

SIL/SCY/2018-19/261-262

13th August 2018

To

Bombay Stock Exchange Ltd.
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai 400 001
Scrip Code: 516016

National Stock Exchange of India Ltd.
Exchange Plaza, Bandra Kurla Complex,
Bandra (West) Mumbai - 400 051
Scrip Code: SHREYANIND

SUBJECT: ANNUAL REPORT (REGULATION 34 OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

Dear Sir,

Pursuant to the Regulation 34(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith Annual Report for the F.Y. 2017-18 as approved and adopted in the 38th Annual General Meeting of the Company held on 10th August 2018.

Please find the same in order and take it on your records.

Thanking you,

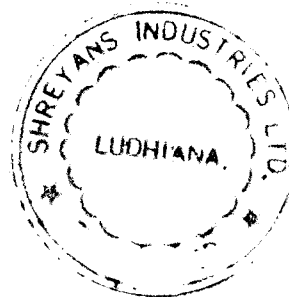
Yours faithfully,

For SHREYANS INDUSTRIES LIMITED



**(Ruchita Vij)
COMPANY SECRETARY**

Encl.: as above



BRANCH OFFICES :-

- 5 A-D, Gopala Tower, 25 Rajendra Place, New Delhi-110 008
Tel # 011-25721042, 25732104 Fax # 91-11-25752271
E-mail : sil.delhi@shreyansgroup.com
- 912, Hub Town, Viva Building, 9th Floor, Shankar Wadi, Western Express Highway, Jogeshwari (East), Mumbai - 400 060. Tel. #: 022-67084631



38th

ANNUAL REPORT

2017 - 2018



SHREYANS INDUSTRIES LIMITED

INSPIRING US



LATE SH. D.K. OSWAL
(1940 - 2007)

We live by your values.
Honesty, Generosity, Compassion and Selflessness.

BOARD OF DIRECTORS

MR. RAJNEESH OSWAL, CHAIRMAN AND MANAGING DIRECTOR	(DIN 00002668)
MR. VISHAL OSWAL, VICE-CHAIRMAN AND MANAGING DIRECTOR	(DIN 00002678)
MR. KUNAL OSWAL, WHOLE TIME DIRECTOR	(DIN 00004184)
MR. ANIL KUMAR, EXECUTIVE DIRECTOR AND C.E.O	(DIN 00009928)
MR. A.K. CHAKRABORTY, INDEPENDENT DIRECTOR	(DIN 00133604)
MR. M.L. GUPTA, INDEPENDENT DIRECTOR	(DIN 00272672)
DR. N. J. RAO, INDEPENDENT DIRECTOR	(DIN 01282945)
DR. PRATIBHA GOYAL, INDEPENDENT DIRECTOR	(DIN 07174666)

CHIEF FINANCIAL OFFICER
MR. R. K. MAHAJAN

COMPANY SECRETARY
MS. RUCHITA VIJ

BANKERS

- 1) STATE BANK OF INDIA 2) IDBI BANK LIMITED 3) PUNJAB NATIONAL BANK

STATUTORY AUDITORS

M/S. K.C. KHANNA & CO.
NEW DELHI

SECRETARIAL AUDITORS

M/S. P.S. BATHLA & ASSOCIATES
LUDHIANA

COST AUDITORS

M/S. RAJAN SABHARWAL & ASSOCIATES
LUDHIANA

REGISTRAR & TRANSFER AGENTS

M/S. SKYLINE FINANCIAL SERVICES (P) LIMITED
D-153/A, 1ST FLOOR OKHLA INDUSTRIAL AREA PHASE - I
NEW DELHI - 110020
TEL: 011 40450193-97, EMAIL: admin@skylinerta.com

REGISTERED & CORPORATE OFFICE

VILLAGE - BHOLAPUR. P.O. SAHABANA
CHANDIGARH ROAD, LUDHIANA- 141123. (PUNJAB)
CIN: L17115PB1979PLC003994,
TEL: +91-161-2685270, 98761-00948
EMAIL: atl@shreyansgroup.com, cs@shreyansgroup.com, WEB: www.shreyansgroup.com

WORKS

- SHREYANS PAPERS, AHMEDGARH, DISTT. SANGRUR (PB.) - 148021
TEL: +91-161-5206300 FAX: +91-1675-240512, EMAIL: spm@shreyansgroup.com
- SHREE RISHABH PAPERS, VILLAGE BANAH, DISTT. S. B. S. NAGAR (PB.) - 144522
TEL: +91-1881-273627-28-29 FAX: +91-1881-273645, EMAIL: srp@shreyansgroup.com

BRANCHES

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25, RAJENDRA PLACE, NEW DELHI-110008
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EMAIL: sil.delhi@shreyansgroup.com
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9th FLOOR, SHANKAR WADI, WESTERN
EXPRESS HIGHWAY, JOGESHWARI (EAST)
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NOTICE

NOTICE is hereby given that the 38th Annual General Meeting of the members of the Company will be held on Friday, 10th day of August, 2018 at 11.00 a.m. at the Registered Office of the Company at Village Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana 141 123 to transact the following business.

AS AN ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements of the Company for the Financial Year ended 31st March, 2018 and the Reports of the Board of Directors and the Auditors thereon.
2. To declare Dividend, if any, for the Financial Year 2017-18.
3. To appoint a Director in place of Mr. Anil Kumar (DIN: 00009928), who retires by rotation and being eligible offers himself for re-appointment.

AS SPECIAL BUSINESS**ITEM NO. 4****TO CONSIDER AND IF THOUGHT FIT, TO PASS THE FOLLOWING RESOLUTION AS AN SPECIAL RESOLUTION:**

“**RESOLVED THAT** pursuant to the provisions of Section 73 and 76 of the Companies Act, 2013 read with the Companies (Acceptance of deposits) Rules, 2014 and other applicable provisions of the Companies Act, 2013, if any, (including any statutory modification(s) thereof for the time being in force), the consent of the Company be and is hereby given to invite/accept/renew unsecured deposits from members and/or from public in any form or manner from time to time, through circular, advertisement or through any other permitted mode, up to the maximum permissible prescribed limit and on such terms and conditions as the Board may in its absolute discretion deem fit and necessary.

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

ITEM NO. 5**TO CONSIDER AND IF THOUGHT FIT, TO PASS THE FOLLOWING RESOLUTION AS AN ORDINARY RESOLUTION:**

“**RESOLVED THAT** pursuant to the provisions of Section 148 and its related and applicable provisions of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules 2014, (including any statutory modifications thereof for the time being in force), the remuneration of ₹45,000 (Rupees Forty Five Thousand only) and applicable taxes and re-imbursement of out of pocket expenses, if any, for the Financial Year ending 31st March, 2019 as approved by the Board of Directors of the Company and paid/to be paid to M/s. Rajan Sabharwal and Associates, (Firm Registration No. 101961), Cost Accountants, Ludhiana, appointed by the Board as Cost Auditors to conduct the audit of the Cost Accounts of the Company, be and is hereby ratified.

RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorized to do all acts and take all steps as may be necessary, proper or expedient to give effect to this resolution.”

ITEM NO. 6**TO CONSIDER AND IF THOUGHT FIT, TO PASS WITH OR WITHOUT MODIFICATION(S) THE FOLLOWING RESOLUTION AS A SPECIAL RESOLUTION:**

“**RESOLVED THAT** pursuant to the provisions of Regulation

17(1A) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, approval be and is hereby granted for continuation of the directorship of Mr. Madan Lal Gupta (holding DIN: 00272672) who has exceeded the age of 75 years as an Independent Director of the Company.

RESOLVED FURTHER THAT Mr. Rajneesh Oswal, Chairman & Managing Director, Mr. Vishal Oswal, Vice-Chairman & Managing Director and Ms. Ruchita Vij, Company Secretary be and are hereby severally authorized to do all such acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

ITEM NO. 7**TO CONSIDER AND IF THOUGHT FIT, TO PASS WITH OR WITHOUT MODIFICATION(S), THE FOLLOWING RESOLUTION AS A SPECIAL RESOLUTION:**

“**RESOLVED THAT**, pursuant to the provisions of Regulation 17(1A) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, approval be and is hereby granted for continuation of the directorship of Dr. Nandagiri Jagannatha Rao (holding DIN: 01282945) who shall be exceeding the age of 75 years as an Independent Director of the Company.

RESOLVED FURTHER THAT Mr. Rajneesh Oswal, Chairman & Managing Director, Mr. Vishal Oswal, Vice-Chairman & Managing Director and Ms. Ruchita Vij, Company Secretary be and are hereby severally authorized to do all such acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.

A person can act as proxy on behalf of members not exceeding fifty (50) in number and holding in the aggregate not more than ten percent (10%) of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person cannot act as a proxy for any other person or shareholder.

2. PROXIES IN ORDER TO BE EFFECTIVE, MUST BE LODGED AT THE REGISTERED OFFICE OF THE COMPANY, NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.

3. Members/proxies are requested to bring their copy of Annual Report to the Meeting and bring in duly filled attendance slips enclosed herewith to attend the meeting. Shareholders/ Proxy holders are requested to produce at the entrance, duly filled and signed attendance slips for admission to the Meeting Hall.

Corporate members are required to send a certified copy of the Board Resolution to the Company, pursuant to Section 113 of the Companies Act, 2013, authorizing their representative to attend and vote at the AGM.

4. The explanatory statement pursuant to Section 102 of the Companies Act, 2013 with respect to the Special Business set out in the Notice is annexed herewith.

5. The Register of Members and Share Transfer books of the Company shall remain closed from 4th August, 2018 to 10th August, 2018 (both days inclusive), for the purpose of Annual General Meeting of the Company and payment of dividend, if any, for both physical and electronic segments.

6. Subject to the provisions of the Companies Act, 2013, dividend as recommended by the Board of Directors, if declared at the meeting, will be paid within a period of 30 days from the date of declaration, to those members whose name appear on the Register of Members as on 3rd August, 2018.

7. Members desirous of obtaining any information concerning the accounts and operations of the Company are requested to address their question in writing to the Company, so as to reach the registered office of the Company at least 10 days before the date of the meeting so that information required may be made available at the time of the Meeting.

8. Copies of the Annual Report are being sent by electronic mode only to those members whose email addresses are registered with the company/depository participants(s) for communication purposes unless any members has requested for hard copy of the same. For members who have not registered their email addresses, physical copies of the Annual Report 2018 are being sent by the permitted mode.

9. Members are requested to:

1. Quote their folio number/Client ID & DP-ID in all correspondence with the company.
2. Notify immediately to the company any change in their address/ mandate, if any.
3. Register their e-Mail id with the company or its Registrar or their depository participant to enable the company to send the notices and other reports through email.

10. Shares of the Company are available for De-Materialization under **ISIN- INE231C01019**. Members who have not opted for De-Materialization are requested to do so in their own interest.

11. All dividends remaining unclaimed and unpaid for a period of seven years from the date it is lying in the unpaid dividend account, is required to be transferred to the Investor Education and Protection Fund (IEPF) of the Central Government. The Company has uploaded the details of unclaimed and unpaid dividend amounts lying with the Company on the website of the Company at www.shreyansgroup.com. The said information was also filed with MCA and the same can be accessed at www.iepf.gov.in.

Furthermore, in terms of Section 124(6) of the Companies Act, 2013 read with Rule 6 of the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, (as amended from time to time) shares on which dividend has not been claimed or paid by a shareholder for a period of seven consecutive years or more shall be credited to the Demat Account of Investor Education and Protection Fund Authority (IEPFA) within a period of thirty days of such shares becoming due to be so transferred. Upon transfer of such shares, all benefits, if any, accruing on such shares shall also be credited to such Demat Account and the voting rights on such shares shall remain frozen till the rightful owner claims the shares. Shares which are transferred to the Demat Account of IEPFA can be claimed back by the shareholder from IEPFA by following the procedure prescribed under the aforesaid rules.

Therefore, it is in the interest of shareholders to regularly claim the dividends declared by the Company.

12. Please note that the meeting is for members or their proxies only. Please avoid being accompanied by non members and children.

13. A remote e-voting facility for the members shall also be provided in terms of Section 108 of the Companies Act, 2013 and rules made there under and Regulation 44 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015. The facility for voting through ballot paper shall also be made available at the meeting and members attending the meeting who have not already cast their vote by remote e-voting shall be able to exercise the right at the meeting. The members who have cast their vote by remote e-voting prior to the meeting may also attend the meeting

but shall not be entitled to cast their vote again.

The instructions for shareholders voting electronically are as under:-

- (i) The remote e-voting period begins on 6th August, 2018 (9.00 A.M.) and ends on 9th August, 2018 (5.00 P.M.). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) 3rd August, 2018 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

Any person, who acquires shares of the Company and becomes a shareholder of the Company after dispatch of the Notice of AGM and holds shares as of the cut-off date i.e. 3rd August, 2018 may obtain the login ID and password by sending a request at cs@shreyansgroup.com.

- (ii) The shareholders should log on to the e-voting website www.evotingindia.com during the voting period.

- (iii) Click on "Shareholders" tab.

- (iv) Now Enter your User ID

- a. For CDSL: 16 digits beneficiary ID,
- b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
- c. Members holding shares in Physical Form should enter Folio Number registered with the Company.

- (v) Next enter the Image Verification as displayed and Click on Login.

- (vi) If you are holding shares in De-mat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.

- (vii) If you are holding shares in physical form or first time user in case holding shares in De-mat form, follow the steps given below:

For Members holding shares in Demat Form (First time user) and Physical Form	
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both De-mat shareholders as well as physical shareholders) Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number* in the PAN field. In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
DOB	Please enter the DOB or Dividend Bank Details in order to login. Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or Folio in dd/mm/yyyy format.
Dividend Bank Details	Enter the Dividend Bank details as recorded in your demat account or in the Company records for the said demat account or Folio. If the details are not recorded with the depository or company please enter the Member ID / Folio no. in the Dividend Bank details field.

*sequence number shall be as per separate sheet attached with the Annual Report.

- (viii) After entering these details appropriately, click on "SUBMIT" tab.

- (ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in De-mat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the De-mat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the **EVS(180703003)** for the **<Shreyans Industries Limited>** on which you choose to vote.
- (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xvii) If De-mat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xviii) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. iPhone and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- (xix) Note for Institutional Shareholders: Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to www.evotingindia.com and register themselves as Corporate.

A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.

After receiving the login details they have to create a user who would be able to link the account(s) which they wish to vote on.

The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.

A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favor of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

- (xx) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com.
14. M/s. P.S. Bathla & Associates, Company Secretaries in practice, Ludhiana have been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner (including the ballot forms). The Scrutinizer shall within a period of 48 hours from the conclusion of e-voting period, unblock the votes in presence of at least two witnesses not in employment of the Company and make a report of the votes cast in favor or against, if any, forthwith to the Chairman of the Company.
15. The Results shall be declared within 48 hours from the conclusion of the AGM. The results declared along with the Scrutinizer's report shall be placed on the Company's website www.shreyansgroup.com and on the website of CDSL and communicated to the Stock Exchanges.

**By order of the Board
For Shreyans Industries Limited**

**Sd/-
Ruchita Vij
Company Secretary
FCS 9210**

Dated : May 25, 2018

Regd. Office: Village: Bholapur,
P.O. Sahabana, Chandigarh Road,
Ludhiana 141 123

CIN: L17115PB1979PLC003994

Tel.: +91-161-2685270, 98761-00948

Email: cs@shreyansgroup.com, atl@shreyansgroup.com

Website: www.shreyansgroup.com

**ANNEXURE TO THE NOTICE
EXPLANATORY STATEMENT PURSUANT TO SECTION 102
OF THE COMPANIES ACT, 2013, FORMING PART OF THE
NOTICE OF ANNUAL GENERAL MEETING**

ITEM NO. 4

Pursuant to Section 73 of the Companies Act, 2013 and rules made there under and after approval of the members of the company at its meeting held on 7th September, 2017, the Company had issued circular in the form of advertisement being invitation for deposits from members/public, which is valid up to the date of 38th Annual General Meeting of the Company i.e. up to 10th August, 2018.

The Board of Directors at their meeting held on 25th May, 2018 decided to continue invite/accept/renew unsecured deposits from members and/or public after complying with the relevant provisions of the Companies Act, 2013 and rules made there under to enable the Company to maintain an alternative source of financing, and only need based deposits shall be accepted and/or renewed.

The Board recommends this resolution for the approval of members by means of a special resolution.

NOTICE OF INTEREST

None of the Directors/Key Managerial Personnel of the Company/their relatives are in any way concerned or interested in the said resolution.

ITEM NO. 5

The Board of Directors at their meetings held on 25th May, 2018 have approved the appointment of M/s.Rajan Sabharwal and Associates, (Firm Registration No. 101961), Cost Accountants, Ludhiana as Cost Auditors to conduct the audit of the cost accounts of the company for the Financial Year 2018-19 and the remuneration was fixed as given in the resolution.

As per Rule 14 of the Companies (Audit and Auditors) Rules 2014, the remuneration payable to the Cost Auditors shall be ratified by the shareholders.

The Board recommends the aforesaid resolution for approval of the members by means of an Ordinary Resolution.

NOTICE OF INTEREST

None of the Directors/Key Managerial Personnel of the Company/their relatives are in any way concerned or interested in the said resolution.

ITEM NO. 6

Mr. Madan Lal Gupta, at present aged 76 years, has been re-appointed as a Non-Executive Independent Director of the Company by an Ordinary Resolution passed by the members of the Company in 34th Annual General Meeting held on 13th August, 2014. The Company had received from him requisite consent, intimation and a declaration that he meets the criteria of independence as provided under Section 149(6) of the Act, in connection with his re-appointment as an independent Director.

Mr. Madan Lal Gupta is a Commerce and Law Graduate and holding Master degree in Commerce. He is having a rich and varied experience in Finance. Considering the qualification, positive attributes, expertise and independence, the Board of Directors considers to continue his association for the immense benefit of the Company. As per the Regulation 17 (1A) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 the approval of the shareholders is required by

way of a special resolution for continuing the Directorship of any non-executive Director who have attained the age of 75 years. Looking to his experience and expertise and in compliance with the said SEBI Regulations, your Board of Directors recommends the passing of the proposed Special Resolution.

NOTICE OF INTEREST

Except Mr. Madan Lal Gupta, none of the other Directors, Key Managerial Personnel of the Company and/or their relatives are concerned or interested, financially or otherwise, in the proposed resolution.

ITEM NO. 7

Dr. Nandagiri Jagannatha Rao, at present aged 74 years, has been re-appointed as a Non-Executive Independent Director of the Company by an Ordinary Resolution passed by the members of the Company in 34th Annual General Meeting held on 13th August, 2014. The Company had received from him requisite consent, intimation and a declaration that he meets the criteria of independence as provided under Section 149(6) of the Act, in connection with his re-appointment as an independent Director.

Dr. Nandagiri Jagannatha Rao is holding Master degree in Technical field & also did Ph. D in Chemical Engineering. He is having a rich and varied experience in Paper Industry. Considering the qualification, positive attributes, expertise and independence, the Board of Directors considers to continue his association for the immense benefit of the Company. As per the Regulation 17 (1A) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 the approval of the shareholders is required by way of a special resolution for continuing the Directorship of any non-executive Director who have attained the age of 75 years. Looking to his experience and expertise and in compliance with the said SEBI Regulations, your Board of Directors recommends the passing of the proposed Special Resolution.

NOTICE OF INTEREST

Except Dr. Nandagiri Jagannatha Rao, none of the other Directors, Key Managerial Personnel of the Company and/or their relatives are concerned or interested, financially or otherwise, in the proposed resolution.

ANNEXURE TO ITEM NOS. 3 OF THE NOTICE

Brief Profile of Director appointed/re-appointed at the forthcoming Annual General Meeting (in pursuance of Regulation 36 (3) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

Name of the Director	Director liable to retire by rotation Mr. Anil Kumar
DIN	00009928
Date of Birth	02.08.1950
Date of Appointment on the Board	30.08.1988
Expertise in specific functional areas	Finance and General Administration
Qualification	MBA, B.Sc (Engg.)
Directorship of other public limited companies	Sohrab Spinning Mills Limited
Memberships of Committees of other public limited companies (mandatory committees only)	NIL
Disclosure of relationship between directors inter-se	Mr. Anil Kumar does not have any relation with other directors, manager and KMPs.
No. of shares held in the Company	1,325

DIRECTORS' REPORT

Dear Members,

Your Directors are pleased to present the 38th Annual Report on the business and operations of the Company along with audited statements of accounts for the year ended 31st March 2018.

Financial Performance		(₹ in lakhs)
PARTICULARS	2017-18	2016-17
Revenue from operations [net of excise duty]	46,357.47	42,003.42
Other Income	459.18	482.41
	46,816.65	42,485.83
Profit before Interest & Financial Charges, Depreciation, Exceptional Items and Tax	6,041.19	6,173.53
Less: Interest & Financial Expenses	559.90	591.02
Less: depreciation	878.46	794.70
Profit before Exceptional Items and Tax	4,602.83	4,787.81
Less: Exceptional items	---	911.83
Profit before tax	4,602.83	3,875.98
Less: Provision for taxation	1,484.57	1,364.49
Profit after taxation	3,118.26	2,511.49
Add: Other comprehensive income arising from remeasurement of Defined Benefit Plan (net of tax)	66.71	(87.02)
Total Comprehensive Income	3,184.97	2,424.47

Previous year's figures have been regrouped for comparison purposes with current year's presentation wherever necessary.

CORPORATE REVIEW

Paper industry maintained a healthy trend during the year under review and products of the Company could get better realization in the market. However, prices of inputs, especially chemicals, power and fuel showed significant uptrend during the year which offset the impact of higher sale prices. Total revenue of the Company increased to ₹468.17 crores against ₹424.85 crores of last year, showing about 10% increase. However, profit before interest & financial charges and depreciation was marginally lower at ₹60.41 crores against ₹61.74 crores of last year. Net profit after tax was higher at ₹31.18 crores against ₹25.11 crores of last year. It is expected that paper industry will continue to do well in the current financial year also, because of healthy demand growth in various segments of paper industry included writing and printing paper.

PERFORMANCE REVIEW

Our focus for the last few years has been on enhancement of our product quality and at the same time reduction in costs and increase in efficiencies. These initiatives were pursued with even greater vigour during the year under review with significant positive results. The performance of both units of the Company is as follows:

SHREYANS PAPERS

Total production of paper in this unit was 49,169 MTs, which was almost at the same level of 48,601 MTs of last year. Normal capital expenditure was incurred in the unit to maintain its operations. In the current year further capital expenditure is planned to add an additional boiler and also strengthen the bleach plant to further improve the quality of end product and optimize other operating parameters. Wire section of paper machine is proposed to be renovated. Total capital expenditure planned is in the range of ₹25 crores. This will help the unit to further stabilize its operations.

SHREE RISHABH PAPERS

Total paper production in this unit was 31,881 MTs which was comparable to last year's production of 31,708 MTs. However, during this year the unit was shut for two weeks for upgradation of pulp mill and paper machine which included installation of a new head box, approach flow system, additional dryers, a new continuous digester in the pulp mill and an additional boiler. The total impact of this modernization will be reflected in the current year's operations.

**FINANCIAL REVIEW
EQUITY SHARE CAPITAL**

The paid up Equity Share Capital as on 31st March 2018 was ₹13.82 crores. During the year under review, the Company has neither issued any shares nor granted stock options and nor sweat equity.

FINANCE

An amount of ₹9.60 crores, out of term loan of ₹13 crores sanctioned by IDBI Bank Limited and ₹1.21 crores from others towards vehicle finance, was availed during the year and also during the year an amount of ₹6.68 crores, out of existing term loans, was repaid during the year. Overall financial cost remained at the same level of last year despite increase in operations of the Company.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS
Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

OTHER EQUITY

The Company does not propose to carry any amount to any reserves.

DIVIDEND

Your Directors propose a dividend of ₹1.80 per share [i.e. 18%] for the financial year ended 31st March 2018 [previous year 15%]. The dividend, if approved by the shareholders, will be paid to all the equity shareholders whose names appear in the Register of Members as on 3rd August, 2018. The proposed dividend would result in cash outflow of ₹299.99 lakhs including corporate dividend tax.

DEPOSITS

(₹ in Crores)

PARTICULARS	From Members	From Directors
(a) accepted during the year;	3.30	---
(b) remained unpaid or unclaimed as at the end of the year;	---	---
(c) whether there has been any default in repayment of deposits or payment of interest thereon during the year and if so, number of such cases and the total amount involved-		
(i) at the beginning of the year;	---	---
(ii) maximum during the year;	---	---
(iii) at the end of the year;	---	---
(d) The details of deposits which are not in compliance with the requirements of Chapter V of the Companies Act, 2013.	---	---

At the end of the year, fixed deposits from the members and Directors were outstanding to the tune of Rs. 5.28 crores and Rs. Nil crore respectively. There were no overdue deposits as on 31st March 2018. The Company has accepted deposits from the members and public falling within the ambit of Section 73 of the Companies Act, 2013 and The Companies [Acceptance of Deposits] Rules, 2014.

FUTURE PLANS/PROSPECTS

Continuous technical and operational upgradation of the production facilities is a hallmark of the Company's policy and keeping the same trend a major capex is planned in Shreyans Paper unit of the Company during the year as stated above. Besides this, normal capital expenditure is being done continuously to make operations of the Company more competitive.

NUMBER OF MEETINGS HELD

The details of Board and Committee Meetings are given in the Corporate Governance Report.

DIRECTORS/ KEY MANAGERIAL PERSONNEL

Mr. Anil Kumar, Director of the Company, is liable to retire by rotation at the forthcoming Annual General Meeting under article 86 (1) of Article of Association of the Company and being eligible, offers himself for reappointment.

All Independent Directors have given declarations that they meet the criteria of Independence as laid down under Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015).

The change in Key Managerial Personnel during the year under review is as under:

Sr. No.	Name	Designation	Particulars of Change
1	Videshwar Sharma	KMP- Company Secretary	Resignation w.e.f 15 th July 2017
2	Ruchita Vij	KMP- Company Secretary	Appointment w.e.f 29 th August 2017

BOARD EVALUATION

Pursuant to provisions of the Companies Act, 2013 and Listing

Regulations, the Board has carried out an annual performance evaluation of its own performance and the performance of the individual Directors as well as the evaluation of the working of its committees. The manner in which the evaluation was carried out has been explained in the Corporate Governance.

REMUNERATION POLICY

The Board has, on the recommendation of the Nomination and Remuneration Committee, framed a policy for selection and appointment of Directors, Key Managerial Personnel, Senior Management and their Remuneration. The said policy has been uploaded on the website of the Company. The Key provisions of Nomination and Remuneration policy are appended as an **Annexure I** to the Board's report.

AUDIT COMMITTEE

The Company has duly constituted Audit Committee, the scope of which is quite comprehensive and is in conformity with the provisions of the Companies Act, 2013 and Listing Regulations. The composition of the Audit Committee is given in Corporate Governance Report.

All the recommendations of the Audit Committee were accepted by the Board.

DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM/ WHISTLE BLOWER POLICY

The Company has adopted the Whistle Blower Policy/Vigil mechanism for directors and employees to report concerns about unethical behavior, actual or suspected fraud, or violation of the Company's Code of Conduct and Ethics. Such mechanism/policy is also uploaded on the website of the Company.

STATUTORY AUDITORS

At 37th Annual General Meeting held on 7th September 2017 M/s. K.C. Khanna & Company, were appointed as statutory auditors of the Company to hold office from 37th Annual General Meeting till the conclusion of the 42nd Annual General Meeting.

The Auditors' Report on the accounts of the Company for the year under review requires no comments.

COST AUDIT

M/s. Rajan Sabharwal & Associates were appointed as Cost Auditors of your Company for auditing the cost accounts records for Financial Year 2017-18 under provisions of Section 148 of the Companies Act, 2013. They are likely to submit Cost Audit Report within the prescribed time limit.

Furthermore, the Board has re-appointed M/s. Rajan Sabharwal and Associates as Cost Auditors of the Company for Financial Year 2018-19.

SECRETARIAL AUDIT

M/s P. S. Bathla & Associates, Practising Company Secretaries, at Ludhiana, were appointed to conduct the secretarial audit of the Company for Financial Year 2017-18, as required under Section 204 of the Companies Act, 2013 and Rules made there under. The Secretarial Audit Report for Financial Year 2017-18 is appended as an **Annexure II** to the Board's Report.

The Secretarial Auditors' report for the year under review requires no comments.

The Board has re-appointed M/s P. S. Bathla & Associates, Practising Company Secretaries, Ludhiana as Secretarial Auditor of the Company for Financial Year 2018-19.

RELATED PARTY TRANSACTIONS

All Related Party transactions entered during the financial year were on arm's length basis and in the ordinary course of

business. There were no materially significant related party transactions with the Company's Promoters, Directors, Management or their relatives, which could have had a potential conflict with the interests of the Company. Transactions with related parties entered by the Company in the normal course of business are periodically placed before the Audit Committee for its omnibus approval.

Since, there were no contracts/ arrangements/ transactions which were not at arm's length basis or material with Related Party during the year; disclosure in form AOC-2 is not applicable.

The Board of Directors of the Company has, on the recommendation of the Audit Committee, adopted a policy to regulate transactions between the Company and its Related Parties, in compliance with the applicable provisions of the Companies Act, 2013, the rules there under and Listing Regulations.

This Policy as considered and approved by the Board has been uploaded on the website of the Company at http://www.shreyansgroup.com/upload/c1449201532SIL_Related_Party_Transaction_Policy_07_11_2015.pdf

PARTICULARS OF EMPLOYEES

The information required pursuant to Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is appended as an **Annexure III** and forms an integral part of this report.

EXTRACT OF ANNUAL RETURN

In accordance with Section 134(3) (a) of the Companies Act, 2013, an extract of the annual return in the prescribed format is appended as an **Annexure IV** to the Board's report.

INDUSTRIAL RELATIONS

The Company maintained healthy, cordial and harmonious industrial relations at all levels.

DEVELOPMENT AND IMPLEMENTATION OF A RISK MANAGEMENT POLICY

The Company has been addressing various risks through well defined risk management policy/procedures, which in the opinion of the Board may threaten the existence of the Company.

INTERNAL FINANCIAL CONTROL SYSTEMS

The Company has laid down adequate internal financial controls with reference to financial statements. During the year such controls were tested and no material weakness in their operating effectiveness was observed.

INDIAN ACCOUNTING STANDARDS

Your Company has adopted Indian Accounting Standards (Ind AS) with date of transition as April 1st, 2016. Financial statements for the year ended March 31st, 2018 have been prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by Companies (Indian Accounting Standards) Rules, 2018 read with Section 133 and other applicable provisions of the Companies Act, 2013. Previous periods figures have been re-stated to confirm Ind AS, for comparative information.

Note No. 53 to the financial statements provides further explanation on the transition to Ind AS.

GOODS AND SERVICE TAX (GST)

Goods and Service Tax (GST) came into effect from July 1st,

2017 through the implementation of One Hundred and First Amendment of the Constitution of India. The tax replaced existing multiple cascading taxes levied by the Central and State Governments.

Your Company has successfully implemented and migrated to GST followed by the changes across various departments/ operation of the Company

ASSOCIATES AND SUBSIDIARIES

The Company has no Associates & Subsidiaries as on 31st March, 2018.

CORPORATE GOVERNANCE

As per the provisions of Listing Regulations, a separate Report on Corporate Governance practices followed by the Company together with a Certificate from the Practising Company Secretary, confirming compliance forms part of this report.

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

As required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of Companies (Accounts) Rules, 2014 the particulars relating to conservation of energy, technology, absorption and foreign exchange earnings and outgo is appended as an **Annexure V** to the Board's Report.

CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

Your Company, in collaboration with a local NGO in Ahmedgarh, has set up an Eye Hospital. Besides contributing in setting up of this hospital, financial assistance is extended on monthly basis. Eye care is provided to needy persons on subsidized rates/free of cost.

Your Company is also involved with various educational institutions for providing scholarship/financial assistance to deserving students on recommendations of the managements of such institutions. Your Company actively participates with number of NGOs for holding medical check-up camps, sports events and other social activities.

Your Company provides fire fighting services, as and when need arises, in nearby areas through its own fire tender and firefighting staff.

Annual Report on Corporate Social Responsibility [CSR] activities is appended as an **Annexure VI**.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

There were no significant and material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and Company's operations.

DIRECTORS' RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(5) of the Companies Act, 2013, your Directors confirm that:

- In the preparation of the annual accounts, the applicable Indian Accounting Standards had been followed along with proper explanation relating to material departures;
- The directors had 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 and loss of the company for that period;

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

ACKNOWLEDGEMENT

Your Directors place on record their sincere appreciation for the contributions made by the employees through their dedication,

hard work and commitment in achieving your Company's performance. In an increasingly competitive environment collective dedication of employees is delivering superior and sustainable shareholder value.

The Board has pleasure in recording its appreciation of the assistance, co-operation and support extended to the Company by the Government Authorities, Commercial Banks, Financial Institutions and Depositors.

The Board also places on record its sincere appreciation towards the Company's valued customers, vendors, shareholders and investors for their continued support to the Company.

For and on Behalf of the Board

Sd/-

Rajneesh Oswal

Chairman & Managing Director
(DIN : 00002668)

Place : Ludhiana

Date : May 25, 2018

Annexure I**NOMINATION AND REMUNERATION POLICY**

The Key provisions of the Nomination and Remuneration policy are given below:

The guiding principle is that the remuneration and the other terms of employment shall be competitive in order to ensure that the Company can attract and retain competent Executives.

The Nomination and Remuneration policy for executives reflects the remuneration philosophy and principles of the Shreyans Group. When determining the remuneration policy and arrangements for Executive Directors/KMP's, the Nomination and Remuneration Committee shall consider pay and employment conditions with peers / elsewhere in the competitive market to ensure that pay structures are appropriately aligned and that levels of remuneration remain appropriate in this context.

The Committee while designing the remuneration package considers the level and composition of remuneration to be reasonable and sufficient to attract, retain and motivate the person to ensure the quality required to run the company successfully.

The Nomination and Remuneration Committee while considering a remuneration package must ensure a balanced approach reflecting short and long term performance objectives appropriate to the working of the company and its goals. The Committee shall consider that a successful remuneration policy must ensure that any increase in the remuneration package is linked to the achievement of corporate performance targets and a strong alignment of interest with stakeholders.

The Nomination and Remuneration policy is guided by common reward framework and set of principles and objectives as particularly envisaged under section 178 of the Companies Act 2013, inter alia principles pertaining to determining qualifications, positives attributes, integrity and independence etc.

Remuneration packages are designed to attract high-caliber executives in a competitive market and remunerate executives fairly and responsibly. The remuneration shall be competitive and based on the individual responsibilities and performance. Remuneration is designed to motivate delivery of our key business strategies, create a strong performance-orientated environment and reward achievement of meaningful targets over the short- and long-term.

Executive remuneration shall be proposed by the Committee and subsequently approved by the Board of Directors. Executive remuneration is evaluated annually against performance and a benchmark of other companies, which in size and complexity are similar to Shreyans. Benchmark information is obtained from recognized compensation service consultancies/other relevant sources. In determining packages of remuneration, the Committee may consult with the Chairman/ Managing Director as appropriate.

Information on the total remuneration of members of the Company's Board of Directors and KMPs shall be disclosed in the Company's Annual Report.

The Company may grant any advance salary/loan to employees of the Company at concessional/Nil interest rates as it deems fit subject to tax laws.

The Board may delegate the appointment and remuneration powers in case of Sr. Management Personnel (except KMPs and Directors) to the Chairman & Managing Director and/or

Vice-Chairman & Managing Director and/or Executive Director and CEO by way of Board Resolution.

The appointment letters of all Sr. Management Personnel, KMPs and Directors shall draw reference to the fact that the appointment and remuneration is in accordance with the Nomination and Remuneration Policy of the Company.

Annexure II**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,

Shreyans Industries Limited

Vill. Bholapur, P. O. Sahabana

Chandigarh Road, Ludhiana-141123

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

Based on my verification of the books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year 1st April, 2017 to 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:

1. I have examined the books, papers, minute books, forms and returns filed and other records maintained by Shreyans Industries Limited ("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 there under;
- 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 there under;
- IV. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- 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 (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (Not Applicable to the Company during the Audit Period as there was no event in this regard);
- (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; (Not Applicable to the Company during the Audit Period as there was no event in this regard);
- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (Not Applicable to the Company during the Audit Period as there was no event in this regard);
- (f) 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 (Not Applicable as the Company is not registered as Registrar to Issue and Share Transfer agent during the Financial Year under review);
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and; (Not Applicable to the Company during the Audit Period as there was no event in this regard);
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; (Not Applicable to the Company during the Audit Period as there was no event in this regard);
- (VI) The Company has informed that there are no sector specific laws which are applicable to the Company. I have also examined compliance with the applicable clauses of the following:
- (i) Secretarial Standards issued by The Institute of Company Secretaries (ICSI) of India.
- (ii) The SEBI Listing Obligations and Disclosure Requirements (LODR) Regulations, 2015

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

2. I further report that

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

Adequate notice is given to all 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.

Unanimous decisions have been carried through hence there were no dissenting member's views to be captured and recorded as part of minutes.

I further report that based on the information received and records maintained 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.

**For P S Bathla & Associates
Company Secretaries**

**Parminder Singh Bathla
Proprietor**

**Place : Ludhiana
Dated : May 25, 2018**

**FCS No. 4391
C.P No. 2585**

Note: This Report is to be read with my Letter of even date which is annexed as Annexure A and forms an integral part of this report.

'Annexure A'

To,

The Members,
Shreyans Industries Limited
Vill. Bholapur, P.O. Sahabana
Chandigarh Road, Ludhiana-141123

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

1. Maintenance of Secretarial record is the responsibility of the management of the Company. My responsibility is to express as opinion on these secretarial records based on my audit.
2. I have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed, provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, I have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events etc.
5. The Compliance of the provisions of Corporate and other applicable laws, Rules, Regulations, standards is the responsibility of management. My examination was limited to the verification of 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 P S Bathla & Associates
Company Secretaries**

**Parminder Singh Bathla
Proprietor**

**Place : Ludhiana
Dated : May 25, 2018**

**FCS No. 4391
C.P No. 2585**

Annexure III

REMUNERATION RATIO OF THE DIRECTORS / KEY MANAGERIAL PERSONNEL (KMP) / EMPLOYEES

The information required pursuant to Section 197 read with Rule 5 of Chapter XIII, Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, in respect of employees of the Company and Directors is furnished hereunder:

1 (i)

Name of the Director/KMP and Designation	Remuneration in Fiscal 2018 ₹ in lakhs	% Increase in remuneration from previous year	Ratio of Remuneration to MRE*
Rajneesh Oswal (Chairman and Managing Director)	233.67	24.95	121.07
Vishal Oswal (Vice-Chairman and Managing Director)	233.57	24.95	121.02
Kunal Oswal (Whole Time Director)	30.96	80.00	16.04
Anil Kumar (Executive Director & CEO)	136.80	12.01	70.88
R K Mahajan (Chief Financial Officer)	14.08	13.09	7.00
Videshwar Sharma [upto 15.07.2017] (Company Secretary)	3.13	---	---
Ruchita Vij [w.e.f. 29.08.2017] (Company Secretary)	3.85	---	---

Note: For this purpose, sitting fees paid to the Directors have not been considered as remuneration.

*MRE-Median Remuneration of Employee based on annualized salary

- (ii) The median remuneration of employees of the Company during the financial year was ₹ 1.93 lakhs p.a.;
- (iii) In the financial year, there was an increase of 2% in the median remuneration of employees;
- (iv) There were 1332 permanent employees on the rolls of the Company as on March 31st, 2018;
- (v) Average percentile increase in the salaries of employees other than the managerial personnel in the last financial year i.e. 2017-18 was 5.14% whereas the percentile increase in the managerial remuneration for the same financial year was 13.35%.
- (vi) It is hereby affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel, Senior Management Personnel and other employees.

2 Details of top ten employees in terms of remuneration:

Name of Employee	Designation of the employee	Remuneration received* ₹ in lakhs	Qualifications	Experience (No. of Years)	Date of Commencement of employment	Age (years)	The last employment held by such employee before joining the Company	%age of equity shares held by the employee in the Company	Whether relative of any Director or Manager of the Company
Rajneesh Oswal	Chairman and Managing Director	233.67	MBA from USA	29	30-06-1989	52	Executive Director Adinath Textiles Limited	0.05%	Rajneesh Oswal, Vishal Oswal and Kunal Oswal are real brothers
Vishal Oswal	Vice Chairman and Managing Director	233.57	B.Com	23	03-08-1995	45	---	---	
Kunal Oswal	Whole Time Director	30.96	B.Com	21	29-01-2007	44	---	0.62%	

Name of Employee	Designation of the employee	Remuneration received ₹ in lakhs	Qualifications	Experience (No. of Years)	Date of Commencement of employment	Age (years)	The last employment held by such employee before joining the Company	%age of equity shares held by the employee in the Company	Whether relative of any Director or Manager of the Company
Anil Kumar	Executive Director & CEO	136.80	MBA B.Sc (Engg.)	45	01-04-1983	68	Vardhman Group	---	Director
Vijay K. Arora	President	35.92	BBM, MBA	39	18-02-2013	63	Vardhman Group	---	No
Arun Kumar Kapoor	Sr. Vice President	25.94	A.C.A	38	01-11-1987	60	Arlhant Fabrics Ltd.	---	No
Jagdeesa Panchami	Vice President	21.08	Intermediate	54	02-03-1991	75	Anil Steel & Ind. Ltd.	---	No
Arun K. Goel	Vice President	20.34	M.A. (Eco.) PGD (PM)	35	09-08-1999	57	Bharati Telecom Ltd.	---	No
Jogindra Singh Rathour	Vice President	19.75	M.Com	35	19-09-1988	60	Ankush Pub. Pvt. Ltd.	---	No
Jitender Kumar Gautam	Vice President	18.43	M.A. (Economics)	41	25-12-1981	63	Munish Paper	---	No

Employed throughout the year and were in receipt of remuneration at the rate of not less than ₹102 lakhs per annum.

Name of Employee	Designation of the employee	Remuneration received* ₹ in lakhs	Qualifications	Experience (No. of Years)	Date of Commencement of employment	Age (years)	The last employment held by such employee before joining the Company	%age of equity shares held by the employee in the Company	Whether relative of any Director or Manager of the Company
Rajneesh Oswal	Chairman & Managing Director	233.67	MBA from USA	29	30-06-1989	52	Executive Director, Adinath Textiles Limited	0.05%	Rajneesh Oswal, Vishal Oswal and Kunal Oswal are real brothers
Vishal Oswal	Vice-Chairman & Managing Director	233.57	B.Com	23	03-08-1995	45	---	---	
Anil Kumar	Executive Director & CEO	136.80	MBA, BSC (Engg)	45	01-04-1983	68	General Manager Vardhman Group, Ludhiana	0.01%	---

None of the Employee was employed for a part of the financial year and separated, who were in receipt of remuneration at the rate of not less than ₹8.50 lakhs per month.

Annexure IV

FORM NO. MGT 9

EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2018

(Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014)

I. REGISTRATION & OTHER DETAILS:

1	CIN	L17115PB1979PLC003994
2	Registration Date	11/06/1979
3	Name of the Company	SHREYANS INDUSTRIES LIMITED
4	Category/Sub-category of the Company	Company having share capital
5	Address of the Registered office & contact details	Village Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana 141 123. Tel.: 161-2685270, 98761-00948 Email: atl@shreyansgroup.com, cs@shreyansgroup.com Web: www.shreyansgroup.com
6	Whether listed company	Yes
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Skyline Financial Services Private Limited, D-153 A, 1st Floor, Okhla Industrial Area, Phase- I, New Delhi-110 020. Tel.: 011-40450193-97 Email: admin@skylinerta.com Web: www.skylinerta.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Writing and Printing Paper	17093	90.87

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S. No.	Name & Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
	The Company has no holding, subsidiary and associate company.				

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

A) Category-wise Share Holding										
Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2017]				No. of Shares held at the end of the year [As on 31-March-2018]				% Change during the year	
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares		
A. Promoters										
(1) Indian										
a) Individual / HUF	13350	---	13350	0.10%	13350	---	13350	0.10%	---	
b) Central Govt	---	---	---	---	---	---	---	---	---	
c) State Govt(s)	---	---	---	---	---	---	---	---	---	
d) Bodies Corp.	6284036	---	6284036	45.46%	6284036	---	6284036	45.46%	---	
e) Banks / FI	---	---	---	---	---	---	---	---	---	
f) Relatives of Individual Promoters	235501	---	235501	1.70%	235501	---	235501	1.70%	---	
Sub Total (A) (1):	6532887	---	6532887	47.26%	6532887	---	6532887	47.26%	---	
(2) Foreign										
a) NRIs- Individuals	---	---	---	---	---	---	---	---	---	
b) Other- Individuals	---	---	---	---	---	---	---	---	---	
c) Bodies Corporate	---	---	---	---	---	---	---	---	---	
d) Banks / FI	---	---	---	---	---	---	---	---	---	
e) Any Other....	---	---	---	---	---	---	---	---	---	
Sub Total (A) (2)	---	---	---	---	---	---	---	---	---	
Total Shareholding of Promoter(A)= (A)(1)+(A)(2)	6532887	---	6532887	47.26%	6532887	---	6532887	47.26%	---	

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2017]				No. of Shares held at the end of the year [As on 31-March-2018]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
B. Public Shareholding									
1. Institutions	---	---	---	---	---	---	---	---	---
a) Mutual Funds	---	4250	4250	0.03	---	4250	4250	0.03	---
b) Banks / FI	1550	---	1550	0.01	5342	---	5342	0.04	0.03
c) Central Govt	---	---	---	---	---	---	---	---	---
d) State Govt(s)	---	---	---	---	---	---	---	---	---
e) Venture Capital Funds	---	---	---	---	---	---	---	---	---
f) Insurance Companies	---	---	---	---	---	---	---	---	---
g) FIs	---	---	---	---	---	---	---	---	---
h) Foreign Venture Capital Funds	---	---	---	---	---	---	---	---	---
i) Others (specify)	---	---	---	---	---	---	---	---	---
Sub-total (B)(1) :-	1550	4250	5800	0.04	5342	4250	9592	0.07	0.03
2. Non- Institutions									
a) Bodies Corp.	572866	2069710	2642576	19.12	498561	2064110	2562671	18.54	(-)0.58
b) Individuals									
i) Individual shareholders holding nominal share capital upto ₹1 lakh	1522041	873874	2395915	17.33	2011443	844844	2856287	20.66	3.33
ii) Individual shareholders holding nominal share capital in excess of ₹1 lakh	1857958	---	1857958	13.44	1373723	---	1373723	9.94	(-)3.50
c) NBFCs Registered with RBI	---	---	---	---	5600	---	5600	0.04	0.04
Non Resident Indians	127945	59500	187445	1.36	210338	57950	268288	1.94	0.58
Clearing Members / Trusts	49575	---	49575	0.36	100635	---	100635	0.73	0.37
HUF	152289	105	152394	1.10	114762	105	114867	0.83	(-)0.27
Sub-total (B)(2) :-	4282674	3003189	7285863	52.70	4315062	2967009	7282071	52.67	(-)0.03
Total Public Shareholding (B)=(B)(1) + (B)(2)	4284224	3007439	7291663	52.74	4320404	2971259	7291663	52.74	---
C. Shares held by Custodian for GDRs & ADRs	---	---	---	---	---	---	---	---	---
Grand Total(A+B+C)	10817111	3007439	13824550	100.00	10853291	2971259	13824550	100.00	---

B) Shareholding of Promoters

S. No.	Shareholder's Name	No. of Shares held at the beginning of the year [As on 31-March-2017]			No. of Shares held at the end of the year [As on 31-March-2018]			% Change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Rajneesh Oswal	6250	0.05	---	6250	0.05	---	---
2	D. K. Oswal HUF	7100	0.05	---	7100	0.05	---	---
3	Nirmal K. Oswal	90251	0.65	---	90251	0.65	---	---
4	Priti Oswal	60000	0.43	---	60000	0.43	---	---
5	Kunal Oswal	85250	0.62	---	85250	0.62	---	---

S. No.	Shareholder's Name	No. of Shares held at the beginning of the year [As on 31-March-2017]			No. of Shares held at the end of the year [As on 31-March-2018]			% Change in share-holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
6	Jagvallah Parasnath Capital Investment (P) Ltd.	912501	6.60	---	912501	6.60	---	---
7	Adeep Investment Company	737395	5.33	---	737395	5.33	---	---
8	Ojasvi Investment & Mercantile Company	752500	5.44	---	752500	5.44	---	---
9	Levina Investment & Mercantile Company	782250	5.66	---	782250	5.66	---	---
10	Virat Investment & Mercantile Company	595100	4.30	---	595100	4.30	---	---
11	Achin Investment & Mercantile Company	717150	5.19	---	717150	5.19	---	---
12	Noble Share Trading (P) Ltd.	486000	3.52	---	486000	3.52	---	---
13	Limelite Consultants (P) Ltd.	489640	3.54	---	489640	3.54	---	---
14	Sulzer Investments (P) Ltd.	489000	3.54	---	489000	3.54	---	---
15	Shreyans Financial & Capital Services Ltd.	322500	2.33	---	322500	2.33	---	---
	TOTAL	6532887	47.26	---	6532887	47.26	---	---

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

S. No.	Shareholder's Name	No. of Shares held at the beginning of the year [As on 31-March-2017]			No. of Shares held at the end of the year [As on 31-March-2018]			% Change in share-holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Rajneesh Oswal	6250	0.05	---	6250	0.05	---	---
2	D. K. Oswal HUF	7100	0.05	---	7100	0.05	---	---
3	Nirmal K. Oswal	90251	0.65	---	90251	0.65	---	---
4	Priti Oswal	60000	0.43	---	60000	0.43	---	---
5	Kunal Oswal	85250	0.62	---	85250	0.62	---	---
6	Jagvallah Parasnath Capital Investment (P) Ltd.	912501	6.60	---	912501	6.60	---	---
7	Adeep Investment Company	737395	5.33	---	737395	5.33	---	---
8	Ojasvi Investment & Mercantile Company	752500	5.44	---	752500	5.44	---	---
9	Levina Investment & Mercantile Company	782250	5.66	---	782250	5.66	---	---
10	Virat Investment & Mercantile Company	595100	4.30	---	595100	4.30	---	---
11	Achin Investment & Mercantile Company	717150	5.19	---	717150	5.19	---	---
12	Noble Share Trading (P) Ltd.	486000	3.52	---	486000	3.52	---	---
13	Limelite Consultants (P) Ltd.	489640	3.54	---	489640	3.54	---	---

14	Sulzer Investments (P) Ltd.	489000	3.54	---	489000	3.54	---	---
15	Shreyans Financial & Capital Services Ltd.	322500	2.33	---	322500	2.33	---	---
	TOTAL	6532887	47.26	---	6532887	47.26	---	---

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

S. No.	For Each of the Top 10 Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2017]		No. of Shares held at the end of the year [As on 31-March-2018]		% Change in shareholding during the year
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company	
1	Mood Dealers Pvt. Ltd.	2060000	14.90	2060000	14.90	---
2	Lalit Gupta	376400	2.72	376400	2.72	---
3	Subramanian P	198790	1.44	198790	1.44	---
4	BJD Securities Private Limited	233099	1.69	125783	0.91	-0.78
5	Integrated Master Securities Pvt. Ltd.	11	---	110000	0.80	0.80
6	Dolly Khanna	10643	0.08	95767	0.69	0.61
7	Vinod K Shah	75357	0.55	75357	0.55	---
8	Ashish Dubey	---	---	60000	0.43	0.43
9	Devika Anand	---	---	47000	0.34	0.34
10	Sushilaben K Shah	47340	0.34	45340	0.33	(-)0.01

E) Shareholding of Directors and Key Managerial Personnel:

S. No.	Shareholding of each Directors and each Key Managerial Personnel	Shareholding		Cumulative Shareholding during the year	
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
	Directors				
1	Rajneesh Oswal				
	At the beginning of the year	6250	0.05	6250	0.05
	Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment/ transfer / bonus/ sweat equity etc.):	---	---	---	---
	At the end of the year	6250	0.05	6250	0.05
2	Vishal Oswal				
	At the beginning of the year	NIL	---	NIL	---
	Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer / bonus/ sweat equity etc.):	---	---	---	---
	At the end of the year	NIL	---	NIL	---

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding		Cumulative Shareholding during the year	
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
Directors					
3	Kunal Oswal				
	At the beginning of the year	85250	0.62	85250	0.62
	Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment/ transfer / bonus/ sweat equity etc.):	---	---	---	---
	At the end of the year	85250	0.62	85250	0.62
4	Anil Kumar				
	At the beginning of the year	1325	0.01	1325	0.01
	Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment/ transfer / bonus/ sweat equity etc.):	---	---	---	---
	At the end of the year	1325	0.01	1325	0.01
5	A. K. Chakraborty				
	At the beginning of the year	NIL	---	NIL	---
	Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment/ transfer / bonus/ sweat equity etc.):	---	---	---	---
	At the end of the year	NIL	---	NIL	---
6	M. L. Gupta				
	At the beginning of the year	NIL	---	NIL	---
	Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment/ transfer / bonus/ sweat equity etc.):	---	---	---	---
	At the end of the year	NIL	---	NIL	---
7	N. J. Rao				
	At the beginning of the year	NIL	---	NIL	---
	Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment/ transfer / bonus/ sweat equity etc.):	---	---	---	---
	At the end of the year	NIL	---	NIL	---
8	Pratibha Goyal				
	At the beginning of the year	NIL	---	NIL	---
	Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment/ transfer / bonus/ sweat equity etc.):	---	---	---	---
	At the end of the year	NIL	---	NIL	---

S. No.	Shareholding of each Directors and each Key Managerial Personnel	Shareholding		Cumulative Shareholding during the year	
		No. of Shares	% of total Shares of the company	No. of Shares	% of total Shares of the company
Key Managerial Personnel					
1	Ruchita Vij (Company Secretary)				
	At the beginning of the year	NIL	---	NIL	---
	Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment/ transfer / bonus/ sweat equity etc.):	---	---	---	---
	At the end of the year	NIL	---	NIL	---
2	R. K. Mahajan (CFO)				
	At the beginning of the year	NIL	---	NIL	---
	Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment/ transfer / bonus/ sweat equity etc.):	---	---	---	---
	At the end of the year	NIL	---	NIL	---

V. INDEBTEDNESS -Indebtedness of the Company including interest outstanding/accrued but not due for payment. (₹ in lakhs)

	Secured Loans excluding deposits Term Loans	Secured Loans Working Capital	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year					
i) Principal Amount	2089.06	1004.75	557.04	457.35	4108.20
ii) Interest due but not paid	---	0.26	21.26	---	21.52
iii) Interest accrued but not due	---	---	---	25.73	25.73
Total (i+ii+iii)	2089.06	1005.01	578.30	483.08	4155.45
Change in Indebtedness during the financial year					
Addition	1080.96	---	369.99	329.77	1780.72
Reduction	-668.42	-155.52	-173.19	-247.57	-1244.70
Net Change	412.54	-155.52	196.80	82.20	536.02
Indebtedness at the end of the financial year					
i) Principal Amount	2501.60	847.89	741.99	527.87	4619.35
ii) Interest due but not paid	---	0.88	---	---	0.88
iii) Interest accrued but not due	---	0.72	33.11	37.41	71.24
Total (i+ii+iii)	2501.60	849.49	775.10	565.28	4691.47

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-**A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**

(₹ in lakhs)

S. No.	Particulars of Remuneration	MD/WTD / Manager				
		Rajneesh Oswal	Vishal Oswal	Anil Kumar	Kunal Oswal	Total Amount
1	Gross salary					
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	232.12	232.12	133.49	23.52	621.25
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	1.55	1.45	3.31	7.44	13.75
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	---	---	---	---	---
2	Stock Option	---	---	---	---	---
3	Sweat Equity	---	---	---	---	---
4	Commission - as % of profit - others, specify...	---	---	---	---	---
5	Others, please specify	---	---	---	---	---
	Total (A)	233.67	233.57	136.80	30.96	635.00
	Ceiling as per the Act	The remuneration paid to Executive Directors is within the limits prescribed under Companies Act, 2013.				

B. Remuneration to other directors

(₹ in lakhs)

S. No.	Particulars of Remuneration	Directors				Total Amount
		A. K. Chakraborty	M. L. Gupta	N. J. Rao	Pratibha Goyal	
1	Independent Directors					
	Fee for attending board committee meetings	0.25	0.75	0.35	0.75	2.10
	Commission	NII	NII	NII	NII	NII
	Others, please specify	NII	NII	NII	NII	NII
	Total (1)	0.25	0.75	0.35	0.75	2.10
2	Other Non-Executive Directors					
	Fee for attending board committee meetings					
	Commission					
	Others, please specify	---	---	---	---	---
	Total (2)	---	---	---	---	---
	Total (B)=(1+2)	0.25	0.75	0.35	0.75	2.10
	Total Managerial Remuneration (A+B)					
	Overall Ceiling as per the Act	The sitting fees paid to Non- Executive Directors is within the limits prescribed under Companies Act, 2013.				

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

(₹ in lakhs)

SN.	Particulars of Remuneration	Key Managerial Personnel			
		CFO : R. K. Mahajan	CS: Videshwar Sharma*	CS: Ruchita Vij**	Total
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	13.37	2.85	3.85	20.07
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0.71	0.28	---	0.99
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	---	---	---	---
	Stock Option	---	---	---	---
2	Sweat Equity	---	---	---	---
3	Commission	---	---	---	---
4	- as % of profit	---	---	---	---
	others, specify...	---	---	---	---
5	Others, please specify	---	---	---	---
	Total	14.08	3.13	3.85	21.06

*Resignation w.e.f. 15th July 2017

**Appointment w.e.f. 29th August 2017

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty					
Punishment					
Compounding					
B. DIRECTORS					
Penalty					
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment					
Compounding					

Annexure V**INFORMATION UNDER SECTION 134 (3) (m) OF THE COMPANIES ACT, 2013 READ WITH COMPANIES (ACCOUNTS) RULES, 2014 AND FORMING PART OF THE REPORT OF THE BOARD OF DIRECTORS****A) CONSERVATION OF ENERGY**

Energy Conservation is an ongoing process in the Company. New areas of power savings are continuously identified and action being taken wherever feasible. The Company continued its efforts to improve energy usage efficiencies and increase the share of renewable energy. Various key performance indicators like specific energy (energy consumed per unit of production), specific energy costs and renewable energy contributions were continuously tracked to monitor alignment with the Company's overall sustainability approach.

(i) Steps taken or impact on conservation of energy:

- Improvement in energy usage efficiency in lighting systems by installation of more efficient lighting solutions such as Light Emitting Diodes in phased manner.
- Retrofitting and replacement of motors, pumps, fans, air compressors, vacuum and air conditioning systems with higher energy efficiency equipment in phased manner.
- Installation of variable frequency drives to optimize energy consumption in a phased manner.
- Reduction in line losses from steam pipelines by optimizing the network.
- Implementation of blow heat recovery in pulp mill to improve efficiency for optimum usage of steam.
- Optimisation of compressed air systems to minimise losses and reduce energy consumption.

ii) Steps taken for utilising alternate sources of energy:

- Generation of biogas from waste to meet process heating requirements.
- The Company is exploring potential of using alternate source of energy, which may be considered for implementation in future

(iii) Capital investment on energy conservation equipment during the year: NIL**B) TECHNOLOGY ABSORPTION**

Your company is keeping a close eye on the new product development in paper and upgradation of technology in existing products. Upgradation and automation in various areas of plant and machinery is continuously carried out.

(i) Efforts made towards technology absorption:

- Installation of Online quality controller sequence at unit Shree Rishabh Papers at Banah.
- Installation of New Oxygen Delignification Plant in Paper Machine at unit Shreyans Papers at Ahmedgarh.

ii) Benefits derived:

- Improved Paper quality.
- Improved productivity and process control.

iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year):

Sr. No.	a. Details of Technology	b. Year of Import
1	Head Box and Dryers	2017-18
2	Heated Calendar Roll	2015-16
3	Spoiler Bars	2015-16

- whether the technology has been fully absorbed: Yes
- if not fully absorbed, areas where absorption has not taken place, and the reasons thereof – N.A

iv) Details of Expenditure on Research and Development are given in Note no. 50 to Financial Statements.**C. FOREIGN EXCHANGE EARNING AND OUTGO**

Details of expenditure in foreign exchange and earnings in foreign exchange are given below:

	₹ In lakhs
Expenditure in Foreign Exchange	3,664.65
Earnings in Foreign Exchange	1,356.06
Net Out Go of Foreign Exchange	2,308.59

Annexure VI

Corporate Social Responsibility (CSR)

[Pursuant to Section 134 (3) (o) of the Act and Rule 9 of the Companies (Corporate Social Responsibility) Rules, 2014]

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 programs.

Weblink of CSR Policy: http://www.shreyansgroup.com/upload/c1426228101Corporate_Social_Responsibility_Policy.pdf

2. **The Composition of the CSR Committee.**

Name	Designation
Rajneesh Oswal, Chairman & Managing Director	Chairman
Vishal Oswal, Vice-Chairman & Managing Director	Member
Anil Kumar, Executive Director & CEO	Member
A. K. Chakraborty, Independent Director	Member

3. **Average net profit of the company for last three financial years (₹ in lakhs)**

Particulars	Year ended			Average
	31.03.2017	31.03.2016	31.03.2015	
Net Profit	3,561.75	1,085.62	1,096.59	1,914.65

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

Two Percent of the amount as in item 3 above: ₹ 38.29 lakhs

Unspent amount from previous year: ₹ 0.24 lakhs

The Company is required to spend ₹ 38.53 lakhs towards CSR.

5. **Details of CSR spent during the financial year.**

(a) **Total amount spent for the financial year;** ₹ 22.75 lakhs

(b) **Amount unspent, if any ;** ₹ 15.78 lakhs

(c) **Manner in which the amount spent during the financial year.**

S. No.	CSR project or activity identified	Sector in which the Project is covered	Projects or programs (1) Local area or other (2) Specify the State and district where projects or programs was undertaken	Amount outlay (budget) project or programs wise	Amount spent on the projects or programs Sub-heads: (1) Direct expenditure on projects or programs (2) Overheads	Cumulative expenditure upto to the reporting period	Amount spent : Direct or through implementing agency*
₹ in lakhs							
1	Promoting education, eradicating poverty, hunger and malnutrition, especially in rural areas, empowering women economically, supplementing primary education and participating in rural capacity building programmes and such other initiatives	Literacy	Ahmedgarh, Ropar, Ludhiana (Punjab)	17.00	10.40	44.59	*
2	Promoting preventive healthcare, sanitation, family welfare, community hospitals and rural development programmes especially in rural areas.	Health Care	Ahmedgarh, (Punjab)	16.00	8.25	50.59	*

S. No.	CSR project or activity identified	Sector in which the Project is covered	Projects or programs (1) Local area or other (2) Specify the State and district where projects or programs was undertaken	Amount outlay (budget) project or programs wise	Amount spent on the projects or programs Sub-heads: (1) Direct expenditure on projects or programs (2) Overheads	Cumulative expenditure upto to the reporting period	Amount spent : Direct or through implementing agency*
₹ in lakhs							
3	Contribute towards improvement in standard of Environment, protection of flora and fauna, animal welfare, agro forestry, conservation of natural resources and maintaining quality of soil, air and water.	Live Stock	Ahmedgarh, Ludhiana (Punjab)	1.00	0.60	2.91	*
4	Contribute towards training to promote cultural & rural sports, nationally recognized sports, Paralympics and Olympics sports	Sports	Ahmedgarh, (Punjab)	1.00	0.40	1.98	*
5	Contribute towards development of infrastructure of village's schools, health care centers and hospitals	Community Welfare	Ahmedgarh, (Punjab)	4.00	3.10	7.34	*
	Total			39.00	22.75	107.41	

*** Details of the Implementing Agencies :**

- | | |
|---|---|
| 1. Darshan Kumar Oswal Public Charitable Trust, Ludhiana | 10. Palampur Rotary Eye Foundation |
| 2. Friends of Tribals Society, Kolkatta | 11. Social Welfare Organization Regd., Ahmedgarh, |
| 3. SOS Children Villages of India, New Delhi | 12. GuruNanak Mission Sewa Society, Ahmedgarh |
| 4. Virjanand SamarakSamiti Trust, Kartarpur (PB) | 13. Shree Radhey Krishna Gau Dham Trust Regd., Ludhiana |
| 5. Sewa Bharti Regd., Ahmedgarh | 14. CRY, New Delhi |
| 6. Lion Service Trust Regd, Ahmedgarh | 15. R.S Friends Club, Ahmedgarh |
| 7. V V Reasearch Institute Hoshiarpur, Punjab | 16. Christian Medical College and Hospital, Ludhiana |
| 8. Munday Ahmedgarh de Welfare Club, Ahmedgarh | 17. Govt. Girls Senior Secondary School, Sohana |
| 9. Sh Sh 1008 Swami Rameshwar Giri Charitable Hospital, Ahmedgarh | 18. Shri Parasnath Public Charitable Trust, Ludhiana |
| | 19. Elementary School Teachers, Tonsa, Ropar |

6. In case the Company has failed to spend the two per cent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board report.

The Company has spent ₹22.75 lakhs (approx 60 %) in the Financial year 2017-18 on activities as provided in Para 5 (c) above. The Company has been scouting for projects and initiatives which are consistent with its stated CSR policy but such proposals have taken time to fructify. All pending CSR proposals are expected to be taken up in the coming year.

7. The CSR Committee do hereby undertakes that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company

(Sd/-)
RAJNEESH OSWAL
CHAIRMAN & MANAGING DIRECTOR
(CHAIRMAN- CSR COMMITTEE)

Place : Ludhiana
Dated : May 25, 2018

(Sd/-)
ANIL KUMAR
EXECUTIVE DIRECTOR & CEO
(MEMBER- CSR COMMITTEE)

Place : Ludhiana
Dated: May 25, 2018

MANAGEMENT DISCUSSIONS AND ANALYSIS

Your Company is a public limited Company established in 1979 to manufacture Writing and Printing Paper with a capacity of 10,000 MTs per annum. The mill is located at Ahmedgarh, District Sangrur [Punjab]. In 1994, your Company purchased the paper division of M/s Zenith Limited situated at village Banah, District S.B.S. Nagar in Punjab. After certain modifications in both the paper divisions, the combined present capacity for manufacture of Writing and Printing Paper stands at 94,000 MTs per annum.

The Indian Paper Industry accounts for about 4% of the World's production of paper. Paper industry in India is highly fragmented. There are over 750 mills spread across the country, capacity ranging from 5 TPD to over 1200 TPD. Total installed capacity is estimated at 16 - 17 million tonnes with production of more than 15 million tonnes. The products are broadly classified as [1] Newsprint, [2] Writing and Printing Paper, [3] Packaging Paper and Board, and [4] Specialty Papers and others. Your Company produces Writing and Printing Paper.

Based on usage of raw material, Paper Mills are divided into three categories namely, wood-based, agro-based and waste paper based [recycled fiber]. Your Company uses agro residues, viz. wheat straw, sarkanda as the primary raw materials.

Writing and Printing Paper accounts for about 35%, Newsprint 20% and Industrial and speciality papers 45%. The per capita consumption of paper in India stands at a little over 13 Kgs. which is well below the World average of 57 Kgs. Printing and Writing segment demand is expected to grow at a CAGR of 4.2% and reach 5.3 million tonnes in FY19. The demand is expected to grow on account of an anticipated pick-up from the education sector with improving literacy rates and growing enrolment as well as increasing number of school and colleges. Paper industry in India witnessed a huge increase in imports of Paper from Southeast Asia during FY18. However, increased International prices of pulp and paper as well as weaker Indian Rupees made imports more expensive and exports more competitive.

The Writing and Printing Paper segment also benefitted from surge in prices of newsprint in the IInd half of the year as a result of which many smaller mills shifted their production from writing and printing papers to newsprint.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has well defined internal control system. The Company takes abundant care to design, review and monitor the working of internal control system. Internal Audit in the organization is an independent appraisal activity and it measures the efficiency, adequacy and effectiveness of other controls in the organization. All significant issues are brought to the attention of the Audit Committee of the Board.

HUMAN RESOURCE DEVELOPMENT AND INDUSTRIAL RELATIONS

The human resources development function of the Company is guided by a strong set of values and policies. Your company strives to provide the best work environment with ample opportunities to grow and explore. Your company

maintains a work environment that is free from any harassment. Company enjoys excellent relationship with its personnel and considers them as an essential part of the organization.

Development and well being of people working for the Company has been a corner stone of management policy. This is reflected through very low employees' turnover at all levels including workers, staff, officers and managers. Company lays special emphasis on staff training and retraining through internal workshops and also nominating staff/officers to various training programmes. As on 31st March 2018, Company has 1332 employees consisting of 95 managers, 330 staff/officers and 907 workers.

CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

Your company, in collaboration with a local NGO in Ahmedgarh, has set up an Eye Hospital. Besides contributing in setting up of this hospital, financial assistance is extended on monthly basis. Eye care is provided to needy persons on subsidized rates/free of cost.

Your company is also involved with various educational institutions for providing scholarship/financial assistance to deserving students on recommendations of the managements of such institutions.

Your company actively participates with number of NGOs for holding medical check-up camps, sports events and other social activities. Your Company provides fire fighting services, as and when need arises, in nearby areas through its own fire tender and fire fighting staff.

OUTLOOK

As mentioned in the earlier part of the report, the supply and demand for writing and printing papers in India is already fairly balanced. While demand for writing and printing papers is showing negative or no growth in different parts of the World due to digitization, the growing emphasis on education sector in India is expected to result in a growth of at least 3 to 5%. Since there are no new major capacities in the offing in the near future, the market for writing and printing papers should remain fairly firm in the near future. Major issues confronting India's Pulp and Paper industry are high cost of production caused by inadequate availability and high cost of raw materials, power cost and concentration of mills in one particular area, non-availability of good quality fibre, uneconomical plant size, technological obsolescence and environmental challenges. Compliance with increasingly stiffer environmental standards has been another challenge for the Paper industry. However at Shreyans, we have taken adequate steps to meet or exceed all environmental norms. A close watch is constantly kept on various developments and diversification of product range whenever found necessary will be undertaken. Company shall also look forward business opportunities, if situation so warrants. Eco-friendly technology adopted by the Company, motivated manpower and market leadership vision makes future outlook quite optimistic.

CAUTIONARY STATEMENT

Statements in this report on Management discussion and analysis relating to the Company's objectives, projections,

estimates, expectations or predictions may be forward looking statements within the meaning of applicable security laws or regulations. These statements are based upon certain assumptions and expectations of future events. Actual results could however differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include global and domestic demand-supply conditions, selling prices, raw material costs and availability, changes in government regulations and tax

structure, general economic developments in India and abroad, factors such as litigation, industrial relations and other unforeseen events.

The Company assumes no responsibility in respect of forward looking statements made herein which may undergo changes in future on the basis of subsequent developments, information or events. Market data and product information contained in this report is gathered from published and unpublished reports and their accuracy cannot be assured.

REPORT ON CORPORATE GOVERNANCE**1. Company's philosophy of Corporate Governance**

At Shreyans, we believe that corporate governance is a powerful medium of serving the long term interests of all the stakeholders. The Company seeks to achieve the goal by ensuring that timely and accurate disclosures are made in an easily understood manner on all matters relating to the financial situation, performance, ownership and governance of the company.

The Company is in compliance with the requirements of the guidelines on corporate governance stipulated under listing regulations. The Company has adopted a Code of Conduct for members of the Board and senior management and the same has been posted on the website of the Company. All Directors and other officials have affirmed in writing their adherence to the above code.

2. Board of Directors**(a) Composition**

The Company has an Executive Chairman and the number of independent directors is not less than half of the total strength of the Board. The Company has complied with the requirements of listing regulations in respect of composition of Board of Directors. None of the independent directors have any pecuniary relationship (except sitting fee) or transactions with the Company.

(b) Attendance of each Director at the Board Meetings and the last Annual General Meeting (AGM):

Name of the Director	DIN	Category of Directorship	No. of Board Meetings attended	Attendance at the last AGM
Rajneesh Oswal Chairman & Managing Director	00002668	Promoter & Executive Director	4	Yes
Vishal Oswal Vice-Chairman & Managing Director	00002678	Promoter & Executive Director	4	Yes
Kunal Oswal Whole time Director	00004184	Promoter & Executive Director	4	Yes
Anil Kumar Executive Director & CEO	00009928	Executive Director	4	Yes
N.J. Rao Independent Director	01282945	Non Executive Director	3	Yes
A. K. Chakraborty Independent Director	00133604	Non Executive Director	1	No
M. L. Gupta Independent Director	00272672	Non Executive Director	4	Yes
Pratibha Goyal Independent Director	07174666	Non Executive Director	4	Yes

(c) Number of Companies or Committees in which the Director of the Company is a Director/Member/Chairman: -

Name of the Director	No. of Directorships in all public companies*	Membership of the Board Committees in all Public Companies**	Chairmanship of the Board Committees in all Public Companies**
Rajneesh Oswal	2	2	---
Vishal Oswal	2	1	---
Kunal Oswal	1	---	---
Anil Kumar	2	2	---
N.J. Rao	1	1	---
A. K. Chakraborty	5	1	4
M. L. Gupta	4	5	3
Pratibha Goyal	2	1	1

*including Shreyans Industries Ltd. and excluding private limited companies, foreign companies, unlimited liability companies and Companies under section 8 of the Companies Act, 2013.

**Board Committee for this purpose includes Audit Committee and Stakeholder's Relationship Committee of Public Limited companies (including committees of Shreyans Industries Ltd.)

(d) Four Board Meetings were held during the Financial Year 2017-18 on 15th May, 2017, 7th September, 2017, 30th November, 2017 and 8th February, 2018.

During the year all the relevant information required was placed before the Board and decisions taken at the Board Meeting are promptly communicated to the concerned Unit(s)/ Department(s). Actions taken on the decisions on the previous meeting are reported at the succeeding meeting of the Board. Board periodically reviews the compliance of various laws and regulations applicable to the company.

Board Evaluation

Pursuant to the provisions of the Companies Act, 2013 and Listing Regulations, a system has been put in place to carry out performance evaluation of the Board, its Committees and individual directors. An appraisal format has been devised covering various aspects of the Board's functioning such as adequacy of composition of the board and its Committees, board process, culture and accountability etc. Similarly, a separate format is also formulated for carrying out evaluation of the performance of individual Directors including the Chairman of the Board, which inter-alia include parameters such as level of engagement and contribution, understanding of industry and global trends, and independence of judgment etc.

Board Familiarization Programme

At the time of appointing a Director, a formal letter of appointment is given to him/her, which inter alia explains the role, functions, duties and responsibilities expected from him/her as a Director of the Company. The Director is also explained in detail the compliance required from him/her under the Companies Act, 2013, Listing Regulations and other relevant laws/regulations.

The above initiatives help the Director to understand the Company, its business and the regulatory framework in which the Company operates and equips him/her to effectively fulfill his/her role as Director of the Company. The details of familiarization programmes have been posted on the website of the Company.

3. Audit Committee

i. Terms of Reference:

The Company has duly constituted Audit Committee, the scope of which is quite comprehensive and is in conformity with the provisions of the Companies Act, 2013 and Listing Regulations.

All the financial statements of the Company are first reviewed by the Audit Committee before presentation to the Board of Directors. The Audit committee discusses the reports of Statutory Auditors, Internal Auditors, Secretarial Auditors as well as Cost Auditors of the company. The appointment of Statutory, Secretarial and Cost Auditors are recommended by the Audit Committee. It also reviews the Company's financial and risk management policies, management discussion and analysis of financial condition, results of operations and statement of significant related party transactions at periodic basis including omnibus approval and review thereof.

ii. Composition, Name of Members, Chairperson and attendance:

Name of Member	Designation	Meetings Attended
M. L. Gupta	Chairman	4
A. K. Chakraborty	Member	1
Pratibha Goyal	Member	4
Anil Kumar	Member	4
N.J. Rao*	Member	1

*Member with effect from 30th November 2017.

iii. Four Meetings of the Audit Committee were held during Financial Year 2017-18 on 15th May, 2017, 7th September, 2017, 30th November, 2017 and 8th February, 2018.

The Company Secretary acts as Secretary to the Committee.

4. Nomination and Remuneration Committee**i. Terms of Reference:**

The terms of reference of this Committee are wide enough covering the matters specified under the Companies Act, 2013 and Listing Regulations.

ii. Composition, Name of Members, Chairperson and attendance:

Three meetings of the Nomination and Remuneration Committee were held during the Financial Year 2017-18 on 15th May, 2017, 7th September 2017 and 8th February, 2018.

Name of Member	Designation	Meetings Attended
M. L. Gupta	Chairman	3
A. K. Chakraborty	Member	1
Pratibha Goyal	Member	3

The Company Secretary acts as Secretary to the Committee.

iii. Nomination and Remuneration Policy

The Nomination and Remuneration policy of the Company is designed to attract, motivate and retain manpower in competitive market. The Key provisions of such policy are given in Board's Report.

iv. Remuneration of Directors**A. Executive Directors**

(₹ in lakhs)

Name and Designation	Remuneration				
	Basic Salary	Provident Fund	Other Benefits	Performance Incentive	Total
Rajneesh Oswal Chairman & Managing Director	207.25	24.87	1.55	---	233.67
Vishal Oswal Vice- Chairman & Managing Director	207.25	24.87	1.45	---	233.57
Kunal Oswal Whole time Director	21.00	2.52	7.44	---	30.96
Anil Kumar Executive Director and CEO	49.08	5.88	32.76	49.08	136.80

The appointment and remuneration of the Managing Directors and Executive Director & CEO are subject to the respective agreements executed with them. Notice period from either party has been fixed at six months. The Company shall be liable to pay severance fee as per the individual contract.

Mr. Anil Kumar, Executive Director & CEO is entitled to the performance Incentive, as may be decided by the Board, along with fixed salary in terms of resolution passed at the Annual General Meeting held on 7th September, 2017.

B. Non- Executive Directors

The Non-Executive Directors are paid the sitting fee or reimbursement of out of pocket expenses incurred by them for attending the meeting of Board or any committee thereof. The sitting fee amount is within the limits prescribed under the Companies Act, 2013 and rules made there under. No other payment is made to any of the Non-executive Director. No stock option has been given to any of the Directors, including Executive Directors.

(₹ in lakhs)

Name	Sitting Fees for Board Meeting	Sitting Fees for Committee Meeting	Total
A.K. Chakraborty	0.10	0.15	0.25
M. L. Gupta	0.40	0.35	0.75
N. J. Rao	0.30	0.05	0.35
Pratibha Goyal	0.40	0.35	0.75

5. Stakeholders Relationship Committee

The Board has formed an investors' Grievance Committee named as Stakeholder's Relationship Committee to specifically look into the Redressal of investors' complaint like transfer of shares, non-receipt of balance sheet or non-receipt of credit of shares into the De-mat account etc. The committee also approves issue of duplicate share certificate(s) and other related matters and oversees and reviews all matters connected with the share transfer.

i. Composition

Name of Member	Designation	Meetings Held	Meetings Attended
Pratibha Goyal	Chairperson	18	18
Rajneesh Oswal	Member	18	16
Anil Kumar	Member	18	17
Kunal Oswal*	Member	18	14
Vishal Oswal**	Member	18	5

*Member till 30th November 2017

**Member with effect from 30th November 2017

ii. Ms. Ruchita Vij, Company Secretary is the compliance officer and acts as secretary to the committee(s). The Company has designated the email id cs@shreyansgroup.com for the purpose of registering complaints by investors electronically. The email id is displayed on the company's website.

iii. The details regarding the investor's complaints are as under:

Particulars	Number of Complaints	Particulars	Number of Complaints
Pending as on 01-04-2017	0	Resolved during the year	38
Received during the year	38	Pending as on 31-03-2018	0

6. Corporate Social Responsibility

In compliance with the provisions of Section 135 of the Companies Act, 2013, the Board has constituted Corporate Social Responsibility Committee. One meeting of the Corporate Social Responsibility Committee was held during the Financial Year 2017-18 on 15th May, 2017.

The composition of the committee as at 31st March, 2018 and details of member's participation at the meeting of the committee are as under:

Name of Member	Designation	Meetings Held	Meetings Attended
Rajneesh Oswal Chairman & Managing Director	Chairman	1	1
Vishal Oswal Vice-Chairman & Managing Director	Member	1	1
Anil Kumar Executive Director & CEO	Member	1	1
A. K. Chakraborty Independent Director	Member	1	1

The Company Secretary acts as Secretary to the Committee.

7. Independent Director's Meeting

During the year, the Independent Directors met on 8th February, 2018 to:

- ♦ Review the performance of Non-Independent Directors and the Board as a whole.
- ♦ Review the performance of the Chairman of the Company, taking into account the views of Executive Directors and Non-Executive Directors.
- ♦ Evaluate the quality, quantity and timeliness of flow of information between the Company Management and the board that is necessary for the Board to effectively and reasonably their duties.

8. General Body Meetings

(i) Location and time where last three Annual General Meetings were held:

Financial Year	Date of A.G.M.	Time	Venue	No. of Special Resolution Passed
2016-17	7 th September, 2017	11.00 A.M.	Regd. Office of the Company at Vill. Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana-141 123	5
2015-16	10 th August, 2016	11.00 A.M.	Regd. Office of the Company at Vill. Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana-141 123	3
2014-15	12 th August, 2015	11.00 A.M.	Regd. Office of the Company at Vill. Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana-141 123	---

(ii) Postal Ballot

During the year under review, four resolutions as detailed below, were passed through Postal Ballot.

1. To consider and approve the re-appointment and remuneration of Mr. Rajneesh Oswal, Chairman & Managing Director.
2. To consider and approve the re-appointment and remuneration of Mr. Vishal Oswal, Vice- Chairman & Managing Director.
3. To increase the borrowing powers of the Company.
4. To mortgage and/or create any charge on immovable and/or movable properties of the Company.

9. Disclosures

- i. The details of related party transactions are placed before Audit Committee and these are disclosed in the Notes on Account to the Financial Statements. For the year 2017-18, there was no transaction of material nature with related parties, which were not in the normal course of business.
- ii. The Company is in compliance with the requirements of the Stock exchanges, SEBI and other statutory authorities on all matters relating to the capital market during the last three years. The company has complied with all mandatory requirements of clause Listing Regulations on corporate governance. The company has followed accounting treatment as prescribed in Indian Accounting Standards applicable to the Company. There were no penalties or strictures imposed on the company by Stock Exchanges or SEBI, any statutory authority on any matter related to the above.
- iii. The Company has a Whistle Blower Policy in place for employees to report concerns about unethical behavior. No personnel have been denied to approach the Management or the Audit Committee on any issue.
- iv. Mr. Rajneesh Oswal, Chairman & Managing Director, Mr. Vishal Oswal, Vice-Chairman & Managing Director and Mr. Kunal Oswal, Whole time Directors are real brothers. No other director is having any relationship with each other.

i	Quarterly Results	Published in the newspapers every quarter
ii	Newspapers wherein results normally published	The Economic Times and Desh Sewak
iii	Any website, where results are displayed	www.shreyansgroup.com
iv	Whether it also displays official news releases	No
v	The presentations made to Institutional Investors or to the Analysts	No

Online Filing: Periodical compliance filings like shareholding pattern, corporate governance report, announcements, corporate actions etc. have been filed electronically on NSE-NEAPS and BSE –Corporate Compliance & Listing Centre.

SCORES (Sebi Complaints Redressal System): The Investor Complaints are processed in a centralized web based complaints redressal system on www.scores.gov.in, a website maintained by SEBI (Securities and Exchange Board of India). The main feature of this system is central database of all complaints, online upload of action taken reports (ATR's) by the concerned companies and online view by investors of action taken on complaints and its current status. The Company had dispose of all the pending complaints filed through scores.

11. General Shareholder Information**i. AGM: Date, Time and Venue**

Date & Time: Friday, 10th August, 2018 at 11.00A.M.

Place: Regd. office of the Company at Village Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana -141 123

ii. Financial Year

The company's Financial Year starts from 1st April every year and concludes on 31st March, next year.

iii. Date of Book Closure

The Register of Members and Share Transfer books of the Company shall remain closed from 4th August, 2018 to 10th August, 2018 (both days inclusive), for the purpose of payment of dividend, if any and AGM.

iv. Dividend Payment date (tentative)

Credit or dispatch of dividend warrants tentatively between 16th August, 2018 to 5th September, 2018.

v. Listing on Stock Exchanges

The Equity shares of the Company are listed at the Bombay Stock Exchange Limited and the National Stock Exchange of India Limited.

Company has paid up to date listing fee to the Bombay Stock Exchange Limited and the National Stock Exchange of India limited.

Stock Code

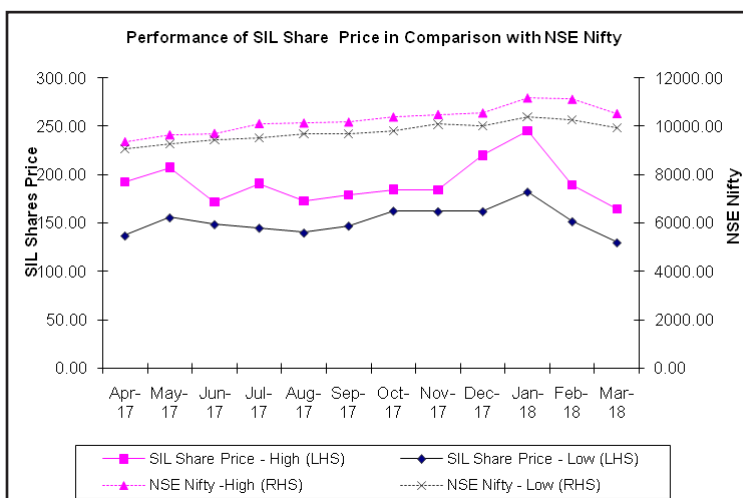
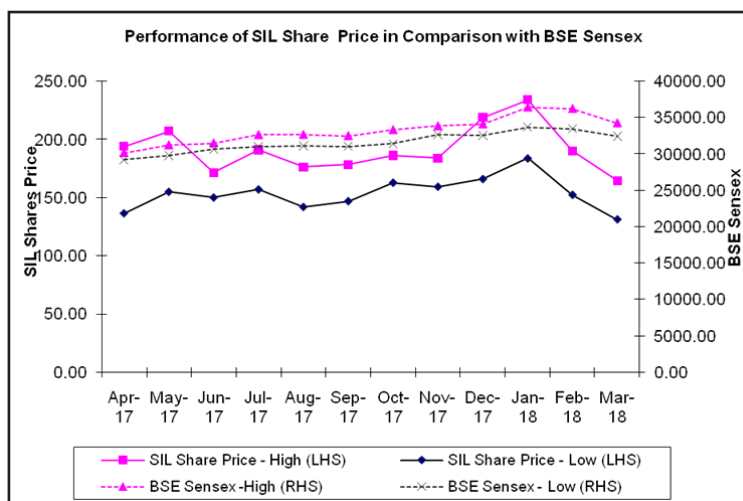
Bombay Stock Exchange Limited	516016	ISIN	INE231C01019
National Stock Exchange of India Limited	SHREYANIND	Corporate Identification Number	L17115PB1979PLC003994

vi. Market Price Data: High, Low during each month in last Financial year

The monthly high and low stock quotations during the last Financial Year at BSE and NSE are given below along with comparison to Broad Based BSE Sensex and NSE Nifty.

Month & Year	Share price at Bombay Stock Exchange Limited		Share Price at National Stock Exchange of India Ltd	
	High	Low	High	Low
Apr - 17	194.00	136.50	192.50	137.00
May - 17	207.10	155.10	207.45	155.55
Jun - 17	171.20	150.20	171.95	148.65
Jul - 17	191.00	157.20	191.00	145.00
Aug - 17	176.00	142.00	172.90	140.00
Sep - 17	178.15	147.00	179.00	147.10
Oct - 17	186.25	163.00	184.80	162.45
Nov - 17	183.85	159.50	184.50	161.90
Dec - 17	219.00	166.20	220.00	161.95
Jan - 18	234.00	184.00	245.00	181.95
Feb - 18	190.00	152.50	189.75	151.65
Mar - 18	164.50	131.25	165.00	130.00

vii. Performance in comparison to broad-based indices such as BSE Sensex, CRISIL index etc.



viii. Registrar and Share Transfer Agent

Name : Skyline Financial Services (P) Ltd.
 Address : D-153/A 1st Floor, Okhla Industrial Area, Phase -1
 New Delhi-110 020
 Phone No. : 011-40450193-97
 Fax No. : 011-26812682
 Contact Person : Mr. Subhash Aggarwal, Director / Mr. Virender Rana, Vice-President

ix. Share Transfer System

The Company's shares are in compulsory dematerialized list and are transferable through depository system. Shares in physical form are processed and approved by M/s Skyline Financial Services Pvt. Ltd., the Registrar and Transfer Agents and approved/taken note of by the Stakeholder's Relationship Committee. The physical share transfers are generally processed within a period of 15 days from the date of receipt of transfer documents by M/s Skyline Financial Services Pvt. Ltd.

Shareholders who hold shares in the physical form and wish to make Change/ nomination in respect of their shares in the company, as permitted under Companies Act, 2013 may submit the same to Registrars & Transfer Agents of the company in the prescribed Form. The said form is available on the website of the company at www.shreyansgroup.com.

x. DISTRIBUTION OF EQUITY SHARE CAPITAL AS ON : 31.03.2018

Nominal Value of Each Share : ₹10

Shareholding Nominal Value (₹)	No of Shareholders	% to Total Numbers	Shareholding Amount (₹)	% to Total Amount
Up To 5,000	20471	95.16	18036320	13.05
5,001 To 10,000	546	2.54	4341490	3.14
10,001 To 20,000	247	1.15	3641000	2.63
20,001 To 30,000	89	0.41	2247250	1.63
30,001 To 40,000	32	0.15	1151600	0.83
40,001 To 50,000	24	0.11	1130290	0.82
50,001 To 1,00,000	41	0.19	3098480	2.24
1,00,000 and Above	62	0.29	104599070	75.66
TOTAL	21512	100.00	138245500	100.00

xi. Dematerialisation of shares and Liquidity

As on 31.03.2018, 78.51% of total paid up equity shares of the Company is held with depositories in dematerialized form. The Equity shares of the Company are regularly traded at the BSE and NSE.

xii. Outstanding GDRs/ADRs/ Warrants or any Convertible instruments conversion date and likely impact on equity

The Company has not issued any GDR's/ADR's. The company has not allotted any equity share during the Financial Year 2017-18.

xiii. Location of Plants:

- (a) Shreyans Papers, Ahmedgarh, Distt. Sangrur (Punjab)
- (b) Shree Rishabh Papers, Vill. Banah, Distt. S.B.S Nagar (Punjab)

xiv. Address for correspondence:

Registered Office:

Ruchita Vij, Company Secretary
Shreyans Industries Limited
Vill. Bholapur, P.O.Sahabana,
Chandigarh Road, Ludhiana (India) -141123
Ph. (0161) 2685270, 9876100948
Email: atl@shreyansgroup.com
cs@shreyansgroup.com
Website: www.shreyansgroup.com

12. OTHER DISCLOSURES

The company is not dealing in commodity and hence disclosure relating to commodity price risks and commodity hedging activities is not applicable.

There is no Non- Compliance of any applicable requirement of Corporate Governance Report of Sub para (2) to (10) of Part C of Schedule V of the Listing Regulations.

The Company has complied with all the applicable corporate governance requirements specified in Regulations 17 to 27 with schedule II and V of Listing Regulations.

DECLARATION BY THE MANAGING DIRECTOR UNDER REGULATIONS 26(3) OF THE LISTING REGULATIONS

To,
The Members,
Shreyans Industries Ltd.
Ludhiana

I hereby confirm that all Board Members and Senior Management Personnel have affirmed compliance with the code of conduct for the Directors and Senior Management Personnel as approved by the Board, for the Financial Year ended 31st March, 2018 in terms of regulations 26(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Place : Ludhiana
Date : May 25, 2018

Rajneesh Oswal
Chairman & Managing Director
(DIN: 00002668)

CMD & CFO CERTIFICATION

To
The Members,
Shreyans Industries Ltd.,
Ludhiana

- a) We have reviewed financial statements and the cash flow statements for the year ended 31st March, 2018 and that to the best of our knowledge and belief:
 - i. these statements do not contain any materially untrue statement or omit any material fact or contains statements that might be misleading;
 - ii. these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b) There are, to the best of 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.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design of operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d) We have indicated to the Auditors and the Audit Committee
 - i. significant changes in internal control over financial reporting during the year;
 - ii. significant changes in accounting policies during the year and the same have been disclosed in the notes to the financial statements; and
 - iii. instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

Rajneesh Oswal
Chairman & Managing Director
(DIN: 00002668)
Place : Ludhiana
Date : May 25, 2018

R. K. Mahajan
Chief Financial Officer

Practising Company Secretary Certificate on Compliance with the condition of Corporate Governance

To
The Members
Shreyans Industries Ltd

We have examined the compliance of conditions of corporate governance by Shreyans Industries Limited (the company) for the year ended 31st March, 2018 as stipulated under the relevant provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. ('Listing Regulations')

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to review of procedures and implementation thereof, adopted by the company, for ensuring the compliance of the conditions of corporate governance. 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, we certify that the Company has complied with the conditions of corporate governance as stipulated in the above mentioned listing regulations, as applicable.

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 P. S. Bathla & Associates
Company Secretaries

(P. S. Bathla)
M. No. 4391
C. P. No. 2585

Place : Ludhiana
Dated : May 25, 2018

INDEPENDENT AUDITOR'S REPORT**To****The Members,****Shreyans Industries Limited****Report on the Ind AS Financial Statements.**

We have audited the accompanying Ind AS financial statements of **Shreyans Industries Limited** ('the Company'), which comprise the balance sheet as at 31st March 2018, the statement of profit and loss (including other comprehensive income), the statement of changes in equity and the statement of cash flows for the year then ended and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Ind AS 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 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 Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.

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; 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these 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 issued under section 143(11) of the Act.

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 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 Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 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 Board of Directors, as well as evaluating the overall presentation of the 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 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 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 accounting principles generally accepted in India of the state of affairs of the Company, as at 31st March 2018, and its profit, total comprehensive income, the changes in equity and the cash flows for the year ended on that date.

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", which forms a part of this report, a statement on the matters specified in the paragraph 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 purposes of our audit;
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. The balance sheet, the statement of profit and loss (including other comprehensive income), the statement of cash flows 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 Ind AS financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act, read with relevant rules issued thereunder;
 - e. On the basis of the written representations received from the directors of the Company as on 31st March 2018 taken on record by the Board of Directors, none of the Directors 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 B". Our report expresses an unmodified opinion on the adequacy and operating

effectiveness of the company's internal financial controls over financial reporting and;

- 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 Ind AS financial statements. Refer Note 36 to the Ind AS financial statements.
- (ii) The company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses; and
- (iii) There were no amounts which were to be transferred, to the Investor Education and Protection Fund by the Company.

Other Matter

The comparative financial information of the Company for the year ended 31st March, 2017 and the transition date opening balance sheet as at 01st April, 2016 included in these standalone Ind AS financial statements, are based on previously issued statutory financial statements prepared in accordance with the Companies (Accounts) Rules, 2014 (as amended) audited by the predecessor auditor whose report for the year ended 31st March, 2017 and 31st March, 2016 dated 15th May, 2017 and 24th May, 2016 respectively expressed an unmodified opinion on those standalone financial statements, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which have been audited by us.

FOR K.C. KHANNA & CO.
Chartered Accountants
(Firm Regn. No. 000481N)

Place : Ludhiana

(Abhishek Goyal)

Dated : May 25, 2018

Partner

M. No. 521575

Annexure- A to the Independent Auditors' Report

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Shreyans Industries Limited of even date)

(i) In respect of the Company's fixed assets:-

- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) According to the information and explanations given to us, the Company has adopted a policy of physical verification of fixed assets once in block of every three years. Pursuant to said policy, the company has physically verified the entire block of fixed assets during the year. In our opinion the frequency of physical verification of the fixed assets is reasonable having regard to the size of the Company and nature of its business. As explained to us, no discrepancies were noticed on such verification.
- c) According to information and explanations given to us and on the basis of our examination of records of the

company the title deeds of immovable properties are held in the name of the company.

- (ii) According to the information and explanations given to us, the inventories have been physically verified by the management at the reasonable intervals during the year. In our opinion the frequency of verification is reasonable. The discrepancies noticed on such verification were not material and have been properly dealt with in the books of account.
- (iii) According to the information and explanations given to us we report that the Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Therefore the provisions of paragraph 3(iii) of the Order are not applicable to the Company.
- (iv) According to the information and explanations given to us, the Company has complied with the requirements of the section 186 of the Companies Act, 2013 pursuant to investment made. The company has not granted loans to directors or to the person in whom directors are interested. Therefore, the provisions of section 185 of the Companies Act, 2013 are not applicable to the company.
- (v) According to the information and explanations given to us, the Company has complied with the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76, other relevant provisions of the Companies Act, 2013 and the rules framed thereunder. According to the information and explanations given to us, no order under the aforesaid sections has been passed by the Company Law Board, National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal on the Company.
- (vi) We have broadly reviewed the books of account maintained by the company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148(1) of the Act and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have, however not made a detailed examination of such records with a view to determine whether they are accurate or complete.

- (vii) (a) According to the information and explanations given to us and on the basis of the records of the Company examined by us, in our opinion, the Company has been regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess, goods and service tax and other statutory dues with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts in respect of statutory dues payable were outstanding as on the last day of the financial year concerned for a period of more than six months from the date they became payable as at 31st March, 2018.

- (b) According to the information and explanations given to us, and the records of the company examined by us, there are no dues of income tax, service tax, duty of

custom, duty of excise which have not been deposited with the appropriate authorities on account of any dispute. However according to information and explanations given to us, the following dues of duty of excise has not been deposited by the company on account of dispute:

Name of the Statute	Nature of Dues	Disputed Amount (₹ in lakhs)	Amount deposited (₹ in lakhs)	Amount Unpaid (₹ in lakhs)	Period to which relates	Forum where dispute is pending.
Central Excise Act, 1944	Excise Duty	57.64	30.32	27.32	2006-2007 to 2009-2010	Customs, Excise & Service Tax Appellate Tribunal, Chandigarh
Central Excise Act, 1944	Excise Duty	1.45	0.93	0.53	Various years from 1996-1997 to 2000-2001	Joint Commissioner, Ludhiana
Central Excise Act, 1944	Excise Duty	1.43	-	1.43	2004-2005	Assistant Commissioner, Phagwara
Central Excise Act, 1944	Excise Duty	4.72	-	4.72	2012-2013 to 2015 to 2016	CESTAT, Chandigarh
Central Excise Act, 1944	Excise Duty	49.25	49.25	-	2002-2003	CESTAT, Chandigarh
Punjab VAT Act, 2005	Sales Tax	4.00	1.00	3.00	2016-2017	High Court, Chandigarh
Central Excise Act, 1944	Excise Duty	73.77	11.54	62.23	2003-2004 to 2008 to 2009	Commissioner Appeals, Ludhiana
Punjab VAT Act, 2005	CST	17.39	4.35	13.04	2011-2012	VAT Tribunal
Punjab VAT Act, 2005	VAT	15.25	3.81	11.44	2012-2013	DETC Appeals

(viii) According to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings to a financial institution bank or government. The Company has not issued any debentures during the year or in the preceding year.

(ix) In our opinion and according to the information and explanations given to us, the term loans taken during the year by the Company have been applied for the purpose for which they were raised. The company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year.

(x) According to the information and explanations given to us, no fraud on or by the company or on the company by its officers or employees has been noticed or reported during the course of our audit.

(xi) According to the information and explanations given to us and based on the records of the company, the company has paid / provided for the managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

(xii) According to the information and explanations given to us, the company is not a Nidhi Company. Therefore the provisions of paragraph 3(xii) of the order are not applicable.

(xiii) According to the information and explanations given to us, and based on our examinations of the records of the company, transactions with the related parties are in compliance with section 177 and section 188 of the Act, where applicable and the details of the transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) According to the information and explanations given to us, the company has not made preferential allotment or private placement of shares or fully or partly convertible debentures during the financial year under audit. Thus the provisions of paragraph 3 (xiv) of the Order are not applicable.

(xv) According to information and explanations given to us, and based on our examination of the records of the company, the company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, provisions of paragraph 3 (xv) of the Order are not applicable.

(xvi) According to the information and explanations given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Annexure- B to the Independent Auditors' Report

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the members of Shreyans Industries Limited 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 control over financial reporting of Shreyans Industries Limited ("the Company") as of 31st March 2018 in conjunction with our audit of Ind AS financial statements of company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company 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, 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.

Auditor's 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were 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 judgment, including the assessment of the risks of material misstatement of the Ind AS 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 authorizations of management and directors of the company; and
3. provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the 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 explanation 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 31st March, 2018 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 K.C. KHANNA & CO.

Chartered Accountants
(Firm Regn. No. 0004815N)

Place : Ludhiana
Dated : May 25, 2018

(Abhishek Goyal)
Partner
M. No. 521575

BALANCE SHEET AS AT 31ST MARCH 2018

(₹ in lakhs)

	Note No.	As at 31 st March 2018	As at 31 st March 2017	As at 1 st April 2016
ASSETS				
(1) Non-current assets				
(a) Property, Plant and Equipment	3	16,864.29	14,748.02	13,870.47
(b) Capital work-in-progress		723.95	329.17	886.66
(c) Intangible Assets	3	3.35	3.90	4.43
(d) Financial Assets				
i Investments	4	51.78	49.87	49.54
ii Loans	5	3.66	2.83	1.66
iii Others financial assets	6	12.34	120.89	121.90
(e) Other Non Current assets	7	553.05	936.95	383.09
Total Non-current assets		18,212.42	16,191.63	15,317.75
(2) Current assets				
(a) Inventories	8	3,369.53	2,906.61	2,640.21
(b) Financial Assets				
i Investments	9	4,595.97	4,273.98	2,152.79
ii Trade receivables	10	3,962.40	2,457.54	3,509.57
iii Cash and Cash equivalents	11	31.42	34.41	70.52
iv Other Bank Balances (other than iii above)	12	366.20	285.48	342.70
v Loans	13	37.77	78.87	157.88
vi Other financial assets	14	119.73	145.22	283.24
(c) Current tax assets (Net)	28	-	54.05	-
(d) Other current assets	15	282.31	550.48	610.12
Total Current assets		12,765.33	10,786.64	9,767.03
TOTAL ASSETS		30,977.75	26,978.27	25,084.78
EQUITY AND LIABILITIES				
Equity				
a) Equity Share capital	16	1,382.47	1,382.47	1,382.47
b) Other Equity	17	14,074.38	11,138.99	8,914.19
Total Equity		15,456.85	12,521.46	10,296.66
Liabilities				
(1) Non-current liabilities				
(a) Financial Liabilities				
i Borrowings	18	2,144.27	1,805.02	2,209.58
ii Other financial liabilities	19	9.79	-	-
(b) Provisions	20	660.37	817.86	885.86
(c) Deferred tax liabilities (Net)	21	3,071.42	2,851.66	2,316.31
(d) Other non-current liabilities	22	156.84	154.10	148.27
Total Non-current liabilities		6,042.69	5,628.64	5,560.02
(2) Current liabilities				
(a) Financial Liabilities				
i Borrowings	23	1,700.11	1,713.75	2,774.66
ii Trade payables	24	4,479.34	3,461.35	3,889.69
iii Other financial liabilities	25	2,527.51	3,033.36	1,969.48
(b) Other current liabilities	26	559.39	500.37	377.10
(c) Provisions	27	112.23	119.34	98.18
(d) Current tax liabilities (Net)	28	99.63	-	118.99
Total Current liabilities		9,478.21	8,828.17	9,228.10
TOTAL EQUITY AND LIABILITIES		30,977.75	26,978.27	25,084.78

See accompanying notes forming part of the financial statements

As per our report of even date attached
For K.C. KHANNA & CO
Chartered Accountants
(Firm Regn. No. 000481N)

For and on behalf of the Board of Directors

(ABHISHEK GOEL)
Partner
M.No. 521575

(R.K. MAHAJAN)
C F O

(RUCHITA VIJ)
Company Secretary

(ANIL KUMAR)
Executive
Director & CEO
DIN 00009928

(VISHAL OSWAL)
Vice Chairman &
Managing Director
DIN 00002678

(RAJNEESH OSWAL)
Chairman &
Managing Director
DIN 00002668

PLACE : Ludhiana
DATE : May 25, 2018



STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2018

(₹ in lakhs)

	Note No.	For the year ended 31st March 2018	For the year ended 31st March 2017
I Revenue from operations	29	46,971.88	44,605.10
II Other Income	30	459.18	482.41
III Total Income(I + II)		47,431.06	45,087.51
IV Expenses :			
Cost of materials consumed	31	22,975.12	21,283.34
Changes in inventories of finished goods and work-in-progress	32	(180.94)	54.18
Excise duty on sales of goods (refer Note 44)		614.41	2,601.68
Employee benefits expense	33	4,953.05	4,481.16
Finance costs	34	559.90	591.02
Depreciation and amortization expense	3	878.46	794.70
Other expenses	35	13,028.23	10,493.62
Total Expenses (IV)		42,828.23	40,299.70
V Profit before exceptional items and tax (III-IV)		4,602.83	4,787.81
VI Exceptional Item (Refer note 45)		-	911.83
VII Profit before tax (V-VI)		4,602.83	3,875.98
VIII Tax expense:			
1) Current tax		1,276.25	796.42
2) Tax adjustments of earlier years		23.87	83.31
3) Deferred tax		184.45	484.76
IX Profit for the year (VII-VIII)		3,118.26	2,511.49
X Other Comprehensive Income			
A (i) Items that will not be reclassified to profit or loss		102.02	(133.08)
(ii) Income tax relating to items that will not be reclassified to profit or loss		(35.31)	46.06
B (i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
Total Other Comprehensive Income/(loss)		66.71	(87.02)
XI Total Comprehensive Income for the period (IX+X)		3,184.97	2,424.47
XII Earning per equity share in ₹ (Face Value of ₹10 each)			
i) Basic		22.56	18.17
ii) Diluted		22.56	18.17

See accompanying notes forming part of the financial statements

As per our report of even date attached

For K.C. KHANNA & CO
Chartered Accountants
(Firm Regn. No. 000481N)(ABHISHEK GOEL)
Partner
M.No. 521575(R.K. MAHAJAN)
C F O(RUCHITA VIJ)
Company Secretary(ANIL KUMAR)
Executive
Director & CEO
DIN 00009928(VISHAL OSWAL)
Vice Chairman &
Managing Director
DIN 00002678(RAJNEESH OSWAL)
Chairman &
Managing Director
DIN 00002668PLACE : Ludhiana
DATE : May 25, 2018

For and on behalf of the Board of Directors

STATEMENT OF CHANGES IN EQUITY

(₹ In lakhs)

PARTICULARS	Equity share capital	Other Equity					Total
		Reserves and Surplus				Other comprehensive income/(loss)	
		Capital reserve	Securities premium reserve	General reserve	Retained Earnings		
As at 1 st April 2016	1,382.47	2.10	1,923.75	3,896.69	3,091.65	-	10,296.66
Dividend for the year ended 31 st March 2016 (₹1.20 per share)					(165.90)		(165.90)
Dividend Distribution Tax on above					(33.77)		(33.77)
Profit for the year transferred from statement of profit and loss					2,511.49		2,511.49
Other Comprehensive Income for the year (net of income tax)						(87.02)	(87.02)
As at 31st March 2017	1,382.47	2.10	1,923.75	3,896.69	5,403.47	(87.02)	12,521.46
As at 1 st April 2017	1,382.47	2.10	1,923.75	3,896.69	5,403.47	(87.02)	12,521.46
Dividend for the year ended 31 st March 2017 (₹1.50 per share)					(207.37)	-	(207.37)
Dividend Distribution Tax on above					(42.21)	-	(42.21)
Profit for the year transferred from statement of profit and loss					3,118.26	-	3,118.26
Other Comprehensive Income for the year (net of income tax)						66.71	66.71
As at 31st March 2018	1,382.47	2.10	1,923.75	3,896.69	8,272.15	(20.31)	15,456.85

As per our report of even date attached
For K.C. KHANNA & CO
Chartered Accountants
(Firm Regn. No. 000481N)

For and on behalf of the Board of Directors

(ABHISHEK GOEL)
Partner
M.No. 521575

(R.K. MAHAJAN)
C F O

(RUCHITA VIJ)
Company Secretary

(ANIL KUMAR)
Executive
Director & CEO
DIN 00009928

(VISHAL OSWAL)
Vice Chairman &
Managing Director
DIN 00002678

(RAJNEESH OSWAL)
Chairman &
Managing Director
DIN 00002668

PLACE : Ludhiana
DATE : May 25, 2018

CASH FLOW STATEMENT

(₹ in lakhs)

	For the year ended 31 st March 2018	For the year ended 31 st March 2017
A CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax as per statement of profit and loss	4602.83	3875.98
Adjustment for :		
Depreciation and amortisation expense	878.46	794.70
Interest Income	(82.67)	(107.93)
Dividend income from non current investments	(0.02)	(0.05)
Loss/(gain) on sale of current investments (Net)	(167.89)	(94.62)
Loss/ (gain) on Financials assets measured at FVTPL	(50.72)	(181.29)
Interest expenses	479.03	481.87
Loss / (gain) on sale/discard of PPE (Net)	104.14	(3.08)
Amortisation of Other Financial Assets	2.73	4.51
Allowances for doubtful trade receivables and advances written back	(49.35)	(6.21)
Excess allowances of Investment written back	—	(0.42)
Provisions no longer required written back	(1.07)	(6.67)
Bad debts written off (net)	48.23	3.40
	1160.87	884.21
Operating Profit Before Working Capital Changes	5763.70	4760.19
Adjustment for		
(Increase)/ Decrease in trade and other receivables	(1130.34)	1367.72
(Increase)/ Decrease in Inventories	(462.92)	(266.40)
Increase/(Decrease) in trade and other payables	301.63	519.83
Cash generated from operations	4472.07	6381.34
Direct taxes paid (Net of refund)	(1146.44)	(956.12)
Net Cash from operating activities	3325.63	5425.22
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant and Equipments	(3581.88)	(1141.39)
(Increase)/ Decrease in capital advance	407.68	(555.03)
(Purchase)/Proceeds (of)/from investment	(105.29)	(1845.19)
Proceeds from sale of Property, Plant and Equipments	80.94	22.41
Dividend received	0.02	0.05
Interest received	125.24	67.84
(Increase)/Decrease in Bank Balances	(80.72)	58.61
Net cash used (in)/from investing activities	(3154.01)	(3392.70)
C CASH FLOW FROM FINANCING ACTIVITIES		
(Payments)/Proceeds (of)/from long term debt (Net)	532.72	(355.09)
(Payments)/Proceeds (of)/from current borrowings (Net)	(13.64)	(1060.92)
Interest Paid	(454.17)	(459.41)
Dividend Paid (including taxes)	(239.52)	(193.21)
Net cash used (in)/from financing activities	(174.61)	(2068.63)
Net increase in cash and cash equivalents	(2.99)	(36.11)
Cash and cash equivalents at beginning of year	34.41	70.52
Cash and cash equivalents at the end of year	31.42	34.41

See accompanying notes forming part of the financial statements

As per our report of even date attached
For K.C. KHANNA & CO
Chartered Accountants
(Firm Regn. No. 000481N)

For and on behalf of the Board of Directors

(ABHISHEK GOEL)
Partner
M.No. 521575

(R.K. MAHAJAN)
C F O

(RUCHITA VIJ)
Company Secretary

(ANIL KUMAR)
Executive
Director & CEO
DIN 00009928

(VISHAL OSWAL)
Vice Chairman &
Managing Director
DIN 00002678

(RAJNEESH OSWAL)
Chairman &
Managing Director
DIN 00002668

PLACE : Ludhiana
DATE : May 25, 2018

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018**1 Corporate Information**

Shreyans Industries Limited ("the Company") is a public company domiciled in India and incorporated on 11th June, 1979 under the provisions of the Companies Act, 1956. The name of the company at its incorporation was Shreyans Paper Mills Ltd. and subsequently changed to Shreyans Industries Limited on 20th October 1992. The company is engaged in the manufacturing of Writing and Printing Paper. The Company caters to both domestic and international market. The equity shares of the Company are listed on National Stock Exchange of India Limited (NSE) and Bombay Stock Exchange Limited (BSE).

The registered office of the company is situated at Village Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana-141123, Punjab.

The financial statements are approved for issue by the Company's Board of Directors on 25th May, 2018.

2 (i) Significant Accounting Policies**(a) Statement of Compliance**

The financial statements of the company have been prepared in accordance with and to comply in all material aspects to the Indian Accounting Standards (IndAS) specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, and the relevant provisions of the Act, as applicable.

The company has adopted all the IndAS standards and the adoption was carried out in accordance with IndAS 101 First time adoption of Indian Accounting Standards. Up to the year ended 31st March, 2017, the company prepared its financial statements in accordance with the requirements of Previous GAAP which includes accounting standards notified under the Companies (Accounting Standard) Rules, 2006. These are company's first IndAS financial statement. The date of transition to IndAS is April 1, 2016. The detail of optional exemption and certain exemption availed on first time adoption are mentioned in "Note no. 53 on First time Adoption" forming part of financial statements. Further, the effect of transition from previous GAAP to IndAS on the financial position, financial performance and cash flow has also been explained in the note.

Amounts for the year ended and as at March 31, 2017 were audited by previous auditors, S.C. Vasudeva & Co.

(b) Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention on accrual basis except for certain financial instruments which are measured at fair value, the provisions of the Companies Act, 2013('the Act') (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI). The IndAS are prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

(c) Functional and Presentation currency

The functional currency of the company is Indian rupee (INR). These financial statements are presented in Indian rupees. All amounts have been rounded off to the nearest rupee (INR) unless otherwise indicated.

(d) Use of estimates and judgements

The preparation of financial statements, in conformity with IndAS requires management to make estimates, judgements and assumptions. These estimates, judgements and assumptions effect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. The application of accounting policies that require critical accounting estimates involving complex and subjective judgement and use of assumption in these financial statements have been disclosed in notes. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management become aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made, and if material their effects are disclosed in the notes to the financial statements.

(e) Revenue Recognition**i) Sale of goods:**

Revenue from sale of goods is recognised at the time of transfer of all significant risks and rewards of ownership to the buyer and when the company does not retain effective control on the goods transferred to a degree usually associated with ownership; and cost has been incurred and it is probable that the economic benefit will flow to the company and the amount of revenue can be measured reliably.

In accordance with IndAS 18 on "Revenue" and Schedule III of the Companies Act, 2013, Sales for the previous year ended 31 March 2017 and for the period 1 April to 30 June 2017 were reported gross of Excise Duty and net of VAT/ CST. Excise Duty was reported as a separate expense line item. Consequent to the introduction of Goods and Services Tax (GST) with effect from 1 July 2017, VAT/CST, Excise Duty etc. have been subsumed into GST and accordingly the same is not recognised as part of sale.

ii) Export Incentives

The revenue in respect of export benefits is recognised on post export basis at the rate at which the entitlements accrue.

iii) Dividend

Dividend income from investment is recognised when the right to receive the payment is established.

iv) Interest**Interest from customer**

Revenue from interest is recognised on a time proportion basis taking into account the amount outstanding and rate applicable.

Other Interest

Interest income is recognised using effective interest rate (EIR).

v) Insurance and other claims

Insurance and other claims are recognized when there exist no significant uncertainty with regard to the amount to be realized and the ultimate collection thereof.

(f) Employee Benefits**i) Short Term Employee benefit:**

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised on an undiscounted accrual basis during the year when the employees render the services. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related services.

ii) Defined Contribution plan**Provident Fund:**

Employees receive benefit in the form of Provident fund which is a defined contribution plan. The company has no obligation, other than the contribution payable to the provident fund. The company recognises contribution payable to the provident fund scheme as an expense, when an employee renders the related service.

iii) Defined Benefit plan**Gratuity:**

The Company provides for gratuity a defined benefit retirement plan "The gratuity plan" covering eligible employees. The Gratuity Plan provides for lump sum payment to vested employee at retirement, death, incapacitation or termination of employee of an amount based on the respective employees' salary and the tenure of employment with the company.

Liability with regard to Gratuity Plan is determined by actuarial valuation, performed by an independent actuary at each Balance sheet date using the project unit credit method.

The company fully contributes all ascertained liabilities to the SIL-Group Gratuity Trust. Trustees administer contributions made to the trust and Contributions are invested in a scheme with Life Corporation of India as permitted by Indian Law.

The Company recognises the net obligation of a defined plan in its Balance sheet as an asset or liability. Gains and losses through re-measurements of the net defined benefit liability/(asset) are recognized in other comprehensive income and are not reclassified to profit or loss in subsequent periods. The actual return of the portfolio of plan assets, in excess of the yields computed by applying the discount rate used to measure the defined benefit obligations is recognized in Other Comprehensive Income.

iv) Compensated absences

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as a liability at the present value of the defined benefit obligation at the Balance Sheet date. The cost of providing benefits is determined using projected unit credit method, with actuarial valuations being carried out at each Balance sheet date. Actuarial gain/loss are recognised in the statement of profit or loss in the period in which they occur.

(g) Property, Plant and Equipment

As transition to Ind As, the company has elected to continue with the carrying value of all items of its property, plant and equipment measured as per previous GAAP as at 1st April, 2016 as the deemed cost on the date of transition.

Freehold land is stated at cost and not depreciated. All other items of Property, plant and equipment are stated at cost less accumulated depreciation and impairment if any. The Cost of an item of Property, Plant and Equipment comprises:

- its purchase price net of recoverable taxes where applicable and any attributable expenditure (directly or indirectly) for bringing the asset to its working condition for its intended use.
- Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably.
- Initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, if any, the obligation for which an entity incurs either when the item is acquired or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period.

Depreciation on property plant and equipment is provided on Straight Line Method on the basis of useful lives of such assets specified in Part C of Schedule II to the Companies Act, 2013.

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as capital advances under other non-current assets and the cost of assets not put to use before such date are disclosed under 'Capital work-in-progress'. The depreciation method, useful lives and residual value are reviewed periodically and at the end of each reporting period.

The cost and related accumulated depreciation are eliminated from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the statement of profit and loss. Assets to be disposed off are reported at the lower of the carrying value or the fair value less cost to sell.

(h) Intangible assets

Intangible assets are stated at cost less accumulated amount of amortisation and impairment if any. Intangible assets are amortised over their respective individual estimated useful lives on a straight line basis, from the date that they are available for use. The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence etc. The amortization method, estimated useful lives are reviewed periodically and at end of each reporting period.

(i) Inventories

Inventories are valued at cost or net realisable value whichever is lower. The cost in respect of various items of inventories is computed as under:

a) Raw Material and Components	First in First out method plus direct expenses
b) Stores and Spares	Weighted Average method plus direct expenses
c) Work-in-progress	Cost of material plus Conversion cost depending upon the stage of completion.
d) Finished Goods	Cost of material plus conversion cost, packing cost, and other overheads incurred to bring the goods to their present conditions and location.
e) Material in Transit	Actual cost plus direct expenses to the extent incurred.

(j) Government Grants

The government grants are recognised only when there is a reasonable assurance of compliance that conditions attached to such grants shall be complied with and it is reasonably certain that the ultimate collection will be made.

Government grants related to revenue are recognised on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs which they are intended to compensate.

Government grant in relation to fixed asset is treated as deferred income and is recognised in the statement of profit and loss on a systematic basis over the useful life of the asset.

(k) Borrowing costs

Borrowing costs that are directly attributable to the acquisition or construction of a qualifying asset are capitalised as a part of cost of such asset. Qualifying asset is one that takes substantial period of time to get ready for its intended use. All other borrowing costs are recognised as expenditure in the period in which these are incurred. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange difference to the extent regarded as an adjustment to the borrowing cost.

(l) Leases

Leases under which the company assumes substantially all the risks and rewards of ownership are classified as finance leases. All other leases are classified as operating lease.

Lease payments under operating leases are recognized as an expense on a straight line basis in the statement of profit and loss over the term of lease.

(m) Foreign currency transactions

Transactions in foreign currency are recorded, on initial recognition in the functional currency, by applying to the foreign currency amount the SPOT exchange rate between the functional currency and the foreign currency at the date of the transaction.

Monetary items denominated in foreign currency are translated using the closing exchange rate as on balance sheet date.

Non-monetary items are measured in terms of historical cost in a foreign currency is translated using the exchange rate at the date of the transaction.

Exchange differences arising on the settlement of monetary items or on reporting of monetary items at rates different from rates at which these were translated on initial recognition during the period or reported in previous financial statements as recognised in the statement of profit or loss in the period in which they arise.

Foreign exchange differences regarded as an adjustment to borrowing costs are presented in the statements of profit and loss, within finance cost. All other foreign exchange gains and losses are presented in the statement of profit and loss on net basis.

(n) Accounting for taxes on income

Income tax expense comprises of current and deferred income tax. Income tax expense is recognized in net profit in the statement of profit and loss except to the extent that it relates to items recognised directly in equity, in which case it is recognized in other comprehensive income.

Current income tax for current and prior periods is recognized at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled.

The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date.

A deferred income tax asset is recognized only to the extent that it is probable that future taxable profit will be available against which the deductible temporary difference and tax losses can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

The company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period for which the MAT credit can be carried forward for set off against the normal tax liability. The said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT credit entitlement grouped with deferred tax assets (net) in the financial statement.

(o) Earnings Per Share

Basic Earning per share is computed by dividing the net profit or loss for the period attributable to equity shareholders of the company by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earning per share, the net profit or loss for the period attributable to equity shareholder is divided by the weighted average number of shares outstanding during the period after adjusting for the effects of all dilutive potential equity shares, if any.

(p) Dividend

Final dividends on shares are recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the company's Board of Directors.

(q) Financial Instruments

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

i. Initial Recognition and measurement

All financial assets and liabilities are recognized at fair value on initial recognition.

Transaction cost in relation to financial assets and financial liabilities other than those carried at fair value through profit or loss (FVTPL) are added to the fair value on initial recognition.

Transaction cost that are directly attributable to the acquisition or issue of financial assets and financial liabilities, that are carried at fair value through profit or loss are immediately recognized in the statement of profit or loss.

ii. Subsequent measurement

➤ Non-derivative financial instruments

1. Financial assets carried at amortised cost

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

2. Financial assets at fair value through other comprehensive income

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The company has made an irrevocable election for its investment which are classified as equity instruments to present the subsequent changes in fair value in other comprehensive income based on its business model. Further, in cases where the company has made an irrevocable election based on its business model, for its investment which are classified as equity instruments, the subsequent changes in fair value are recognized in other comprehensive income.

3. Financial assets at fair value through profit or loss

A financial asset which is not classified in any of the above categories is subsequently measured at fair value through profit or loss.

4. Financial liabilities

The financial liabilities are subsequently carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

➤ Derivative financial instruments

The Company holds derivative financial instruments such as foreign exchange forward and option contracts to mitigate the risk of changes in exchange rates on foreign currency exposures. The counter-party for these contracts is generally a bank.

This category has financial assets or liabilities which are not designated as hedges.

Although the Company believes that these derivatives constitute hedges from an economic perspective, they may not qualify for hedge accounting under Ind AS 109, Financial Instruments. Any derivative that is either not designated a hedge, or is so designated

but is ineffective as per Ind AS 109, is categorized as a financial asset or financial liability, at fair value through profit or loss.

Derivatives not designated as hedges are recognized initially at fair value and attributable transaction costs are recognized in net profit in the statement of profit and loss when incurred. Subsequent to initial recognition, these derivatives are measured at fair value through profit or loss and the resulting exchange gains or losses are included in other income/other expenses. Assets/liabilities in this category are presented as current assets/current liabilities if they are either held for trading or are expected to be realized within 12 months after the balance sheet date.

➤ **Cash Flow Hedge**

The Company has not designated derivative financial instruments as cash flow hedges.

➤ **Equity Share capital**
Equity Shares

Equity shares issued by the company are classified as equity. Incremental costs directly attributable to the issuance of new ordinary shares and share options are recognized as a deduction from equity, net of any tax effects.

Derecognition of financial instruments

A financial asset is derecognized when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109.

A financial liability is derecognized when the obligation specified in the contract is discharged or cancelled or expires.

Fair value of financial instruments

The fair value of financial instruments is determined using the valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

Based on the three level fair value hierarchy, the methods used to determine the fair value of financial assets and liabilities include quoted market price, discounted cash flow analysis and valuation certified by the external valuer.

In case of financial instruments where the carrying amount approximates fair value due to the short maturity of those instruments, carrying amount is considered as fair value.

(r) **Impairment of fixed assets**

i) **Financial assets**

The company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL. For all other financial assets, expected credit losses are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognised is recognized as an impairment gain or loss in statement of profit or loss.

ii) **Impairment of property, plant and equipment and intangible assets**

Property, plant and equipment and intangible assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the CGU (Cash Generating Unit) to which the asset belongs.

If such assets are considered to be impaired, the impairment to be recognized in the statement of profit and loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated depreciation) had no impairment loss been recognized for the asset in prior years.

(s) **Cash flow statement**

The cash flow statement is prepared in accordance with the Indian Accounting Standard (Ind AS) – 7 “Statement of Cash flows” using the indirect method for operating activities.

(t) **Cash and cash equivalent**

Cash and cash equivalent for the purpose of statement of cash flows include bank balances, where the original maturity is three months or less. Other short term highly liquid investments that are readily convertible into cash and which are subject to an insignificant risk of changes in value. Bank overdraft are included as a component of cash and cash equivalent for the purpose of statement of cash flow.

(u) **Provisions and Contingent Liabilities**

A provision is recognized if, as a result of past event, the company has a present obligation (legal or constructive) and on management judgement that is reasonably estimable and it is probable that an outflow of economic benefits will be required to settle the obligation.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as finance cost.

Contingent liability is disclosed in the case of:

- A present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- A present obligation arising from past events, when no reliable estimate is possible;
- A possible obligation arising from past events, unless the probability of outflow of resources is remote.

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets.

Provisions, contingent liabilities, contingent assets and commitments are reviewed at each balance sheet date.

(v) Current and Non –current classification

All the assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle.

Assets

An asset is classified as current when it satisfies any of the following criteria:

- i) It is expected to be realised in, or is intended for sale or consumption in, the Company's normal operating cycle
- ii) It is held primarily for the purpose of being traded
- iii) It is expected to be realised within 12 months after the reporting date or
- iv) It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current financial assets. All other assets are classified as non-current.

Liabilities

A liability is classified as current when it satisfies any of the following criteria

- i) It is expected to be settled in the Company's normal operating cycle
- ii) It is held primarily for the purpose of being traded
- iii) It is due to be settled within 12 months after the reporting date or
- iv) The Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include current portion of non-current financial liabilities. All other liabilities are classified as non –current.

The Company has ascertained its operating cycle as 12 months for the purpose of current / non-current classification of assets and liabilities. This is based on the nature of products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents.

2 (ii) Critical accounting estimates

➤ Useful lives of property, plant and equipment

The estimated useful lives of property, plant and equipment are based on a number of factors including the effects of obsolescence, internal assessment of user experience and other economic factors (such as the stability of the industry, and known technological advances) and the level of maintenance expenditure required to obtain the expected future cash flows from the asset.

The Company reviews the useful life of property, plant and equipment at the end of each reporting date.

➤ Recoverable amount of property, plant and equipment

The recoverable amount of property plant and equipment is based on estimates and assumptions regarding the expected market outlook and expected future cash flows. Any changes in these assumptions may have a material impact on the measurement of the recoverable amount and could result in impairment.

➤ Post-retirement benefit plans

Employee benefit obligations are measured on the basis of actuarial assumptions including any changes in these assumptions that may have a material impact on the resulting calculations.

➤ Recognition of deferred tax assets

Recognition of deferred tax assets depends upon the availability of future profits against which tax losses carried forward can be used.

2 (iii) Recent Accounting pronouncements:

a) Appendix B to Ind AS 21, Foreign currency transactions and advance consideration:

On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Companies (Indian Accounting Standards) Amendment Rules, 2018 containing Appendix B to Ind AS 21, "Foreign Currency Transactions and Advance Consideration" which clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income is the date on which an entity initially recognises the non-monetary asset or non-monetary liability arising from the payment or receipt of advance consideration.

The amendment is applicable for annual reporting periods beginning on or after April 1, 2018. The Company is evaluating the impact of this amendment on its financial statements.

b) Ind AS 115- Revenue from Contract with Customers:

On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Ind AS 115, Revenue from Contract with Customers. The

core principle of the new standard is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

Specifically, the standard introduces a 5-step approach to revenue recognition:

Step 1: Identify the contract(s) with a customer

Step 2: Identify the performance obligation in contract

Step 3: Determine the transaction price

Step 4: Allocate the transaction price to the performance obligations in the contract

Step 5: Recognise revenue when (or as) the entity satisfies a performance obligation

Under Ind AS 115, an entity recognises revenue when (or as) a performance obligation is satisfied, i.e. when 'control' of the goods or services underlying the particular performance obligation is transferred to the customer.

Further the new standard requires enhanced disclosures about the nature, amount, timing and uncertainty of revenue and cash flows arising from the entity's contracts with customers.

The effective date for adoption of Ind AS 115 is financial periods beginning on or after April 1, 2018.

Note 3: Property, Plant and Equipment

(₹ In lakhs)

GROSS BLOCK				
PARTICULARS	As at 01 April 2017	Additions during the year	Dispos als/ Discard	As at 31 March 2018
A. Tangible assets				
Freehold land	380.74	-	-	380.74
Buildings	1,810.41	221.14	0.30	2,031.25
Plant and Equipments	12,744.02	2,640.78	153.54	15,231.26
Office equipments	40.04	12.14	1.05	51.13
Furniture and fixtures	36.81	6.43	0.17	43.07
Vehicles	535.68	306.62	55.79	786.51
Subtotal	15,547.70	3,187.11	210.85	18,523.96
B. Intangible assets				
Computer Software	4.43	-	-	4.43
Subtotal	4.43	-	-	4.43
Grand total (A + B)	15,552.13	3,187.11	210.85	18,528.39

DEPRECIATION / AMORTISATION					NET BLOCK	
PARTICULARS	As at 01 April 2017	For the year*	Eliminated on disposal/ discard of assets	As at 31 March 2018	Balance as at 31 March 2018	Balance as at 31 March 2017
A. Tangible assets						
Freehold land	-	-	-	-	380.74	380.74
Buildings	99.21	92.51	0.03	191.69	1,839.56	1,711.19
Plant and Equipments	590.45	664.16	2.27	1,252.34	13,978.92	12,153.56
Office equipments	9.25	9.73	-	18.98	32.15	30.80
Furniture and fixtures	5.89	6.21	-	12.10	37.97	30.92
Vehicles	94.88	113.15	23.47	184.56	601.95	440.80
Subtotal	799.68	885.76	25.77	1,659.67	16,864.29	14,748.02
B. Intangible assets						
Computer Software	0.53	0.55	-	1.08	3.35	3.90
Subtotal	0.53	0.55	-	1.08	3.35	3.90
Grand total (A + B)	800.21	886.31	25.77	1,660.75	16,867.64	14,751.92

* Depreciation/Amortisation for the year	886.31
Amount transferred from deferred revenue on account of capital grant against PPE	(7.85)
Depreciation/Amortisation expense charged to statement of profit or loss	878.46

Note 3: Property, Plant and Equipment

(₹ In lakhs)

GROSS BLOCK/DEEMED COST				
PARTICULARS	As at 01 April 2016	Additions during the year	Dispos als/ Discard	As at 31 March 2017
A. Tangible assets				
Freehold land	380.74	-	-	380.74
Buildings	1,633.92	176.49	-	1,810.41
Plant and Equipments	11,313.90	1,443.12	13.00	12,744.02
Office equipments	20.55	19.49	-	40.04
Furniture and fixtures	35.30	1.51	-	36.81
Vehicles	486.06	58.27	8.65	535.68
Subtotal	13,870.47	1,698.88	21.65	15,547.70
B. Intangible assets				
Computer Software	4.43	-	-	4.43
Subtotal	4.43	-	-	4.43
Grand total (A + B)	13,874.90	1,698.88	21.65	15,552.13

DEPRECIATION / AMORTISATION					Net Block	
Particulars	Balance as at 01 April 2016	For the year*	Eliminated on disposal of assets	As at 31 March 2017	Balance as at 31 March 2017	Balance as at 01 April 2016
A. Tangible assets						
Freehold land	-	-	-	-	380.74	380.74
Buildings	-	99.21	-	99.21	1,711.20	1,633.92
Plant and Equipments	-	591.20	0.75	590.45	12,153.57	11,313.90
Office equipments	-	9.25	-	9.25	30.79	20.55
Furniture and fixtures	-	5.89	-	5.89	30.92	35.30
Vehicles	-	96.47	1.59	94.88	440.80	486.06
Sub Total	-	802.02	2.34	799.68	14,748.02	13,870.47
B. Intangible assets						
Computer Software	-	0.53	-	0.53	3.90	4.43
Subtotal	-	0.53	-	0.53	3.90	4.43
Grand total (A + B)	-	802.55	2.34	800.21	14,751.92	13,874.90

* Depreciation/Amortisation for the year	802.55
Amount transferred from deferred revenue on account of capital grant against PPE	(7.85)
Depreciation/Amortisation expense charged to statement of profit or loss	794.70

Notes :

1. The tangible assets are hypothecated /mortgaged to secure borrowings of the company (refer note 18)
2. The Company has elected to measure all its Property, Plant and Equipment at Previous GAAP carrying amount as at 31st March, 2016 as its deemed cost for Gross Block on the date of transition to Ind AS i.e. 1st April, 2016

The company has availed the exemption available under Ind AS 101, whereas the carrying value of Property, plant and equipment has been carried forward at the amount as determined under the previous GAAP netting of Ind AS adjustment such as government grants and processing fee etc.. Considering the FAQ issued by the ICAI, regarding application of deemed cost, the company has disclosed the cost as at 1st April 2016 net of accumulated depreciation. However, information regarding gross block of assets, accumulated depreciation has been disclosed by the company separately as follows:

(₹ in lakhs)			
Particulars	Gross Block as at 01 st April 2016	Accumulated depreciation 01 st April 2016	Net Block as at 01 st April 2016
A. Tangible assets			
Freehold land	380.74	-	380.74
Buildings	2,784.70	1,150.78	1,633.92
Plant and Equipments	21,991.97	10,678.07	11,313.90
Office equipments	153.71	133.16	20.55
Furniture and fixtures	106.28	70.98	35.30
Vehicles	868.84	382.78	486.06
Subtotal	26,286.24	12,415.77	13,870.47
B. Intangible assets			
Computer Software	30.88	26.45	4.43
Subtotal	30.88	26.45	4.43
Grand total (A + B)	26,317.12	12,442.22	13,874.90

Had the company not prepared its financial statement under the Indian Accounting standards specified Under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standard) Rules 2015, the status of Gross Block, Accumulated Depreciation and Net Block as on 31st March, 2018 would have been as under:

(₹ in lakhs)			
Particulars	Gross Block as at 31 st March 2018	Accumulated depreciation 31 st March 2018	Net Block as at 31 st March 2018
A. Tangible assets			
Freehold land	380.74	-	380.74
Buildings	3,181.79	1,342.33	1,839.56
Plant and Equipments	25,655.97	11,677.05	13,978.92
Office equipments	162.96	130.81	32.15
Furniture and fixtures	107.53	76.56	30.97
Vehicles	1,023.53	421.58	601.95
Subtotal	30,512.52	13,648.23	16,864.29
B. Intangible assets			
Computer Software	30.88	27.53	3.35
Subtotal	30.88	27.53	3.35
Grand total (A + B)	30,543.40	13,675.75	16,867.64

4 Investments (Non Current)

(₹ in lakhs)

Particulars	As at 31 March 2018	As at 31 March 2017	As at 1 April 2016
Investments carried at fair value through Profit and loss (FVTPL)			
Investment in equity instruments (quoted)			
900 (31st March 2017 : 900, 01st April 2016:900) equity shares of ICICI Bank Ltd ₹2 each fully paid)	2.51	2.27	1.94
23500 (31st March 2017: 23500, 01st April 2016 : 23500) equity shares of Fountain Tie up Pvt Ltd ₹10 each fully paid up	49.27	47.60	47.60
# 1280000 (31st March 2017: 1280000, 01st April 2016: 1280000) equity shares of Adinath Textiles Ltd ₹10 each fully paid)	-	-	-
# 50 (31st March 2017: 50, 01st April 2016 : 50) equity shares of Himachal Fibres Ltd ₹10 each fully paid up	-	-	-
# 50 (31st March 2017: 50, 01st April 2016 : 50) equity shares of Shiva Papers Ltd ₹10 each fully paid up	-	-	-
# 50 (31st March 2017: 50, 01st April 2016 : 50) equity shares of Priyadarshani Spg & Weaving Mills Ltd ₹10 each fully paid up	-	-	-
# 50 (31st March 2017: 50, 01st April 2016 : 50) equity shares of Aurangabad Paper Mill Ltd ₹10 each fully paid up	-	-	-
# 50 (31st March 2017: 50, 01st April 2016 : 50) equity shares of Pasupati Spng. & Weaving Mills Ltd ₹10 each fully paid up	-	-	-
Investment in equity instruments (unquoted)			
# 5 (31st March 2017: 5, 01st April 2016 : 5) equity shares of Raheja Chamber Premises Society Ltd ₹50 each fully paid up	-	-	-
# 1 (31st March 2017: 1, 01st April 2016 : 1) equity shares of The Karnal Sugar Co-operative Sugar Ltd ₹10 each fully paid up	-	-	-
Total	51.78	49.87	49.54
1. Aggregate amount of quoted investments	51.78	49.87	49.54
2. Aggregate market value of quoted investments	71.13	67.15	28.65
3. Aggregate amount of unquoted investments	-	-	-
4. Aggregate provision made for diminution in value of Investments	203.60	203.60	203.60
# The Company had made provision of ₹203.60 lakhs for decline other than temporary for long term investment made in equity shares of various companies in accordance with the provisions of "Accounting Standards AS'13" on "Accounting for Investments" under the previous GAAP. The Company has decided to state these non-current investments at impaired value i.e. net of 'provisions for decline in value' made in earlier years in the absence of certainty of realisation.			
5 Financial Asset: Loans			
Financial assets at amortized cost (unsecured considered good, unless otherwise stated)			
Employee Loans	3.66	2.83	1.66
	3.66	2.83	1.66
6 Other financial assets			
Financial assets at amortized cost (unsecured considered good, unless otherwise stated)			
Deposits with Banks with maturity period more than 12 months*	10.45	116.05	117.45
Interest accrued on fixed deposits	1.89	4.84	4.45
	12.34	120.89	121.90

* Includes ₹10.45 lakhs as on 31.03.2018, ₹116.05 lakhs (31.03.2017) , ₹117.45 lakhs (01.04.2016)
(kept as Fixed Deposits against Bank Guarantees and Letter of Credits)

(₹ in lakhs)

PARTICULARS	As at 31 March 2018	As at 31 March 2017	As at 1 April 2016
7 Other Non Current Assets			
(Unsecured Considered Goods)			
Advances for Property, Plant and Equipment	255.02	662.70	107.67
Prepaid expenses	25.21	27.73	14.41
Balances with Statutory/Government Authorities	101.20	80.50	95.09
Deferred Expenses for Employee Benefit (Loan)	1.01	0.38	0.28
Others	170.61	165.64	165.64
	<u>553.05</u>	<u>936.95</u>	<u>383.09</u>
8 Inventories (At cost or net realizable value whichever is lower)			
Raw materials	1,430.10	1,377.84	949.78
Work in Progress	137.91	159.39	169.49
Finished Goods	280.96	85.00	131.86
Stores, Spares and components	1,484.81	1,204.39	1,189.61
Material in Transit			
- Raw Material	10.71	67.24	162.33
- Store, Spares and components	25.04	12.75	37.14
	<u>3,369.53</u>	<u>2,906.61</u>	<u>2,640.21</u>

Notes:

- The cost of inventories recognised as an expense during the year was ₹24644.64 lakhs (for the year ended 31st March, 2017: ₹22799.12 lakhs).
- The mode of valuation of inventories has been stated in Note 2 (i) on Accounting policy for inventories i.e. at cost or net realisable value which ever is lower
- Inventories are hypothecated against loans repayable on demand from banks. (refer Note 23 on Borrowings)

9 Investments (current)**Investments carried at Fair value through Profit and loss (Mandatorily measured)****(i) Investment in Bonds/ Debentures (quoted)**

^ Nil NCB (31 March 17 : 15, 01 April 2016 : Nil) of 11.09% IDBI Bank Limited SR-I 11.09 BD Perpetual for value ₹10 lakh each	-	152.96	-
^ Nil NCD (31 March 17 : 15, 01 April 2016 : Nil) of OBC SR-2 10.95 BD Perpetual for value ₹10 lakh each	-	151.52	-
^ Nil NCB (31 March 17 : 8, 01 April 2016 : Nil) of BOI SR-II 11.5 BD Perpetual for value ₹10 lakh each	-	82.93	-
^ 6 NCB (31 March 17 : Nil, 01 April 2016 : Nil) of Vijaya bank Perpetual for value ₹10 lakh each	61.21	-	-

(ii) Investment in Equity Fund/Liquid Funds/Debt Funds (Quoted)

100000 units(31 March 17: 100000, 01 April 2016: 1000000) of ₹10 each fully paid-up of SBI Banking Financial Services Fund-GP	14.74	12.69	9.09
Nil units (31 March 17: Nil, 01 April 2016: 142339.637) of ₹10 each fully paid-up of SBI Dynamic Bond Fund-GP	-	-	25.80
25733.733 units (31 March 2017 :Nil, 01 April 2016 Nil) of ₹100 each fully paid-up of Birla Sunlife Balanced 95 Fund- Growth	189.64	-	-
143636.886 units (31 March 2017 :Nil, 01 April 2016 Nil) of ₹100 each fully paid-up of ICICI Prudential Balanced Fund, Direct GP	190.19	-	-
Nil Units (31 March 2017: 46943.688, 01 April 2016: Nil) of ₹1000 each fully paid-up of Kotak Low Duration Fund Standard Reg-GP	-	930.65	-

(₹ in lakhs)

PARTICULARS	As at 31 March 2018	As at 31 March 2017	As at 1 April 2016
9 Investments (current) Contd			
(ii) Investment in Equity Fund/Liquid Funds/Debt Funds (Quoted)			
919681.177 Units (31 March 17: 440625.688, 01 April 2016 Nil) of ₹10 each fully paid-up of Birla Sunlife Balanced Adv Fund-GP	457.36	210.00	-
572021.187 units (31 March 17 185356.812, 01 April 2016 Nil) of ₹10 each fully paid-up of ICICI Prudential Balanced Fund-GP	714.45	211.79	-
526842.632 units (31 March 2017 :Nil, 01 April 2016 Nil) of ₹10 each fully paid-up of Reliance Regular Saving Fund-Balanced-GP	280.99	-	-
* 11894.561 units (31 March 2017: 2743.449, 01 April 2016: Nil) of ICICI Prudential Liquid Fund -Direct Plan-GP	30.59	6.59	-
* 1023032.713 units(31 March 17:1023032.713,01 April 2016: 1023032.713) of ₹10 each fully paid-up of DSP Black Rock Income Opp.Fund -GP	292.70	274.97	250.41
* Nil units(31 March 2017 : Nil, 01 April 2016 1035609.604) of ₹10 each fully paid-up of ICICI Pru Income Plan -GP	-	-	480.58
* 263404.687 units (31 March 2017 : 263404.687,01 April 2016 263404.687) of ₹10 each fully paid-up of DSP Black Rock Bond Fund -GP	145.19	136.04	123.12
* 4196623.221 units (31 March 2017 4196623.221, 01 April 2016: 4196623.221) of ₹10 each fully paid-up of Kotak Medium Term Fund-GP	605.69	568.13	515.12
* 3134185.527 units (31 March 2017: 3134185.527,01 April 2016: Nil) of ₹10 each fully paid-up of Kotak Income Opp. Fund-GP	599.42	562.40	-
* 2349438.159 units (31 March 2017 2349438.159, 01 April 2016 2349438.159) of ₹10 each fully paid-up of ICICI Prudential Regular saving fund-GP	436.41	408.09	370.97
* Nil units (31 March 2016: 520137.398, 01 April 2016 520137.398) of ₹10 each fully paid-up of Birla Sun Life Short Term opportunity fund-GP	-	141.13	128.97
* 667405.26 units (31 March 2017: 1871807.010 01 April 2016: 1204401.748) of ₹10 each fully paid-up of Reliance Reg Savings Fund-Debt Plan-GP	161.56	424.09	248.72
* 1169179.700 units (31 March 2017 :Nil, 01 April 2016 Nil) of ₹10 each fully paid up of Birla Sunlife Corporate Bond Fund-GP	151.30	-	-
* 1466112.281 units (31 March 2017 :Nil, 01 April 2016 Nil) of ₹10 each fully paid up Franklin India Corporate Bond Opp. Fund -GP	264.53	-	-
	4,595.97	4,273.98	2,152.79
1. Aggregate amount of quoted investments	4,595.97	4,273.98	2,152.79
2. Aggregate Market Value of quoted investments	4,595.97	4,273.98	2,152.79
3. Aggregate amount of unquoted investments	-	-	-

^ These Investments are made through Portfolio management services

* Lien marked in favour of Deutsche Bank AG against the overdraft facility sanction by it.

(₹ in lakhs)

PARTICULARS	As at 31 March 2018	As at 31 March 2017	As at 1 April 2016
10 Trade receivables			
Unsecured			
Considered good	3,906.00	2,326.22	3,395.69
Considered doubtful	13.23	13.52	18.60
Loss allowances for doubtful receivables	(13.23)	(13.52)	(18.60)
Secured			
Considered good	56.40	131.32	113.88
Total	3,962.40	2,457.54	3,509.57
(Trade receivables includes ₹2.16 lakhs , (31st March 2017 ₹ Nil, 01st April 2016 ₹ Nil) due from Firms/Pvt Companies in which any director is a partner/director/member) The Company has used a practical expedient by computing the expected loss allowances for the trade receivable based on historical credit loss experience			
11 Cash and Cash equivalents			
Balance with banks in			
-Current accounts	13.29	12.48	37.26
-Cheques in hand	-	1.26	-
Cash on hand	18.13	20.67	33.26
Total	31.42	34.41	70.52
12 Other Bank Balances			
Earmarked balances with banks			
a) Balances with banks			
- In current accounts (unpaid dividend Account)	40.79	30.72	24.27
- In Fixed Deposits			
Deposits with original maturity more than 3 months and less than 12 months.	-	-	10.00
b) - In Fixed Deposits (earmarked, held as margin money and other commitments)			
-with maturity less than 3 months	143.55	81.08	22.99
-with maturity more than 3 months	192.31	289.73	402.89
Sub total	376.65	401.53	460.15
Less Disclosed as "Non Current Financial Assets"	10.45	116.05	117.45
Total	366.20	285.48	342.70
13 Financial Assets: Loans			
Financial assets at amortized cost (unsecured considered good, unless otherwise stated)			
Inter Corporate Loans	-	46.00	126.00
Employee Loans	36.84	32.53	30.66
Employee Advances	0.93	0.34	1.22
	37.77	78.87	157.88

(₹ in lakhs)

PARTICULARS	As at	As at	As at
	31 st March 2018	31 st March 2017	1 st April 2016
14 Other Financial Assets			
Financial assets at amortized cost (unsecured considered good, unless otherwise stated)			
Interest Receivable			
-Interest accrued on fixed deposits	7.43	8.92	5.47
-others	78.99	117.12	80.88
Other Recoverables			
-Considered Good	33.31	19.18	196.89
-Doubtful	-	42.72	43.85
Less allowances for doubtful advances	-	42.72	43.85
Total	119.73	145.22	283.24
15 Other current assets			
Advances to vendors	150.32	135.95	54.43
Prepaid expenses	86.28	84.58	94.07
Balances with Statutory/Government Authorities	36.26	323.20	460.78
Others	9.45	6.75	0.84
Total	282.31	550.48	610.12

16 Equity share capital

(₹ in lakhs)

PARTICULARS	As at		As at		As at	
	31 March 2018		31 March 2017		1 April 2016	
	Number	Amount	Number	Amount	Number	Amount
Authorised						
Equity shares of ₹10 each (par value)	19,000,000	1,900.00	19,000,000	1,900.00	19,000,000	1,900.00
Redeemable Cumulative Preference shares ₹10 each (par value)	100,000	10.00	100,000	10.00	100,000	10.00
Total	19,100,000	1,910.00	19,100,000	1,910.00	19,100,000	1,910.00
Issued, subscribed and fully paid-up						
Equity shares of ₹10 each (par value)	13,825,000	1,382.46	13,825,000	1,382.46	13,825,000	1,382.46
Forfeited Shares (Amount Originally paid up)		0.01		0.01		0.01
Total	13,825,000	1,382.47	13,825,000	1,382.47	13,825,000	1,382.47

a) Reconciliation of the number of equity shares and the amount outstanding at the beginning and at the end of the reporting period

(₹ in lakhs)

PARTICULARS	Equity Share Capital			
	As at		As at	
	31 st March 2018		31 st March 2017	
	Number	Amount	Number	Amount
Issued, subscribed and paid-up equity shares				
Shares and share capital outstanding at the beginning of the period	13,825,000	1,382.47	13,82,5000	1382.47
Shares and share capital issued during the period	-	-	-	-
Shares and share capital outstanding at the end of the period	13,825,000	1,382.47	13,82,5000	1382.47

b) Rights, preferences and restrictions attached to equity shares

The company presently has one class of equity shares having a par value of ₹10 each. Each holder of equity shares is entitled to one vote per equity share. The dividend if proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

The Board has recommended a Dividend of 18% (Previous year 15%) (₹1.80 per equity share of ₹10) for the financial year ended March 31, 2018 subject to the approval of the Shareholders in the ensuing Annual General Meeting.

c) The details of equity shareholders holding more than 5% of the aggregate equity shares

PARTICULARS	As at 31 March 2018		As at 31 March 2017		As at 1 April 2016	
	Number of Shares held	% shareholding	Number of Shares held	% shareholding	Number of Shares held	% shareholding
Jagvallah Parasnath Capital Investment (P) Ltd	912,501	6.60%	912,501	6.60%	912,501	6.60%
Adeep Investment Company	737,395	5.33%	737,395	5.33%	737,395	5.33%
Ojesvi Investment & Mercantile Company	752,500	5.44%	752,500	5.44%	752,500	5.44%
Lavina Investment & Mercantile Company	782,250	5.66%	782,250	5.66%	782,250	5.66%
Mood Dealers Pvt. Ltd	2,060,000	14.90%	2,060,000	14.90%	2,060,000	14.90%
Achin Investment & Mercantile Company	717,150	5.19%	717,150	5.19%	717,150	5.19%

d) Detail of Shares held by holding company/ ultimate holding company their subsidiaries and associates

There is no holding /ultimate holding company of the company and therefore no subsidiary/associate of holding / ultimate holding company.

e) Aggregate number and class of share allotted as fully paid-up pursuant to contract(s) without payment being received in cash, bonus shares and shares bought back for the period of five year immediately preceding the balance sheet date:

PARTICULARS	(Number of shares)	
	As at 31 March 2018	As at 31 March 2017
Equity shares allotted as fully paid up pursuant to contract (s) without payment being received in cash	-	-
Equity shares allotted as fully paid up by way of bonus shares	-	-
Equity shares bought back by the Company	-	-

17 Other Equity*

A PARTICULARS	Note	(₹ in lakhs)	
		As at 31 March 2018	As at 31 March 2017
a. Capital reserve	1 (a)		
Opening balance		2.10	2.10
Additions		-	-
Deductions		-	-
Closing balance		2.10	2.10
b. Securities premium account	1 (b)		
Opening balance		1,923.75	1,923.75
Additions		-	-
Deductions		-	-
Closing balance		1,923.75	1,923.75
c. General reserve	1 (c)		
Opening balance		3,896.69	3,896.69
Additions		-	-
Deductions		-	-
Closing balance		3,896.69	3,896.69
d. Retained earnings	1 (d)		
Opening balance		5,403.47	3,091.65
Additions		3,118.26	2,511.49
Deductions		(249.58)	(199.67)
Closing balance		8,272.14	5,403.47
e. Items of other comprehensive income:	1 (e)		
Opening balance		(87.02)	-
Additions		66.71	(87.02)
Deductions		-	-
Closing balance		(20.31)	(87.02)
Total		14,074.38	11,138.99

* Refer Statement of Change in Equity for movement during the year

Note**I Nature and purpose of reserve**

- a) **Capital reserve:** The amount of capital profit on reissue of forfeited shares is recognised as Capital reserve.
- b) **Securities premium account:** The amount received in excess of face value of the equity shares is recognised in Securities Premium Reserve. It can be utilized in accordance with the provisions of the Companies Act 2013, for issuance of bonus shares, to provide for premium on redemption of shares or debentures, write-off equity related expenses like underwriting costs etc
- c) **General Reserve:** General Reserves are the free reserves of the Company which are kept aside out of Company's profit to meet future requirement as and when they arise. The Company had transferred a portion of the profit after tax to General reserves pursuant to the earlier provisions of the Companies Act '1956. Mandatory transfer to General Reserve is not required under the Companies Act' 2013.
- d) **Retained earnings:** Retained earnings are the accumulated profit earned by the Company till date less transfer to General Reserve, payment of Dividend (including dividend distribution tax).
- e) **Other comprehensive income:** Remeasurements of defined benefit liability/(asset) comprises actuarial gains and losses and return on plan assets (excluding interest income).

II Proposed Dividend on Equity Shares (refer note 47)

	As at 31 March 2018	As at 31 March 2017
Dividend for the year ended 31st March, 2018 : ₹1.80 per share	248.84	207.37
(31st March, 2017 : ₹1.50 per share)	51.15	42.21
Dividend Distribution Tax on proposed dividend		
Total	299.99	249.58

B Preference share capital**PARTICULARS**

	As at 31 March 2018		As at 31 March 2017		As at 1 April 2016	
	Number	Amount	Number	Amount	Number	Amount
Authorised						
Redeemable Cumulative Preference shares ₹100 each (par value)	100,000	100.00	100,000	100.00	100,000	100.00

Rights attached to preference shares

The company has not issued preference shares during the current and previous year.

18 Borrowing (Non-Current)

(₹ in lakhs)

PARTICULARS	As at 31 March 2018	As at 31 March 2017	As at 1 April 2016
Secured			
Term Loans			
From Banks	2,485.44	2,081.11	2,506.61
Less :Current maturities of non current borrowings	625.17	474.19	523.76
From Others	16.15	-	-
Less: Current maturities of non current borrowings	5.49	-	-
Unsecured			
Deposits			
From related parties (refer note 54)	84.88	76.06	101.25
From others	332.76	229.35	133.75
Less: Current maturities of non current deposits	144.30	107.31	8.27
	273.34	198.10	226.73
Total	2,144.27	1,805.02	2,209.58

a) Details of security for term loans

- i Term loans from banks (other than vehicles) are secured by a joint equitable mortgage created or to be created on immovable properties both present and future, situated at Ahmedgarh and Banah in the state of Punjab and hypothecation of whole of movable plant and machinery, machinery spares, tools and accessories and other movable, both present and future (save and except book debts) subject to the charge created or to be created by the company in favour of its bankers for its working capital loans. Term loans from banks are also personally guaranteed by promoter directors of the company.

ii Term loans from banks and others for vehicles are secured by way of hypothecation of vehicles purchased out of such loans.

b Terms of repayment of term loans from banks

Loan Particulars	₹ in lakhs			Installment Schedule						
	Balance as at			As at 31 st March 2018 (No.)	As at 31 st March 2017 (No.)	As at 1 st April 2016 (No.)	Installment ₹ lakhs	Periodicity of repayment		
	31 st March 2018	31 st March 2017	1 st April 2016					As at 31 st March 2018	As at 31 st March 2017	As at 1 st April 2016
SBI	-	-	282.73	-	-	4	70.00	-	-	Quarterly
SBI	299.38	601.12	797.38	6	12	16	50.00	Quarterly	Quarterly	Quarterly
SBI	210.26	362.05	501.69	8	14	20	25.00	Quarterly	Quarterly	Quarterly
IDBI	424.40	499.12	498.84	17	20	20	25.00	Quarterly	Quarterly wef June '17	Quarterly wef June '17
SBI	182.18	263.35	343.90	9	13	17	20.00	Quarterly	Quarterly	Quarterly
IDBI	1287.07	327.40	-	20	-	-	65.00	Quarterly wef October '18	Quarterly wef October '18	-
Axis Bank Ltd	-	3.17	38.80	-	1	13	3.17	-	Monthly	Monthly
Axis Bank Ltd	-	9.63	25.00	-	7	19	1.43	-	Monthly	Monthly
ICICI Bank Ltd	2.49	5.28	9.51	10	22	34	0.26	Monthly	Monthly	Monthly
ICICI Bank Ltd	-	-	0.25	-	-	1	0.25	-	-	Monthly
HDFC Bank Ltd	-	-	2.91	-	-	12	0.26	-	-	Monthly
HDFC Bank Ltd	-	0.22	2.74	-	1	13	0.22	-	Monthly	Monthly
HDFC Bank Ltd	3.19	4.89	-	20	32	-	0.17	Monthly	Monthly	-
HDFC Bank Ltd	3.19	4.88	-	20	32	-	0.17	Monthly	Monthly	-
HDFC Bank Ltd	-	-	1.48	-	-	6	0.25	-	-	Monthly
HDFC Bank Ltd	-	-	1.38	-	-	9	0.16	-	-	Monthly
HDFC Bank Ltd	31.34	-	-	24	-	-	1.42	Monthly	-	-
HDFC Bank Ltd	34.06	-	-	24	-	-	1.55	Monthly	-	-
HDFC Bank Ltd	7.88	-	-	33	-	-	0.27	Monthly	-	-
	2485.44	2081.11	2506.61							

* Note : Figures of term loan stated above in para (a) includes current maturities of long term debt shown separately in Note No 25

c Terms of repayment of term loans from others

Repayment schedule of unsecured loans/deposits from related parties is within period of 3 years from the date of acceptance and carry interest upto 11% p.a (Previous year upto 11% p.a)

Repayment schedule of unsecured loans/deposits from shareholders/public is within period of 3 years from the date of acceptance and carry interest upto 11% p.a (Previous year upto 11% p.a)

19 Other Financial Liabilities

(₹ in lakhs)

PARTICULARS	As at 31 st March 2018	As at 31 st March 2017	As at 1 st April 2016
Financial liabilities at amortized cost			
Security Deposits	9.79	-	-
Total	9.79	-	-
20 Provisions			
Provision for employee benefits :			
- Gratuity (Net) (refer note 38)	411.05	606.46	703.53
- Compensated Absences	249.32	211.40	182.33
Total	660.37	817.86	885.86

(₹ in lakhs)

PARTICULARS	As at 31 st March 2018	As at 31 st March 2017	As at 1 st April 2016
21 Deferred Tax Liability			
a) Deferred Tax Liability			
Property, Plant and Equipment	3,163.31	2,868.45	2,521.16
Investments measured at FVTPL	210.53	192.98	124.40
	<u>3,373.84</u>	<u>3,061.43</u>	<u>2,645.56</u>
b) Deferred Tax Asset			
Expenditure charged to the statement of profit and loss	302.42	209.77	232.61
	<u>302.42</u>	<u>209.77</u>	<u>232.61</u>
c) MAT Credit Entitlement	-	-	96.64
Sub total (b+c)	<u>302.42</u>	<u>209.77</u>	<u>329.25</u>
Net (a-b-c)	<u>3,071.42</u>	<u>2,851.66</u>	<u>2,316.31</u>
'Deferred Tax Assets and Deferred Tax Liability have been offset as they relate to the same governing taxation laws. '(Refer Note No. 52 for deferred tax movement and related disclosures)			
22 Other non current liabilities			
Deferred Government Grant related to Property Plant and equipment	106.19	114.04	121.89
Others Payables			
Due To Employees	50.65	40.06	26.38
Total	<u>156.84</u>	<u>154.10</u>	<u>148.27</u>
23 Borrowings (current)			
a) Loan repayable on demand			
From banks			
Secured	847.88	1,004.76	1,918.38
Unsecured	202.94	106.26	167.05
From Others (Unsecured)			
Inter Corporate Deposits	36.03	7.33	68.00
Loans and advances form related parties (refer note 54)	503.03	443.46	448.42
b) Deposits (Unsecured)			
- From related parties (refer note 54)	46.20	72.79	76.74
- From public	64.03	79.15	96.07
Total	<u>1,700.11</u>	<u>1,713.75</u>	<u>2,774.66</u>

Details of security of loans repayable on demand (secured)

- Secured loans repayable on demand from banks for working capital ₹847.88 lakhs, (31st March 2017 ₹962.70 lakhs, 1st April 2016 ₹1645.09 Lakhs) are secured by hypothecation of stocks of raw materials, finished goods, bills receivables, book debts and all other movable assets of the company and further secured by way of second charge on the immovable assets situated at village Banah and at Ahmedgarh and also personally guaranteed by the two promoter directors of the company.
- Secured loans repayable on demand from banks against overdraft limit ₹ Nil, (31st March, 2017 ₹42.05 lakhs, 1st April, 2016 ₹273.29 lakhs) are secured by lien on current investments.

(₹ in lakhs)

PARTICULARS	As at 31 March 2018	As at 31 March 2017	As at 1 April 2016
24 Trade Payable			
Total Outstanding dues of Micro Enterprises and Small Enterprises [refer note 43]	-	-	-
Total Outstanding dues other than Micro Enterprises and Small Enterprises	4,479.34	3,461.35	3,889.69
	<u>4,479.34</u>	<u>3,461.35</u>	<u>3,889.69</u>
25 Other Financial Liabilities			
Financial liabilities at amortized cost			
Current Maturities of Long term debt-Secured	630.67	474.19	523.76
Current Maturities of Deposits- Unsecured*	144.30	107.31	8.27
Interest accrued but not due on borrowings	71.24	25.73	13.16
Interest accrued and due on borrowings	0.88	21.53	11.64
Security Deposits	348.27	353.98	333.06
Others Payables			
-Due to Employees	653.08	620.07	567.64
-Expense payable	532.25	452.97	355.36
-Voltage Surcharge Payable	-	852.21	-
-Unclaimed dividend#	40.79	30.72	24.27
- Payable on purchases of Property, Plant & Equipment	105.05	93.29	127.81
Financial Liabilities at Fair Value through Profit and Loss			
-Derivative Instruments	0.98	1.36	4.51
	<u>2,527.51</u>	<u>3,033.36</u>	<u>1,969.48</u>
*Current maturities of Long term debt includes ₹128.58 lakhs (31 st March 2017, ₹57.05 lakhs, 01 st April 2016, ₹ Nil) as deposits from shareholders, and ₹15.72 lakhs (31 st March 2017, ₹50.26 lakhs, 01 st April 2016, ₹8.27 lakhs)) as deposits from related parties.			
# As at the year end there is no amount due for payment to the Investor Education and Protection Fund under Section 125 of Companies Act, 2013.			
26 Other current Liabilities			
Advances from customers	271.83	345.94	222.07
Deferred Government Grant related to Property Plant and equipment	7.85	7.85	7.85
Others Payables			
Due To Employees	16.72	27.62	31.16
Statutory remittances**	262.99	118.96	116.02
	<u>559.39</u>	<u>500.37</u>	<u>377.10</u>
** Statutory remittance includes contribution to provident fund and ESIC, tax at source, GST, excise duty, vat, service tax, etc.			
27 Provisions			
Provision for employee benefits :			
- Compensated Absences	112.23	119.34	98.18
	<u>112.23</u>	<u>119.34</u>	<u>98.18</u>
28 Current Tax Liability / Asset (Net)			
Provision for current taxes	3,822.39	2,515.64	1,635.91
Prepaid Taxes	3,722.76	2,569.69	1,516.92
Current Tax Liability (Net of Advance Tax)	<u>99.63</u>		<u>118.99</u>
Current Tax Asset (Net of Provision)		<u>54.05</u>	

(₹ in lakhs)

PARTICULARS	For the year ended 31 st March 2018	For the year ended 31 st March 2017
29 Revenue from operations		
Sale of products		
Paper	42,681.14	40,430.29
Soda Ash (from Chemical Recovery)	3,990.71	3,931.96
By Product & Miscellaneous	280.11	237.04
Other Operating Revenues		
Export Incentives	19.92	5.81
	<u>46,971.88</u>	<u>44,605.10</u>
30 Other income		
Interest Income		
On Bank deposits	25.31	37.10
from Others	57.36	70.83
Dividend Income from Non current Investments	0.02	0.05
Gain on sale of Current Investments (Net)	167.89	94.62
Gain on Financial assets mandatorily measured at FVTPL	50.72	181.29
Net gain on foreign currency transaction	45.04	49.66
Allowances for doubtful trade receivables and advances written back	49.35	6.21
Provisions no longer required written back	1.07	6.67
Sundry Balances written back	2.81	6.06
Adjustment for decline in value of investment written back	-	0.42
Rent Received	17.90	0.44
Gain on disposal/discard of property, plant and equipment (net)	-	3.08
Other Financial Asset carried at Amortised cost	0.58	0.36
Miscellaneous	41.13	25.62
	<u>459.18</u>	<u>482.41</u>
31 Cost of material consumed		
Raw material consumed		
Opening Stock of Raw material	1,377.84	949.78
Purchases of Raw material	23,027.38	21,711.40
Less Closing Stock	1,430.10	1,377.84
Consumption of Raw material	<u>22,975.12</u>	<u>21,283.34</u>
Item wise detail		
Waste Paper	292.45	503.44
Wood Pulp	3,153.97	2,954.62
Straws/Grasses	5,791.12	6,798.78
Caustic Lye	9,400.29	7,039.21
Chlorine	89.24	218.00
Other Dyes & Chemicals	4,248.05	3,769.29
	<u>22,975.12</u>	<u>21,283.34</u>
32 Changes in inventories of finished goods, work in progress and stock-in-trade		
Opening Stock		
Work in Progress	159.39	169.49
Finished goods	85.00	131.86
	<u>244.39</u>	<u>301.35</u>
Closing Stock		
Work in Progress	137.91	159.39
Finished goods	280.96	85.00
	<u>418.87</u>	<u>244.39</u>
Net (Increase) / Decrease in opening and closing stock	(174.48)	56.96
Net movement in Excise duty on finished goods	(6.46)	(2.78)
	<u>(180.94)</u>	<u>54.18</u>

(₹ in lakhs)

PARTICULARS	For the year ended 31 st March 2018	For the year ended 31 st March 2017
33 Employee benefits expense		
Salaries, wages and other allowances	4,400.89	3,964.29
Contribution to provident and other funds	448.42	420.42
Staff welfare expense	103.74	96.45
	<u>4,953.05</u>	<u>4,481.16</u>
34 Finance cost		
a) Interest expenses		
-On Term loan and other working capital loans	278.16	277.05
-Others	200.87	204.82
b) Other borrowing costs	77.56	104.28
c) Processing Charges amortised	3.31	4.87
Total	<u>559.90</u>	<u>591.02</u>
35 Other expenses		
Power and fuel	8,233.57	6,548.43
Consumption of stores and spares parts	423.15	438.95
Packing material	835.29	711.64
Repairs and Maintenance		
- Plant and Machinery	1,604.40	1,391.27
- Building	163.83	96.55
- Others	16.50	14.70
Rent	22.41	15.61
Insurance charges	58.96	57.69
Expenditure of CSR Activities (refer note 48)	22.75	28.91
Rates and taxes	30.65	46.60
Legal and Professional Charges	39.23	41.94
Director Sitting Fees	2.10	2.00
Payment to Auditors (refer note 42)	5.14	5.64
Bad Debts written off	51.04	9.46
Allowance for doubtful trade receivables and advances (Net)	6.34	-
Net loss on disposal/ discard of Property, plant and equipment	104.14	-
Commission on sales	512.70	264.27
Miscellaneous expenses	896.03	819.96
	<u>13,028.23</u>	<u>10,493.62</u>
36 Contingent liabilities and commitments		
(to the extent not provided for)		(₹ in lakhs)
I Contingent Liabilities	As at	As at
a) Claims* not acknowledged as debt:	March 31, 2018	March 31, 2017
-Service Tax	4.72	-
-Excise Duty	183.54	1,026.48
-VAT/ Sales Tax	36.64	-
	<u>224.90</u>	<u>1,026.48</u>
II Commitments		
a) Estimated amount of contracts remaining to be executed on Capital account (net of advances)	550.21	1,915.99
b) Others #	3.00	0.72
	<u>553.21</u>	<u>1,916.71</u>

*These matters are subject to legal proceedings in the ordinary course of business. In the opinion of the management, legal proceedings when ultimately concluded will not have a material effect on the results of operations or financial position of the company. As against this, a sum of ₹101.20 lakhs (previous year ₹80.50 lakhs) has been deposited under protest and included under Note 7 'Other non current assets'.

#Bonds executed in favour of The President of India under sub section (I) of the section 142 of the Custom Act 1962 for fulfillment of the obligation under the said Act.

37 There are no disputed dues of GST, Custom duty which have not been deposited by the company. The details of the disputed service tax, excise duty and VAT/sales tax as at 31st March, 2018 are as follows:

(₹ in lakhs)

Name of the Statute	Nature of Dues	Forum where dispute is pending	Disputed Amount	Amount Unpaid
Central Excise Act, 1944	Excise Duty	CESTAT, Chandigarh	57.64	27.32
Central Excise Act, 1944	Excise Duty	Assistant Commissioner, Phagwara	1.43	1.43
Central Excise Act, 1944	Excise Duty	Commissioner Appeals, Ludhiana	73.77	62.23
Central Excise Act, 1944	Excise Duty	Joint Commissioner, Ludhiana	1.45	0.53
Central Excise Act, 1944	Excise Duty	CESTAT, Chandigarh	49.25	-
Finance Act, 1994	Service Tax	CESTAT, Chandigarh	4.72	4.72
Punjab VAT Act, 2005	Sales Tax	High Court, Chandigarh	4.00	3.00
Punjab VAT Act, 2005	CST	VAT Tribunal	17.39	13.04
Punjab VAT Act, 2005	VAT	DETC Appeals	15.25	11.44

38 Employee Benefits

Contribution to Defined Contribution Plans, recognised in the Statement of Profit and Loss for the year under employee benefits expenses, are as under:

	for the year ended 31 st March 2018	for the year ended 31 st March 2017
Company's Contribution to Provident Fund	315.58	293.89

b) Defined Benefit Plans:

Gratuity Scheme

The following table set out the funded status of the gratuity plan and the amount recognised in the company's financial statement.

(₹ in lakhs)

i) Changes in the present value of the obligations

	As at March 31, 2018	As at March 31, 2017
Present value of obligation as at the beginning of the year	1,807.43	1,554.64
Interest cost	127.19	109.16
Service cost	204.74	109.46
Benefits paid	(100.26)	(94.02)
Remeasurement - actuarial (gain) / loss	(99.24)	128.19
Present value of obligation as at the end of the year	1,939.86	1,807.43

ii) Changes in the Fair value of plan assets

Fair value of plan assets as at the beginning of the year	1,200.97	851.11
Actual return on plan assets	95.05	81.18
Employer's Contribution	330.73	367.93
Return on plan assets greater/(lesser) than discount rate	2.78	(4.89)
Benefits paid	(100.72)	(94.35)
Fair value of plan assets as at the end of the year	1,528.81	1,200.97

	(₹ in lakhs)	
	As at March 31, 2018	As at March 31, 2017
iii) Amount recognised in the Balance Sheet		
Present value of the defined benefit obligation	1,939.86	1,807.43
Fair value of plan assets	1,528.81	1,200.97
Net (asset)/liability	411.05	606.46
iv) Expense recognised in the statement of profit and loss		
Service cost	204.74	109.46
Net interest cost	32.14	27.98
Expense recognised in the income statement	236.88	137.44
v) Re-measurement recognised in other Comprehensive Income		
Effect of change in financial assumption	32.66	(61.90)
Effect of change in experience assumption	66.58	(66.29)
Return on plan assets greater/(lesser) than discount rate	2.78	(4.89)
	102.02	(133.08)

vi) The major categories of plan assets as a percentage of the fair value of total plan assets investment with the insurer

The plan assets ₹1528.81 lakhs as on 31st March, 2018 (₹1200.97 lakhs as on 31st March, 2017) are maintained with the Life Insurance Corporation of India (LIC). The detail of investments maintained by LIC have not been furnished to the Company. The same have, therefore, not been disclosed.

vii) Principal actuarial assumptions at the Balance Sheet date (expressed as weighted average):

Discount rate (per annum)	7.55%	7.20%
Rate of increase in compensation levels (per annum)	7.00%	7.00%
Average remaining working lives of employees (years)	12.65	12.83
Method used	Projected unit credit	Projected unit credit

The assumptions and methodology used in actuarial valuation are consistent with the requirements of Ind AS 19

viii) The estimates of future salary increases, considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

ix) The plan typically exposes the Company to actuarial risks such as: investment risk, interest rate risk, longevity risk and salary risk.

Investment Risk

The Probability or likelihood of occurrence of losses relative to the expected return on any particular investment.

Interest risk

If the Discount Rate i.e the yield on the Government Bonds decrease in future, the Actuarial Liability will increase and vice versa. The quantum of increase in valuation liability corresponding to specific decrease in the Discount Rate and vice versa, has been shown in the annexure containing the sensitivity Analysis of Key Actuarial Assumption.

Longevity risk

If the Mortality rate experienced by the staff of a particular company is higher than what is assumed in mortality Table used in the valuation, the valuation liability will increase.

However, it will be very cumbersome to measure the quantum of increase for assumed reduction of Mortality rates as can be done in case of changes in salary Growth Rate and Interest Rate.

Salary risk

If the salary Growth Rate over the future years of services is increased, the Actuarial Liability will increase and vice versa. The quantum of increase in the valuation liability corresponding to specific increase in the salary growth rate and vice versa has been shown in the annexure containing Sensitivity Analysis of Key Actuarial Assumption.

	(₹ in lakhs)	
x) Sensitivity analysis of the defined benefit obligation:		
Present value of obligation at the end of the period	1,939.86	1,807.43
a) Impact of change in discount rate		
1. Impact due to increase of 1%	(89.79)	(96.09)
2. Impact due to decrease of 1%	100.60	108.28
b) Impact of change in salary increase		
1. Impact due to increase of 1%	97.77	103.21
2. Impact due to decrease of 1%	(88.86)	(94.51)

	As at March 31, 2018	As at March 31, 2017
(₹ in lakhs)		
c) Impact of change in Attrition rate		
1. Impact due to increase of 1%	3.03	1.49
2. Impact due to decrease of 1%	(3.45)	(1.69)

As per Actuarial certificate, sensitivities due to mortality and withdrawals are insignificant and hence impact of change has not been calculated.

xi) Maturity profile of defined benefit obligation as per Terminal Salary & TLOS:

Year ending

a) 1st following year	565.59	403.61
b) 2nd to 5th following year	785.36	773.13
c) 2nd to 5th following year	1,010.14	985.04
d) 6th to 10 th following year	3,410.18	3,383.64
e) 11th following year onwards		

xii) The company expects to contribute Rs.200 lakhs to the gratuity trust during the fiscal 2019

xiii) Bifurcation of Projected Benefit Obligation (PBO) at the end of the year in current and non-current

	2018-19	2017-18
Current liability (amount due within one year)	555.58	397.95
Non-current liability (amount due over one year)	1,384.27	1,409.48
Total PBO at the end of year	1,939.85	1,807.43

39 The Company's significant leasing arrangements are primarily in respect of operating leases for premises. These lease arrangements range for a period between 11 months and 5 years. Most of the leases are renewable for further period on mutually agreeable terms and also include escalation clauses.

With respect to all operating leases :

(₹ in lakhs)

PARTICULARS	For the year ended 31 March 2018	For the year ended 31 March 2017
Lease payments recognised in the Statement of Profit and Loss during the year	22.41	15.60

The future Minimum Lease Payments (MLP) under these leases are as under :

(₹ in lakhs)

PARTICULARS	As at 31 March 2018	As at 31 March 2017	As at 1 April 2016
a) Not later than one year	25.34	16.40	16.28
b) Later than one year but not later than five years	95.52	73.67	76.79
c) Later than five years	-	10.66	33.09
	120.86	100.73	126.16

40 Amortisation of intangible assets

Software has been amortised on estimated useful life of six years.

41 In accordance with the Ind AS-36 on Impairment of Assets, the Company has assessed as on the balance sheet date, whether there are any indications with regard to the impairment of any of the assets. Based on such assessment it has been ascertained that no potential loss is present and therefore, formal estimate of recoverable amount has not been made. Accordingly no impairment loss has been provided in the books of account.

42 Auditor's Remunerations

(₹ in lakhs)

PARTICULARS	For the year ended 31 March 2018	For the year ended 31 March 2017
Audit fee	2.50	2.50
Tax audit fee	-	0.75
Limited review	0.23	0.23

(₹ in lakhs)

PARTICULARS	For the year ended 31 March 2018	For the year ended 31 March 2017
In other capacity:		
Other matters	0.35	0.22
Reimbursement of expenses	2.06	1.94
	<u>5.14</u>	<u>5.64</u>

(excluding applicable taxes)

43 Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006

(a) There are no Micro and Small Enterprises to whom the Company owes dues which are outstanding for more than 45 days as at 31st March, 2018. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

(b) Disclosure in accordance with Section 22 of the MSMED Act read with Notification No. GSR 679(E) dated 4th September 2015 issued by the Ministry of Corporate Affairs :

(₹ in lakhs)

PARTICULARS	As at 31 st March 2018	As at 31 st March 2017	As at 1 st April 2016
i Principal amount remaining unpaid to any supplier as at the end of the accounting year.	-	-	-
ii Interest due thereon remaining unpaid to any supplier as at the end of the accounting period.	-	-	-
iii The amount of interest paid along with the amount of the payment made to the supplier beyond the appointed day.	-	-	-
iv The amount of interest due and payable for period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSME Act.	-	-	-
v The amount of interest accrued and remaining unpaid at the end of the accounting year.	-	-	-
vi The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprises for the purpose of dis-allowance as a deductible expenditure under section 23.	-	-	-

44 In accordance with Ind AS 18 on "Revenue" and Schedule III to the Companies Act, 2013, Revenue from Operations for the previous year ended 31 March 2017 and for the period 1 April 2017 to 30 June 2017 were reported gross of Excise Duty and net of VAT/ CST. Excise Duty was reported as a separate expense line item. Consequent to the introduction of Goods and Services Tax (GST) with effect from 1 July 2017, VAT/CST, Excise Duty etc. have been subsumed into GST and accordingly the same is not recognised as part of sales as per the requirements of Ind AS 18. This has resulted in lower reported sales in the current year in comparison to the sales reported under the pre-GST structure of indirect taxes. With the change in structure of indirect taxes, certain expenses where credit of GST is available are also being reported net of taxes.

45 Exceptional Item

Punjab State Power Corporation Ltd (earlier known as Punjab State Electricity Board) levied the Voltage Surcharge for not converting from 11KV to 66 KV transmission for period October 2004 to June 2009. The Hon'ble Supreme Court of India vide order dated 01st March 2017 has partially allowed the appeal of the Company, but upheld the demand for ₹911.83 lakhs. In view of this the following has been shown under the Exceptional items:-

(₹ in lakhs)

PARTICULARS	For the year ended 31 March 2018	For the year ended 31 March 2017
Voltage Surcharge levied by PSPCL	-	911.83

46 The company is a single segment company engaged in manufacture of Writing and Printing Paper. Accordingly the disclosure requirement as contained in the Ind AS- (108) on "Operating Segments" are not applicable.

Information about Major Customer: Included in revenues arising from direct sales of 'Paper' of ₹42681.14 lakhs during the year ended 31st March 2018 are revenues of approximately 16.85% which arose from sales to the Company's largest customer. No customer individually contributed 10% or more to the Company's revenue for the year ended 31st March, 2017.

47 Subsequent Events

The Board of Directors at its meeting held on 25th May, 2018 has recommended a dividend of ₹1.80 per equity share of ₹10 each (total dividend ₹299.99 lakhs) for the year ended 31st March, 2018, subject to approval of shareholders at the Annual General Meeting to be held on 10th August 2018.

48 Corporate Social Responsibility (CSR)

As per section 135 of the Companies Act, 2013, a company meeting the applicable threshold, need to spend at least 2% of the average net profit for the immediate preceding three financial years on CSR activities as defined in schedule-VII of the Companies Act 2013.

(a) Gross amount required to be spent by the company during the year ₹38.53 lakhs (P.Y ₹29.15 lakhs).

(b) Amount spent during the year on:

PARTICULARS	(₹ in lakhs)	
	As at 31 March 2018	As at 31 March 2017
(i) Construction/ acquisition of any assets	-	-
(ii) On purpose other than (i) above	22.75	28.91
(c) Amount remaining unspent as at 31 st March, 2018 ₹15.78 lakhs		

49 Earning per share

The earning Per Share (EPS) as disclosed in the statement of profit and loss has been calculated as under:

PARTICULARS	For the year ended 31 March 2018	For the year ended 31 March 2017
Total operations for the year		
Profit after tax attributable to equity shareholders (₹ lakhs) A	3118.26	2511.49
Weighted average number of equity shares (number) B	13824550	13824550
Face value per equity share (₹) C	10.00	10.00
Basic earnings per share (₹) D=A/B	22.56	18.17
Diluted* earnings per share (₹)	22.56	18.17

*There are no potential equity shares.

50 Research and Development expenses

PARTICULARS	(₹ in lakhs)	
	For the year ended 31 March 2018	For the year ended 31 March 2017
1) Research and Development: Revenue expenses		
Cost of material consumed	-	-
Employee benefits expense	167.86	154.06
Depreciation	6.39	6.39
Stores and spares	16.76	16.89
Cost of utilities	-	-
Freight outward	-	-
Other expenses	0.41	0.83
	<u>191.42</u>	<u>178.17</u>
2) Research and Development: Capital expenses		
Additions to Property, plant and equipment	-	-

The revenue expenses related to research and development is clubbed under respective account heads in the statement of profit and loss.

51 The company has strategy of entering into derivative instruments for hedging its foreign currency risk arising from underlying transactions and according to risk strategy of the company, It does not use derivative instruments for speculative purposes. The detail of underlying foreign currency transactions and outstanding hedging instruments as on 31.03.2018 are as under:

a) Category wise quantitative data

PARTICULARS		Current year		Previous year	
		No. of Contracts	Amount of Foreign Currency	No. of Contracts	Amount of Foreign Currency
Forward contracts against exports	USD	1	185,018	-	-
Forward contracts against Imports	USD	-	-	1	157,331

b) Detail of foreign currency exposure that has not been hedged by a derivative instrument or otherwise is given below.

PARTICULARS	Currency	As at 31 st March 2018	As at 31 st March 2017	As at 1 st April 2016
Trade receivables	USD	10,385	-	-
Trade payables	USD	586,246	210,780	1,400
Buyer's Credit (FCL)	USD	325,409	-	-

52 Disclosure pursuant to Indian Accounting Standard (Ind AS) -12 : Income Taxes

(₹ in lakhs)

PARTICULARS	For the year ended 31 March 2018	For the year ended 31 March 2017
(a) Major component of tax expense / (income):		
Current Tax:		
Current Tax	1276.25	796.42
Tax adjustment pertaining to earlier years	23.87	83.31
	<u>1300.12</u>	<u>879.73</u>
Deferred Tax:		
Deferred Tax	184.45	484.76
	<u>184.45</u>	<u>484.76</u>
Total Tax expenses	<u>1484.57</u>	<u>1364.49</u>
(b) Income Tax recognised in other comprehensive income		
Deferred tax (credit)/ charge on:		
Remeasurement of defined benefit obligation	35.31	(46.06)
(c) Reconciliation of tax expense and the accounting profit multiplied by domestic tax rate applicable in India:		
Profit before Tax (i)	4602.83	3875.98
Corporate tax rate as per Income Tax Act, 1961 (ii)	34.61%	34.61%
Tax on Accounting profit (iii) = (i) * (ii)	1593.04	1341.48
Tax difference on account of:		
i Depreciation difference	(334.09)	(226.23)
ii Disallowances	46.41	10.00
iii 43 B disallowances	44.06	(139.81)
iv Deductions/Exemption/Non Taxable items	(9.04)	(2.46)
v Adjustment in Capital gain under Income Tax provisions	(31.43)	(32.41)
vi Fair valuation gain on Investments	(17.55)	(62.74)
vii Provision for doubtful receivables and advances	(17.66)	(2.09)
viii Other timing differences	184.45	484.76
ix Others	26.39	(6.00)
Total effect of tax adjustments	<u>(108.47)</u>	<u>23.02</u>
Tax expense recognised during the year	<u>1484.57</u>	<u>1364.49</u>

d) Movement in Deferred tax balances

(₹ in lakhs)

PARTICULARS	For the year ended 31 March 2017			Closing Balance
	Opening Balance	Recognised in Profit and Loss	Recognised in OCI	
Tax effect of items constituting deferred tax assets/liabilities				
Property, Plant and Equipment	2551.16	347.29		2868.45
Employee Benefits		46.06	(46.06)	
Fair value of Investments through Profit and loss	124.40	68.58		192.98
Expenditure charged to the statement of profit and loss	(232.61)	22.84		(209.77)
Tax Liabilities/(asset)	2412.95	484.76	(46.06)	2851.66
MAT Credit	(96.64)	96.64		-
Total	<u>2316.31</u>	<u>581.40</u>	<u>(46.06)</u>	<u>2851.66</u>

PARTICULARS	For the year ended 31 March 2018			Closing Balance
	Opening Balance	Recognised in Profit and Loss	Recognised in OCI	
Tax effect of items constituting deferred tax assets/liabilities				
Property, Plant and Equipment	2868.45	294.86		3163.31
Employee Benefits		(35.31)	35.31	
Fair value of Investments through Profit and loss	192.98	17.55		210.53
Expenditure charged to the statement of profit and loss	(209.77)	(92.65)		(302.42)
Net Tax Liabilities/(asset)	<u>2851.66</u>	<u>184.45</u>	<u>35.31</u>	<u>3071.42</u>

53 First time adoption of Ind AS and reconciliation notes

This financial statement is the first financial statement that has been prepared in accordance with Ind AS together with the comparative period data as at and for the year ended 31st March 2017, as described in the summary of significant accounting policies. The transition to Ind AS has been carried out in accordance with Ind AS 101 "First time adoption of Indian Accounting Standards" with 1st April 2016 as transition date.

This note explains the exemptions availed by the company on first time adoption of Ind AS and principal adjustments made by the Company in restating its previous GAAP financial statements as at 1st April 2016 and financial statements as at and for the year ended 31st March 2017 in accordance with Ind AS 101.

Exemptions applied

Ind AS 101 allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Company has, accordingly, applied following exemptions:

- The company has elected to continue with the carrying value of all items of its property, plant and equipment and intangible assets measured as per previous GAAP as recognized in the financial statements as at the date of transition, as deemed cost at the date of transition. The effect of consequential changes arising on the application of other Ind AS has been adjusted to the deemed cost of Property, Plant and Equipment.
- The company has availed the exemption of fair value measurement of financial assets or liabilities at initial recognition and accordingly will apply fair value measurement of financial assets or liabilities at initial recognition prospectively to transactions entered into on or after 1st April 2016.
- The estimates as at 1st April 2016 and at 31st March 2017 are consistent with those made for the same dates in accordance with previous GAAP (after adjustments to reflect any differences in accounting policies) apart from the following items under previous GAAP did not require estimation:
 - Fair values of Financial Assets
 - Impairment of financial assets based on expected credit loss model
 - Discount rates

The estimates used by the company to present these amounts in accordance with Ind AS reflect conditions as at 1st April 2016 and 31st March 2017.

**Notes to the reconciliation of equity as at 31st March 2017 & 1st April 2016 and
Total comprehensive income for the year ended 31st March 2017**

1. Leasehold land

Under previous GAAP, land on lease was not covered under 'Leases' and therefore it was shown as Property, Plant and Equipments. Under Ind AS, land on lease is considered as operating lease. Therefore, net block of leasehold land (31st March 2017 ₹0.49 lakhs, 1st April 2016 ₹0.50 lakhs) has been re-classified under the head "Other non-current assets" (31st March 2017 ₹0.48 lakhs, 1st April 2016 ₹0.49 lakhs), and "Other current assets" (31st March 2017 ₹0.01 lakhs, 1st April 2016 ₹0.01 lakhs) as 'Prepayments of leasehold land'. Further, the amortization of leasehold payment for the year ended 31st March 2017 amounting ₹0.01 lakhs has been reclassified from 'Depreciation and amortization' to 'Other expenses'. However, the same has no impact on the total equity as at 31st March, 2017.

2. Fair valuation of Investments

Under previous GAAP, investments in equity instruments, mutual funds and debt securities were classified as long term investments or current investments based on the intended holding period and realisability. Long term investments were classified at cost less provision for other than temporary diminution in the value of investments. Current investments were carried at lower of cost and fair value. Ind AS requires such investments to be measured at fair value.

The company has designated such investments as investments measured at FVTPL/FVTOCI/amortized cost in accordance with Ind AS. The difference between the instrument's fair value and carrying amount as per previous GAAP has been recognized in retained earnings. This has resulted in increase in retained earnings of ₹557.58 lakhs and ₹376.29 lakhs as at 31st March 2017 and 1st April 2016 respectively and increase in net profit of ₹181.29 lakhs for the year ended 31st March 2017.

3. Financial instruments measured at amortized cost

Under previous GAAP, interest free loan to employees is recorded at their transaction value. Under Ind AS, these loans are to be measured at amortized cost on the basis of effective interest rate method. Due to this, loans to employees have been decreased and difference between carrying amount and amortized cost has been recognized as 'Deferred employee cost' under the head 'Other non-current assets' (31st March 2017 ₹0.38 lakhs, 1st April 2016 ₹0.28 Lakhs). Further, Employee benefit expense have been increased due to amortisation of the deferred employee benefit of ₹0.36 lakhs which is offset by the notional interest income on loan to employee of ₹0.36 Lakhs for the year ended 31st March 2017.

4. Derivative Instruments

The fair value of derivative instruments is recognized under Ind AS which was not recognized under previous GAAP. Derivative instruments at fair value through profit or loss reflect the positive change in fair value of those foreign exchange forward contracts that are not designated in hedge relationships, but are, nevertheless, intended to reduce the level of foreign currency risk for expected sales and purchases. Accordingly, difference on account of fair valuation of these instruments has been adjusted in retained earnings in accordance with Ind AS. This has resulted in decrease in retained earnings of ₹1.36 Lakhs and ₹4.51 lakhs as at 31st March 2017 and 1st April 2016 respectively and increase in net profit of ₹3.15 lakhs for the year ended 31st March 2017.

5. Borrowings

Under previous GAAP, transaction costs incurred in connection with borrowings were capitalised to Property, Plant and Equipments or amortised upfront and charged to profit or loss for the period. Under Ind AS, transaction costs are included in the initial recognition amount of financial liability and charged to profit or loss using the effective interest method. This has resulted in :-

- a) decrease in Property, Plant and Equipment (net of accumulated depreciation by ₹18.00 lakhs and ₹18.66 lakhs as at 31st March 2017 and 1st April 2016 respectively, and increase in the net profit for the year ended 31st March 2017 by ₹0.66 lakhs towards depreciation on Property, Plant and Equipment decapitalised.
- b) decrease in long term borrowings on account of unamortized amount of processing charges with a corresponding adjustment in retained earnings of ₹7.95 lakhs and ₹12.82 lakhs as at 31st March 2017 and 1st April 2016 respectively and decrease in the net profit for the year ended 31st March 2017 by ₹4.87 lakhs.

**Notes to the reconciliation of equity as at 31st March 2017 & 1st April 2016 and
Total comprehensive income for the year ended 31st March 2017**

6. Capital grant

(i) Under previous GAAP, certain capital grant received from Government as 'Promoter Contribution' is shown under the head 'Capital reserve'. Under Ind AS, such grant is treated as deferred income and is recognized as income over the useful life of the assets for which such grant is received. This has resulted in decrease in Capital reserve (31st March 2017 ₹64.49 Lakhs, 1st April 2016 ₹64.49 lakhs) with a corresponding adjustment in retained earnings (31st March 2017 ₹ 64.49 lakhs, 1st April 2016 ₹ 64.49 lakhs)

(ii) Under previous GAAP, Government grant related to Property, plant and equipment is reduced from the cost of respective asset. Under Ind AS, Government grant related to Property, plant and equipment is treated as deferred income and is recognized in the statement of profit and loss on a systematic basis over the useful life of the asset. This has resulted in increase in Property, Plant and Equipment (net of accumulated depreciation) (31st March 2017 ₹116.27 lakhs, 1st April 2016 ₹123.22 lakhs)

This further resulted in increase in Other Liabilities towards deferred income for capital subsidy under the head "Non Current Liabilities" (31st March 2017 ₹114.04 lakhs, 1st April 2016 ₹121.89 lakhs) and "Current Liabilities" (31st March 2017 ₹7.85 lakhs, 1st April 2016 ₹7.85 lakhs). The differential amount has been adjusted in Retained Earnings.

The profit for the year ended 31st March 2017 has been increased with ₹ 0.90 lakhs on account of difference between income of capital grant amounting to ₹7.85 lakhs and the depreciation amounting to ₹6.95 lakhs pertaining to financial year 2015-16 related to the grant earlier decapitalized in fixed assets under previous GAAP.

7. Proposed Dividend

Under previous GAAP, proposed dividend (including Dividend Distribution Tax) is recognized as a liability in the period to which it relates, irrespective of when it is declared. Under Ind AS, proposed dividend is recognized as a liability in the period in which it is declared by the company (usually when approved by shareholders in a general meeting) or paid. In the case of the Company, the declaration of dividend occurs after period end. Therefore, the liability for the year ended 31st March 2016 recorded as proposed dividend as on 1st April, 2016 along with dividend distribution tax amounting to ₹199.67 lakhs has been de-recognised with a corresponding adjustment in the retained earnings.

8. Defined benefit obligation

Under Ind AS, remeasurements i.e. actuarial gains and losses are to be recognized in 'Other comprehensive income' and are not to be reclassified to profit and loss in a subsequent period. Under the previous GAAP, these remeasurements were forming part of the profit or loss. Therefore, actuarial gain/loss amounting to ₹(133.08) Lakhs for the financial year 2016-17 has been recognized in OCI (net of tax ₹46.06 lakhs) which was earlier recognised as Employee benefits expense. However, the same has no impact on the total equity as at 31st March, 2017.

9. Sale of goods

Under previous GAAP, sale of goods was presented as net of excise duty. However, under Ind AS, sale of goods included excise duty. Thus, sale of goods under Ind AS has increased by ₹2601.68 lakhs with a corresponding increase in expenses during the financial year 2016-17.

10. Deferred tax

Under previous GAAP, deferred tax was recognized for the temporary timing differences which focus on differences between taxable profits and accounting profits for the period. Ind AS requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base. Further, the application of Ind AS has resulted in recognition of deferred tax on certain temporary differences which was not required under previous GAAP. Accordingly, deferred tax adjustments have been recognised in correlation to the underlying transactions in retained earnings/OCI in accordance with Ind AS. This has resulted in decrease in retained earnings of ₹187.55 lakhs and Rs 120.31 lakhs as at 31st March 2017 and 1st April 2016 respectively. The net profit has been decreased with ₹ 67.24 lakhs for the year ended 31st March 2017 with a corresponding adjustment in 'Deferred tax liability'.

11 Statement of cash flows

The transition from previous GAAP to Ind AS has not made any material impact on statement of cash flows.

Reconciliation of Equity as on 31st March 2017 and 1st April 2016

(₹ in lakhs)

PARTICULARS	Reconciliation Note No.	As at 31 st March 2017			As at 1 st April 2016		
		As per previous GAAP	Ind AS Adjustments	As per Ind AS	As per previous GAAP	Ind AS Adjustments	As per Ind AS
I ASSETS							
1 Non-current assets							
(a) Property, Plant and Equipment	1,6	14650.23	97.79	14748.02	13766.41	104.06	13870.47
(b) Capital work-in-progress		329.17		329.17	886.66		886.66
(c) Intangible Assets		3.90		3.90	4.43		4.43
(d) Financial Assets							
i Investments	2	2.01	47.86	49.87	2.01	47.53	49.54
ii Loans	3	3.21	(0.38)	2.83	1.94	(0.28)	1.66
iii Others financial assets		120.89	-	120.89	121.90	-	121.90
(e) Other non current Assets	1,3	936.09	0.86	936.95	382.32	0.77	383.09
Total Non-current assets		16045.50	146.13	16191.63	15165.67	152.08	15317.75
2 Current assets							
(a) Inventories		2906.61		2906.61	2640.21		2640.21
(b) Financial Assets							
i Current Investments	2	3764.26	509.72	4273.98	1824.03	328.76	2152.79
ii Trade receivables		2457.54		2457.54	3509.57		3509.57
iii Cash and Cash equivalents		34.41		34.41	70.52		70.52
iv Other Bank Balances (other than iii above)		285.48		285.48	342.70		342.70
v Loans		78.87		78.87	157.88		157.88
vi Other financial assets		145.22		145.22	283.24		283.24
(c) Current tax assets (net)		54.05		54.05			
(d) Other assets	1	550.47	0.01	550.48	610.11	0.01	610.12
Total Current assets		10276.91	509.73	10786.64	9438.26	328.77	9767.03
TOTAL ASSETS		26322.41	655.86	26978.27	24603.93	480.85	25084.78
EQUITY AND LIABILITIES							
Equity							
(a) Equity Share capital		1382.47		1382.47	1382.47		1382.47
(b) Other Equity	1 to 10	10785.98	353.01	11138.99	8475.43	438.76	8914.19
Total Equity		12168.45	353.01	12521.46	9857.90	438.76	10296.66
Liabilities							
1 Non-current liabilities							
(a) Financial Liabilities							
i Borrowings	5	1812.97	(7.95)	1805.02	2222.38	(12.80)	2209.58
ii Other financial liabilities							
(b) Provisions		817.86	-	817.86	885.86	-	885.86
(c) Deferred tax liabilities	10	2664.11	187.55	2851.66	2196.00	120.31	2316.31
(d) Other non-current liabilities	6	40.06	114.04	154.10	26.38	121.89	148.27
Total Non-current liabilities		5335.00	293.64	5628.64	5330.62	229.40	5560.02
2 Current liabilities							
(a) Financial Liabilities							
i Borrowings		1713.75	-	1713.75	2774.66	-	2774.66
ii Trade payable		3461.35	-	3461.35	3889.69	-	3889.69
iii Other financial liabilities	4	3032.00	1.36	3033.36	1964.97	4.51	1969.48
(b) Other current liabilities	6	492.52	7.85	500.37	369.25	7.85	377.10
(c) Provisions	7	119.34	-	119.34	297.85	(199.67)	98.18
(d) Current tax liabilities (net)					118.99		118.99
Total Current liabilities		8818.96	9.21	8828.17	9415.41	(187.31)	9228.10
TOTAL EQUITY AND LIABILITIES		26322.41	655.86	26978.27	24603.93	480.85	25084.78

Note: The figures of previous GAAP have been reclassified to conform to presentation requirements of Division II of Schedule III of Companies Act, 2013 as applicable to a company whose financial statements are required to be drawn up in compliance of the (Indian Accounting Standards) Rules, 2015

Reconciliation of Total Comprehensive Income for the year ended 31st March 2017**(₹ in lakhs)**

PARTICULARS	Reconciliation Note No.	Year ended as at 31 st March 2017		
		As per previous GAAP	Ind AS Adjustments	As per Ind AS
I Revenue from operations	9	42003.42	2601.68	44605.10
II Other income	2 to 4	297.60	184.81	482.41
III Total revenue (I+II)		42,301.02	2,786.49	45,087.51
IV Expenses :				
Cost of materials consumed		21283.34	-	21,283.34
Changes in inventories of finished goods and work-in-progress		54.18	-	54.18
Excise duty on sale of goods	9		2601.68	2,601.68
Employee benefits expense	3,8	4613.88	(132.72)	4,481.16
Finance costs	4	586.15	4.87	591.02
Depreciation and amortization expense	1,6	796.27	(1.57)	794.70
Other expenses	1	10493.62	0.01	10,493.63
Total Expenses (IV)		37,827.44	2,472.27	40,299.71
V Profit before exceptional items and tax		4473.58	314.23	4,787.81
VI Exceptional items		911.83		911.83
VII Profit before tax (V-VI)		3,561.75	314.23	3,875.98
VIII Tax expense:				
i Current Tax		796.42	-	796.42
ii Tax adjustments of earlier years		83.31	-	83.31
iii Deferred tax	8,10	371.46	113.30	484.76
IX Profit for the year (VII- VIII)		2,310.56	200.93	2,511.49
X Other Comprehensive Income /(loss)				
A i Items that will not be reclassified to profit or loss	8	-	(133.08)	(133.08)
ii Income tax relating to items that will not be reclassified to profit or loss	10	-	46.06	46.06
B i Items that will be reclassified to profit or loss		-	-	-
ii Income tax relating to items that will be reclassified to profit or loss		-	-	-
Total other Comprehensive Income/(loss)		-	(87.02)	(87.02)
XI Total Comprehensive Income for the period (IX+X)		2,310.56	113.91	2,424.47

54 Related party disclosures: In accordance with the requirements of Ind AS 24, on "Related party disclosures", name of the related party, related party relationship, transactions and outstanding balances including commitments where control exists and with whom transactions have taken place during reported periods, are:

Related party and their relationship:-**A. Key Management Personnel:**

i Whole time directors	Sh. Rajneesh Oswal Sh. Vishal Oswal Sh. Kunal Oswal Sh. Anil Kumar	Chairman & Managing Director Vice Chairman & Managing Director Whole Time Director Executive Director
ii Non executive directors	Sh. Ajay Kumar Chakraborty Sh. Madan Lal Gupta Dr. Nandagiri Jagannatha Rao Dr. Pratibha Goyal	Independent Director Independent Director Independent Director Independent Director
iii Chief Financial Officer	Mr. Rakesh Kumar Mahajan	
iv Company Secretary	Ms Ruchita Vij Mr Videshwar Sharma	(w.e.f 29.08.17) (upto 15.07.17)

B. Related parties**i. Enterprises over which Key Management Personnel (KMP) and relative of such personnel is able to exercise significant influence or control:**

Achin Investment & Mercantile Company	Adeep Investment Company
Fountain Tie up Private Limited	Levina Investment & Mercantile Company
Lime Lite Consultants Private Limited	Noble Share Trading Private Limited
OASIS Share Trading Private Limited	Ojasvi Investment & Mercantile Company
Punctual Dealers Private Limited	Shreyans Financial and Capital Services Limited
Shri Darshan Kumar Oswal Public Charitable Trust	Shri Paras Nath Charitable Trust
Sulzer Investment Private Limited	Virat Investment & Mercantile Company
Jagvallah Parasnath Capital Investments Private Limited	

ii. Relative of Key Management Personnel:

Mrs. N.K. Oswal, Manager	Mrs. Preeti Oswal, Manager
Mrs. Shikha Oswal, Manager	Mrs. Neera
Ms Namita	Ms Swati

C. Employee benefit trust: Group Gratuity Trust Fund managed by employees of the company
SIL- Group Gratuity Trust Fund (Unit Shreyans Paper) SIL- Group Gratuity Trust Fund (Unit Shree Rishabh Papers)**D. Details of transactions entered into with related parties during the year as required by Ind AS 24 on "Related Party Disclosures" of Companies (Indian Accounting Standards) Rules 2015.**

Sr. No	PARTICULARS	Enterprises over which KMP is able to exercise significant influence or control		Key Management Personnel (KMP)		Post employment Benefit plans	
		Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
1	***Contractual remuneration			656.05	535.49		
1a	***Contractual remuneration outstanding as on last day of financial year			27.27	21.29		
2	Sitting fee			2.10	2.00		
3	Interest Paid						
4	Contribution to CSR Expenditure	6.00	10.50				
5 a	Fixed Deposits taken (including opening balance)	-	-	30.94	57.94		
b	Fixed Deposits repaid			30.94	27.00		
c	Closing Balance of Fixed Deposits	-	-	-	30.94		
6 a	Loan taken (including opening balance)	369.31	317.50	306.90	319.12		
b	Loans repaid	66.15	145.69	107.03	47.47		
c	Closing Balance of Loans	303.16	171.81	199.87	271.65		
7	Contribution to trust towards Post Employment benefit					330.73	367.93
Sr. No	PARTICULARS	Relatives of KMP		Total			
		Current Year	Previous Year	Current Year	Previous Year		
1	***Contractual remuneration	21.09	20.62	677.14	556.11		
1a	***Contractual remuneration outstanding as on last day of financial year	1.35	1.30	28.62	22.59		
2	Sitting fee			2.10	2.00		
3	Interest Paid			-	-		
4	Contribution to CSR Expenditure			6.00	10.50		
5 a	Fixed Deposits taken (including opening balance)	131.08	128.71	162.02	186.65		
b	Fixed Deposits repaid		10.80	30.94	37.80		
c	Closing Balance of Fixed Deposits	131.08	117.91	131.08	148.85		
6 a	Loan taken (including opening balance)			676.21	636.62		
b	Loans repaid			173.18	193.16		
c	Closing Balance of Loans			503.03	443.46		
7	Contribution to trust towards Post Employment benefit			330.73	367.93		

*** As the liabilities for gratuity, compensated absences are provided on an actuarial basis for the Company as a whole, the amount pertaining to key managerial personnel has not been included.

Mr. Rajneesh Oswal, Mr Vishal Oswal and Mr Kunal Oswal are related to each other.

The related party relationship is as identified by the Company and relied upon by the auditors.

55 Financial instruments and Risk management**i Capital management**

The capital structure of the Company consists of net debt (borrowings offset by cash and bank balances) and total equity of the Company. The Company manages its capital to ensure that the Company will be able to continue as going concern while maximising the return to stakeholders through an optimum mix of debt and equity within the overall capital structure. The Company's management reviews its capital structure considering the cost of capital, the risks associated with each class of capital and the need to maintain adequate liquidity to meet its financial obligations when they become due. Accordingly the management and the Board of Directors periodically review and set prudent limit on overall borrowing limits of the Company.

The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company's gearing ratio was as follows:

PARTICULARS		(₹ in lakhs)	
		for the year ended 31 st March 2018	for the year ended 31 st March 2017
Borrowings		3844.38	3518.77
Less: Cash and cash equivalents		31.42	34.41
Net debt	(A)	3812.96	3484.36
Total equity		15456.85	12521.46
Capital and Net debt	(B)	19269.81	16005.82
Gearing ratio	(A/B)	19.79%	21.77%

Further, there have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current year ended 31st March 2018.

There were no changes in the objectives, policies or processes for managing capital during the year ended 31st March, 2018 and 31st March, 2017.

ii Categories of financial instruments

The following table provides categorisation of all financial instruments at carrying value

As at 31st March 2018

(₹ in lakhs)

PARTICULARS	At Cost	At Amortised Cost	At fair value through profit or loss		At fair value through OCI		Total carrying value	Total fair value
			Designated upon initial recognition	Mandatory	Equity instruments designated upon initial recognition	Mandatory		
Assets:								
Investments (Non Current) (Refer Note 4)	0.00*			51.78			51.78	120.40
Loans (Non Current) (Refer Note 5)		3.66					3.66	3.66
Other financial non-current assets (Refer Note 6)		12.34					12.34	12.34
Investments (Current) (Refer Note 9)		-		4595.97			4595.97	4595.97
Trade receivables (Refer Note 10)		3962.40					3962.40	3962.40
Cash and Cash Equivalents (Refer Note 11)		31.42					31.42	31.42
Other Bank Balances (Refer Note 12)		366.20					366.20	366.20
Loans (Current) (Refer Note 13)		37.77					37.77	37.77
Other financial assets (Current) (Refer Note 14)		119.73					119.73	119.73
Total	0.00	4533.52	-	4647.75	-	-	9181.27	9249.89
Liabilities:								
Borrowings (Non Current) (Refer Note 18)		2144.27					2144.27	2144.27
Other financial liabilities (Non Current) (Refer Note 19)		9.79					9.79	9.79
Borrowings (Current) (Refer Note 23)		1700.11					1700.11	1700.11
Trade Payables (Refer Note 24)		4479.34					4479.34	4479.34
Other financial liabilities (Current) (Refer Note 25)		2526.53		0.98			2527.51	2527.51
Total	0.00	10860.04	-	0.98	-	-	10861.02	10861.02

* Carried at impaired value, refer Note No. 4

(₹ in lakhs)

PARTICULARS	At Cost	At Amortised Cost	At fair value through profit or loss		At fair value through OCI		Total carrying value	Total fair value
			Designated upon initial recognition	Mandatory	Equity instruments designated upon initial recognition	Mandatory		
As at 31st March 2017								
Assets:								
Investments (Non Current) (Refer Note 4)	0.00*			49.87			49.87	114.75
Loans (Non Current) (Refer Note 5)		2.83					2.83	2.83
Other financial non-current assets (Refer Note 6)		120.89					120.89	120.89
Investments (Current) (Refer Note 9)		-		4273.98			4273.98	4273.98
Trade receivables (Refer Note 10)		2457.54					2457.54	2457.54
Cash and Cash Equivalents (Refer Note 11)		34.41					34.41	34.41
Other Bank Balances (Refer Note 12)		285.48					285.48	285.48
Loans (Current) (Refer Note 13)		78.87					78.87	78.87
Other financial assets (Current) (Refer Note 14)		145.22					145.22	145.22
Total	0.00	3125.24	-	4323.85	-	-	7449.09	7513.97
Liabilities:								
Borrowings (Non Current) (Refer Note 18)		1805.02					1805.02	1805.02
Other financial liabilities (Non Current) (Refer Note 19)		-					-	-
Borrowings (Current) (Refer Note 23)		1713.75					1713.75	1713.75
Trade Payables (Refer Note 24)		3461.35					3461.35	3461.35
Other financial liabilities (Current) (Refer Note 25)		3032.00		1.36			3033.36	3033.36
Total	0.00	10012.12	-	1.36	-	-	10013.48	10013.48
Carried at impaired value, refer Note No. 4								
As at 01st April 2016								
Assets:								
Investments (Non Current) (Refer Note 4)	0.00*			49.54			49.54	76.25
Loans (Non Current) (Refer Note 5)		1.66					1.66	1.66
Other financial non-current assets (Refer Note 6)		121.90					121.90	121.90
Investments (Current) (Refer Note 9)		-		2152.79			2152.79	2152.79
Trade receivables (Refer Note 10)		3509.57					3509.57	3509.57
Cash and Cash Equivalents (Refer Note 11)		70.52					70.52	70.52
Other Bank Balances (Refer Note 12)		342.70					342.70	342.70
Loans (Current) (Refer Note 13)		157.88					157.88	157.88
Other financial assets (Current) (Refer Note 14)		283.24					283.24	283.24
Total	0.00	4487.47	-	2202.33	-	-	6689.80	6716.51
Liabilities:								
Borrowings (Non Current) (Refer Note 18)		2209.58					2209.58	2209.58
Other financial liabilities (Non Current) (Refer Note 19)		-					-	-
Borrowings (Current) (Refer Note 23)		2774.66					2774.66	2774.66
Trade Payables (Refer Note 24)		3889.69					3889.69	3889.69
Other financial liabilities (Current) (Refer Note 25)		1964.97		4.51			1969.48	1969.48
Total	0.00	10838.90	-	4.51	-	-	10843.41	10843.41

iii. Financial risk management

The principal financial assets of the Company include loans, trade and other receivables and cash and bank balances that derive directly from its operations. The principal financial liabilities of the company, include loans and borrowings, trade and other payables and the main purpose of these financial liabilities is to finance the day to day operations of the company.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks and that advises on financial risks and the appropriate financial risk governance framework for the Company.

This note explains the risks which the company is exposed to and policies and framework adopted by the company to manage these risks:-

(A) Market risk management

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 of Currency risk, Interest rate risk and other price risk.

a.1 Foreign currency risk management

The Company is exposed to foreign currency risk arising mainly on import (of raw materials and capital items) and export (of finished goods). Foreign currency exposures are managed within approved policy parameters utilising forward contracts.

The carrying amounts of the Company's foreign currency denominated financial assets and financial liabilities at the end of the reporting period are as follows:

PARTICULARS	As at 31st March 2018	As at 31st March 2017
Currency : USD		
Exposure on account of financial Assets		
Trade Receivable (A)	195,385	171,950
Amount Hedged through forwards (B)	185,018	-
Net Exposure to Foreign Currency Assets (C=A-B)	10,367	171,950
Exposure on Account of Financial Liabilities		
Trade Payable and Borrowings (D)	11,28,922	598,647
Amount Hedged through forwards (E)	-	157,331
Net Exposure to Foreign Currency Liabilities (F=D-E)	11,28,922	441,316
Net Exposure to Foreign Currency Assets/ (Liabilities) (C- F)	(11,18,555)	(269,366)

The following significant exchange rates applied during the year

Currency	2017-18	2016-17	2017-18	2016-17
	Year end rates		Average Exchange rates	
INR/USD	65.18	64.86	64.47	65.55

a.2 Foreign currency sensitivity analysis

The Impact on the Company's profit before tax due to change in the fair value of monetary assets and liabilities including foreign currency derivatives on account of reasonably possible change in USD exchange rates (with all other variables held constant) will be as under:

(₹ in lakhs)

PARTICULARS	As at 31st March 2018	As at 31st March 2017
5% Strengthening/ weakening of USD against INR	42.69	25.26

b) Interest rate risk management

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

As the Company has no significant interest-bearing assets, the income and operating cash flows are substantially independent of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's debt obligations with floating interest rates, which are included in interest bearing loans and borrowings in these financial statements. The company's fixed rate borrowings are carried at amortised cost. They are, therefore, not subject to interest rate risk, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

At the reporting date the interest rate profile of the Company's interest bearing financial instrument is at its fair value:

PARTICULARS	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Variable rate instruments			
Long term borrowings	1818.27	1598.04	1964.54
Current maturities of long term debt	585.00	455.00	460.00
Short term borrowings	549.35	1004.75	1715.28

Cash flow sensitivity analysis for variable rate instruments

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected. A change of 100 basis points in interest rates for variable rate instruments at the reporting date would have

increased/(decreased) profit or loss for the below years by the amounts shown below. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

PARTICULARS	(₹ in lakhs)		
	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Increase/ decrease in 100 basis point	29.53	30.58	41.40

c) Other Price Risk

The company is exposed to price risk arising from equity investments. The company manages equity price risk by investing in fixed deposits/Fixed Maturity Plan, debt instruments and Liquid funds. The company does not actively trade equity investments. Equity investments are mainly held for strategic rather than trading purposes. Protection principle is given high priority by limiting company's investments top rated money market instruments only.

Equity price risk is related to change in market reference price of investments in equity shares held by the Company. The fair value of quoted investments held by the Company exposes it to equity price risks.

The Company manages the surplus funds majorly through investments in debt based mutual fund schemes. The price of investment in these mutual fund Net Asset Value (NAV) declared by the Asset Management Company on daily basis as reflected by the movement in the NAV of invested schemes. The Company is exposed to price risk on such Investment schemes.

Mutual fund investments are susceptible to market price risk, mainly arising from changes in the interest rates or market yields which may impact the return and value of such investments. However, due to the very short tenor of the underlying portfolio in the liquid schemes, these do not hold any significant price risks.

c.1 Equity price sensitivity analysis

The sensitivity analysis below has been determined based on the exposure to equity price risks at the end of the reporting period.

The Company's exposure in Equity Investments is not material.

c.2 Mutual fund price sensitivity analysis

The sensitivity analysis below has been determined based on Mutual Fund Investment at the end of the reporting period. If NAV had been 1% higher/lower, the profit for year ended 31st March, 2018 would have increased/decreased by Rs +/- 40.37 Lakhs (2016-2017: increase/decrease by Rs 37.64 lakhs) as a result of the changes in fair value of mutual funds.

(B) Credit risk management

Credit risk arises from the possibility that a counter party's inability to settle its obligations as agreed in full and in time. The maximum exposure to credit risk in respect of the financial assets at the reporting date is the carrying value of such assets recorded in the financial statements net of any allowance for losses

a. Trade Receivables

The Company's trade receivables consists of a large and diverse base customers including State owned Enterprises. Hence the Company is not exposed to concentration and credit risk. The company also assesses the credit worthiness of the customers internally to whom goods are sold on credit terms in the normal course of business. Outstanding customer receivables are regularly monitored and any shipments to overseas customers are generally covered by letters of credit.

In determining the allowances for expected credit losses of trade receivables, the company has used a practical expedient by computing the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience and is adjusted for forward looking information. The expected credit loss allowance is based on the ageing of the receivables that are due and rates used in the provision matrix. In addition to this Company provides for credit loss based on increase in credit risk on case to case basis.

The following is the detail of allowance for lifetime expected credit loss and revenues generated from top five customers of the company.

i) Reconciliation of allowance for doubtful debts on Trade Receivables.

PARTICULARS	(₹ in lakhs)	
	As at 31st March 2018	As at 31st March 2017
Balance as at beginning of the year	13.52	18.60
Allowance for doubtful receivables based on Expected Credit Loss (ECL)	6.34	-
Release to the statement of Profit and Loss	6.63	5.08
Balance at end of the year	13.23	13.52

ii) Revenue from top five customers.

- Amount of Sales	13881.26	11986.89
- % of total sales	29.55	26.87

Trade Receivables

Out of the Trade receivables, ₹2263.64 lakhs as at 31st March 2018 (₹1119.97 lakhs as at 31st March 2017, ₹1678.72 lakhs as at 01st April 2016) is due from the Company's major customers i.e. having more than 5% of total outstanding trade receivables. There are no other customers who represent more than 5% of the total balance of trade receivables.

The ageing analysis of trade receivables as of the reporting date is as follows:

	(₹ in lakhs)		
Ageing of trade receivables (Gross)	As at 31st March 2018	As at 31st March 2017	As at 01st April 2016
Not Due	2572.62	1550.64	2577.69
0 - 6 months past due	597.41	404.61	708.67
More than 6 months past due	805.61	515.81	241.81
Total Trade receivables	3975.64	2471.06	3528.17

The maximum exposure to credit risk at the reporting date is the carrying value of trade receivables as disclosed at Note 10.

b. Other Financial Assets

The Company maintains exposure in cash and cash equivalents, time deposits with banks, investments in debt mutual funds. Investment of surplus funds are made only with approved counter parties. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets.

Write off policy

The financial assets are written off in case there is no reasonable expectation of recovering from the financial asset.

(C) Liquidity risk management

The objective of liquidity risk management is to maintain sufficient liquidity to meet financial obligations of the Company as they become due. The Treasury Risk Management Policy includes an appropriate liquidity risk management framework for the management of the short-term, medium-term and long term funding and cash management requirements. The Company manages the liquidity risk by maintaining adequate cash reserves, banking facilities and reserve borrowing facilities by continuously monitoring forecast and actual cash flows and by matching the maturity profiles of financial assets and liabilities.

The Company has access to various fund / non-fund based bank financing facilities. The amount of unused borrowing facilities (fund and non-fund based) available for future operating activities and to settle commitments as at 31st March, 2018 ₹2827.80 lakhs, (as at 31st March, 2017 ₹3660.67 lakhs, as at 1st April, 2016 ₹2501.02 lakhs).

Liquidity risk table

The below is the detail of contractual maturities of the financial liabilities of the company at the end of each reporting period

	(₹ in lakhs)		
PARTICULARS	As at 31st March 2018	As at 31st March 2017	As at 01st April 2016
Borrowings			
0-1 years	1700.11	1713.75	2774.66
2-3 years	1382.80	1298.11	1207.76
3-5 years	644.40	506.91	801.28
More than 5 years	117.07	-	200.54
Trade Payables			
0-1 years	4479.34	3461.35	3889.69
2-3 years	-	-	-
3-5 years	-	-	-
More than 5 years	-	-	-
Other Financial Liabilities			
0-1 years	2527.51	3033.36	1969.48
2-3 years	-	-	-
3-5 years	9.79	-	-
More than 5 years	-	-	-

iv Fair Value Measurement

(i) Fair Value hierarchy

- Level 1- Quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)
- Level 3- Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

(ii) The following table presents fair value hierarchy of assets and liabilities measured at fair value:

	(₹ in lakhs)			
PARTICULARS	31st March 2018	Fair Value as at 31st March 2017	01st April 2016	Fair value hierarchy
Current Investments				
Fair Value through OCI (Equity instruments designated upon initial recognition)	-	-	-	-
Fair Value through Profit and Loss	4595.97	4273.98	2152.79	Level 2

Non-Current Investments

Fair Value through Profit and Loss	2.50	2.27	1.93	Level 1
Fair Value through Profit and Loss	49.27	47.60	47.60	Level 3
Other financial current liabilities				
- Derivative financial instruments	0.98	1.36	4.51	Level 2

There were no transfers between Level 1 and 2 in the period.

56 Figures in bracket indicate deductions.

57 Previous year figures have been regrouped/recasted/rearranged wherever necessary to confirm to its classification of the current year.

As per our report of even date attached
For K.C. KHANNA & CO
Chartered Accountants
(Firm Regn. No. 000481N)

For and on behalf of the Board of Directors

(ABHISHEK GOEL)
Partner
M.No. 521575

(R.K. MAHAJAN)
C F O

(RUCHITA VIJ)
Company Secretary

(ANIL KUMAR)
Executive
Director & CEO
DIN 00009928

(VISHAL OSWAL)
Vice Chairman &
Managing Director
DIN 00002678

(RAJNEESH OSWAL)
Chairman &
Managing Director
DIN 00002668

PLACE : Ludhiana
DATE : May 25, 2018

SHREYANS INDUSTRIES LIMITED

Regd. Office: Village Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana 141 123

Tel. No. 0161-2685270, 98761-00948, CIN- L17115PB1979PLC003994

Website : www.shreyansgroup.com, Email : atl@shreyansgroup.com

Form No. MGT-11**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):

Registered address:

E-mail Id:

Folio No/ Client Id: DP ID:

I/We, being the member(s) of Shares of Shreyans Industries Limited, hereby appoint:

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

1. Name :
2. Address :
3. E-mail Id :
4. Signature :

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 38th Annual general meeting of the company, to be held on Friday, the 10th day of August, 2018 At 11.00 a.m. at registered office of the company at Village: Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana 141 123 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No:

- | | | | |
|---------|---------|---------|---------|
| 1 | 2 | 3 | 4 |
| 5 | 6 | 7 | |

Signed this..... day of 2018

Signature of shareholder

Signature of Proxy holder(s)

Affix
Revenue
Stamp here

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.

.....

SHREYANS INDUSTRIES LIMITED
ATTENDANCE SLIP

I here by record my presence at the **38th ANNUAL GENERAL MEETING** of the Company being held on Friday, the 10th August, 2018 at 11.00 a.m. at the Registered Office of the Company Village Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana - 141 123

.....
Full Name of the Shareholder
(IN BLOCK LETTERS)

Signature

Folio No

Client ID.

Full Name of Proxy
(IN BLOCK LETTERS)

D. P. ID.

- NOTE :**
1. The Proxy Form duly completed must be deposited at the Registered Office of the Company not less than 48 hours before the time for holding the meeting.
 2. A proxy need not be a member.

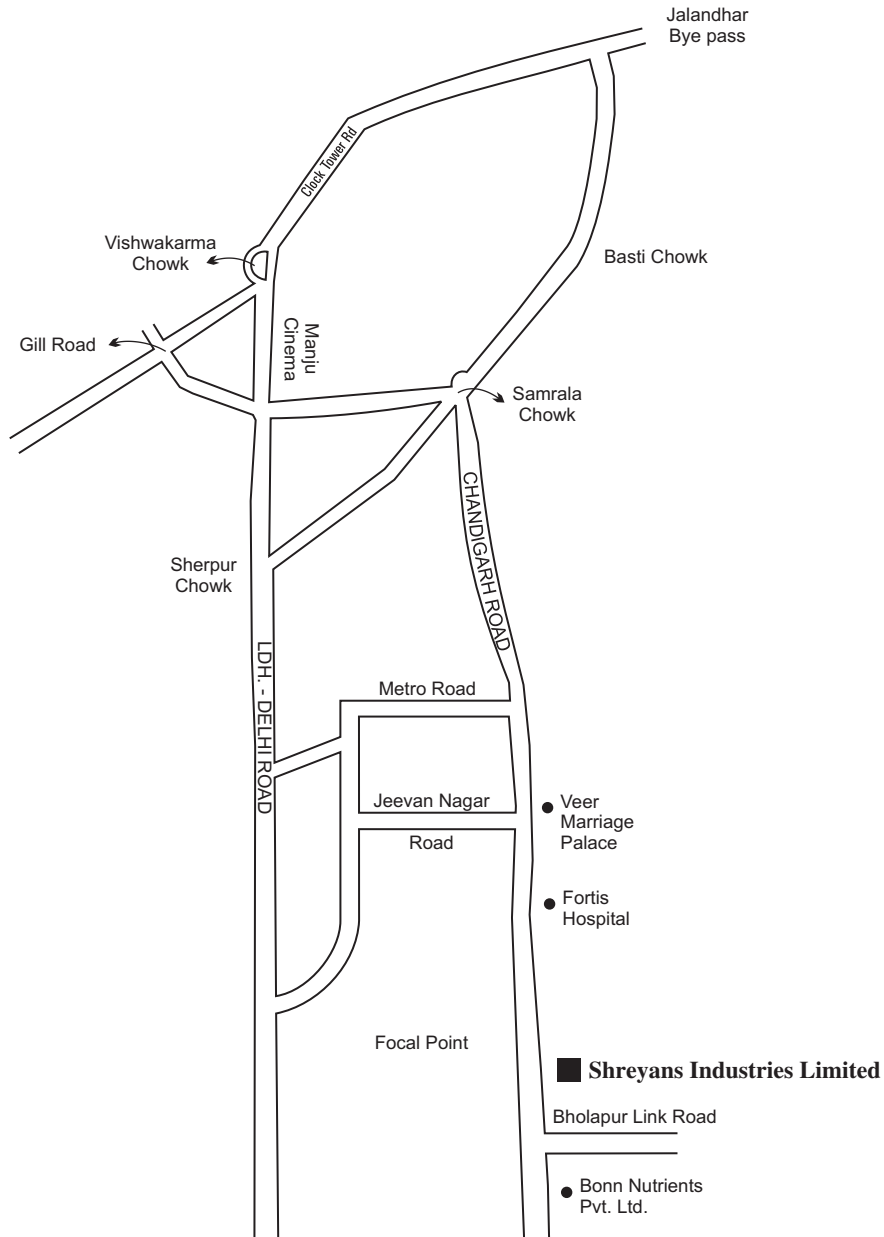
SPACE FOR SUMMARY NOTES FOR MEMBER'S USAGE

[illegible]

Route map to the venue of the AGM

Venue : **Shreyans Industries Ltd.**

Village Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana



If undelivered, please return to :

SHREYANS INDUSTRIES LIMITED

Village Bholapur, P.O. Sahabana,

Chandigarh Road, Ludhiana - 141 123.

CIN: L17115PB1979PLC003994

Tel.: +91-161-6574125, 98761-00948 Fax: +91-161-2685270

Email: atl@shreyansgroup.com Website: www.shreyansgroup.com