Shree Rama Multi-Tech Limited

An ISO 9001 : 2015 Certified Company

SHREE RAMA

TÜV NORD TÜV India Pvt. Ltd. ISO 9001

REGD OFFICE: 301, CORPORATE HOUSE, OPP: TORRENT HOUSE, INCOME TAX, AHMEDABAD-380009.
TELE: (079) 27546800, 27546900.EMAIL: cslegal@srmtl.com, WEBSITE: www.srmtl.com, CIN NO: L25200GJ1993PLC020880

Date: 2nd October, 2018

To,
General Manager Listing
BSE Limited
Floor 25, P J Towers,
Dalal Street, Fort,
Mumbai – 400 001

Script Code: 532310

To,
General Manager Listing
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block-G,
Bandra Kurla Complex, Bandra (E)
Mumbai – 400 051

Script Code: SHREERAMA

Sub.: Submission of Annual Report for the Financial Year 2017-18

Ref.: Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir,

We submit herewith the Annual Report of the Company for the Financial Year 2017-18 pursuant to Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We request to take the above on your record.

Thanking You,

Yours faithfully,
For, **Shree Rama Multi-Tech Limited**

(Purvang Trivedi)
Company Secretary & Compliance Officer

Encl.: a/a

ANNUAL REPORT

2017 - 18

SHREE RAMA

SHREE RAMA MULTI-TECH LIMITED

SHREE RAMA MULTI-TECH LIMITED

Corporate Information

BOARD OF DIRECTORS

Shri Shailesh K. Desai	:	Managing Director
Shri Hemal R. Shah	:	Whole Time Director
Shri Pathik C. Shah	:	Independent Director
Smt. Vandana C. Patel	:	Independent Director
Shri Shalin S. Patel	:	Independent Director
Shri Mittal K. Patel	:	Non-Executive Director

AUDIT COMMITTEE
Shri Pathik C. Shah (Chairman)
Shri Shailesh K. Desai
Shri Shalin S. Patel
Smt. Vandana C. Patel

NOMINATION AND REMUNERATION COMMITTEE
Shri Pathik C. Shah (Chairman)
Shri Mittal K. Patel
Shri Shalin S. Patel

STAKEHOLDER RELATIONSHIP COMMITTEE
Shri Mittal K. Patel (Chairman)
Shri Shailesh K. Desai
Shri Shalin S. Patel

CHIEF FINANCIAL OFFICER
Shri Krunal Shah

COMPANY SECRETARY & COMPLIANCE OFFICER
Mr. Purvang Trivedi

STATUTORY AUDITORS
M/s Chandulal M. Shah & Co.,
Chartered Accountants, Ahmedabad

REGISTERED OFFICE
301, Corporate House, Opp. Torrent House,
Income Tax, Ahmedabad – 380009
Tel.: (079) 27546800, 27546900
Website: www.srmtl.com
Email: cslegal@srmtl.com

LEAD BANKERS
RBL Bank Ltd.
Bank of Baroda

REGISTRAR AND SHARE TRANSFER AGENTS
M/s Karvy Computershare Private Limited
Karvy Selenium Tower B,
Plot No.31-32, Financial District,
Nanakramguda, Gachibowli, Hyderabad - 500 032
Phone: (040) 6716 2222, Fax: (040) 2342 0814
Email:support@karvy.com

PLANT
Block No. 1557, Village: Moti-Bhoyan,
Kalol-Khatraj Road, Taluka: Kalol,
Dist.: Gandhinagar, Gujarat

LISTED ON STOCK EXCHANGES
BSE Limited, Mumbai (BSE)
National Stock Exchange of India Limited, Mumbai (NSE)

24th Annual General Meeting of the Company is scheduled to be held on **Friday, 21st September, 2018 at 10.30 A.M.** at:

ATMA Conference Hall,
Ahmedabad Textile Mills Association,
Ashram Road, Ahmedabad-380009

As a measure of economy, copies of Annual Report will not be distributed at the Annual General Meeting. Shareholders are requested to kindly bring their copies of Annual Report at the meeting.

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BOARD'S REPORT

Dear Members,

Your Directors are pleased to present the 24th Annual Report on the business and operations of the Company together with Audited Financial Statements for the financial year ended 31st March, 2018.

FINANCIAL RESULTS

The Company's financial performance, for the year ended 31st March, 2018 is summarized below:

(Rs. in Lakhs)

Particulars	2017-18 (Current Year)	2016-17 (Previous Year)
Gross Sales/ Income from Operations	**12,544.11**	13,333.06
Other Income	**71.31**	134.53
Total Revenue	**12,615.42**	13,467.59
Profit Before Depreciation, Interest and Tax	**1,140.37**	1,528.78
Depreciation and amortization expense	**1,086.83**	1,204.34
Finance Costs	**457.87**	683.06
Profit/(loss) before tax (after exceptional items)	**(404.33)**	(358.62)
Deferred Tax Provision/ (Reversal)	**(147.61)**	(145.35)
Net profit/ (loss) for the year	**(256.72)**	(213.27)

OPERATIONAL REVIEW

During the financial year 2017-18, the Company has achieved total revenue from operations of Rs. 12,615.42 lakhs as compared to the previous year's figure of Rs. 13,467.59 lakhs, thereby registered decrease in revenue by 6.33% as compared to previous year. The EBIDTA of the Company during the year stood at Rs. 1140.37 lakhs. The Company has registered net loss of Rs. 256.72 lakhs for the financial year ended on 31st March, 2018.

BUSINESS PERFORMANCE

Your company belongs to the high growth packaging industry in India which is developing at about 10-12% per annum and the performance of the Company during the year 2017-18 has remain moderate and has declined slightly over the previous year. The Company has put all level efforts to achieve the higher growth, however due to constraints as to the plant capacity and other related factors, the Company could not achieve higher growth and grab the opportunity from the market. The Company has made effective steps for utilization of available resources, developing the market, research & development activities, reduction of cost, utilization of qualitative raw materials by maintaining the existing performance within the overall framework available with the Company. Further, your company has focused on developing export business and thereby the export sales grew from Rs. 1,908 lakhs of the previous financial year 2016-17 to Rs 2,071 lakhs in the financial year 2017-18, a growth of 8.54% over the previous year. During the year, the recertification audits were carried out by external agencies and accordingly your company has been recertified for ISO-9001-2015 and FSSC 22000. Your directors would like to inform you that the company is planning to increase the production capacity to avail the opportunity from the market for the further growth in the business activities of the company. Your Directors expect better performance of the Company during the current year.

DIVIDEND

During the financial year 2017-18, your Company has incurred loss of Rs. 256.72 lakhs, hence, considering the loss for the year under review and accumulated losses of the earlier years, your Directors do not recommend any dividend for the financial year 2017-18 and no amount has been transferred to the General Reserves.

SHARE CAPITAL

The Paid-up Share Capital of the Company as at 31st March, 2018 stood at Rs. 3842.70 lakhs. During the year under review, the Company has not issued any shares with differential voting rights as to dividend, voting or otherwise nor has granted any stock options or sweat equity. As on 31st March, 2018, none of the Directors of the Company hold any instruments convertible into equity shares of the Company.

SUBSIDIARY COMPANIES

Shree Rama (Mauritius) Limited was incorporated as wholly owned subsidiary in Mauritius. The current status of the Company is "Defunct".

DEPOSITS

The Company does not have "Deposits" as contemplated under Chapter V of the Companies Act, 2013. Further, the Company has not invited or accepted any such deposits during the year ended on 31st March, 2018.

EXTRACT OF ANNUAL RETURN

The extract of Annual Return in Form MGT-9 for the year ended 31st March, 2018 pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014 is annexed herewith as **'Annexure A'** as a part to this Report.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

In accordance with the provisions of Section 152 of the Companies Act, 2013 and the Company's Articles of Association, Shri Mittal K. Patel, Director, retires by rotation at the forthcoming Annual General Meeting and, being eligible, offers himself for re-appointment. The Board recommends his re-appointment for the consideration of the members of the Company at the ensuing Annual General Meeting.

The Board of Directors on recommendation of the Nomination and Remuneration Committee has re-appointed Shri Shailesh K. Desai as Managing Director of the Company for a period of 3 (three) years with effect from 3rd August 2018, liable to retire by rotation, subject to approval of shareholders by way of special resolution, as his current term expires on 2nd August 2018.

As required under Regulation 36(3) of the Listing Regulations, particulars of Directors seeking appointment / re-appointment at the ensuing Annual General Meeting are annexed to the notice convening Twenty-fourth Annual General Meeting.

During the year under review, Mr. Purvang Trivedi was appointed as Company Secretary & Compliance Officer of the Company with effect from 8th September 2017.

Your Company has received declarations from all the Independent Directors confirming that they meet with the criteria of Independence as prescribed under sub-section (6) of Section 149 of the Companies Act, 2013 and under Regulation 16(1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and there has been no change in the circumstances which may affect their status as Independent Director during the year.

During the year, none of the Non-Executive Directors of the Company had pecuniary relationship or transactions with the Company.

Pursuant to Section 203 of the Companies Act, 2013, the whole-time key managerial personnel of the Company as on 31st March, 2018 are as under:

1.	Shri Shailesh K. Desai	Managing Director
2.	Shri Hemal R. Shah	Whole-Time Director
3.	Shri Krunal G. Shah	Chief Financial Officer
4.	Mr. Purvang Trivedi	Company Secretary

The details of KMPs are provided in the Corporate Governance Report as required under SEBI (LODR) Regulations, 2015.

NUMBER OF MEETINGS OF THE BOARD

During the financial year ended on 31st March, 2018, the Board met five times, the details of which are given in the Corporate Governance Report that forms part of this Annual Report. The intervening gap between any two consecutive meetings of Board was not more than one hundred and twenty days.

COMMITTEES OF BOARD

The Company has following Committees of the Board as on 31st March, 2018 pursuant to applicable provisions of the Companies Act, 2013 and rules made there under as well as in compliance with SEBI (LODR) Regulations, 2015:

(i) Audit Committee

(ii) Nomination and Remuneration Committee

(iii) Stakeholders Relationship Committee

During the financial year 2017-18, the Board has discontinued the Corporate Social Responsibility Committee with effect from 10th November, 2017 as the Company ceases to be covered under the criteria prescribed under Section 135(1) of Companies Act, 2013 read with rules made thereunder.

The details of the Committees as on 31st March, 2018 along with their composition, number of meetings, attendance at the meetings and other information are provided in the Corporate Governance Report.

BOARD EVALUATION

Pursuant to the provisions of the Companies Act, 2013 and as per the corporate governance requirements as prescribed under SEBI (LODR) Regulations, 2015, the Board of Directors had carried out the performance evaluation of Independent Directors as well as evaluation of working of its Board Committees. Further, Independent Directors of the Company had also carried out the performance evaluation of Non-Independent Directors, the Board as whole, the Chairman of the Company and also reviewed the timeliness and effectiveness of flow of information between the Company and the Board. The Nomination and Remuneration Committee of the Company had also carried out performance evaluation of every Director's performance. A structured questionnaire was prepared after taking into consideration the various aspects of composition of the Board and its Committees, their functioning, experience, culture, execution and performance of specific duties, obligations and governance. The Board of Directors expressed its satisfaction with the evaluation process.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(3)(c) of the Companies Act, 2013, your Directors to the best of their knowledge and belief and according to the information and explanations obtained by them state that:

a) in the preparation of the annual accounts for the year ended on 31st March, 2018, the applicable accounting standards have been followed, along with proper explanation relating to material departures;

b) 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 for the year ended on 31st March, 2018 and of the profit and loss of the Company for that period.

c) the Directors have taken proper and sufficient care for the 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 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; and

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.

RELATED PARTY TRANSACTIONS

All transactions entered with related parties for the year under review were on arm's length basis and in the ordinary course of business and there were no material contracts or arrangement or transactions entered into, in terms of Section 188 of the Companies Act, 2013 and in terms of SEBI (LODR) Regulations, 2015 and accordingly, the disclosure of related party transactions as per Section 134(3)(h) of the Companies Act 2013 in Form AOC-2 is not provided. Further, the disclosures in compliance with Para A of Schedule V of Regulation 34(3) of SEBI (LODR) Regulations, 2015 is provided in the notes to the accounts. The related party transactions as required to be disclosed under Indian Accounting Standards (Ind-AS 24) are set out in the notes to the financial statements.

The Audit Committee had given prior omnibus approval for the related party transactions which were of repetitive nature and/or entered in the ordinary course of business and on arm's length basis and a statement giving details of all related party transactions were placed before the Audit Committee and the Board for review and noting on a quarterly basis.

The policy on Related Party Transactions as approved by the Board of Directors has been uploaded on the website of the Company viz. www.srmtl.com. None of the Directors has any pecuniary relationship or transactions vis-à-vis the Company.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS BY THE COMPANY

During the year 2017-18, the Company has not given any loans or provided guarantee or security in connection with a loan to other body corporate or person or made investments as contemplated under the provisions of Section 186 of the Companies Act, 2013, hence the details are not provided.

INTERNAL FINANCIAL CONTROL SYSTEM

The Company's internal control system is commensurate with its size, scale and complexities of its operations. Your Company has an effective internal control and risk-mitigation system which are constantly reviewed, assessed and strengthened with new/ revised standard operating procedures considering the existing system and future planning as envisaged. The internal audit is entrusted to M/s Ramesh C. Sharma & Co., Chartered Accountants and the scope of the internal audit are reviewed and revised

as required to assess the risks and business processes, besides benchmarking controls with best practices in the industry.

The Audit Committee of the Board of Directors actively reviews the adequacy and effectiveness of the internal control systems and suggests improvements to strengthen the same. The Company has a robust Management Information System, which is an integral part of the control mechanism.

The Audit Committee, Statutory Auditors and the business heads are quarterly apprised of the internal audit findings and the corrective actions taken. Audit plays a key role in providing assurance to the Board of Directors. The significant audit observations and corrective actions taken by the management are presented to the Audit Committee of the Board. To maintain its objectivity and independence, the Internal Auditor reports to the Chairman of the Audit Committee.

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

The statement showing particulars with respect to the conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 is annexed herewith as **"Annexure B"** as a part to this Report.

PARTICULARS OF EMPLOYEES

The Company has continued to maintain harmonious and cordial relations with its officers, supervisors and workers enabling the Company to maintain the pace of growth. Training is imparted to employees at all levels and covers both technical and behavioral aspects.

The details of Managerial Remuneration as required under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed herewith as **"Annexure C"** as a part to this Report. There was no employee drawing an annual salary of Rs. 102 lakhs or more where employed for full year or monthly salary of Rs. 8.50 Lakhs or more where employed for part of the year and therefore, no information pursuant to the provisions of Rule 5(2) & 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is required to be given.

NOMINATION AND REMUNERATION POLICY

The Board of Directors has, on recommendation of the Nomination and Remuneration Committee, framed a Nomination and Remuneration Policy pursuant to the provisions of Section 178 of the Companies Act, 2013 read with the Rules made thereunder as well as SEBI (LODR) Regulations, 2015. The policy has been placed on the website of the Company viz. www.srmtl.com. The salient features of the said policy are stated in the Corporate Governance Report that forms part of this report.

AUDITORS & AUDITORS' REPORT

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the rules framed thereunder, M/s Chandulal M. Shah & Co. (FRN: 101698W), Chartered Accountants, Ahmedabad were appointed as Statutory Auditors of the Company for the period of five years from the conclusion of the Twenty-third AGM of the Company till the conclusion of the Twenty-eighth AGM subject to ratification by the members at every Annual General Meeting to be held during the said period.

Your Directors would like to inform you that the Ministry of Corporate Affairs, New Delhi, has vide its notification dated 7th May 2018, made effective certain sections of the Companies (Amendments) Act, 2017 which includes amendment to Section 139(1) whereby, the provisions for ratification of appointment of Statutory Auditor at every Annual General Meeting is omitted.

Hence, the said requirement for ratification of appointment of Statutory Auditor at every Annual General Meeting is now not required, the appointment of statutory auditor shall continue for the period of five years till the conclusion of the Twenty-eighth AGM without any ratification thereof pursuant to the aforesaid notification of MCA.

The Company has received a letter from M/s Chandulal M. Shah & Co., Chartered Accountants, to the effect that their appointment, is within the prescribed limits under Section 141 of the Companies Act, 2013 read with rules made thereunder and that they are not disqualified for such appointment.

During the year under review, there are no instances of frauds that are reportable by the auditors under Section 143(12) the Companies Act, 2013 and its rules made thereunder.

The Statutory Auditors of the Company has made certain observations in the audit report and qualified the report during the year under review. In this regard, the Board clarifies the same as under:

Boards' Comments on Auditors Emphasis:

1. Regarding the non- provision of interest on borrowings in form of loans and debentures:

   The management has already initiated settlement with the lenders of the loan and debentures as per the Scheme of Arrangement and Compromise. The lenders specified in the scheme have given their consent for settlement as per the terms of the scheme and in the opinion of the management, the amount of dues payable to lenders have been specified under the definition of "Settled Debt" under clause (n) of Part 1 of the scheme, therefore no further liability on account of interest will arise. In case the scheme is not approved or approved with different terms, the Company will give necessary accounting effect on final ascertainment of the same.

2. Regarding Non consolidation of accounts of Shree Rama (Mauritius) Limited (WOS):

   In respect of the investment made in Shree Rama (Mauritius) Limited, its Wholly-Owned Subsidiary (WOS), the resident directors & key managerial personnel of the said WOS had resigned in the year 2005-06 and audited accounts for the year ended 30th September 2003 and onwards could not be prepared and provided. Its present status is shown as 'defunct' under respective laws. The Company has accordingly provided for diminution in the value of investments in the earlier years.

   In view of the above, it was not possible to prepare consolidated financial statements as required by Ind AS 110 issued by ICAI and other provisions of the Companies Act, 2013.

SECRETARIAL AUDIT

Pursuant to provisions of Section 204 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board had appointed M/s Samdani Shah & Kabra, Practicing Company Secretaries to undertake the Secretarial Audit of the Company for the financial year 2017-18. The Secretarial Audit Report is annexed herewith as **"Annexure D"** as a part to this Report.

There are some observations made by the Secretarial Auditor in their report for which the Board of Directors hereby give its comments/explanation as under:

(i) Regarding Non consolidation of accounts of Shree Rama (Mauritius) Limited (WOS):

   In respect of the investment made in Shree Rama (Mauritius) Limited, its Wholly-Owned Subsidiary (WOS), the resident directors & key managerial personnel of the said WOS had resigned in the year 2005-06 and audited accounts for the year ended 30th September 2003 and onwards could not be prepared and provided. Its present status is shown as 'defunct' under respective laws. The Company has accordingly provided for diminution in the value of investments in the earlier years.

   In view of the above, it was not possible to prepare consolidated financial statements as required

by Ind AS 110 issued by ICAI and other provisions of the Companies Act, 2013.

ii) Regarding pending redemption of 666666 15% Cumulative Preference Shares

The Composite Scheme of Compromise and Arrangement with its lenders and Shareholders u/s 391 of the Companies Act, 1956 filed with Hon'ble High Court of Gujarat is pending before higher bench and matter of redemption of preference shares along with dividend etc. is also covered in the scheme. The Board is of the view that the said matter will be sorted out on final outcome of the scheme.

iii) Regarding non reversal of provision of dividend and non-transfer of the said amount to IEPF

In the Scheme of Compromise and Arrangement, the issue of waiver of unpaid dividend on preference shares is also covered. The Board is of the view that the said matter will be sorted out on final outcome of the scheme.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

During the year, the Company ceases to be covered under the criteria prescribed under Section 135(1) of Companies Act, 2013 read with rules made thereunder hence, the Board has discontinued the Corporate Social Responsibility Committee with effect from 10th November, 2017 and therefore, the Company is not required to comply with the provisions of the Corporate Social Responsibility prescribed under the Companies Act, 2013. Accordingly, the details in the Annual Report on the CSR activities is not provided as an annexure to this Report.

MANAGEMENT DISCUSSION AND ANALYSIS

The Management Discussion and Analysis Report on operations of the Company as required under Regulation 34(3) read with Para B of Schedule V of SEBI (LODR) Regulations 2015, is provided in a separate section and forms an integral part of this Annual Report.

CORPORATE GOVERNANCE

The Report on Corporate Governance as stipulated under Regulation 34(3) read with Para B of Schedule V of SEBI (LODR) Regulations, 2015 forms an integral part of this Report. The requisite certificate from the Practicing Company Secretary of the Company confirming compliance with the conditions of corporate governance is attached to this report on Corporate Governance.

INSURANCE

The assets of the Company are adequately insured to take care of any unforeseen circumstances.

MATERIAL CHANGES AND COMMITMENT AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There are no material changes and commitments affecting the financial position of the Company occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

RISK MANAGEMENT

The risk is the part and partial of every business and the risk management is embedded in your Company's operating framework. Even though it is not possible to completely eliminate various risks associated with the business of the Company, the efforts are made to minimize the impact of such risks on the operations of the Company. The Company has established a well-defined process of risk management which includes identification, analysis and assessment of various risks, measurement of probable impact of such risks, formulation of the risk mitigation strategies and implementation of the

same so as to minimize the impact of such risks on the operations of the Company. The Company has put in place various internal controls for different activities so as to minimize the impact of various risks. The Company's approach to addressing the business risk is comprehensive and includes periodic review of such risks and a framework for mitigating controls and reporting mechanism of such risks. The risk management framework is reviewed periodically by the Board of Directors for its effectiveness and compliances.

The discussion on risks and concerns are covered in the Management Discussion and Analysis Report, which forms part of this Report.

VIGIL MECHANISM

Your Company has framed a Vigil Mechanism to report genuine concerns or grievances of all directors and employees. It provides for adequate safeguards against victimization of persons who use such mechanism. The Vigil Mechanism Policy has been posted on the website of the Company.

CODE OF CONDUCT

The Board of Directors has adopted the Code of Conduct for the Director and Senior Management and the same has been placed on the Company's website. All the Board members and the senior management have affirmed compliance with the Code of Conduct for the year under review.

OTHER DISCLOSURES

No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

The appeal with the larger bench of Hon'ble High Court of Gujarat in the matter of Scheme of Compromise and Arrangement under Section 391 of the Companies Act, 1956 which was admitted by the Court has been finally concluded during the year and Hon'ble High Court of Gujarat has reserved its order under the matter and the same is awaited.

As per the requirement under the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 read with rules made there under, your company has also formulated a policy on prevention of sexual harassment at workplace with a mechanism of lodging complaints. During the year under review, no complaints were reported.

APPRECIATION

Your Directors place on record their sincere appreciation for the continued co-operation and support extended to the Company by various banks. Your Directors also thank the consumers for their patronage to the Company's products. Your Directors also place on record sincere appreciation of the continued hard work put in by the employees at all levels. The Directors also thank the Company's vendors, investors, business associates, Stock Exchanges, Government of India, State Government and various departments and agencies for their support and co-operation.

For, **Shree Rama Multi-Tech Limited**

Place : Moti Bhoyan
Date : 24th May, 2018

Shailesh K. Desai
Managing Director
(DIN: 01783891)

Hemal R. Shah
Whole-Time Director
(DIN: 07338419)

ANNEXURE - A TO THE BOARD'S REPORT

Form MGT-9
EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31st March, 2018

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

I. REGISTRATION AND OTHER DETAILS:

1	CIN	L25200GJ1993PLC020880
2	Registration Date	17/12/1993
3	Name of the Company	Shree Rama Multi-Tech Limited
4	Category/ Sub-category of the Company	Public Company Limited by Shares/ Non-Government Company
5	Address of the Registered Office & Contact details	301, Corporate House, Opp. Torrent House, Income Tax, Ahmedabad – 380 009 Tel: 079-2754 6800 / 6900 E-mail: cslegal@srmtl.com Website: www.srmtl.com
6	Whether Listed Company	Yes
7	Name, Address and Contact details of Registrar and Transfer Agent, if any	Karvy Computershare Private Limited Karvy Selenium Tower B, Plot No.31-32, Financial District, Nanakramguda, Gachibowli, Hyderabad - 500 032 Phone: 040 6716 2222 Fax: 040 2342 0814 E-mail: support@karvy.com Website: www.karvycomputershare.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sr.	Name and Description of main products / services	NIC Code of the product / service	% of total turnover of the Company
1	Laminated Tubes	22209	65.39
2	Laminates	22201	22.57

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr.	Name and Address of the Company	CIN / GLN	Holding / Subsidiary / Associate	% of Shares held	Applicable Section
1	*Shree Rama (Mauritius) Limited	N.A	Subsidiary	100%	2(87)

* The current status of the Company is "Defunct".

IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of total equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year (as on 1st April 2017)				No. of Shares held at the end of the year (as on 31st March 2018)				% of change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual / HUF	-	-	-	-	-	-	-	-	-
b) Central Govt.	-	-	-	-	-	-	-	-	-
c) State Govt.	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	26982301	-	26982301	42.51	26982301	-	26982301	42.51	-
e) Banks / FIs		-	-	-	-	-	-	-	-
f) any other		-	-	-	-	-	-	-	-
Sub-total (A)(1)	**26982301**	**-**	**26982301**	**42.51**	**26982301**	**-**	**26982301**	**42.51**	**-**
(2) Foreign									
a) NRIs Individuals		-	-	-	-	-	-	-	-
b) other Individuals		-	-	-	-	-	-	-	-
c) Bodies Corp.		-	-	-	-	-	-	-	-
e) Banks / FIs		-	-	-	-	-	-	-	-
f) any other		-	-	-	-	-	-	-	-
Sub-total (A)(2)	-	-	-	-	-	-	-	-	-
Total Shareholding of Promoter (A)= (A)(1)+(A)(2)	**26982301**	**-**	**26982301**	**42.51**	**26982301**	**-**	**26982301**	**42.51**	**-**
B. Public Shareholding									
(1) Institutions									
a) Mutual funds	-	-	-	-	-	-	-	-	-
b) Banks / FIs	166918	-	166918	0.26	166918	-	166918	0.26	-
c) Central Govt.	-	-	-	-	-	-	-	-	-
d) State Govt.	-	-	-	-	-	-	-	-	-
e) Venture Capital Fund	-	-	-	-	-	-	-	-	-
f) Insurance Cos.	-	-	-	-	-	-	-	-	-
g) FIIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) others	-	-	-	-	-	-	-	-	-
Sub-total (B)(1)	**166918**	**-**	**166918**	**0.26**	**166918**	**-**	**166918**	**0.26**	**-**
(2) Non Institutions									
a) Bodies Corp.									
i) Indian	3398806	1036978	4435784	6.99	3770923	1036978	4807901	7.58	0.59
ii) Overseas	39431	-	39431	0.06	39331	-	39331	0.06	-
b) Individuals									
i) Individual Shareholders holding nominal share capital upto Rs. 1 lakhs	15659616	317387	15977003	25.17	15531988	314895	15846883	24.97	(0.21)
ii) Individual Shareholders holding nominal share capital in excess of Rs. 1 lakhs	13034975	2171439	15206414	23.96	12946886	2171439	15118325	23.82	(0.14)
c) Others									
i) Non-Resident Indians	442144	-	442144	0.70	265665	-	265665	0.42	(0.28)
ii) NRI – Non Repatriation	180464	-	180464	0.28	163663	-	163663	0.26	(0.02)
iii) Clearing Members	23193	-	23193	0.04	44238	-	44238	0.07	0.03
iv) NBFCs registered with RBI	14353	-	14353	0.02	32780	-	32780	0.05	0.03
Sub-total (B)(2)	**32792982**	**3525804**	**36318786**	**57.22**	**32795474**	**3523312**	**36318786**	**57.22**	**0.00**
Total Public Shareholding (B) = (B)(1)+(B)(2)	**32959900**	**3525804**	**36485704**	**57.49**	**32962392**	**3523312**	**36485704**	**57.49**	**0.00**
C. Shares held by custodian for GDRs and ADRs	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Grand Total (A+B+C)	**59942201**	**3525804**	**63468005**	**100.00**	**59944693**	**3523312**	**63468005**	**100.00**	**-**

ii) Shareholding of Promoters

Sr.	Shareholders Name	Shareholding at the beginning of the year (as on 1st April, 2017)			Shareholding at the end of the year (as on March 31st, 2018)			% of change in shareholding during the year
		No. of Shares	% of total shares of the Co.	% of Shares pledge / encumbered to total shares	No. of Shares	% of total shares of the Co.	% of Shares pledge / encumbered to total shares	
1	Nirma Chemical Works Private Limited	23777418	37.46	0	23777418	37.46	0	-
2	Nirma Industries Private Limited	3204883	5.05	0	3204883	5.05	0	-
	Total	**26982301**	**42.51**	**0**	**26982301**	42.51	0	0.00

iii) Change in Promoters' Shareholding

Sr.	Particulars	Shareholding at the beginning of the year (as on 1st April, 2017)		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
1	At the beginning of the year	26982301	42.51	26982301	42.51
2	Date wise Increase/ Decrease in Promoters Share Holding during the year specifying the reasons for increase/ decrease (e.g. allotment/ transfer/ bonus/ sweat equity etc.)	-	-	-	-
3	At the end of the year	26982301	42.51	26982301	42.51

iv) Shareholding pattern of top ten shareholders (other than Directors, Promoters and holders of GDRs and ADRs)

Sr.	Name of Top 10 Shareholders	Shareholding at the beginning of the year (as on 1st April 2017)		Date	Increase/ Decrease in share-holding	Reason	Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company				No. of Shares	% of total shares of the Company
1	Kantilal U. Patel	2598730	4.09	No change			2598730	4.09
2	Jayesh H Patel	1874719	2.95	No change			1874719	2.95
3	Rooshabh R. Shah	1849439	2.91	No change			1849439	2.91
4	Sureel Enterprise Pvt Ltd.	954778	1.50	No change			954778	1.50
5	Alin Ajaykumar Shah	479038	0.75	No change			479038	0.75
6	Shree Developers Pvt. Ltd.	365790	0.58	No change			365790	0.58
7	Shivabhai Narandas Patel	302793	0.48	No change			302793	0.48
8	Rameshbhai Shivabhai Patel	300356	0.47	No change			300356	0.47
9	Dilipkumar Lakhi	349251	0.55				349251	0.55
				07/04/2017	13754	Transfer	335497	0.53
				18/08/2017	4500	Transfer	330997	0.52
				25/08/2017	2171	Transfer	328826	0.52
				10/11/2017	11500	Transfer	317326	0.50
				17/11/2017	17326	Transfer	300000	0.47
				At the end of the year (31/03/2018)			300000	0.47
10	Shantilal Misrimal Jain	360690	0.57				360690	0.57
				24/11/2017	10690	Transfer	350000	0.55
				29/12/2017	25000	Transfer	325000	0.51
				12/01/2018	10800	Transfer	314200	0.50
				19/01/2018	14200	Transfer	300000	0.47
				At the end of the year (31/03/2018)			300000	0.47

v) Shareholding of Directors and Key Managerial Personnel

Sr.	Name of Directors and Key Managerial Personnel	Shareholding at the beginning of the year (as on 1st April 2017)		Date	Increase/ Decrease in shareholding	Reason	Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company				No. of Shares	% of total shares of the Company
NIL								

V. INDEBTEDNESS

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

(Rs. In Lakhs)

Particulars	Secured Loans excl. deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
1. Principal Amount	6999.30	5355.89	0	12355.19
2. Interest due but not paid	0	0	0	0
3. Interest accrued but not due	0	0	0	0
Total (1+2+3)	**6999.30**	**5355.89**	**0**	**12355.19**
Change in Indebtedness during the financial year				
Addition	0	0	0	0
Reduction	411.89	1168.50	0	1580.39
Net Change	**411.89**	**1168.50**	**0**	**1580.39**
Indebtedness at the end of the financial year				
1. Principal Amount	6587.41	4187.39	0	10774.80
2. Interest due but not paid	0	0	0	0
3. Interest accrued but not due	0	0	0	0
Total (1+2+3)	**6587.41**	**4187.39**	**0**	**10774.80**

VI. REMUNERATION OF THE DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

(Rs. In Lakhs)

Sr.	Particulars of Remuneration	Name of MD / WTD / Manager		Total Amount
		Managing Director	Whole Time Director	
		Shri Shailesh K. Desai#	Shri Hemal R. Shah#	
1	Gross Salary			
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	56.83	13.70	70.53
	(b) Value of Perquisites u/s 17(2) of the Income Tax Act, 1961	1.82	1.14	2.96
	(c) Profits in lieu of salary u/s 17(3) of the Income Tax Act, 1961	0	0	0
2	Stock Option	0	0	0
3	Sweat Equity	0	0	0
4	Commission - as % of Profit	0	0	0
5	Other Allowances	0.49	0	0.49
	Total (A)	**59.14**	**14.84**	**73.98**
	Ceiling as per the Section 197(3) and Schedule V of the Companies Act, 2013	60		

 # Increase in Remuneration w.e.f. 1st June, 2017

B. Remuneration to other Directors

(Rs. In Lakhs)

Sr.	Name of Directors	Particulars of the Remuneration			Total Amount
		Fees for attending Board / Committee meetings	Commission	Others, please specify	
1.	**Independent Directors**				
	Shri Pathik C Shah	0.45	0.00	0.00	0.45
	Smt. Vandana C Patel	0.45	0.00	0.00	0.45
	Shri Shalin S Patel	0.60	0.00	0.00	0.60
	Total (1)	**1.50**	**0.00**	**0.00**	**1.50**
2.	**Non-Executive Directors**				
	Shri Mittal K Patel	0.45	0.00	0.00	0.45
	Total (2)	**0.45**	**0.00**	**0.00**	**0.45**
	Total (1+2)	**1.95**	**0.00**	**0.00**	**1.95**
	Ceiling as per the Act (@1% of profits calculated under Section 198 of the Companies Act, 2013)	-			

C. Remuneration to Key Managerial Personnel other than MD/ WTD / Manager

(Rs. In Lakhs)

Sr.	Particulars of Remuneration	Name of Key Managerial Personnel		Total Amount
		Chief Financial Officer	Company Secretary	
		Krunal G. Shah	Purvang Trivedi*	
1	Gross Salary			
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	9.09	1.79	10.88
	(b) Value of Perquisites u/s 17(2) of the Income Tax Act, 1961	0.17	0.00	0.17
	(c) Profits in lieu of salary u/s 17(3) of the Income Tax Act, 1961	0.00	0.00	0.00
2	Stock Option	0.00	0.00	0.00
3	Sweat Equity	0.00	0.00	0.00
4	Commission - as % of Profit	0.00	0.00	0.00
5	Others	0.00	0.00	0.00
	Total	**9.26**	**1.79**	**11.05**

** Appointed as Company Secretary and Compliance Officer of the Company w.e.f. 8th September, 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	Nil				
Punishment					
Compounding					
B. Directors					
Penalty	Nil				
Punishment					
Compounding					
C. Other Officers in default					
Penalty	Nil				
Punishment					
Compounding					

For, **Shree Rama Multi-Tech Limited**

Place : Moti Bhoyan
Date : 24th May 2018

Shailesh K. Desai
Managing Director
(DIN: 01783891)

Hemal R. Shah
Whole-Time Director
(DIN: 07338419)

ANNEXURE - B TO THE BOARD'S REPORT

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

The information under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 for the year ended 31st March, 2018 is given below and forms part of the Board's Report.

A) CONSERVATION OF ENGERGY:

The Company has taken several steps for energy conservation to optimize power consumption which are listed below:

1) Installed LED flood light in printing and lamination area.

2) Installed new air compressor in place of old air compressor for power saving.

3) Installed new Package Air Conditioner with scroll compressor system and removed old system package Air Conditioner for power saving.

4) Installed 3 Star split air conditioner by removing old system split air conditioner for power saving.

5) The Company has installed APFC panel for better power factor.

   i. Steps taken by the Company for utilizing alternative sources of energy: NIL

   ii. Capital Investment on energy conservation equipment: NIL

B) TECHNOLOGY ABSORPTION:

Efforts made towards Technology Absorption:

The Company is planning to invest in upgradation of Extrusion coating line which will result in material saving with better thickness control and better quality in terms of Taper and Bead issues.

Furthermore, the Company is also planning to add two brand new tube making lines which will add to our existing tube capacity and with better utilization of other processes like Printing and Lamination, the company can achieve better profitability at a higher turnover in future.

i. The benefits derived like product improvement, cost reduction, product development or import substitution :

With better quality and consistency of adhesive lamination, the Company has expanded its base into flexible laminate business with many reputed customers now in our kitty. Combined with the proposed expansion in tube making capacity, this has potential to take the Company to higher levels of turnover and profitability in coming years.

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

There has been no new imported technology absorption during the financial year under review.

iii. The expenditure incurred on Research and Development:

The Company has established a small Instrumentation Laboratory in house for the research work on substitution of costly imported electronics systems. This will have long term benefits for the Company.

C) FOREIGN EXCHANGE EARNINGS AND OUTGO:

(Rs. In Lakhs)

Particulars	2017-18	2016-17
Foreign Exchange Earned	**1741.06**	1752.38
Foreign Exchange Outgo	**2793.49**	2733.97

For, **Shree Rama Multi-Tech Limited**

Place : Moti Bhoyan
Date : 24th May, 2018

Shailesh K. Desai
Managing Director
(DIN: 01783891)

Hemal R. Shah
Whole-Time Director
(DIN: 07338419)

ANNEXURE - C TO THE BOARD'S REPORT

Information pursuant to Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

I. Ratio of remuneration of each director to the median remuneration of the employees of the company for F.Y. 2017-18:

Name of Director	Ratio to Median remuneration
Shri Shailesh K. Desai #	43.77 : 1
Shri Hemal R. Shah #	11.07 : 1
Shri Pathik C. Shah *	N.A.
Smt. Vandana C. Patel *	N.A.
Shri Shalin S. Patel *	N.A.
Shri Mittal K. Patel *	N.A.

II. Percentage increase in remuneration of each Director, CFO, CEO, CS or Manager, if any in F.Y. 2017-18 as compared to previous year 2016-17:

Name of Director, CFO, CS	Percentage increase in remuneration
Shri Shailesh K Desai #	**7.79**
Shri Hemal R Shah #	**22.85**
Shri Pathik C. Shah *	**N.A.**
Smt. Vandana C. Patel *	**N.A.**
Shri Shalin S. Patel *	**N.A.**
Shri Mittal K. Patel *	**N.A.**
Shri Krunal Shah	**38.21**
Mr. Purvang Trivedi $	**N.A.**

III. The median remuneration of the employees has increased by 11.08% in the financial year 2017-18

IV. Number of permanent employees on the rolls of the company as on 31st March, 2018 was 354.

V. Average percentage increase already made in the salaries of employees other than the managerial personnel in FY 2017-18 and its comparison with the percentage increase in the managerial remuneration and justification thereof:

Average percentage increase in salaries of the employees	Average percentage increase in managerial remuneration [1]
12.52%	11.26%
Justification: The average increase in salaries of employees every year is an outcome of Company's market competitiveness as against its peer group companies. In keeping with our reward philosophy and benchmarking results, the increase this year reflects the market practice.	

VI. The company affirms that the remuneration paid to the Directors, Key Managerial Personnel and employees of the Company is as per the remuneration policy of the Company.

VII. Information pursuant to rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

Name of Employee	Designation & Nature of Employment	Gross Remuneration (Rs. in Crore)	Qualification	Experience	Date of Commencement of Employment	Age	Previous Employment	% of Equity Shares held	Whether relative of any Director or manager
NIL									

\# Increase in remuneration w.e.f. 1st June, 2017

* No remuneration was paid during the year except Sitting Fees for attending Board Meetings and the same has not been considered as a part of remuneration for this purpose

$ Appointed as Company Secretary of the Company w.e.f. 8th September, 2017

1 Managerial Remuneration includes remuneration payable to Managing Director and Whole-Time Director of the Company

For, **Shree Rama Multi-Tech Limited**

Place : Moti Bhoyan
Date : 24th May, 2018

Shailesh K. Desai
Managing Director
(DIN: 01783891)

Hemal R. Shah
Whole-Time Director
(DIN: 07338419)

ANNEXURE - D TO THE BOARD'S REPORT

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED ON 31ST MARCH, 2018

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

To,
The Members,
SHREE RAMA MULTI-TECH LIMITED
(L25200GJ1993PLC020880)
Registered office : 301, Corporate House, Opp. Torrent House,
Income Tax, Ahmedabad - 380009

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **SHREE RAMA MULTI-TECH LIMITED** (hereinafter referred to as "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company (books, papers, minute books, forms and returns filed and other records maintained by the Company) and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit. We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31.03.2018, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31.03.2018 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 there under;

(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 **(Not Applicable during the Audit Period)**;

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

   (a) The Securities and Exchange Board of India (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 during the Audit Period)**;

(d) the Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 **(Not Applicable during Audit Period)**;

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **(Not Applicable during Audit Period)**;

(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;

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 **(Not Applicable during the Audit Period)**; and

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 **(Not Applicable during the Audit Period)**;

(i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

(j) Laws specifically applicable to the industry to which the company belongs, as identified by the management, that is to say:

1. Factories Act, 1948
2. Industrial Disputes Act, 1947

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

(i) Secretarial Standards issued by The Institute of Company Secretaries of India

(ii) The Listing Agreements entered into by the Company with Stock Exchange(s)

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

I. Pursuant sub-section 3 of Section 129 Company had not consolidated accounts of its wholly own subsidiary i.e Shree Rama (Mauritius) Limited.

II. In respect of 10,00,000 15% Cumulative Preference Shares of Rs.100/- each which were redeemable in three equal installments at the end of third, fourth and fifth year from 30th March,1998, 3,33,334 Preference Shares being first installment were redeemed on 30th March, 2001. The remaining 6,66,666 Preference Shares are yet to be redeemed.

III. The Company has declared and provided in books dividend of Rs. 100 lakhs for the year 2000-01 on 6,66,666 15% Redeemable Preference Shares. In view of the pending approval from Hon'ble High Court of Gujarat, the Company has not reversed the said provision and also not transferred the said amount to IEPF.

We further report that

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

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

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

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

We further report that during the audit period there were no specific events / actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above.

Place : Ahmedabad
Date : 24th May, 2018

Chirag Shah
Partner

Samdani Shah & Kabra
FCS No. 5545
C P No. 3498

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

'ANNEXURE - A'

To,
The Members
SHREE RAMA MULTI-TECH LIMITED

Our Secretarial Audit Report of even date is to be read along with this letter.

Management's Responsibility

1. It is the responsibility of the management of the Company to maintain secretarial records, devise proper systems to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.

Auditor's Responsibility

2. Our responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances.
3. We believe that audit evidence and information obtain from the Company's management is adequate and appropriate for us to provide a basis for our opinion.
4. Wherever required, we have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.

Disclaimer

5. The Secretarial Audit Report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place : Ahmedabad
Date : 24th May, 2018

Chirag Shah
Partner

Samdani Shah & Kabra
FCS No. 5545
C P No. 3498

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Your Directors have pleasure in presenting this Management Discussion and Analysis Report for the year ended on 31st March, 2018.

INDUSTRY STRUCTURE AND DEVELOPMENTS

The packaging industry is among the growing industries of India with a growth rate of about 10-12% per annum. The industry has reported steady growth over past several years and shows high potential for expansion.

The global packaging industry is developing and expanding day by day and Indian packaging industry is also growing rapidly. This growth is primarily driven by factors like growing of pharmaceutical, food processing, industries and FMCG and healthcare sector.

SRMTL'S PERFORMANCE AS INDUSTRY

Your Company's major product is laminated tubes, which is used for packing products in paste or gel form. The production of laminated tubes was stable as compared to previous year due to optimum utilisation of tubing capacity throughout the year. Further, the Company has expansion plans in coming financial year considering the potential in the market.

The key growth drivers for the year were flexible laminates which grew at 10.50% compared to last year. This is another high potential segment for your Company, which has varied applications for packing powders, granules, liquids, condoms etc. The number of key customers have been tapped for this segment which can give impressive growth in the coming years.

In addition to domestic market, the overseas markets continue to hold substantial potential for your company. The export sales grew from Rs 1,908 lakhs of the previous financial year 2016-17 to Rs 2,071 lakhs in the financial year 2017-18 - a growth of 8.54% over the previous year. Hence the exports would continue to remain focused on developing export business.

During the year, the recertification audits were carried out by external agencies and accordingly your company has been recertified for ISO-9001-2015 and FSSC 22000.

SEGMENT-WISE/PRODUCT WISE PERFORMANCE

The Company closed the year at approximately similar level in Tube sales. This is because of capacity constraint during peak season and maintenance related issues because of the old machineries. This has led us to add new machines and expand tube capacity.

OPPORTUNITIES, THREATS AND RISK PERCEPTION

In the way ahead, the growth in the plastic and packaging industry in India may be impacted by the end use industries, growing consumerism and government initiatives such as Make in India. With expected growth in FMCG segment coupled with more money in the hands of consumers, we expect packaging industry to show growth momentum. In line with this expectation, the capacities are being built up in all segments of packaging and hence competition is expected to intensify in coming years. Also with the Government's approach towards recycling and bio-degradation, it may create need to change the overall concept of changing primary packaging products. However, with its value system and dedicated team, your company is geared up to accept and overcome challenges of future.

RISK AND CONCERNS

Several new players have come up in Tube Manufacturing and as a result, the competition has become intense. It is absolutely vital for us to remain with the industry with new technology machines to stay relevant.

On account of Anti-dumping duty, the cost of Aluminium Foil, being the main component of the primary packaging, has significantly gone up which drastically impacted raw material cost.

BUSINESS OUTLOOK

On the back of more and more products getting converted from aluminum tubes to multilayer tubes and increasing per capita plastic consumption in India, the potential for multilayer tubes may rise and latest technology machines are an aid to stay at the forefront of the competition going forward.

INTERNAL CONTROL SYSTEMS AND ITS ADEQUACY

The Company has adequate and effective internal controls to provide reasonable assurance on achievement of its operational, compliance and reporting objectives. The Company has deployed controls through its policies and procedures. These policies and procedures are periodically reviewed to ensure that they remain updated with the changes in the environment. There is a well laid out process for making amendments to processes in the Company and implications of changes are well thought through and all stakeholders are consulted so that implementation becomes smooth.

The key processes are reviewed from the viewpoint of adequacy of control under Internal Audit. Suggestions to further strengthen the processes or to make them more effective are shared with the process owners and changes are made suitably.

The Company believes in conducting business in a fair, ethical and compliant manner. In this regard, periodic meetings are held to make the employees aware of the Code of Conduct. The Company has designed its software tool which helps to track key compliances as close as possible to the actual due date. Any deviations are highlighted for prompt corrective action. Functional heads take responsibility for putting in preventive steps. The Internal Financial Control system are also included in the Board's Report.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

During the financial year 2017-18, the Company has achieved total revenue of Rs. 12,615.42 lakhs thereby registered decline in revenue by 6.33% as compared to the previous year's figure of Rs 13,467.59 lakhs. The EBIDTA of the Company during the year stood at Rs. 1140.37 lakhs. The Company has registered net loss of Rs. 256.72 lakhs for the financial year ended 31st March, 2018. The Company is targeting to achieve the economy and growth within the overall available resources along with increase in the volume with additional capacity as planned for the improvement in the business activities.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/ INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED

The Company attaches importance to the dignity of employee irrespective of position and highly values the cultural diversities of employees. The Company is committed to nurturing, enhancing and retaining its top talent through superior learning and organizational development. This is a part of our Corporate HR function and is a critical pillar to support the organization's growth and its sustainability in the long run.

Cautionary Statement: Estimates and expectations stated in this Management Discussion and Analysis may be "forward-looking statement" within the meaning of applicable laws and regulations. Actual results

could differ materially from those expressed or implied. Important factors that could make a difference to your Company's operations include economic conditions affecting demand / supply and price conditions in the domestic and international markets, changes in the Government regulations, tax laws, other statutes and other incidental factors.

For, **Shree Rama Multi-Tech Limited**

Place : Moti Bhoyan
Date : 24th May, 2018

Shailesh K. Desai
Managing Director
(DIN: 01783891)

Hemal R. Shah
Whole-Time Director
(DIN: 07338419)

CORPORATE GOVERNANCE REPORT

The Directors present the Company's Report on Corporate Governance for the financial year 2017-18 in accordance with Regulation 34(3) read with Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

1. PHILOSOPHY ON CODE OF GOVERNANCE

SRMTL's philosophy on Corporate Governance is based on transparency, accountability and professionalism in action as well as implementation of Company's Code of Conduct and Ethics keeping in view the needs and interest of stakeholders. As a corporate entity, Company business fosters a culture of ethical behavior and disclosures aimed at building trust of our stakeholders.

The implementation of the policies and procedures as prescribed by the Company are intended to ensure high ethical standards in all its business activities. During the year ended 31st March, 2018, your Company has complied with all the mandatory conditions of Corporate Governance stipulated in Chapter IV of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (hereinafter referred to as the "Listing Regulations").

2. BOARD OF DIRECTORS

The Company's Board is broad-based and consists of eminent individuals from industrial, managerial, financial, marketing and technical background. The Company is managed by the Board of Directors in co-ordination with the Senior Management team. The composition and strength of the Board is reviewed from time to time for ensuring that it remains compliant with statutory as well as business requirements.

The composition of Board of Directors is an optimum mix of Executive and Non-Executive Directors with a Woman Director and comprises of not less than fifty per cent Non-Executive Directors. The Board of Directors led by the Chairman, appointed by the Board in respective meetings as and when called, comprises of total six Directors as on 31st March, 2018 including one Managing Director, one Whole Time Director, one Non-Executive Director – Non Independent and three Non-Executive Independent Directors.

The Board meets at regular intervals to discuss and decide on business strategies/policies and review the financial performance of the Company. The Board Meetings are pre-scheduled and decided in advance after confirmation from the Members of the Board. None of the Directors is a member of more than ten Board Level Committees (considering only Audit Committee and Stakeholders Relationship Committee) or Chairman of more than five Committees across all public limited companies (listed or unlisted) in which he/she is a Director in accordance with Regulation 26(1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Reg., 2015.

The Notice convening Board Meetings are being sent to each of the Directors along with relevant information and documents well in advance of the meeting date as per the provisions of the Companies Act, 2013 and Secretarial Standards issued by the ICSI and in exceptional cases tabled at the Meeting with the permission of the Chairman and consent of majority of the Directors present in the Meeting to ensure timely and informed decisions effectively. All significant developments and material events are brought to the notice of the Board.

The Company provides the information as set out in Regulation 17 read with Part A of Schedule II of the Listing Regulations to the Board and the Board Committees to the extent it is applicable and relevant. Such information is submitted either as part of the agenda papers in advance of the respective Meetings or by way of presentations and discussions during the Meetings. The important

decisions taken at the Board/Board Committee Meetings are communicated to the concerned department/division.

None of the Directors are related to any other Director on the Board in terms of definition of 'relative' as per the Companies Act, 2013. Non-Executive Directors do not hold convertible instruments of the Company.

The duties of Board of Directors have been enumerated in SEBI (LODR) Reg., 2015, Section 166 of the Companies Act, 2013 and Schedule IV of the said Act (Schedule IV is specifically for Independent Directors). There is a clear demarcation of responsibility and authority amongst the Board of Directors.

All Independent Directors are experienced and competent in their respective field. They actively participate in the Board and Committee which gives significant value addition in the decision making process. The Board of Directors have developed the familiarization program to be imparted to Independent directors to provide them to understand the business of the Company in depth and to contribute significantly to the progress of the Company. The details of familiarization program imparted to Independent Directors have been placed on Company's website: www.srmtl.com.

During the year ended on 31st March, 2018, five Board meetings were held on 18th May, 2017; 12th August, 2017; 8th September, 2017; 10th November, 2017 and 12th February, 2018. The interval between two meetings was well within the maximum period mentioned under Section 173 of Companies Act, 2013 and SEBI (LODR) Reg., 2015. The Last Annual General meeting was held on 21st September, 2017.

Composition and category of Directors, attendance record of each director at Board Meetings and at last Annual General Meeting, number of other Board of Directors or committees in which Directors is a member or chairperson (includes only Audit Committee and Stakeholders Relationship Committee):

Name of Directors	Category of Directors	No. of Board Meetings attended	Attendance at previous AGM	No of Shares held by Non-executive Directors	No. of Directorships held in other Public Companies	No of Audit Committees and Stakeholders Relationship Committee in other Public Companies	
						Chairman	Member
Shri Shailesh K. Desai*	Executive Managing Director	5	Yes	NA	1	-	2
Shri Hemal R. Shah	Executive Whole Time Director	5	Yes	NA	-	-	-
Shri Pathik C. Shah	Non-Executive (Independent)	4	Yes	-	-	-	-
Shri Mittal K Patel	Non-Executive & Non-Independent	4	Yes	-	-	-	-
Smt. Vandana C. Patel	Non-Executive (Independent)	4	No	-	-	-	-
Shri Shalin S Patel	Non-Executive (Independent)	5	Yes	-	1	-	1

* *Shri Shailesh K. Desai was elected as the Chairman of the Meeting of Board of Directors by the Members of Board in its each of its respective meetings held during FY 2017-18 since there is no regular Chairman of the Company.*

PREVENTION OF INSIDER TRADING

The Company has adopted an 'Internal Code of Conduct for Regulating, Monitoring and Reporting of Trades by Insiders' ("the Code") in accordance with the requirements of the SEBI (Prohibition of Insider Trading) Regulations, 2015 (PIT Regulations). The Code is applicable to Promoters and Promoter's Group, all Directors and such Designated Employees who are expected to have access to unpublished price sensitive information relating to the Company.

The Company has also formulated 'The Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information (UPSI)' in compliance with PIT Regulations. This Code is displayed on the Company's website: www.srmtl.com

3. BOARD COMMITTEES AND OTHER MEETINGS

The Board of Directors have constituted Board Committees to deal with specific areas and activities which concerns the Company and requires a closer review. The Board Committees are formed with approval of the Board and function under their respective Charters. These Committees play an important role in the overall Management of day to-day affairs and governance of the Company. The Board Committees meet at regular intervals and take necessary steps to perform its duties entrusted by the Board. The Minutes of the Committee Meetings are placed before the Board for noting.

The Company has three Board Level Committees:

A) Audit Committee,

B) Nomination and Remuneration Committee and

C) Stakeholders Relationship Committee

During the financial year 2017-18, the Corporate Social Responsibility (CSR) Committee was discontinued by the Board of Directors w.e.f. 10th November, 2017.

(A) AUDIT COMMITTEE

The Audit Committee of the Board of Directors is entrusted with the responsibility to supervise the Company's internal control system and weaknesses and financial reporting process along with other role as defined in the Terms of Reference. The composition, quorum, powers, role and scope are in accordance with Section 177 of the Companies Act, 2013 and Regulation 18 of the SEBI (LODR) Regulations, 2015.

The Members of the Audit Committee are financially literate, with one of the member having experience as well as requisite professional certification in accounting. The functions of the Audit Committee are in accordance with its Terms of Reference that defines its authority, responsibility and reporting function.

The Audit Committee met four times during the financial year 2017-18. The maximum gap between two Meetings was not more than 120 days. The Committee met on 18th May, 2017; 12th August, 2017; 10th November, 2017 and 12th February, 2018. The requisite quorum (including presence of at least two Independent Directors) was present at all the Meetings. The previous Annual General Meeting of the Company was attended by the Chairman of the Audit Committee. The Company's Internal Auditors, Statutory Auditors and head of finance department remains present at the Audit Committee Meetings at the request of Chairman of the Committee. The Company Secretary acts as the Secretary of the Audit Committee.

The details of composition of the Audit Committee and the number of meetings attended by

the members during the year is as under:

Sr. No.	Name of Members	Composition	No of meetings held	No. of meetings attended
1.	Shri Pathik C. Shah	Chairman (Independent Director)	4	3
2.	Shri Shailesh K. Desai	Member (Executive Director)	4	4
3.	Shri Shalin S. Patel	Member (Independent Director)	4	4
4.	Smt. Vandana C. Patel*	Member (Independent Director)	4	3

* *Smt. Vandana C. Patel was inducted as a Member of the Audit Committee w.e.f. 7th April, 2017 vide Circular Resolution passed by the Board of Directors*

Terms of reference of the Audit Committee:

a) the recommendation for appointment, remuneration and terms of appointment of auditors of the company;

b) review and monitor the auditor's independence and performance, and effectiveness of audit process;

c) examination of the financial statement and the auditors' report thereon;

d) approval or any subsequent modification of transactions of the company with related parties;

e) scrutiny of inter-corporate loans and investments;

f) valuation of undertakings or assets of the company, wherever it is necessary;

g) evaluation of internal financial controls and risk management systems;

h) monitoring the end use of funds raised through public offers and related matters.

The Terms of the Reference of the Audit Committee also includes the review of the information as prescribed in Part C of Schedule II of SEBI (LODR) Regulations, 2015.

(B) NOMINATION AND REMUNERATION COMMITTEE

Composition

The role of Nomination and Remuneration Committee of the Board of Directors includes recommendation to the Board, policy relating to appointment, remuneration and determining such other criteria and qualities attributable with respect to appointment and removal of directors and senior management. The Committee comprises of all three Non-Executive Directors with two members being Independent Directors. The previous Annual General Meeting of the Company was attended by the Chairman of the Nomination and Remuneration Committee.

The Nomination and Remuneration Committee met three times during the financial year 2017-18 i.e. on 7th April, 2017; 8th September, 2017 and 10th November, 2017.

The details of composition of the Nomination and Remuneration Committee and the number of meetings attended by the members during the year are as under:

Sr. No.	Name of Members	Composition	No of meetings held	No. of meetings attended
1.	Shri Pathik C. Shah	Chairman (Independent Director)	3	3
2.	Shri Mittal K Patel	Member (Non-Executive – Non-Independent Director)	3	3
3.	Shri Shalin S. Patel	Member (Independent Director)	3	3

Terms of reference of the Nomination and Remuneration Committee:

a) to formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the Directors, Key Managerial Personnel and other employees;

b) to formulate the criteria for evaluation of performance of Independent Directors and the Board of Directors;

c) to devise a policy on diversity of Board of Directors;

d) to ensure succession planning for appointment or replacing Board of Directors and senior management;

e) to identify the persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board of Directors their appointment and removal;

f) to determine whether to extend or continue the term of appointment of the Independent Director, on the basis of the report of performance evaluation of the Independent Directors.

The Terms of Reference of the Nomination and Remuneration Committee also includes the review of the information as prescribed in Part D of Schedule II of SEBI (LODR) Regulations, 2015 and Section 178 of the Companies Act, 2013.

The performance evaluation of Independent Directors is based on following broad criteria:

- Exercise of objective independent judgment in the best interest of Company;
- Ability to contribute to and monitor corporate governance practice; and
- Adherence to the Code of Conduct for Independent Directors.

(C) STAKEHOLDERS RELATIONSHIP COMMITTEE

The Stakeholders Relationship Committee has been constituted to consider and resolve the grievances of the security holders of the Company. The Chairman of the Committee is Shri Mittal K. Patel, Non-Executive – Non-Independent Director. Mr. Purvang Trivedi, Company Secretary is the Compliance Officer of the Company.

The efforts are made to ensure that the grievances of the security holders are more expeditiously redressed to the complete satisfaction of the investors. The role of the Committee also includes matters as prescribed in Part D of Schedule II of SEBI (LODR) Regulations, 2015.

The Secretarial Department of the Company and the Registrar and Share Transfer Agent of the Company, M/s Karvy Computershare Private Limited attends to all grievances of the

shareholders received directly or through any statutory or regulatory bodies. Shareholders are requested to furnish their updated correspondence details including address, telephone numbers and e-mail addresses to facilitate prompt action.

The Stakeholders Relationship Committee met three times during the financial year 2017-18 i.e. on 12th August, 2017; 10th November, 2017 and 12th February, 2018.

The details of composition of the Stakeholder Relationship Committee and the number of meetings attended by the members during the year are as under:

Sr. No.	Name of Members	Composition	No of meetings held	No. of meetings attended
1.	Shri Mittal K Patel	Chairman (Non-Executive - Non-Independent Director)	3	3
2.	Shri Shailesh K Desai	Member (Executive Director)	3	3
3.	Shri Shalin S. Patel	Member (Independent Director)	3	3

Details of Shareholder's queries/ complaints/ requests received and replied during financial year 2017-18 are detailed as under:

Sr. No.	Nature of Correspondence	Received (Nos.)	Responded Satisfactorily & Solved (Nos.)	Pending as on 31st March 2018 (Nos.)
1.	Change of Address	5	5	0
2.	Nomination Request	Nil	Nil	Nil
3.	Stop Transfer/ Procedure for issuance of Duplicate Share Certificates	Nil	Nil	Nil
4.	Correction in Name/ Address	Nil	Nil	Nil
5.	Change in Signature	Nil	Nil	Nil
6.	Procedure for transmission/ deletion	1	1	Nil
7.	Issuance of Duplicate shares	Nil	Nil	Nil
8.	Transfer Request	5	5	0
9.	Demat Request/Remat Requests	28	28	0
10.	Non-Receipt of Annual Reports	3	3	0
	Total	**42**	**42**	**0**

(D) Corporate Social Responsibility Committee

The Corporate Social Responsibility Committee of the Board of Directors was discontinued with effect from 10th November, 2017 in accordance with the provisions of Section 135 of Companies Act, 2013 read with rules made thereunder.

The CSR Committee met once on 10th November, 2017 during the financial year 2017-18. The details of composition of the CSR Committee and the number of meetings attended by the members are as under:

Sr. No.	Name of Members	Composition	No of meetings held	No. of meetings attended
1.	Shri Shailesh K Desai	Chairman (Executive Director)	1	1
2.	Shri Mittal K Patel	Member (Non-Executive – Non-Independent Director)	1	1
3.	Shri Shalin S. Patel	Member (Independent Director)	1	1

(E) Meeting of Independent Directors

A meeting of the Independent Directors of the Company was held on 21st March, 2018, during the year 2017-18, without the presence of non-independent directors and members of the management of the Company and it inter alia considered the following:

a) Review of the performance of the non-independent directors and the Board as a whole.

b) Review of the performance of the Chairperson of the Company, taking into account the views of executive directors and non-executive directors.

c) Assessment of 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 perform their duties.

All Independent Directors of the Company were present at the meeting.

4. REMUNERATION OF DIRECTORS

There are no pecuniary relationship or transactions with Non-Executive Directors vis-à-vis the Company during the financial year 2017-18.

The Non-Executive Directors are not paid any remuneration or commission except the sitting fees for attending the meeting of Board of Directors. The directors other than executive directors mentioned below were not paid any remuneration (except sitting fees for attending Board Meetings) during FY 2017-18:

Sr.	Particulars	Shailesh K. Desai* (Managing Director)	Hemal R. Shah* (Whole Time Director)
1	all elements of remuneration package of individual directors summarized under major groups, such as salary, benefits, bonuses, stock options, pension etc.		
	Salary	56.83	13.70
	Value of Perquisites	1.82	1.14
	Other Allowances	0.49	0
	Total	**59.14**	**14.84**
2	details of fixed component and performance linked incentives, along with the performance criteria;	59.14 (fixed)	14.84 (fixed)
3	service contracts, notice period, severance fees	3 Years	2 Years
4	stock option details, if any and whether issued at a discount as well as the period over which accrued and over which exercisable.	N.A.	N.A.

* *The remuneration was revised, with effect from 1st June, 2017, by the Board of Directors at their meeting held on 10th November, 2017 on the recommendation of Nomination and Remuneration Committee.*

5. GENERAL BODY MEETING

The Company held its last three Annual General Meetings as under:

AGM	LOCATION	DATE & TIME	SPECIAL RESOLUTION
23rd Annual General Meeting	ATMA Conference Hall, Ahmedabad Textile Mills Association, Ashram Road,Ahmedabad	21st September, 2017 at 10:30 A.M.	No
22nd Annual General Meeting	ATMA Conference Hall, Ahmedabad Textile Mills Association, Ashram Road,Ahmedabad	23rd September, 2016 at 11.00 A.M	Yes (One)
21st Annual General Meeting	ATMA Conference Hall, Ahmedabad Textile Mills Association, Ashram Road,Ahmedabad	26th September, 2015 at 11.30 A.M	No

None of the businesses are proposed to be transacted in the forthcoming Annual General Meeting of the Company requiring passing a special resolution through postal ballot. No Special Resolution was passed through postal ballot during the financial year 2017-18.

6. MEANS OF COMMUNICATION:

The Company's Quarterly and Half-Yearly Unaudited Financial Results and Annual Audited Financial Results are submitted to BSE Limited and National Stock Exchange of India Ltd. and published in "Business Standard" (English edition) and "Jayhind" (Gujarati edition), and are also disseminated on the company's website i.e. www.srmtl.com.

There were no such official news releases or presentations made to Institutional Investors or to the Analysts during the financial year 2017-18.

7. GENERAL SHAREHOLDER INFORMATION:

(A) Annual General Meeting:

Date, Time and Venue:	To be decided as per Section 96 of the Companies Act, 2013

Book Closure:	To be decided as per Section 96 of the Companies Act, 2013 and SEBI (LODR) Regulations, 2015.

(B) The financial year of the Company commences on 1st day of the month of April of a year and ends on 31st day of the month of March of next year.

(C) The Board of Directors have not recommended dividend during financial year 2017-18.

(D) The equity shares of the Company are listed on following Stock Exchanges and the Company has paid the listing fees for the year 2018-19 to these Stock Exchanges within due date.

Name of Stock Exchanges	Stock Code	ISIN (Equity)
BSE Limited (BSE) Floor 25, P J Towers, Dalal Street, Fort, Mumbai – 400 001	532310	INE879A01019
National Stock Exchange of India Ltd. (NSE) Exchange Plaza, C-1, Block-G, BandraKurla Complex, Bandra (E), Mumbai – 400 051	SHREERAMA	

(E) Market Price Data during each month in financial year 2017-18:

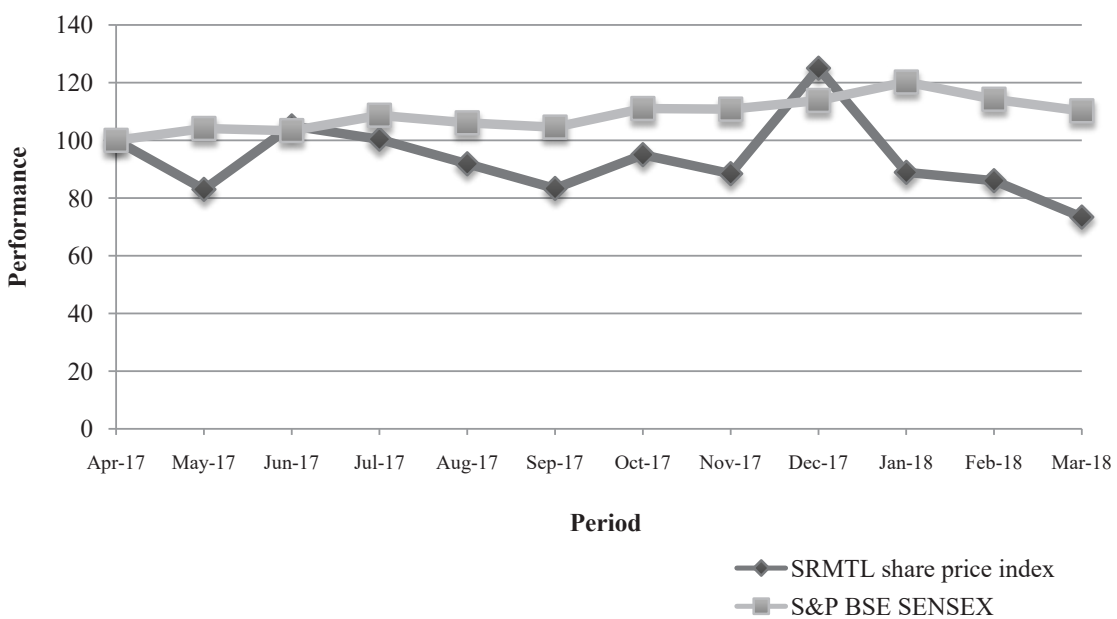
(At BSE)			(At NSE)		
Month	**High Rs. P.**	**Low Rs. P.**	**Month**	**High Rs. P.**	**Low Rs. P.**
April, 2017	16.47	12.50	**April, 2017**	16.40	12.00
May, 2017	17.55	12.40	**May, 2017**	17.50	12.25
June, 2017	19.58	12.54	**June, 2017**	19.25	12.50
July, 2017	17.70	15.15	**July, 2017**	17.95	15.00
August, 2017	15.75	12.60	**August, 2017**	15.65	12.80
September, 2017	14.38	12.11	**September, 2017**	14.45	12.25
October, 2017	15.95	12.06	**October, 2017**	16.05	12.15
November, 2017	14.85	12.60	**November, 2017**	15.40	12.25
December, 2017	19.75	12.40	**December, 2017**	19.65	12.15
January, 2018	20.00	13.30	**January, 2018**	20.20	13.25
February, 2018	14.15	12.35	**February, 2018**	14.40	12.35
March, 2018	13.65	10.45	**March, 2018**	13.70	10.50

(F) The performance of the equity share price of the Company vis-à-vis the S&P BSE SENSEX at BSE is as under:

Month	SRMTL Share Price at BSE*	S&P BSE SENSEX*	Relative Index for comparison purpose	
			SRMTL share price index	S&P BSE SENSEX INDEX
April, 2017	15.24	29918.40	100	100
May, 2017	12.65	31145.80	83.01	104.10
June, 2017	16.00	30921.61	104.99	103.35
July, 2017	15.30	32514.94	100.39	108.68
August, 2017	14.00	31730.49	91.86	106.06
September, 2017	12.70	31283.72	83.33	104.56
October, 2017	14.48	33213.13	95.01	111.01
November, 2017	13.48	33149.35	88.45	110.80
December, 2017	19.05	34056.83	125	113.83
January, 2018	13.55	35965.02	88.91	120.21
February, 2018	13.11	34184.04	86.02	114.26
March, 2018	11.19	32968.68	73.43	110.20

** data as on closing of the month*

Relative performance of SRMTL share price vs. S&P BSE SENSEX



(G) Details of Registrar & Share Transfer Agent of the Company :

The Company has appointed M/s Karvy Computershare Private Limited as Registrar and Transfer Agent (R&TA) of the Company and the investors are requested to make all the future correspondence to M/s Karvy Computershare Private Limited. The correspondence details as under :

Address : **M/s Karvy Computershare Pvt. Ltd.**
Karvy Selenium Tower B, Plot No. 31-32, Financial District,
Nanakramguda, Gachibowli, Hyderabad – 500 032

Contact details : Phone: (040) 6716 2222
Fax: (040) 2342 0814

Email ID : support@karvy.com

(H) Share Transfer System :

The Board of Directors of the Company have delegated the authority to the Stakeholders Relationship Committee of the Board of Directors of the Company for looking into mechanism of investor grievances. The Committee along with the R&TA of the Company handles the grievances of shareholders and also processes the requests received in respect of transfer of shares, transmission of shares, deletion of name, issue of duplicate share certificates and such other requests.

A summary of approved transfers, transmissions, deletion requests, issue of duplicate shares etc., are placed by the R&TA before the Committee for its review on regular basis. The Company also ensures that R&TA of the Company produces a half-yearly compliance certificate from a Company Secretary in Practice and a copy of the said certificate is also filed by the Company with BSE & NSE pursuant to SEBI (LODR) Regulations, 2015.

(I) Distribution of Shareholding as on 31st March, 2018 :

SHREE RAMA MULTI-TECH LIMITED						
Distribution of Shareholding as on 31st March, 2018						
S.N.	Category (Shares)		No. of Holders	% To Holders	No. of Shares	% To Equity
1	1	- 500	12219	68.87	2228732	3.51
2	501	- 1000	2210	12.46	1943249	3.06
3	1001	- 2000	1306	7.36	2135357	3.36
4	2001	- 3000	524	2.95	1392105	2.19
5	3001	- 4000	306	1.72	1105696	1.74
6	4001	- 5000	284	1.60	1362595	2.15
7	5001	- 10000	465	2.62	3581981	5.64
8	10001	and above	427	2.41	49718290	78.34
		TOTAL	**17741**	**100.00**	**63468005**	**100.00**

(J) Dematerialization of Shares and Liquidity:

The Company has dematerialization connectivity with National Securities Depository Ltd.

(NSDL) & Central Depository Services (India) Ltd. (CDSL). The total number of shares held in dematerialized form by the members of the Company as on 31st March, 2018 are 59944693 being 94.45% of paid up equity share capital.

(K) Reconciliation of Share Capital:

The Company obtains Audit Report on a quarterly basis from qualified Company Secretary in Practice for the purposes of reconciliation of the total issued capital, listed capital and capital held by depositories in dematerialized form and a copy of the said certificate is also filed by the Company with BSE & NSE pursuant to SEBI (Depositories and Participants) Regulations, 1996.

Out of total 63,555,555 issued and subscribed equity shares of the Company 58,912,450 equity shares are listed on the NSE and BSE. The Company had forfeited 87,550 equity shares for the non-payment of allotment and call money on 31st August, 2004. In addition to this, 45,55,555 equity shares allotted on conversion of warrants are yet to get listing approval on these stock exchanges.

(L) There are no outstanding Global Depository Receipts or American Depository Receipts or warrants or any convertible instruments or conversion date that may have impact on equity of the Company.

(M) Plant Locations:

The manufacturing unit of the Company is located at: Shree Rama Multi-Tech Limited, Block No. 1557, Vill.: Moti-Bhoyan, Kalol-Khatrej Road, Ta.: Kalol, Dist: Gandhinagar, Gujarat.

(N) Address for correspondence:

Address	:	**Shree Rama Multi-Tech Limited** 301, Corporate House, Opp. Torrent House, Income Tax, Ashram Road, Ahmedabad – 380 009
Contact Details	:	079-27546800, 27546900
Email id	:	cslegal@srmtl.com
Website	:	www.srmtl.com

(O) Other Disclosures:

a) There were no materially significant related party transactions entered in to by the Company, during the financial year 2017-18, that may have potential conflict with the interests of the company at large;

b) There were no instances of non-compliance by the company or penalties or strictures imposed on the company by stock exchange(s) or the board or any statutory authority, on any matter related to capital markets, during the last three years;

c) The company has established vigil mechanism policy and the same has been placed on the Company's website. Further, no personnel are denied access to the audit committee;

d) During the financial year 2017-18, the Company has complied with mandatory requirements as prescribed under applicable provisions of SEBI (LODR) Regulations, 2015 and the non-mandatory requirements of the regulations are reviewed by the Board from time to time.

e) The policy for determining 'material' subsidiaries and policy on dealing with related party transactions is disclosed on the Company's website: "http://www.srmtl.com/Policy.html"

f) The company do not deal in commodity price risks and commodity hedging activities hence the relative information is not provided for the financial year 2017-18.

g) The Board of Directors of the company has taken the initiatives to adopt the discretionary requirements as specified in Part E of Schedule II of SEBI (LODR) Regulations, 2015.

(P) None of the equity shares of the Company or any claims thereof are lying in the demat suspense account / unclaimed suspense account.

(Q) The Company has complied with all the mandatory requirements pertaining to Corporate Governance as stipulated in sub-paras (2) to (10) of Part C of Schedule V and provisions of Regulation 17 to 27 and clauses (b) to (i) of Sub Regulation (2) of Regulation 46 of Chapter IV and as prescribed in Schedule V of SEBI (LODR) Regulations, 2015.

COMPLIANCE OF CODE OF CONDUCT

The Company has adopted the Code of Conduct and Ethics for Directors and senior management. The Code has been circulated to all the members of the Board and senior management and the same has been hosted on the Company's website www.srmtl.com. The Board members and senior management have affirmed their compliance with the code and a declaration signed by the Managing Director of the Company is given below:

"It is hereby confirmed that the Company has obtained from all members of the Board and senior management personnel affirmation that they have complied with the Code of Conduct for Directors and Senior Management of the Company for the year 2017-18."

Place : Moti Bhoyan
Date : 24th May, 2018

Shailesh K. Desai
Managing Director
(DIN:01783891)

CERTIFICATE OF MANAGING DIRECTOR AND CHIEF FINANCIAL OFFICER ON CORPORATE GOVERNANCE

The Board of Directors
M/s Shree Rama Multi-Tech Limited

We have reviewed the financial statements and the cash flow statement of Shree Rama Multi-Tech Limited for the financial year 2017-18 and certify that:

a) These statements to the best of our knowledge and belief:

   I. Do not contain any materially untrue statements or omit any material facts or contain statements that might be misleading;

   II. Present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

b) To the best of our knowledge and belief, there are no transactions entered into by the Directors and Senior Management Personnel 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 have evaluated the effectiveness of the internal control systems of the Company for such reporting. We have disclosed to the Auditors and the Audit Committee, deficiencies, if any, in the design or operation of such internal controls, of which we are aware of and the steps taken and/ or proposed to be taken to rectify these deficiencies.

d) We have also indicated to the Auditors and the Audit Committee.

   (i) Significant changes in Internal Controls with respect to financial reporting during the year.

   (ii) Significant changes in accounting policies during the year and these have been disclosed in the notes to the financial statements.

e) To the best of our knowledge and belief, there are no instances of significant fraud involving either the management or employees having a significant role in the Company's internal control systems with respect to financial reporting.

Place : Moti Bhoyan
Date : 24th May, 2018

Shailesh Desai
Managing Director
(DIN:01783891)

Krunal Shah
Chief Financial Officer

COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE

The Members of

M/s Shree Rama Multi-Tech Limited

We have examined the compliance of conditions of Corporate Governance by M/s Shree Rama Multi-Tech Limited for the year ended 31st March, 2018 stipulated in Chapter IV of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 pursuant to the Listing Agreement of the said company with stock exchanges.

The Compliance of condition of Corporate Governance is the responsibility of the Management. Our examination was limited to the procedures and implementation thereof, adopted by the Company to ensure Compliance with the condition of Corporate governance. It is neither an audit nor an expression of an 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 fully complied with all the mandatory conditions of Corporate Governance as stipulated in Chapter IV of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 pursuant to the Listing Agreement of the said company with stock exchanges.

Place : Ahmedabad
Date : 24th May, 2018

For, **M/s Chirag Shah & Associates,**
Company Secretaries

(Chirag Shah)
Partner
FCS No. 5545
C P No.: 3498

INDEPENDENT AUDITORS' REPORT

To
The Members of
SHREE RAMA MULTI-TECH LIMITED

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **Shree Rama Multi-Tech Limited ("the Company")** which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss (including Other Comprehensive Income), Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Standalone Ind AS Financial Statements").

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with relevant rules issued thereunder.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances.

An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.

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

Basis for Qualified Opinion:

1. **The Company has made borrowings in the form of loans, debentures etc. in earlier years which are under settlement. During the year the Company has not provided interest of Rs. 854.72 lakhs (Previous Year Rs. 854.72 lakhs) on such outstanding borrowings. The accumulated interest on such borrowings not provided for past several years up to 31/3/2018 is Rs. 13828.49 lakhs (Previous Year Rs. 12973.77 lakhs).**

   If the provision for interest is made the loss for the current year would have increased by Rs 854.72 lakhs and accumulated losses upto 31/3/2018 would have increased by Rs 854.72 lakhs and accordingly net loss for the current year would have been Rs.1123.27 lakhs and accumulated losses up to 31/3/2018 would have been Rs 45503.34 lakhs (Refer note No. 53.6 of Financial Statements).

2. **Non consolidation of accounts of Shree Rama (Mauritius) Limited (Wholly Owned Subsidiary) as per Sec. 129 of the Act & Ind AS 110 of ICAI (Refer note No. 42 of Financial Statements).**

Opinion

In our opinion and to the best of our information and according to the explanations given to us, **except for the matters described in the basis for qualified opinion para above,** the aforesaid standalone Ind AS financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, and its loss, total comprehensive income, its cash flows and the changes in equity 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"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **"Annexure A"** a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by section 143 (3) of the Act, we report that:

   a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

   b. in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

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

   d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

   e. On the basis of written representations received from the directors as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.

f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **"Annexure B".**

g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, 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 financial statements (Refer to Note No. 53 to the financial statement).

(ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

(iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company **except dividend mentioned in Note No. 53.3.**

For and on behalf of
CHANDULAL M. SHAH & Co
Chartered Accountants
Firm Reg. No. 101698W

Place : Ahmedabad
Date : 24/05/2018

Arpit D. Shah
Partner
Mem. No. 135188

"Annexure A" to the Independent Auditors' Report

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

1. In respect of Fixed Assets :

   (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;

   (b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of five years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. According to information and explanation given to us, no material discrepancies were noticed on such verification.

   (c) The title deeds of immovable properties as disclosed in note 2 on Property, Plant and Equipment to the financial statement are mortgaged with lenders and as informed to us same are in the name of the company.

2. In respect of Inventories:

   According to information and explanation given to us, physical verification of inventories has been conducted in reasonable interval by the Management and no material discrepancies were noticed on physical verification during the year.

3. According to information and explanation given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.

4. In our opinion and according to the information and explanations given to us, the company has not granted loan or given guarantee or provided security as provided in the section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.

5. According to information and explanation given to us, the Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

6. The Central Government has prescribed maintenance of Cost Records under section 148(1) of the Companies Act, 2013 in respect of manufacturing activities of the Company. We have broadly reviewed the accounts and records of the Company in this connection 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 the same.

7. According to information and explanations given to us in respect of statutory dues and on the basis of our examination of the books of account, and records;

   (a) The Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2018 for

a period of more than six months from the date on when they become payable.

(b) According to the information and explanations given to us, there are no material dues of income tax, sales tax, and service tax value added tax, wealth tax, duty of customs and Cess which have not been deposited with the appropriate authorities on account of any dispute, except in respect to income tax penalty and excise duty, the following dues have not been deposited by the Company on account of disputes:

Name of the Statute	Nature of dues	Amount (Rs. in lakhs)	Period to which the amount relates	Forum where the dispute is pending
Central Excise Act, 1944	Excise Duty	3893.72	1999-00 to 2001-02	CESTAT
		293.42	1998-99	Gujarat High Court
Income Tax Act 1961	Penalty Sec.271(1)(c)	331.06 453.46 291.98 71.27	A.Y.2002-03 A.Y.2003-04 A.Y.2004-05 A.Y.2009-10	CIT (Appeal)
Gujarat Value Added Tax Act, 2006 & Central Sales Tax, 1956	VAT / CST	11.14	F.Y. 2013-14	Commissioner, Commercial Tax (Appeal)

8. (i) The Company had defaulted in respect of past borrowing loans, debentures etc for which the company has filed scheme of Arrangement and Compromise as mentioned in Note No. 53.5 of the Notes on Accounts.

   (ii) There is no current default in repayment of dues to Financial Institutions or banks or debenture holders.

9. According to the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term loans during the year. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company.

10. Based on the audit procedures performed for the purpose of reporting the true and fair view of financial statements and according to the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.

11. According to the information and explanations given by the management, the managerial remuneration has been paid or provided in due compliance of section 197 read with Schedule V to the Companies Act;

12. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.

13. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required under Ind AS 24, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2015.

14. According to the information and explanations given by the management, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.

15. According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.

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

For and on behalf of
CHANDULAL M. SHAH & Co
Chartered Accountants
Firm Reg. No. 101698W

Place : Ahmedabad
Date : 24/05/2018

Arpit D. Shah
Partner
Mem. No. 135188

"Annexure B" Annexure to the Independent Auditors' report of even date on the financial statements of Shree Rama Multi - Tech Limited

Report on the Internal Financial Controls under Clause (1) of Sub-section 3 of Sec.143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Shree Rama Multi-Tech Limited ("the Company") as of March 31, 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls systems 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 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 purpose 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 of procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting was operating effectively as on March 31,2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reports issued by the Institute of Chartered Accountants of India.

For and on behalf of
CHANDULAL M. SHAH & Co
Chartered Accountants
Firm Reg. No. 101698W

Place : Ahmedabad
Date : 24/05/2018

Arpit D. Shah
Partner
Mem. No. 135188

BALANCE SHEET AS AT 31st MARCH, 2018

(Rs. in Lakhs)

	Particulars	Notes	As at 31st March 2018	As at 31st March 2017
I	**ASSETS**			
1)	**Non-current assets**			
	(a) Property, Plant and Equipment	2	**7,756.96**	8,938.91
	(b) Capital work-in-progress	3	**-**	50.93
	(c) Intangible assets	4	**11.13**	8.83
	(d) Financial assets			
	(i) Investments	5	**0.58**	0.51
	(ii) Loans	6	**31.90**	32.04
	(iii) Other financial assets	7	**1.63**	1.63
	(e) Other non-current assets	8	**416.13**	491.48
	(f) Income Tax Asset (Net)		**368.47**	355.73
2)	**Current assets**			
	(a) Inventories	9	**2,102.17**	2,037.63
	(b) Financial Assets			
	(i) Trade receivables	10	**2,619.38**	2,614.29
	(ii) Cash and cash equivalents	11	**18.09**	125.96
	(iii) Bank balances other than (ii) above	12	**200.00**	1,254.60
	(iv) Other Financial Assets	13	**12.91**	61.80
	(c) Other current assets	14	**202.58**	169.57
	Assets held for sale	15	**247.35**	-
	TOTAL ASSETS		**13,989.28**	16,143.91
II	**EQUITY AND LIABILITIES**			
1)	**Equity**			
	(a) Equity Share capital	16	**3,176.03**	3,176.03
	(b) Other Equity	17	**(2,533.81)**	(2,265.26)
2)	**LIABILITIES**			
	Non-current liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	18	**9,176.56**	10,342.68
	(ii) Trade payables	19	**0.37**	0.37
	(iii) Other financial liabilities	20	**166.75**	162.20
	(b) Provisions	21	**69.79**	58.44
	(c) Deferred tax liabilities (Net)		**1,273.86**	1,426.77
	Current liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	22	**415.55**	827.44
	(ii) Trade payables	23	**932.48**	1,034.69
	(iii) Other financial liabilities	24	**1,270.79**	1,270.34
	(b) Other current liabilities	25	**18.94**	85.21
	(c) Provisions	26	**21.97**	25.00
	TOTAL EQUITY AND LIABILITIES		**13,989.28**	16,143.91
	Significant Accounting Policies and Notes on Financial Statements	1 to 59		

As per our report of even date attached herewith

For Chandulal M. Shah & Co.
Chartered Accountants
FRN: 101698W

Arpit D. Shah
Partner M. No.: 135188

Place : Moti Bhoyan
Date : 24.05.2018

For and on behalf of the Board

Shailesh Desai
Managing Director

Hemal Shah
Whole Time Director

Krunal Shah
Chief Financial Officer

Purvang Trivedi
Company Secretary

Place : Moti Bhoyan
Date : 24.05.2018

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

(Rs. in Lakhs)

	Particulars	Notes	2017-18	2016-17
I	**INCOME**			
	Revenue from operations	27	**12,544.11**	13,333.06
	Other income	28	**71.31**	134.53
	Total Income		**12,615.42**	13,467.59
II	**EXPENSES**			
	Cost of materials consumed	29	**6,956.82**	6,414.83
	Changes in inventories of finished goods, Stock-in -Trade and work- in-progress	30	**(266.23)**	129.62
	Employee benefits expense	31	**1,307.18**	1,302.20
	Finance costs	32	**457.87**	683.06
	Depreciation and amortization expense	33	**1,086.83**	1,204.34
	Excise on Sales		**301.13**	1,236.39
	Other expenses	34	**3,176.15**	2,855.77
	Total Expenses		**13,019.75**	13,826.21
III	**Profit/(Loss) before exceptional items and tax**		**(404.33)**	(358.62)
IV	**Exceptional Items**		**-**	-
V	**Profit/(Loss) before tax**		**(404.33)**	(358.62)
VI	**Tax Expenses**			
	Current Tax		**-**	-
	Deferred tax Reversal / (Provision)		**(147.61)**	(145.35)
VII	**Profit/(Loss) for the year**		**(256.72)**	(213.27)
VIII	**Other Comprehensive Income**			
	Items that will not be reclassified to profit or loss		**(17.12)**	3.80
	Income tax relating to items that will not be reclassified to profit or loss		**5.29**	(1.17)
	Items that will be reclassified to profit or loss		**-**	-
	Income tax relating to items that will be reclassified to profit or loss		**-**	-
IX	**Total Comprehensive Income for the year**		**(268.55)**	(210.64)
X	**Earning per Equity Shares of Rs. 5 each**	35		
	(1) Basic		**(0.42)**	(0.33)
	(2) Diluted		**(0.42)**	(0.33)
	Significant Accounting Policies and Notes on Financial Statements	1 to 59		

As per our report of even date attached herewith

For Chandulal M. Shah & Co.
Chartered Accountants
FRN: 101698W

Arpit D. Shah
Partner M. No.: 135188

Place : Moti Bhoyan
Date : 24.05.2018

For and on behalf of the Board

Shailesh Desai
Managing Director

Hemal Shah
Whole Time Director

Krunal Shah
Chief Financial Officer

Purvang Trivedi
Company Secretary

Place : Moti Bhoyan
Date : 24.05.2018

STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31ST MARCH 2018

(Rs. in Lakhs)

	Particulars	2017-18	2016-17
	CASH FLOW FROM OPERATING ACTIVITIES		
	Profit/(Loss) before tax from continuing operations (including OCI)	**(421.45)**	(354.82)
	Adjustments to reconcile profit before tax to net cash flows:		
	Depreciation and amortisation expenses	**1,086.83**	1,204.34
	Excess / short provision of earlier year	**(0.27)**	9.17
	Provision for bad and doubtful debts	**99.12**	22.67
	Finance costs	**457.87**	683.06
	Finance Income	**(61.54)**	(112.09)
	Unrealised exchange difference	**(3.71)**	9.78
	(Profit) / Loss on sale of fixed assets (Net)	**(1.20)**	(5.80)
	Sundry balances written off / (back)	**(3.56)**	(2.27)
		1,152.09	1,454.04
	Working capital adjustments:		
	(Increase) / Decrease in trade and other receivables	**1,043.69**	(117.25)
	(Increase) / Decrease in Inventories	**(64.54)**	130.81
	Increase / (Decrease) in trade and other payables and provisions	**(147.57)**	203.53
		1,983.67	1,671.13
	Less : Direct Taxes paid (Net of refunds)	**(12.74)**	(14.00)
	Net cash flows from/(used in) operating activities	**1,970.93**	1,657.13
	CASH FLOW FROM INVESTING ACTIVITIES		
	Proceeds from sale of property, plant and equipment	**11.79**	53.89
	Purchase of property, plant and equipment	**(113.87)**	(237.50)
	Interest received	**61.54**	112.09
	Net cash flows from/(used in) investing activities	**(40.54)**	(71.52)
	CASH FLOW FROM FINANCING ACTIVITIES		
	Repayment of borrowings (secured and unsecured)	**(1,580.39)**	(884.96)
	Interest Paid	**(457.87)**	(683.06)
	Net cash flows from/(used in) financing activities	**(2,038.26)**	(1,568.02)
	Net increase / (decrease) in cash and cash equivalents	**(107.87)**	17.59
	Add : Cash and cash equivalents at the beginning of the year	**125.96**	108.37
	Cash and cash equivalents at year end	**18.09**	125.96

Previous year's figures have been regrouped / rearranged wherever required.

As per our report of even date attached herewith

For Chandulal M. Shah & Co.
Chartered Accountants
FRN: 101698W

Arpit D. Shah
Partner M. No.: 135188

Place : Moti Bhoyan
Date : 24.05.2018

For and on behalf of the Board

Shailesh Desai
Managing Director

Hemal Shah
Whole Time Director

Krunal Shah
Chief Financial Officer

Purvang Trivedi
Company Secretary

Place : Moti Bhoyan
Date : 24.05.2018

STATEMENT OF CHANGE IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2018

a. Equity Share capital

(Rs. in Lakhs)

Particulars	As at 31/03/2018		As at 31/03/2017	
	Number	Rs.	Number	Rs.
Equity shares of Rs. 5 each				
Fully paid up	63,468,005	3,173.40	63,468,005	3,173.40
Add: Forfeited Share Capital	87,550	2.63	87,550	2.63
	63,555,555	**3,176.03**	**63,555,555**	**3,176.03**

b. Other Equity

(Rs. in Lakhs)

Particulars	Reserves and Surplus						Total
	Securities Premium Reserve	Capital Redemption Reserve	Debenture Redemption Reserve	Warrants Forfeited Account	General Reserve	Retained Earnings	
Balance at 1st April, 2016	**22825.95**	**333.33**	**4024.33**	**39.56**	**1917.87**	**(31196.41)**	**(2055.37)**
Total Comprehensive Income for the year	-	-	-	-	-	(210.64)	(210.64)
Other Adjustments	-	-	-	-	-	0.75	0.75
Balance at 31st March, 2017	**22825.95**	**333.33**	**4024.33**	**39.56**	**1917.87**	**(31406.30)**	**(2265.26)**
Balance at 1st April, 2017	**22825.95**	**333.33**	**4024.33**	**39.56**	**1917.87**	**(31406.30)**	**(2265.26)**
Total Comprehensive Income for the year	-	-	-	-	-	(268.55)	(268.55)
Balance at 31st March, 2018	**22825.95**	**333.33**	**4024.33**	**39.56**	**1917.87**	**(31674.85)**	**(2533.81)**

As per our report of even date attached herewith

For Chandulal M. Shah & Co.
Chartered Accountants
FRN: 101698W

Arpit D. Shah
Partner M. No.: 135188

Place : Moti Bhoyan
Date : 24.05.2018

For and on behalf of the Board

Shailesh Desai
Managing Director

Hemal Shah
Whole Time Director

Krunal Shah
Chief Financial Officer

Purvang Trivedi
Company Secretary

Place : Moti Bhoyan
Date : 24.05.2018

NOTE 1 : Notes to Financial Statements

[A] Corporate Information:

The company is incorporated in India and is a leading Packaging solution provider. The Company has its wide market in local as well foreign market. The Company sells its products through established network. Its shares are listed on National Stock Exchange of India Limited and BSE Limited.

The Financial Statements were authorized for issue in accordance with a resolution of the directors on May 24, 2018.

[B] Significant Accounting Policies:

a) Basis of preparation

(i) Compliance with Ind AS

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act.

(ii) Historical cost convention

The financial statements have been prepared on a historical cost basis, except for the following:

1) certain financial assets and liabilities that are measured at fair value;
2) defined benefit plans - plan assets measured at fair value;
3) assets held for sale - measured at lower of carrying amount of fair value less cost to sell.

(iii) Current non-current classification

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle (twelve months) and other criteria set out in the Schedule III to the Act.

(iv) Rounding of amounts

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakh as per the requirement of Schedule III, unless otherwise stated.

b) Use of estimates and judgements

The estimates and judgements used in the preparation of the financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances. Differences between actual results and estimates are recognised in the period in which the results are known/materialised.

The said estimates are based on the facts and events, that existed as at the reporting date, or that occurred after that date but provide additional evidence about conditions existing as at the reporting date.

c) Property, plant and equipment

Freehold land is carried at cost. All other items of property, plant and equipment are stated at cost less depreciation and impairment, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with

the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to the Statement of Profit and Loss during the reporting period in which they are incurred.

Depreciation methods, estimated useful lives and residual value

Depreciation is provided on a Straight Line Method over the estimated useful lives of assets.

The Company depreciates its property, plant and equipment over the useful life in the manner prescribed in Schedule II to the Act, and management believe that useful life of assets are same as those prescribed in Schedule II to the Act, except for plant and machinery which based on an independent technical evaluation, life has been estimated as 20 years (on multiple shift basis), which is different from that prescribed in Schedule II to the Act.

Useful life considered for calculation of depreciation for various assets class are as follows-

Factory Building	30 years
Non- Factory Building	60 years
Plant and Machinery	15/20 years
Furniture and Fixtures	10 years
Office Equipment	5 years
Vehicles	8 years

The residual values are not more than 5% of the original cost of the asset. The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Gains and losses on disposals are determined by comparing proceeds with carrying amount.

These are included in the Statement of Profit and Loss.

d) Intangible Assets Computer Software

Computer software are stated at cost, less accumulated amortisation and impairments, if any.

Amortisation method and useful life

The Company amortizes computer software using the straight-line method over the period of 3 years. Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the Statement of Profit and Loss.

e) Lease Operating Lease As a lessee

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the Company, as lessee, are classified as operating leases. Payments made under operating leases are charged to the Statement of Profit and Loss on a straight-line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the Company's expected inflationary cost increases.

f) Cash and Cash Equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, bank overdraft, deposits held at call with financial institutions, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

g) Inventories

Items of inventories of Raw Material, Finished goods, Spares and Stores, Packing Material & Fuel are valued at lower of cost or net realizable value except waste which is valued at estimated net realizable value. Cost of inventories comprise of cost of purchase, cost of conversion and other costs including manufacturing overheads incurred in bringing them to their respective present location and condition.

h) Investments and other financial assets

(i) Classification

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

- those to be measured subsequently at fair value (either through other comprehensive income, or through the Statement of Profit and Loss), and
- those measured at amortised cost.

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

(ii) Measurement

At initial recognition, the Company measures a financial asset at its fair value transaction costs of financial assets carried at fair value through the Profit and Loss are expensed in the Statement of Profit and Loss.

(iii) Impairment of financial assets

The Company measures the expected credit loss associated with its assets based on historical trend, industry practices and the business environment in which the entity operates or any other appropriate basis. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

i) Segment Reporting:

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker.

j) Borrowings

Borrowings are initially recognized at net of transaction costs incurred and measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the Statement of Profit and Loss over the period of the borrowings using the effective interest method.

Preference shares, which are mandatorily redeemable on a specific date are classified as liabilities.

k) Borrowing costs

Interest and other borrowing costs attributable to qualifying assets are capitalised. Other interest and borrowing costs are charged to Statement of Profit and Loss.

l) Provisions and contingent liabilities

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The

discount rate used to determine the present value is a pre tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made.

m) Revenue recognition

Revenue is measured at the value of the consideration received or receivable. Amounts disclosed as revenue are inclusive of excise duty (upto June'17) and net of returns, trade allowances, rebates, discounts, value added taxes/GST and amounts collected on behalf of third parties.

The Company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the Company and specific criteria have been met for each of the Company's activities as described below

Sale of goods

Sales are recognised when substantial risk and rewards of ownership are transferred to customer. In case of domestic customer, generally sales take place when goods are dispatched or delivery is handed over to transporter. In case of export customers, generally sales take place when goods are shipped onboard based on bill of lading.

Sales Return

The Company recognises provision for sales return, on the basis of mutual satisfaction which is measured at the sales value excluding taxes & duties.

Other operating revenue:

Export Incentives under various schemes are accounted in the year in which right to receive is irrevocably established.

Other revenue:

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable rate of interest.

Interest received on delayed payment is accounted on receipt basis.

Revenue in respect of insurance/other claims etc, is recognized only when it is reasonably certain that the ultimate collection will be made.

Dividends

Dividends are generally recognised in the Statement of Profit and Loss only when the right to receive payment is established.

n) Employee benefits

(i) Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled.

(ii) Other long-term employee benefit obligations

The liabilities for earned leave and sick leave that are not expected to be settled wholly within 12 months are measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method.

(iii) Post-employment obligations

The Company operates the following post-employment schemes:

(a) defined benefit plans such as gratuity ; and

(b) defined contribution plans such as provident fund.

Gratuity obligations

The liability or asset recognised in the balance sheet in respect of defined benefit plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Statement of Profit and Loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Defined Contribution Plans

Defined Contribution Plans such as Provident Fund, etc., are charged to the Statement of Profit and Loss as incurred.

Termination benefits

Termination benefits are payable when employment is terminated by the Company before the normal retirement date, or when an employee accepts voluntary redundancy in exchange for these benefits. The Company recognises termination benefits at the earlier of the following dates: (a) when the Company can no longer withdraw the offer of those benefits; and (b) when the Company recognises costs for a restructuring that is within the scope of Ind AS 37 and involves the payment of terminations benefits. In the case of an offer made to encourage voluntary redundancy, the termination benefits are measured based on the number of employees expected to accept the offer. Benefits falling due more than 12 months after the end of the reporting period are discounted to present value.

o) Foreign currency translation

(i) Functional and presentation currency

The financial statements are presented in Indian rupee (INR), which is Company's functional and presentation currency.

(ii) Transactions and balances

Transactions in foreign currencies are recognised at the prevailing exchange rates on

the transaction dates. Realised gains and losses on settlement of foreign currency transactions are recognised in the Statement of Profit and Loss.

Monetary foreign currency assets and liabilities at the year-end are translated at the year-end exchange rates and the resultant exchange differences are recognised in the Statement of Profit and Loss.

p) Income tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Deferred income tax is provided in full, using the liability method on temporary differences arising between the tax bases of assets and liabilities and their carrying amount in the financial statement. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are excepted to apply when the related deferred income tax assets is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses, only if, it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

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

Current and deferred tax is recognised in the Statement of Profit and Loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

Minimum Alternate Tax credit is recognised as deferred tax asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

q) Earnings Per Share

(i) Basic earnings per share

Basic earnings per share is calculated by dividing:

- the profit attributable to owners of the Company
- average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year and excluding treasury shares.

(ii) Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

- the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

r) Cash Flow Statement

The Cash Flow statement is prepared by the "Indirect method" set out in Ind AS-7 on "Cash Flow Statement" and presents the cash flows by operating, investing and financing activities of the Company. Cash and cash equivalent presented in the cash flow statement consist of cash on hand and demand deposits with banks.

The amendment to Ind AS 7 requires the entities to provide disclosures that enable users of Financial Statements to evaluate changes in liabilities arising from financing activities, inducing both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the Balance Sheet for liabilities arising from financing activities, to meet the disclosure requirement.

s) Critical estimates and judgements :

The preparation of financial statements requires the use of accounting estimates may not match the actual results. Management also needs to exercise judgement in applying the company's accounting policies.

This note provides an overview of the areas that involved a higher degree of judgement or complexity, and items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

t) Impairment of Assets:

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable Value. An impairment loss is charged to the statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in earlier accounting period is reversed if there has been a change in the estimate of recoverable amount.

2. Property, plant and equipment

(Rs. In lakhs)

Particular	Land	Building	Plant and equipment	Furniture and fixtures	Vehicles	Office equipment	Electrical Installation	Total
Balance as at 31st March, 2016	**236.54**	**5,118.16**	**38,959.47**	**184.38**	**106.61**	**546.04**	**657.76**	**45,808.96**
Additions	-	42.52	349.09	-	36.16	16.42	17.96	462.15
Disposals	-	-	220.99	-	30.69	-	-	251.68
Reclassification as held for sale	-	-	-	-	-	-	-	-
Balance as at 31st March, 2017	**236.54**	**5,160.68**	**39,087.57**	**184.38**	**112.09**	**562.46**	**675.72**	**46,019.44**
Additions	-	5.54	126.46	-	18.28	9.11	-	159.39
Disposals	-	11.35	1.65	-	-	2.08	-	15.08
Reclassification as held for sale	15.08	494.84	-	-	-	-	50.88	560.80
Balance as at 31st March, 2018	**221.46**	**4,660.03**	**39,212.38**	**184.38**	**130.37**	**569.49**	**624.84**	**45,602.95**
Accumulated Depreciation								
Balance as at 31st March, 2016	**-**	**2,678.86**	**32,180.37**	**170.40**	**59.88**	**431.48**	**559.23**	**36,080.22**
Deduction & Adjustment	-		183.32	-	20.64	-	-	203.96
Depreciaton for the period		148.53	996.69	0.82	11.55	34.26	12.40	1,204.27
Reclassification as held for sale	-	-	-	-	-	-	-	-
Balance as at 31st March, 2017	**-**	**2,827.39**	**32,993.74**	**171.22**	**50.79**	**465.74**	**571.63**	**37,080.51**
Deduction & Adjustment	-	1.22	1.51	-	-	2.08	-	4.81
Depreciaton for the period	-	134.38	870.67	0.97	15.17	48.77	13.78	1,083.74
Reclassification as held for sale	-	265.12	-	-	-	-	48.33	313.45
Balance as at 31st March, 2018	**-**	**2,695.43**	**33,862.90**	**172.19**	**65.96**	**512.43**	**537.08**	**37,845.99**
Net carrying amount								
Balance as at 31st March, 2017	236.54	2,333.29	6,093.82	13.16	61.30	96.72	104.09	8,938.91
Balance as at 31st March, 2018	221.46	1,964.60	5,349.48	12.19	64.41	57.06	87.76	7,756.96

3. Capital Work in progress

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
Plant and equipment	-	50.93
Total	-	50.93

4. Intangible Assets

(Rs. In lakhs)

	Gross Amount			Amortization			Net Amount	
Particular	Balance as at 31.03.2017	Addition. Disposal	Balance as at 31.03.2018	Balance as at 31.03.2017	Addition. Disposal	Balance as at 31.03.2018	Balance as at 31.03.2018	Balance as at 31.03.2017
Computer software	8.90	5.04	13.94	0.07	2.74	2.81	11.13	8.83
Total	8.90	5.04	13.94	0.07	2.74	2.81	11.13	8.83

5. Investments

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
	Amt.	Amt.
Quoted		
(a) Investments in Equity Instruments (Value at fair value through Statement of Profit and Loss) 800 Equity Shares of IDBI Ltd of Rs. 10 each fully paid up	**0.58**	0.51
Non Quoted		
(a) Equity Shares of Subsidiary Company (At Cost) 26803 Shree Rama (Mauritius) Ltd. of US $ 1/- each fully paid up	**13.06**	13.06
Share Application Money (Pending Allotment)	**18.60**	18.60
	31.66	31.66
Less : Provision for diminution in value of investment	**(31.66)**	(31.66)
Net Investment in Subsidiary (Refer Note No. 42)	**-**	-
Total	**0.58**	0.51

6. Loans (Non current)

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
Security Deposits		
Secured, considered good	**-**	-
Unsecured, considered good	**31.90**	32.04
Doubtful	**-**	-
Total	**31.90**	32.04

7. Other financial assets (Non Current)

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
Other Payable	**1.63**	1.63
Total	**1.63**	1.63

8. Other Non current Assets

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
Capital Advances (Doubtful)	**150.00**	150.00
Less : Provision for doubtful	**(150.00)**	(75.00)
Capital Advances (Doubtful) (net)	**-**	75.00
Capital Advances	**-**	0.35
Advances other than capital advances		
Security Deposit	**116.13**	116.13
Advances to Govt. Authorities	**300.00**	300.00
Total	**416.13**	491.48

9. Inventories

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
Raw materials	**388.84**	436.58
Raw materials (in transit)	**88.27**	273.63
Work in progress	**715.20**	672.50
Stores and spares	**327.52**	306.63
Stores and spares (in transit)	**5.40**	0.76
Finished goods	**522.63**	305.03
Packing Material	**30.65**	24.22
Fuel Stock	**6.72**	7.26
Waste	**16.94**	11.01
Total	**2,102.17**	2,037.63

For Valuation method Inventories refer Note no. 1 [B] (g)

10. Trade receivables (current)

(Rs. In lakhs)

Particulars	Gross	Bad debts reserve	Net
Balance as at 31.03.2018			
Secured, considered good	-	-	-
Unsecured, considered good	**2,621.37**	**(39.65)**	**2,581.72**
Doubtful	**133.24**	**(95.58)**	**37.66**
Total			**2,619.38**
Balance as at 31.03.2017			
Secured, considered good	-	-	-
Unsecured, considered good	2,592.18	(47.20)	2,544.98
Doubtful	133.22	(63.91)	69.31
Total			2,614.29

11. Cash and cash equivalents

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
Balances with banks	**17.36**	125.34
Cash on hand	**0.73**	0.62
Total	**18.09**	125.96

12. Bank balances other than mentioned in cash and cash equivalents

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
Fixed Deposits with Banks	**200.00**	1254.60
Total	**200.00**	1,254.60

For particulars of lien refer note no. 37

13. Other financial assets (Current)

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
Interest accrued but not Due	**11.08**	61.80
Insurance claim receivable	**1.83**	-
Total	**12.91**	61.80

14. Other Current Assets

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
Advances other than capital advances		
Security Deposits	**6.10**	4.85
Other advances		
Balance with Govt. Agencies	**45.20**	116.13
Prepaid Expenses	**11.86**	16.28
Advance against Exps	**1.03**	0.72
Advances other than capital advances	**138.39**	31.59
Total	**202.58**	169.57

15. Assets held for sale

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
Land	**15.08**	-
Building	**229.72**	-
Electrical Installation	**2.55**	-
Gross Total	**247.35**	-

15.1 In respect of Pondicherry unit of the Company which is not operational for last several years, the management has identified existing fixed assets (land, building and electric installation) to be not in active use and has initiated actions for disposal of these assets. Accordingly, these assets are disclosed under "assets held for sale/disposal" at lower of cost or fair market value and no depreciation has been charged to the Statement of Profit & Loss.

16. Share capital

Authorised Share Capital

(Rs. In lakhs)

	Balance as at 31.03.2018		Balance as at 31.03.2017	
Particulars	**No.**	**Amount**	No.	Amount
Equity Share Capital				
Equity shares of Face Value Rs. 5 each	**200,000,000**	**10,000**	200,000,000	10,000
Preference Share Capital				
15% cumulative Redeemable Preference Shares of Rs. 100 each	**5,000,000**	**5,000**	5,000,000	5,000
	205,000,000	**15,000**	205,000,000	15,000

Issued & Subscribed Share Capital

(Rs. In lakhs)

Particulars	No.	Balance as at 31.03.2018	Balance as at 31.03.2017
Equity shares			
At Beginning of the period	63,555,555	**3,176.03**	3,176.03
Add : Issued during the year	-	**-**	-
Less : Bought back during the year	-	**-**	-
At End of the period	63,555,555	**3,176.03**	3,176.03

Paid up Share Capital

(Rs. In lakhs)

Particulars	No.	Balance as at 31.03.2018	Balance as at 31.03.2017
Equity shares			
Equity Shares of Rs.5 each	63,468,005	**3,173.40**	3,173.40
Add : Forfeited share capital	87,550	**2.63**	2.63
Total	63,555,555	**3,176.03**	3,176.03

Details of shareholders holding more than 5% shares in the company

Particulars	As at End of the period		As at Beginning of the period	
	No.	% holding in the class	No.	% holding in the class
Nirma Industries Private Limited	3,204,883	5.05%	3,204,883	5.05%
Nirma Chemical Works Private Limited	23,777,418	37.46%	23,777,418	37.46%

17. Other Equity

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
a. Securities Premium Reserve	**22,825.95**	22,825.95
b. Capital Redemption Reserve	**333.33**	333.33
c. Debenture Redemption Reserve	**4,024.33**	4,024.33
d. Warrants Forfeited Account	**39.56**	39.56
e. General Reserve	**1,917.87**	1,917.87
f. Retained Earnings		
Opening Balance	**(31,406.30)**	(31,196.41)
Add : Loss for the year	**(268.55)**	(210.64)
Other Adjustments	**-**	0.75
Closing Balance	**(31,674.85)**	(31,406.30)
Total	**(2,533.81)**	(2,265.26)

18. Borrowings (Non Current)

(Rs. In lakhs)

Non-current interest-bearing loans and borrowings	Effective interest rate	Balance as at 31.03.2018	Balance as at 31.03.2017
(A) Term loans			
i. From Banks			
Secured		**-**	-
Unsecured	Floating Rate	**2,338.03**	3,504.15
ii. From other parties			
Secured		**2,500.00**	2,500.00
Unsecured		**-**	-
(B) Bonds and Debentures			
Secured	16%	**671.86**	671.86
Secured	14%	**3,000.00**	3,000.00
(C) Others			
Preference Share Capital	15%	**666.67**	666.67
Total		**9,176.56**	10,342.68

For Security and other information (Refer Note 58)

19. Trade payables (Non Current)

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
Trade payables	**0.37**	0.37
Total	**0.37**	0.37

20. Other financial liabilities (Non Current)

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
1 Provision for Pref. Share Dividend	**100.00**	100.00
2 Provision for Tax on Preference Share Dividend	**10.20**	10.20
3 Provision for Interest on Preference Share Dividend	**47.50**	47.50
4 Other long-term liabilities	**9.05**	4.50
Total	**166.75**	162.20

Provision for Pre. Share Dividend treated as long term as per note no. 53.3

21. Provisions (Non Current)

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
Employee benefit expense	**69.79**	58.44
Total	**69.79**	58.44

For disclosure pursuant to Ind AS refer Note No. 55

22. Borrowings (Current)

(Rs. In lakhs)

Current interest-bearing loans and borrowings	Balance as at 31.03.2018	Balance as at 31.03.2017
Loans repayable on demand		
From banks		
Secured	**415.55**	827.44
Total	**415.55**	827.44

Refer note no. 37 for borrowing secured against fixed deposits

23. Trade Payables (Current)

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
Trade payables	**930.83**	931.80
Creditors for Capital Goods	**1.65**	102.89
Total	**932.48**	1,034.69

For disclosure related as per MSMED Act. 2006 refere Note no. 57

24. Other Financial liabilities (Current)

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
Dues to Employees and others	**88.10**	85.27
Current Maturity of Long Term debt	**1,182.69**	1,185.07
Total	**1,270.79**	1,270.34

25. Other Current liabilities

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
Others		
(a) Advances from Customers	**4.36**	17.43
(b) Statutory Dues	**14.58**	67.78
Total	**18.94**	85.21

26. Provisions (Current)

(Rs. In lakhs)

Particulars	Balance as at 31.03.2018	Balance as at 31.03.2017
Employee benefit expense	**21.97**	25.00
Total	**21.97**	25.00

For disclosure pursuant to Ind AS refer Note No. 55

27. Revenue from operations

(Rs. In lakhs)

Particulars	2017-18	2016-17
Sale of products (including excise duty)	**12,403.48**	13,247.35
Other Operating Revenue		
Product design & development Income	**5.52**	6.03
Export Incentives	**97.47**	71.52
Others	**37.64**	8.16
TOTAL	**12,544.11**	13,333.06

27.1 Sale of Products

(Rs. In lakhs)

Name of Products	2017-18	2016-17
Plastic Laminated tubes	**8103.63**	8876.70
Printed Products incl.Labels,Stickers	**61.78**	136.15
Speciality Packaging & Plastic Products	**3655.42**	3716.39
Others	**582.65**	518.11
TOTAL	**12403.48**	13247.35

28. Other income

(Rs. In lakhs)

Particulars	2017-18	2016-17
Interest income	**61.54**	112.09
Miscellaneous Income	**4.99**	7.04
Profit on sale of fixed assets	**1.22**	13.13
Sundry balances written back (net)	**3.56**	2.27
Total	**71.31**	134.53

29. Cost of materials consumed

(Rs. In lakhs)

Particulars	2017-18	2016-17
Opening Stock	**710.21**	717.29
Add : Purchases	**6,723.71**	6,407.75
Sub Total	**7,433.92**	7,125.04
Less : Closing Stock	**477.10**	710.21
Total	**6,956.82**	6,414.83

30. Changes in Inventories of Finished goods, WIP and Waste

(Rs. In lakhs)

Particulars	2017-18	2016-17
Closing Stock		
Finished Goods	**522.63**	305.03
WIP	**715.20**	672.50
Waste	**16.94**	11.01
Total	**1,254.77**	988.54
Opening Stock		
Finished Goods	**305.03**	369.06
WIP	**672.50**	738.80
Waste	**11.01**	10.30
Total	**988.54**	1,118.16
Total (Increase) / decrease In Stock	**(266.23)**	129.62

31. Employee benefit expense

(Rs. In lakhs)

Particulars	2017-18	2016-17
Salaries and wages	**1,264.73**	1,253.42
Contribution to provident and other funds	**19.96**	24.85
Staff welfare expenses	**22.49**	23.93
Total	**1,307.18**	1,302.20

For disclosure pursuant to refer Note No. 55

32. Finance costs

(Rs. In lakhs)

Particulars	2017-18	2016-17
Interest expense	**428.39**	628.49
Bank Charges and Commission	**11.23**	11.05
Loan Processing Charges & Corporate Guarantee fees	**18.25**	43.52
Total	**457.87**	683.06

33. Depreciation and Amortisation expense

(Rs. In lakhs)

Particulars	2017-18	2016-17
Depreciation	**1,086.83**	1,204.34
Total	**1,086.83**	1,204.34

34. Other expenses

(Rs. In lakhs)

Particulars	2017-18	2016-17
Consumption of stores and spare parts	**348.30**	350.58
Power and fuel	**1,080.21**	1,014.35
Job Work Charges	**108.66**	51.34
Repairs to buildings	**30.27**	8.75
Repairs to machinery	**62.93**	65.70
Repair to others	**9.58**	6.39
Packing Material Cons.	**442.66**	401.89
Freight & Forwarding Exps.	**449.64**	365.20
Selling Overheads	**84.64**	67.60
Insurance	**37.01**	30.10
Rates and taxes (excluding taxes on income)	**34.05**	59.47
Other Expenses	**157.03**	191.21
Managerial Remuneration	**73.98**	66.49
Travelling Expenses	**49.01**	55.95
Legal & Professional Charges	**109.04**	80.72
Loss on Sale/Discard of Fixed Assets	**0.02**	7.58
Provision for Doubtful Debts	**24.12**	22.67
Provision for Doubtful Advances	**75.00**	-
Exchange Rate Diff	**-**	9.78
Total	**3,176.15**	2,855.77

34.1 Auditor Remuneration & others

(Rs. In lakhs)

Particulars	2017-18	2016-17
As auditor :		
Audit fee	**4.50**	4.50
Other services	**-**	0.25
Reimbursement of expenses	**-**	0.45
Total	**4.50**	5.20

35 Earning Per Share

Earning per share is calculated by dividing the Profit / (Loss) attributable to the Equity Shareholders by the weighted average number of Equity Shares outstanding during the year. The numbers used in calculating basic and diluted earning per Equity Share as stated below:

(Rs. In lakhs)

Particulars	2017-18	2016-17
Profit / (Loss) for the year	**(256.72)**	(213.27)
Net Profit / (Loss) attributable to Equity Shareholders	**(256.72)**	(213.27)
Number of Equity Shares for Basic EPS	**634.68**	634.68
Add : Diluted Potential Equity Shares	**0.00**	0.00
Number of Equity Shares for Diluted EPS	**634.68**	634.68
Basic Earning Per Share	**(0.42)**	(0.33)
Diluted Earning Per Share	**(0.42)**	(0.33)
Nominal Value Per Share	**5.00**	5.00

(36) In expectation of a positive outcome of settlement and compromise with lenders, the accounts have been prepared on "Going Concern" basis. (Refer note no. 53.5 related to scheme with lenders.)

(37) The company has been sanctioned credit facilities (Overdraft) against lien over Fixed Deposits. The Company has pledged Fixed Deposits of Rs. 352 lakhs up to 17/12/2017 (Previous Year Rs. 1246.30 lakhs) plus accrued interest thereon for the Overdraft facility.

(38) Outstanding balances as on 31.03.2018 of Creditors, Debtors, Secured and Unsecured Loans & Advances given are subject to confirmation / reconciliation. Necessary adjustments if any will be made on completion of reconciliation.

(39) During the year there is exchange fluctuation gain of Rs. 3.71 lakhs (Previous Year loss of Rs. 9.78 lakhs) on current account and the same is shown separately.

(40) In view of carried forward business losses and depreciation in the books, the company is not liable for Income Tax Liability under section 115JB for Minimum Alternative Tax.

(41) In view of the accumulated loss,

(i) No transfer has been made to the Debenture Redemption Reserves in respect of Secured and Unsecured Debentures and

(ii) No amount is transferred to Capital Redemption Reserve in respect of preference shares.

(42) The company has made investment of Rs. 13.06 lakhs into equity shares and Rs. 18.60 lakhs in share application money in Shree Rama (Mauritius) Limited, its wholly owned subsidiary company. The resident directors & key managerial personnel of the said WOS had resigned in the year 2005-06 and audited accounts for the year ended 30th September 2003 and onwards could not be prepared. Its present status is shown as 'defunct' under respective laws. The company has made full provision for diminution in the value of investment in equity and share application money in earlier years.

In view of the above, it was not possible to prepare consolidated financial statements as required by Ind AS 110 issued by ICAI, and other provisions of the Companies Act, 2013.

(43) As permitted by CERC and IERC (Regulatory authorities) the company has partially opted for purchase of power through approved Power Exchange which has resulted into gain of Rs 1.48 lakhs (Previous Year Rs. 32.26 lakhs) and consequently the power expenses was reduced to that extent.

(44) Previous year's figures have been regrouped / re-stated / reclassified wherever necessary. Figures in brackets relate to the previous year unless otherwise stated. Previous year figures in notes forming part of accounts are recalculated to bring the figures in line with relevance in the matter.

(45) Disclosure in terms of Regulation 34(3) of SEBI (LODR) Regulations, 2015:

Sr. No	In the Accounts of	Disclosures of amounts at the year end and the maximum amount of loans/ advances/ Investments outstanding during the year.	Remarks
1	Holding Company	Loans and advances in the nature of loans to subsidiaries By name and amount. Loans and advances in the nature of loans associates By name and amount Loans and advances in the nature of loans to Firms / Companies in which directors are interested By name and amount	NIL (Refer note no. 42) NIL (Refer note no. 42) NIL (Refer note no. 42)
2	Subsidiary	Same disclosures as applicable to the parent company in the Accounts of subsidiary company.	N.A.
3	Holding Company	Investments by the loanee in the shares of parent company and subsidiary company, when the company has made a loan or advance in the nature of loan.	N.A.

(46) Financial Instruments - Fair Values & Risk Management

Accounting Classifications & Fair Value Measurements

46.1. The fair values of the financial assets and liabilities are measured at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

All financial instruments are initially recognized and subsequently re-measured at fair value as described below:

46.1.1. The fair value of investment in quoted equity shares and mutual funds is measured at quoted price or NAV.

46.1.2. Fair values of cash and short term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to short-term maturities of these instruments.

46.1.3. Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on the evaluation, allowances are taken to account for the expected losses of these receivables.

46.1.4. The fair value of forward foreign exchange contracts and currency swaps is determined using forward exchange rates and yield curves at the balance sheet date.

The company uses the following hierarchy for determining and disclosing the fair values of financial instruments by valuation technique:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than the quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

I. Figures as at March 31, 2017

(Rs. In lakhs)

Particulars	Carrying Amount	Fair value	
		Level 1	Level 2
Financial assets at amortised cost:			
Security Deposits (Non-Current)	32.04	-	32.04
Trade Receivables	2614.29	-	2614.29
Cash and Cash Equivalents	125.96	-	125.96
Bank Balances Other than Cash and Cash Equivalents	1254.60	-	1254.60
Other Non Current Financial Assets	1.63	-	1.63
Other Current Financial Assets	61.80	-	61.80
TOTAL	**4090.32**	**-**	**4090.32**
Financial assets at fair value through profit or loss:			
Investments (Non-Current)		0.51	-
TOTAL		**0.51**	**-**
Financial liabilities at amortised cost:			
Borrowings (Non-Current)	10342.68	-	10342.68
Borrowings (Current)	827.44	-	827.44
Trade Payables (Non Current)	0.37	-	0.37
Trade Payables (Current)	1034.69	-	1034.69
Other financial liabilities (Non Current)	162.20	-	162.20
Other financial liabilities (Current)	1270.34	-	1270.34
TOTAL	**13637.72**	**-**	**13637.72**

II. Figures as at March 31, 2018

(Rs. In lakhs)

Particulars	Carrying Amount	Fair value	
		Level 1	Level 2
Financial assets at amortised cost:			
Security Deposits (Non-Current)	31.90	-	31.90
Trade Receivables	2619.38	-	2619.38
Cash and Cash Equivalents	18.09	-	18.09
Bank Balances Other than Cash and Cash Equivalents	200.00	-	200.00
Other Non Current Financial Assets	1.63	-	1.63
Other Current Financial Assets	12.91	-	12.91
TOTAL	**2883.91**	**-**	**2883.91**
Financial assets at fair value through profit or loss:			
Investments (Non-Current)		0.58	-
TOTAL		**0.58**	**-**
Financial liabilities at amortised cost:			
Borrowings (Non-Current)	9176.56	-	9176.56
Borrowings (Current)	415.55	-	415.55
Trade Payables (Non Current)	0.37	-	0.37
Trade Payables (Current)	932.48	-	932.48
Other financial liabilities (Non Current)	166.75	-	166.75
Other financial liabilities (Current)	1270.79	-	1270.79
TOTAL	**11962.50**	**-**	**11962.50**

No financial instruments have been routed through Other Comprehensive Income and hence separate reconciliation disclosure relating to the same is not applicable

(47) Credit Risk Management

As per Ind AS 109, we have adopted a policy for assessing credit risk as per expected credit loss model for outstanding balances as on balance sheet date, based on the past performance and by assessing overall creditworthiness of debtors we arrived at the following rate to be provided on closing debtors as per their ageing bucket:

Ageing of Account Receivables

(Rs. In Lakhs)

	31.03.2018		31.03.2017	
Particulars	**% of Provision**	**Provision for Doubtful Debts**	% of Provision	Provision for Doubtful Debts
1-90 Days	**0.50%**	**12.49**	0.50%	10.84
91-180 Days	**3.00%**	**0.64**	3.00%	8.36
181-365 Days	**15.00%**	**7.03**	15.00%	17.16
More than 365 Days	**35.00%**	**39.81**	35.00%	48.16
Litigation	**100.00%**	**75.26**	100.00%	26.59
Total		**135.23**		111.11

Expected Credit Loss for Debtors

(Rs. In lakhs)

Asset Company	**Gross Carrying Amount**	**Expected Credit Loss**	**Net Carrying Amount**
Debtors (31.03.2018)	2,754.60	135.23	2,619.38
Debtors (31.03.2017)	2,725.40	111.11	2,614.29

Reconciliation of loss allowance provision

(Rs. In lakhs)

Reconciliation of Loss Allowance	**Loss allowance measured at Life time Expected Losses**	
	Financial asset for which credit risk has increased significantly & credit impaired 31.03.2018	Financial asset for which credit risk has increased significantly & credit impaired 31.03.2017
Loss allowance as on Opening Date	**111.11**	89.50
Changes due to purchase of asset	**24.12**	21.61
Modification of contractual cash flow that did not result in derecognition	**Nil**	Nil
Change in risk Parameters	**Nil**	Nil

(48) Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, company treasury maintains flexibility in funding by maintaining availability under committed credit lines.

Management monitors rolling forecasts of the company's liquidity position and cash and cash equivalents on the basis of expected cash flows. This is generally carried out at local level in the operating companies of the company in accordance with practice and limits set by the company. These limits vary by location to take into account the liquidity of the market in which the entity operates. In addition, the company's liquidity management policy involves projecting cash flows in major currencies and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

Maturity Pattern of Financial Liabilities

(Rs. In lakhs)

	As at 31st March, 2018				As at 31st March, 2017			
	0-1 years	**1-5 years**	**beyond 5 years**	**Total**	0-1 years	1-5 years	beyond 5 years	Total
Long term borrowings	**1182.69**	**2338.03**	**6838.53**	**10359.25**	1185.07	3504.15	6838.53	11527.75
Short term borrowings	**415.55**	**-**	**-**	**415.55**	827.44	-	-	827.44
Trade Payable	**930.83**	**0.37**	**-**	**931.20**	931.80	0.37	-	932.17
Payable related to Capital Goods	**1.65**	**-**	**-**	**1.65**	102.89	-	-	102.89
Other Financial liability (Current and Non Current)	**88.10**	**166.75**	**-**	**254.85**	85.27	162.20	-	247.47
Total	**2618.82**	**2505.15**	**6838.53**	**11962.50**	3132.47	3666.72	6838.53	13637.72

(49) Market Risk Management

(a) Foreign Currency Risk

The company operates internationally and is exposed to foreign exchange risk arising from foreign currency transactions, primarily with respect to the US$, EUR. Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities denominated in a currency that is not the company's functional currency (INR). The risk is measured through a forecast of highly probable foreign currency cash flows.

(i) Foreign currency risk exposure (Foreign Currency in lakhs)

Particulars	As at 31st March, 2018				As at 31st March, 2017		
	USD	EURO	CHF	JPY	USD	EUR	CHF
Financial Assets	**6.78**	**0.75**	**0.00**	**12.49**	9.14	0.19	0.03
Financial Liabilities	**2.20**	**0.03**	**0.00**	**0.00**	3.34	0.00	0.00
Net Exposure	**4.58**	**0.71**	**0.00**	**12.49**	5.80	0.19	0.03

(ii) Sensitivity

(Rs. In lakhs)

Particulars	Impact on PAT		Impact on PAT		Impact on other components of equity		Impact on other components of equity	
	31.03.2018		31.03.2017		31.03.2018		31.03.2017	
	Increase	Decrease	Increase	Decrease	Increase	Decrease	Increase	Decrease
USDSensitivity (5% sensitivity)	**14.82**	**(14.82)**	18.80	(18.80)	**14.82**	**(14.82)**	18.80	(18.80)
EUR Sensitivity (5% sensitivity)	**2.84**	**(2.84)**	0.64	(0.64)	**2.84**	**(2.84)**	0.64	(0.64)
CHF Sensitivity (5% sensitivity)	**0.00**	**0.00**	0.11	(0.11)	**0.00**	**0.00**	0.11	(0.11)
JPY Sensitivity (5% sensitivity)	**0.38**	**(0.38)**	0.00	0.00	**0.38**	**(0.38)**	0.00	0.00

(b) Cash flow and fair value interest rate risk

The company's main interest rate risk arises from long-term borrowings with variable rates, which expose the company to cash flow interest rate risk. The Company policy is mainly to maintain its borrowings at fixed rate. During as on 31st March 2018 and as on 31st March 2017, the company's borrowings at variable rate were denominated in INR.

The company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

(i) Interest rate risk exposure

(Rs. In lakhs)

Particulars	31.03.2018	31.03.2017
Variable Rate borrowings		
1. Working Capital Term Loan	**3520.72**	4689.22
2. Cash Credit Facility	**415.55**	-
Fixed Rate Borrowings (FD OD)	**-**	827.44

(ii) Sensitivity

(Rs. In lakhs)

Particulars	Impact on PAT		Impact on PAT		Impact on other components of equity		Impact on other components of equity	
	31.03.2018		31.03.2017		31.03.2018		31.03.2017	
	Increase	Decrease	Increase	Decrease	Increase	Decrease	Increase	Decrease
A change of 50 bps interest rates	**(19.68)**	**19.68**	(23.45)	23.45	**(19.68)**	**19.68**	(23.45)	23.45

(c) Price Risk

The company's exposure to equity securities price risk arises from investments held by the company and classified in the balance sheet at fair value through profit or loss having carrying amount Rs. 0.58 Lakhs as on 31.03.2018 and Rs 0.51 Lakhs as on 31.03.2017.

Sensitivity

(Rs. In lakhs)

Particulars	Impact on PAT		Impact on PAT		Impact on other components of equity		Impact on other components of equity	
	31.03.2018		31.03.2017		31.03.2018		31.03.2017	
	Increase	Decrease	Increase	Decrease	Increase	Decrease	Increase	Decrease
Price risk sensitivity at 5%	**0.03**	**(0.03)**	0.03	(0.03)	**0.03**	**(0.03)**	0.03	(0.03)

(50) Capital Management

The company's objectives when managing capital are to

a. safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and

b. Maintain an optimal capital structure to reduce the cost of capital.

Consistent with others in the industry, the company monitors capital on the basis of the following gearing ratio:

Net debt (total borrowings net of cash and cash equivalents) divided by Total 'equity' (as shown in the balance sheet, including non-controlling interests).

Gearing Ratio

(Rs. In lakhs)

Particulars	As at 31st March 2018	As at 31st March 2017
Borrowings	**10774.80**	12355.19
Less: Cash & Cash Equivalents	**18.09**	125.96
Net Debt (A)	**10756.71**	12229.23
Total Equity	**642.22**	910.78
Equity and Net Debt (B)	**11398.93**	13137.01
Gearing Ratio(A/B) %	**94.37**	93.07

(51) Income Taxes

(Rs. In lakhs)

Particulars	31.03.2018	31.03.2017
Current Tax		
Deferred Tax		
Increase/(Decrease) in deferred tax asset (Statutory Dues)	**(3.89)**	(6.01)
Increase/(Decrease) in deferred tax liability	**(149.01)**	(138.17)
Total Income Tax Expenses	**(152.90)**	(144.18)

Effective Tax rate :

Consequent to reconciliation items shown above, the effective tax is Nil for both the years.

Current Tax Asset

(Rs. In lakhs)

Particulars	31.03.2018	31.03.2017
Income Tax asset/(liability) at the beginning of the reporting period	**355.73**	341.73
Income Tax paid/(refund)	**12.74**	14.00
Net Current Income Tax Asset/(liability) at the end of the period	**0.00**	0.00
Income Tax Asset	**368.47**	355.73

Deferred Tax Assets/ (Liabilities)

(a) Statement showing deferred tax assets/(liabilities)

(Rs. In lakhs)

Particulars	31.03.2018	31.03.2017
Opening Balances comprises temporary differences attributable to :		
Deferred Tax Liabilities (Depreciation)	**(1492.67)**	(1623.82)
Deferred Tax Assets (43 B)	**25.68**	19.67
Deferred Tax Assets (IND AS)	**40.22**	33.53
Total	**(1426.77)**	(1570.62)
Adjustments during the year comprises temporary differences attributable to :		
1 Depreciation	**150.67**	131.15
2 Statutory Payments	**3.89**	6.01
3 Ind AS adjustments	**(1.66)**	6.69
Closing Balances comprises temporary differences attributable to :		
Deferred Tax Liabilities (Depreciation)	**(1342.00)**	(1492.67)
Deferred Tax Assets (43 B)	**29.57**	25.68
Deferred Tax Assets (IND AS)	**38.56**	40.22
Net Deferred Tax Asset/(Liability) Total	**(1273.86)**	(1426.77)

(b) Statement showing deferred tax income or exps. during this period.

(Rs. In lakhs)

Particulars	Property, Plant & Equipment	Statutory Payments	Ind AS Adjustments	Total
As at 31.03.2017 Charged/(credited)to - P&L - OCI	(131.15)	(6.01)	(8.18) 1.17	(145.35) 1.17
As at 31.03.2018 Charged/(credited)to - P&L - OCI	**(150.67)**	**(3.89)**	**6.93 (5.29)**	**(147.61) (5.29)**

(52) Related Party Transactions:

(a) Promoters having control over the company

Sr No.	Name Of the Related Party	Transaction entered during the year (Yes/No)
1	Nirma Chemical Works Pvt. Ltd.	No
2	Nirma Industries Private Limited	No

(b) Key Managerial Personnel

Executive Directors :

Sr No.	Name Of the Related Party	Nature of Relationship	Transaction entered during the year (Yes/No)
1	Mr. Shailesh K. Desai	Managing Director	Yes
2	Mr. Hemal R. Shah	Whole Time Director	Yes

Non-Executive Directors:

Sr No.	Name Of the Related Party	Nature of Relationship	Transaction entered during the year (Yes/No)*
1	Mr. Pathik C. Shah	Independent Director	Yes
2	Ms. Vandana C. Patel	Independent Director	Yes
3	Mr. Shalin S. Patel	Independent Director	Yes
4	Mr. Mittal K. Patel	Non-Independent Director	Yes

*Sitting Fees paid for attending Board Meetings during the year

Executive Officers:

Sr No.	Name Of the Related Party	Nature of Relationship	Transaction entered during the year (Yes/No)
1	Mr. Krunal G Shah	Chief Financial Officer	Yes
2	Mr. Purvang Trivedi	Company Secretary w.e.f. 08/09/2017	Yes

(c) Subsidiary:

Name Of the Related Party	Nature of Relationship	Transaction entered during the year (Yes/No)
Shree Rama (Mauritius) Limited*	Wholly Owned Subsidiary	No

*The current status of the WOS is defunct

(d) Entities over which Promoters/ Key Managerial Personnel identified above exercise control/ significant influence and with which transactions have taken place:

Sr No.	Name Of the Related Party	Nature of Relationship	Transaction entered during the year (Yes/No)
1	Nirma Limited	Entities over which Promoters identified above exercise control/significant influences	Yes
2	Aculife Healthcare Private Limited	Entities over which Promoters identified above exercise control/significant influences	Yes
3	Hi-Scan Private Limited	Entities over which Key Managerial Personnel identified above has interest or concern	Yes

(e) Disclosure Of Related Party Transactions

(Rs. In lakhs)

Sr No.	Nature of Transaction/ relationship / major parties	2017-18	2016-17
		Amount	Amount
1	Purchase of goods & services (including commission paid)		
	Referred in 52(d) above		
	1. Nirma Ltd.	**13.11**	0.00
	2. Aculife Healthcare Pvt. Ltd.	**0.00**	27.03
	3. Hi Scan Pvt. Ltd.	**2.69**	2.43
	Total	**15.80**	29.46
2	Sale of goods/contract revenue & services		
	Referred in 52(d) above		
	1. Nirma Ltd.	**7.68**	16.23
	2. Aculife Healthcare Pvt. Ltd.	**57.28**	114.66
	3. Hi Scan Pvt. Ltd.	**0.60**	0.00
	Total	**65.56**	130.89
3	Guarantee charges payableto		
	Referred in 52(d) above		
	1. Nirma Ltd.	**9.96**	32.83
	Total	**9.96**	32.83

(f) Compensation Paid to Key Managerial Personnel (other than Non-Executive Directors)

(Rs. In lakhs)

Key Managerial Personnel	2017-18			2016-17		
	Short term employee benefits	**Other long term benefits**	**Total**	Short term employee benefits	Other long term benefits	Total
Mr. Shailesh K. Desai	**59.14**	**5.29**	**64.43**	54.41	3.16	57.57
Mr. Hemal R. Shah	**14.84**	**3.29**	**18.13**	12.08	1.96	14.04
Mr. Krunal G. Shah	**9.27**	**1.96**	**11.23**	6.70	1.16	7.86
Mr. Hemal J. Sadiwala (resigned w.e.f. 10/03/2017)	**0.00**	**0.00**	**0.00**	6.44	0.51	6.95
Mr. Purvang Trivedi (appointed w.e.f. 08/09/2017)	**1.78**	**0.84**	**2.62**	0.00	0.00	0.00
Total	**85.03**	**11.38**	**96.41**	79.63	6.79	86.42

(g) Amount due to / from Related Parties:

(Rs. In lakhs)

Sr . No.	**Related Party Transaction Summary**	**Referred in 52(d) above**		**Promoters having control over the company**	
		2017-18	2016-17	**2017-18**	2016-17
1	Accounts Receivable	**13.95**	27.78	**-**	-
2	Accounts payable, including other payables	**33.25**	17.12	**-**	-
3	Loan Outstanding			**2500.00**	2500.00

(53) Contingent Liabilities & Contingent Assets

53.1 Contingent Liabilities:

Sr No	Particulars	(Rs. In lakhs)	
		2017-18	2016-17
a.	Dividend on 666666 15% Redeemable Cumulative Preference Shares till date (Note No. 53.3 below)	**300.00**	300.00
b.	Interest on loans & debentures (Note No.53.6 below)	**13829.49**	12973.77
c.	(i) Corporate guarantee given to the Banks for term loan of Rs 400.00 Lakhs. (Note No. 53.2 below)	**400.00**	400.00
	(ii) Bank Guarantee given to UGVCL & Sabarmati Gas Ltd.	**161.09**	161.09
d.	Claims against the company not acknowledged as debts. Excise authorities have issued show-cause notices for various credits availed as well as rejecting the claims of the company which the company has disputed and no provision is made in the books.	**293.42**	293.42
e.	Disputed demand arose out of VAT/CST assessment for the year 2013-14 (Note No. 53.8 below)	**11.14**	0.00
f.	Estimated amount of contracts remaining to be executed on Capital Account (Net of Advances)	**1.75**	0.28
g.	Excise proceeding in respect the order dtd. 30/12/2005 including interest & penalty (see note No. 53.7 below)	**5617.90**	5434.72
h.	Pending case for proceeding u/s 138 of Negotiable Instruments Act (Note No. 53.4 below)	**200.00**	200.00
i.	Penalty levied u/s 271(1)(c) of the Income Tax Act	**1147.79**	1147.79
j.	In respect of office premises at Mumbai taken on Leave & License from KSFL, the appeal before the appellate court against the order of Small Cause Court was dismissed by the Hon'ble court and the company has filed a Civil Revision Application (CRA) before Hon'ble High Court of Mumbai against the order of appellate court. In view of pending appeal, the company has not provided for Rent and Interest. The appropriate treatment in the books would be given on final outcome of the matter.		
k	Bonus Payable of Rs. 22.28 lakhs as per Bonus Amendment Act 2015 for the year 2014-15 (for which Hon'ble Gujarat High Court has given stay)		

53.2 Andhra bank Ltd. has filed suit in Debt Recovery Tribunal against East West Polyart Ltd. as Principal Debtor and the Company as a guarantor and Recovery Officer has demanded Rs. 933.34 lakhs (net of Recovery already made and including interest). Review Application filed by the Company against Demand Notice has been admitted by Debt Recovery Tribunal, Ahmedabad.

53.3 (a) In respect of 10,00,000 15% Cumulative Preference Shares of Rs. 100/- each which were redeemable in three equal installments at the end of third, fourth and fifth year from 30th March,1998. 3,33,334 Preference Shares being first installment were redeemed on 30th March, 2001. The remaining 6,66,666 Preference Shares are yet to be redeemed.

(b) The Company has declared and provided in books dividend of Rs. 100 lakhs for the year 2000-01 on 666666 15% Redeemable Preference Shares. In view of the pending approval of the scheme from Hon'ble High court of Gujarat, the Company has not reversed the said provision and also not transferred the said amount to IEPF.

53.4 The lenders holding post-dated cheques have initiated action u/s. 138 of the Negotiable Instruments Act, 1881 for Rs. 200 lakhs in respect of other lenders who has initiated actions u/s 138 has settled dues under OTS and necessary withdrawal petition are under process.

53.5 The company had filed the scheme of Arrangement and Compromise with the Financial Institutions/ Banks and Shareholderson 17/07/08 bearing petition No. 401/2008 and it is approved by majority of Shareholders and lenders in the meeting held on 27/08/2008 and 30/08/2008 respectively. The said scheme is dismissed by the Hon'ble High Court of Gujarat. The Company has filed an appeal against the order in petition of the scheme of compromise and arrangement u/s 391 of the Companies Act, which is admitted by larger bench of Hon'ble High court of Gujarat. The Appeal with the larger bench has been finally heard by the Hon'ble High court of Gujarat and Hon'ble Court has reserved the order.

53.6 In respect of loans and debentures aggregating to Rs. 6171.86 lakhs which are under settlement as per scheme, the company has not provided interest of Rs. 854.72 lakhs (Previous Year Rs. 854.72 lakhs) on the same for the year ending on 31st March, 2018. Therefore, loss of the year would have been increased by Rs 854.72 lakhs. The accumulated interest not provided for up to March 31, 2018 is Rs. 13828.49 lakhs (Previous Year Rs. 12973.77 lakhs).

53.7 In respect of demand notice for excise duty of Rs. 2635.30 lakhs received from Excise Department plus interest thereon, the Company preferred appeal before CESTAT, which has been decided against the Company. In context with the legal opinion received from senior advocate, the said demand and liability will not sustain in view of the facts and merits of the case. Accordingly, the Company has not made the provision for the said liability in the books and treated the same as Contingent Liability and has disclosed accordingly. The company has paid Rs. 300 lakhs on accounts against such liability.

53.8 The disputed liability of VAT/CST for the year 2013-14 is mainly on account of non-receipt of statutory forms.

53.9 In respect of Tax assessments for A.Y. 2012-13 & 2013-14, the income tax department has made additions or disallowances amounting to Rs. 19974 lakhs in respect of treatment of gain arising on settlement /waiver of loans and for other matters which has resulted into reduction of carried forward losses under Income Tax Act against which company has preferred appeal before commissioner of income tax.

(54) Commitments

(a) Capital Commitments

Capital expenditure contracted for at the end of the reporting period but not recognised as liabilities is as follows:

(Rs. In lakhs)

Particulars	31.03.2018	31.03.2017
Property, Plant & Equipments	**1.75**	0.28

(b) Non cancellable operating Lease : Not Applicable

(c) Repair & Maintenance, Investment Property : Not Applicable

(55) Employee Benefits

Defined Benefits Plan

(a) Leave encashment: The leave encashment are payable to all eligible employees at the rate of daily salary for each day of accumulated leave on death or on resignation or upon retirement on attaining superannuation age.

(Rs. In lakhs)

Particulars	31.03.2018	31.03.2017
Company's Net liability recognized in the Balance Sheet	**(62.77)**	(55.50)

(b) Assumptions

Particulars	31.03.2018	31.03.2017
Approach Used	Projected Units Credit Methods	
Increase in compensation levels	**12.00%**	7.00%
Discount rate	**7.55%**	7.34%
Attrition Rate	**10.00%**	3.00%

Gratuity: The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on death or resignation or retirement at 15 days salary [last drawn salary] for each completed year of service. The scheme is funded with an insurance company in the form of a qualifying insurance policy.

Balance sheet disclosures

(i) The amounts disclosed in the balance sheet and the movements in the defined benefit obligation over the period:

(Rs. In lakhs)

Particulars	31.03.2018	31.03.2017
Liability at the beginning of the period	**60.37**	51.79
Interest Costs	**4.46**	3.68
Current Service Costs	**12.30**	11.42
Transfers	**0.00**	0.00
Benefits paid	**(2.53)**	(3.28)
Actuarial (Gain)/Loss on obligations due to change in	**0.00**	0.00
Demography	**25.15**	4.04
Financials	**(6.59)**	(7.28)
Experience	**(5.30)**	0.00
Liability at the end of the period	**91.67**	60.37

(ii) Movements in the fair value of plan assets

(Rs. In lakhs)

Particulars	31.03.2018	31.03.2017
Fair value of plan assets at the beginning of the period	**73.81**	56.04
Interest Income	**5.38**	5.14
Expected return on plan assets	**0.00**	0.00
Contributions	**11.47**	15.92
Transfers	**0.00**	0.00
Benefits paid	**(2.53)**	(3.28)
Fair value of plan assets at the end of the period	**88.13**	73.81

(iii) Net liability disclosed above relates to

(Rs. In lakhs)

Particulars	31.03.2018	31.03.2017
Fair value of plan assets at the end of the period	**88.13**	73.81
Liability as at the end of the period	**(91.67)**	(60.37)
Net Liability/Asset	**(3.54)**	13.44

(iv) Balance Sheet Reconciliation

(Rs. In lakhs)

Particulars	31.03.2018	31.03.2017
Opening Net liability	**13.44**	4.25
- Amount recognized in Accumulated OCI at the beginning of the period	**(6.67)**	(2.87)
- Expenses recognised in the Statement of P&L	**(11.33)**	(10.53)
- Expenses recognised in the OCI at the end of the period	**(10.45)**	6.67
- Employer's Contribution	**11.47**	15.92
Amount recognised in the Balance Sheet	**(3.54)**	13.44

Profit & Loss Disclosures

(i) Net interest Cost for Current period

(Rs. In lakhs)

Particulars	31.03.2018	31.03.2017
Interest Cost	**4.46**	3.68
Interest Income	**(5.91)**	(4.58)
Net interest Cost	**(1.45)**	(0.90)

(ii) Expenses recognised in the Profit & Loss

(Rs. In lakhs)

Particulars	31.03.2018	31.03.2017
Net Interest Cost	(1.45)	(0.90)
Current Service Cost	12.78	11.42
Expenses recognised in the Profit & Loss	**11.33**	10.53

(iii) Amount recognized in OCI

(Rs. In lakhs)

Particulars	31.03.2018	31.03.2017
Acturial Loss/(Gain) on DBO	**16.58**	(3.24)
Acturial Loss/(Gain) on Assets	**0.53**	(0.56)
Amortization Acturial Loss/(Gain)	**0.00**	0.00
Net Increasing in OCI	**17.12**	(3.80)

Sensitivity Analysis

(Rs. In lakhs)

Particulars	31.03.2018	31.03.2017
Projected Benefit obligation on current assumptions	**91.67**	60.37
Data effect of 1% change in Rate of		
-Discounting	**84.76**	53.39
-Salary Increase	**98.79**	68.30
-Employee Turnover	**89.44**	61.28
Data effect of (-1%) change in Rate of		
-Discounting	**99.57**	68.47
-Salary Increase	**85.30**	53.42
-Employee Turnover	**94.16**	60.66

Significant Actuarial Assumptions

(Rs. In lakhs)

Particulars	31.03.2018	31.03.2017
Discount Rate	**7.55%**	7.34%
Rate of return on Plan Assets	**7.55%**	7.34%
Salary Escalation	**12.00%**	7.00%
Attrition Rate	**10.00%**	3.00%

(56) Lease

The company has taken office under cancellable operating lease. Future minimum lease payments in respect of which as on 31.03.2018 are as follows:

(Rs. In lakhs)

Particulars	Minimum Lease Payments (MLPs)	
	31.03.2018	31.03.2017
Not Later than 1 year	**4.37**	5.33
Later than 1 year & not later than 5 years	**0.00**	4.37
Later than 5 years	**0.00**	0.00
Total Minimum Lease Commitments	**4.37**	9.70
Less: Future Finance Charges	**0.00**	0.00
Present Value of MLPs	**2.74**	3.94
Other Financial Liabilities **(Current)**	**0.00**	0.00
Other Financial Liabilities **(Non Current)**	**0.00**	0.00

(Rs. In lakhs)

Lease Obligations	Present value of Minimum Lease Payments (MLPs)	
	31.03.2018	31.03.2017
Not Later than 1 year	**2.74**	3.01
Later than 1 year & not later than 5 years	**0.00**	0.93
Later than 5 years	**0.00**	0.00
Total Minimum Lease Commitments	**2.74**	3.94

(57) Details under MSMED Act, 2006 for due to Micro & Small, Medium Enterprise

(Rs. In lakhs)

Particulars	31.03.2018	31.03.2017
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	**104.82**	**49.77**
Amount of interest due / paid by the company in item of section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year.	**Nil**	**Nil**

(58) Information Concerning Classification of Securities

1. Term Loan from Other Parties: Rs 2500 Lakhs – Nirma Chemical Works Pvt. Ltd. (NCWPL)

Particulars	31.03.2018	31.03.2017
Current Financial Asset - First Charge - Floating Charge Non Financial Asset - First Charge - Floating Charge	**No Charge**	**No Charge**
Non Current First Charge	**1. Movable properties** First charge on the whole of the movable fixed assets. etc. both present and future including movables as described in schedule III of DOH **2. Immovable properties** First charge on the whole of the immovable properties situated at village Motibhoyan, Ambaliyara & Pondicherry	**1. Movable properties** First charge on the whole of the movable fixed assets. etc. both present and future including movables as described in schedule III of DOH **2. Immovable properties** First charge on the whole of the immovable properties situated at village Motibhoyan, Ambaliyara & Pondicherry
Total assets pledged as security	**Rs 2500.00 Lakhs**	**Rs 2500.00 Lakhs**

Rate of interest 14% and 15% on Rs. 1442.00 lakhs and Rs. 1058.00 lakhs respectively on above term loans and the company has defaulted in repayment of above loans since 2002-03.

Debentures: Rs. 3000 Lakhs - Nirma Chemical Works Pvt. Ltd. (NCWPL)

Particulars	31.03.2018	31.03.2017
Current Financial Asset - First Charge - Floating Charge Non Financial Asset - First Charge - Floating Charge	**No Charge**	**No Charge**
Non Current First Charge	**1. Movable properties** First charge on the whole of the movable properties including movable plant & machinery, spares, tools, accessories & other movable both present and future situated at Moti Bhoyan, Ambaliyara Pondicherry **2. Immovable properties** First charge on the whole of the immovable properties situated at village Motibhoyan, Ambaliyara & Pondicherry	**1. Movable properties** First charge on the whole of the movable properties including movable plant & machinery, spares, tools, accessories & other movable both present and future situated at Moti Bhoyan, Ambaliyara Pondicherry **2. Immovable properties** First charge on the whole of the immovable properties situated at village Motibhoyan, Ambaliyara & Pondicherry
Total assets pledged as security	**Rs 3000.00 Lakhs**	**Rs 3000.00 Lakhs**

Rate of interest 13.50% on above debentures and the company has defaulted in repayment of above debentures since 2002-03

3. **Debentures: Rs. 671.86 Lakhs – (Principle Amount Rs 700.00 Lakhs)**

A. **Nirma Chemical Works Pvt. Ltd.(NCWPL) – Rs. 500.00 Lakhs**

Particulars	31.03.2018	31.03.2017
Current Financial Asset - First Charge - Floating Charge Non Financial Asset - First Charge - Floating Charge	**No Charge**	**No Charge**
Non Current First Charge	**1. Movable properties** Floating Charge on the whole of the movable plant & machinery, spares, tools, accessories & other movable both present and future situated at all locations in Gujarat **2. Immovable properties** First paripassu charge on the whole of the immovable properties situated at village Motibhoyan state of Gujarat.	**1. Movable properties** Floating Charge on the whole of the movable plant & machinery, spares, tools, accessories & other movable both present and future situated at all locations in Gujarat **2. Immovable properties** First paripassu charge on the whole of the immovable properties situated at village Motibhoyan state of Gujarat.
Total assets pledged as security	**Rs 500.00 Lakhs**	**Rs 500.00 Lakhs**

Rate of interest 15.50% on above debentures and the company has defaulted in repayment of above debentures since 2002-03

B. Nirma Credit and Capital Pvt. Ltd. (NCCPL) – Rs 200.00 Lakhs

Particulars	31.03.2018	31.03.2017
Current Financial Asset - First Charge - Floating Charge Non Financial Asset - First Charge - Floating Charge	**No Charge**	**No Charge**
Non Current First Charge	**1. Movable properties** Charge on the whole of the movable plant & machinery, spares, tools, accessories & other movable both present and future situated at all locations in Gujarat **2. Immovable properties** First paripassu charge on the whole of the immovable properties situated at village Motibhoyan state of Gujarat.	**1. Movable properties** Charge on the whole of the movable plant & machinery, spares, tools, accessories & other movable both present and future situated at all locations in Gujarat **2. Immovable properties** First paripassu charge on the whole of the immovable properties situated at village Motibhoyan state of Gujarat.
Total assets pledged as security	**Rs 200.00 Lakhs**	**Rs 200.00 Lakhs**

Rate of interest 15.50% on above debentures and the company has defaulted in repayment of above debentures since 2002-03.

4. Notes for borrowing particulars:

1. In respect of various overdue long term borrowings excluding Working Capital Term Loan are treated as "Non-current interest-bearing loans and borrowings" since the matter is sub judice and pending before larger bench of Hon'ble High Court of Gujarat in respect of scheme of Compromise and Arrangement.

2. The Company has defaulted in repayment of above secured termloans since 2002-03.

3. **Term Loans:-** Term Loans of Rs 2500 Lakhs from NCWPL are secured by first charge on whole of movable fixed assets etc. both present and future including movables as described in Schedule III of DO Hand first charge on whole immovable properties situated at village: Moti-Bhoyan, Ambaliyara & Pondicherry ranking pari-passu with the charges created / to be created in favour of a trustee for privately placed debentures and personal guarantee of some of the erstwhile directors.

4. Non-Convertible Debentures

(a) 700000 (15.5%) Redeemable Non-Convertible Debentures privately placed with lenders (Rs. 500 lakhs with NCWPL & Rs. 200 Lakhs with NCCPL) are secured by way Mortgage of immovable assets both present and future situated at village: Moti-Bhoyan in the state of Gujarat and charges on movable assets of the Company at all locations in Gujarat in favour of a trustee, ranking pari-passu with the charges created on the said assets for term loans from lenders.

(b) 300 (13.5%) Redeemable Non-Convertible Debentures privately placed with NCWPL are secured by first charge on whole of movable properties both present and future, situated at Moti-Bhoyan, Ambaliyara, Pondicherry and immovable property both present and future, situated at village: Moti Bhoyan & Ambaliyara in the state of Gujarat in favour of a trustee, ranking pari-passu with the charges created / to be created on the said assets for term loans from lenders.

5. Unsecured

Working Capital Term Loan from RBL is bank secured by exclusive first charge on entire fixed assets and current assets of the Company to be created and unconditional and irrecoverable Corporate Guarantee of Nirma Ltd. Repayable in 72 installments commencing from six months from availment of loan. Interest payable @ 0.05% p.a. above base rate.

(59) The company operates in only single Segment viz. Packaging Material

Information about Geographical Areas (Sales)

(Rs. In lakhs)

Country Name	**2017-18**	2016-17
Bulgaria	**23**	38
Czech Republic	**1**	0
India	**10438**	11280
Kenya	**0**	4
Nepal	**158**	149
Nigeria	**883**	791
Saudi Arabia	**6**	0
Shri Lanka	**168**	161
Singapore	**0**	36
Tanzania	**726**	721
Turkey	**0**	68
Grand Total	**12403**	13247

There are no any non-current assets other than at India.

As per our report of even date attached herewith

For Chandulal M. Shah & Co.
Chartered Accountants
FRN: 101698W

Arpit D. Shah
Partner M. No.: 135188

Place : Moti Boyan
Date : 24.05.2018

For and on behalf of the Board

Shailesh Desai
Managing Director

Hemal Shah
Whole Time Director

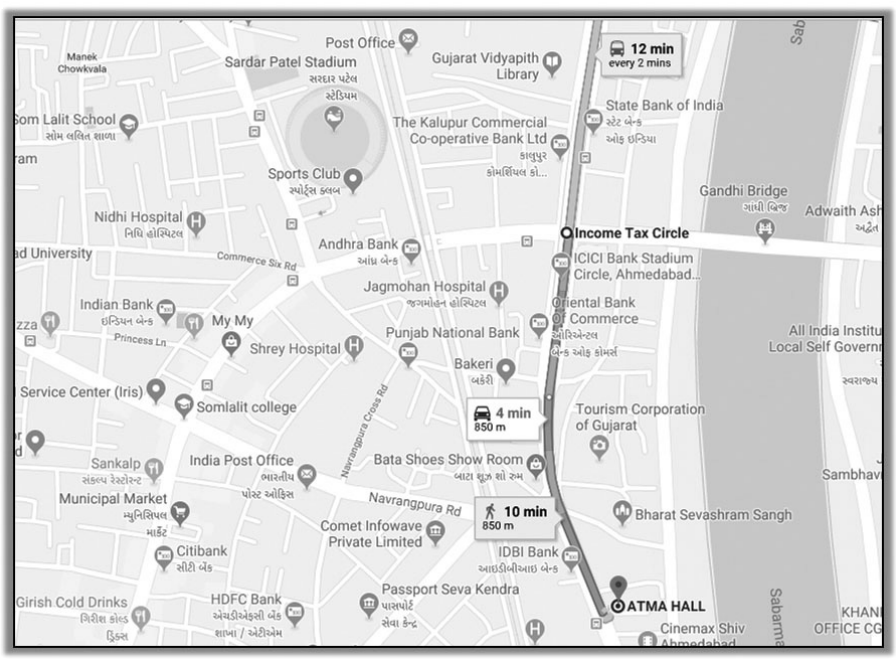
Krunal Shah
Chief Financial Officer

Purvang Trivedi
Company Secretary

Place : Moti Boyan
Date : 24.05.2018

Route Map to the 24th Annual General Meeting of the Members of the Company

Date : 21st September, 2018
Day : Friday
Time : 10:30 A.M.
Venue : ATMA Conference Hall,
Ahmedabad Textile Mills Association,
Ashram Road, Ahmedabad – 380 009



Landmark : Income Tax Circle

If undelivered please return to :

SHREE RAMA MULTI-TECH LIMITED
Regd. Office : 301, Corporate House, Opp. Torrent House,
Income Tax, Ahmedabad-380009.
Tel : (079)27546800, 27546900 • **Website:** www.srmtl.com
Email : cslegal@srmtl.com
CIN : L25200GJ1993PLC020880