2016	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding	No. of Shares held	% of Holding
ASHOK B HARJANI	9.16	27.73	9.16	27.73	9.16	27.73
LOKESH PREM HARJANI	4.36	13.19	4.36	13.19	4.36	13.19
SURESH HARJANI	4.27	12.92	4.27	12.92	4.27	12.92
PREM HARJANI	1.80	5.44	1.80	5.44	1.80	5.44



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

15.4 There are no Bonus Shares /Buyback/Shares for consideration other than cash issued during past five years

(Rs. In Lakhs)

NOTE 16. OTHER EQUITY :	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017
SECURITIES PREMIUM RESERVE		
BALANCE AS PER LAST BALANCE SHEET	459.92	459.92
ADD: ADDITION DURING THE YEAR	-	-
Less: Share Issue Expenses	-	-
	459.92	459.92
CAPITAL RESERVE		
BALANCE AS PER LAST BALANCE SHEET	3.00	3.00
ADD: ON FORFEITURE	-	-
	3.00	3.00
CAPITAL SUBSIDY RESERVE		
BALANCE AS PER LAST BALANCE SHEET	22.78	22.78
ADD: ADDITION DURING THE YEAR	-	-
	22.78	22.78
FOREIGN CURRENCY TRANSLATION RESERVE		
BALANCE AS PER LAST BALANCE SHEET	(12.54)	7.36
ADD: ADDITION DURING THE YEAR	(0.84)	(19.90)
	(13.39)	(12.54)
GENERAL RESERVE		
BALANCE AS PER LAST BALANCE SHEET	1,707.00	1,608.00
ADD: TRANSFERRED FROM STATEMENT OF PROFIT & LOSS	51.00	99.00
	1,758.00	1,707.00
SURPLUS AS PER STATEMENT OF PROFIT AND LOSS		
OPENING BALANCE AS PER LAST BALANCE SHEET	3,573.61	2,771.06
	-	-
ADD : PROFIT FOR THE YEAR	526.46	1,024.12
ADD : OCI FOR THE YEAR	1.65	(3.23)
LESS: <u>APPROPRIATIONS</u>		
TRANSFERRED TO GENERAL RESERVE	51.00	99.00
INTERIM DIVIDEND		-
TAX ON INTERIM DIVIDEND		-
PROPOSED DIVIDEND	99.14	99.14
TAX ON PROPOSED DIVIDEND	20.19	20.19
	3,931.39	3,573.61
TOTAL	6,161.70	5,753.76

NATURE AND PURPOSE OF EACH RESERVE

Security Premium Reserve - Security premium reserve is used to record the premium on issue of shares. This reserve is utilised in accordance with the provision of the Companies Act 2013.

Capital Reserve - This reserve was created in the financial year 2015-16. Capital reserves are created out of forfeiture of shares and are usually utilised for issue of Bonus shares.

Capital Subsidy Reserve - This reserve was created in financial year 1994-95 of Rs. 6.38 Lakhs & in financial year 2004-05 of Rs. 16.41 Lakhs and created out of capital subsidy received by the company.

The reserve is to be usually created for use of Bonus shares or to adjust capital losses.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

General Reserve - General Reserve is a free reserve and is available for distribution as dividend, issue of bonus shares, buyback of the companies securities. It was created by transfer of amounts

out of distributable profits, from time to time.

Foreign Currency Translation Reserve - This reserves arising on account of translation difference in exchange rate upon the consolidation of financial statements of foreign subsidiary Company.

NOTE 3a. : MINORITY INTEREST**(Rs. In Lakhs)**

	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017
BALANCE AS PER LAST BALANCE SHEET	69.71	67.08
ADD : MONEY BROUGHT BY MINORITY INTEREST	-	28.31
LESS: PROFIT/(LOSS) SHARE OF MINORITY INTEREST FOR THE YEAR	14.41	(25.68)
TOTAL	84.13	69.71



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE: FINANCIAL LIABILITY

(Rs. In Lakhs)

NOTE 17. BORROWING	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
A) NON CURRENT			
SECURED			
TERM LOANS			
<u>FROM BANKS</u>			
(a)HDFC BANK LTD	154.35	229.93	88.92
CAR LOANS			
<u>FROM BANKS</u>			
(b)HDFC BANK LTD	12.42	16.03	-
<u>FROM OTHERS</u>			
(c) KOTAK MAHINDRA PRIME LTD.	11.67	-	-
TOTAL	178.45	245.96	88.92

17.1 CURRENT MATURITIES

SECURED			
TERM LOANS			
<u>FROM BANKS</u>			
(a)HDFC BANK LTD	79.25	73.91	34.38
CAR LOANS			
<u>FROM BANKS</u>			
(b)HDFC BANK LTD	3.61	3.32	-
<u>FROM OTHERS</u>			
(c) KOTAK MAHINDRA PRIME LTD.	2.92	-	1.92
TOTAL	85.78	77.23	36.30

The Long Term Portion of Term Loans are shown under long term Borrowings and the current maturities of long term borrowings are shown under the current liabilities in Note 18B.

17.2 DETAILS OF SECURITY AND TERMS OF REPAYMENT

(a)HDFC BANK - Term Loans referred to above from Banks are secured by way of Hypothecation of first & exclusive charge on all present & future current assets inclusive of all stocks & book debts and plant & machinery along with equitable mortgage on the property situated at Plot no. 41, Survey no. 35 (PT) Diwan & sons industrial Estate, Aliyali Village, Palghar, Thane District & Survey no. 202/2, Old check post, Dadra & Nagar Haveli, Dadra along with personal guarantee of Lokesh Harjani.

There are 4 different Loans and their respective details are as under

Principal Amount Payable	Interest Rate	Monthly Installment Amount Payable (Principal + Interest)	No. of Installment outstanding equal monthly installments
6.12	10.25 % p.a. Linked with 1 year MCLR	0.85	8
40.96	10.25 % p.a. Linked with 1 year MCLR	1.80	26
104.27	10.25 % p.a. Linked with 1 year MCLR	3.68	33
85.17	10.25 % p.a. Linked with 1 year MCLR	2.33	44

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(b)HDFC BANK LTD

Vehicle Loan from Bank are secured by mortgage of Respective Vehicle.

The details of Loan is as under

Principal Amount Payable	Interest Rate	Monthly Installment Amount Payable (Principal + Interest)	No. of Installment outstanding equal monthly installments
16.03	8.40%	0.40	47

(c) KOTAK MAHINDRA PRIME LTD.

Vehicle Loan from Bank are secured by mortgage of Respective Vehicle.

There are different Loans and their respective details are as under

Principal Amount Payable	Interest Rate	Monthly Installment Amount Payable (Principal + Interest)	No. of Installment outstanding equal monthly installments
14.59	8.21%	0.33	52

(Rs. In Lakhs)

	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
B) CURRENT			
SECURED			
FROM BANKS			
WORKING CAPITAL LOANS			
CASH CREDIT FROM BANK	47.93	689.19	277.06
SHORT TERM LOAN FROM STANDARD CHARTERED BANK.	143.93	173.85	16.70
TOTAL	191.86	863.04	293.76

Working capital referred to above from Banks are secured by way of Hypothecation of first & exclusive charge on all present & future current assets inclusive of all stocks & book debts and plant & machinery along with equitable mortgage on the property situated at Plot no. 41, Survey no. 35 (PT) Diwan & sons industrial Estate, Aliyali Village, Palghar, Thane District & Survey no. 202/2, Old check post, Dadra & Nagar Haveli, Dadra along with personal guarantee of Lokesh Harjani.

NOTE 18. OTHER FINANCIAL LIABILITY	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
A) NON CURRENT			
DUES TO EMPLOYEE	89.40	88.04	61.27
TOTAL	89.40	88.04	61.27
B) CURRENT			
(a) CURRENT MATURITIES OF LONG TERM BORROWING (REFER NOTE 17.1)	85.78	77.23	36.30
(b) INTEREST ACCRUED BUT NOT DUE	1.73	2.02	0.97
(c) UNPAID DIVIDENDS*	27.63	21.91	24.92
(d) MARK TO MARKET OF DERIVATIVE FINANCIAL INSTRUMENTS	10.51	-	-
(e) PAYABLE TO EMPLOYEE	95.98	79.02	53.85
(f) SECURITY/TRADE DEPOSITS RECEIVED	0.05	0.05	0.05
(g) OTHERS (FOR EXPENSES)	0.29	17.66	4.47
TOTAL	221.97	197.88	120.55

*There is no amount due and outstanding as on 31st March 2018 to be credited to Investor Education and Protection Fund. The unpaid dividend for the financial year 2009-10 of Rs. 1.90 Lakhs which has been paid to Investor Protection Reserve Fund on 16.10.2017.



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 19. PROVISION	(Rs. In Lakhs)		
	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
A) NON CURRENT			
PROVISION FOR EMPLOYEE BENEFITS :			
GRATUITY PAYABLE	-	-	10.79
LEAVE ENCASHMENT SALARY PAYABLE	29.29	23.73	23.96
TOTAL	29.29	23.73	34.75
B) CURRENT			
PROPOSED DIVIDEND	99.14	99.14	16.52
PROVISION FOR TAX ON DIVIDEND	20.19	20.19	3.36
PROVISION FOR EMPLOYEE BENEFITS :			
LEAVE ENCASHMENT SALARY PAYABLE	10.50	8.47	5.66
OUTSTANDING EXPENSES	23.45	20.94	28.69
TOTAL	153.28	148.74	54.24

19.1 The board of Directors has recomonded a final dividnd @ Rs. 3.00/- per equity share of Rs. 10/- each on 33,04,800 equity shares for the year ended 31.03.2017. (P.Y. Rs. 3.00/- per equity share of Rs. 10/- each on 33,04,800 equity shares).

NOTE 20. DEFERRED TAX LIABILITY (NET)	(Rs. In Lakhs)		
	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
(a) DEFERED TAX LIABILITY:			
RELATED TO FIXED ASSET	91.53	102.57	117.76
DUE TO FVTPL OF INVESTMENT	53.87	97.88	39.83
OTHERS	1.01	5.89	1.61
(b) DEFERED TAX ASSET:			
DISALLOWANCES UNDER THE INCOME TAX ACT 1961 (NET)	(24.77)	(28.01)	(24.07)
TOTAL	121.65	178.33	135.13

NOTE 21. OTHER LIABILITIES	(Rs. In Lakhs)		
	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
A) NON CURRENT			
GOVERNMENT GRANT			
DEFERRED INCOME	4.00	5.88	-
TOTAL	4.00	5.88	-

Government grants have been received for the purchase of certain items of property, plant and equipment. There are no unfulfilled conditions or contingencies attached to these grants as at March 31.

B) CURRENT	(Rs. In Lakhs)		
	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
(a) ADVANCES RECEIVED FROM CUSTOMERS	10.78	8.47	6.26
(b) OTHERS			
(i) GOVERNMENT GRANTS (DEFERRED INCOME)	1.87	1.87	-
(ii) STATUTORY LIABILITIES	65.54	65.66	54.15
TOTAL	78.20	76.01	60.41

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Note : GOVERNMENT GRANT (Deferred Income)

(Rs. In Lakhs)

Particulars	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
As at April 1	7.75	-	-
Received during the year	-	9.63	-
Released to statement of profit and loss	(1.87)	(1.87)	-
As at March 31	5.88	7.75	-

(Rs. In Lakhs)

NOTE 22. TRADE PAYABLES	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
TRADE PAYABLES *	454.54	403.32	272.30
TOTAL	454.54	403.32	272.30

*22.1 The Company has received intimation from suppliers regarding their status under Micro, Small and Medium Enterprises Development Act, 2006 and hence the following disclosures are given wrt. the extent of information as available with the company :

a) Amount due and Outstanding to suppliers as at the end of accounting year.	34.18	72.37	16.90
b) Interest paid during the year.	NIL	NIL	NIL
c) Interest due on amount paid beyond due date during the year	NIL	NIL	NIL
d) Interest accrued and unpaid at the end of the accounting year,	NIL	NIL	NIL
e) Total interest due but not paid (including prior years.)	NIL	NIL	NIL

(Rs. In Lakhs)

NOTE 23. CURRENT TAX LIABILITIES (NET)	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
PROVISION FOR TAX (NET)	-	99.90	103.51
TOTAL	-	99.90	103.51

(Rs. In Lakhs)

NOTE 24. REVENUE FROM OPERATION	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
SALES	7,621.94	7,147.30
OTHER OPERATING REVENUE	217.50	286.41
TOTAL	7,839.44	7,433.71

(Rs. In Lakhs)

NOTE 25. OTHER INCOME	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
INTEREST	6.43	10.80
DIVIDEND	7.13	4.23
NET GAIN ON SALE OF INVESTMENT & RECOGNITION FVTPL	173.70	270.78
FOREIGN EXCHANGE FLUCTUATION	72.00	14.64
PROFIT ON SALE OF PROPERTY, PLANT AND EQUIPMENT	4.76	2.47
GOV GRANTS ON FIXED ASSETS *	1.87	1.87
PROVISION FOR DOUBTFUL DEBTS WRITE BACK	1.08	2.57
INSURANCE CLAIM RECEIVED	24.30	5.00
MISCELLANEOUS INCOME	5.93	4.42
TOTAL	297.20	316.79

Government grants have been received for the purchase of certain items of Property, Plant and Equipment. There are no unfulfilled conditions or contingencies attached to these grants as at March 31, 2018.



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

	(Rs. In Lakhs)	
NOTE 26. COST OF MATERIAL CONSUMED :	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
(A) RAW MATERIAL		
OPENING STOCK	727.10	293.06
ADD: PURCHASES	3,197.55	3,456.55
	3,924.65	3,749.62
LESS : CLOSING STOCK	954.92	727.10
LESS : Difference on account of Foreign Translation	1.08	8.03
LESS : Stock Reserve	12.04	7.43
TOTAL (A)	2,980.69	3,021.91
(B) CONSUMPTION OF SPARES		
OPENING STOCK	47.06	39.00
ADD : PURCHASES	89.07	142.88
	136.13	181.87
LESS : CLOSING STOCK	48.49	47.06
LESS : Difference on account of Foreign Translation	-	0.05
TOTAL (B)	87.64	134.77
(C) MLFS LICENCE		
OPENING STOCK	-	11.29
LESS : SALE OF LICENCE	-	-
	-	11.29
LESS : CLOSING STOCK	-	-
TOTAL (C)	-	11.29
TOTAL (A + B + C)	3,068.34	3,167.98

	(Rs. In Lakhs)	
NOTE 27. CHANGES IN INVENTORIES OF FINISHED GOODS, STOCK-IN-TRADE AND WORK IN PROGRESS	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
CLOSING STOCK		
- FINISHED GOODS	438.25	1,396.99
- SEMI FINISHED GOODS	33.08	27.83
ADD : Difference on account of Foreign Translation	2.03	22.75
LESS : Stock Reserve	48.99	-
TOTAL (A)	424.37	1,447.58
LESS: OPENING STOCK		
- FINISHED GOODS	1,396.99	1,201.79
- SEMI FINISHED GOODS	27.83	13.11
TOTAL (B)	1,424.82	1,214.90
INCREASE/(DECREASE) IN STOCK (A - B)	(1,000.45)	232.68

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

	(Rs. In Lakhs)	
NOTE 28. EMPLOYEE BENEFITS EXPENSES	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
SALARY, WAGES, BONUS & LEAVE SALARY	1,338.62	1,039.37
CONTRIBUTION TO PROVIDENT FUND & OTHER FUNDS	30.62	25.75
GRATUITY	8.41	8.63
STAFF RECRUITMENT EXPENSES	0.79	4.19
STAFF WELFARE & OTHER AMENITIES	31.94	39.11
TOTAL	1,410.38	1,117.05

	(Rs. In Lakhs)	
NOTE 29. FINANCE COST	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
INTEREST	75.63	132.70
OTHER BORROWING COST	24.73	17.18
TOTAL	100.36	149.88

	(Rs. In Lakhs)	
NOTE 30. DEPRECIATION	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
DEPRECIATION & AMORTISATION EXPENSE	275.04	288.89
LESS : Difference on account of Foreign Translation	1.14	(6.34)
TOTAL	273.90	295.23

	(Rs. In Lakhs)	
NOTE 31. OTHER EXPENSES	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
A) MANUFACTURING EXPENSES		
DIESEL EXPENSES	5.98	4.71
GAS EXPENSES	26.69	25.59
ELECTRICITY CHARGES	198.03	185.98
FACTORY EXPENSES	14.03	18.83
REPAIRS AND MAINTENANCE-BUILDING	5.16	4.32
REPAIRS AND MAINTENANCE-PLANT & MACHINERY	0.74	1.78
REPAIRS AND MAINTENANCE-OTHERS	48.49	45.35
LABOUR CHARGES	253.34	318.04
PROCESSING CHARGES	191.79	210.88
TESTING CHARGES	2.45	3.08
TOTAL (A)	746.70	818.56
B) SELLING & DISTRIBUTION EXPENSES		
FREIGHT & FORWARDING CHARGES	182.13	186.12
OTHERS	23.67	15.80



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

	(Rs. In Lakhs)	
NOTE 31. OTHER EXPENSES	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
TOTAL (B)	205.80	201.92
C) ADMIN EXPENSES		
REPAIRS & MAINTENANCE	4.36	4.12
AUDITORS REMUNERATION AND EXPENSES (REFER NOTE 36)	4.83	9.19
BAD DEBTS	1.18	0.12
SPENDING ON CSR ACTIVITIES (REFER NOTE 43)	35.83	34.17
INSURANCE CHARGES	12.67	10.20
LEGAL & PROFESSIONAL CHARGES	47.01	33.42
MISCELLANEOUS EXPENSES	109.74	88.80
CONVEYANCE & TRAVELING	123.45	151.18
RENT	262.48	283.40
RATES & TAXES	11.34	35.08
TOTAL (C)	612.90	649.69
GRAND TOTAL (A+B+C)	1,565.40	1,670.17

	(Rs. In Lakhs)	
NOTE 32. TAX EXPENSES	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
A) INCOME TAX EXPENSES :		
CURRENT TAX		
CURRENT TAX ON PROFITS FOR THE YEAR	250.00	545.00
SHORT/(EXCESS) INCOME TAX PROVISION	(15.51)	(5.47)
TOTAL CURRENT TAX EXPENSES	234.49	539.53
DEFERRED TAX		
DEFERRED TAX (ASSET)/LIABILITY	(57.56)	44.91
TOTAL INCOME TAX EXPENSES	176.93	584.44

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 33: Contingent Liabilities :-

- a) Unredeemed Bank Guarantees & Letter of credit are Rs. 210.73 Lakhs (P.Y. Rs. 222.62 Lakhs)
- b) Claims against the company not acknowledged as debts
- Income Tax Liability Rs. 4.94 Lakhs (P.Y. 6.53 Lakhs)
- c) The company has imported machineries under EPCG license whereby the custom duty saved of Rs. 52.72 Lakhs (P.Y. 52.72 Lakhs) is subject to performance of pre stated obligations. The non-performance would result in liability towards custom duty saved along with penalty and damages.

NOTE 34:

Capital Commitments :-

Estimate amount of contract remaining to be executed on Capital Account & not provided for Rs Nil (Rs. Nil) against which advance has been paid of Rs. Nil (P.Y. Nil)

NOTE 35:

The balance confirmations in respect of debtors, creditors, advances, loans and deposits as at 31st March 2018 have been called for and are subject to confirmation & reconciliation as the necessary communication in this respect is not received from them. The management has scrutinized the accounts and the balances appearing in the Balance Sheet are correct.

In the opinion of the management, no item of current assets, loans and advances has a value on realization in the ordinary course of business, which is less than the amount of value at which it is stated in the Balance Sheet, unless otherwise specified.

NOTE 36: Auditor Remuneration's :-

Rs. in Lakhs

Payment to Auditors	2017-18	2016-17
a) Audit Fees	2.50	3.45
b) Tax Audit Fees	----	0.86
c) Limited Review Certificate	1.50	1.21
d) Other Taxation Matters	----	2.28
e) Certification Charges	0.56	1.09
f) Out of Pocket Expense	0.27	0.31
Total	4.83	9.20

NOTE 37: Unhedged Foreign Currency Exposure & Derivative Instruments :-

(A) Foreign Currency exposure are as follows :

	31-03-2018		31-03-2017	
	Amount (in USD \$ in Lakhs)	Amount (in Rs. in Lakhs)	Amount (in USD \$ in Lakhs)	Amount in Rs.in Lakhs)
Sundry Debtors	USD 11.58	Rs. 754.81	USD 10.57	Rs. 686.51
Balance in EFC A/c	USD 0.23	Rs. 14.81	USD 2.66	Rs.172.66
Loan given to subsidiary (Including Interest.)	USD 18.23	Rs.1185.99	USD 14.39	Rs. 933.23
Investment in Equity shares of subsidy	USD 8.50	Rs. 563.53	USD 8.50	Rs. 563.53
Total Assets :	USD 38.54	Rs. 2519.14	USD 36.12	Rs. 2355.93
Trade Payable	USD 0.20	Rs, 13.90	USD 0.20	Rs, 13.90
Letter of Credit Issued	USD 3.00	Rs. 195.12	USD 3.66	Rs. 237.48
Total Liabilities :	USD 3.20	Rs. 209.02	USD 3.86	Rs. 251.38
Net Exposure	USD 35.34	Rs.2310.12	USD 32.26	Rs.2104.55


NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(B) Forward Contracts for hedge of Trade Receivables, Loans and under firm commitments/high probable forecast transactions are as follows :

	31-03-2018		31-03-2017	
	Amount (in USD \$ in Lakhs)	Amount (in Rs. in Lakhs)	Amount (in USD \$ in Lakhs))	Amount (in Rs. in Lakhs))
Forward Contracts	USD \$ 24.64	Rs.1613.72	USD \$ 4.80	Rs.329.91

Mark-to-market loss recognized in the statement of Profit & Loss Rs. 10.51 Lakhs (Gain for P.Y. of Rs. 13.58 Lakhs)

NOTE 38: Employee Benefits Obligations :-

a) **Defined contribution plans-** The company has recognized the following amounts in the Statement of Profit & loss for the Year :

Particular's	2017-18 Rs.in Lakhs	2016-17 Rs.in Lakhs
Employer's Contribution to Provident Fund	13.69	11.80
Employer's Contribution to E.S.I.C	3.43	1.84
Employer's Contribution to Escrow Deposit Scheme	5.97	5.72
Interest paid on Employee Escrow Scheme	8.37	7.13
Interest on Security Deposit	0.29	0.27

b) **Defined benefit plans - Gratuity & Leave Encashment :**

Gratuity :- The company operates a gratuity plan which is administrated through HDFC Standard Life Insurance Company Limited and a trust which is administrated through trustees. Every employee is entitled to a minimum benefit equivalent to 15 days salary last drawn for each completed year of service in line with Payment of Gratuity act, 1972. The same is payable at the time of separation from the company or retirement, whichever is earlier or death in service.

Leave Encashment :- The employees are entitled to accumulate compensated absence upto specified days as per company policy, which is payable at the time of separation from company i.e. retirement or death in service at the rate of last drawn salary.

The details on Company's Gratuity and Leave Encashment liabilities employees are given below which is certified by the actuary and relied upon by the auditors.

Notes forming part of the Consolidated Financial Statements

(i) **Reconciliation of Opening & Closing balance of Present Value of Defined benefit Obligation (DBO) :**

	Gratuity		Leave Encashment	
	31.03.18	31.03.17	31.03.18	31.03.17
Change in Benefit Obligation	Amount in Rs. in Lakhs			
Present Value of Obligation (Opening)	74.27	75.44	32.19	29.62
Interest Cost	5.26	5.92	2.28	2.32
Current Service Cost	7.73	7.79	10.97	10.84
Past Service Cost	1.20	-	-	-
Benefits Paid	(2.72)	(1.05)	(5.32)	(2.58)
Actuarial (Gain)/Loss on Obligation – Due to change in Financial Assumptions.	2.08	(9.65)	1.39	(4.43)
Actuarial (Gain)/Loss on Obligation – Due to Experience.	(22.36)	(4.17)	(1.73)	(3.58)
Present value of Obligation (Closing)	65.47	74.28	39.78	32.19

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(ii) Reconciliation of Opening & Closing balance of Fair Value of Plan Assets :

Fair value of plan Assets 01/04/2017	81.72	64.64	NIL	NIL
Expected Return on Plan Assets	5.79	5.08	NIL	NIL
Contribution	-----	10.80	5.32	2.58
Benefits paid	(2.72)	(1.05)	(5.32)	(2.58)
Actuarial (Gain)/Loss on plan Assets - Due to Experience.	0.84	2.25	NIL	NIL
Fair value of plan Assets 31/03/2018	85.63	81.72	NIL	NIL

Fair value of plan assets for gratuity represents the amount as confirmed by Insurer Manager Funds.

(iii) Balance Sheet Recognition :

(Present Value of Obligation)	(65.47)	(74.28)	(39.79)	(32.19)
Fair value of Plan Assets	85.62	81.72	NIL	NIL
Funded Status (Surplus /(Deficit))	20.15	7.44	(39.79)	(32.19)
Un-recognised past Service Cost	NIL	NIL	NIL	NIL
Net (Liability) recognized in the Balance Sheet	NIL	NIL	(39.79)	(32.19)

(iv) (a) Profit and Loss – Expenses Recognition

Current Service Cost	7.73	7.79	10.97	10.84
Interest Cost	5.26	5.92	2.28	2.32
Expected Return on Plan Assets	(5.79)	(5.07)	NIL	NIL
Re-measurement (or Actuarial) (gain) / loss	----	----	(0.34)	(8.01)
Past Service Cost	1.20	----	----	----
Expenses to be recognized in P/L Account	8.40	8.63	12.91	5.15

(b) Other Comprehensive Income

Actuarial (gains) / losses				
- change in demographic assumptions	3.01	0.41	NIL	NIL
- change in financial assumptions	(0.92)	(10.06)	NIL	NIL
- experience variance (i.e. Actual experience v/s assumptions)	(22.36)	(4.17)	NIL	NIL
Return on plan assets, excluding amount recognised in net interest expense	(0.85)	(2.25)	NIL	NIL
Components of defined benefit costs recognised in Other Comprehensive Income	(21.12)	(16.07)	NIL	NIL

v) For Each major category of plan assets, following is the percentage that each major category constitutes of the fair value of the plan assets :

Particular's	Gratuity as on 31 st March 2018		Gratuity as on 31 st March 2017	
	Amount Rs. in Lakhs	Rate %	Amount Rs. in Lakhs	Rate %
Insurer managed fund	85.63	100%	81.72	100%
Total	85.63	100%	81.72	100%

vi) The overall expected rate of return on assets is based on the expectation of the average long term rate of return expected on investments of the fund during the estimated term of the obligations.

vii) The Actual Return on plan assets is as follows:-

Particular's	Gratuity 2017-18		Gratuity 2016-17	
	Amount Rs. in Lakhs		Amount Rs. in Lakhs	
Actual return on plan assets	6.63		7.33	

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(viii) Following are the Principal Actuarial Assumptions used as at the balance sheet date:

	Gratuity	Leave Encashment
Discount Rate	7.40 %	7.40 %
Expected Return on Plan Assts	7.40 %	0.00 %
Mortality	Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2006-08)
Future Salary Increases	3.00 % PA	3.00 % PA
Attrition	18.00 % for Service Group.	18.00 %

ix) Amount recognized in current year and previous four years for Gratuity & Leave Encashment:-

a) Gratuity :

Particular's	2017-18	2016-17	2015-16	2014-15	2013-14
Defined benefit obligation	65.47	74.28	75.44	56.91	55.90
Plan assets	85.63	81.72	64.64	65.19	NIL
Surplus /(deficit)	20.15	7.44	(10.80)	8.28	(55.90)
Experience adjustment on plan liabilities	22.36	4.17	(16.38)	8.12	(8.55)
Experience adjustment on plan assets	0.85	2.25	0.13	0.19	NIL

b) Leave Encashment :

Particular's	2017-18	2016-17	2015-16	2014-15	2013-14
Defined benefit obligation	39.79	32.19	29.62	21.77	15.47
Plan assets	NIL	NIL	NIL	NIL	NIL
Surplus /(deficit)	(39.79)	(32.19)	(29.62)	(21.77)	(15.47)
Experience adjustment on plan liabilities	1.74	3.58	(6.70)	0.93	(0.55)
Experience adjustment on plan assets	NIL	NIL	NIL	NIL	NIL

NOTE 39 :

A) Segment Reporting :

In the opinion of the management the company is mainly engaged in the business of manufacturing of Elastic and all other activities revolve around the main business, and as such, there are no separate reportable segments.

B) Secondary Business Segment :

Description	Mumbai		Dadra	
	Rs. in Lakhs		Rs. in Lakhs	
	2017-18	2016-17	2017-18	2016-17
Segment Revenue (Gross)				
(i) Within India	251.62	319.52	1647.82	1671.14
(ii) outside India	NIL	NIL	1856.52	3330.90
Total Revenue (Gross)	251.62	319.52	3504.34	5002.04
Segment Fixed Assets(Gross)				
(i) Within India	244.47	239.48	1904.27	1744.87
(ii) outside India	NIL	NIL	NIL	NIL
Other Assets				
(i) Within India	2227.89	2826.82	1230.35	1403.87
(ii) outside India	NIL	NIL	6.04	594.70

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Description	Palghar		Vapi	
	Rs. in Lakhs		Rs. in Lakhs	
	2017-18	2016-17	2017-18	2016-17
Segment Revenue (Gross)				
(i) Within India	298.16	452.89	1222.85	1161.73
(ii) outside India	NIL	NIL	91.24	149.76
Total Revenue (Gross)	298.16	452.89	1314.09	1311.49
Segment Fixed Assets(Gross)				
(i) Within India	245.41	242.38	548.78	558.01
(ii) outside India	NIL	NIL	NIL	NIL
Other Assets				
(i) Within India	202.05	202.33	696.81	530.58
(ii) outside India	NIL	NIL	NIL	54.54

Description	Vietnam	
	Rs. in Lakhs	
	2017-18	2016-17
Segment Revenue (Gross)		
(i) Within India	NIL	NIL
(ii) outside India	2768.42	664.56
Total Revenue (Gross)	2768.42	664.56
Segment Fixed Assets(Gross)		
(i) Within India	NIL	NIL
(ii) outside India	701.00	596.39
Other Assets		
(i) Within India	NIL	NIL
(ii) outside India	2038.38	1212.85

NOTE 40:

Related Party Disclosures

A) List of Related Parties and Relationship

a) Associates : -

Premco Industries Onspot Solutions Pvt. Ltd. Pixel Packaging Ltd.	Enterprise on which significant influence is exercised having common directors/partners.
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b) Key Management Personnel : -

Mr. Ashok B. Harjani	Chairman & Managing Director
Mr. Lokesh P. Harjani	Director
Mrs. Nisha P. Harjani	Director
Mrs. Sonia A. Harjani	Director
Mr. Devendra Kumar Jain	CEO - Projects
Mr. Shantanu Dey	CEO



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

B) Related Party Transactions

I) Associates Enterprises	2017-18 Rs. In Lakhs	2016-17 Rs. In Lakhs
1. Security Deposit given (Closing Balance Rs. 30.00 Lakhs / P.Y. Rs. 20.00 Lakhs)	10.00	-----
2. Rent Paid	61.86	66.67
II) Key Management Persons		
1. Remuneration, Bonus & Perks	197.48	211.06
2. Imprest Account (Closing Balance Rs. NIL /P.Y Rs. NIL)	4.89	1.25
3. Tour Advance (Closing Balance Rs. (2.53 Lakhs / P.Y Rs. 1.82 Lakhs)	90.37	115.91
4. Reimbursement of expenses	170.24	150.60
5. Advance Given (Closing Balance Rs. NIL /P.Y. Rs. NIL)	1.67	3.50
6. Loan taken (Closing Balance Rs. NIL /P.Y. Rs NIL)	1147.00	1103.70
7. Interest Paid	25.55	78.24

C) Disclosure of Material transactions with related parties.

Particulars	2017-18 Rs. In Lakhs	2016-17 Rs. In Lakhs
a) Rent Paid		
1. Premco Industries	61.86	66.67
b) Remuneration, Bonus & Perks		
1. Ashok B. Harjani	69.60	69.60
2. Lokesh P. Harjani	54.39	54.35
3. Nisha P. Harjani	31.00	31.00
4. Sonia A. Harjani	3.13	5.21
5. Devendra Kumar Jain	2.27	26.03
6. Shantanu Dey	37.08	24.87
c) Interest Paid		
1. Ashok B. Harjani	16.54	49.96
2. Lokesh P. Harjani	1.95	13.04
3. Sonia A. Harjani	7.06	15.24
d) Loan Taken		
1. Ashok B. Harjani	789.50	706.45
2. Lokesh P. Harjani	87.50	213.25
3. Sonia A. Harjani	270.00	184.00

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 41:

Leases :

As a Lessee:

The Company's major leasing arrangements are in respect of commercial /residential premises (including furniture and fittings therein wherever applicable taken on leave and license basis). These leasing arrangements which are cancellable, range 11 months to 5 years, or longer and are usually renewable by mutually agreed terms and conditions.

The particulars of these leases are as follows:

(Rs. in Lakhs)

PARTICULARS	2017 – 18	2016 – 17
Future Minimum lease payments obligation on non-cancelable operating leases :		
Not later than one year	265.78	246.62
Later than one year and not later than five years.	954.47	850.70
Later than five years	855.68	1092.76
Lease payments recognized in Profit & Loss Account	262.48	283.40
Lease payments capitalized with Fixed Assets.	-----	-----

NOTE 42:

Earning Per Share:

Basic & Diluted:	Current Year	Previous Year
Profit after Tax as per Accounts is (Rs. in Lakhs)	528.11	1020.88
Weighted Average No. of Shares Issued	33.05	33.05
Basic & Diluted EPS (Rs.)	15.98	30.89

NOTE 43 : Corporate Social Responsibility (CSR) Activities :-

During the year, the Company is required to spend an amount of Rs. 35.47 Lakhs (PY Rs. 33.72 Lakhs) towards CSR activities, whereas the Company has already spent Rs. 35.32 Lakhs (PY Rs. 33.74 Lakhs) towards Corporate Social Responsibility (CSR) under section 135 of the Companies Act, 2013 and rules thereon by way of contribution to various Trusts / NGOs / Societies / Agencies.

NOTE 44: DISCLOSURE ON SPECIFIED BANK NOTES (SBNs) :-

- The reporting on disclosures relating to Specified Bank Notes is not applicable to the Company for the year ended March 31, 2018.
- Following are the details of holdings as well as dealings in Specified Bank Notes for the previous year ended March 31, 2017.

(Rs. in Lakhs)

Particulars	SBNs	Other denominations notes	Total
Closing cash in hand as on 08.11.2016	0.35	1.11	1.46
(+) Permitted receipts	----	8.55	8.55
(+) Non Permitted receipts	2.02	----	2.02
(-) Permitted payments	0.27	7.94	8.21
(-) Amount deposited in banks	2.10	0.03	2.13
Closing cash in hand as on 30.12.2016	----	1.69	1.69



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 45: Fair value disclosures for financial assets and financial liabilities

(Rs.in Lakhs)

Financial instruments by category	As at March 31, 2018			As at March 31, 2017			As at April 1, 2016		
	FVTPL	FVOCI	Amortised Cost	FVTPL	FVOCI	Amortised Cost	FVTPL	FVOCI	Amortised Cost
Financial assets									
Investments									
- Equity instruments	5.94		1.12	10.23		1.12	9.89		1.12
- Debentures	57.92			33.20			34.56		
- Mutual Funds	1987.87			2453.24			1982.72		
Trade receivables			1821.78			1240.44			914.13
Cash and cash equivalents			50.15			372.83			217.32
Bank balances other than cash and cash equivalents			58.98			53.26			56.27
Loans			14.55			23.65			20.80
Other financial assets			112.98	13.58		164.73	17.19		92.26
Total Financial assets	2051.73	-	2059.56	2510.25	-	1856.03	2044.36	-	1301.90
Financial Liabilities									
Borrowings			370.30			1109.00			382.68
Trade payables			454.55			403.32			272.31
Other financial liabilities	10.51		300.86			285.92			181.82
Total Financial liabilities	10.51	-	1125.71	-	-	1798.24	-	-	836.81

(i) Fair value hierarchy

This section explains the judgments and estimates made in determining the fair values of the financial instruments that are (a) recognized and measured at fair value and (b) measured at amortized cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

Financial assets and liabilities measured at fair value - recurring fair value measurements as at March 31, 2018	Notes	Level 1	Level 2	Level 3	Total
Financial assets					
Financial investments at FVTPL					
Equity Instruments	6	5.94			5.94
Debentures	6	57.92			57.92
Mutual funds	6		1987.87		1987.87
Other financial liabilities	18B		(10.51)		(10.51)
Total financial assets & liabilities		63.86	1977.36		2041.22

(Rs.in Lakhs)

Financial assets and liabilities measured at amortised cost for which fair values are disclosed as at March 31, 2018	Notes	Level 1	Level 2	Level 3	Total
Financial assets					
Equity Instruments	6			1.12	1.12
Trade receivables	11			1821.78	1821.78
Cash and cash equivalents	12			50.15	50.15
Bank balances other than cash and cash equivalents	13			58.98	58.98
Loans	7A,7B			14.55	14.55
Other financial assets	8A,8B			112.98	112.98
Total financial assets		-	-	2059.56	2059.56

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Financial liabilities					
Borrowings	17A, 17B			370.30	370.30
Trade payables	22			454.55	454.55
Other financial liabilities	18A,18B			300.86	300.86
Total financial liabilities		-	-	1125.71	1125.71

Financial assets and liabilities measured at fair value - recurring fair value measurements as at March 31, 2017	Notes	Level 1	Level 2	Level 3	Total
Financial assets					
Financial investments at FVTPL					
Equity Instruments	6	10.23			10.23
Debentures	6	33.20			33.20
Mutual funds	6		2453.24		2453.24
Other financial assets	8		13.58		13.58
Total financial assets		43.43	2466.82	-	2510.25

Financial assets and liabilities measured at amortised cost for which fair values are disclosed as at March 31, 2017	Notes	Level 1	Level 2	Level 3	Total
Financial assets					
Equity Instruments	6			1.12	1.12
Trade receivables	11			1240.44	1240.44
Cash and cash equivalents	12			372.83	372.83
Bank balances other than cash and cash equivalents	13			53.26	53.26
Loans	7A,7B			23.65	23.65
Other financial assets	8A,8B			164.73	164.73
Total financial assets		-	-	1856.03	1856.03
Financial liabilities					
Borrowings	17A, 17B			1109.00	1109.00
Trade payables	22			403.32	403.32
Other financial liabilities	18A,18B			285.92	285.92
Total financial liabilities		-	-	1798.24	1798.24

Financial assets and liabilities measured at fair value - recurring fair value measurements as at March 31, 2016	Notes	Level 1	Level 2	Level 3	Total
Financial assets					
Financial investments at FVTPL					
Equity Instruments	6	9.89			9.89
Debentures	6	34.56			34.56
Mutual funds	6		1982.72		1982.72
Other financial assets	8		17.19		17.19
Total financial assets		44.45	1999.91	-	2044.36

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(Rs.in Lakhs)

Financial assets and liabilities measured at amortised cost for which fair values are disclosed as at March 31, 2016	Notes	Level 1	Level 2	Level 3	Total
Financial assets					
Equity Instruments	6			1.12	1.12
Trade receivables	11			914.13	914.13
Cash and cash equivalents	12			217.32	217.32
Bank balances other than cash and cash equivalents	13			56.27	56.27
Loans	7A,7B			20.80	20.80
Other financial assets	8A,8B			92.26	92.26
Total financial assets		-	-	1301.90	1301.90
Financial liabilities					
Borrowings	17A, 17B			382.68	382.68
Trade payables	22			272.31	273.31
Other financial liabilities	18A,18B			181.82	181.82
Total financial liabilities		-	-	836.81	836.81

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments that have quoted price. The fair value of all equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period.

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity specific estimates. The Company has mutual funds for which all significant inputs required to fair value an instrument falls under level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities and unlisted preference shares are included in level 3.

There are no transfers between levels 1, 2 and 3 during the year.

(ii) **Valuation technique used to determine fair value**

Specific valuation techniques used to value financial instruments include:

Investments in quoted equity instruments are valued using the closing price at Bombay Stock Exchange (BSE) at the reporting period.

The fair value of forward foreign exchange contracts is determined using forward exchange rates as at the balance sheet date, prevailing with Authorised Dealers dealing in foreign exchange.

The use of Net Assets Value ('NAV) for valuation of mutual fund investment. NAV represents the price at which the issuer will issue further units and will redeem such units of mutual fund to and from the investors.

The fair value of the debentures is determined based on present values and the discount rates used were adjusted for counterparty risk and country risk.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

(iii) Fair value of Financial assets and liabilities measured at amortised cost

(Rs.in Lakhs)

	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial assets						
Equity Investment	1.12	1.12	1.12	1.12	1.12	1.12
Trade receivables	1821.78	1821.78	1240.44	1240.44	914.13	914.13
Cash and cash equivalents	50.15	50.15	372.83	372.83	217.32	217.32
Bank balances other than cash and cash equivalents	58.98	58.98	53.26	53.26	56.27	56.27
Loans	14.55	14.55	23.65	23.65	20.80	20.80
Other financial assets	112.98	112.98	164.73	164.73	92.26	92.26
Total financial assets	2059.56	2059.56	1856.03	1856.03	1301.90	1301.90
Financial liabilities						
Borrowings	370.30	370.30	1109.00	1109.00	382.68	382.68
Trade payables	454.55	454.55	403.32	403.32	272.31	272.31
Other financial liabilities	300.86	300.86	285.92	285.92	181.82	181.82
Total financial liabilities	1125.71	1125.71	1798.24	1798.24	836.81	836.81

- a) The carrying amounts of trade receivables, trade payables, cash and cash equivalents, bank balances other than cash and cash equivalents, borrowings and other financial liabilities are considered to be the same as their fair values, due to their short term nature.
- b) The fair values and carrying value for equity investments, security deposits, loans, other financial assets and other financial liabilities are materially the same.

NOTE 46A: Financial risk management

The Company's activities expose it to market risk, liquidity risk and credit risk. In order to minimise any adverse effects on the financial performance of the company, derivative financial instruments, such as foreign exchange forward contracts are entered to hedge certain foreign currency risk exposures. Derivatives are used exclusively for hedging purposes and not as trading or speculative instruments.

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the impact of hedge accounting in the financial statements.

The company has a robust risk management framework comprising risk governance structure and defend risk management processes. The risk governance structure of the company is a formal organization structure with defend roles and responsibilities for risk management.

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, trade receivables, loans & other financial assets measured at amortised cost.	Ageing analysis	Diversification of bank deposits, credit limits and letters of credit in select cases.
Liquidity risk	Other financial liabilities	Sensitivity analysis	Availability of committed credit lines and borrowing facilities
Market risk foreign currency risk	Recognized financial assets and liabilities not denominated in Indian rupee.	Sensitivity analysis	Forward foreign exchange contracts
Market risk security prices	Investments in equity shares, debentures & mutual funds.	Sensitivity analysis	Portfolio diversification



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

The Company risk management is carried out by a central treasury department under the guidance from the board of directors. Company's treasury identifies, evaluates and hedges financial risks in close coordination with the company's operating units. The board provides written principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity. There is no change in objectives and process for managing the risk and methods used to measure the risk as compared to previous year.

1) Credit Risk :

Credit risk is the risk that the counterparty will not meet its obligation under a financial instrument or customer contract, leading to financial loss. The Credit risk mainly arises receivables from customers, cash and cash equivalents, loans and deposits with banks, financial institutions & others.

a) Trade receivables

The maximum exposure to the credit risk at the reporting date is primarily from trade receivables amounting to Rs. 1821.78 Lakhs as at March 31, 2018 (March 31, 2017- Rs.1240.44 Lakhs; April 1, 2016 - Rs.914.13 Lakhs) and from loans amounting Rs. 14.55 Lakhs (March 31, 2017- Rs.23.65 Lakhs; April 1, 2016 - Rs.20.80 Lakhs) Trade receivables are typically unsecured and are derived from revenue earned from customers located in India as well as outside India. The Company establishes an allowance for doubtful debts and impairment that represents its estimate of incurred losses in respect of trade receivables.

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry, the country and the state in which the customer operates, also has an influence on credit risk assessment.

Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business.

The management continuously monitors the credit exposure towards the customers outstanding at the end of each reporting period to determine incurred and expected credit losses. Historical trends of impairment of trade receivables do not reflect any significant credit losses. Given that the macroeconomic indicators affecting customers of the Company have not undergone any substantial change, the Company expects the historical trend of minimal credit losses to continue.

The movement in the allowance for impairment in respect of trade receivables during the year was as follow:

Movement in expected credit loss allowance on trade receivables

(Rs.in Lakhs)

	As at March 31,2018	As at March 31, 2017	As at April 1, 2016
Opening provision	2.32	4.77	----
Add: Additional provision made	1.18	0.12	4.77
Less: Provision write off	---	---	---
Less: Provision reversed	1.08	2.57	----
Closing provision	2.42	2.32	4.77

The average credit period on sales of products is less than 90 days. Credit risk arising from trade receivables is managed in accordance with the Company's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on a detailed study of credit worthiness and accordingly individual credit limits are defined/modified. For trade receivables, as a practical expedient, the Company computes credit loss allowance based on a provision table as above.

b) Cash and cash equivalents:

As at the year end, the Company held cash and cash equivalents of Rs. 50.15 Lakhs (March 31, 2017: Rs. 372.83 Lakhs and April 1, 2016: Rs. 217.32 Lakhs). The cash and cash equivalents are held with bank and financial institution counterparties with good credit rating.

c) Other Bank Balances:

Other bank balances are held with bank and financial institution counterparties with good credit rating.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

d) **Loans** : The maximum exposure from loans is from employees and the repayments are regular and neither past due nor impaired.

e) **Other financial assets:**

Other financial assets includes security deposits which are neither past due nor impaired.

2) Liquidity Risk :

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses.

Company treasury maintains flexibility in funding by maintaining availability under committed credit lines. Management monitors rolling forecasts of the Company's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows.

(i) Financing arrangements

The Company had access to the following undrawn borrowing facilities at the end of the reporting period:

(Rs.in Lakhs)

	As at		
	March 31, 2018	March 31, 2017	April 1, 2016
Expiring within one year (bank overdraft and other facilities)	2213.05	96.17	866.04

(ii) Maturity pattern of financial liabilities

(Rs.in Lakhs)

As at March 31, 2018	Not Due	0-6 months	6 - 12 months	More than 12 months
Borrowings	----	235.05	42.59	178.44
Trade Payable	308.02	119.29	4.62	22.61
Other financial liabilities	----	108.52	1.87	115.20
As at March 31, 2017	Not Due	0-6 months	6 - 12 months	More than 12 months
Borrowings	----	900.18	40.09	245.96
Trade Payable	237.70	155.59	0.81	9.22
Other financial liabilities	----	98.70	1.90	108.09
As at April 1, 2016	Not Due	0-6 months	6 - 12 months	More than 12 months
Borrowings	----	315.92	14.14	88.92
Trade Payable	184.43	77.75	0.64	9.49
Other financial liabilities	----	59.28	1.64	84.60

Other financial liabilities includes Current maturity of long-term borrowings of Rs. 85.78 Lakhs (March 31, 2017 : 77.23 Lakhs and April 1, 2016 : 36.30 Lakhs) is included in borrowings above :

3) Market Risk :

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risks namely interest rate risk, currency risk and other price risk, such as commodity risk. The Company is not exposed to interest rate risk whereas the exposure to currency risk and other price risk is given below:


NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS
A) Market Risk- Foreign currency risk.

The Company operates internationally and portion of the business is transacted in several currencies and consequently the Company is exposed to foreign exchange risk through its sales in overseas and purchases from overseas suppliers in various foreign currencies. Foreign currency exchange rate exposure is partly balanced by maintaining an EEFC bank account and purchasing of goods, commodities and services in the respective currencies. The Company also uses foreign currency forward contracts to hedge its risks associated with foreign currency fluctuations relating to certain firm commitments, highly probable forecast transactions and foreign currency required at the settlement date of certain receivables/payables. The use of foreign currency forward contracts is governed by the Company's strategy approved by the board of directors, which provide principles on the use of such forward contracts consistent with the Company's risk management policy and procedures.

Derivatives instruments and unhedged foreign currency exposure
(a) Derivative outstanding as at the reporting date

Particulars/ Currency	As at					
	March 31, 2018		March 31, 2017		April 1, 2016	
	Amount in Foreign Currency	In Lakhs Rs.	Amount in Foreign Currency	In Lakhs Rs.	Amount in Foreign Currency	In Lakhs Rs.
Forward contract to sell						
- USD	24,64,498	1613.72	4,79,600	329.91	11,12,100	763.44

Derivative financial instruments such as foreign exchange forward contracts are used for hedging purposes and not as trading or speculative instruments.

(b) Particulars of unhedged foreign currency exposures as at the reporting date

The Company's exposure to foreign currency risk at the end of the reporting period expressed in equivalent in INR Rupees is as follows:

(Rs. In Lakhs)

Particulars	As at					
	March 31, 2018		March 31, 2017		April 1, 2016	
	USD	Others	USD	Others	USD	Others
Financial assets						
Investment in equity shares	563.53		563.53		395.28	
Trade receivables	754.81		686.51		292.11	
Other financial assets						
Loans	1185.99		933.23		99.70	
Cash and Cash equivalents	14.81		172.66		203.74	
Net exposure to foreign currency risk (assets)	2519.14		2355.93		972.30	

Financial liabilities

Trade payables	13.90		13.90		-----	
Letter of Credit	195.12		237.48		-----	
Net exposure to foreign currency risk (liabilities)	209.02		251.38		-----	
Less: Forward contracts (USD-INR)	1613.72		329.91		763.44	
Net unhedged foreign currency exposure	696.40	-	1774.64	-	208.86	-

The company mainly exposed to USD. The below table demonstrates the sensitivity to 1% increase or decrease in the USD against INR with all other variables held constant. The sensitivity analysis is prepared on the unhedged exposure of the company as at the reporting date.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

	Effect on Profit after Tax	
	For year ended March 31, 2018	
	1% increase	1% decrease
Increase / (decrease) in profit or loss	6.96	(6.96)

B) Market Risk- Price risk.

(a) Exposure

The company is mainly exposed to the price risk due to its investment in mutual funds and investment in equity instruments held by the company and classified in the balance sheet as fair value through profit or loss. The investment in mutual funds are mix of equity and debt based mutual funds. The price risk arises due to uncertainties about the future market values of these investments. To manage its price risk arising from investments in equity securities and mutual funds, the company diversifies its portfolio.

(b) Sensitivity

The table below summarizes the impact of increases/decreases of the BSE index on the Company's equity and Gain/ Loss for the period. The analysis is based on the assumption that the index has increased by 5% or decreased by 5% with all other variables held constant, and that all the company's equity instruments moved in line with the index. (Rs.in Lakhs)

	Impact on other Component of Equity	
	For year ended	
	March 31, 2018	March 31, 2017
BSE Sensex 30 Increase 5%	102.59	124.83
BSE Sensex 30 Decrease 5%	(102.59)	(124.83)

NOTE 46B: Capital management

(a) Risk Management

The company's objectives when managing capital are to safeguard the company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

The Company monitors capital on the basis of the following gearing ratio: (Rs.in Lakhs)

	As at		
	March 31, 2018	March 31, 2017	April 1, 2016
Net debt (total borrowings net of cash and cash equivalents, other bank balances and current investments)	346.95	760.13	145.39
Total equity	6492.18	6084.24	5202.60
Net debt equity ratio	5.34%	12.49%	2.79%

(b) Dividends

	As at	
	March 31, 2018	March 31, 2017
i) Equity Share		
Final dividend	99.14	99.14
Interim dividend	-----	-----
Dividend distribution tax on above dividend	20.19	20.19
ii) Dividend not recognized at the end of the reporting period		
Proposed dividend	99.14	99.14
Dividend distribution tax on proposed dividend	20.19	20.19



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 47: First Time Adoption of Ind AS

Transition to Ind AS

These are the Company's first Consolidated financial statements prepared in accordance with Ind AS. The accounting policies set out in note 2 have been applied in preparing the financial statements for the year ended March 31, 2018, the comparative information presented in these financial statements for the year ended March 31, 2017 and in the preparation of an opening Ind AS balance sheet at April 1, 2016 (the company's date of transition). In preparing its opening Ind AS balance sheet, the company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2014 and other relevant provisions of the Act (previous GAAP or Indian GAAP). An explanation of how the transition from previous GAAP to Ind AS has affected the company's financial position, financial performance and cash flows is set out in the following tables and notes.

Notes forming part of the Consolidated Financial Statements

A. Exemptions and exceptions availed

Set out below are the applicable Ind AS 101 optional exemptions and mandatory exceptions applied in the transition from previous GAAP to Ind AS.

A.1 Ind AS optional exemptions

A.1.1 Deemed cost for Property, Plant and Equipment, Intangible Assets and Investment Property.

Ind AS 101 permits a first time adopter to opt to continue with the carrying value for all of its property, plant and equipment as recognized in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de commissioning liabilities if any. This exemption can also be used for intangible assets covered by Ind AS 38 Intangible Assets.

Accordingly, the company has opted to measure all of its property, plant and equipment and intangible assets at their previous GAAP carrying value and use the same as deemed cost in the opening Ind AS balance sheet.

A.1.2 Designation of previously recognised financial instrument

Ind AS 101 allows an entity to recognize investments in equity instruments at fair value through profit and loss (FVTPL) through an irrevocable election on the basis of the facts and circumstances at the date of transition to Ind AS. The company has opted to apply this exemption for its investment in quoted equity investments, debentures and mutual funds.

A.2 Ind AS mandatory exceptions

A.2.1 Estimates

An entity's estimates in accordance with Ind AS's at the date of transition shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.

Ind AS estimates as at 1 April 2016 are consistent with the estimates as at the same date made in conformity with previous GAAP. The Company made estimates for following items in accordance with Ind AS at the date of transition as these were not required under previous GAAP

- Investment in equity instruments carried at FVTPL
- Investment in debt instruments carried at FVTPL
- Impairment of financial assets based on expected credit loss model

Upon an assessment of the estimates made under Previous GAAP, the Company has concluded that there was no necessity to revise such estimates under Ind AS, except where estimates were required by Ind AS and not required by previous GAAP.

A.2.2 Classification and measurement of financial assets

- a) Ind AS 101 requires an entity to assess classification and measurement of financial assets (investment in debt instruments) on the basis of the facts and circumstances that exist at the date of transition to Ind AS.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

b) Reconciliation between previous GAAP and Ind AS

Ind AS 101 requires an entity to reconcile equity, total comprehensive income and cash flows for prior periods. The following tables represent the reconciliation from previous GAAP to Ind AS.

I. Effect of Ind AS adoption on the Balance sheet as at April 1, 2016 (Rs.in Lakhs)

Particulars	Note to first-time adoption	Previous GAAP*	Effect of Transition to Ind AS	Ind AS
ASSETS				
Non-current assets				
Property, plant and equipment		963.25	----	963.25
Other intangible assets		7.31	---	7.31
Capital WIP		425.25	---	425.25
Financial Assets				
Investments	1	1860.15	168.13	2028.28
Loans		0.43	----	0.43
Other financial assets		91.65	----	91.65
Other non-current assets		----	----	----
Total non-current assets		3348.04	168.13	3516.17
Current assets				
Inventories		1558.14	----	1558.14
Financial assets				
Trade receivables		914.13	----	914.13
Cash and cash equivalents		217.32	----	217.32
Bank balance other than above		56.27	----	56.27
Loans		20.38	----	20.38
Other financial assets		17.78	----	17.78
Current tax assets (net)		----	----	----
Other current assets		194.33	----	194.33
Total current assets		2978.35	----	2978.35
Total assets		6326.39	168.13	6494.52

(Rs.in Lakhs)

Particulars	Note to first-time adoption	Previous GAAP*	Effect of Transition to Ind AS	Ind AS
EQUITY AND LIABILITIES				
EQUITY				
Equity share capital		330.48	---	330.48
Other equity		4746.73	125.39	4872.12
Total equity		5077.21	125.39	5202.60
MINORITY INTEREST				
LIABILITIES				
Non-current liabilities		67.08	----	67.08
Financial liabilities				
Borrowings	5	92.82	(3.90)	88.92
Other financial liabilities		61.27	---	61.27



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Particulars	Note to first- time adoption	Previous GAAP*	Effect of Transition to Ind AS	Ind AS
Provisions		34.75	---	34.75
Deferred tax liabilities (Net)		87.74	47.39	135.13
Other non-current liabilities		---	----	----
Total non-current liabilities		276.58	43.49	320.07
Current liabilities				
Financial liabilities				
Borrowings		293.76	----	293.76
Trade payables		272.31	----	272.31
Other financial liabilities	5	121.30	(0.75)	120.55
Provisions		54.24	----	54.24
Other current liabilities		60.41	----	60.41
Current tax liabilities (net)		103.50	----	103.50
Total current liabilities		905.52	(0.75)	904.77
Total liabilities		1182.10	42.74	1224.84
Total equity and liabilities		6326.39	168.13	6494.52

* Previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note

Reconciliation of equity as at transition April 1, 2016

(Rs.in Lakhs)

Particulars	Note to first- time adoption	March 31, 2016
Total equity as per previous GAAP		5077.21
Adjustments:		
Effect of measuring investments at fair value through profit and loss	1	168.13
Effect on recognizing effective interest on term loan	5	4.65
Deferred Tax impact on Ind AS adjustments		(47.39)
Total Adjustments		125.39
Total equity as per Ind AS		5202.60

II. Effect of Ind AS adoption on the Balance sheet as at March 31, 2017

(Rs.in Lakhs)

Particulars	Note to first- time adoption	Previous GAAP*	Effect of Transition to Ind AS	Ind AS
ASSETS				
Non-current assets				
Property, plant and equipment	2	1648.54	5.94	1654.48
Other intangible assets		4.60	---	4.60
Financial Assets				
Investments	1	2084.63	413.16	2497.79
Loans		0.33	----	0.33
Other financial assets		164.32	----	164.32
Other non-current assets	4	5.09	7.44	12.53
Total non-current assets		3907.51	426.54	4334.05
Current assets				
Inventories		2240.80	---	2240.80
Financial assets				
Trade receivables		1240.45	----	1240.45

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Particulars	Note to first- time adoption	Previous GAAP*	Effect of Transition to Ind AS	Ind AS
Cash and cash equivalents		372.83	----	372.83
Bank balance other than above		53.26	----	53.26
Loans		23.32	----	23.32
Other financial assets		13.98	----	13.98
Current tax assets (net)		----	----	----
Other current assets	2	192.99	13.10	206.09
Total current assets		4137.63	13.10	4150.73
Total assets		8045.14	439.64	8484.78

(Rs.in Lakhs)

Particulars	Note to first- time adoption	Previous GAAP*	Effect of Transition to Ind AS	Ind AS
EQUITY AND LIABILITIES				
EQUITY				
Equity share capital		330.48	---	330.48
Other equity		5440.33	313.44	5753.77
Total equity		5770.81	313.44	6084.25
MINORITY INTEREST		69.71	----	69.71
LIABILITIES				
Non-current liabilities				
Financial liabilities				
Borrowings	5	248.88	(2.92)	245.96
Other financial liabilities	4	74.66	13.38	88.04
Provisions		23.73	---	23.73
Deferred tax liabilities (Net)		73.95	104.38	178.33
Other non-current liabilities	2	---	5.88	5.88
Total non-current liabilities		421.22	120.72	541.94
Current liabilities				
Financial liabilities				
Borrowings		863.04	----	863.04
Trade payables		403.32	----	403.32
Other financial liabilities	4,5	194.27	3.61	197.88
Provisions		148.74	----	148.74
Other current liabilities	2	74.13	1.87	76.00
Current tax liabilities (net)		99.90	----	99.90
Total current liabilities		1783.40	5.48	1788.88
Total liabilities		2204.62	126.20	2330.82
Total equity and liabilities		8045.14	439.64	8484.78

* Previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Reconciliation of equity as at transition March 31, 2017

(Rs. in Lakhs)

Particulars	Note to first-time adoption	March 31, 2017
Total equity as per previous GAAP		5770.81
Adjustments:		
Effect of measuring investments at fair value through profit and loss	1	413.16
Effect on recognizing effective interest on term loan	5	3.91
Effects due to Government grants & fixed assets	2	11.29
Reclassification of remeasurement of employee benefits	4	(10.53)
Deferred Tax impact on Ind AS adjustments		(104.39)
Total Adjustments		313.44
Total equity as per Ind AS		6084.25

Effect of Ind AS adoption on the Statement of Profit and Loss for the year ended March 31, 2017

(Rs.in Lakhs)

Particulars	Note to first-time adoption	Previous GAAP*	Effect of Transition to Ind AS	Ind AS
Revenue from operations	2	7420.60	13.11	7433.71
Other income	1,2,4	70.27	246.52	316.79
Total income		7490.87	259.63	7750.50
Expenses:				
Cost of materials consumed		3223.44	----	3223.44
Changes in inventories of finished goods, work in progress and stock in trade		(288.14)	----	(288.14)
Employee benefits expenses	4	1109.48	7.57	1117.05
Finance costs	5	149.13	0.75	149.88
Depreciation and amortisation expense	2	293.90	1.32	295.22
Other expenses		1670.17	---	1670.17
Total expenses		6157.98	9.64	6167.62
Profit before tax		1332.89	249.99	1582.88
Tax expense				
Current tax		545.00	----	545.00
Deferred tax		(13.80)	58.71	44.91
Short provision for tax relating to prior years		(5.47)	----	(5.47)
Total tax expense		525.73	58.71	584.44
Profit for the year before Minority Interest		807.16	191.28	998.44
Minority Interest		(25.68)	----	(25.68)
Profit for the year after Minority Interest		832.84	191.28	1024.12
Other comprehensive income				
Items that will not be reclassified to profit or loss				
Remeasurement benefit of defined benefit plans	4	--	(1.33)	(1.33)
Equity instruments through other comprehensive income	3	--	(3.61)	(3.61)
Income tax relating to above items		--	1.71	1.71
Other comprehensive income for the year, net of tax		--	(3.23)	(3.23)
Total comprehensive income for the year		832.84	188.05	1020.89

* Previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Reconciliation of total comprehensive income for the year ended March 31, 2017

(Rs.in Lakhs)

	Note to first- time adoption	March 31, 2017
Profit after tax as per previous GAAP		832.84
Adjustments:		
Effects due to hedging instruments	3	3.61
Effects due to Government grants & fixed assets	2	11.29
Effects of measuring investments at Fair value through Profit and Loss	1	245.03
Reclassification of remeasurement of employee benefits	4	(9.19)
Effects due to effective interest expenses on borrowings	5	(0.75)
Taxes on account of above items		(58.71)
Net Profit as per IND AS		1024.12
Other Comprehensive Income (Net of tax)		(3.23)
Total Comprehensive Income for the period		1020.89

Effect of Ind AS adoption on the Statement of Cash Flow for the year ended March 31, 2017

(Rs.in Lakhs)

Particulars	Previous GAAP	Effect of Transition to Ind AS	Ind AS
Net cash flows from operating activities	400.77	2.71	403.48
Net cash flows from investing activities	(733.10)	(0.29)	(733.39)
Net cash flows from financing activities	485.17	0.24	485.41
Net increase in cash and cash equivalents	152.85	2.66	155.51
Cash and cash equivalents at the beginning of the year	242.23	(24.91)	217.32
Effect of exchange difference	(0.36)	0.36	---
Unpaid Dividend A/c	(21.90)	21.90	----
Cash and cash equivalents at the end of the year	372.83	-	372.83

Note 1: Fair valuation of investments

Under previous GAAP, Investments were accounted at cost. Under IND AS, the company has valued investments at fair value through statement of profit and loss. Impact of fair value changes on the date of transition including tax impact thereon is recognized in other equity (opening reserves) as at 1st April, 2016. Changes in fair value thereafter are recognized in statement of profit and loss and impact of actual realized gain as per previous GAAP is reversed.

Note 2: Government grants relating to Property, Plant & Equipment & other revenue grants

Under the previous GAAP, the government grants towards reimbursement of cost of fixed assets were reduced from the cost of fixed assets. Under IND AS the Company has increased the cost of fixed assets and recognised income from government grants over the useful life of the assets. Further the depreciation is also charged as per the remaining useful life.

The government grants other than fixed assets are recognised as income in the year of receipt.

Note 3: Financial instruments - derivatives

Under the previous GAAP, the foreign currency exchange rate fluctuation on forward contract hedges as on the closing dates were booked in the statement of profit & loss account. Under IND AS the same are recognised through other comprehensive income.

Note 4: Remeasurements of post-employment benefit obligations

Under the IND AS, remeasurement i.e. actuarial gain/loss and the return on plan assets, excluding amounts included in the net interest expenses on the net defined benefit liability are recognised in other comprehensive income instead of statement of profit and loss. Under the previous GAAP, these remeasurement were part of profit and loss for the year.

Note 5: Effective Interest on borrowing

Under the IND AS, the interest on long term borrowings are recognised at effective rate recognizing the initial borrowing expenditure incurred. Under the previous GAAP, the interest was accounted at actual rate.



NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 48 : Statement of Net assets and profit or Loss attributable to owners and minority interest: (Rs.in Lakhs)

Name of the Company	Net asset (total assets less total liabilities)		Share in profit & loss	
	As % of consolidated net assets	Amount Rs. in Lakhs	As % of consolidated profit or loss	Amount Rs. in Lakhs
Parent – Premco Global Limited	100.99	6641.26	96.09	507.47
Subsidiary – Premco Global Vietnam Co. Ltd.	8.61	566.35	18.19	96.09
Associates (As per equity method)		0.00		0.00
a) Adjustment arising out of consolidation	(8.32)	(547.16)	(11.56)	(61.03)
b) Minority Interest	(1.28)	(84.13)	(2.72)	(14.41)
Consolidated Net assets/ profit after tax	100.00	6576.31	100.00	528.11

NOTE 49: Movement in deferred tax Liability. (Rs.in Lakhs)

	Depreciation	Expenses disallowed u/s 43B of income tax act 1961	FVTPL	FVOCI	Total
At April 1, 2016	117.76	(30.02)	41.44	5.95	135.13
(charged)/credited:					
- to profit or loss	(15.19)	(1.60)	61.70		44.91
- to other comprehensive income				(1.72)	(1.72)
At March 31, 2017	102.57	(31.62)	103.14	4.23	178.32
(charged)/credited:					
- to profit or loss	(11.04)	2.58	(49.09)		(57.55)
- to other comprehensive income				0.87	0.87
At March 31, 2018	91.53	(29.04)	54.05	5.10	121.64

NOTE 50 : Figures of Previous are regrouped and reclassified wherever necessary.

" AS PER OUR REPORT OF EVEN DATE "

FOR AND ON BEHALF OF THE BOARD

For SANJAY RAJA JAIN & CO.
CHARTERED ACCOUNTANTS
FRN 120132W

ASHOK B. HARJANI
CHAIRMAN & MANAGING DIRECTOR
DIN - 00725890

SURJEET JAIN
PARTNER
M.NO.129531

NISHA P. HARJANI
DIRECTOR
DIN - 00736566

PLACE: MUMBAI
DATED: 29th May, 2018

POOJA SHEKHAWAT
COMPANY SECRETARY

INDEPENDENT AUDITOR'S' REPORT ON STANDALONE IND AS FINANCIAL STATEMENTS

To the Members of Premco Global Limited Report on the Standalone Ind AS Financial Statements

We have audited the accompanying (Standalone) Ind AS financial statements of **Premco Global Limited ("the Company")** which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss (including Other Comprehensive Income), Cash Flow Statement and the Statement of changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these (Standalone) 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 prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder and the Order under section 143 (11) of the Act.

We conducted our audit of the Standalone Ind AS Financial Statements 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.

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 control 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. 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.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS financial statements

Opinion

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 Ind AS and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, and its Profit, total comprehensive income, Cash Flow and the changes in equity for the year ended on that date.

OTHER MATTERS

1. The Company has been providing depreciation at accelerated rate on plant & machinery based on triple shift working. During the year the plant & machinery has been used for a substantially lesser than the normal capacity, effectively resulting in achieving capacity equivalent to double shift working. Consequently, the useful life has been reviewed by the management and adjusted prospectively based on the accelerated rate of depreciation as applicable to double shift working. The effect of the above has resulted in reducing the depreciation expenditure for the year and increasing the written down value of plant & machinery by Rs. 46.44 lacs. Our report is not modified for this matter.
2. The financial results for the quarter and year ended March 31, 2017 included in the statement, including notes thereto, are based on published financial results for the said Periods prepared in accordance with the then applicable Accounting Standards and other accounting principles generally accepted in India as audited by S. P. Jain & Associates, Chartered Accountants vide audit report dated May 09, 2017, as adjusted for the differences in the accounting principles adopted by the Company on transition to IND AS, which have been subjected to audit by us. Our report is not modified for this matter.



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, based on our audit, 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 Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of changes in Equity 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 Accounting Standards specified under section 133 of the Act as applicable.
 - e. On the basis of written representations received from the directors as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 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, as amended, in our opinion and to the best of our information and according to the explanations given to us :
 - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone Ind AS Financial Statements.
 - ii. The Company, has long-term contracts including derivative contracts as at March 31 2018 for which there were no material foreseeable losses;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For **SANJAY RAJA JAIN & CO.**
Chartered Accountants
FRN. 120132W

Surjeet Jain
Partner

Place: Mumbai
Date : 29/05/2018

Membership No.: 129531

"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the standalone Ind AS financial statements of the Company for the year ended March 31, 2018:

- 1) (a) The Company is in the process of updating Fixed Asset register with a object of maintaining proper records showing full particulars, including quantitative details and situation of fixed assets; and the data is in the process of input in the new software program.
 - (b) The fixed assets have been physically verified by the management at reasonable intervals once in 3 years on rotation basis in a phased periodical manner and no material discrepancies were noticed on such verification. In our opinion, the frequency of verification of the fixed assets is reasonable having regard to the size of the Company and the nature of its assets.
 - (c) The title deeds of immovable properties are held in the name of the company except in respect of land at Palghar where the sale deed dated 20/08/1986 amounting to Rs. 1.63 Lakhs is in the name of Premco Narrow Fabrics Private Limited and that the necessary mutation has been effected in the name of the company as per Local Grampanchayat Karyalay Alyali, Palghar.
- 2) In our opinion, the management has conducted physical verification of inventory, excluding stocks with third parties, at reasonable intervals during the year and no material discrepancies between physical inventory and book records were noticed on physical verification. In respect of inventories lying with Third parties, these have substantially been confirmed by them.
- 3) According to information and explanations given to us, the company has not granted loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act except in respect of Loan given by the company to its Subsidiary covered in the Register maintained under section 189 of the Act:
 - a) In our opinion, the terms and conditions on which loan have been granted are not prejudicial to the interest of the Company.
 - b) The schedule of repayment of principal and interest has been stipulated and that such repayments of principal and interest are regular.
 - c) There are no overdue amount of loan given as at year end.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and securities.

- 5) According to the information and explanation given to us the Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) According to the information and explanations provided by the management, the company is not engaged in production of any such goods or provision of any such services for which the Central Government has prescribed particulars relating to utilisation of material or labour or other items of cost. Hence, provisions of section 148(1) of the Companies Act, 2013 do not apply to the company.
- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess, and any other applicable statutory dues wherever applicable, with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2018 for a period of more than six months from the date on which they become payable except as follows:
- There are demand raised from the Central Processing Center TDS aggregating to Rs. 0.41 Lakhs for various years. As informed to us the company is in the process of identifying the nature of such demands and whether any rectification/disputes are required to be taken before jurisdictional authorities.
- (b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute except as stated below :

Sr. No.	Name of Statute	Nature of Dues	Forum where Dispute is pending	Asst. Year	Amount in Rs. in Lakhs
1	Income Tax Act	Income Tax	Assessing Officer	2009-10	4.53

- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to financial institutions, bank. No loans have been taken from government or debentures holders.
- 9) According to the information and explanation given to us, the company has not raised moneys by way of initial public offer or further public offer including debt instruments. Money raised by way of term Loans during the year has been applied for the purpose for which they were raised.
- 10) During the course of our examination of the books and records of the company, carried in accordance with auditing standard generally accepted in India, we have neither come across any instance of fraud by the Company or on the company by its officers or employees noticed or reported during the course of our audit nor have we been informed of any such instance by the management.
- 11) As explained to us, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable Indian accounting standards.
- 14) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- 15) Based upon the audit procedures performed and 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. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company.
- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company.

For **SANJAY RAJA JAIN & CO.**
Chartered Accountants
FRN. 120132W

Surjeet Jain
Partner

Place: Mumbai
Date : 29/05/2018

Membership No.: 129531



**“Annexure B” to the Independent Auditor’s Report of even date on the
Standalone Ind AS Financial Statements of Premco Global Limited**

(referred to in paragraph 2(f) under “Report on Other Legal and Regulatory
Requirement” of our report of even date)

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

We have audited the internal financial controls over financial reporting of **Premco Global Limited** (“the Company”) as of March 31, 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control 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 Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Company’s internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control 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 financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company’s assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control 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

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, 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.

For **SANJAY RAJA JAIN & CO.**

Chartered Accountants

FRN. 120132W

Surjeet Jain

Partner

Membership No.: 129531

Place: Mumbai

Date : 29/05/2018

PREMCO GLOBAL LTD

BALANCE SHEET		(Rs. In Lakhs)		
PARTICULARS	NOTE	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
ASSETS				
1. NON-CURRENT ASSETS				
(a) PROPERTY, PLANT AND EQUIPMENT	4	1,141.72	1,121.13	963.25
(b) OTHER INTANGIBLE ASSETS	5	1.35	4.60	7.31
(c) FINANCIAL ASSETS				
(i) INVESTMENTS	6	2,616.38	3,061.33	2,423.57
(ii) LOANS	7A	0.29	0.33	0.43
(iii) OTHER FINANCIAL ASSETS	8A	61.55	63.74	63.71
(d) OTHER NON-CURRENT ASSETS	9A	23.67	12.01	-
		<u>3,844.96</u>	<u>4,263.14</u>	<u>3,458.27</u>
2. CURRENT ASSETS				
(a) INVENTORIES	10	920.03	1,550.31	1,472.53
(b) FINANCIAL ASSETS				
(i) TRADE RECEIVABLES	11	1,328.14	1,257.54	954.25
(ii) CASH AND CASH EQUIVALENTS	12	22.51	198.41	198.78
(iii) BANK BALANCE OTHER THAN (ii) ABOVE	13	58.98	53.26	56.27
(iv) LOANS	7B	1,185.06	944.04	119.88
(v) OTHER FINANCIAL ASSETS	8B	15.55	26.51	17.98
(c) CURRENT TAX ASSETS (NET)	14	0.42	-	-
(d) OTHER CURRENT ASSETS	9B	507.62	54.53	115.96
		<u>4,038.31</u>	<u>4,084.60</u>	<u>2,935.65</u>
TOTAL ASSETS		<u>7,883.27</u>	<u>8,347.74</u>	<u>6,393.92</u>
EQUITY AND LIABILITIES				
1. EQUITY				
(a) EQUITY SHARE CAPITAL	15	330.48	330.48	330.48
(b) OTHER EQUITY	16	6,310.78	5,922.64	4,868.13
		<u>6,641.26</u>	<u>6,253.12</u>	<u>5,198.61</u>
2. LIABILITIES				
A. NON - CURRENT LIABILITIES				
(a) FINANCIAL LIABILITIES				
(i) BORROWINGS	17A	178.45	245.96	88.92
(ii) OTHER FINANCIAL LIABILITIES	18A	89.40	88.04	61.27
(b) PROVISION	19A	29.29	23.73	34.75
(c) DEFERRED TAX LIABILITIES (NET)	20	121.65	178.33	135.13
(d) OTHER NON CURRENT LIABILITIES	21A	4.01	5.88	-
		<u>422.80</u>	<u>541.94</u>	<u>320.07</u>
B. CURRENT LIABILITIES				
(a) FINANCIAL LIABILITIES				
(i) BORROWINGS	17B	47.93	689.19	277.06
(ii) TRADE PAYABLES	22	351.82	384.01	261.11
(iii) OTHER FINANCIAL LIABILITIES	18B	194.33	157.11	118.96
(b) OTHER CURRENT LIABILITIES	21B	71.85	73.73	60.36
(c) PROVISION	19B	153.28	148.74	54.24
(d) CURRENT TAX LIABILITIES (NET)	23	-	99.90	103.51
		<u>819.21</u>	<u>1,552.68</u>	<u>875.24</u>
TOTAL EQUITY AND LIABILITIES		<u>7,883.27</u>	<u>8,347.74</u>	<u>6,393.92</u>

SIGNIFICANT ACCOUNTING POLICIES 1-3
 THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF 34 to 50
 FINANCIAL STATEMENTS

" AS PER OUR REPORT OF EVEN DATE "

SANJAY RAJA JAIN & CO.
 CHARTERED ACCOUNTANTS
 FRN 120132W

SURJEET JAIN
 PARTNER
 M.NO.129531

PLACE: MUMBAI
 DATED: 29th May, 2018

FOR AND ON BEHALF OF THE BOARD
 ASHOK B. HARJANI
 CHAIRMAN & MANAGING DIRECTOR
 DIN - 00725890

NISHA P. HARJANI
 DIRECTOR
 DIN - 00736566

POOJA SHEKHAWAT
 COMPANY SECRETARY



STATEMENT OF PROFIT & LOSS		(Rs. In Lakhs)	
PARTICULARS	NOTE	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
I. INCOME			
REVENUE FROM OPERATIONS	24	6,195.90	6,985.51
OTHER INCOME	25	371.52	348.92
TOTAL INCOME		<u>6,567.42</u>	<u>7,334.43</u>
II. EXPENSES			
COST OF MATERIAL CONSUMED	26	2,070.15	2,614.70
PURCHASE OF STOCK-IN-TRADE	27	642.36	201.46
CHANGES IN INVENTORIES OF FINISHED GOODS, STOCK-IN-TRADE AND WORK-IN-PROGRESS	28	737.13	213.34
EMPLOYEE BENEFITS EXPENSES	29	879.91	809.38
FINANCE COSTS	30	83.42	122.14
DEPRECIATION AND AMORTIZATION EXPENSES	31	191.44	235.19
OTHER EXPENSES	32	1,280.27	1,376.72
TOTAL EXPENSES		<u>5,884.68</u>	<u>5,572.93</u>
III. PROFIT BEFORE EXCEPTIONAL/ EXTRA-ORDINARY ITEMS & TAX (I - II)		682.74	1,761.50
IV. EXCEPTIONAL ITEMS		-	-
V. PROFIT BEFORE TAX (III - IV)		682.74	1,761.50
VI. TAX EXPENSES	33		
CURRENT TAX		250.00	545.00
DEFERRED TAX (ASSET)/LIABILITY		(57.56)	44.91
SHORT/(EXCESS) INCOME TAX PROVISION		(15.51)	(5.47)
TOTAL TAX EXPENSES		<u>176.93</u>	<u>584.44</u>
VII. PROFIT FOR THE PERIOD (V - VI)		<u>505.81</u>	<u>1,177.06</u>
VIII. OTHER COMPREHENSIVE INCOME (OCI)			
(A)(I) ITEMS THAT WILL NOT BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS			
REMEASUREMENT (GAIN/(LOSS) OF NET DEFINED BENEFIT LIABILITY		26.62	(1.33)
TAX ON ABOVE			
(II) INCOME TAX RELATING TO ABOVE		(9.21)	0.46
(B) (I) ITEMS THAT WILL BE RECLASSIFIED SUBSEQUENTLY TO PROFIT OR LOSS			
NET GAIN / (LOSS) ON HEDGING INSTRUMENTS IN CASH FLOW HEDGE		(24.09)	(3.61)
(II) INCOME TAX RELATING TO ABOVE		8.34	1.25
TOTAL OF OTHER COMPREHENSIVE INCOME		<u>1.66</u>	<u>(3.23)</u>
IX. TOTAL COMPREHENSIVE INCOME FOR THE PERIOD (VII + VIII)		<u>507.47</u>	<u>1,173.83</u>
X. EARNING PER EQUITY SHARE			
BASIC	43	15.36	35.52
DILUTED	43	15.36	35.52
SIGNIFICANT ACCOUNTING POLICIES	1-3		
THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF FINANCIAL STATEMENTS	34 to 50		

" AS PER OUR REPORT OF EVEN DATE "

SANJAY RAJA JAIN & CO.
CHARTERED ACCOUNTANTS
FRN 120132W

SURJEET JAIN
PARTNER
M.NO.129531

PLACE: MUMBAI
DATED: 29th May, 2018

FOR AND ON BEHALF OF THE BOARD

ASHOK B. HARJANI
CHAIRMAN & MANAGING DIRECTOR
DIN - 00725890

NISHA P. HARJANI
DIRECTOR
DIN - 00736566

POOJA SHEKHAWAT
COMPANY SECRETARY

PREMCO GLOBAL LTD

CASH FLOW STATEMENT	PARTICULARS	FOR THE YEAR ENDED 31st MARCH 2018	(Rs. In Lakhs) FOR THE YEAR ENDED 31st MARCH 2017
A. CASH FLOW FROM OPERATING ACTIVITIES:			
	NET PROFIT BEFORE TAX	682.75	1,761.51
	<u>ADJUSTMENTS FOR:</u>		
	DEPRECIATION	191.44	235.19
	(PROFIT)/LOSS ON SALE OF FIXED ASSETS	(4.76)	(2.47)
	PROFIT ON SALE OF INVESTMENTS	(173.70)	(270.78)
	FINANCE EXPENSES	83.41	122.14
	INTEREST RECEIVED	(84.81)	(40.42)
	DIVIDEND RECEIVED	(7.13)	(4.23)
	PROVISION FOR DOUBTFUL DEBTS WRITE BACK	(1.08)	(2.57)
	OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	686.12	1,798.37
	ADJUSTMENTS FOR WORKING CAPITAL CHANGES		
	INVENTORIES	630.28	(77.78)
	TRADE RECEIVABLES	(69.52)	(300.72)
	OTHER CURRENT FINANCIAL ASSETS	(235.79)	(833.29)
	OTHER CURRENT ASSETS	(453.50)	61.42
	LONG TERM FINANCIAL ASSETS	2.22	0.07
	OTHER NON CURRENT ASSETS	9.47	4.06
	OTHER LONG TERM LIABILITIES	10.55	4.22
	TRADE PAYABLES	(32.18)	122.91
	OTHER CURRENT LIABILITIES / OTHER FINANCIAL LIABILITIES	11.24	51.52
	SHORT TERM PROVISIONS	(95.36)	90.89
	NET WORKING CAPITAL CHANGES	(222.59)	(876.69)
	LESS : CURRENT TAXES	(234.49)	(539.53)
	NET CASH GENERATED FROM OPERATIONS	229.04	382.15
B. CASH FLOW FROM INVESTING ACTIVITIES:			
	(PURCHASE)/SALE OF INVESTMENTS (NET)	618.64	(198.73)
	(PURCHASE)/SALE OF INVESTMENTS (NET)- IN SUBSIDIARY	-	(168.25)
	PURCHASE OF FIXED ASSETS	(231.28)	(430.77)
	SALE OF FIXED ASSETS	27.27	42.88
	DIVIDEND RECEIVED	7.13	4.23
	INTEREST RECEIVED	84.81	40.42
	NET CASH USED IN INVESTING ACTIVITIES	506.57	(710.22)
C. CASH FLOW FROM FINANCING ACTIVITIES:			
	LONG TERM BORROWINGS (NET OF REPAYMENTS)	(67.52)	157.04
	SHORT TERM BORROWINGS(NET OF REPAYMENTS)	(641.26)	412.12
	DIVIDEND & TAX THEREON	(119.33)	(119.33)
	FINANCE EXPENSES	(83.41)	(122.13)
	NET CASH FROM FINANCING ACTIVITIES	(911.51)	327.70
	NET INCREASE IN CASH AND CASH EQUIVALENTS	(175.91)	(0.37)
	OPENING BALANCE OF CASH AND CASH EQUIVALENTS	198.41	198.78
	CLOSING BALANCE OF CASH AND CASH EQUIVALENTS	22.51	198.41
	CLOSING BALANCE OF CASH AND CASH EQUIVALENTS		
	(i) Cash in Hand	1.83	1.79
	(ii) Balances with Banks	20.68	196.62
	TOTAL	22.51	198.41

" AS PER OUR REPORT OF EVEN DATE "

SANJAY RAJA JAIN & CO.
CHARTERED ACCOUNTANTS
FRN 120132W

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PARTNER
M.NO.129531

PLACE: MUMBAI
DATED: 29th May, 2018

FOR AND ON BEHALF OF THE BOARD

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DIN - 00725890

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DIRECTOR
DIN - 00736566

POOJA SHEKHAWAT
COMPANY SECRETARY



STANDALONE STATEMENT OF CHANGES IN EQUITY

A Equity share capital		Rs. in Lakhs
Particulars	Notes	Amount
Balance as at April 1, 2016	15	330.48
Changes in the equity share capital		-
Balance as at March 31, 2017	15	330.48
Changes in the equity share capital		-
Balance as at March 31, 2018	15	330.48

B Other equity		Reserve and Surplus					Total other equity
Particulars	Notes	Securities premium Reserve	Capital Reserve	Capital Subsidy Reserve	General Reserve	Retained Earnings	
		Balance as at April 1, 2016	16	459.92	3.00	22.78	
Profit for the year		-	-	-	-	1,177.07	1,177.07
Other comprehensive income for the year						(3.23)	(3.23)
Total comprehensive income for the year, net of tax		-	-	-	-	1,173.84	1,173.84
Transfer to General Reserve					99.00	(99.00)	-
Dividend paid on equity shares						(99.14)	(99.14)
Dividend distribution tax paid						(20.19)	(20.19)
Balance as at March 31, 2017	16	459.92	3.00	22.78	1,707.00	3,729.94	5,922.64
Profit for the year						505.82	505.82
Other comprehensive income for the year						1.65	1.65
Total comprehensive income for the year, net of tax		-	-	-	-	507.47	507.47
Transfer to General Reserve					51.00	(51.00)	-
Dividend paid on equity shares						(99.14)	(99.14)
Dividend distribution tax paid						(20.19)	(20.19)
Balance as at March 31, 2018	16	459.92	3.00	22.78	1,758.00	4,067.08	6,310.78

The above standalone statement of changes in equity should be read in conjunction with the accompanying notes.

" AS PER OUR REPORT OF EVEN DATE "

FOR AND ON BEHALF OF THE BOARD

SANJAY RAJA JAIN & CO.
CHARTERED ACCOUNTANTS
FRN 120132W

ASHOK B. HARJANI
CHAIRMAN & MANAGING DIRECTOR
DIN - 00725890

SURJEET JAIN
PARTNER
M.NO.129531

NISHA P. HARJANI
DIRECTOR
DIN - 00736566

PLACE: MUMBAI
DATED: 29th May, 2018

POOJA SHEKHAWAT
COMPANY SECRETARY

NOTE 1 : General Information

PREMCO GLOBAL LIMITED (the Company) (CIN : L18100MH1986PLC040911) is a public limited company and is listed on Bombay Stock Exchange (BSE). The Company is engaged interalia, in the business of manufacturing of Knitted & Narrow woven Elastics.

These financial statements were approved for issue by board of directors on May 29, 2018.

NOTE 2 : Significant Accounting Policies

1. Basis of preparation of Financial Statements

- a) These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS), notified under section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, under the historical cost convention on accrual basis, except for certain financial instruments (including derivatives instruments) and defined benefit plans – Plan assets, which are measured at fair values, as specified at places of respective categories.

The financial statements up to year ended March 31, 2017 were prepared in accordance with the accounting standards notified under Companies (Accounting Standard) Rules, 2014 and other relevant provisions of the Act (“Previous GAAP”).

These financial statements are the first financial statements of the Company under Ind AS. Refer note 48 related to First-time Adoption of Ind AS for an explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows.

- b) All the assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalent, the Company has ascertained its operating cycle to be twelve months for the purpose of current – non-current classification of assets and liabilities.
- c) Accounting policies not specifically referred to otherwise are consistent with the generally accepted accounting principles followed by the Company.

2. Property, Plant and Equipment and Depreciation

A) Property Plant and Equipment:

- a) Freehold land is carried at historical cost. All other Tangible Fixed assets are stated at cost of acquisition or construction, less accumulated depreciation. All costs, including borrowing cost till respective assets is put to use, are capitalized.
- b) Intangible assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any.
- c) Losses arising from the retirement of and gains & losses arising from disposal of fixed assets, which are carried at cost, are recognized in the statement of profit & loss.
- d) Transition to Ind AS,

On transition to Ind AS, the Company has opted to continue with the carrying value of all of its property, plant and equipment recognized as at April 01, 2016 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment on the transition date.

B) Depreciation:

Depreciation has been provided as under:

- (i) For assets existing on 1st April 2014 the carrying amount will be amortized over the remaining useful lives on straight line method as prescribed in the schedule II of Companies Act, 2013.
- (ii) For the assets added after the 1st April 2014 :- On straight line method at the useful Lives prescribed in Schedule II to The Companies Act, 2013.
- (iii) Leasehold Improvements are written off over the period of lease or lease term whichever is shorter.



- (iv) Intangible assets comprising of software capitalized is amortized over a period of 3 years. Intangible assets comprising of cost incurred, Patent capitalized is amortized over a period of 5 years.
- (v) Depreciation on assets added/ disposed off during the year has been provided on pro-rata basis with reference to the days of addition/ disposal.
- (vi) The residual values are not more than 5% of the original cost of the asset

3. Foreign Exchange Transaction

- (i) Functional currency and presentation currency :

The functional currency of the Company is the Indian rupee. These financial statements are presented in Indian rupees, which is the Company's functional and presentation currency.

- (ii) Transactions and balances :

Transactions denominated in foreign currencies are translated into the functional currency at the exchange rates prevailing at the time of the transaction. Foreign exchange gains and losses resulting from the settlement of such transactions and from Monetary assets and liabilities in foreign currency, outstanding at the end of the year are converted into Indian currency at the rate prevailing on the Balance Sheet date. Resulting gain or loss is recognized in statement of profit or loss.

At the reporting date, non-monetary items which are carried in terms of historical cost denominated in foreign currency are reported using the exchange rate at the date of transaction.

Forward Exchange Contracts:-

The premium or discount arising at the inception of the forward exchange contracts entered into to hedge an existing assets/ liability, is amortized as expense or income over the life of the contract. Exchange differences on such contracts are recognized in the statement of profit & loss in the reporting period in which the exchange rate changes.

Transition to Ind AS

On transition to Ind AS, exchange differences on Forward Contracts Entered are recognized in the statement of profit & loss in the reporting period in which the exchange rate changes, under the head Other Comprehensive Income (OCI).

Forward exchange contracts outstanding as at the year end on account of firm commitment/ highly probable forecast transaction are marked to market and the gains or the losses, if any, is recognized as Other Comprehensive Income (OCI) , in line with Ind As 21 and 39.

4. Investments

- a) Investment in subsidiary which is of equity in nature is carried at cost. However, provision for diminution is made to recognize a decline, other than temporary, in the value of investments, such reduction being determined and made for each investment individually.
- b) Other Investments that are readily realizable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All the other investments are classified as long-term investments. Current investments and Long Term Investments are carried at fair value. Long-term investments are carried at Fair Market Value / Net realizable value at the Balance sheet date .

Transition to Ind AS :

- (a) Equity in subsidiary :

Upon first time adoption of Ind AS, the Company has opted to continue with the carrying value of all of its investment in subsidiary recognized as at April 1, 2016 measured as per previous GAAP, and use that carrying value as the deemed cost of investment in subsidiary on the transition date.

- (b) Other Investments :

Upon first time adoption of Ind AS, the Company has opted to value at fair Price to all of its other investments as at April 1, 2016 and use that carrying value as the deemed cost of such other investment on the transition date. The resulting gain or loss arising from such a transition is added to retained earnings in balance sheet as on the April 1, 2016.

5. Inventories

Inventories are stated at lower of cost and net realizable value.

Cost of raw materials is determined using FIFO method. However, these items are considered to be realizable at cost if the finished products, in which they will be used, are expected to be sold at or above cost.

The cost of finished goods and Stock-in-process comprises raw materials, direct labour, other direct costs and related production overheads upto the relevant stage of completion.

Waste material are valued at Net Realizable value.

Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

License stock are stated at the Duty credit entitlement value.

6. Recognition of Income & Expenditure

- (i) Revenue/ Incomes and Costs/ Expenditure are generally accounted on accrual, as they are earned or incurred.
- (ii) a) Sale of Goods is recognized on transfer of significant risks and rewards of ownership which is generally on the dispatch of goods.
b) Sales of goods are accounted excluding taxes, wherever applicable.
- (iii) Export incentives under the "Duty Drawback Scheme" etc. is accounted as income in the year of export.
- (iv) Interest Income/ expenditure is recognized on the time proportion basis taking into account of the amount outstanding and the rate applicable.
- (v) Dividend income is recognized when the right to received dividend is established.
- (vi) Government Grants in the form of Market Linked Focus Product License (MLFPL Scheme)/M.E.I.S are recognized based on export on an accrual basis.

7. Government Grants & Subsidies

Government Grants are recognized when there is a reasonable assurance that the same will be received and all attaching conditions will be complied with. Revenue grants are recognized in the Statement of Profit and Loss. Capital grants relating to specific tangible / Intangible Assets are shown separately as Current/Non Current Liability and has not been reduced from the gross value of the respective Tangible / Intangible Assets.

8. Customs Duty

Custom Duty is accounted for as and when paid on the clearance of the goods for home Consumption.

9. Employees Retirement and other benefits

a) Provident fund:-

The contribution of the Company on a monthly basis towards Provident Fund and Employee State Insurance, which are, defined contributions plans are charged to revenue. The company has paid to regulatory authority & has no further obligations other than these contributions.

b) Escrow Deposits Scheme:-

The company has a defined contribution plan towards employee escrow deposit scheme for eligible employee's as per terms of employment.

The company also under obligation to pay interest on the escrow deposit contribution made by Company as well as the equivalent amount of cumulative escrow deposit monthly retention recovered from the employee covered in the scheme. The interest is provided as liability to be paid upon Retirement, resignation, termination of employment subject to fulfillment of agreed term & Conditions.



Ind AS Transition

Upon introduction to Ind AS, The Company has re-assessed its liability based on (using the Projected Unit Credit method) as at April 1, 2016 and thereafter at the end of each year. Actuarial losses/ gains are recognized in the statement of profit & loss in the year in which they arise.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income, which are included in retained earnings in the statement of changes in equity and in the balance sheet. Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognized immediately in the statement of profit and loss as past service cost.

c) Employee Security Deposit scheme:-

The company retains an amount as a security deposit on monthly basis for eligible employees as a part of employee retention policy for 3 years from the date of appointment. The company also under an obligation to pay interest on the security

deposit retention received from the employee covered in the scheme. The interest is provided as liability to be paid upon Retirement, resignation, termination of employment subject to fulfillment of agreed term & Conditions.

d) Leave Encashment:-

Leave Encashment towards accumulated Compensated Absences are the company's defined benefit plan payable upon Retirement, resignation, termination of employment. The present value of the obligation under such defined benefit plan is determined based on actuarial Valuation using the Projected Unit Credit Method.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income, which are included in retained earnings in the statement of changes in equity and in the balance sheet. Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognized immediately in the statement of profit and loss as past service cost.

e) Gratuity:-

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 company's liability is actually determined under (using the Projected Unit Credit method) at the end of each year.

Actuarial losses/ gains are recognized in the statement of profit & loss in the year in which they arise.

The company has subscribed to a gratuity plan which is administrated through HDFC Standard life and a trust which is administrated through trustees.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income, which are included in retained earnings in the statement of changes in equity and in the balance sheet. Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognized immediately in the statement of profit and loss as past service cost.

10. Provision & Contingent Liabilities

Provision

provision are recognized when there is a present obligation as a result of a past event and it is probable that an outflow of benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation.

Contingent liabilities

Contingent liabilities are disclosed when there is a possible obligation arising from the past events, the existence of which will be confirmed only on the occurrence or non occurrence of one or more uncertain future events not wholly within the control of

the company or a present obligation that arises from past events where it is either not portable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

11. Income Tax, Deferred Tax and Dividend Distribution Tax

a) Current and Deferred Tax

Tax expense for the period, comprising Current tax and Deferred Tax are included in the determination of net profit or loss for the period.

Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws prevailing in India.

Deferred Tax is recognized for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Deferred Tax assets and liabilities are measured using the tax rates and tax laws that have been enacted and substantively enacted by the Balance Sheet date. At each Balance Sheet date, the company re-assesses unrecognized deferred tax assets, if any.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances related to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

Current and deferred tax is recognized in the statement of profit and loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity.

b) Dividend Distribution Tax :

Dividend distribution tax paid on the dividends is recognized consistently with the presentation of the transaction that creates the income tax consequence. Dividend distribution tax is charged to Statement of Profit and Loss, if the dividend itself is charged to statement of profit and loss. If the dividend is recognized in equity, the presentation of dividend distribution tax is recognized in equity.

12. Borrowing Cost

Borrowing cost incurred in relation to the acquisition, construction of assets are capitalized as the part of cost of such assets up to date which such assets are ready for intended use. Other borrowing costs are charged as an expense over the period of Term Loan.

13. Impairment of Assets

Assessment is done at each Balance Sheet date as to whether there is any indication that a tangible asset may be impaired. For the purpose of assessing impairment, the smallest identifiable group of asset that generates cash inflows from continuing use that are largely independent of the cash inflow from other assets or groups of assets, is considered as a cash generating unit. If any such indication exists, an estimate of the recoverable amount of the asset/cash generating unit is made.

Assets whose carrying value exceeds their recoverable amount are written down to the recoverable amount. Recoverable amount is higher of an asset's or cash generating unit's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an assets and from its disposal at the end of its useful life. Assessment is also done at each Balance Sheet date as to whether there is any indication that an impairment loss recognized for an asset in prior accounting periods may no longer exist or may have decreased.

14. Lease Rentals:

Leases in which a significant portion and rewards of ownership are not transferred to the company as lessee are classified as operating leases. Lease Rentals for assets taken on operating lease are recognized as under expenses in Profit and Loss Account over the lease term on accrual basis.



15. Cash and Cash Equivalents:

In the Cash flow statement, cash and cash equivalents include cash on hand, demand deposits with bank, other short term highly liquid investments with original maturity of three months or less.

16. Earnings per share:

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by weighted average number of equity shares outstanding during the period. The Weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for the events, such as bonus shares, other than conversion of potential equity share that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity share holders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

17. Financial Instruments

A financial instrument is a contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

1) Financial Assets

i) Classification

The Company classifies its financial assets in the following measurement categories:

- a) at fair value either through other comprehensive income (FVOCI) or through profit and loss (FVTPL); and
- b) at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

Gains and losses will either be recorded in the statement of profit and loss or other comprehensive income for assets measured at fair value.

For investments in debt instruments, this will depend on the business model in which the investment is held.

For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value or through other comprehensive income.

The Company reclassifies debt investments when and only when its business model for managing those assets changes.

ii) Measurement

At initial recognition, in case of a financial asset not at fair value through the statement of profit and loss account, the Company measures a financial asset at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through the statement of profit and loss are expensed in profit or loss.

a) Debt instruments

There are three measurement categories into which the Company classifies its debt instruments:

Amortised cost: Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Gain or loss on a debt investment that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in the statement of profit and loss when the asset is derecognised or impaired. Interest income from these financial assets is included in other income using the effective interest rate method.

Fair value through other comprehensive income (FVOCI): Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest income and foreign exchange gains and losses which are recognised in profit and loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to the statement of profit and loss and recognised in other income or other expenses (as applicable). Interest income from these financial assets is included in other income using the effective interest rate method.

Fair value through profit and loss (FVTPL) : Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through the profit and loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit and loss and is not part of a hedging relationship is recognised in the statement of profit and loss and within other income or other expenses (as applicable) in the period in which it arises. Interest income from these financial assets is included in other income or other expenses, as applicable.

b) Equity instruments

The Company measures all equity investments (except Equity investment in subsidiaries and joint ventures) at fair value. The Company's management has opted to present fair value gains and losses on equity investments through profit and loss account. Dividends from such investments are recognised in the statement of profit and loss as other income when the Company's right to receive payments is established.

Changes in the fair value of financial assets at fair value through profit and loss are recognised in other income or other expenses, as applicable in the statement of profit and loss.

iii) Impairment of financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables only, the company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

iv) Derecognition of financial assets

A financial asset is derecognised only when -

- a) The Company has transferred the rights to receive cash flows from the financial asset or
- b) Retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the company has transferred an asset, it evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognized.

Where the company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

v) Income Recognition

Interest income

Interest income from debt instruments is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.



Dividend income

Dividends are recognised in the statement of profit and loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company, and the amount of the dividend can be measured reliably.

vi) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less, that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

vii) Trade Receivables

Trade receivables are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest rate method, less provision for impairment.

2) Financial Liabilities

i) Measurement

Financial liabilities are initially recognised at fair value, reduced by transaction costs (in case of financial liabilities not recorded at fair value through profit and loss), that are directly attributable to the issue of financial liability. All financial liabilities are subsequently measured at amortised cost using effective interest method. Under the effective interest method, future cash outflow are exactly discounted to the initial recognition value using the effective interest rate, over the expected life of the financial liability, or, where appropriate, a shorter period. At the time of initial recognition, there is no financial liability irrevocably designated as measured at fair value through profit and loss.

ii) Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

iii) Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid as per payment terms.

iv) Derivatives and hedging activities

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured to their fair value at the end of each reporting period. Resulting gains/(losses) are recorded in statement of profit and loss under other income/other expenses. Derivatives are classified as a current asset or liability when expected to be realised/settled within 12 months of the balance sheet date.

Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

NOTE : 3A Critical estimates and judgments

In the application of the company's accounting policies, which are described in note 2, the management is required to make judgment, estimates, and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other process. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future period if the revision affects both current and future period.

The following are the critical estimates and judgments that have the significant effect on the amounts recognised in the financial statements.

Critical estimates and judgments

i) Estimation of current tax expense and deferred tax

The calculation of the company's tax charge necessarily involves a degree of estimation and judgment in respect of certain items whose tax treatment cannot be finally determined until resolution has been reached with the relevant tax authority or, as appropriate, through a formal legal process. Significant judgments are involved in determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the current and deferred income tax in the period in which such determination is made.

Recognition of deferred tax assets / liabilities

The recognition of deferred tax assets is based upon whether it is probable that sufficient and suitable taxable profits will be available in the future against which the reversal of temporary differences can be deducted. To determine the future taxable profits, reference is made to the approved budgets of the company. Where the temporary differences are related to losses, local tax law is considered to determine the availability of the losses to offset against the future taxable profits as well as whether there is convincing evidence that sufficient taxable profit will be available against which the unused tax losses or unused tax credits can be utilised by the company. Significant items on which the Company has exercised accounting judgment include recognition of deferred tax assets in respect of losses. The amounts recognised in the financial statements in respect of each matter are derived from the Company's best estimation and judgment as described above.

ii) Estimation of Provisions and Contingent Liabilities

The company exercises judgment in measuring and recognising provisions and the exposures to contingent liabilities, which is related to pending litigation or other outstanding claims. Judgment is necessary in assessing the likelihood that a pending claim will succeed, or a liability will arise, and to quantify the possible range of the financial settlement.

Because of the inherent uncertainty in this evaluation process, actual liability may be different from the originally estimated as provision. Although there can be no assurance of the final outcome of the legal proceedings in which the company is involved, it is not expected that such contingencies will have a material effect on its financial position or profitability.

iii) Estimation of useful life of Property, Plant and Equipment, Intangible assets, Investment properties

Property, Plant and Equipment, Intangible assets, Investment properties represent a significant proportion of the asset base of the company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual values of company's assets are determined by management at the time the asset is acquired and reviewed periodically, including at each financial year end. The useful lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technology.

iv) Estimation of provision for inventory

The company writes down inventories to net realisable value based on an estimate of the realisability of inventories. Write downs on inventories are recorded where events or changes in circumstances indicate that the balances may not be realised. The identification of write-downs requires the use of estimates of net selling prices of the down-graded inventories. Where the expectation is different from the original estimate, such difference will impact the carrying value of inventories and write-downs of inventories in the periods in which such estimate has been changed.

v) Estimation of defined benefit obligation

The present value of the defined benefit obligations depends on a number of factors that are determined on an actuarial basis using a number of assumptions. The assumptions used in determining the net cost (income) for post employment plans include the discount rate. Any changes in these assumptions will impact the carrying amount of such obligations.



The company determines the appropriate discount rate at the end of each year. This is the interest rate that should be used to determine the present value of estimated future cash outflows expected to be required to settle the defined benefit obligations. In determining the appropriate discount rate, the company considers the interest rates of government bonds of maturity approximating the terms of the related plan liability.

vi) **Estimated fair value of Financial Instruments**

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Management uses its judgment to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period.

vii) **Impairment of Trade Receivable**

The impairment provisions for trade receivable are based on assumptions about risk of default and expected loss rates. The company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on the company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

3B New accounting standards/ amendments to existing standards issued but not yet effective

Following are the amendments to existing standards which have been issued by The Ministry of corporate Affairs (–MCA) that are not effective for the reporting period and have not been early adopted by the company:

a) **Amendments to Ind AS 115, Revenue from contracts with customers:**

Ind AS 115, Revenue from contracts with customers deals with revenue recognition and establishes principles for reporting useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from an entity's contracts with customers. Revenue is recognized when a customer obtains control of a promised good or service and thus has the ability to direct the use and obtain the benefits from the good or service in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods and services. The standard replaces Ind AS 18 Revenue and related appendices.

A new five-step process must be applied before revenue can be recognized:

1. identify contracts with customers
2. identify the separate performance obligation
3. determine the transaction price of the contract
4. allocate the transaction price to each of the separate performance obligations, and
5. recognise the revenue as each performance obligation is satisfied.

The Company is currently under the process of assessing the potential impact of this amendment. These amendments are mandatory for the reporting period beginning on or after April 01, 2018.

b) **Amendments to Appendix B to Ind AS 21 Foreign currency transactions and advance consideration:**

The MCA has notified Appendix B to Ind AS 21, foreign currency transactions and advance consideration. The appendix clarifies how to determine the date of transaction for the exchange rate to be used on initial recognition of a related asset, expense or income where an entity pays or receives consideration in advance for foreign currency- denominated contracts.

For a single payment or receipt, the date of the transaction should be the date on which the entity initially recognises the non-monetary asset or liability arising from the advance consideration (the prepayment or deferred income/ contract liability). If there are multiple payments or receipts for one item, date of transaction should be determined as above for each payment or receipt.

The Company is currently assessing the potential impact of this amendment. These amendments will be applied prospectively to items in scope, for the reporting period beginning on or after April 01, 2018.

c) Amendments to Ind AS 40 Investment property - Transfers of investment property:

The amendments clarify that transfers to, or from, investment property can only be made if there has been a change in use that is supported by evidence. A change in use occurs when the property meets, or ceases to meet, the definition of investment property. A change in intention alone is not sufficient to support a transfer. The list of evidence for a change of use in the standard was re-characterized as a non-exhaustive list of examples and scope of these examples have been expanded to include assets under construction/development and not only transfer of completed properties.

The Company is currently assessing the potential impact of this amendment.

The Company has opted to apply these amendments prospectively to changes in use that occur on or after the date of initial application i.e. April 01, 2018. On April 01, 2018, the Company shall reassess the classification of properties held at that date and, if applicable, reclassify properties to reflect the conditions that exist as at that date.

d) Amendments to Ind AS 12 Income taxes regarding recognition of deferred tax assets on unrealized losses:

The amendment clarify the accounting for deferred taxes where an asset is measured at fair value and at fair value is below the asset's tax base. The management is in the process of assessing the impact of above amendments. The company will adopt the amendment from April 1, 2018.

There are no other standards that are not yet effective and that would be expected to have a material impact on the company in the current of future reporting periods and on foreseeable future transactions.

NOTE 4. PROPERTY PLANT & EQUIPMENT F.Y. : 2017-2018

(Rs. in lakhs)

PARTICULARS	GROSS CARRYING AMOUNT			ACCUMULATED DEPRECIATION			NET CARRYING AMOUNT		
	As At 01.04.2017	ADDITIONS	DISPOSALS / ADJUSTMENTS	As At 31.03.2018	As At 01.04.2017	FOR THE YEAR DEPRECIATION	DISPOSALS / ADJUSTMENTS	AS AT 31.03.2018	As At 31.03.2018
FREEHOLD LAND	24.13	-	-	24.13	-	-	-	-	24.13
FACTORY BUILDING	301.24	144.71	-	445.95	199.82	6.21	-	206.03	239.92
PLANT & MACHINERY	2,076.88	49.51	58.55	2,067.84	1,176.98	153.63	38.68	1,291.94	775.90
ELECT. FITTINGS	56.95	0.90	-	57.85	45.10	2.95	-	48.05	9.79
FURNITURE & FIXTURE	35.82	0.89	-	36.70	27.23	1.61	-	28.84	7.86
VEHICLE	106.27	15.06	14.53	106.81	60.12	14.19	11.89	62.43	44.38
GENERATOR	24.45	-	-	24.45	19.96	0.50	-	20.46	3.99
HEATING MODULE	1.21	-	-	1.21	1.09	0.02	-	1.11	0.10
AIR CONDITIONER	23.54	-	-	23.54	18.38	1.33	-	19.70	3.83
OFFICE EQUIPMENT	21.29	13.27	-	34.57	16.26	2.49	-	18.75	15.82
COMPUTER	78.10	5.51	-	83.61	65.97	5.31	-	71.28	12.33
LEASE HOLD IMPROVEMENT	19.21	-	-	19.21	19.21	-	-	19.21	-
LAB EQUIPMENT	4.44	1.00	-	5.44	1.24	0.55	-	1.78	3.65
TOTAL	2,773.52	230.85	73.08	2,931.29	1,651.34	188.80	50.57	1,789.57	1,141.72

NOTE 4. PROPERTY PLANT & EQUIPMENT F.Y. : 2016-2017

PARTICULARS	GROSS CARRYING AMOUNT			ACCUMULATED DEPRECIATION			NET CARRYING AMOUNT		
	As At 01.04.2016	ADDITION	DISPOSALS / ADJUSTMENTS	As At 31.03.2017	As At 01.04.2016	FOR THE YEAR DEPRECIATION	DISPOSALS / ADJUSTMENTS	AS AT 31.03.2017	As At 31.03.2017
FREEHOLD LAND	24.13	-	-	24.13	-	-	-	-	24.13
FACTORY BUILDING	301.24	-	-	301.24	193.87	5.95	-	199.82	101.42
PLANT & MACHINERY	1,802.87	394.97	120.97	2,076.88	1,056.47	201.53	81.01	1,176.98	899.89
ELECT. FITTINGS	56.95	-	-	56.95	42.11	2.99	-	45.10	11.84
FURNITURE & FIXTURE	33.46	2.36	-	35.82	25.74	1.48	-	27.23	8.59
VEHICLE	94.44	21.01	9.18	106.27	59.33	9.52	8.73	60.12	46.15
GENERATOR	24.45	-	-	24.45	19.45	0.51	-	19.96	4.49
HEATING MODULE	1.21	-	-	1.21	1.05	0.04	-	1.09	0.12
AIR CONDITIONER	19.77	3.77	-	23.54	16.39	1.98	-	18.38	5.16
OFFICE EQUIPMENT	20.74	0.55	-	21.29	14.35	1.91	-	16.26	5.03
COMPUTER	71.05	7.05	-	78.10	61.69	5.32	-	67.01	11.09
LEASE HOLD IMPROVEMENT	19.21	-	-	19.21	19.21	-	-	19.21	-
LAB EQUIPMENT	4.22	0.22	-	4.44	0.83	0.40	-	1.24	3.21
TOTAL	2,473.74	429.93	130.15	2,773.52	1,510.49	231.63	89.74	1,652.39	1,121.13

NOTES :

- The Company has applied the optional exemption to measure its property, plant and equipment at the date of transition at their fair values and used it as the deemed cost for such assets at the date of transition. The details are in Note 48 (A.1.1)
- Subsidy on fixed assets gross of Rs. 9.62 Lakhs & Accumulated depreciation of Rs. 2.36 Lakhs reduced in FY 2016-17 under GAAP is now added back as per IND AS & Rs. 9.62 Lakhs- reflected as deferred income in other liability.
- Refer Note 35 for disclosure of contractual commitments for the acquisition of property, plant and equipment.

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NOTE 5. OTHER INTANGIBLE ASSETS F.Y. : 2017-2018

PARTICULARS	GROSS CARRYING AMOUNT			ACCUMULATED DEPRECIATION			NET CARRYING AMOUNT		
	As At 01.04.2017	ADDITIONS	DISPOSALS / ADJUSTMENTS	As At 31.03.2018	As At 01.04.2017	FOR THE YEAR DEPRECIATION	DISPOSALS / ADJUSTMENTS	AS AT 31.03.2018	As At 31.03.2018
COMPUTER (SOFTWARE)	11.22	-	-	11.22	7.66	2.64	-	10.30	0.91
PATENT APPLIACTION	-	0.43	-	0.43	-	0.00	-	0.00	0.43
TOTAL	11.22	0.43	-	11.65	7.66	2.64	-	10.30	1.35

NOTE 5. OTHER INTANGIBLE ASSETS F.Y. : 2016-2017

PARTICULARS	GROSS CARRYING AMOUNT			ACCUMULATED DEPRECIATION			NET CARRYING AMOUNT		
	As At 01.04.2016	ADDITION	DISPOSALS / ADJUSTMENTS	As At 31.03.2017	As At 01.04.2016	FOR THE YEAR DEPRECIATION	DISPOSALS / ADJUSTMENTS	As At 31.03.2017	As At 31.03.2017
COMPUTER (SOFTWARE)	10.38	0.84	-	11.22	3.07	3.55	-	6.62	4.60
TOTAL	10.38	0.84	-	11.22	3.07	3.55	-	6.62	4.60

NOTE 6. NON CURRENT INVESTMENTS.

(Rs. In Lakhs)

NO. OF UNITS MARCH 2018	NO. OF UNITS MARCH 2017	NO. OF UNITS MARCH 2016	PARTICULARS	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
			6.1 TRADE INVESTMENTS			
			<u>(I) INVESTMENT IN EQUITY SHARES OF SUBSIDIARY (UNQUOTED) : (AT COST)</u>			
-	-	-	PREMCO GLOBAL VIETNAM COMPANY LTD.	563.53	563.53	395.28
			6.2 NON TRADE INVESTMENTS			
			<u>(I) INVESTMENT IN EQUITY SHARES (UNQUOTED) : (AT COST)</u>			
2,417	2,417	2,417	EQUITY SHARES OF S.V.C.BANK OF FACE VALUE RS.25/- EACH FULLY PAID	0.61	0.61	0.61
5,000	5,000	5,000	EQUITY SHARES OF NEW IND CO-OP. BANK LTD. OF FACE VALUE RS.10/- EACH, FULLY PAID	0.50	0.50	0.50
			<u>(II) INVESTMENT IN EQUITY SHARES (QUOTED) : (AT FVTPL)</u>			
3,000	3,000	3,000	EQUITY SHARES OF IFCI BANK LTD OF FACE VALUE RS. 10/- EACH FULLY PAID	0.59	0.92	0.74
300	612	612	EQUITY SHARES OF RELIANCE INDUSTRIES LTD. OF FACE VALUE RS. 10/- EACH FULLY PAID	5.30	8.36	8.36
300	188	188	EQUITY SHARES OF RELIANCE INDUSTRIES LTD. (BONUS) OF FACE VALUE RS. 10/- EACH FULLY PAID	-	-	-
200	200	200	EQUITY SHARES OF UNITECH LTD (BONUS) OF FACE VALUE RS. 2/- EACH FULLY PAID	-	-	-
800	800	800	EQUITY SHARES OF UNITECH LTD OF FACE VALUE RS. 2/- EACH FULLY PAID	0.06	0.05	0.05
-	200	200	EQUITY SHARES OF RELIANCE CAPITAL LTD. OF FACE VALUE Rs. 10/- EACH FULLY PAID	-	0.90	0.74
			<u>(III) INVESTMENT IN MUTUAL FUNDS (QUOTED) : (AT FVTPL)</u>			
-	231,510.42	231,510.42	UNITS OF MF DSP BLACK ROCK INCOME OPPORTUNITY FUND -REGULAR PLAN GROWATH	-	62.22	56.67
-	1,339.56	1,339.56	UNITS OF MF HDFC EQUITY DIRECT PLAN GROWATH OPTION	-	7.52	5.72
-	-	6,598.82	UNITS OF MF HDFC PRUDENCE FUND POST IPO COLLECTION ACCOUNT	-	-	23.32
1,003.14	1,032.07	701.04	UNITS OF MF HDFC TOP 200 FUND DIRECT PLAN GROWTH OPTION	4.45	7.52	2.21
-	-	31,642.07	UNITS OF MF HDFC MID-CAP OPPORTUNITIES FUND (G)	-	-	11.47
-	32,768.98	-	UNITS OF MF HDFC MID CAP OPPORTUNITIES FUND REGUALR PLAN GROWTH	-	16.32	-
189,713.61	97,100.28	-	UNITS OF MF HDFC PRUDENCE FUND REGULAR PLAN DIVIDENED	55.87	30.20	-
167,540.67	167,540.67	-	UNITS OF MF HDFC SHORT TERM PLAN REGULAR PLAN GROWATH	57.69	54.30	-
37,694.03	-	-	UNITS OF MF HDFC BALANCED FUND REGULAR (G)	54.96	-	-
147,500.02	-	-	UNITS OF MF HDFC REGULAR SAVING FUND GROWTH	50.79	-	-
278,888.68	278,888.68	-	UNITS OF MF ICICI PRUDENTIAL BANKING AND PSU DEBT FUND GROWTH	55.72	52.32	-
7,629.03	16,288.43	11,571.30	UNITS OF MF ICICI PRUDENTIAL VALUE DISCOVERY FUND DIRECT	11.17	22.28	12.96
		11,313.05	UNITS OF MF ICICI PRUDENTIAL TOP 100 FUND REG-G	-	-	25.26
80,129.23	274,606.51	194,477.28	UNITS OF MF ICICI PRUDENTIAL SHORT TERM REGULAR	29.02	93.70	60.20
-	177,252.72	177,252.72	UNITS OF MF ICICI PRUDENTIAL MIP-25 REGULAR PLAN GROWTH	-	64.70	55.83

(Rs. In Lakhs)

NO. OF UNITS MARCH 2018	NO. OF UNITS MARCH 2017	NO. OF UNITS MARCH 2016	PARTICULARS	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
236,850.08	236,850.08	-	UNITS OF MF ICICI PRUDENTIAL INCOME OPPORTUNITIES FUND GROWTH	57.50	54.49	-
-	32,656.02	32,656.02	UNITS OF MF ICICI PRUDENTIAL FOCUSED BLUE CHIP EQUITY FUND	-	11.21	8.99
-	3,702.07	-	UNITS OF MF ICICI PRUDENTIAL TOP 100 FUND GROWTH	-	9.43	-
244,541.83	-	-	UNITS OF MF ICICI PRUDENTIAL LONG TERM PLAN	53.04	-	-
272,374.18	-	-	UNITS OF MF ICICI PRUDENTIAL REGULAR SAVING FUND	50.59	-	-
270,908.74	-	-	UNITS OF MF ICICI PRUDENTIAL REGULAR SAVING FUND	50.32	-	-
250,000.00	-	-	UNITS OF MF ICICI PRUDENTIAL MF FMP 13 COLL ACCOUNT	25.05	-	-
-	25,798.62	-	UNITS OF MF BIRLA SUN LIFE BALANCE 95 FUND DIVIDEND DIRECT PLAN	-	53.53	-
-	50,875.75	50,875.75	UNITS OF MF BIRLA SUN LIFE FLOATING RATE FUND-LONG TERM	-	102.08	93.25
5,163.93	5,244.53	1,987.03	UNITS OF MF BIRLA SUN LIFE EQUITY FUND GROWTH DIRECT PLAN	11.35	10.52	3.18
-	485,084.53	312,902.30	UNITS OF MF BIRLA SUN LIFE DYNAMIC BOND FUND RETAIL	-	144.16	83.81
188,431.79	412,154.45	223,722.66	UNITS OF MF BIRLA SUN LIFE SHORT TERM OPPORTUNITY FUND GROWTH	56.00	114.46	56.39
54,760.76	119,339.44	93,149.88	UNITS OF MF BIRLA SUN LIFE TREASURY OPTIMIZER PLAN GROWTH	122.95	251.02	177.00
-	12,800.96	10,390.29	UNITS OF MF BIRLA SUN LIFE FORTLINE EQUITY FUND GROWTH REGULAR PLAN	-	24.72	16.15
-	-	254,504.73	UNITS OF MF BIRLA SUN LIFE INTERVAL INCOME -QTLY-S1-GR-DIRECT	-	-	50.32
87,251.96	87,251.96	-	UNITS OF MF BIRLA SUN LIFE SHORT TERM FUND GROWTH DIRECT PLAN	58.30	54.57	-
416,402.95	-	-	UNITS OF MF BIRLA SUN LIFE CORPORATE BOND FUND REGULARS	53.89	-	-
98,325.49	-	-	UNITS OF MF ADITYA BIRLA SUNLIFE BANKING & PSU DEBT FUND - DIRECT	51.54	-	-
500,000.00	-	-	UNITS OF MF ADITYA BIRLA SUNLIFE FIXED TERM PLAN	50.45	-	-
5,372.53	-	-	UNITS OF MF BIRLA SUN LIFE ADVANTAGE FUND GROWTH DIRECT PLAN	22.72	-	-
3,094.79	-	-	UNITS OF MF BIRLA SUN LIFE BALANCE 95 FUND DIVIDEND DIRECT PLAN	24.08	-	-
184,299.92	-	-	UNITS OF MF BIRLA SUN LIFE EQUITY SAVING FUND -DIRECT PL 1014829528	24.74	-	-
112,380.26	-	-	UNITS OF MF BIRLA SUN LIFE MEDIUM TERM PLAN GROWTH DIRECT PLAN	25.53	-	-
14,606.75	-	-	UNITS OF MF ADITYA BIRLA SUNLIFE SAVING FUND- DIRECT	50.24	-	-
-	30,626.78	21,373.40	UNITS OF MF FRANKLIN INDIA SMALLER COMPANIES FUND	-	15.82	8.16
876,964.89	1,373,016.32	1,373,016.32	UNITS OF MF RELIANCE FLOATING RATE FUND SHORT TERM	246.49	361.43	331.88
-	87,433.20	87,433.20	UNITS OF MF RELIANCE MEDIUM TERM FUND-DIR GROWTH	-	30.36	27.75
546,464.83	765,669.82	595,098.21	UNITS OF MF RELIANCE SHORT TERM (G)	184.08	242.25	171.53
-	26,140.58	44,595.87	UNITS OF MF RELIANCE BANKING FUND	-	60.54	71.66
-	-	47,427.20	UNITS OF MF RELIANCE EQUITY OPPORTUNITIES FUND -DIRECT GROWTH PLAN GROWTH OP	-	-	32.27



(Rs. In Lakhs)

NO. OF UNITS MARCH 2018	NO. OF UNITS MARCH 2017	NO. OF UNITS MARCH 2016	PARTICULARS	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
-	591,752.29	591,752.29	UNITS OF MF RELIANCE DYNAMIC BOND FUND GROWTH	-	136.07	121.33
-	-	58,727.02	UNITS OF MF RELIANCE DIVERSIFIED POWER SECTOR	-	-	40.56
237,853.99	524,068.74	524,068.74	UNITS OF MF RELIANCE REGULAR SAVING FUND-DEBT PLAN 18 G	60.25	123.28	111.23
100,385.88	54,827.45	-	UNIT OF MF RELIANCE REGULAR SAVINGS FUND DEBT PLAN DIRECT GROWTH PLAN GROWTH OPTION	56.78	27.34	-
215,692.03	215,692.03	215,692.03	UNITS OF MF RELIANCE MEDIUM TERM FUND DIRECT GROWTH PLAN GROWTH OPTION	123.84	119.09	106.42
2,293.50	-	-	UNITS OF MF RELAINCE SMALL CAP FUND DIRECT GROWTH	1.04	-	-
739,284.08	-	-	UNITS OF MF RELIANCE CORPORATE BOND FUND DIRECT GROWTH PLAN	107.04	-	-
42,889.22	-	-	UNITS OF MF RELIANCE REGULAR SAVING FUND BALANCED OPTION DIRECT PLAN	24.26	-	-
-	-	500,000.00	UNITS OF MF RELIANCE FIXED HORIZON FUND SERIES 9 GROWTH	-	-	50.46
-	-	203,536.65	UNITS OF MF RELIANCE ARBITRAGE ADVANTAGE FUND - DIRECT	-	-	24.85
-	-	403,053.53	UNITS OF MF RELIANCE QUARTERLY INTERVAL FUND	-	-	50.35
-	-	23,391.81	UNITS OF MF RELIGARE INVESCO MID AND SMALL CAP FUND	-	-	7.72
-	343,588.97	343,588.97	UNITS OF SBI SHORT TERM DEBT FUND REGULAR PLAN GROWTH	-	65.01	59.53
-	58,764.77	58,764.77	UNITS OF MF SBI BLUECHIP FUND REGULAR PLAN GROWTH	-	19.73	16.41
-	31,411.97	31,411.97	UNITS OF MF KOTAK EMERGING EQUITY FUND GROWTH (REGULAR PLAN)	-	11.03	7.91
238,265.88	-	-	UNITS OF MF KOTAK EQUITY ARBITRAGE FUND BI MONTHLY	25.48	-	-
80.44	-	-	UNITS OF MF TATA EQUITY P/E FUND DIRECT GROWTH- INF277K01ND1	0.11	-	-
253,923.11	-	-	UNITS OF MF L & T INCOME OPPORTUNITIES FUND	50.55	-	-
35	35	35	(IV) INVESTMENT IN DEBENTURES (QUOTED) : (AT FVTPL) DYNAMIC SERIES (ARG16SP10 SERIES IV 171018) WITH ANAND RATHI SHARE & STOCK BROKERS LTD. OF FACE VALUE RS. 1,00,000/- EACH FULLY PAID UP.	57.92	33.20	34.56
7,121,014.19	6,865,531.65	6,781,978.90	TOTAL INVESTMENTS	2,616.38	3,061.33	2,423.57
Notes :						
1) a) Aggregate amount of Unquoted Investments.				564.65	564.65	396.40
b) Aggregate amount of Quoted Investments & market value thereof				2,051.74	2,496.68	2,027.17
2) The Company has completed an expansion project in two phases by setting up a manufacturing unit at Vietnam by incorporating a foreign subsidiary with a chartered capital of USD 10,00,000 in which the company shall hold 85%. The Company has remitted and amount of USD 850000 (Rs. 5,63,53,340/-) towards chartered capital in the year ended March 2018.						

(Rs. In Lakhs)

NOTE 7 : LOANS	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
A) NON CURRENT (UNSECURED, CONSIDERED GOOD)			
a) LOANS GIVEN TO STAFF	0.29	0.33	0.43
TOTAL	0.29	0.33	0.43
B) CURRENT (UNSECURED, CONSIDERED GOOD)			
a) LOANS TO SUBSIDIARY - PREMCO GLOBAL VIETNAM CO LTD.	1,170.79	920.71	99.50
b) LOANS GIVEN TO STAFF	14.26	23.33	20.38
TOTAL	1,185.06	944.04	119.88

(Rs. In Lakhs)

NOTE 8 : OTHER FINANCIAL ASSETS	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
A) NON CURRENT (UNSECURED, CONSIDERED GOOD)			
a) SECURITY AND OTHER DEPOSITS			
- WITH RELATED PARTIES	30.00	20.00	20.00
- WITH OTHERS	31.55	43.74	43.71
TOTAL	61.55	63.74	63.71

(Rs. In Lakhs)

	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
B) CURRENT (UNSECURED, CONSIDERED GOOD)			
a) INTEREST ACCRUED BUT NOT DUE ON MARGIN MONEY	0.36	0.40	0.59
b) INTEREST ACCRUED BUT NOT DUE ON LOAN TO SUBSIDIARY	15.20	12.52	0.20
c) FOREIGN EXCHANGE FORWARD CONTRACT (HEDGE)	-	13.58	17.20
TOTAL	15.55	26.51	17.98

(Rs. In Lakhs)

NOTE 9 : OTHER ASSETS	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
A) NON CURRENT (UNSECURED, CONSIDERED GOOD)			
PREPAID EXPENSES	3.51	4.57	-
GRATUITY FUNDED - ASSETS (NET)	20.15	7.44	-
TOTAL	23.67	12.01	-



B) CURRENT			
(UNSECURED, CONSIDERED GOOD)			
ADVANCE TO SUPPLIERS	13.19	12.38	34.90
ADVANCE TO STAFF	3.87	2.72	0.55
PREPAID EXPENSES	12.18	12.03	8.25
DUTYDRAWBACK RECEIVABLE	89.97	12.98	71.36
CLAIMS RECEIVABLES	388.41	14.42	0.89
(UNSECURED, CONSIDERED DOUBTFUL)			
a) ADVANCE TO SUPPLIERS	2.51	2.51	2.51
LESS : PROVISION FOR DOUBTFUL ADVANCES	(2.51)	(2.51)	(2.51)
(UNSECURED, CONSIDERED DOUBTFUL)			
b) DUTYDRAWBACK RECEIVABLE	3.53	3.53	3.53
LESS : PROVISION FOR DUTY DRAWBACK	(3.53)	(3.53)	(3.53)
TOTAL	507.62	54.53	115.96

ALLOWANCE FOR DOUBT FULL DEBTS

1. THE COMPANY HAS PROVIDED ALLOWANCES FOR DOUBTFUL DEBTS BASED ON LIFE TIME EXPECTED CREDIT LOSS MODEL USING PROVISION MATRIX
2. MOVEMENT IN ALLOWANCE FOR DOUBTFUL DEBT :

BALANCE AT THE BEGINNING OF THE YEAR	6.04	6.04	6.04
ADD : ALLOWANCE FOR THE YEAR	-	-	-
LESS : W/OFF OF BAD DEBTS (NET OF RECOVERY)	-	-	-
BALANCE AT THE END OF THE YEAR	6.04	6.04	6.04

(Rs. In Lakhs)

NOTE 10. INVENTORY	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
- RAW MATERIAL	487.17	422.40	182.40
- WORK IN PROGRESS	121.51	80.28	24.94
- SEMI-FINISHED GOODS	33.08	27.83	13.11
- FINISHED GOODS	231.35	973.73	1,201.79
- MLFPS LICENCE	-	-	11.29
- SPARE PARTS	46.92	46.07	39.00
TOTAL	920.03	1,550.31	1,472.53

(Rs. In Lakhs)

NOTE 11. TRADE RECEIVABLES	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
(UNSECURED, CONSIDERED GOOD)			
(a) RECEIVABLES FROM SUBSIDIARY (PREMCO GLOBAL VIETNAM CO LTD)	627.53	112.39	40.13
(b) RECEIVABLES FROM OTHERS	700.61	1,145.16	914.13
(UNSECURED, CONSIDERED DOUBTFUL)	2.42	2.32	4.77
LESS : ALLOWANCE FOR DOUBT FULL DEBTS	(2.42)	(2.32)	(4.77)
TOTAL	1,328.14	1,257.54	954.25

ALLOWANCE FOR DOUBT FULL DEBTS

1. THE COMPANY HAS PROVIDED ALLOWANCES FOR DOUBTFUL DEBTS BASED ON LIFE TIME EXPECTED CREDIT LOSS MODEL USING PROVISION MATRIX
2. MOVEMENT IN ALLOWANCE FOR DOUBTFUL DEBT :

BALANCE AT THE BEGINNING OF THE YEAR	2.32	4.77	-
ADD : ALLOWANCE FOR THE YEAR	1.18	0.12	4.77
LESS : W/OFF OF BAD DEBTS (NET OF RECOVERY)	(1.08)	(2.57)	-
BALANCE AT THE END OF THE YEAR	2.42	2.32	4.77

(Rs. In Lakhs)

NOTE 12. CASH & CASH EQUIVALENTS	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
(a) CASH & CASH EQUIVALENTS			
(i) CASH IN HAND	1.84	1.80	3.06
(ii) BALANCES WITH BANKS			
- CURRENT ACCOUNTS IN RUPEESS	5.87	23.96	10.52
- IN FOREIGN CURRENCY	14.81	172.66	185.21
TOTAL	22.51	198.41	198.78

(Rs. In Lakhs)

NOTE 13. BANK BALANCE OTHER THAN ABOVE	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
(i) BALANCES WITH BANKS			
-IN UNPAID DIVIDEND A/C	27.63	21.91	24.92
(ii) OTHER BANK BALANCES			
-HELD AS MARGIN MONEY (Under lien with bank as security for guarantee facility)	31.35	31.35	31.35
TOTAL	58.98	53.26	56.27

(Rs. In Lakhs)

NOTE 14. CURRENT TAX ASSETS (NET)	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
PROVISION FOR TAX (NET)	0.42	-	-
TOTAL	0.42	-	-

(Rs. In Lakhs)

NOTE 15 : EQUITY SHARE CAPITAL :	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
AUTHORISED :			
6000000 (P.Y. 6000000) EQUITY SHARES OF RS. 10 EACH	600.00	600.00	600.00
ISSUED :			
3304800 (P.Y.3304800) EQUITY SHARES OF RS.10 EACH	330.48	330.48	330.48
SUBSCRIBED & PAID UP :			
3304800 (P.Y.3304800) EQUITY SHARES OF RS.10 EACH	330.48	330.48	330.48
TOTAL	330.48	330.48	330.48



15.1 Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period is as follows.

Particulars	As at 31 March 2018	As at 31 March 2017	As at 1 April 2016
Equity Shares at the beginning of the year (in No's)	33.05	33.05	33.05
Less: Equity Shares Forfieted during the year (in No's)	-	-	-
Equity Shares at the end of the year (in No's)	33.05	33.05	33.05

15.2 Terms/Rights Attached to Shares

The company has only one class of equity shares having a par value of Rs. 10/- per share. Each share holder of fully paid equity shares is entitled to one vote per share. The company declares and pays dividends to the share holders of fully paid equity shares in Indian rupees. The dividend proposed by Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

15.3 Details of Share holders holding more than 5 % of Shares

Name of Shareholder	As at 31 March 2018		As at 31 March 2017		As at 1 April 2016	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding	No. of Shares held	% of Holding
ASHOK B HARJANI	9.16	27.73	9.16	27.73	9.16	27.73
LOKESH PREM HARJANI	4.36	13.19	4.36	13.19	4.36	13.19
SURESH HARJANI	4.27	12.92	4.27	12.92	4.27	12.92
PREM HARJANI	1.80	5.44	1.80	5.44	1.80	5.44

15.4 There are no Bonus Shares /Buyback/Shares for consideration other than cash issued during past five years

(Rs. In Lakhs)

NOTE 16. OTHER EQUITY :	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017
SECURITIES PREMIUM RESERVE		
BALANCE AS PER LAST BALANCE SHEET	459.92	459.92
ADD: ADDITION DURING THE YEAR	-	-
Less: Share Issue Expenses	-	-
	459.92	459.92
CAPITAL RESERVE		
BALANCE AS PER LAST BALANCE SHEET	3.00	3.00
ADD: ON FORFEITURE	-	-
	3.00	3.00
CAPITAL SUBSIDY RESERVE		
BALANCE AS PER LAST BALANCE SHEET	22.78	22.78
ADD: ADDITION DURING THE YEAR	-	-
	22.78	22.78
GENERAL RESERVE		
BALANCE AS PER LAST BALANCE SHEET	1,707.00	1,608.00
ADD: TRANSFERRED FROM STATEMENT OF PROFIT & LOSS	51.00	99.00
	1,758.00	1,707.00
SURPLUS AS PER STATEMENT OF PROFIT AND LOSS		
OPENING BALANCE AS PER LAST BALANCE SHEET	3,729.94	2,774.43
	-	-

ADD : PROFIT FOR THE YEAR	505.82	1,177.07
ADD : OCI FOR THE YEAR	1.65	(3.23)
LESS: <u>APPROPRIATIONS</u>		
TRANSFERRED TO GENERAL RESERVE	51.00	99.00
INTERIM DIVIDEND		-
TAX ON INTERIM DIVIDEND		-
PROPOSED DIVIDEND	99.14	99.14
TAX ON PROPOSED DIVIDEND	20.19	20.19
	4,067.08	3,729.94
TOTAL	6,310.78	5,922.64

NATURE AND PURPOSE OF EACH RESERVE

Security Premium Reserve - Security premium reserve is used to record the premium on issue of shares. This reserve is utilised in accordance with the provision of the Companies Act 2013.

Capital Reserve - This reserve was created in the financial year 2015-16. Capital reserves are created out of forfeiture of shares and are usually utilised for issue of Bonus shares.

Capital Subsidy Reserve - This reserve was created in financial year 1994-95 of Rs. 6.38 Lakhs & in financial year 2004-05 of Rs. 16.41 Lakhs and created out of capital subsidy received by the company. The reserve is to be usually created for use of Bonus shares or to adjust capital losses.

General Reserve - General Reserve is a free reserve and is available for distribution as dividend, issue of bonus shares, buyback of the companies securities. It was created by transfer of amounts out of distributable profits, from time to time.

(Rs. In Lakhs)

NOTE 17. BORROWING	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
A) NON CURRENT SECURED TERM LOANS FROM BANKS			
(a) HDFC BANK LTD	154.35	229.93	88.92
CAR LOANS FROM BANKS			
(b) HDFC BANK LTD	12.42	16.03	-
(c) KOTAK MAHINDRA PRIME LTD.	11.67	-	-
TOTAL	178.45	245.96	88.92

17.1 CURRENT MATURITIES

SECURED TERM LOANS FROM BANKS			
(a) HDFC BANK LTD	79.25	73.91	34.38
CAR LOANS FROM BANKS			
(b) HDFC BANK LTD	3.61	3.32	-
(c) KOTAK MAHINDRA PRIME LTD.	2.92	-	1.92
TOTAL	85.78	77.23	36.30



The Long Term Portion of Term Loans are shown under long term Borrowings and the current maturities of long term borrowings are shown under the current liabilities in Note 18B.

17.2 DETAILS OF SECURITY AND TERMS OF REPAYMENT

- (a) HDFC BANK - Term Loans referred to above from Banks are secured by way of Hypothecation of first & exclusive charge on all present & future current assets inclusive of all stocks & book debts and plant & machinery along with equitable mortgage on the property situated at Plot no. 41, Survey no. 35 (PT) Diwan & sons industrial Estate, Aliyali Village, Palghar, Thane District & Survey no. 202/2, Old check post, Dadra & Nagar Haveli, Dadra along with personal guarantee of Lokesh Harjani.

There are 4 different Loans and their respective details are as under

Principal Amount Payable	Interest Rate	Monthly Installment Amount Payable (Principal + Interest)	No. of Installment outstanding equal monthly installments
6.12	10.25 % p.a. Linked with 1 year MCLR	0.85	8
40.96	10.25 % p.a. Linked with 1 year MCLR	1.80	26
104.27	10.25 % p.a. Linked with 1 year MCLR	3.68	33
85.17	10.25 % p.a. Linked with 1 year MCLR	2.33	44

(b) HDFC BANK LTD

Vehicle Loan from Bank are secured by mortgage of Respective Vehicle.

The details of Loan is as under

Principal Amount Payable	Interest Rate	Monthly Installment Amount Payable (Principal + Interest)	No. of Installment outstanding equal monthly installments
16.03	8.40%	0.40	47

(c) KOTAK MAHINDRA PRIME LTD.

Vehicle Loan from Bank are secured by mortgage of Respective Vehicle.

There are different Loans and their respective details are as under

Principal Amount Payable	Interest Rate	Monthly Installment Amount Payable (Principal + Interest)	No. of Installment outstanding equal monthly installments
14.59	8.21%	0.33	52

(Rs. In Lakhs)

	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
(B) CURRENT SECURED FROM BANKS			
WORKING CAPITAL LOANS			
CASH CREDIT FROM BANK	47.93	689.19	277.06
TOTAL	47.93	689.19	277.06

Working capital referred to above from Banks are secured by way of Hypothecation of first & exclusive charge on all present & future current assets inclusive of all stocks & book debts and plant & machinery along with equitable mortgage on the property situated at Plot no. 41, Survey no. 35 (PT) Diwan & sons industrial Estate, Aliyali Village, Palghar, Thane District & Survey no. 202/2, Old check post, Dadra & Nagar Haveli, Dadra along with personal guarantee of Lokesh Harjani.

(Rs. In Lakhs)

NOTE 18. OTHER FINANCIAL LIABILITY	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
A) NON CURRENT			
DUES TO EMPLOYEE	89.40	88.04	61.27
TOTAL	89.40	88.04	61.27
B) CURRENT			
(a) CURRENT MATURITIES OF LONG TERM BORROWING (REFER NOTE 17.1)	85.78	77.23	36.30
(b) INTEREST ACCRUED BUT NOT DUE	1.73	2.02	0.97
(c) UNPAID DIVIDENDS*	27.63	21.91	24.92
(d) MARK TO MARKET OF DERIVATIVE FINANCIAL INSTRUMENTS	10.51	-	-
(e) PAYABLE TO EMPLOYEE	68.34	54.95	53.85
(f) SECURITY/TRADE DEPOSITS RECEIVED	0.05	0.05	0.05
(g) OTHERS (FOR EXPENSES)	0.29	0.96	2.88
TOTAL	194.33	157.11	118.96

*There is no amount due and outstanding as on 31st March 2018 to be credited to Investor Education and Protection Fund. The unpaid dividend for the financial year 2009-10 of Rs. 1.90 Lakhs which has been paid to Investor Protection Reserve Fund on 16.10.2017.

(Rs. In Lakhs)

NOTE 19. PROVISION	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
A) NON CURRENT			
PROVISION FOR EMPLOYEE BENEFITS :			
GRATUITY PAYABLE	-	-	10.79
LEAVE ENCASHMENT SALARY PAYABLE	29.29	23.73	23.96
TOTAL	29.29	23.73	34.75
B) CURRENT			
PROPOSED DIVIDEND	99.14	99.14	16.52
PROVISION FOR TAX ON DIVIDEND	20.19	20.19	3.36
PROVISION FOR EMPLOYEE BENEFITS :			
LEAVE ENCASHMENT SALARY PAYABLE	10.50	8.47	5.66
OUTSTANDING EXPENSES	23.45	20.94	28.69
TOTAL	153.28	148.74	54.24

19.1 The board of Directors has recomonded a final dividnd @ Rs. 3.00/- per equity share of Rs. 10/- each on 33,04,800 equity shares for the year ended 31.03.2017. (P.Y. Rs. 3.00/- per equity share of Rs. 10/- each on 33,04,800 equity shares).

(Rs. In Lakhs)

NOTE 20. DEFERRED TAX LIABILITY (NET)	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
(a) DEFERED TAX LIABILTY:			
RELATED TO FIXED ASSET	91.53	102.57	117.76
DUE TO FVTPL OF INVESTMENT	53.87	97.88	39.83
OTHERS	1.01	5.89	1.61
(b) DEFERED TAX ASSET:			
DISALLOWANCES UNDER THE INCOME TAX ACT 1961 (NET)	(24.77)	(28.01)	(24.07)
TOTAL	121.65	178.33	135.13



(Rs. In Lakhs)

NOTE 21. OTHER LIABILITIES	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
A) NON CURRENT			
GOVERNMENT GRANT			
DEFERRED INCOME	4.01	5.88	-
TOTAL	4.01	5.88	-

Government grants have been received for the purchase of certain items of property, plant and equipment. There are no unfulfilled conditions or contingencies attached to these grants as at March 31.

B) CURRENT			
(a) ADVANCES RECEIVED FROM CUSTOMERS	10.78	7.96	6.26
(b) OTHERS			
(i) GOVERNMENT GRANTS (DEFERRED INCOME)	1.87	1.87	-
(ii) STATUTORY LIABILITIES	59.19	63.89	54.10
TOTAL	71.85	73.73	60.36

Note : GOVERNMENT GRANT (Deferred Income)

(Rs. In Lakhs)

Particulars	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
As at April 1	7.75	-	-
Received during the year	-	9.63	-
Released to statement of profit and loss	(1.87)	(1.87)	-
As at March 31	5.88	7.75	-

(Rs. In Lakhs)

NOTE 22. TRADE PAYABLES	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
TRADE PAYABLES *	351.82	384.01	261.11
TOTAL	351.82	384.01	261.11

*22.1 The Company has received intimation from suppliers regarding their status under Micro, Small and Medium Enterprises Development Act, 2006 and hence the following disclosures are given wrt. the extent of information as available with the company :

a) Amount due and Outstanding to suppliers as at the end of accounting year.	34.18	72.37	16.90
b) Interest paid during the year.	NIL	NIL	NIL
c) Interest due on amount paid beyond due date during the year	NIL	NIL	NIL
d) Interest accrued and unpaid at the end of the accounting year,	NIL	NIL	NIL
e) Total interest due but not paid (including prior years.)	NIL	NIL	NIL

(Rs. In Lakhs)

NOTE 23. CURRENT TAX LIABILITIES (NET)	AS AT 31st MARCH 2018	AS AT 31st MARCH 2017	AS AT 1st APRIL 2016
PROVISION FOR TAX (NET)	-	99.90	103.51
TOTAL	-	99.90	103.51

(Rs. In Lakhs)

NOTE 24. REVENUE FROM OPERATION	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
SALES	5,978.40	6,699.10
OTHER OPERATING REVENUE	217.50	286.41
TOTAL	6,195.90	6,985.51

(Rs. In Lakhs)

NOTE 25. OTHER INCOME	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
INTEREST	84.81	40.42
DIVIDEND	7.13	4.23
NET GAIN ON SALE OF INVESTMENT & RECOGNITION FVTPL	173.70	270.78
FOREIGN EXCHANGE FLUCTUATION	68.90	17.32
PROFIT ON SALE OF PROPERTY, PLANT AND EQUIPMENT	4.76	2.47
GOV GRANTS ON FIXED ASSETS *	1.87	1.87
PROVISION FOR DOUBTFUL DEBTS WRITE BACK	1.08	2.57
INSURANCE CLAIM RECEIVED	24.30	5.00
MISCELLANEOUS INCOME	4.96	4.26
TOTAL	371.52	348.92

Government grants have been received for the purchase of certain items of Property, Plant and Equipment. There are no unfulfilled conditions or contingencies attached to these grants as at March 31, 2018.

(Rs. In Lakhs)

NOTE 26. COST OF MATERIAL CONSUMED :	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
(A) RAW MATERIAL		
OPENING STOCK	502.68	207.34
ADD: PURCHASES	2,106.59	2,829.27
	2,609.27	3,036.61
LESS : CLOSING STOCK	608.68	502.68
TOTAL (A)	2,000.59	2,533.93
(B) CONSUMPTION OF SPARES		
OPENING STOCK	46.07	39.00
ADD : PURCHASES	70.41	76.55
	116.48	115.54
LESS : CLOSING STOCK	46.92	46.07
TOTAL (B)	69.56	69.47
(C) MLFS LICENCE		
OPENING STOCK	-	11.29
LESS : SALE OF LICENCE	-	-
	-	11.29
LESS : CLOSING STOCK	-	-
TOTAL (C)	-	11.29
TOTAL (A + B + C)	2,070.15	2,614.70

(Rs. In Lakhs)

NOTE 27. PURCHASE OF STOCK-IN-TRADE	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
- YARN	642.36	201.46
TOTAL (A)	642.36	201.46



(Rs. In Lakhs)

NOTE 28. CHANGES IN INVENTORIES OF FINISHED GOODS, STOCK-IN-TRADE AND WORK IN PROGRESS	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
CLOSING STOCK		
- FINISHED GOODS	231.35	973.73
- SEMI FINISHED GOODS	33.08	27.83
TOTAL (A)	264.43	1,001.56
LESS: OPENING STOCK		
- FINISHED GOODS	973.73	1,201.79
- SEMI FINISHED GOODS	27.83	13.11
TOTAL (B)	1,001.56	1,214.90
INCREASE/(DECREASE) IN STOCK (A - B)	(737.13)	(213.34)

(Rs. In Lakhs)

NOTE 29. EMPLOYEE BENEFITS EXPENSES	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
SALARY, WAGES, BONUS & LEAVE SALARY	808.15	735.10
CONTRIBUTION TO PROVIDENT FUND & OTHER FUNDS	30.62	25.75
GRATUITY	8.41	8.63
STAFF RECRUITMENT EXPENSES	0.79	4.19
STAFF WELFARE & OTHER AMENITIES	31.94	35.70
TOTAL	879.91	809.38

(Rs. In Lakhs)

NOTE 30. FINANCE COST	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
INTEREST	61.61	104.96
OTHER BORROWING COST	21.80	17.18
TOTAL	83.42	122.14

(Rs. In Lakhs)

NOTE 31. DEPRECIATION	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
DEPRECIATION & AMORTISATION EXPENSE	191.44	235.19
TOTAL	191.44	235.19

(Rs. In Lakhs)

NOTE 32. OTHER EXPENSES	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
A) MANUFACTURING EXPENSES		
DIESEL EXPENSES	5.98	4.71
GAS EXPENSES	26.69	25.59
ELECTRICITY CHARGES	137.96	174.40
FACTORY EXPENSES	14.03	18.83
REPAIRS AND MAINTENANCE-BUILDING	5.16	4.32
REPAIRS AND MAINTENANCE-PLANT & MACHINERY	0.74	1.78
REPAIRS AND MAINTENANCE-OTHERS	38.69	38.59
LABOUR CHARGES	253.34	231.03
PROCESSING CHARGES	191.79	210.88
TESTING CHARGES	2.45	2.37
TOTAL (A)	676.83	712.50
B) SELLING & DISTRIBUTION EXPENSES		
FREIGHT & FORWARDING CHARGES	182.13	185.74
OTHERS	23.67	15.80
TOTAL (B)	205.80	201.54
C) ADMIN EXPENSES		
REPAIRS & MAINTENANCE	4.36	4.12
AUDITORS REMUNERATION AND EXPENSES (REFER NOTE 37)	4.83	9.19
BAD DEBTS	1.18	0.12
SPENDING ON CSR ACTIVITIES (REFER NOTE 44)	35.83	34.17
INSURANCE CHARGES	12.67	10.20
LEGAL & PROFESSIONAL CHARGES	34.00	31.76
MISCELLANEOUS EXPENSES	57.29	58.98
CONVEYANCE & TRAVELING	114.04	147.33
RENT	122.10	132.72
RATES & TAXES	11.34	34.08
TOTAL (C)	397.64	462.69
GRAND TOTAL (A+B+C)	1,280.27	1,376.72



(Rs. In Lakhs)

NOTE 33. TAX EXPENSES	FOR THE YEAR ENDED 31st MARCH 2018	FOR THE YEAR ENDED 31st MARCH 2017
A) INCOME TAX EXPENSES : CURRENT TAX CURRENT TAX ON PROFITS FOR THE YEAR SHORT/(EXCESS) INCOME TAX PROVISION TOTAL CURRENT TAX EXPENSES DEFERRED TAX DEFERRED TAX (ASSET)/LIABILITY	250.00 (15.51) 234.49 (57.56)	545.00 (5.47) 539.53 44.91
TOTAL INCOME TAX EXPENSES	176.93	584.44
B) RECONCILIATION OF TAX EXPENSES AND THE ACCOUNTING PROFIT MULTIPLIED BY INDIA'S TAX RATE : PROFIT BEFORE TAX ENACTED INCOME TAX RATE IN INDIA APPLICABLE TO COMPANY CURRENT INCOME TAX EXPENSES ON PROFIT BEFORE TAX CALCULATED AT THE RATE ABOVE TAX EFFECT OF AMOUNT WHICH ARE NOT DEDUCTIBLE/(TAXABLE) IN CALCULATING TAXABLE INCOME EXEMPTED INCOME EXPENSES DISALLOWED ITEMS SUBJECT TO DIFFERENTIAL TAX RATE ADJUSTMENTS FOR CURRENT TAX OF PRIOR PERIOD OTHERS TOTAL INCOME TAX EXPENSES	682.75 34.61% 236.30 (2.84) 17.17 (82.15) (15.51) 23.97 176.93	1,761.52 34.61% 609.66 (1.47) 11.83 (8.36) (5.47) (21.76) 584.44

NOTE 34: Contingent Liabilities :-

- a) Unredeemed Bank Guarantees & Letter of credit are Rs. 210.74 Lakhs (P.Y. Rs. 222.62 Lakhs)
- b) Claims against the company not acknowledged as debts
- Income Tax Liability Rs. 4.94 Lakhs (P.Y. 6.53 Lakhs)
- c) The company has imported machineries under EPCG license whereby the custom duty saved of Rs. 52.72 Lakhs (P.Y. 52.72 Lakhs) is subject to performance of pre stated obligations. The non-performance would result in liability towards custom duty saved along with penalty and damages.

NOTE 35:

Capital Commitments :-

Estimate amount of contract remaining to be executed on Capital Account & not provided for Rs Nil (Rs. Nil) against which advance has been paid of Rs. Nil (P.Y. Nil)

NOTE 36:

The balance confirmations in respect of debtors, creditors, advances, loans and deposits as at 31st March 2018 have been called for and are subject to confirmation & reconciliation as the necessary communication in this respect is not received from them. The management has scrutinized the accounts and the balances appearing in the Balance Sheet are correct.

In the opinion of the management, no item of current assets, loans and advances has a value on realization in the ordinary course of business, which is less than the amount of value at which it is stated in the Balance Sheet, unless otherwise specified.

NOTE 37: Auditor Remuneration's :-

Rs. in Lakhs

Payment to Auditors	2017-18	2016-17
a) Audit Fees	2.50	3.45
b) Tax Audit Fees	----	0.86
c) Limited Review Certificate	1.50	1.21
d) Other Taxation Matters	----	2.28
e) Certification Charges	0.56	1.09
f) Out of Pocket Expense	0.27	0.31
Total	4.83	9.20

NOTE 38: Unhedged Foreign Currency Exposure & Derivative Instruments :-

- (A) Foreign Currency exposure are as follows :

	31-03-2018		31-03-2017	
	Amount (in USD \$ in Lakhs)	Amount (in Rs.in Lakhs)	Amount (in USD \$ in Lakhs)	Amount (in Rs.in Lakhs)
Sundry Debtors	USD 11.58	Rs. 754.81	USD 10.57	Rs. 686.51
Balance in EFC A/c	USD 0.23	Rs. 14.81	USD 2.66	Rs.172.66
Loan given to subsidiary (Including Interest.)	USD 18.23	Rs.1185.99	USD 14.39	Rs. 933.23
Investment in Equity shares of subsidy	USD 8.50	Rs. 563.53	USD 8.50	Rs. 563.53
Total Assets :	USD 38.54	Rs. 2519.14	USD 36.12	Rs. 2355.93
Trade Payable	USD 0.20	Rs, 13.90	USD 0.20	Rs, 13.90
Letter of Credit Issued	USD 3.00	Rs. 195.12	USD 3.66	Rs. 237.48
Total Liabilities :	USD 3.20	Rs. 209.02	USD 3.86	Rs. 251.38
Net Exposure	USD 35.34	Rs.2310.12	USD 32.26	Rs.2104.55

- (B) Forward Contracts for hedge of Trade Receivables, Loans and under firm commitments/high probable forecast transactions are as follows :

	31-03-2018		31-03-2017	
	Amount (in USD \$ in Lakhs)	Amount (in Rs.in Lakhs)	Amount (in USD \$ in Lakhs)	Amount (in Rs.in Lakhs)
Forward Contracts	USD 24.64	Rs.1613.72	USD \$ 4.80	Rs.329.91

Mark-to-market loss recognized in the statement of Profit & Loss Rs. 10.51 Lakhs (Gain for P.Y. of Rs. 13.58 Lakhs)

NOTE 39: Employee Benefits Obligations :-

- a) **Defined contribution plans- The company has recognized the following amounts in the Statement of Profit & loss for the Year :**

Particular's	2017-18	2016-17
	Rs. in Lakhs	Rs. in Lakhs
Employer's Contribution to Provident Fund	13.69	11.80
Employer's Contribution to E.S.I.C	3.43	1.84
Employer's Contribution to Escrow Deposit Scheme	5.97	5.72
Interest paid on Employee Escrow Scheme	8.37	7.13
Interest on Security Deposit	0.29	0.27

- b) **Defined benefit plans - Gratuity & Leave Encashment :**

Gratuity :- The company operates a gratuity plan which is administrated through HDFC Standard Life Insurance Company Limited and a trust which is administrated through trustees. Every employee is entitled to a minimum benefit equivalent to 15 days salary last drawn for each completed year of service in line with Payment of Gratuity act, 1972. The same is payable at the time of separation from the company or retirement, whichever is earlier or death in service.

Leave Encashment :- The employees are entitled to accumulate compensated absence upto specified days as per company policy, which is payable at the time of separation from company i.e. retirement or death in service at the rate of last drawn salary.

The details on Company's Gratuity and Leave Encashment liabilities employees are given below which is certified by the actuary and relied upon by the auditors.

- (i) **Reconciliation of Opening & Closing balance of Present Value of Defined benefit Obligation (DBO) :**

Change in Benefit Obligation	Gratuity		Leave Encashment	
	31.03.18	31.03.17	31.03.18	31.03.17
	Amount in Rs.in Lakhs			
Present Value of Obligation (Opening)	74.28	75.44	32.19	29.62
Interest Cost	5.26	5.92	2.28	2.32
Current Service Cost	7.73	7.79	10.97	10.84
Past Service Cost	1.20	-	-	-
Benefits Paid	(2.72)	(1.05)	(5.32)	(2.58)
Actuarial (Gain)/Loss on Obligation – Due to change in Financial Assumptions.	2.08	(9.65)	1.39	(4.43)
Actuarial (Gain)/Loss on Obligation – Due to Experience.	(22.36)	(4.17)	(1.73)	(3.58)
Present value of Obligation (Closing)	65.47	74.28	39.78	32.19

(ii) **Reconciliation of Opening & Closing balance of Fair Value of Plan Assets :**

Fair value of plan Assets 01/04/2017	81.72	64.64	NIL	NIL
Expected Return on Plan Assets	5.79	5.08	NIL	NIL
Contribution	-----	10.80	5.32	2.58
Benefits paid	(2.72)	(1.05)	(5.32)	(2.58)
Actuarial (Gain)/Loss on plan Assets - Due to Experience.	0.84	2.25	NIL	NIL
Fair value of plan Assets 31/03/2018	85.63	81.72	NIL	NIL

Fair value of plan assets for gratuity represents the amount as confirmed by Insurer Manager Funds.

(iii) **Balance Sheet Recognition :**

(Present Value of Obligation)	(65.47)	(74.28)	(39.79)	(32.19)
Fair value of Plan Assets	85.62	81.72	NIL	NIL
Funded Status (Surplus /(Deficit))	20.15	7.44	(39.79)	(32.19)
Un-recognised past Service Cost	NIL	NIL	NIL	NIL
Net (Liability) recognized in the Balance Sheet	NIL	NIL	(39.79)	(32.19)

(iv) **(a) Profit and Loss – Expenses Recognition**

Current Service Cost	7.73	7.79	10.97	10.84
Interest Cost	5.26	5.92	2.28	2.32
Expected Return on Plan Assets	(5.79)	(5.07)	NIL	NIL
Re-measurement (or Actuarial) (gain) / loss	-----	-----	(0.34)	(8.01)
Past Service Cost	1.20	----	-----	-----
Expenses to be recognized in P/L Account	8.40	8.64	12.91	5.15

(b) Other Comprehensive Income

Actuarial (gains) / losses				
- change in demographic assumptions	3.01	0.41	NIL	NIL
- change in financial assumptions	(0.92)	(10.06)	NIL	NIL
- experience variance (i.e. Actual experience v/s assumptions)	(22.36)	(4.17)	NIL	NIL
Return on plan assets, excluding amount recognised in net interest expense	(0.85)	(2.25)	NIL	NIL
Components of defined benefit costs recognised in Other Comprehensive Income	(21.12)	(16.07)	NIL	NIL

v) For Each major category of plan assets, following is the percentage that each major category constitutes of the fair value of the plan assets :

Particular's	Gratuity as on 31 st March 2018		Gratuity as on 31 st March 2017	
	Amount Rs. in Lakhs	Rate %	Amount Rs. in Lakhs	Rate %
Insurer managed fund	85.63	100%	81.72	100%
Total	85.63	100%	81.72	100%

vi) The overall expected rate of return on assets is based on the expectation of the average long term rate of return expected on investments of the fund during the estimated term of the obligations.

vii) The Actual Return on plan assets is as follows:-

Particular's	Gratuity 2017-18	Gratuity 2016-17
	Amount Rs. in Lakhs	Amount Rs. in Lakhs
Actual return on plan assets	6.63	7.33

(viii) Following are the Principal Actuarial Assumptions used as at the balance sheet date:

	Gratuity	Leave Encashment
Discount Rate	7.40 %	7.40 %
Expected Return on Plan Assts	7.40 %	0.00 %
Mortality	Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2006-08)
Future Salary Increases	3.00 % PA	3.00 % PA
Attrition	18.00 % for Service Group.	18.00 %

ix) Amount recognized in current year and previous four years for Gratuity & Leave Encashment:-

a) Gratuity :

Particular's	2017-18	2016-17	2015-16	2014-15	2013-14
Defined benefit obligation	65.47	74.28	75.44	56.91	55.90
Plan assets	85.63	81.72	64.64	65.19	NIL
Surplus /(deficit)	20.15	7.44	(10.80)	8.28	(55.90)
Experience adjustment on plan liabilities	22.36	4.17	(16.38)	8.12	(8.55)
Experience adjustment on plan assets	0.85	2.25	0.13	0.19	NIL

b) Leave Encashment :

Particular's	2017-18	2016-17	2015-16	2014-15	2013-14
Defined benefit obligation	39.79	32.19	29.62	21.77	15.47
Plan assets	NIL	NIL	NIL	NIL	NIL
Surplus /(deficit)	(39.79)	(32.19)	(29.62)	(21.77)	(15.47)
Experience adjustment on plan liabilities	1.74	3.58	(6.70)	0.93	(0.55)
Experience adjustment on plan assets	NIL	NIL	NIL	NIL	NIL

NOTE 40 :

A) Segment Reporting :

In the opinion of the management the company is mainly engaged in the business of manufacturing of Elastic and all other activities of the Company including supply of raw materials to subsidiary of Rs. 739.46 Lakhs (P.Y. Rs. 218.11 Lakhs) revolve around the main business, and as such, there are no separate reportable segments.

B) Secondary Business Segment :

Description	Mumbai		Dadra	
	Rs. in Lakhs		Rs. in Lakhs	
	2017-18	2016-17	2017-18	2016-17
Segment Revenue (Gross)				
(i) Within India	251.62	319.52	1647.82	1671.14
(ii) outside India	78.41	30.38	2854.11	3549.01
Total Revenue (Gross)	330.03	349.90	4501.93	5220.15
Segment Fixed Assets(Gross)				
(i)Within India	244.47	239.48	1904.27	1744.87
(ii) outside India	NIL	NIL	NIL	NIL
Other Assets				
(i) Within India	2227.89	2826.82	1857.88	1516.26
(ii) outside India	1749.52	1496.77	6.04	594.70

Description	Palghar		Vapi	
	Rs. in Lakhs		Rs. in Lakhs	
	2017-18	2016-17	2017-18	2016-17
Segment Revenue (Gross)				
(i)Within India	298.16	452.89	1222.85	1161.73
(ii) outside India	NIL	NIL	214.44	149.76
Total Revenue (Gross)	298.16	452.89	1437.29	1311.49
Segment Fixed Assets(Gross)				
(i)Within India	245.42	242.38	548.78	558.01
(ii) outside India	NIL	NIL	NIL	NIL
Other Assets				
(i)Within India	202.05	202.33	696.81	530.58
(ii) outside India	NIL	NIL	NIL	54.55

NOTE 41:

Related Party Disclosures

A) List of Related Parties and Relationship

a) Subsidiaries : -

Premco Global Vietnam Co. Ltd.	Subsidiary
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b) Associates : -

Premco Industries Onspot Solutions Pvt. Ltd. Pixel Packaging Ltd.	Enterprise on which significant influence is exercised having common directors/partners.
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c) Key Management Personnel :-

Mr. Ashok B. Harjani	Chairman & Managing Director
Mr. Lokesh P. Harjani	Director
Mrs. Nisha P. Harjani	Director
Mrs. Sonia A. Harjani	Director
Mr. Devendra Kumar Jain	CEO - Projects
Mr. Shantanu Dey	CEO

B) Related Party Transactions

I) Subsidiary	2017-18	2016-17
	Rs. In Lakhs	Rs. In Lakhs
1. Investment in Capital (Closing Balance Rs. 563.53 Lakhs/ P.Y. 563.53 Lakhs)	----	168.25
2. Loan Given (Closing Balance Rs.1170.79 Lakhs/P.Y. Rs 920.71 Lakhs)	3031.29	1661.17
3. Sale of Goods	1120.79	218.11
4. Interest Received	78.41	30.38
5. Letter of Credit Guarantee issued in favour of Subsidiary	USD 3.00	USD 3.00
II) Associates Enterprises		
1. Security Deposit given (Closing Balance Rs. 30.00 Lakhs / P.Y. Rs. 20.00 Lakhs)	10.00	----
2. Rent Paid	61.86	66.67
III) Key Management Persons		
1. Remuneration, Bonus & Perks	197.48	211.06
2. Imprest Account (Closing Balance Rs. NIL /P.Y Rs. NIL)	4.89	1.25
3. Tour Advance (Closing Balance Rs. (2.53 Lakhs / P.Y Rs. 1.82 Lakhs)	90.37	115.91
4. Reimbursement of expenses	170.24	150.60
5. Advance Given (Closing Balance Rs. NIL /P.Y. Rs. NIL)	1.67	3.50
6. Loan taken (Closing Balance Rs. NIL /P.Y. Rs NIL)	1147.00	1103.70
7. Interest Paid	25.55	78.24

C) Disclosure of Material transactions with related parties.

Particulars	2017-18	2016-17
	Rs. In Lakhs	Rs. In Lakhs
a) Rent Paid		
1. Premco Industries	61.86	66.67
b) Remuneration, Bonus & Perks		
1. Ashok B. Harjani	69.60	69.60
2. Lokesh P. Harjani	54.39	54.35
3. Nisha P. Harjani	31.00	31.00
4. Sonia A. Harjani	3.13	5.21
5. Devendra Kumar Jain	2.27	26.03
6. Shantanu Dey	37.08	24.87
c) Interest Paid		
1. Ashok B. Harjani	16.54	49.96
2. Lokesh P. Harjani	1.95	13.04
3. Sonia A. Harjani	7.06	15.24
d) Loan Taken		
1. Ashok B. Harjani	789.50	706.45
2. Lokesh P. Harjani	87.50	213.25
3. Sonia A. Harjani	270.00	184.00

NOTE 42:

Leases :

As a Lessee:

The Company's major leasing arrangements are in respect of commercial /residential premises (including furniture and fittings therein wherever applicable taken on leave and license basis). These leasing arrangements which are cancellable, range 11 months to 5 years, or longer and are usually renewable by mutually agreed terms and conditions.

The particulars of these leases are as follows:

(Rs. in Lakhs)

PARTICULARS	2017 – 18	2016 – 17
Future Minimum lease payments obligation on non-cancelable operating leases :		
Not later than one year	76.79	72.54
Later than one year and not later than five years.	92.39	36.70
Later than five years	-	-
Lease payments recognized in Profit & Loss Account	122.10	132.72
Lease payments capitalized with Fixed Assets.	-----	-----

NOTE 43:

Earning Per Share:

Basic & Diluted:	Current Year	Previous Year
Profit after Tax as per Accounts is (Rs. in Lakhs)	507.47	1173.84
Weighted Average No. of Shares Issued (No in Lakhs)	33.05	33.05
Basic & Diluted EPS (Rs.)	15.36	35.52

NOTE 44 : Corporate Social Responsibility (CSR) Activities :-

During the year, the Company is required to spend an amount of Rs. 35.47 Lakhs (PY Rs. 33.72 Lakhs) towards CSR activities, whereas the Company has already spent Rs. 35.32 Lakhs (PY Rs. 33.74 Lakhs) towards Corporate Social Responsibility (CSR) under section 135 of the Companies Act, 2013 and rules thereon by way of contribution to various Trusts / NGOs / Societies / Agencies.

NOTE 45: DISCLOSURE ON SPECIFIED BANK NOTES (SBNs) :-

- The reporting on disclosures relating to Specified Bank Notes is not applicable to the Company for the year ended March 31, 2018.
- Following are the details of holdings as well as dealings in Specified Bank Notes for the previous year ended March 31, 2017.

(Rs.in Lakhs)

Particulars	SBNs	Other denominations notes	Total
Closing cash in hand as on 08.11.2016	0.35	1.11	1.46
(+) Permitted receipts	----	8.55	8.55
(+) Non Permitted receipts	2.02	----	2.02
(-) Permitted payments	0.27	7.94	8.21
(-) Amount deposited in banks	2.10	0.03	2.13
Closing cash in hand as on 30.12.2016	----	1.69	1.69

NOTE 46: Fair value disclosures for financial assets and financial liabilities

Financial instruments by category	As at March 31, 2018			As at March 31, 2017			As at April 1, 2016		
	FVTPL	FVOCI	Amortised Cost	FVTPL	FVOCI	Amortised Cost	FVTPL	FVOCI	Amortised Cost
Financial assets									
Investments									
- Equity instruments	5.94		564.65	10.23		564.65	9.89		396.40
- Debentures	57.92			33.20			34.56		
- Mutual Funds	1987.87			2453.24			1982.72		
Trade receivables			1328.14			1257.54			954.25
Cash and cash equivalents			22.51			198.41			198.78
Bank balances other than cash and cash equivalents			58.98			53.26			56.27
Loans			1185.35			944.37			120.31
Other financial assets			77.10	13.58		76.67	17.19		64.50
Total Financial assets	2051.73	-	3236.73	2510.25	-	3094.90	2044.36	-	1790.51
Financial Liabilities									
Borrowings			226.38			935.15			365.98
Trade payables			351.83			384.01			261.10
Other financial liabilities	10.51		273.22			245.15			180.23
Total Financial liabilities	10.51	-	851.43	-	-	1564.31	-	-	807.31

(i) Fair value hierarchy

This section explains the judgments and estimates made in determining the fair values of the financial instruments that are (a) recognized and measured at fair value and (b) measured at amortized cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

Financial assets and liabilities measured at fair value - recurring fair value measurements as at March 31, 2018	Notes	Level 1	Level 2	Level 3	Total
Financial assets					
Financial investments at FVTPL					
Equity Instruments	6	5.94			5.94
Debentures	6	57.92			57.92
Mutual funds	6		1987.87		1987.87
Other financial liabilities	18B		(10.51)		(10.51)
Total financial assets & liabilities		63.86	1977.36		2041.22

(Rs.in Lakhs)

Financial assets and liabilities measured at amortised cost for which fair values are disclosed as at March 31, 2018	Notes	Level 1	Level 2	Level 3	Total
Financial assets					
Equity Instruments	6			564.65	564.65
Trade receivables	11			1328.14	1328.14
Cash and cash equivalents	12			22.51	22.51
Bank balances other than cash and cash equivalents	13			58.98	58.98
Loans	7A,7B			1185.35	1185.35
Other financial assets	8A,8B			77.10	77.10
Total financial assets		-	-	3236.73	3236.73

Financial liabilities					
Borrowings	17A, 17B			226.38	226.38
Trade payables	22			351.83	351.83
Other financial liabilities	18A,18B			273.22	273.22
Total financial liabilities		-	-	851.43	851.43

Financial assets and liabilities measured at fair value - recurring fair value measurements as at March 31, 2017	Notes	Level 1	Level 2	Level 3	Total
Financial assets					
Financial investments at FVTPL					
Equity Instruments	6	10.23			10.23
Debentures	6	33.20			33.20
Mutual funds	6		2453.24		2453.24
Other financial assets	8		13.58		13.58
Total financial assets		43.43	2466.82	-	2510.25

(Rs. in Lakhs)

Financial assets and liabilities measured at amortised cost for which fair values are disclosed as at March 31, 2017	Notes	Level 1	Level 2	Level 3	Total
Financial assets					
Equity Instruments	6			564.65	564.65
Trade receivables	11			1257.54	1257.54
Cash and cash equivalents	12			198.41	198.41
Bank balances other than cash and cash equivalents	13			53.26	53.26
Loans	7A,7B			944.37	944.37
Other financial assets	8A,8B			76.67	76.67
Total financial assets		-	-	3094.90	3094.90
Financial liabilities					
Borrowings	17A, 17B			935.15	935.15
Trade payables	22			384.01	384.01
Other financial liabilities	18A,18B			245.15	245.15
Total financial liabilities		-	-	1564.31	1564.31

Financial assets and liabilities measured at fair value - recurring fair value measurements as at March 31, 2016	Notes	Level 1	Level 2	Level 3	Total
Financial assets					
Financial investments at FVTPL					
Equity Instruments	6	9.89			9.89
Debentures	6	34.56			34.56
Mutual funds	6		1982.72		1982.72
Other financial assets	8		17.19		17.19
Total financial assets		44.45	1999.91	-	2044.36



Financial assets and liabilities measured at amortised cost for which fair values are disclosed as at March 31, 2016	Notes	Level 1	Level 2	Level 3	Total
Financial assets					
Equity Instruments	6			396.40	396.40
Trade receivables	11			954.25	954.25
Cash and cash equivalents	12			198.78	198.78
Bank balances other than cash and cash equivalents	13			56.27	56.27
Loans	7A,7B			120.31	120.31
Other financial assets	8A,8B			64.50	64.50
Total financial assets		-	-	1790.51	1790.51
Financial liabilities					
Borrowings	17A, 17B			365.98	365.98
Trade payables	22			261.10	261.10
Other financial liabilities	18A,18B			180.23	180.23
Total financial liabilities		-	-	807.31	807.31

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments that have quoted price. The fair value of all equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period.

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity specific estimates. The Company has mutual funds for which all significant inputs required to fair value an instrument falls under level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities and unlisted preference shares are included in level 3.

There are no transfers between levels 1, 2 and 3 during the year.

(ii) Valuation technique used to determine fair value

Specific valuation techniques used to value financial instruments include:

Investments in quoted equity instruments are valued using the closing price at Bombay Stock Exchange (BSE) at the reporting period.

The fair value of forward foreign exchange contracts is determined using forward exchange rates as at the balance sheet date, prevailing with Authorised Dealers dealing in foreign exchange.

The use of Net Assets Value ('NAV) for valuation of mutual fund investment. NAV represents the price at which the issuer will issue further units and will redeem such units of mutual fund to and from the investors.

The fair value of the debentures is determined based on present values and the discount rates used were adjusted for counterparty risk and country risk.

(iii) Fair value of Financial assets and liabilities measured at amortised cost

(Rs. in Lakhs)

	As at March 31, 2018		As at March 31, 2017		As at April 1, 2016	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial assets						
Equity Investment	564.65	564.65	564.65	564.65	396.40	396.40
Trade receivables	1328.14	1328.14	1257.54	1257.54	954.25	954.25
Cash and cash equivalents	22.51	22.51	198.41	198.41	198.78	198.78
Bank balances other than cash and cash equivalents	58.98	58.98	53.26	53.26	56.27	56.27

Loans	1185.35	1185.35	944.37	944.37	120.31	120.31
Other financial assets	77.10	77.10	76.67	76.67	64.50	64.50
Total financial assets	3236.73	3236.73	3094.90	3094.90	1790.51	1790.51
Financial liabilities						
Borrowings	226.38	226.38	935.15	935.15	365.98	365.98
Trade payables	351.83	351.83	384.01	384.01	261.10	261.10
Other financial liabilities	273.22	273.22	245.15	245.15	180.23	180.23
Total financial liabilities	851.43	851.43	1564.31	1564.31	807.31	807.31

- a) The carrying amounts of trade receivables, trade payables, cash and cash equivalents, bank balances other than cash and cash equivalents, borrowings and other financial liabilities are considered to be the same as their fair values, due to their short term nature.
- (b) The fair values and carrying value for equity investments, security deposits, loans, other financial assets and other financial liabilities are materially the same.

NOTE 47A: Financial risk management

The Company's activities expose it to market risk, liquidity risk and credit risk. In order to minimise any adverse effects on the financial performance of the company, derivative financial instruments, such as foreign exchange forward contracts are entered to hedge certain foreign currency risk exposures. Derivatives are used exclusively for hedging purposes and not as trading or speculative instruments.

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the impact of hedge accounting in the financial statements.

The company has a robust risk management framework comprising risk governance structure and defend risk management processes. The risk governance structure of the company is a formal organization structure with defend roles and responsibilities for risk management.

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, trade receivables, loans & other financial assets measured at amortised cost.	Ageing analysis	Diversification of bank deposits, credit limits and letters of credit in select cases.
Liquidity risk	Other financial liabilities	Sensitivity analysis	Availability of committed credit lines and borrowing facilities
Market risk foreign currency risk	Recognized financial assets and liabilities not denominated in Indian rupee.	Sensitivity analysis	Forward foreign exchange contracts
Market risk security prices	Investments in equity shares, debentures & mutual funds.	Sensitivity analysis	Portfolio diversification

The Company risk management is carried out by a central treasury department under the guidance from the board of directors. Company's treasury identifies, evaluates and hedges financial risks in close coordination with the company's operating units. The board provides written principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity. There is no change in objectives and process for managing the risk and methods used to measure the risk as compared to previous year.

1) Credit Risk :

Credit risk is the risk that the counterparty will not meet its obligation under a financial instrument or customer contract, leading to financial loss. The Credit risk mainly arises receivables from customers, cash and cash equivalents, loans and deposits with banks, financial institutions & others.

a) Trade receivables

The maximum exposure to the credit risk at the reporting date is primarily from trade receivables amounting to Rs. 1328.14 Lakhs as at March 31, 2018 (March 31, 2017- Rs.1257.54 Lakhs; April 1, 2016 - Rs.954.25 Lakhs) and from loans



amounting Rs. 1185.35 Lakhs (March 31, 2017- Rs.944.36 Lakhs; April 1, 2016 - Rs.120.30 Lakhs) Trade receivables are typically unsecured and are derived from revenue earned from customers located in India as well as outside India. The Company establishes an allowance for doubtful debts and impairment that represents its estimate of incurred losses in respect of trade receivables.

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry, the country and the state in which the customer operates, also has an influence on credit risk assessment.

Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business.

The management continuously monitors the credit exposure towards the customers outstanding at the end of each reporting period to determine incurred and expected credit losses. Historical trends of impairment of trade receivables do not reflect any significant credit losses. Given that the macroeconomic indicators affecting customers of the Company have not undergone any substantial change, the Company expects the historical trend of minimal credit losses to continue.

The movement in the allowance for impairment in respect of trade receivables during the year was as follow:

Movement in expected credit loss allowance on trade receivables

(Rs. in Lakhs)

	As at March 31,2018	As at March 31, 2017	As at April 1, 2016
Opening provision	2.32	4.77	----
Add: Additional provision made	1.18	0.12	4.77
Less: Provision write off	---	---	---
Less: Provision reversed	1.08	2.57	----
Closing provision	2.42	2.32	4.77

The average credit period on sales of products is less than 90 days. Credit risk arising from trade receivables is managed in accordance with the Company's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on a detailed study of credit worthiness and accordingly individual credit limits are defined/modified. For trade receivables, as a practical expedient, the Company computes credit loss allowance based on a provision table as above.

b) Cash and cash equivalents:

As at the year end, the Company held cash and cash equivalents of Rs. 22.51 Lakhs (March 31, 2017: Rs.198.41 Lakhs and April 1, 2016: Rs. 198.78 Lakhs). The cash and cash equivalents are held with bank and financial institution counterparties with good credit rating.

c) Other Bank Balances:

Other bank balances are held with bank and financial institution counterparties with good credit rating.

d) Loans : The maximum exposure from loans is from loans due to subsidiary company and the repayments

Are regular and neither past due nor impaired.

e) Other financial assets:

Other financial assets includes security deposits which are neither past due nor impaired.

2) Liquidity Risk :

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses.

Company treasury maintains flexibility in funding by maintaining availability under committed credit lines. Management monitors rolling forecasts of the Company's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows.

(i) Financing arrangements

The Company had access to the following undrawn borrowing facilities at the end of the reporting period:

(Rs. in Lakhs)

	As at		
	March 31, 2018	March 31, 2017	April 1, 2016
Expiring within one year (bank overdraft and other facilities)	2213.05	96.17	866.04

(ii) Maturity pattern of financial liabilities

(Rs. in Lakhs)

As at March 31, 2018	Not Due	0-6 months	6 - 12 months	More than 12 months
Borrowings	----	91.12	42.59	178.44
Trade Payable	308.02	16.57	4.62	22.61
Other financial liabilities	----	80.87	1.87	115.20

As at March 31, 2017	Not Due	0-6 months	6 - 12 months	More than 12 months
Borrowings	----	726.33	40.09	245.96
Trade Payable	237.70	136.28	0.81	9.22
Other financial liabilities	----	57.93	1.90	108.09

As at April 1, 2016	Not Due	0-6 months	6 - 12 months	More than 12 months
Borrowings	----	299.22	14.14	88.92
Trade Payable	184.43	66.54	0.64	9.49
Other financial liabilities	----	57.69	1.64	84.60

Other financial liabilities includes Current maturity of long-term borrowings of Rs. 85.78 Lakhs (March 31, 2017 : 77.23 Lakhs and April 1, 2016 : 36.30 Lakhs) is included in borrowings above :

3) Market Risk :

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risks namely interest rate risk, currency risk and other price risk, such as commodity risk. The Company is not exposed to interest rate risk whereas the exposure to currency risk and other price risk is given below:

A) Market Risk- Foreign currency risk.

The Company operates internationally and portion of the business is transacted in several currencies and consequently the Company is exposed to foreign exchange risk through its sales in overseas and purchases from overseas suppliers in various foreign currencies. Foreign currency exchange rate exposure is partly balanced by maintaining an EEFC bank account and purchasing of goods, commodities and services in the respective currencies. The Company also uses foreign currency forward contracts to hedge its risks associated with foreign currency fluctuations relating to certain firm commitments, highly probable forecast transactions and foreign currency required at the settlement date of certain receivables/payables. The use of foreign currency forward contracts is governed by the Company's strategy approved by the board of directors, which provide principles on the use of such forward contracts consistent with the Company's risk management policy and procedures.

Derivatives instruments and unhedged foreign currency exposure

(a) Derivative outstanding as at the reporting date

Particulars/ Currency	As at					
	March 31, 2018		March 31, 2017		April 1, 2016	
	Amount in Foreign Currency	In Lakhs Rs.	Amount in Foreign Currency	In Lakhs Rs.	Amount in Foreign Currency	In Lakhs Rs.
Forward contract to sell						
- USD	24,64,498	1613.72	4,79,600	329.91	11,12,100	763.44

Derivative financial instruments such as foreign exchange forward contracts are used for hedging purposes and not as trading or speculative instruments.

(b) Particulars of unhedged foreign currency exposures as at the reporting date

The Company's exposure to foreign currency risk at the end of the reporting period expressed in equivalent in INR Rupees is as follows:

Rs. In Laks

Particulars	As at					
	March 31, 2018		March 31, 2017		April 1, 2016	
	USD	Others	USD	Others	USD	Others
Financial assets						
Investment in equity shares	563.53		563.53		395.28	
Trade receivables	754.81		686.51		292.11	
Other financial assets						
Loans	1185.99		933.23		99.70	
Cash and Cash equivalents	14.81		172.66		185.21	
Net exposure to foreign currency risk (assets)	2519.14		2355.93		972.30	

Financial liabilities

Trade payables	13.90		13.90		----	
Letter of Credit	195.12		237.48		----	
Net exposure to foreign currency risk (liabilities)	209.02		251.38		----	
Less: Forward contracts (USD-INR)	1613.72		329.91		763.44	
Net unhedged foreign currency exposure	696.40	-	1774.64	-	208.86	-

The company mainly exposed to USD. The below table demonstrates the sensitivity to 1% increase or decrease in the USD against INR with all other variables held constant. The sensitivity analysis is prepared on the unhedged exposure of the company as at the reporting date.

	Effect on Profit after Tax	
	For year ended March 31, 2018	
	1% increase	1% decrease
Increase / (decrease) in profit or loss	6.96	(6.96)

B) Market Risk- Price risk.

(a) Exposure

The company is mainly exposed to the price risk due to its investment in mutual funds and investment in equity instruments held by the company and classified in the balance sheet as fair value through profit or loss. The investment in mutual funds are mix of equity and debt based mutual funds. The price risk arises due to uncertainties about the future market values of these investments. To manage its price risk arising from investments in equity securities and mutual funds, the company diversifies its portfolio.

(b) Sensitivity

The table below summarizes the impact of increases/decreases of the BSE index on the Company's equity and Gain/ Loss for the period. The analysis is based on the assumption that the index has increased by 5% or decreased by 5% with all other variables held constant, and that all the company's equity instruments moved in line with the index.

(Rs. in Lakhs)

	Impact on other Component of Equity	
	For year ended	
	March 31, 2018	March 31, 2017
BSE Sensex 30 Increase 5%	102.59	124.83
BSE Sensex 30 Decrease 5%	(102.59)	(124.83)

NOTE 47B: Capital management

(a) Risk Management

The company's objectives when managing capital are to safeguard the company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

The Company monitors capital on the basis of the following gearing ratio:

(Rs. in Lakhs)

Net debt (total borrowings net of cash and cash equivalents, other bank balances and current investments)	As at		
	March 31, 2018	March 31, 2017	April 1, 2016
	230.67	760.71	147.23
Total equity	6641.26	6253.12	5198.61
Net debt equity ratio	3.47%	12.17%	2.83%

(b) Dividends

	As at	
	March 31, 2018	March 31, 2017
i) Equity Share		
Final dividend	99.14	99.14
Interim dividend	-----	-----
Dividend distribution tax on above dividend	20.19	20.19
ii) Dividend not recognized at the end of the reporting period		
Proposed dividend	99.14	99.14
Dividend distribution tax on proposed dividend	20.19	20.19

NOTE 48: First Time Adoption of Ind AS

Transition to Ind AS

These are the Company's first standalone financial statements prepared in accordance with Ind AS. The accounting policies set out in note 2 have been applied in preparing the financial statements for the year ended March 31, 2018, the comparative information presented in these financial statements for the year ended March 31, 2017 and in the preparation of an opening Ind AS balance sheet at April 1, 2016 (the company's date of transition). In preparing its opening Ind AS balance sheet, the company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2014 and other relevant provisions of the Act (previous GAAP or Indian GAAP). An explanation of how the transition from previous GAAP to Ind AS has affected the company's financial position, financial performance and cash flows is set out in the following tables and notes.



A. Exemptions and exceptions availed

Set out below are the applicable Ind AS 101 optional exemptions and mandatory exceptions applied in the transition from previous GAAP to Ind AS.

A.1 Ind AS optional exemptions

A.1.1 Deemed cost for Property, Plant and Equipment, Intangible Assets and Investment Property.

Ind AS 101 permits a first time adopter to opt to continue with the carrying value for all of its property, plant and equipment as recognized in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de commissioning liabilities if any. This exemption can also be used for intangible assets covered by Ind AS 38 Intangible Assets.

Accordingly, the company has opted to measure all of its property, plant and equipment and intangible assets at their previous GAAP carrying value and use the same as deemed cost in the opening Ind AS balance sheet.

A.1.2 Designation of previously recognised financial instrument

Ind AS 101 allows an entity to recognize investments in equity instruments at fair value through profit and loss (FVTPL) through an irrevocable election on the basis of the facts and circumstances at the date of transition to Ind AS. The company has opted to apply this exemption for its investment in quoted equity investments, debentures and mutual funds.

A.1.3 Investment in subsidiary

The Company has opted to measure its equity investment in subsidiary at its previous GAAP carrying values which shall be the deemed cost as at the date of transition to Ind AS.

A.2 Ind AS mandatory exceptions

A.2.1 Estimates

An entity's estimates in accordance with Ind AS's at the date of transition shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.

Ind AS estimates as at 1 April 2016 are consistent with the estimates as at the same date made in conformity with previous GAAP. The Company made estimates for following items in accordance with Ind AS at the date of transition as these were not required under previous GAAP

- Investment in equity instruments carried at FVTPL
- Investment in debt instruments carried at FVTPL
- Impairment of financial assets based on expected credit loss model

Upon an assessment of the estimates made under Previous GAAP, the Company has concluded that there was no necessity to revise such estimates under Ind AS, except where estimates were required by Ind AS and not required by previous GAAP.

A.2.2 Classification and measurement of financial assets

a) Ind AS 101 requires an entity to assess classification and measurement of financial assets (investment in debt instruments) on the basis of the facts and circumstances that exist at the date of transition to Ind AS.

b) Reconciliation between previous GAAP and Ind AS

Ind AS 101 requires an entity to reconcile equity, total comprehensive income and cash flows for prior periods. The following tables represent the reconciliation from previous GAAP to Ind AS.

I. Effect of Ind AS adoption on the Balance sheet as at April 1, 2016

(Rs. in Lakhs)

Particulars	Note to first- time adoption	Previous GAAP*	Effect of Transition to Ind AS	Ind AS
ASSETS				
Non-current assets				
Property, plant and equipment		963.25	----	963.25
Other intangible assets		7.31	---	7.31
Financial Assets				
Investments	1	2255.44	168.13	2423.57
Loans		0.42	----	0.42
Other financial assets		63.70	-----	63.70
Other non-current assets		-----	-----	-----
Total non-current assets		3290.12	168.13	3458.25
Current assets				
Inventories		1472.53	----	1472.53
Financial assets				
Trade receivables		954.25	----	954.25
Cash and cash equivalents		198.78	----	198.78
Bank balance other than above		56.27	----	56.27
Loans		119.88	----	119.87
Other financial assets		17.98	----	17.98
Current tax assets (net)		----	----	-----
Other current assets		115.96	----	115.96
Total current assets		2935.65	----	2935.65
Total assets		6225.77	168.13	6393.90

(Rs. in Lakhs)

Particulars	Note to first- time adoption	Previous GAAP*	Effect of Transition to Ind AS	Ind AS
EQUITY AND LIABILITIES				
EQUITY				
Equity share capital		330.48	---	330.48
Other equity		4742.74	125.39	4868.13
Total equity		5073.22	125.39	5198.61
LIABILITIES				
Non-current liabilities				
Financial liabilities				
Borrowings	5	92.82	(3.90)	88.92
Other financial liabilities		61.27	---	61.27
Provisions		34.75	---	34.75
Deferred tax liabilities (Net)		87.74	47.39	135.13
Other non-current liabilities		---	-----	-----
Total non-current liabilities		276.58	43.49	320.07



Current liabilities			
Financial liabilities			
Borrowings		277.06	----
Trade payables		261.10	----
Other financial liabilities	5	119.71	(0.75)
Provisions		54.24	----
Other current liabilities		60.36	----
Current tax liabilities (net)		103.50	-----
Total current liabilities		875.97	(0.75)
Total liabilities		1152.55	42.74
Total equity and liabilities		6225.77	168.13
			6393.90

* Previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note

Reconciliation of equity as at transition April 1, 2016

(Rs. in Lakhs)

Particulars	Note to first-time adoption	March 31, 2016
Total equity as per previous GAAP		5073.22
Adjustments:		
Effect of measuring investments at fair value through profit and loss	1	168.13
Effect on recognizing effective interest on term loan	5	4.65
Deferred Tax impact on Ind AS adjustments		(47.39)
Total Adjustments		125.39
Total equity as per Ind AS		5198.61

II. Effect of Ind AS adoption on the Balance sheet as at March 31, 2017

(Rs. in Lakhs)

Particulars	Note to first-time adoption	Previous GAAP*	Effect of Transition to Ind AS	Ind AS
ASSETS				
Non-current assets				
Property, plant and equipment	2	1115.19	5.94	1121.13
Other intangible assets		4.60	---	4.60
Financial Assets				
Investments	1	2648.17	413.16	3061.33
Loans		0.32	----	0.32
Other financial assets		63.74	-----	63.74
Other non-current assets	4	4.57	7.44	12.01
Total non-current assets		3836.59	426.54	4263.13

Current assets				
Inventories		1550.31	---	1550.31
Financial assets				
Trade receivables		1257.54	----	1257.54
Cash and cash equivalents		198.41	----	198.41
Bank balance other than above		53.26	----	53.26
Loans		944.04	----	944.04
Other financial assets		26.51	----	26.51
Current tax assets (net)		----	----	----
Other current assets		41.43	13.10	54.53
Total current assets	4	4071.50	13.10	4084.60
Total assets		7908.09	439.64	8347.73

(Rs. in Lakhs)

Particulars	Note to first- time adoption	Previous GAAP*	Effect of Transition to Ind AS	Ind AS
EQUITY AND LIABILITIES				
EQUITY				
Equity share capital		330.48	---	330.48
Other equity		5609.20	313.44	5922.64
Total equity		5939.68	313.44	6253.12
LIABILITIES				
Non-current liabilities				
Financial liabilities				
Borrowings	5	248.88	(2.92)	245.96
Other financial liabilities	4	74.66	13.38	88.04
Provisions		23.73	---	23.73
Deferred tax liabilities (Net)		73.95	104.38	178.33
Other non-current liabilities	2	---	5.88	5.88
Total non-current liabilities		421.22	120.72	541.94
Current liabilities				
Financial liabilities				
Borrowings		689.19	----	689.19
Trade payables		384.01	----	384.01
Other financial liabilities	4,5	153.50	3.61	157.11
Provisions		148.74	----	148.74
Other current liabilities	2	71.85	1.87	73.72
Current tax liabilities (net)		99.90	----	99.90
Total current liabilities		1547.19	5.48	1552.67
Total liabilities		1968.41	126.20	2094.61
Total equity and liabilities		7908.09	439.64	8347.73

*Previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note

**Reconciliation of equity as at transition March 31, 2017**

(Rs. in Lakhs)

Particulars	Note to first- time adoption	March 31, 2017
Total equity as per previous GAAP		5939.68
Adjustments:		
Effect of measuring investments at fair value through profit and loss	1	413.16
Effect on recognizing effective interest on term loan	5	3.91
Effects due to Government grants & fixed assets	2	11.29
Reclassification of remeasurement of employee benefits	4	(10.53)
Deferred Tax impact on Ind AS adjustments		(104.39)
Total Adjustments		313.44
Total equity as per Ind AS		6253.12

Effect of Ind AS adoption on the Statement of Profit and Loss for the year ended March 31, 2017

(Rs. in Lakhs)

Particulars	Note to first- time adoption	Previous GAAP*	Effect of Transition to Ind AS	Ind AS
Revenue from operations	2	6972.40	13.11	6985.51
Other income	1,2,4	102.40	246.52	348.92
Total income		7074.80	259.63	7334.43
Expenses:				
Cost of materials consumed		2614.70	----	2614.70
Purchases of stock in trade		201.46	----	201.46
Changes in inventories of finished goods, work in progress and stock in trade		213.34	----	213.34
Employee benefits expenses	4	801.80	7.57	809.37
Finance costs	5	121.39	0.75	122.14
Depreciation and amortisation expense	2	233.87	1.32	235.19
Other expenses		1376.72	---	1376.72
Total expenses		5563.28	9.64	5572.92
Profit before tax		1511.52	249.99	1761.51
Tax expense				
Current tax		545.00	----	545.00
Deferred tax		(13.80)	58.71	44.91
Short provision for tax relating to prior years		(5.47)	----	(5.47)
Total tax expense		525.73	58.71	584.44
Profit for the year		985.79	191.28	1177.07
Other comprehensive income				
Items that will not be reclassified to profit or loss				
Remeasurement benefit of defined benefit plans	4	--	(1.33)	(1.33)
Equity instruments through other comprehensive income	3	--	(3.61)	(3.61)
Income tax relating to above items		--	1.71	1.71
Other comprehensive income for the year, net of tax		--	(3.23)	(3.23)
Total comprehensive income for the year		985.79	188.05	1173.84

*Previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note

Reconciliation of total comprehensive income for the year ended March 31, 2017

Particulars	Note to first- time adoption	March 31, 2017
Profit after tax as per previous GAAP		985.79
Adjustments:		
Effects due to hedging instruments	3	3.61
Effects due to Government grants & fixed assets	2	11.29
Effects of measuring investments at Fair value through Profit and Loss	1	245.03
Reclassification of remeasurement of employee benefits	4	(9.19)
Effects due to effective interest expenses on borrowings	5	(0.75)
Taxes on account of above items		(58.71)
Net Profit as per IND AS		1177.07
Other Comprehensive Income (Net of tax)		(3.23)
Total Comprehensive Income for the period		1173.84

Effect of Ind AS adoption on the Statement of Cash Flow for the year ended March 31, 2017

(Rs. in Lakhs)

Particulars	Previous GAAP	Effect of Transition to Ind AS	Ind AS
Net cash flows from operating activities	370.11	12.04	382.15
Net cash flows from investing activities	(700.59)	(9.63)	(710.22)
Net cash flows from financing activities	327.46	0.24	327.70
Net increase in cash and cash equivalents	(3.02)	2.66	(0.36)
Cash and cash equivalents at the beginning of the year	223.70	(24.92)	198.78
Effect of exchange difference	(0.36)	0.36	-----
Unpaid Dividend A/c	(21.91)	21.91	-----
Cash and cash equivalents at the end of the year	198.41	---	198.41

Note 1: Fair valuation of investments

Under previous GAAP, Investments were accounted at cost. Under IND AS, the company has valued investments at fair value through statement of profit and loss. Impact of fair value changes on the date of transition including tax impact thereon is recognized in other equity (opening reserves) as at 1st April, 2016. Changes in fair value thereafter are recognized in statement of profit and loss and impact of actual realized gain as per previous GAAP is reversed.

Note 2: Government grants relating to Property, Plant & Equipment & other revenue grants

Under the previous GAAP, the government grants towards reimbursement of cost of fixed assets were reduced from the cost of fixed assets. Under IND AS the Company has increased the cost of fixed assets and recognised income from government grants over the useful life of the assets. Further the depreciation is also charged as per the remaining useful life.

The government grants other than fixed assets are recognised as income in the year of receipt.

Note 3: Financial instruments - derivatives

Under the previous GAAP, the foreign currency exchange rate fluctuation on forward contract hedges as on the closing dates were booked in the statement of profit & loss account. Under IND AS the same are recognised through other comprehensive income.

Note 4: Remeasurements of post-employment benefit obligations

Under the IND AS, remeasurement i.e. actuarial gain/loss and the return on plan assets, excluding amounts included in the net interest expenses on the net defined benefit liability are recognised in other comprehensive income instead of statement of profit and loss. Under the previous GAAP, these remeasurement were part of profit and loss for the year.

**Note 5: Effective Interest on borrowing**

Under the IND AS, the interest on long term borrowings are recognised at effective rate recognizing the initial borrowing expenditure incurred. Under the previous GAAP, the interest was accounted at actual rate.

NOTE 49: Movement in deferred tax Liability.

(Rs. in Lakhs)

	Depreciation	Expenses disallowed u/s 43B of income tax act 1961	FVTPL	FVOCI	Total
At April 1, 2016	117.76	(30.02)	41.44	5.95	135.13
(charged)/credited:					
- to profit or loss	(15.19)	(1.60)	61.70		44.91
- to other comprehensive income				(1.72)	(1.72)
At March 31, 2017	102.57	(31.62)	103.14	4.23	178.32
(charged)/credited:					
- to profit or loss	(11.04)	2.58	(49.09)		(57.55)
- to other comprehensive income				0.87	0.87
At March 31, 2018	91.53	(29.04)	54.05	5.10	121.64

NOTE 50 : Figures of Previous are regrouped and reclassified wherever necessary.

As per our Annexed Report of even date For & On Behalf of The Board

" AS PER OUR REPORT OF EVEN DATE "

FOR AND ON BEHALF OF THE BOARD

For SANJAY RAJA JAIN & CO.
CHARTERED ACCOUNTANTS
FRN 120132W

ASHOK B. HARJANI
CHAIRMAN & MANAGING DIRECTOR
DIN - 00725890

SURJEET JAIN
PARTNER
M.NO.129531

NISHA P. HARJANI
DIRECTOR
DIN - 00736566

PLACE: MUMBAI
DATED: 29th May, 2018

POOJA SHEKHAWAT
COMPANY SECRETARY

CONSOLIDATED FINANCIAL HIGHLIGHTS

	2017-18	2016-17	(Rs. In Lakhs) 2015-16
Sales	7,839.44	7,433.71	7,352.70
Total Income	8,136.64	7,750.50	7,614.82
Operating Profit	1,092.07	2,027.99	2,271.24
Interest	100.36	149.88	103.29
Depreciation	273.90	295.23	220.60
Profit Before Tax	717.81	1,582.88	1,947.35
Provision for Taxation	234.49	539.53	727.40
Profit After Tax	483.32	1,043.35	1,219.95
Provision for Deferred Tax	(57.56)	44.91	(42.28)
Provision for Fringe Benefit Tax	-	-	-
EXTRA ORDINARY ITEM	-	-	-
Net Profit (+) /Loss (-)	540.88	998.44	1,262.23
Minority Interest	14.41	(25.68)	(0.21)
Net Profit after Minority Interest	526.47	1,024.12	1,262.44
Other Comprehensive Income (OCI)	1.65	(3.23)	-
Total Comprehensive Income *	528.12	1,020.89	-
Equity Dividend %	30	30	30
Dividend Payout	99.14	99.14	99.14
Paid up Share Capital	330.48	330.48	330.48
Reserve & Surplus	6,161.70	5,753.76	4,872.12
Minority Interest	84.13	69.71	67.08
Deferred Tax Liability	121.65	178.33	135.13
Net Worth	6,697.96	6,332.28	5,404.81
Gross Fixed Assets	3,643.95	3,381.13	2,909.37
Net Fixed Assets	1,697.43	1,659.08	1,395.81
E.P.S.- Rs.	15.98	30.89	37.90
Book Value - Rs.	196.45	184.10	157.42
Debt : Equity Ratio	0.05:1	0.15:1	0.07:1
Number of Investors	2,985	3,259	2,739
Number of Employees	182	174	163

The Company Shares are listed in Mumbai Stock Exchange, The requisite listing fees have been paid.

* The above figures are Ind AS figures



STANDALONE FINANCIAL HIGHLIGHTS

	2017-18*	2016-17*	2015-16*	2014-15	2013-14	2012-13	2011-12	2010-2011	2009-2010	(Rs. In Lakhs) 2008-2009
Sales	6,195.90	6,985.51	7,392.87	7,227.69	6,604.38	5,285.39	3,377.04	4,231.56	2,806.39	3,011.43
Total Income	6,567.42	7,334.43	7,652.02	7,406.48	6,717.44	5,349.25	3,414.94	4,510.23	2,885.83	3,071.53
Operating Profit	957.61	2,118.83	2,274.62	2,203.68	1,486.01	938.15	314.98	389.84	295.15	357.39
Interest	83.42	122.14	103.09	108.95	109.03	95.17	101.52	91.98	37.09	58.01
Depreciation	191.44	235.19	220.60	236.80	128.32	107.58	103.57	101.20	78.80	78.67
Profit Before Tax	682.74	1,761.50	1,950.93	1,857.93	1,248.66	735.40	109.90	196.66	179.26	220.71
Provision for Taxation	234.49	539.53	727.39	677.00	450.57	249.85	46.03	38.33	70.69	78.82
Profit After Tax	448.25	1,221.97	1,223.54	1,180.93	798.09	485.55	63.86	158.33	108.57	141.89
Provision for Deferred Tax	(57.56)	44.91	(42.28)	(24.57)	(14.24)	(31.22)	2.77	22.78	3.25	(4.75)
Provision for Fringe Benefit Tax	-	-	-	-	-	-	-	-	-	6.82
EXTRA ORDINARY ITEM	-	-	-	-	-	-	-	-	-	-
Net Profit (+) /Loss (-)	505.81	1,177.06	1,265.82	1,205.50	812.33	516.77	61.09	135.55	105.32	139.82
Other Comprehensive Income (OCI)	1.66	(3.23)	-	-	-	-	-	-	-	-
Total Comprehensive Income	507.47	1,173.83	-	-	-	-	-	-	-	-
Equity Dividend %	30	30	30	27	20	18	12	12	12	12
Dividend Payout	99.14	99.14	99.14	88.05	65.22	56.00	35.53	35.53	35.53	35.53
Paid up Share Capital	330.48	330.48	330.48	331.36	331.36	316.36	301.36	301.36	301.36	301.36
Reserve & Surplus	6,310.78	5,922.64	4,868.13	3,589.20	2,547.01	1,773.46	1,296.95	1,277.15	1,182.90	1,119.02
Deferred Tax Liability	121.65	178.33	135.13	130.02	184.28	198.52	229.74	226.97	204.19	200.93
Net Worth	6,762.91	6,431.45	5,333.74	4,050.58	3,062.65	2,288.34	1,828.04	1,805.48	1,688.45	1,621.31
Gross Fixed Assets	2,942.94	2,784.74	2,484.11	2,338.09	2,338.09	2,306.86	2,184.69	2,221.77	1,813.29	1,692.15
Net Fixed Assets	1,143.07	1,125.73	970.56	1,009.95	1,268.81	1,322.46	1,290.07	1,365.75	1,043.07	994.09
E.P.S.- Rs.	15.36	35.52	38.00	36.14	25.24	16.79	2.01	4.46	3.47	4.61
Book Value - Rs.	200.96	189.21	155.82	121.41	91.80	71.82	60.21	59.46	75.88	53.40
Debt : Equity Ratio	0.03:1	0.13:1	0.07:1	0.06:1	0.15:1	0.26:1	0.28:1	0.30:1	0.20:1	0.08:1
Number of Investors	2,985	3,259	2,739	1,606	1,351	1,292	1,266	1,302	1,316	1,395
Number of Employees	182	174	163	167	183	169	168	181	134	131

The Company Shares are listed in Mumbai Stock Exchange, The requisite listing fees have been paid.

* The above figures are Ind AS figures and are not comparable with earlier years figures

NOTES

PREMCO GLOBAL LTD

CIN:L18100MH1986PLC040911

Registered Office: A/26, Premco House, Street No.3, M.I.D. C, Marol, Andheri (East),
Mumbai-400 093 Website: www.premcoglobal.com
Tel No. 022-61055000/001, Email Id: admin@premcoglobal.com

ATTENDANCE SLIP

(To be presented at the entrance)

I / We record my / our presence at the 34th Annual General Meeting of the Company to be held on Tuesday, 25th September, 2018 at 3.00 P.M. at **The International By Tunga**, at B/11, MIDC Central Road, MIDC, Opp. Ahura Centre, Andheri (E), Mumbai – 400 093

Folio No.: _____

No. of Shares held: _____

DP ID: _____

Client ID: _____

Name of Member: _____

Signature: _____

Name of Proxyholder/: _____

Signature: _____

Authorised Representative

Note:

1. You are requested to sign and handover this slip at the entrance of the meeting venue.
2. Member/Proxyholder/Authorised Representative should bring his/her copy of the Notice of the EGM for reference at the Meeting.

NOTES

PREMCO GLOBAL LTD

CIN:L18100MH1986PLC040911

Registered Office: A/26, Premco House, Street No.3, M.I.D. C, Marol, Andheri (East),
Mumbai-400 093 Website: www.premcoglobal.com
Tel No. 022-61055000/001, Email Id: admin@premcoglobal.com

Proxy form

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

Name of the Member(s) : _____

Address: _____

E-mail Id: _____ Folio No./Client ID No. _____

DP ID No. _____

I/We, being the member(s) of _____ Equity Shares of Premco Global Limited, hereby appoint

1. Name: _____ E-mail Id: _____

Address: _____

Signature: _____ or failing him

2. Name: _____ E-mail Id: _____

Address: _____

Signature: _____ or failing him

3. Name: _____ E-mail Id: _____

Address: _____

Signature: _____ or failing him

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at 34th Annual General Meeting of the Company to be held on Tuesday, 25th September, 2018 at 3.00 P.M. at **The International By Tunga**, at B/11, MIDC Central Road, MIDC, Opp. Ahura Centre, Andheri (E), Mumbai – 400 093 and at any adjournment thereof in respect of such resolutions as are indicated below:

** I wish my above Proxy to vote in the manner as indicated in the box below:

No.	Resolution	For	Against
1.	To receive, consider, and adopt a. the Audited Standalone Financial Statements for the year ended 31 st March 2018 together with the Report of Directors and the Auditors thereon, and b. the Audited Consolidated Financial Statements for the year ended 31 st March 2018 together with the Report of Directors and the Auditors thereon		
2.	To declare Final dividend on Equity Shares for the financial year ended 31 st March 2018.		
3.	To appoint a Director in place of Ms. Sonia A. Harjani, (DIN 01220774) who retires by rotation and being eligible offers herself for re-appointment.		
4.	Appointment of Statutory Auditors of the Company		

Signed this..... day of..... 2018

Signature of Shareholder:

Signature of Proxy holder(s):

Affix Revenue Stamp 1 Rupee

Note: 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.

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If undelivered please return to:

PREMCO GLOBAL LTD

Regd.off: Premco House, A-26,MIDC, Street No.3, Andheri (East),
Mumbai-400 093.