

SIL/SCY/2014-15/259/260

July 17, 2014

To

Mr. S. Subramanian

DCS-CRD

Bombay Stock Exchange Ltd.

Phiroze Jeejeebhoy Towers, Dalal

Street,

Mumbai 400 001

Mr. Hari K.

Vice President

National Stock Exchange of India Limited,

Exchange Plaza, Bandra Kurla Complex,

Bandra (West) Mumbai - 400 051

SUBJECT: ANNUAL REPORT (CLAUSE 31 (a) OF THE LISTING AGREEMENT)

Dear Sir,

In compliance with Clause 31 (a) of the Listing Agreement we are sending herewith six copies of Annual Report along with Form A for the year 2013-14.

Please find the same in order and take it on record.

Thanking you,

Yours faithfully,

FOR SHREYANS INDUSTRIES LIMITED

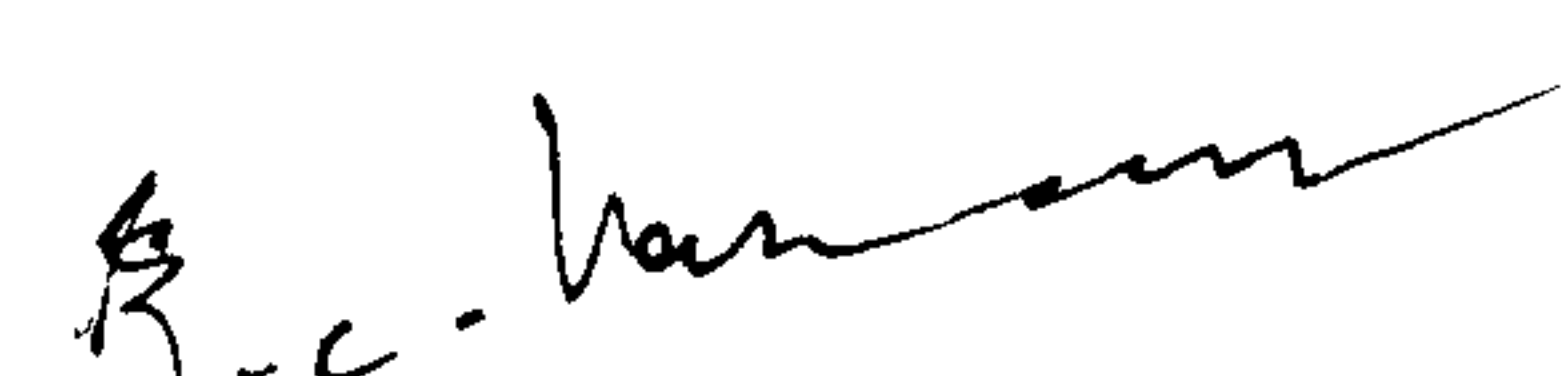


VIDESHWAR SHARMA

COMPANY SECRETARY

Encl.: A/above

FORM A

1.	Name of the Company	Shreyans Industries Limited
2.	Annual financial statements for the year ended	31st March, 2014
3.	Type of audit observation	Un-qualified
4.	Frequency of observation	N.A.
5.	Signed by	
	Chairman & Managing Director	 Sh. Rajneesh Oswal
	CFO	 Sh. R. K. Mahajan
	Auditor of the company	 S.C. Vasudeva & CO.
	Audit Committee Chairman	 Sh. M.L. GUPTA

BRANCH OFFICES :-

• 5 A-D, Gopala Tower, 25 Rajendra Place, New Delhi-110 008

Tel # 011-25721042, 25732104 Fax # 91-11-25752271

E-mail : sil.delhi@shreyansgroup.com

• 302 Raheja Chamber, 3rd Floor, Nariman Point, Mumbai - 400 021

Tel # 022-22851025 Fax # 91-22-22842825

E-mail : sil.mumbai@shreyansgroup.com

34th **ANNUAL REPORT**

2013 - 2014



SHREYANS INDUSTRIES LIMITED



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

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

BOARD OF DIRECTORS

SH. RAJNEESH OSWAL, Chairman and Managing Director
 SH. VISHAL OSWAL, Vice Chairman and Managing Director
 SH. KUNAL OSWAL, Whole Time Director
 SH. A.K CHAKRABORTY
 SH. R. C. SINGAL
 SH. M.L. GUPTA
 DR. N. J. RAO
 SH. ANIL KUMAR, Executive Director and C.E.O

COMPANY SECRETARY

MR. VIDESHWAR SHARMA

BANKERS

STATE BANK OF PATIALA
 STATE BANK OF HYDERABAD
 IDBI BANK LTD

STATUTORY AUDITORS

M/s. S.C. VASUDEVA & CO., NEW DELHI

REGISTRAR & TRANSFER AGENTS

M/s. SKYLINE FINANCIAL SERVICES (P) LIMITED
 D-153/A, 1ST FLOOR OKHLA INDUSTRIAL AREA PHASE - I
 NEW DELHI - 110020

REGISTERED & CORPORATE OFFICE

VILLAGE - BHOLAPUR. P.O. SAHABANA
 CHANDIGARH ROAD, LUDHIANA- 141123. (PUNJAB)

WORKS

1. SHREYANS PAPERS, AHMEDGARH, DISTT. SANGRUR (PB.)
2. SHREE RISHABH PAPERS, VILLAGE BANAH, DISTT. S. B. S. NAGAR (PB.)

BRANCHES

1. 5 A-D, GOPALA TOWER,
25, RAJENDRA PLACE, NEW DELHI-110008
2. 302, RAHEJA CHAMBERS,
NARIMAN POINT, MUMBAI-400021

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NOTICE

Notice is hereby given that the 34th Annual General Meeting of the members of the Company will be held on Wednesday, 13th August, 2014 at 11.00 A.M. at the Registered Office of the Company at Village Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana to transact the following business.

AS AN ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2014 and the statement of Profit and Loss for the year ended on that date together with the reports of the Directors and Auditors thereon.
2. To declare dividend, if any, for the Financial Year 2013-14.
3. To appoint a Director in place of Sh. Kunal Oswal, who retires by rotation and being eligible offers himself for re-appointment.
4. To re-appoint Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the 37th Annual General Meeting and to fix their remuneration, subject to ratification of appointment by members at every AGM.

AS SPECIAL BUSINESS**ITEM NO. 5****TO CONSIDER AND IF THOUGHT FIT, TO PASS WITH OR WITHOUT MODIFICATION(S), THE FOLLOWING RESOLUTION AS A SPECIAL RESOLUTION:**

"RESOLVED THAT pursuant to the provisions of Section 196, 197, 198 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013, including any statutory modification or re-enactment thereof and subject to the approval of the Central Government, if required, and such other approvals, as may be necessary, consent of the Company be and is hereby accorded to the re-appointment of Sh. Anil Kumar, as the Executive Director & Chief Executive Officer of the Company for a further period of three years with effect from 30th August, 2014 on the remuneration, terms and conditions as set out in the agreement, to be entered into between the Company and Sh. Anil Kumar, as submitted to this meeting which is hereby specifically approved."

"RESOLVED FURTHER THAT Board of Directors be and is hereby authorized to alter, or increase and vary the terms and conditions of the said re-appointment and/ or agreement in such form and manner or with such modifications as the Board may deem fit or as may be prescribed by the Central Government, if any, while granting necessary approvals in this regard and as may be acceptable to Sh. Anil Kumar without referring the same to the General Meeting again, subject to consents/ approvals, if any, required in this regard."

"RESOLVED FURTHER THAT where in any Financial Year, the Company has no profits or its profits are inadequate during the tenure of office of Sh. Anil Kumar, the remuneration aforesaid shall be the minimum remuneration."

"RESOLVED FURTHER THAT the Board be and is hereby authorized to do all such acts, deeds and things and to execute all such documents, instruments and writings as may be required to give effect to the aforesaid resolutions."

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

"Resolved that pursuant to the provisions of Section 149, 152 and other applicable provisions of the Companies Act, 2013 and the rules made there under read with schedule IV to the said Act, consent of the company be and is hereby accorded to re-appoint Sh. A. K. Chakraborty as an Independent Director of the Company to hold office from 13th August 2014 to 12th August 2019, not liable to retire by rotation."

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

"Resolved that pursuant to the provisions of Section 149, 152 and other applicable provisions of the Companies Act, 2013 and the rules made there under read with schedule IV to the said Act, consent of the company be and is hereby accorded to re-appoint Sh. M. L. Gupta as an Independent Director of the Company to hold office from 13th August 2014 to 12th August 2019, not liable to retire by rotation."

ITEM NO. 8**TO CONSIDER AND IF THOUGHT FIT, TO PASS WITH OR WITHOUT MODIFICATION(S), THE FOLLOWING RESOLUTION AS AN ORDINARY RESOLUTION**

"Resolved that pursuant to the provisions of Section 149, 152 and other applicable provisions of the Companies Act, 2013 and the rules made there under read with schedule IV to the said Act, consent of the company be and is hereby accorded to re-appoint Dr. N. J. Rao as an Independent Director of the Company to hold office from 13th August 2014 to 12th August 2019, not liable to retire by rotation."

ITEM NO. 9**TO CONSIDER AND IF THOUGHT FIT, TO PASS WITH OR WITHOUT MODIFICATION(S), THE FOLLOWING RESOLUTION AS A SPECIAL RESOLUTION:**

"Resolved that pursuant to the provisions of Section 14 and all other applicable provisions of the Companies Act, 2013 read with Companies (Incorporation) Rules, 2014, including any statutory modification(s) or re-enactments thereof, for the time being in force), the draft regulations contained in the articles of Association submitted to this meeting be and are hereby approved and adopted in substitution and to the entire exclusion of the regulations contained in the existing Articles of Association of the Company."

"Resolved further that the Board of Directors of the Company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

ITEM NO. 10**TO CONSIDER AND IF THOUGHT FIT, TO PASS WITH OR WITHOUT MODIFICATION(S), THE FOLLOWING RESOLUTION AS AN ORDINARY RESOLUTION:**

"Resolved that pursuant to section 73(2) of the Companies Act, 2013 and rules made there under and other applicable provisions, if any, the consent of the Company be and is hereby accorded to

accept deposits from members of the Company within the prescribed limits."

"Resolved further that the Board of Directors of the Company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE, MUST BE LODGED AT THE REGISTERED OFFICE OF THE COMPANY, NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.

2. The instrument appointing the proxy, duly completed, must be deposited at the Company's registered office not less than 48 hours before the commencement of the meeting.

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

4. The explanatory statement pursuant to Section 102(1) of the Companies Act, 2013 with respect to the Special Business set out in the Notice is annexed.

5. The Register of Members and Share Transfer books of the Company shall remain closed from 07th August, 2014 to 13th August, 2014 (both days inclusive), for the purpose of payment of dividend, if any and AGM, for both physical and electronic segments.

6. Subject to the provisions of the Companies Act, 2013, dividend as recommended by the Board of Directors, if declared at the meeting, will be paid within a period of 30 days from the date of declaration, to those members whose name appear on the Register of Members as on 06th August, 2014.

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

8. Copies of the Annual Report are being sent by electronic mode only to those members whose email addresses are registered with the company/depository participants(s) for communication purposes unless any members has requested for hard copy of the same. For members who have not registered their email addresses, physical copies of the Annual Report 2013-14 are being sent by the permitted mode.

9. Members are requested to :

- Quote their folio number/Client ID & DP-ID in all correspondence with the company.
- Notify immediately to the company any change in their address/ mandate, if any.
- Register their e-Mail id with the company or its Registrar or their

depository participant to enable the company to send the notices and other reports through email.

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

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

12. An e-voting facility for the members shall also be provided in terms of Section 108 of the Companies Act, 2013 and rules made there under.

The instructions for members for voting electronically are as under:-

In case of members receiving e-mail:

- Log on to the e-voting website www.evotingindia.com
- Click on "Shareholders" tab.
- Now, select the "SHREYANS INDUSTRIES LIMITED" from the drop down menu and click on "SUBMIT"
- Now Enter your User ID (For CDSL: 16 digits beneficiary ID, For NSDL: 8 Character DP ID followed by 8 Digits Client ID, Members holding shares in Physical Form should enter Folio Number registered with the Company and then enter the Captcha Code as displayed and Click on Login.
- If you are holding shares in Demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used. If you are a first time user follow the steps given below.

(vi) Now, fill up the following details in the appropriate boxes:

	For Members holding shares in Demat Form	For Members holding shares in Physical Form
PAN*	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)	
DOB#	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.	
Dividend Bank Details#	Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.	

*Members who have not updated their PAN with the Company /Depository Participant are requested to use the first two letters of their name and the 8 digits of the folio/ Demat Account number in the PAN field. In case the folio number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with folio number 1 then enter RA00000001 in the PAN field.

Please enter any one of the details in order to login. In case either of the details are not recorded with the depository please enter the <YOUR NUMBER OF SHARES> in the Dividend Bank details field.

- (vii) After entering these details appropriately, click on "SUBMIT" tab.
- (viii) Members holding shares in physical form will then reach directly the EVSN selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is also to be used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (ix) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (x) Click on <SHREYANS INDUSTRIES LIMITED> to vote.
- (xi) On the voting page, you will see Resolution Description and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xii) Click on the "Resolutions File Link" if you wish to view the entire Resolutions.
- (xiii) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xiv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xv) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xvi) If Demat account holder has forgotten the changed password then Enter the User ID and Captcha Code click on Forgot Password & enter the details as prompted by the system.
- (xvii) Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.co.in> and register themselves as Corporate. They should submit a scanned copy of the Registration Form bearing the stamp and sign of the entity to helpdesk.evoting@cdslindia.com. After receiving the login details they have to create a user who would be able to link the account(s) which they wish to vote on. The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote. They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.
- (B) The voting period begins on 07.08.2014, 09:00 A.M. and ends on 09.08.2014, 05:00 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 11.07.2014, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (C) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.co.in under help section or write an email to helpdesk.evoting@cdslindia.com.

ELECTRONIC VOTING PARTICULARS

EVSN (E-voting Sequence Number)	USER ID (16 Digit Demat Account/ Folio No. of members holding shares in physical mode)	PASSWORD (as per point (v) to (viii) of e-voting instructions)
140703006		

13. M/s P.S. Bathla & Associates, Company Secretaries have been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner (including the ballot forms received from members who do not have access to the e-voting process) The Scrutinizer shall within a period of three working days from the conclusion of e-voting period, unblock the votes in presence of at least two witnesses not in employment of the Company and make a report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.

14. The Results shall be declared at the AGM of the Company. The results declared along with the Scrutinizer's report shall be placed on the Company's website www.shreyansgroup.com and on the website of CDSL within 2 (two) working days of the passing of the resolutions at the AGM of the Company and communicated to the Stock Exchanges.

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

**Videshwar Sharma
(Company Secretary)**

Dated : MAY 21, 2014

**Reg. Office: Village: Bholapur, P.O. Sahabana,
Chandigarh Road, Ludhiana 141 123
CIN: L17115PB1979PLC003994
Email: atl@shreyansgroup.com
Website: www.shreyansgroup.com**

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

ITEM NO. 5

Company had re-appointed Sh. Anil Kumar as Executive Director & CEO for a term of three years at Annual General Meeting held on 30th August, 2011. The present term of appointment of Sh Anil Kumar expires on 29th August, 2014. The Board of Directors in its meeting held on 21st May, 2014 has approved the re-appointment of Sh. Anil Kumar for the further period of three years i.e. from 30th August, 2014 to 29th August, 2017 on such remuneration as

In case of members receiving the physical copy:

- (A) Please follow all steps from sl. no. (i) to sl. no. (xvii) above to cast vote.

mentioned hereunder and on such terms and conditions as set out in the draft agreement which is open for inspection at Registered office of the Company on any working day between 10.30A.M. to 12.30 P.M. He does not hold 2% or more shareholding in any company as required to be disclosed under section 102 of Companies Act, 2013.

The remuneration of Sh. Anil Kumar is subject to the approval of Shareholders and the Central Government, if required, in terms of section 196, 197 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 including any re-enactments/amendments and rules made there under. The Principal terms of remuneration of Sh. Anil Kumar as approved by the remuneration committee of the Company for a period of three years starting from 30.08.2014 are as follows:

1. SALARY

The Executive Director & CEO shall be paid a salary in the scale of ₹ 3,10,000/-20,000/-3,50,000/- per month.

PERFORMANCE INCENTIVE: As may be decided by the Board on year to year basis, but not exceeding 12 months salary.

2. PERQUISITES AND ALLOWANCES

Furnished residential accommodation with gas, electricity, water and furnishings.

(i) The expenditure for the company for hiring furnished accommodation for the Executive Director & CEO shall not exceed 60% of salary, over and above 10% is payable by the Executive Director & CEO.

Where ever the company does not provide the accommodation for their managerial personnel, the house rent may be paid by the company to the Executive Director & CEO as per (i) above.

Where accommodation is a company's owned house, is provided, the Executive Director & CEO shall pay to the company by way of rent, calculated @ 10% of the salary.

(ii) The monetary expenditure incurred by the company on gas, electricity, water, furnishings and other utilities including repairs will be borne/reimbursed by the Company and shall be valued as per the Income Tax Rules, 1962 or in accordance with such other directions/ clarifications as may be issued by the Ministry of Corporate Affairs. This will however be subject to a ceiling of 10% of the salary of the Executive Director & CEO.

(iii) Reimbursement of expenses on medical treatment incurred by the appointee and his family subject to ceiling of one month salary in a year or three months salary over a period of three years.

(iv) Fee of clubs subject to a maximum of two clubs, excluding admission and life membership fees subject to maximum of ₹ 50000/-.

(v) Premium not to exceed ₹ 10,000/- per annum for personal accident insurance.

(vi) Leave travel concession for self and family members as per company's rules.

(vii) Provision of Car for official -cum-personal use, however, the valuation for personal use of car shall be treated as perquisite in

the hands of appointee.

(viii) Provision of Telephone at residence for official-cum-personal use. However, the valuation of personal use of telephone shall be treated as perquisite of the appointee.

3. In addition to the perquisites as aforesaid, the Executive Director & CEO shall also be entitled to the following benefits In accordance with the Rules of the Company, which shall not be included in the computation of ceiling on remuneration:

(i) Contribution to Provident Fund, Super Annuation Fund or Annuity Fund to the extent these either singly or put together are not taxable under the Income Tax Act, 1961.

(ii) Gratuity payable at a rate not exceeding half a month's salary for each completed year of service.

(iii) Encashment of leave at the end of the tenure.

4. Reimbursement of all entertainment, traveling, hotel and other expenses incurred by the Executive Director & CEO during the course of and in connection with the business of the Company.

5. No sitting fees shall be paid to the Executive Director & CEO for attending the meeting of Board of Directors or any Committee thereof.

6. MINIMUM REMUNERATION

In the event of inadequacy or absence of profits in any financial year during his tenure, the Executive Director & CEO will be entitled to above remuneration along with the perquisites/benefits mentioned above by way of minimum remuneration.

Necessary resolution is proposed at item no. 5 of the aforesaid agenda as special resolution.

Director of your company recommend the above resolution for your consideration and approval.

NOTICE OF INTEREST

None of the directors and key managerial personnel/their relatives, except Sh. Anil Kumar, the appointee himself, is interested in the proposed resolution.

ITEM NO. 6, 7, 8

In terms of Section 149 (10), (11), (13) and Section 152 (6), (7) of Companies Act, 2013 read with schedule IV of the said Act, an Independent Director shall holds office for not more than two consecutive terms of five years and the tenure of an independent director on the date of commencement of this act shall not be counted as a term under above mentioned sub sections. Furthermore the provisions relating to retirement by rotation shall not be applicable to Independent Directors.

So to comply with relevant provisions of Companies Act, 2013, Independent Directors needs to be re-appointed on non-rotational basis and up to five year at a time. In the opinion of the Board, Independent Directors of the Company fulfills the conditions for their appointment as an Independent Director as specified in the Act and the Listing Agreement. The Board also opined that they possess appropriate skill, experience and knowledge as required to occupy the position of an Independent Director.

The Board has also received declaration from three Independent Directors that they meet the Criteria of Independence as prescribed under section 149(6) read with Schedule IV of the Companies Act, 2013 and Clause 49 of the Listing Agreement.

The Board recommends the re-appointment of three independent directors from 13th August, 2014 to 12th August, 2019

NOTICE OF INTEREST

None of the Executive Directors/Key Managerial Personnel of the Company / their relatives are in any way concerned or interested in the said resolution. The independent directors themselves are interested in their respective resolution(s).

ITEM NO. 9

Company needs to adopt new Articles of Association in accordance with the provisions of Companies Act, 2013. The larger part of New Companies Act, 2013 (Act) which deals with normal working of the Company has been made effective by the Ministry of Corporate Affairs. With the Act coming into force, several regulations of the existing Articles of Association of the company require alteration/deletion. So it is considered and proposed to replace the whole Articles of Association of the Company by new set of Articles. The new Articles of Association shall be based on Table F of the Act for company limited by shares.

Necessary resolutions are proposed at Item No. 9 of the aforesaid agenda as special resolution.

A draft of said Articles of Association has been uploaded on the website of the company and also available for inspection by members at the registered office of the Company during the working hours.

Director of your company recommend the above resolution for your consideration and approval.

NOTICE OF INTEREST

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

ITEM NO. 10

Company has been accepting deposits both from general public and shareholders of the Company since last many years. Under the provisions of new Companies Act, 2013, keeping in view the turnover and network of the Company, Company can accept deposits only from shareholders of the Company after obtaining necessary approval from the shareholders and completion of other formalities as prescribed. So your Directors recommend this resolution for continuing of Acceptance of Deposits from shareholders of the Company.

NOTICE OF INTEREST

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

Statement of the details as required under Schedule V of the Companies Act, 2013 (as amended) is as under:

I. General Information

(1) Nature of Industry:

The Company is engaged in the manufacturing of writing and printing paper from Agricultural residues.

(2) Date of Commencement of Commercial Production:

Company started its Commercial Production in May 1982

(3) Financial Performance : Financial Performance of the Company for the years ended 31.03.2014 and 31.03.2013 are as under

(₹ In lac)

	2013-14	2012-13
Gross Sales	41927.52	35951.43
Gross Profit (PBIDT)	3756.50	2850.15
Less. Interest	631.81	700.37
Less. Depreciation	935.81	1008.65
Net Profit before Tax	2188.88	1141.13
Provision for Taxation	924.80	362.31
Net Profit after Tax	1264.08	778.82

(4) Export Performance and Net Foreign Exchange Earnings

(₹ In lac)

	2013-14	2012-13
Foreign Exchange Earning	596.41	741.98
Less. Foreign Exchange Outgo	2880.26	1799.12
Net Foreign Exchange Earning	(2283.85)	(1057.14)

(5) Foreign Investments or Collaboration: The Company has not made any investments in foreign funds / securities and has no foreign collaborations.

2. INFORMATION ABOUT THE APPOINTEE

Name: Sh. Anil Kumar

i) Back Ground Details, Job Profile and suitability:

Mr. Anil Kumar aged 63 years is the Executive Director & CEO of the Company. He joined the Company as General Manager and was inducted to the Board as an Executive Director on 30th August 1988. He holds a degree in Engineering from Punjab Engineering College, Chandigarh and has done Masters in Business Administration from Punjab University. He has served as Finance Manager of Vardhman Spinning & General Mills Limited and has vast experience in the field of Finance and General Administration. He is associated with the company right from beginning and contributed a lot to the progress of the company. Sh. Anil Kumar is also holding office of Director in Sohrab Spinning Mills Limited. Company had re-appointed Sh. Anil Kumar as Executive Director & CEO for a term of three years at Annual General Meeting held on 30th August, 2011. Accordingly the present term of appointment of Sh. Anil Kumar expires on 29th August, 2014. The present remuneration of Sh. Anil Kumar is approved at 31st Annual General Meeting held on 30th August, 2011 and also approved by the Central Government.

ii) Past Remuneration

The remuneration drawn by Sh. Anil Kumar during last three years is as under

Financial Year ended	Amount (₹)
31.03.2012	72,42,046/-
31.03.2013	87,38,889/-
31.03.2014	94,59,377/-

iii) Remuneration proposed:

The new remuneration package in the shape of Salary and Perquisites has already been stated above in the Explanatory Statement.

iv) Pecuniary relationship

Sh. Anil Kumar, except his appointment as Executive Director & CEO of the company, has no pecuniary relation with the company.

3. Comparative Remuneration

The Remuneration proposed to be paid to the appointee is in line with the remuneration paid to the Managing / Executive directors of the other companies. Keeping in view of type of industry and the responsibilities and capabilities of the appointee, the proposed remuneration is competitive with remuneration paid by other companies to such similar positions.

4. OTHER INFORMATION

The efforts of the management during last few years have resulted in turnaround of the company. The Company did not incur losses during 2013-14.

DISCLOSURES

The remuneration package along with the corresponding details payable to Sh. Anil Kumar, Executive Director & CEO have already been mentioned above. Further the remuneration paid to directors has been included in the Board's Report on Corporate Governance.

The tenure of Sh. Anil Kumar as Executive Director & CEO shall be governed by a service contract.

The aforesaid statements form part of this notice calling the Annual General Meeting.

ANNEXURE TO THE NOTICE**Details of Directors seeking re-appointment at the Annual General Meeting
(Pursuant to Clause 49 of the Listing Agreement)**

Name of the Director	Sh. Kunal Oswal	Sh. A. K. Chakraborty	Sh. M. L. Gupta	Dr. N. J. Rao
Age	40 years	69 years	72 years	70 years
Date of Appointment	29-01-2007	18-05-2009	25-06-2006	26-12-2003
Expertise in Specific Functional Area	Experience in Business Management	Finance Secratarial and Legal	Finance	Paper Technocrat
Qualification	Commerce Graduate	FCS, ACWA	M.Com CA IIB	M. Tech, Ph. D in Chemical Engineering
Directorship of other Public Limited Companies	-----	Chairman- (Manaksia Ltd) Director (Manaksia Steels Ltd) Director- (Lakshmi Precision Screws Ltd)	Raunaq Automotive Components Ltd	Vice Chancellor- Jaypee University of Engineering and Technology, Raghogarh, Guna, M.P.
Membership of Committees of Other Public Limited Companies (Mandatory Committees Only)	-----	Audit Committee Chairman- (Manaksia Ltd) Audit Committee Member- (Lakshmi Precision Screws Ltd)	Audit Committee / Shareholder Grievance Committee- Member (Raunaq Automotive Components Ltd)	Member- Governing Council of Thapar Centre for Industrial Research & Development, Patiala
No. of Shares held in the Company	85250	NIL	NIL	NIL

By order of the Board
For Shreyans Industries Limited

Dated : MAY 21, 2014

Reg. Office: Village: Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana 141 123.
CIN: L17115PB1979PLC003994 Email:atl@shreyansgroup.com
Website: www.shreyansgroup.com

Videshwar Sharma
(Company Secretary)

DIRECTORS' REPORT

Dear Members,

Your Directors are pleased to present the 34th Annual Report on the business and operations of the Company along with audited statements of accounts for the year ended 31st March 2014.

Financial Results	(₹ In lac)	
PARTICULARS	2013-14	2012-13
Total Revenues	40317.34	34613.56
Profit before interest & depreciation	3756.50	2850.15
Less: Financial Expenses	631.81	700.37
Gross Profit	3124.69	2149.78
Less: depreciation	935.81	1008.65
Net profit before tax	2188.88	1141.13
Provision for taxation	722.24	410.00
Deferred taxes	202.78	[72.31]
Taxes for earlier year	[-] 0.22	24.62
Net profit after tax	1264.08	778.82

CORPORATE REVIEW

Paper prices continued an uptrend during the year under review, effect of which was partly offset by substantial increase in the prices of fibrous raw materials in the later part of the financial year and also significant increase in the minimum wages as applicable to workers announced by the State Government. However, the total revenues of the Company increased by more than 16% over the last year and stood at ₹ 403.17 crores which was due to both increase in prices of paper and also marginal increase in production of paper in quantitative terms. PBIDT of the Company stood at ₹ 37.56 crores against ₹ 28.50 crores of last year, showing a healthy increase of almost 32%. Net profit after tax at ₹ 12.64 crores was almost 62% higher as compared to ₹ 7.79 crores of last year. Higher prices of fibrous raw materials, which continue in the current year also remain a cause of concern. However, your Directors do hope that due to better operations and expected buoyancy in the paper market, performance in the current year should also be quite satisfactory.

PERFORMANCE REVIEW**SHREYANS PAPERS**

Operations of this division remained quite healthy and total production of paper at 45350 MTs was maintained almost at the last year's level of 44875 MTs. However, the revenues of this division at ₹ 230.32 crores against ₹ 204.51 crores was almost 12% higher as compared to last year.

Technology up-gradation steps continued to be taken during the year under review, which included putting up of a most modern online Quality Control System [QCS] at paper machine and commissioning of a higher capacity Fluidized Bed Reactor [FBR] for Chemical Recovery. Order for state-of-art Head Box for paper machine has already been finalized, which is likely to be commissioned in the first half of the current financial year.

SHREE RISHABH PAPERS

Operations of this unit continued to show significant improvement and production at 34088 MTs was almost 8% higher than the last year production of 31540 MTs. Revenues of

this unit at ₹ 172.85 crores were also almost 22% higher than ₹ 141.62 crores of last year. Order for modernization of Press part of the machine was finalized for this unit which is likely to be commissioned in the first half of the current financial year.

FINANCIAL REVIEW

No fresh long term debts or capital was raised during the year under review. However, existing term debts to the extent of ₹ 5.80 crores were repaid.

FUTURE PLANS/PROSPECTS

As mentioned above, existing head box on paper machine at Shreyans Papers is being replaced by a state-of-art head box and also Company plans to commission equipment for surface sizing to produce value added surface sized paper. Modernization work at Shree Rishabh Paper has already been taken up and would be completed during the current year resulting in better quality and production.

DIVIDEND

In view of improved performance of the Company, your Directors recommend a dividend of ₹ 1.20 per share [i.e. 12%] for the financial year ended 31st March 2014 against 10% dividend paid during last year. The dividend, if approved by the shareholders, will be paid to all the equity shareholders whose names appear in the Register of Members as on August 6, 2014. The proposed dividend will cost the Company ₹ 1.94 crores, inclusive of all taxes.

DEPOSITS

At the end of the year, fixed deposits from the public were outstanding to the tune of ₹ 4.21 crores which are well within the limits prescribed under section 58 A of the Companies Act, 1956 read with Rules 3[2][I] and [II] of the Companies [Acceptance of Deposits] Rules, 1975. There were no overdue deposits as on 31st March 2014. Company is taking steps to comply with new Rules and Regulations as prescribed by Companies Act, 2013 for acceptance of deposits. It may be pertinent to mention that in view of the revised requirements, the Company proposes to accept deposits only from members and repay existing deposits of non-members during the current year.

DIRECTORS

Shri Kunal Oswal, Director of the Company, liable to retire by rotation at the forthcoming Annual General Meeting under clause 113 of Article of Association of the Company and being eligible, offer himself for reappointment.

AUDITORS

M/s S.C. Vasudeva & Company, New Delhi, Auditors of the Company shall retire at the forthcoming Annual General Meeting and are eligible for reappointment.

COST AUDITORS

The Board of Directors have appointed M/s Rajan Sabharwal & Associates, as Cost Auditors of your Company for auditing the cost accounts records for the financial year 2013-14 under provisions of Section 224[1B] and 233B of the Companies Act, 1956.

AUDITORS' REPORT

The auditors' report on the accounts of the Company for the year under review requires no comments.

INDUSTRIAL RELATIONS

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

DIRECTORS' RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 217[2AA] of the Companies Act, 1956, your Directors confirm that:

- a) in the preparation of the annual accounts, applicable accounting standards have been followed and there has been no materials departure.
- b) the selected accounting policies were applied consistently and the Directors 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 as at March 31, 2014 and of the profits of the Company for the year ended on that date.
- c) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) Annual accounts have been prepared on a going concern basis.

CORPORATE GOVERNANCE

As per Clause 49 of the Listing Agreement with the Stock Exchange, a separate Chapter on Corporate Governance practices followed by the Company together with a Certificate from the Company's Auditors confirming compliance forms part of this report.

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

As required under Section 217[1][e] of the Companies Act, 1956 read with Rule 2 of the Companies [Disclosure of particulars in the report of Board of Directors] Rules 1988, the particulars relating to conservation of energy, technology, absorption and foreign exchange earning and outgo forming part of the Report are also annexed.

ACKNOWLEDGEMENT

Your Directors place on record their sincere appreciation for the contributions made by the employees through their dedication, hard work and commitment in achieving your Company's performance. In an increasingly competitive environment Collective dedication of employees is delivering superior and sustainable shareholder value.

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

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

FOR AND ON BEHALF OF THE BOARD

(RAJNEESH OSWAL)
CHAIRMAN & MANAGING DIRECTOR

Place : Ludhiana
Date : MAY 21, 2014

DISCLOSURE OF PARTICULARS UNDER SECTION 217 [1][E] OF THE COMPANIES ACT, 1956 UNDER THE COMPANIES [DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS], RULE 1988**CONSERVATION OF ENERGY**

Energy conservation is on-going process in the company. Lower consumption of power and fuel during the year proves the efforts made by the Company in conservation of energy. Further corrective steps have been taken from energy conservation point of view.

FORM A**FORM OF DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY**

PARTICULARS	Unit	Current Year	Previous Year
(A) POWER AND FUEL CONSUMPTION			
1. ELECTRICITY			
(a) Purchased	KWH in lac	219.86	200.69
Total Amount	₹ in lac	1801.59	1455.37
Rate/KWH	₹	8.19	7.25
(b) Own Generation			
Through Turbo Generator	KWH in lac	707.38	703.40
Through Diesel Generator	KWH in lac	0.00	0.00
KWH/Ltr. of Diesel	KWH	0.00	0.00
Fuel Cost/KWH	₹ in lac	0.00	0.00
(For D.G. Set Only)			
2. RICE HUSK & OTHER AGRO FUELS			
Quantity	MT	161259	155569
Total Amount	₹ in lac	7189.25	6845.03
Avg. Rate/ MT	₹	4458	4400
3. COAL			
Quantity	MT	56	4127
Total Amount	₹ in lac	2.72	222.59
Avg. Rate/ MT	₹	4858	5394
(B) CONSUMPTION PER UNIT OF PRODUCTION			
PAPER *			
Electricity (KWH/MT)		1167	1183
Rice Husk & Other Agro Fuels (MT/MT)		2.030	2.036
Coal (MT/MT)		0.001	0.054
* Includes consumption of Power & Fuel in Chemical Recovery Plant and Power Generation Plant			

FORM B**RESEARCH AND DEVELOPMENT (R&D)****EXPENDITURE ON R & D**

(a) Capital	₹ in lac	---	---
(b) Recurring	₹ in lac	146.41	123.24
(c) Total	₹ in lac	146.41	123.24

(C) TECHNOLOGY ABSORPTION

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

(D) FOREIGN EXCHANGE EARNING AND OUTGO

Foreign Exchange earning	₹ in lac	596.41	741.98
Less : Foreign Exchange Outgo	₹ in lac	2880.26	1799.12
Net Foreign Exchange earning	₹ in lac	(2,283.85)	(1,057.14)

MANAGEMENT DISCUSSIONS AND ANALYSIS

Your Company is a public limited Company established in 1979 to manufacture Writing and Printing Paper with a capacity of 10,000 MTs per annum. The mill is located at Ahmedgarh, District Sangrur [Punjab]. In 1994, your Company purchased the paper division of M/s Zenith Limited situated at village Banah, District S.B.S. Nagar in Punjab. After certain modifications in both the paper divisions, the combined present capacity for manufacture of Writing and Printing Paper stands at 78,000 MTs per annum.

India ranks 15th among the paper producing countries in the world. Paper industry in India is highly fragmented. There are over 700 mills spread across the country, capacity ranging from 5 TPD to over 1200 TPD. Total installed capacity is estimated at 12 million tones with production of about 11.00 million tones. The products are broadly classified as [1] Newsprint, [2] Writing and Printing Paper, and [3] Industrial and specialty papers. Your Company produces Writing and Printing Paper.

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

Writing and Printing Paper accounts for about 35%, Newsprint 20% and Industrial and specialty papers 45%. The per capita consumption of paper is about 10 Kg. against the world average of 50 Kg. and Asian average of 40 Kg.

With the continuous growth of economy and improvement in literacy rate and standard of living, the demand for paper and paper products is growing at an annual average rate of 8 – 9%. The demand growth in the next three years is likely to be 9 – 10% in Writing and Printing Paper. India is considered to be one of the fastest growing paper markets in the world. Raw materials availability and strict environment regulations are the major entry barriers for the industry.

The demand of paper and paper products has close linkages with economic growth. Industrial growth leads to increase demand for industrial paper for packaging, increasing literacy level, increases the demand for writing and printing paper. All the major paper mills in the country have expanded their production capacity in earlier years. With the significant increase in capacity the production of writing and printing paper was in excess of demand during 2012-13. However, during current year, the paper prices have firmed up and this increase is expected to remain stable in the near future.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

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

HUMAN RESOURCE DEVELOPMENT AND INDUSTRIAL RELATIONS

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

Company enjoys excellent relationship with its personnel and considers them as an essential part of the organization. Development and well being of people working for the Company has been a corner stone of management policy. This is reflected through very low employees' turnover at all levels including workers, staff, officers and managers.

Company lays special emphasis on staff training and retraining through internal workshops and also nominating staff/officers to various training programmes. As on 31st March 2014, Company has 1323 employees consisting of 85 managers, 335 staff/officers and 903 workers.

CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

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

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

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

OUTLOOK

The Company is excited in its outlook. The various initiatives coupled with process stabilization and capacity expansion are expected to yield handsome results. The Company keeps on exploring various avenues for growth and toward this the management is exploring the possibility of restructuring the existing business. The eco-friendly technology, massive capacities, motivated manpower makes our outlook optimistic.

CAUTIONARY STATEMENT

This discussion contains certain forward looking statements based on current expectations, which entail various risk and uncertainties that could cause the actual results to differ materially from those reflected in them. The actual could be materially different from the ones stated in this report. Market data and product information contained in this report is gathered from published and unpublished reports and their accuracy cannot be assured.

REPORT ON CORPORATE GOVERNANCE**Company's Philosophy**

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

The company is in compliance with the requirements of the guidelines on corporate governance stipulated under clause 49 of the Listing Agreement. The company has adopted a Code of Conduct for members of the Board and senior management and the same has been posted on the website of the company. All Directors and other officials have affirmed in writing their adherence to the above code.

Board of Directors

The company has an Executive Chairman and the number of independent directors is not less than half of the total strength of the Board. The company has complied with the requirements of Clause 49 of the listing agreement in respect of composition of Board of Directors. None of the independent directors have any material pecuniary relationship or transactions with the company.

The Board of Directors met four times during the Financial Year 2013-14 on 28th May, 2013, 8th August, 2013, 7th November, 2013 and 6th February, 2014.

The board members attendance at the Board meetings, last Annual General Meeting and directorship and committee memberships in Companies are as under-

Name & Designation of the Director	Category	Board Meetings attended during the year	Attendance of last AGM 30.08.2013	No. of Directorship in all Public Companies*	Membership of the Board Committees in all Public Companies**	Chairmanship of the Board Committees in all Public Companies**
Sh. Rajneesh Oswal Chairman & Managing Director	Executive Director	4	Present	2	2	--
Sh. Vishal Oswal Vice Chairman & Managing Director	Executive Director	3	Present	1	--	--
Sh. Kunal Oswal Whole time Director	Executive Director	4	Present	1	1	--
Sh. Anil Kumar Executive Director & CEO	Executive Director	3	Present	2	1	--
Sh. R. C. Singal	Non Executive Director	4	Present	8	3	4
Sh. A. K. Chakraborty	Non Executive Director	4	Not Present	4	2	1
Sh. M. L. Gupta	Non Executive Director	4	Not Present	2	3	--
Dr. N.J.Rao	Non Executive Director	2	Not Present	1	--	--

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

**Board Committee for this purpose includes Audit Committee and Share Transfer Cum Investors' Grievance Committee (including committees of Shreyans Industries Ltd.)

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

Audit Committee

The company has duly constituted Audit Committee, the scope of which is quite comprehensive and is in conformity with the provisions of Section 292A of the Companies Act, 1956 and Clause 49 of the listing Agreement.

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

The Audit committee has met four times during the Financial Year 2013-14. The meetings were held on 28th May, 2013, 8th August, 2013, 7th November, 2013 and 6th February, 2014. The Chairman of the Audit committee attended the 33rd Annual General Meeting held on 30th August, 2013. Videshwar Sharma, Secretary of the company acts as a secretary to the committee.

The details of attendance at Audit Committee meetings are given in the following table:

Name of Member	Designation	Meetings Held	Meetings Attended
Sh. R. C. Singal	Chairman	4	4
Sh. A. K. Chakraborty	Member	4	4
Sh. M. L. Gupta	Member	4	4

Remuneration Committee

The company has constituted a Remuneration Committee to evaluate compensation and benefits for Executive Directors, their relatives and to frame policies related thereto. The present committee comprises three independent non executive directors. One meeting of the Remuneration Committee was held during the Financial Year 2013-14 on 28th May, 2013.

The details of attendance at Remuneration Committee meetings are given in the following table:

Name of Member	Designation	Meetings Held	Meetings Attended
Sh. M. L. Gupta	Chairman	1	1
Sh. A. K. Chakraborty	Member	1	1
Sh. R. C. Singal	Member	1	1

DETAILS OF MANAGERIAL REMUNERATION FOR THE YEAR 2013-14**A. Executive Directors**

(Amount in ₹)

Name	Designation	Remuneration				
		Basic Salary	Provident Fund	Other Benefits	Performance Incentive	Total
Sh. Rajneesh Oswal	Chairman & Managing Director	8950000	1074000	112342	---	10136342
Sh. Vishal Oswal	Vice- Chairman & Managing Director	8950000	1074000	105456	---	10129456
Sh. Kunal Oswal	Whole time Director	1500000	180000	----	---	1680000
Sh. Anil Kumar	Executive Director and CEO	3381538	405785	2290516	3381538	9459377

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

Executive Director & CEO Sh. Anil Kumar is entitled to the performance Incentive, as may be decided by the Board, along with fixed salary in terms of resolution passed at the Annual General Meeting held on 30th August, 2011.

B. Non- Executive Directors

(Amount in ₹)

Name	Category	Sitting Fees for Board Meeting	Sitting Fees for Committee Meeting	Total
Sh. A.K. Chakraborty	Director	40000	25000	65000
Sh. R. C. Singal	Director	40000	60000	100000
Sh. M. L. Gupta	Director	40000	25000	65000
Dr. N. J. Rao	Director	20000	Nil	20000

The Non Executive Directors are paid the sitting fee or reimbursement of out of pocket expenses incurred by them for attending the meeting of Board or any committee thereof. The sitting fee amount is within the limits prescribed under the Companies Act, 1956 and rules made there under. No other payment is made to the any of the Non Executive Director.

No stock option has been given to any of the Directors, including Executive Directors.

Share Transfer-cum-Investor's Grievance Committee

The Board has formed an investors' Grievance Committee named as Share Transfer-cum-investor's Grievance Committee to specifically look into the redressal of investors' complaint like transfer of shares, non receipt of balance sheet or non receipt of credit of shares into the Demat account etc. the committee also approves issue of duplicate share certificate(s) and oversees and reviews all matters connected with the share transfer.

The Share Transfer-cum-investor's Grievance Committee is headed by a Independent Director Sh. R. C. Singal and met Seven times during the financial year 2013-14. The detail of members and their attendance are given in the table

Name of Member	Designation	Meetings Held	Meetings Attended
Sh. R. C. Singal	Chairman	7	7
Sh. Rajneesh Oswal	Member	7	7
Sh. Anil Kumar	Member	7	7
Sh. Kunal Oswal	Member	7	7

Videshwar Sharma, Secretary of the company is compliance officer and acts as secretary to the committee.

The company has designated the email id cs@shreyansgroup.com for the purpose of registering complaints by investors electronically. The email id is displayed on the company's website.

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

PARTICULARS	No. of Complaints
Pending as on 01-04-2013	0
Received during the year	9
Resolved during the year	9
Pending as on 31-03-2014	0

General Body Meetings

The last three Annual General Meetings were held as under :

Financial Year	Date of A.G.M.	Time	Venue	No. of Special Resolution Passed
2012-13	30th August, 2013	11.00 A.M.	Regd. Office of the Company at Vill. Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana-141 123	2
2011-12	30th August, 2012	11.00 A.M.	Regd. Office of the Company at Vill. Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana-141 123	3
2010-11	30th August, 2011	11.00 A.M.	Regd. Office of the Company at Vill. Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana-141 123	3

During the last three years no resolution was passed by Postal Ballot. Further two such resolutions are proposed for the Shareholder's approval through Postal Ballot.

Disclosures

a) The details of related party transactions are placed before Audit Committee and these are disclosed in the Notes on Account to the Balance Sheet. For the year 2013-14, there was no transaction of material nature with related parties, which are not in the normal course of business.

b) The company is in compliance with the requirements of the Stock exchanges, SEBI and other statutory authorities on all matters relating to the capital market during the last three years. The company has complied with all mandatory requirements of clause 49 of listing agreement on corporate governance and the non mandatory requirements relating to the remuneration committee to the extent detailed above. The company has followed accounting treatment as prescribed in Accounting Standards applicable to the Company.

c) There were no penalties or strictures imposed on the company by Stock Exchanges or SEBI, any statutory authority on any matter related to the above.

d) As on 31st March, 2014 Sh. R.C. Singal is holding 50 equity shares, directly or through family members. No other non executive director is holding any equity shares of the company.

e) The company has a Whistle Blower Policy in place for employees to report concerns about unethical behavior. No personnel have been denied to approach the Management or the Audit Committee on any issue.

f) Sh. Rajneesh Oswal, Chairman & Managing Director, Sh. Vishal Oswal Vice Chairman & Managing Director and Sh. Kunal Oswal, whole time Directors are real brothers. No other director is having any relationship with each other.

g) As on date of this report the Company has 1800 equity shares, in physical form, issued in the year 1982, which are unclaimed by 35 shareholders. Company has sent notices to these holders at their address registered with the company. Unclaimed shares, if any, shall be kept in suspense account in compliance to the provision of amended clause 5A of the Listing Agreement.

i) The Management Discussion & Analysis Report as reviewed by the Audit Committee is set out in annexure forming part of Director's Report.

Means of Communication

Financial Information: The quarterly, half yearly and Annual Financial results were published in The Economic Times and Deshsevak. The same were sent to the Stock Exchanges and also placed at website of the Company, www.shreyansgroup.com.

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

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

General Shareholders Information

(i) Annual General Meeting

Date & Time: Wednesday, 13th August, 2014 at 11:00 A. M.

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

(ii) Financial year

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

(iii) Financial Calendar (Tentative)

Results for quarter ending:

June 30, 2014	-	Second week of August, 2014
September 30, 2014	-	First week of November, 2014
December 31, 2014	-	First week of February, 2015
March 31, 2015	-	Fourth week of May, 2015
Annual General Meeting	-	August, 2015

(iv) Book Closure:

From 07th August, 2014 to 13th August, 2014 (both days inclusive)

(v) Dividend Payment (if any) date (Tentative):

Credit or dispatch of dividend warrants tentatively between 18th August, 2014 and 12th September, 2014.

(vi) Listing Details:

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

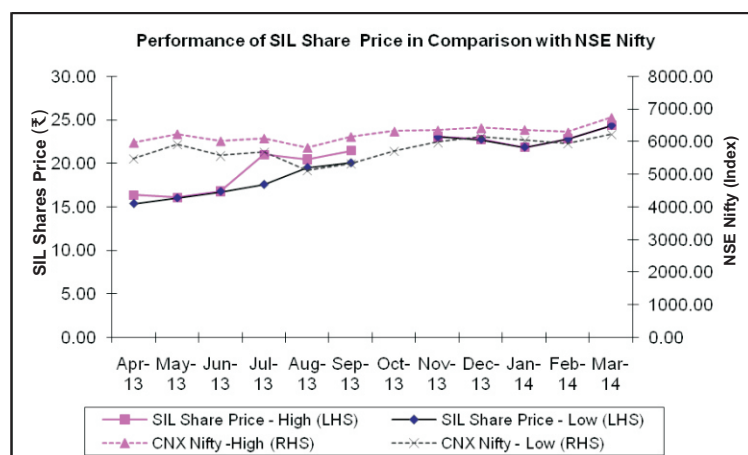
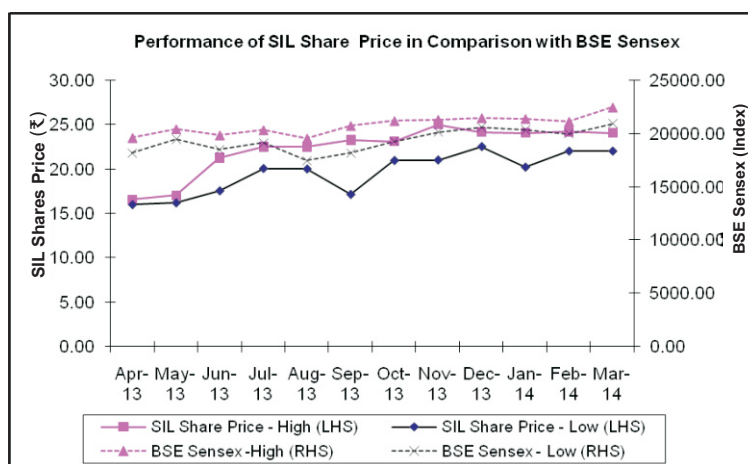
Stock Code is as under:

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

Company has paid up to date listing fee to the Bombay Stock Exchange Limited and the National Stock Exchange of India limited. The issuer Fee has also been paid up to date to both depositories, i.e. National Securities Depository Limited and Central Depository Services (India) Ltd.

(vii) Market Price data: The monthly high and low stock quotations during the last Financial Year at BSE and NSE are given below along with comparison to Broad Based BSE Sensex and NSE Nifty.

Month & Year	Share price at Bombay Stock Exchange Limited		Share Price at National Stock Exchange of India Ltd	
	High	Low	High	Low
Apr - 13	16.55	16.00	16.30	15.35
May - 13	17.00	16.20	16.05	16.00
Jun - 13	21.25	17.55	16.75	16.75
Jul - 13	22.50	20.05	21.00	17.55
Aug - 13	22.50	20.00	20.45	19.50
Sep - 13	23.25	21.75	21.45	20.05
Oct - 13	23.10	20.95	----	----
Nov - 13	25.00	21.00	23.05	21.05
Dec - 13	24.15	22.50	22.75	21.25
Jan - 14	24.05	20.20	21.85	20.00
Feb - 14	24.20	22.00	22.80	21.55
Mar - 14	24.05	22.00	24.35	21.30



(viii) Registrar and Share Transfer Agents :

The details of Registrar & Transfer Agents are as under

Name : Skyline Financial Services (P) Ltd.
 Address : D-153/A 1st Floor, Okhla Industrial Area, Phase -1
 New Delhi-11 0020
 Phone No. : 011-26812682-83-84
 Fax No. : 011-26812682
 Contact Person : Mr. Subhash Aggarwal, Director / Mr. Virender Rana, Vice-President

(ix) Share Transfer System:

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

Shareholders who hold shares in the physical form and wish to make Change/ nomination in respect of their shares in the company, as permitted under Companies Act, 2013 may submit the same to Registrars & Transfer Agents of the company in the prescribed Form.

x) The distribution of company's share holding as on 31st March, 2014 is as follows:

NO OF SHARES		PHYSICAL FORM			D-MAT FORM		
		NO OF SHARE HOLDERS	NO. OF SHARES HELD	%AGE OF SHARE CAPITAL HELD	NO OF SHARE HOLDERS	NO. OF SHARES HELD	%AGE OF SHARE CAPITAL HELD
From	To						
1	500	13421	951364	6.88	3767	353277	2.56
501	1000	51	33795	0.25	128	106649	0.77
1001	2000	8	11285	0.08	61	91925	0.66
2001	3000	2	4100	0.03	24	60148	0.44
3001	4000	0	0	0	10	34978	0.25
4001	5000	1	4450	0.03	16	76956	0.56
5001	10000	2	12900	0.09	22	157513	1.14
10001	Above 10001	8	2265350	16.39	79	9659860	69.87
TOTAL		13493	3283244	23.75	4107	10541306	76.25

(xi) As on 31.03.2014, 76.25% of total paid up capital of the company is held with depositories in de materialized form. The Equity shares of the company are regularly traded at the BSE and NSE.

(xii) The Company has not issued any GDR's/IDR's. The company has not allotted any equity share during the Financial Year 2013-14.

(xiii) Location of Plants:

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

(xiv) Address for correspondence:

Registered Office:
 Shreyans Industries Limited
 Vill. Bholapur, P.O.Sahabana,
 Chandigarh Road, Ludhiana (India) -141123
 Ph. (0161)2685271, 272
 Fax: 91-161-2685270
 Email: atl@shreyansgroup.com
 cs@shreyansgroup.com
 Website: www.shreyansgroup.com

To,
The Members,
Shreyans Industries Ltd.
Ludhiana

DECLARATION BY THE MANAGING DIRECTOR UNDER CLAUSE 49(1D) OF THE LISTING AGREEMENT

I hereby confirm that all Board Members and Senior Management Personnel have affirmed compliance with the code of conduct for the Directors and Senior Management Personnel as approved by the Board, for the Financial Year ended 31st March, 2014 in terms of Clause 49 (1D)(ii) of the Listing Agreement entered with Stock Exchanges.

Place : Ludhiana

Date : MAY 21, 2014

(RAJNEESH OSWAL)

CHAIRMAN & MANAGING DIRECTOR

CMD & CFO CERTIFICATION

To
The Board of Directors,
Shreyans Industries Ltd.,
Ludhiana.

- a) We have reviewed financial statements and the cash flow statements for the year ended 31st March, 2014 and that to the best of our knowledge and belief:
 - i. these statements do not contain any materially untrue statement or omit any material fact or contains statements that might be misleading;
 - ii. these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b) To the best of our knowledge and belief, no transactions entered into by the company during the year, which are fraudulent, illegal or violative of the company's code of conduct.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design of operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d) We have indicated to the Auditors and the Audit Committee
 - i. significant changes in internal control over financial reporting during the year;
 - ii. significant changes in accounting policies during the year and the same have been disclosed in the notes to the financial statements; and
 - iii. instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

RAJNEESH OSWAL
CHAIRMAN & MANAGING DIRECTOR

R. K. MAHAJAN
CFO

PLACE : Ludhiana
DATE : MAY 21, 2014

INDEPENDENT AUDITOR'S REPORT

To
The Members,
Shreyans Industries Limited

Report on the Financial Statements.

1. We have audited the accompanying financial statements of **Shreyans Industries Limited** ('the Company') which comprise the Balance sheet as at March 31, 2014, and the Statement of profit and loss and Cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

4. In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Companies Act, 1956 ("the Act") in the manner so required and give a true and fair view in conformity with the

accounting principles generally accepted in India;

- i) in the case of the Balance Sheet, of the state of affairs of the company as at March 31, 2014;
- ii) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- iii) in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

5. As required by the Companies (Auditor's Report) Order, 2003 (as amended) ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Company Act 1956, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.

6. As required by section 227(3) of the Companies Act, 1956, we report that:

- a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c. The Balance sheet, Statement of profit and loss, and Cash flow statement dealt with by this Report are in agreement with the books of account;
- d. In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
- e. On the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

FOR S. C. VASUDEVA & CO.
Chartered Accountants
(Regn. No. 000235N)

Place : Ludhiana
Dated : MAY 21, 2014

(SANJIV MOHAN)
Partner
M. No. 86066

Annexure to Independent Auditors' Report Referred to in paragraph 5 under the heading on "Report on Other Legal and Regulatory Requirements" of our report of even date.

- (i) a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) According to information and explanations given to us, the company has adopted a policy of physical verification of fixed assets once in a block of every three years. The last verification of entire block of fixed assets was done in the year ended March 31, 2012. Further in our opinion the frequency of physical verification of the fixed assets is reasonable having regard to the size of the company and nature of its business.

c) In our opinion, and according to the information and explanations given to us, the company has not disposed off substantial part of its fixed assets during the year.

(ii) (a) According to the information and explanations given to us, the inventories have been physically verified by the management at the end of the year. In our opinion the frequency of verification is reasonable.

b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management as evidenced by the written procedures and instructions are reasonable and adequate in relation to the size of the company and nature of its business.

c) On the basis of our examination of the records of inventories, we are of our opinion that the company is maintaining proper records of inventories. The discrepancies noticed on physical verification of inventories as compared to book records were not material and have been properly dealt with in the books of account.

(iii) (a) The company has not granted secured or unsecured loans to companies, firm or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Therefore the provisions of clause 4 (iii) (b) (c) and (d) of the above said order are not applicable to the company.

(b) The company has taken unsecured loans from three companies and eleven parties covered in the register maintained under section 301 of the Companies Act, 1956. The amount involved in the transactions is ₹ 203.72 lacs. The amount payable as at the close of the year is ₹ 200.72 lacs.

(c) According to the information and explanations given to us and in our opinion, the rate of interest and other terms and conditions in respect of unsecured loans taken by the company, are not prima-facie prejudicial to the interest of the company.

(d) According to the information and explanations given to us, the payment of principal amount and interest in respect of the aforesaid loans is regular.

(iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the company and the nature of its business for the purchase of inventory and fixed assets and sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct

major weaknesses in internal control systems.

(v) In our opinion and according to the information and explanations given to us, there are no contracts or arrangement the particulars of which need to be entered in the register maintained under that section 301 of the Companies Act, 1956. Therefore, the provisions of clause 4(v) of the above said order are not applicable to the company.

(vi) According to the information and explanations given to us, the company has complied with the provisions of section 58A and 58AA or any other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules 1975 with regard to deposits accepted from the public. According to the information given to us, no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal.

(vii) In our opinion and according to the information and explanations given to us, the company has an internal audit system commensurate with its size and nature of its business.

(viii) We have broadly reviewed the books of account relating to materials, labour and other items of cost maintained by the company pursuant to the rules made by the Central Government for the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 and we 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 records with a view to determine whether they are accurate or complete.

(ix) (a) According to the records of the company, undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess and other material statutory dues applicable to the company, if any, have been regularly deposited with appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2014, for a period of more than six months from the date they became payable.

(b) According to the records of the company, the disputed statutory dues aggregating to ₹ 10,19,98,154 that have not been deposited on account of matters pending before the appellate authorities in respect of income tax and excise duty are given below:

Sr. No.	Name of the Statute	Nature of Dues	Period to which the amount relates	Disputed Amount (₹)	Forum where Dispute is Pending.
1.	Central Excise Act, 1944	Excise Duty	Various years from 1999-2000 to 2009-2010	10,11,46,488	Custom, Excise & Service Tax Appellate Tribunal, New Delhi
2.	Central Excise Act, 1944	Excise Duty	Various years from 2008-2009 to 2010-2011	2,02,248	Commissioner (Appeals), Chandigarh
3.	Central Excise Act, 1944	Excise Duty	Various years from 1996-1997 to 2000-2001	52,718	Joint Commissioner, Chandigarh
4.	Central Excise Act, 1944	Excise Duty	2004-2005	1,43,300	Assistant Commission, Ropar
5.	Income Tax Act, 1961	Income Tax	2006-2007	4,53,400	Commissioner of Income Tax (Appeals), Ludhiana

According to the information and explanations given to us, there are no disputed dues in respect of sales tax, service tax, custom duty, wealth tax and cess.

(x) The company does not have accumulated losses as at March 31, 2014. The latter part of the question relating to net worth is thus not applicable to the company. Further, the company has not incurred cash losses during the financial year covered under audit and in the immediately preceding financial year.

(xi) According to the information and explanations given to us, the company has not defaulted in repayment of dues to banks.

(xii) The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Therefore, the provisions of clause 4(xii) of the above said order are not applicable to the company.

(xiii) The company is not a chit fund, or a nidhi/mutual benefit fund/society. Accordingly, the provisions of clause 4 (xiii) of the above said order are not applicable to the company.

(xiv) According to the information and explanations given to us, the company has not dealt or traded in share, securities, debentures and other investments. Therefore, the provisions of clause 4(xiv) of the above said order are not applicable to the company.

(xv) The company has not given guarantee for loans taken by others from bank or financial institutions. Therefore, the provisions of clause 4(xv) of the above said order are not applicable to the company.

(xvi) In our opinion and according to the information and explanations given to us, the term loans taken during the year have been applied for the purpose for which they were obtained.

(xvii) According to information and explanations given to us and on an overall examination of the balance sheet of the

company, we report that funds raised on short term basis have not been used for long term investment.

(xviii) According to the information and explanations given to us, the company has not made preferential allotment of shares to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, the provisions of clause 4(xviii) of the above said order are not applicable to the company.

(xix) According to the information and explanations given to us, the company has not issued debentures during the year. Accordingly the provisions of clause 4 (xix) of the above said order are not applicable to the company.

(xx) According to the information and explanations given to us, the company has not raised money by way of public issue during the year. Accordingly, the provisions of clause 4 (xx) of the above said order are not applicable to the company.

(xxi) According to the information and explanations given to us, by the management and based upon the audit procedures performed we report that no fraud on or by the company has been noticed or reported during the year.

FOR S. C. VASUDEVA & CO.
Chartered Accountants
(Regn. No. 000235N)

Place : Ludhiana
Dated : MAY 21, 2014

(SANJIV MOHAN)
Partner
M. No. 86066

Practicing Company Secretary Certificate on Compliance with the condition of Corporate Governance under clause 49 of the Listing Agreement

To
The Members
Shreyans Industries Ltd

We have examined the compliance of conditions of corporate governance by Shreyans Industries Limited (the company) for the year ended 31st March, 2014 as stipulated in clause 49 of the listing agreement of the said Company with stock exchanges.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to review of procedures and implementation thereof, adopted by the company, for ensuring the compliance of the conditions of corporate governance. It is neither an audit nor an expression of opinion on the financial statements of the company.

In our opinion and to the best of our information and according to the explanations given to us, and based on the presentation made to the Directors and Management, we certify that the Company has complied with the conditions of corporate governance as stipulated in the above mentioned listing agreement.

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

For P. S. Bathla & Associates
Company Secretaries

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

Place : Ludhiana
Dated : MAY 21, 2014

BALANCE SHEET AS AT 31ST MARCH 2014

PARTICULARS	Note No.	As at 31 March 2014 (₹ In lac)	As at 31 March 2013 (₹ In lac)
I EQUITY AND LIABILITIES			
(1) Shareholder's funds :			
a) Share capital	3	1,382.47	1,382.47
b) Reserves and surplus	4	7,142.81	6,073.88
		8,525.28	7,456.35
(2) Non-current liabilities			
a) Long-term borrowings	5	838.18	1,227.23
b) Deferred tax liabilities (net)	6	2,134.23	1,931.45
c) Other long-term liabilities	7	19.45	52.59
d) Long-term provisions	8	705.30	797.75
		3,697.16	4,009.02
(3) Current liabilities			
a) Short-term borrowings	9	3,449.41	1,957.89
b) Trade payables	10	4,576.27	3,536.18
c) Other current liabilities	11	2,318.62	2,141.15
d) Short-term provisions	12	310.70	259.41
		10,655.00	7,894.63
TOTAL		22,877.44	19,360.00
II ASSETS			
(1) Non-current assets			
a) Fixed assets	13		
i) Tangible assets		11,231.16	11,032.47
ii) Intangible assets		2.18	3.20
iii) Capital work-in-progress		266.22	284.26
		11,499.56	11,319.93
b) Non-current investments	14	2.02	2.02
c) Long-term loans and advances	15	553.05	519.03
d) Other non-current assets	16	0.68	0.64
		12,055.31	11,841.62
(2) Current assets			
a) Current investments	17	1,744.10	1,327.64
b) Inventories	18	3,426.26	2,329.80
c) Trade receivables	19	4,161.19	2,497.33
d) Cash and bank balances	20	490.84	439.62
e) Short-term loans and advances	21	999.74	923.99
f) Other current assets		----	----
		10,822.13	7,518.38
TOTAL		22,877.44	19,360.00

See accompanying notes forming part of the financial statements

As per our report of even date attached
For S.C. VASUDEVA & CO.
(Regn. No. 000235N)

For and on behalf of the Board of Directors of
Shreyans Industries Limited

(SANJIV MOHAN)
Partner
M.No. 86066

(AMIT ARORA)
DGM F & A

(VIDESHWAR SHARMA)
Company Secretary

(ANIL KUMAR)
Executive
Director & CEO

(VISHAL OSWAL)
Vice Chairman &
Managing Director

(RAJNEESH OSWAL)
Chairman &
Managing Director

PLACE : Ludhiana

DATE : MAY 21, 2014

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2014

PARTICULARS	Note No.	For the year ended 31 March 2014 (₹ In lac)	For the year ended 31 March 2013 (₹ In lac)
I Revenue from operations (Gross)	22	41,927.52	35,951.43
Less : Excise duty		1,766.89	1,624.06
Revenue from operations (Net)		40,160.63	34,327.37
II Other Income	23	156.71	286.19
III Total revenue (I + II)		40,317.34	34,613.56
IV Expenses :			
(a) Cost of material consumed	24	19,737.26	16,254.21
(b) Purchase of stock-in-trade	25	86.89	191.77
(c) Changes in inventories of finished goods, work in progress and stock-in-trade	26	(161.56)	30.69
(d) Employee benefits expenses	27	3,540.11	3,128.80
(e) Finance costs	28	631.81	700.37
(f) Depreciation and amortisation expense		935.81	1,008.65
(g) Other expenses	29	13,358.14	12,157.94
Total expenses		38,128.46	33,472.43
(V) Profit before tax (III - IV)		2,188.88	1,141.13
(VI) Tax expense			
a) -Current tax		722.24	410.00
b) -Deferred tax		202.78	(72.31)
c) -Tax of earlier year		(0.22)	24.62
(VII) Profit for the year (V - VI)		1,264.08	778.82
Earning per equity share of ₹ 10/- each			
- Basic		9.14	5.63
- Diluted		9.14	5.63

See accompanying notes forming part of the financial statements

As per our report of even date attached
For S.C. VASUDEVA & CO.,
Chartered Accountants
(Regn. No. 000235N)

For and on behalf of the Board of Directors of
Shreyans Industries Limited

(SANJIV MOHAN)
Partner
M.No. 86066

(AMIT ARORA)
DGM F & A

(VIDESHWAR SHARMA)
Company Secretary

(ANIL KUMAR)
Executive
Director & CEO

(VISHAL OSWAL)
Vice Chairman &
Managing Director

(RAJNEESH OSWAL)
Chairman &
Managing Director

PLACE : Ludhiana
DATE : MAY 21, 2014

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2014

(₹ In lac)

PARTICULARS	For the year ended 31 March 2014	For the year ended 31 March 2013
A CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax as per statement of profit and loss	2188.88	1141.13
Adjustment for :		
Depreciation and amortisation	935.81	1008.65
Interest Income	(86.78)	(88.42)
Dividend income	(0.04)	(0.03)
Net gain on sale of investments	(35.81)	---
Interest Expenses	553.75	625.86
Loss / (Profit) on Sale/Discard of fixed assets (Net)	(3.30)	0.09
Excess allowances of doubtful trade receivables written back	(1.43)	(191.81)
Provisions no longer required written back	(10.28)	(0.67)
Allowances for doubtful trade recivables and advances	25.32	1.92
Bad debts written off (net)	(1.24)	242.97
Allowance for diminution in value of investment	8.03	0.79
	1384.03	1599.35
Operating Profit Before Working Capital Changes	3572.91	2740.48
Adjustment for		
(Increase)/ Decrease in trade & other receivables	(1773.08)	205.76
(Increase)/ Decrease in Inventories	(1096.46)	656.26
Increase/(Decrease) in trade & other payables	1453.06	426.17
	(1416.48)	1288.19
Cash generated from operations	2156.43	4028.67
Direct taxes paid (Net of refund)	(582.24)	(172.68)
Net Cash from operating activities	1574.19	3855.99
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(1140.12)	(642.53)
(Increase)/ Decrease in capital advance	(155.46)	(136.08)
(Purchase)/Proceeds (of)/from investment	(388.68)	(1320.00)
Proceeds from sale of fixed assets	27.97	39.90
Dividend received	0.04	0.03
Interest received	78.22	96.66
Net cash used in investing activities	(1578.03)	(1962.02)
C CASH FLOW FROM FINANCING ACTIVITIES		
(Payments)/Proceeds (of)/from long term borrowings (net)	(621.35)	(807.17)
(Payments)/Proceeds (of)/from short term borrowings (net)	1398.20	(313.38)
Interest Paid	(565.52)	(636.50)
Dividend Paid (including taxes)	(156.27)	----
Net cash from financing activities	55.06	(1757.05)
Net increase in cash & cash equivalents	51.22	136.92
Cash and cash equivalents at beginning of year	439.62	302.70
Bank Balances not considered as cash and cash equivalents at beginning of the year	0.45	0.45
Cash and cash equivalents at the end of year	490.84	439.62
Bank Balances not considered as cash and cash equivalents at end of the year	0.45	0.45

See accompanying notes forming part of the financial statements

As per our report of even date attached
For S.C. VASUDEVA & CO.,
Chartered Accountants
(Regn. No. 000235N)

For and on behalf of the Board of Directors of
Shreyans Industries Limited

(SANJIV MOHAN)
Partner
M.No. 86066

(AMIT ARORA)
DGM F & A

(VIDESHWAR SHARMA)
Company Secretary

(ANIL KUMAR)
Executive
Director & CEO

(VISHAL OSWAL)
Vice Chairman &
Managing Director

(RAJNEESH OSWAL)
Chairman &
Managing Director

PLACE : Ludhiana

DATE : MAY 21, 2014

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2014**1 : Corporate Information**

Shreyans Industries Limited (the Company) is a public company incorporated under the provisions of the Companies Act, 1956 on 11th June, 1979. The name of the company at its incorporation was Shreyans Paper Mills Ltd. & subsequently changed to Shreyans Industries Limited on 20th October 1992. The company is engaged in manufacturing of Writing & Printing Paper.

Significant Accounting Policies and Notes on Accounts**2: Significant Accounting Policies****(a) Basis of Preparation of Financial Statements**

The financial statements are prepared on accrual basis under the historical cost convention in accordance with the accounting standards referred to in sub-section(3C) of section 211 and other relevant provisions of the Companies Act, 1956.

(b) Use of Estimates

The preparation of financial statements, in conformity with the generally accepted accounting principles, require estimates and assumptions to be made that affect the reported amount of assets and liabilities as of the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/materialized.

(c) Revenue Recognition

- (i) Revenue from sale is recognised;
 - (a) When all the significant risks and rewards of ownership transferred to the buyer and the company retains no effective control of the goods transferred to a degree usually associated with ownership; and
 - (b) No significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of goods.
- (ii) The revenue in respect of export incentives is recognised on post export basis.
- (iii) Revenue from interest is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.
- (iv) Dividend from investment is recognized when the right to receive payment is established.
- (v) Revenue in respect of claims is recognized when no significant uncertainty exists with regard to the amount to be realized and the ultimate collection thereof.

(d) Employees Benefits**(i) Short Term Employees Benefits**

Short Term Employees Benefits are recognized as an expense on an undiscounted basis in the statement of profit and loss of the year in which the related service is rendered.

(ii) Post Employment Benefits

Defined Contribution Plan:

Contribution to provident fund is made in accordance with the provisions of the Employee's Provident Fund and Miscellaneous Provisions Act, 1952 and is recognized as an expense in the statement of profit and loss.

Defined Benefit Plans:

(a) Gratuity:

The Group Gratuity Cash Accumulation Scheme, managed by Life Insurance Corporation of India is a defined benefit plan. The liability for gratuity is provided on actuarial basis. The Present Value of the company's obligation is determined on the basis of actuarial valuation at the year end using the projected unit credit method and the fair value of plan assets is reduced from the gross obligations under the gratuity scheme to recognize the obligation on a net basis.

(b) Leave Encashment

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as a liability at the present value of the defined benefit obligation at the Balance Sheet date, determined based on actuarial valuation using Projected Unit Credit Method. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government Securities as at the Balance Sheet date.

- (iii) The actuarial gain/loss is recognized in the statement of profit and loss in the period in which they occur.

(e) Fixed Assets

- (i) Fixed assets are stated at historical cost less accumulated depreciation.
- (ii) Cost of fixed assets comprises its purchase price and any attributable expenditure (direct and indirect) for bringing an assets to its working condition for its intended use.
- (iii) Expenditure incurred on renovation/modernisation on the existing fixed assets is added to the book value of these assets where such renovation/modernisation increases the future benefit from them beyond their previously assessed standard of performance.

(f) Intangible Assets

Intangible assets are stated at cost less accumulated amount of amortisation.

(g) Depreciation

- i) Depreciation is provided on straight line method in accordance with and in the manner specified in Schedule XIV to the Companies Act, 1956.
- ii) Assets costing ₹ 5000/- or less acquired during the year are depreciated at 100%.

(h) Amortisation

Intangible asset are amortised on straight line method. These assets are amortised over their estimated useful life.

(i) CENVAT

Cenvat credit on excise duty/service tax paid on inputs, capital assets and input services is taken in accordance with the Cenvat Credit Rules, 2004.

(j) Inventories

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

- In case of raw materials at FIFO basis plus direct expenses.
- In case of stores and spares at weighted average cost plus direct expenses.
- In case of work-in-progress at raw material cost plus conversion cost depending upon the stage of completion.
- In case of finished goods at raw material cost plus conversion cost, packing cost, excise duty and other overheads incurred to bring the goods to their present condition and location.

(k) Investments

Long term Investments are stated at cost less provision, if any, for decline in the value of such investments, which is other than temporary. Current investments are stated at lower of cost and fair value.

(l) Foreign Currency Transactions

- (a) Transactions in foreign currency are recorded on initial recognition in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of transaction except in case of export invoices which are recorded at a rate notified by the custom department for invoice purpose which approximates the actual rate as at the date of transaction. Exchange difference arising on realization of export sale is recognized as income or expense in the period in which they arise.
- (b) At each balance sheet date foreign currency monetary items are reported at closing rates. Exchange differences arising on settlement of monetary items or on reporting the same at closing rate as at balance sheet date are recognized as income or expense.
- (c) The premium or discount arising at the inception of a forward contract which is not intended for trading or speculation purpose is amortised as expense or income over the life of the contract. Exchange difference on such forward contracts is recognized in the statement of profit or loss in the reporting period in which the exchange rates change. Any profit or loss arising on cancellation or renewal of a forward contract is recognised as income or as expense for the period.

(m) Borrowing Costs

Borrowing costs that are directly attributable to acquisition or construction of a qualifying asset are capitalised as a part of cost of such asset. Qualifying asset is one that takes substantial period of time to get ready for its intended use. All other borrowing costs are recognised as expenditure in the period in which these are incurred.

(n) Government grants and subsidies

Government grants available to the company are recognized when there is a reasonable assurance of compliance with the conditions attached to such grants and when benefits in respect thereof have been earned and it is reasonably certain that the ultimate collection will be made. Government subsidy in the nature of promoter's contribution is credited to capital reserve. Government subsidy related to specific fixed assets is deducted from the gross value of the assets concerned.

(o) Impairment of Assets

At each balance sheet date an assessment is made whether any indication exists that an asset has been impaired. If any such indication exists, an impairment loss i.e. the amount by which the carrying amount of an asset exceeds its recoverable amount is provided in the books of account.

(p) Accounting for Taxes on Income

Provision for taxation for the year comprises of current tax and deferred tax. Current tax is amount of Income-tax determined to be payable in accordance with the provisions of Income tax Act 1961. Deferred tax is the tax effect of timing difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

(q) Provision and Contingent Liabilities

(i) Provision is recognised when:

- (a) the company has a present obligation as a result of a past event;
- (b) a probable outflow of resources embodying economic benefits is expected to settle the obligation ; and
- (c) the amount of the obligation can be reliably estimated.

(ii) Contingent liability is disclosed in case there is:

- (a) Possible obligation that arises from past events and existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the enterprise ; or
- (b) a present obligation arising from past events but is not recognised :
 - i. when it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
 - ii. a reliable estimate of the amount of the obligation cannot be made.

(r) Earning per Share

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

(s) Lease

The assets acquired on lease wherein a significant portion of risks and rewards of ownership of an asset is retained by the lessor are classified as operating leases. Lease rentals paid for such leases are recognised as an expense on systematic basis over the terms of lease.

(t) Cash flow statement

The cash flow statement has been prepared in accordance with the Accounting Standard (AS) – 3 on "Cash flow statements" issued by the Companies (Accounting Standard) Rules, 2006.

PARTICULARS	As at 31 March 2014		As at 31 March 2013	
	Number of shares	(₹ In lac)	Number of shares	(₹ In lac)
3 Share Capital				
(a) Authorised				
Equity Shares of ₹ 10/- each (par value)	19000000	1900.00	19000000	1900.00
Redeemable Cumulative Preference Shares of ₹ 100 each (par value)	100000	100.00	100000	100.00
	<u>19100000</u>	<u>2000.00</u>	<u>19100000</u>	<u>2000.00</u>
(b) Issued and subscribed				
Equity Shares of ₹ 10/- each	13825000	1382.50	13825000	1382.50
TOTAL	<u>13825000</u>	<u>1382.50</u>	<u>13825000</u>	<u>1382.50</u>
(c) Paid-Up				
Equity Shares of ₹ 10/- each	13825000	1382.46	13825000	1382.46
Add : Forfeited Shares (Amount Originally Paid Up)	----	0.01	----	0.01
TOTAL	<u>13825000</u>	<u>1382.47</u>	<u>13825000</u>	<u>1382.47</u>

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

At the beginning of the reporting period	13825000	1382.50	13825000	1382.50
Add: Issued during the period	----	----	----	----
Outstanding at the end of the reporting period	<u>13825000</u>	<u>1382.50</u>	<u>13825000</u>	<u>1382.50</u>

b) Terms/ rights attached to equity shares

The company presently has one class of equity shares having par value of ₹10/- each. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting and entitlement to dividend to an equity shareholder shall arise after such approval.

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

The rate of dividend on preference shares will be decided by the Board of directors as and when issued. Preferential shares as and when issued shall have the cumulative right to receive dividend as and when declared and shall have preferential right of repayment of amount of capital.

The company has declared dividend @ 12 % (previous year 10 %) during the year ended March 31, 2014.

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

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

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

	As at 31 March 2014 Number of shares	As at 31 March 2013 Number of shares
Equity shares allotted as fully paid up pursuant to contract (s) without payment being received in cash	----	----
Equity shares allotted as fully paid up by way of bonus shares	----	----
Equity shares bought back by the Company	----	----
	<u>----</u>	<u>----</u>

e) Detail of shares held by each shareholder holding more than 5% shares

Class of share / Name of share holder	As at 31 March 2014		As at 31 March 2013	
	Number of shares held	% holding	Number of shares held	% holding
(a) Class of share	Equity shares		Equity shares	
(b) Name of shareholder				
i) Jagvallah Parasnath Capital Investment (P) Ltd.	912,751	6.60	883,751	6.39
ii) Adeep Investment Company	738,245	5.34	708,245	5.12
iii) Ojesvi Investment & Mercantile Company	752,700	5.44	752,500	5.44
iv) Lavina Investment & Mercantile Company	782,150	5.66	753,250	5.45
v) Mood Dealers Pvt. Ltd	2,060,000	14.90	2,060,000	14.90
vi) Achin Investment & Mercantile Company	717,150	5.19	----	----

4 Reserves and surplus

PARTICULARS	As at 31 March 2014 (₹ In lac)		As at 31 March 2013 (₹ In lac)	
(a) Capital reserve				
Balance as per last financial statements				
i) Capital Subsidies	64.49		64.49	
ii) Capital Profit on re-issue of forfeited shares	2.09	66.58	2.09	66.58
(b) Capital redemption reserve				
Balance as per last financial statements		0.01		0.01
(c) Securities premium account				
Balance as per last financial statements		1,923.75		1,923.75
(d) Other reserves				
i) General reserve				
Balance as per last financial statements		2,011.50		2,011.50
(e) Surplus i.e. balance in statement of profit and loss				
Balance as per last financial statements	2,072.04		1,453.90	
Add: Profit for the year transferred from statement of profit and loss	1,264.08		778.82	
	3,336.12		2,232.72	
Less : Appropriations				
Dividend proposed to be distributed to equity shareholders (₹ 1.20 per share, previous year ₹ 1/- per share)	165.89		138.25	
Tax on Dividend	29.26*		22.43	
*Includes ₹ 1.07 lacs relating to previous year				
Net surplus in the statement of profit and loss	195.15	3140.97	160.68	2,072.04
Total Reserves and surplus		7142.81		6,073.88

5 Long Term borrowings

a) Term loans (Secured)				
i) From banks	1,033.77		1,650.36	
Less :Current maturities of long term debt (refer note 11)	337.83	695.94	633.60	1,016.76
ii) From others	----		4.76	
Less :Current maturities of long term debt (refer note 11)	----	----	4.76	----

PARTICULARS	As at 31 March 2014 (₹ In lac)	As at 31 March 2013 (₹ In lac)
b) Deposits (Unsecured)		
- From related parties (refer note 42)	60.72	60.72
- From public	145.90	239.22
Less :Current maturities of long term debt (refer note 11)	64.38	89.47
	<u>142.24</u>	<u>210.47</u>
	<u>838.18</u>	<u>1,227.23</u>

a) Details of security for term loans

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

b) Terms of repayment of term loans from banks

- Term loan from State Bank of Patiala amounting to ₹910.00 lacs (including current maturities of long term debt) carries interest @ 13.75% p.a. The loan is repayable in 13 quarterly instalments of ₹70.00 lacs each (Previous year ₹1190.00Lacs).
- Vehicle loan from ICICI Bank Limited amounting to ₹4.94 lacs (including current maturities of long term debt) carries interest @ 11.19% p.a. The loan is repayable in 35 monthly instalments (including interest) of ₹16725/- each (Previous year ₹6.31 Lacs).
- Vehicle loan from ICICI Bank Limited amounting to ₹5.34 lacs (including current maturities of long term debt) carries interest @ 10.57% p.a. The loan is repayable in 11 monthly instalments (including interest) of ₹51600/- each (Previous year ₹10.66 Lacs).
- Vehicle loan from ICICI Bank Limited amounting to ₹9.37 lacs (including current maturities of long term debt) carries interest @ 9.82% p.a. The loan is repayable in 12 monthly instalments (including interest) of ₹82992/- each (Previous year ₹17.94 lacs).
- Vehicle loan from ICICI Bank Limited amounting to ₹4.71 lacs (including current maturities of long term debt) carries interest @ 11.00% p.a. The loan is repayable in 17 monthly instalments (including interest) of ₹30170/- each (Previous year ₹7.63 lacs).
- Vehicle loan from HDFC Bank Limited amounting to ₹0.26 lacs (including current maturities of long term debt) carries interest @ 11.25% p.a. The loan is repayable in 2 monthly instalments (including interest) of ₹13020/- each (Previous year ₹1.70 Lacs).
- Vehicle loan from HDFC Bank Limited amounting to ₹1.73 lacs (including current maturities of long term debt) carries interest @ 10.72% p.a. The loan is repayable in 5 monthly instalments (including interest) of ₹35550/- each (Previous year ₹5.58Lacs).
- Vehicle loan from HDFC Bank Limited amounting to ₹5.54 lacs (including current maturities of long term debt) carries interest @ 10.84% p.a. The loan is repayable in 17 monthly instalments (including interest) of ₹35300/- each (Previous year ₹8.97 lacs).
- Vehicle loan from HDFC Bank Limited amounting to ₹2.65 lacs (including current maturities of long term debt) carries interest @ 9.82% p.a. The loan is repayable in 18 monthly instalments (including interest) of ₹16015/- each (Previous year ₹4.20 lacs).
- Vehicle loan from HDFC Bank Limited amounting to ₹5.07 lacs (including current maturities of long term debt) carries interest @ 8.90% p.a. The loan is repayable in 22 monthly instalments (including interest) of ₹25256/- each (Previous year ₹7.48 lacs).
- Vehicle loan from HDFC Bank Limited amounting to ₹5.76lacs (including current maturities of long term debt) carries interest @ 11.00% p.a. The loan is repayable in 21 monthly instalments (including interest) of ₹30390/- each (Previous year ₹8.56 lacs).
- Vehicle loan from HDFC Bank Limited amounting to ₹2.55 lacs (including current maturities of long term debt) carries interest @ 10.70% p.a. The loan is repayable in 22 monthly instalments (including interest) of ₹12912/- each (Previous year ₹3.74 lacs).
- Vehicle loan from HDFC Bank Limited amounting to ₹2.54 lacs (including current maturities of long term debt) carries interest @ 9.50% p.a. The loan is repayable in 22 monthly instalments (including interest) of ₹12712/- each (Previous year ₹3.75 lacs).
- Vehicle loan from HDFC Bank Limited amounting to ₹4.55 lacs (including current maturities of long term debt) carries interest @ 10.23% p.a. The loan is repayable in 33 monthly instalments (including interest) of ₹16050/- each (Previous year ₹Nil).
- Vehicle loan from HDFC Bank Limited amounting to ₹6.71 lacs (including current maturities of long term debt) carries interest @ 9.20 % p.a. The loan is repayable in 30 monthly instalments (including interest) of ₹25320/- each (Previous year ₹Nil).
- Vehicle loan from ICICI Bank Limited amounting to ₹1.43 lacs (including current maturities of long term debt) carries interest @ 11.13% p.a. The loan is repayable in 16 monthly instalments (including interest) of ₹9750/- each (Previous year ₹2.38 lacs).
- Vehicle loan from ICICI Bank Limited amounting to ₹3.33 lacs (including current maturities of long term debt) carries interest @ 10.04% p.a. The loan is repayable in 19 monthly instalments (including interest) of ₹19056/- each (Previous year ₹5.19 lacs).
- Vehicle loan from ICICI Bank Limited amounting to ₹5.75 lacs (including current maturities of long term debt) carries interest @ 9.82% p.a. The loan is repayable in 21 monthly instalments (including interest) of ₹25536/- each (Previous year ₹Nil).
- Vehicle loan from Axis Bank Limited amounting to ₹51.54 lacs (including current maturities of long term debt) carries interest @ 9.76% p.a. The loan is repayable in 43 monthly instalments (including interest) of ₹142528/- each (Previous year ₹63.00 lacs).

c) Terms of repayment of term loans from others

- i) Repayment schedule of unsecured loans/deposits from related parties is within period of 2 years and carry interest upto 11 % p.a (Previous year upto 11% p.a)
- ii) Repayment schedule of unsecured loans/deposits from public is within period of 2 years and carry interest upto 11 % p.a (Previous year upto 11% p.a)

PARTICULARS	As at 31 March 2014 (₹ In lac)	As at 31 March 2013 (₹ In lac)
6 Deferred tax liabilities (net)		
Deferred tax liabilities		
Fixed Assets : Impact of difference between tax depreciation and depreciation charged for the financial reporting period	2298.53	2136.63
Gross deferred tax liability	2298.53	2136.63
Deferred tax assets		
Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis	164.30	205.18
Gross deferred tax asset	164.30	205.18
Deferred tax liability (net)	2134.23	1931.45
7 Other long term liabilities		
Others :		
Advances against sale of cars	19.45	31.64
Due to employees	---	20.95
	19.45	52.59
8 Long term provisions		
Provision for employee benefits :		
- Gratuity (net)	566.29	686.56
- Leave encashment (Refer note 41 (c))	139.01	111.19
	705.30	797.75
9 Short term borrowings		
Loans repayable on demand		
- From banks		
Secured	2578.02	1692.97
Unsecured	600.19	---
- From others		
Unsecured (from related parties (refer note 42))	56.50	---
Deposits (Unsecured)		
- From related parties (refer note 42)	83.50	75.67
- From public	131.20	189.25
	3449.41	1957.89

a) Details of security of loans repayable on demand (secured)

- i) Secured loans repayable on demand from banks for working capital (₹ 1149.78 lacs, previous year ₹ 1692.81 lacs) are secured by hypothecation of stocks of raw materials, finished goods, bills receivables, book debts and all other movable assets of the company and further secured by way of second charge on the immovable assets situated at village Banah and at Ahmedgarh and also personally guaranteed by the two promotor directors of the company.
- ii) Secured loans repayable on demand from banks against overdraft limit (₹ 1428.24 lacs, previous year ₹ 0.16 lacs) are secured by lien on current investments.

b) Terms of repayment of short term borrowings

- i) Working capital borrowings from banks are repayable on demand and carry interest @ 3% over base rate (Previous year @ 3% over base rate).
- ii) Unsecured loans from related parties repayable within one year carry interest upto 11% p.a (Previous year upto 11% p.a).
- iii) Unsecured loans from public repayable within one year carry interest upto 11% p.a (Previous year upto 11% p.a).

PARTICULARS	As at 31 March 2014 (₹ In lac)	As at 31 March 2013 (₹ In lac)
10 Trade payables		
Trade Payables		
Acceptances	574.66	619.87
Other than acceptances	4,001.61	2,916.31
	<u>4,576.27</u>	<u>3,536.18</u>
11 Other current liabilities		
a) Current maturities of Long term debt*	402.21	727.83
b) Interest accrued but not due on borrowings	22.90	37.34
c) Interest accrued and due on borrowings	1.08	6.26
d) Unclaimed dividend	5.48	----
e) Other payables		
-Statutory remittances**	135.90	88.39
-Due to Employees	346.36	305.41
-Expense payable	473.99	368.60
-Payable on purchases of fixed assets	112.45	122.45
-Advances from customers	818.25	484.87
	<u>2,318.62</u>	<u>2,141.15</u>
*Current maturities of Long term debt includes ₹ 43.84 lacs (Previous year ₹ 89.47 lacs) as deposits from public, and ₹ 20.54 lacs (Previous year ₹ Nil) as deposits and secured debts from related parties, also refer (note no. 5(a) and (b))		
** Statutory remittance includes contribution to provident fund and ESIC, tax at source, excise duty, vat, service tax etc.		
12 Short term provisions		
Provision for employee benefits :		
Leave encashment	83.40	83.17
Other Provisions		
i) Provision for proposed dividend on equity shares	165.89	138.25
ii) Provision for tax on Proposed dividend	28.19	22.43
iii) Provision for Income tax (net of advance tax of ₹ 1193.33 lacs) (previous year ₹ 641.21 lacs)	33.22	15.56
	<u>310.70</u>	<u>259.41</u>

13 Fixed Assets

(₹ In lac)

GROSS BLOCK					
	Balance As at 01 April 2013	Additions	Disposal of assets	Other Adjustment	Balance As at 31 March 2014
A Tangible assets					
a) Free hold land*	308.20	90.51	0.00	0.00	398.71
b) Lease hold land	0.70	0.00	0.00	0.00	0.70
c) Buildings	2234.53	71.68	0.00	0.00	2306.21
d) Plant and equipments	17792.20	844.20	20.64	0.00	18615.76
e) Office equipment	140.89	8.56	0.66	0.00	148.79
f) Furniture and fixtures	86.40	22.62	0.45	0.00	108.57
g) Vehicles	583.90	120.59	40.82	0.00	663.67
Total (A)	21146.82	1158.16	62.57	0.00	22242.41
B Intangible Assets					
Computer Software	27.87	0.00	0.00	0.00	27.87
Total (B)	27.87	0.00	0.00	0.00	27.87
Grand Total (A + B)	21174.69	1158.16	62.57	0.00	22270.28
Previous year	20513.54	770.67	109.52	0.00	21174.69

ACCUMULATED DEPRECIATION/AMORTISATION					NET BLOCK		
	Balance as at 01 April 2013	Depreciation / amortisation expenses for the year	Eliminated on disposal of assets	Other adjust- ments	Balance as at 31 March 2014	As at 31 March 2014	As at 31 March 2013
A. Tangible assets							
a) Free hold land*	0.00	0.00	0.00	0.00	0.00	398.71	308.20
b) Lease hold land	0.16	0.00**	0.00	0.00	0.16	0.54	0.54
c) Buildings	778.66	58.89	0.00	0.00	837.55	1468.66	1455.87
d) Plant and equipments	9017.13	801.96	16.18	0.00	9802.91	8812.84	8775.06
e) Office equipment	96.49	7.03	0.08	0.00	103.44	45.35	44.41
f) Furniture and fixtures	62.26	4.76	0.34	0.00	66.68	41.89	24.14
g) Vehicles	159.65	62.15	21.30	0.00	200.50	463.17	424.25
Total (A)	10114.35	934.79	37.90	0.00	11011.24	11231.16	11032.47
B. Intangible Assets							
Computer Software	24.67	1.02	0.00	0.00	25.69	2.18	3.20
Total (B)	24.67	1.02	0.00	0.00	25.69	2.18	3.20
Grand Total(A+B)	10139.02	935.81	37.90	0.00	11036.93	11233.34	11035.67
Previous year	9199.90	1008.65	69.53	0.00	10139.02	11035.67	

Notes

- * Includes ₹ 35.09 lacs being the cost of land exchanged with the forest department land for providing an open drain for carrying effluent.
- **Represents proportionate premium ₹ 823/- (Previous year ₹ 823/-) for acquisition of lease hold land being amortised over the period of lease.
- Intangible assets are not internally generated.

PARTICULARS	As at 31 March 2014 (₹ In lac)	As at 31 March 2013 (₹ In lac)
14 Non current investments		
a) Trade (At cost unless otherwise stated)		
Investments in equity instruments of associates		
i) Quoted		
1980000 (Previous year 1980000) equity shares of M/s Adinath Textiles Limited of ₹ 10 each fully paid up	314.80	314.80
Less: Provision for diminution in value of Investment	314.80	314.80
b) Others (At cost unless otherwise stated)		
Investment in equity instruments		
i) Quoted		
180 (Previous year 180) equity shares of ICICI Bank Ltd of ₹ 10/- each fully paid-up	0.13	0.13
50 (previous year 50) equity shares of Himachal Fibres Ltd of ₹ 10/- each fully paid-up	0.02	0.02
Less: Provision for diminution in value of Investment	0.02	0.02
50 (Previous year 50) equity shares of Shiva Papers Ltd of ₹ 10/- each fully paid-up	0.01	0.01
Less: Provision for diminution in value of Investment	0.01	0.01
50 (Previous year 50) equity shares of Priyadarshani Spg & Weaving Mills of ₹ 10/- each fully paid-up	0.01	0.01
Less: Provision for diminution in value of Investment	0.01	0.01
50 (Previous year 50) equity shares of Aurangabad Paper Mill Ltd of ₹ 10/- each fully paid-up	0.02	0.02
Less: Provision for diminution in value of Investment	0.02	0.02
50 (Previous year 50) equity shares of Pashupati Spng. & Weaving Ltd of ₹ 10/- each fully paid-up	0.03	0.03
Less: Provision for diminution in value of Investment	0.03	0.03
01 (Previous year 1) equity share of The Karnal Co-operative Sugar Ltd. of ₹ 100/- each fully paid-up	0.00	0.00
Less: Provision for diminution in value of Investment	0.00	0.00
ii) Unquoted		
5 (Previous year 5) equity shares of Raheja Chamber Premises Society Ltd. of ₹ 50/- each	0.01	0.01
23500 (Previous year 23500) equity shares of Fountain Tie Up (P) Ltd. of ₹ 10/- each fully paid-up	1.88	1.88
	2.02	2.02
1. Aggregate amount of Quoted Investments	315.03	315.03
2. Market Value of Quoted Investments	43.82	75.65
3. Aggregate amount of Unquoted Investments	1.89	1.89
4. Aggregate provision made for diminution in value of Investments	314.90	314.90
15 Long term loans and advances		
(Unsecured considered good)		
Capital advances	301.05	145.58
Balance with Government authorities	92.51	93.76
Security deposits		
PSPCL	135.94	135.94
Others	4.92	1.16
Loans and advances to employees	3.29	16.16
Prepaid expenses	15.34	4.31
MAT credit entitlement	---	122.12
	553.05	519.03

PARTICULARS	As at 31 March 2014 (₹ In lac)	As at 31 March 2013 (₹ In lac)
16 Other non-current assets (unsecured considered good)		
Bank balances (non current) (refer note 20)	0.45	0.45
Interest accrued on fixed deposits	0.23	0.19
	<u>0.68</u>	<u>0.64</u>
17 Current Investments		
Current investments : (At lower of cost and fair value)		
a) Investment in Debt Funds/ Mutual Funds/ Fixed Maturity Plans (Quoted)		
1,00,000 units(previous year 1,00,000) of ₹ 10/- each fully paid-up of SBI PSU Fund Growth scheme of SBI Mutual Fund	10.00	10.00
Less: Provision for diminution in value of Investment	<u>2.20</u>	<u>2.36</u>
	7.80	7.64
142339.64 units(previous year 2309033.43) of ₹ 10/- each fully paid-up of SBI Dynamic Bond Fund (Growth)*	20.00	320.00
NIL units (previous year 625489.24) of ₹ 10/- each fully paid-up of Kotak Bond (Regular) - Growth Fund*	----	200.00
596027.48 units(previous year 596027.48) of ₹ 10/- each fully paid-up of Kotak Bond Scheme Plan A - Growth Fund*	200.00	200.00
808889.807 units (previous year Nil) of ₹ 10/- each fully paid-up of Kotak Income Opportunity Fund -Growth*	106.67	---
2653072.43 units (previous year 1617462.83) of ₹ 10/- each fully paid-up of ICICI Prudential Income - RegularPlan - Growth*	1000.00	600.00
Less: Provision for diminution in value of Investment	<u>8.19</u>	<u>----</u>
	991.81	600.00
4058.42 units (previous year Nil) of ₹ 1000/- each fully paid-up of Franklin Templeton India Short Term Income Retail Plan - Growth *	100.00	---
1068106.04 units (previous year Nil) of ₹10/- each fully paid-up of Kotak Medium Term Fund *	106.81	---
520137.40 units (previous year Nil) of ₹10/- each fully paid-up of Birla Sun Life Short Term Opportunity Fund Growth*	106.01	---
813663.35 Unit (previous year Nil) of ₹10/- each fully paid-up of ICICI Prudential Regular Saving Fund Growth*	105.00	---
	<u>1,744.10</u>	<u>1,327.64</u>

Notes :

- | | | |
|---|----------|----------|
| 1. Aggregate amount of current investments | 1,754.49 | 1,330.00 |
| 2. Market value of current investments | 1,761.76 | 1,361.74 |
| 3. Aggregate provision for diminution in value of current Investments | 10.39 | 2.36 |

*Under Lien with Deutsche Bank against OD Limit sanctioned by them

PARTICULARS	As at 31 March 2014 (₹ In lac)	As at 31 March 2013 (₹ In lac)
18 Inventories (At lower of cost or net realisable value)		
Raw materials {includes in transit ₹ 102.26 lacs (Previous Year ₹ 32.89 lacs)}	1,160.26	795.61
Work-in-progress	293.23	165.61
Finished Goods	112.58	78.63
Stores and Spares { includes in transit ₹ 144.40 lacs (Previous Year ₹ 81.40 lacs)}	1,860.19	1,289.95
	<u>3,426.26</u>	<u>2,329.80</u>
19 Trade receivables		
Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
- Secured, Considered Good	----	0.84
- Unsecured, Considered Good	250.22	305.78
Doubtful	32.99	7.67
Less: Allowances for doubtful trade receivables	<u>32.99</u>	<u>7.67</u>
	250.22	306.62
Other trade receivables		
- Secured, Considered Good	17.39	21.90
- Unsecured, Considered Good	<u>3,893.58</u>	<u>2,168.81</u>
	<u>4,161.19</u>	<u>2,497.33</u>
20 Cash and bank balances		
Cash and cash equivalents		
a) Balances with banks		
- In current accounts	53.42	96.40
- In Fixed Deposits	9.01	30.00
- Deposit with maturity of less than three months	38.50	----
b) Held as margin money		
- Deposit with maturity of less than three months	41.48	7.70
c) Cheques, drafts on hand	----	22.09
d) Cash on hand	<u>79.26</u>	<u>30.49</u>
	221.67	186.68
Other Bank Balances		
a) Held as margin money		
- Deposits with maturity more than three months but less than twelve months	269.17	252.94
- Deposits with more than twelve months maturity	0.45	0.45
	<u>491.29</u>	<u>440.07</u>
Less: Amounts disclosed as other non current assets (refer note 16)	<u>0.45</u>	<u>0.45</u>
	<u>490.84</u>	<u>439.62</u>
21 Short term loans and advances		
(Unsecured, considered good, unless otherwise stated)		
Intercompany deposits	146.00	270.00
Balance with Government authorities	317.88	276.94
Advances to suppliers	305.32	194.58
Loans and advances to employees	33.41	18.46
Prepaid expenses	67.49	75.30
Security deposits	0.07	0.07
Interest receivables		
- interest accrued on deposit held as margin money / security	18.27	19.35
- others	48.43	38.84

PARTICULARS	As at 31 March 2014 (₹ In lac)	As at 31 March 2013 (₹ In lac)
Other recoverables :		
- considered good	62.87	30.45
- doubtful	1.15	2.57
	64.02	33.02
Less: Allowances for doubtful advances	1.15	2.57
	62.87	30.45
	999.74	923.99
PARTICULARS	For the year ended 31 March 2014 (₹ In lac)	For the year ended 31 March 2013 (₹ In lac)
22 Revenue from operations		
Sale of products	41,719.43	35,708.25
Other operating revenues :		
- Export incentives	27.78	32.96
- Miscellaneous sales	180.31	210.22
Revenue from operations (gross)	41,927.52	35,951.43
Less : Excise duty	1,766.89	1,624.06
Revenue from operations (net)	40,160.63	34,327.37
Details of products sold :		
a) Manufactured goods		
Paper	38,472.70	32,629.48
Soda Ash	3,157.61	2,859.04
Total - sale of manufactured goods	41,630.31	35,488.52
b) Traded goods		
Paper	89.12	219.73
Total - sale of traded goods	89.12	219.73
Total - sale of products	41,719.43	35,708.25
23 Other income		
Interest received :		
from Banks (Gross) (TDS ₹ 2.65 lacs, previous year ₹ 2.23 lacs)	28.47	20.74
from Others (Gross) (TDS ₹ 3.75 lacs, previous year ₹ 4.98 lacs)	58.31	67.68
Net gain on sale of fixed assets	3.30	---
Allowances for doubtful trade receivables and advances written back	1.43	191.81
Sundry Balances written back	18.67	4.76
Provisions no longer required written back	10.28	0.67
Other non-operating income		
Rent received	0.32	0.32
Dividend income		
from Non current investments	0.04	0.03
Net gain on sale of current investments	35.81	---
Miscellaneous	0.08	0.18
	156.71	286.19

PARTICULARS	For the year ended 31 March 2014 (₹ In lac)		For the year ended 31 March 2013 (₹ In lac)	
24 Cost of material consumed				
Waste paper		97.85		69.45
Wood Pulp		2,402.71		1,757.18
Straws/Grasses		7,163.63		4,532.37
Caustic Lye		6,478.65		6,951.38
Chlorine		296.14		158.80
Other dyes and chemicals		3,298.28		2,785.03
		<u>19,737.26</u>		<u>16,254.21</u>
25 Purchase of stock-in-trade				
Paper		86.89		191.77
		<u>86.89</u>		<u>191.77</u>
26 Changes in inventories of finished goods, work-in-progress and stock in trade				
Inventories at the beginning of the year				
Work-in-progress	165.61		165.60	
Finished goods	<u>78.63</u>	244.24	<u>109.33</u>	274.93
Inventories at the end of the year				
Work-in-progress	293.23		165.61	
Finished goods	<u>112.57</u>	405.80	<u>78.63</u>	244.24
		<u>(161.56)</u>		<u>30.69</u>
Details of inventory :	Qty (MT)	Amount	Qty (MT)	Amount
Work-in-progress				
Paper	---	276.24	---	149.26
Soda Ash	---	16.99	---	16.35
		<u>293.23</u>		<u>165.61</u>
Finished goods				
Paper	236	108.90	46	15.19
Soda Ash	36	3.68	659	63.44
		<u>112.58</u>		<u>78.63</u>
27 Employees benefit expenses				
Salaries and wages		3,128.58		2,779.09
Contribution to provident and other funds		324.09		273.42
Staff welfare expense		87.44		76.29
		<u>3,540.11</u>		<u>3,128.80</u>

PARTICULARS	For the year ended 31 March 2014 (₹ In lac)	For the year ended 31 March 2013 (₹ In lac)
28 Finance costs		
Interest expense		
On Borrowings	532.30	606.79
On Others	21.45	19.07
Other borrowing costs	78.06	74.51
	<u>631.81</u>	<u>700.37</u>
29 Other expenses		
Consumption of stores and spares	388.04	381.29
Power and fuel	9,071.48	8,600.18
Consumption of packing material	759.77	716.23
Repairs and maintenance to machinery	1,221.04	1,082.95
Rent	13.86	6.78
Repairs and maintenance to buildings	111.54	66.79
Insurance	46.58	44.27
Rates and taxes	53.32	60.50
Directors' Fee	2.52	2.83
Payment to Auditors		
Audit fee	2.50	2.50
Tax audit fee	0.75	0.75
Reimbursement of expenses	1.16	1.23
In other capacity	0.66	0.66
Bad Debts written off	17.43	247.73
Allowances for doubtful trade receivables and advances	25.32	1.92
Prior period items (Net)	7.74	0.01
Adjustment to carrying amount of Current Investments	8.03	0.79
Loss on Foreign currency transactions	133.77	4.93
Net loss on sale of fixed assets	----	0.09
Miscellaneous expenses	1,492.63	935.51
	<u>13,358.14</u>	<u>12,157.94</u>

30 Contingent liabilities and provisions (to the extent not provided for)**I Contingent Liabilities**

(₹ In lac)

	As at March 31, 2014	As at March 31, 2013
Claims against Company not acknowledged as debt.	1052.25	1052.25
Bank Guarantees and Letters of credit outstanding	2166.20	1093.94

II Commitments

Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) ₹ 806.72 lacs
(Previous year ₹ 147.84 lacs)

31 a) The company has contested the additional demand in respect of excise duty amounting to ₹ 1107.96 lacs (Previous year ₹ 1119.12 lacs). As against this, a sum of ₹ 92.51 lacs (Previous year ₹ 93.76 lacs) is deposited under protest and has been included under Note No. 15 'Long Term Loans and Advances'. The company has filed an appeal/petition with the appellate authorities and is advised that the demands are not in accordance with the law. Pending decision thereof, no provision has been made in books of account.

b) The company has contested the additional demand in respect of Income Tax amounting to ₹ 6.53 lacs (Previous year ₹ 6.53 lacs). Pending appeal with appellate authorities, no provision has been made in the books of account as the company is hopeful to get the desired relief in appeal. As against this a sum of ₹ 2.00 lacs (Previous year ₹ 2.00 lacs) is deposited under protest

32 The company is a single segment company engaged in manufacture of Writing and Printing Paper. Accordingly the disclosure requirement as contained in the Accounting Standard AS – (17) on "Segment Reporting" prescribed by the Companies (Accounting Standards) Rules 2006 are not applicable.

33 The amount of ₹ 1766.89 lacs (Previous year ₹ 1624.06 lacs) being the excise duty deducted from the sales is relatable to the sales made during the year. Difference of increase / (decrease) of excise duty on inventory amounting to ₹ (1.52) lacs (Previous year ₹ (0.07) lacs) recognised in statement of profit and loss and shown under Miscellaneous expenses in Note No. 29 other expenses is relatable to difference between closing inventory and opening inventory.

34 Earning Per Share :

	As at March 31, 2014	As at March 31, 2013
Net profit attributable to equity share holders (₹ In lacs)	1264.08	778.82
No. of weighted average equity shares outstanding during the period.	13824550	13824550
The aggregate of the weighted average no. of equity shares and weighted average no. of dilutive potential equity shares.	----	----
Normal value of equity shares	₹ 10/-	₹ 10/-
Earning per share - Basic	₹ 9.14	₹ 5.63
- Diluted	₹ 9.14	₹ 5.63

35 In accordance with the Accounting Standard 28 on "Impairment of Assets" the company has assessed on the balance sheet date whether there are any indications (as listed in paragraph 8 to 10 of the Standard) with regard to the impairment of any of the assets. Based on such assessment, it has been ascertained that no potential loss is present and therefore formal estimate of recoverable amount has not been made. Accordingly no impairment loss has been provided in the books of account.

36 Prior Period items are as follows:-

	Year ended March 31, 2014	(₹ In lac) Year ended March 31, 2013
Prior period income		
Others	----	4.19
Total	----	4.19
Prior period expenses		
Cost of Material Consumed	4.07	0.08
Other expenses	2.76	2.61
Financial costs	0.07	0.30
Employee Benefit expenses	0.85	1.21
Total	7.74	4.20
Prior period items (Net)	7.74	(0.01)

37 The details of amounts outstanding to Micro, Small and Medium Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act), based on the available information with the Company are as under :

	As at March 31, 2014	(₹ In lac) As at March 31, 2013
(i) Principal amount remaining unpaid to any supplier as at the end of accounting year	---	40.59
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	---	---
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	---	---
(iv) The amount of interest due and payable for the year	---	---
(v) The amount of Interest accrued and remaining unpaid at the end of the accounting year	---	---
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	---	---

38 Intangible assets comprises of software have been amortized @ 20% on straight line basis as the useful life thereof has been estimated to be not more than five years.**39 a) The Company uses forward contracts to hedge its risk associated with fluctuation in foreign currency relating to foreign currency assets and liabilities. The use of the aforesaid financial instruments is governed by the Company's overall strategy. The Company does not use forward contracts for speculative purposes. The details of the outstanding forward contracts as at March 31, 2014 are as under:**

	As at March 31, 2014		As at March 31, 2013	
	No. of Contracts	Amount of Foreign Currency	No. of Contracts	Amount of Foreign Currency
Forward Contract against imports (USD)	2	75000	1	174163

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

	As at March 31, 2014		As at March 31, 2013	
	USD	Euro	USD	Euro
Against Creditors	596777	22173	291850	---
Against Bank Borrowings	---	---	1192136	---

- 40 The company has leased facilities under non cancellable operating lease arrangements with a lease term of three years which are subject to renewal at mutual consent thereafter. The lease rent expenses recognised during the year amounts ₹ 13.82 lac (previous year ₹ 6.77 lac.)
The future minimum lease payment in respect of non cancellable operating lease as at 31st March, 2014 for each of the following periods,

	As at March 31, 2014	(₹ In lac) As at March 31, 2013
Not Later than one year	14.91	2.72
Later than one year but not later than five years	66.97	4.08
Later than five years	76.32	NIL

41 Employee Benefits

The summarized position of post-employment benefits and long term employee benefits recognized in the statement of profit and loss and Balance Sheet in accordance with AS[15] is as under:-

(a) Changes in the present value of the obligations

	As at March 31, 2014		As at March 31, 2013	
	GRATUITY (Funded)	LEAVE ENCASHMENT (Un-funded)	GRATUITY (Funded)	LEAVE ENCASHMENT (Un-funded)
Present Value of obligation as at beginning of the year	1024.56	111.19	812.32	99.20
Interest Cost	89.56	7.54	64.38	6.32
Current Service Cost	63.61	71.92	60.04	62.88
Benefits Paid	(91.52)	(57.60)	(54.29)	(44.24)
Actuarial loss/(gain) on obligations	65.22	(5.96)	142.11	(12.97)
Present Value of obligation as at close of the year	1151.43	139.01	1024.56	111.19

(b) Change in Fair value of Plan Assets

Fair Value of Plan Assets as at beginning of the year	338.00	185.08
Expected return on Plan Assets	38.79	23.18
Employer's Contributions	298.56	184.78
Benefits Paid	(87.87)	(52.51)
Actuarial (Loss)/gain on obligations	(2.34)	(2.53)
Fair Value of Plan Assets as at close of the year	585.14	338.00

Reconciliation of change in Fair Value of Plan Assets in respect of leave encashment has not been given as leave encashment is unfunded.

(c) Amount recognized in Balance Sheet

Estimated Present value of obligations as at the end of the year	1151.43	139.01	1024.56	111.19
Fair value of Plan Assets as at the end of the year	585.14	---	338.00	---
Unfunded Net Liability recognized in Balance Sheet	566.29	139.01	686.56	111.19

(d) Expenses Recognized in Statement of Profit and loss**(₹ In lac)**

	As at March 31, 2014		As at March 31, 2013	
	GRATUITY (Funded)	LEAVE ENCASHMENT (Un-funded)	GRATUITY (Funded)	LEAVE ENCASHMENT (Un-funded)
Current Service Cost	63.61	71.92	60.04	62.88
Interest Cost	89.56	7.54	64.38	6.32
Expected return on Plan Assets	(38.79)	---	(23.18)	---
Net Actuarial (Gain)/Loss recognized in the year	67.56	5.96	144.64	(12.97)
Total expenses recognized in statement of profit and loss	181.94	85.42	245.88	56.23

(e) Principal actuarial assumption at the balance sheet date (expressed as weighted average)

Discount Rate	9.15%	9.15%	8.20%	8.20%
Expected rate of return on Plan Assets	8.75%	N.A.	9.25%	N.A.
Expected Rate of Salary increase	6.00%	6.00%	5.50%	5.50%
Method used	Projected unit credit	Projected unit credit	Projected unit credit	Projected unit credit

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

(g) The financial assumptions considered for the calculations are as under:-

Discount Rate: The discount rate has been chosen by reference to market yield on government bonds as on date of valuation.

Expected Rate of Return: In case of gratuity, the actual return has been taken.

Salary Increase: On the basis of past data provided by the company

(h) Short term employee's benefits:

	(₹ In lac)	
	Year ended March 31, 2014	Year ended March 31, 2013
(i) Short term leave encashment liability	83.40	83.17
(ii) Contribution to Provident Fund	220.50	180.59

(i) The plan assets are maintained with Life Insurance Corporation of India (LIC). The detail of investments maintained by LIC have not been furnished to the Company. The same have therefore not been disclosed.

42 The related party disclosure as per Accounting Standard – 18 prescribed by the Companies(Accounting Standards) Rules 2006.

a) KEY MANAGEMENT PERSONNEL AND RELATIVES OF KEY MANAGEMENT PERSONNEL

Key Management Personnel : Sh Rajneesh Oswal, Sh. Vishal Oswal, Sh Anil Kumar, Sh Kunal Oswal

Relatives of Key Management Personnel

: Mrs. N.K. Oswal, Mrs. Preeti Oswal, Mrs. Shika Oswal
Mrs. Neera, Ms Namita, Ms Swati

b) ASSOCIATE

Adinath Textiles Limited

c) ENTERPRISES OVER WHICH KEY MANAGEMENT PERSONNEL AND RELATIVE OF SUCH PERSONNEL ARE ABLE TO EXERCISE SIGNIFICANT INFLUENCE OR CONTROL

Achin Investment & Mercantile Company

Shreyans Financial and Capital Services Limited

Punctual Dealers (P) Ltd.

Jagvallah Parasnath Capital Investments Pvt Ltd

Virat Investment & Mercantile Company

Oasis Share Trading Pvt Ltd

Ojasvi Investment & Mercantile Company

Lime Lite Consultants Private Limited

Levina Investment & Mercantile Company

Adeep Investment Company.

Noble Share Trading Pvt Ltd

Sulzer Investment Pvt Ltd

d) The following transaction were carried out with the related parties in the ordinary course of business.

Nature of transactions During the year	Associate		Key Management Personnel (KMP)		Relatives of Key Management Personnel (KMP)		(₹ In lac)	
							Enterprises over which KMP and Relative of such KMP are able to exercise significant influence or control	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Remuneration	---	---	314.05	268.43	20.39	17.75	---	---
Interest Paid	---	---	2.41	2.19	8.68	7.55	---	---
Debts Due	---	3.73	---	---	---	---	---	---
Fixed deposits taken (including Opening Balance)	---	---	53.00	50.84	94.22	85.55	---	---
Fixed deposit repaid	---	---	3.00	---	---	---	---	---
Closing balance of fixed deposit	---	---	50.00	50.84	94.22	85.55	---	---
Loans taken	---	---	---	---	---	---	56.50	---
Loans repaid	---	---	---	---	---	---	---	---
Closing balance of Loans	---	---	---	---	---	---	56.50	---

- (i) No allowance for doubtful debts is required to be made for the year in respect of debt due from related parties if any.
(ii) The related party relationship is as identified by the Company and relied upon by the auditors.

43 The figures in brackets represent deductions.

44 The information required by the paragraph 5 of general instructions for preparation of the Statement of Profit and Loss as per Revised Schedule VI of the Companies Act, 1956

	Current year (₹ In lac)	Previous year (₹ In lac)		
(A) C. I. F. VALUE OF IMPORTS				
Raw Material	2480.02	1563.24		
Components Stores & Spare Parts	48.64	136.02		
Capital Goods	218.14	0.00		
(B) EXPENDITURE IN FOREIGN CURRENCY				
Travelling	82.03	44.73		
Interest	6.98	6.46		
Others	44.45	48.67		
(C) F. O. B. VALUE OF EXPORT	596.41	741.98		
(D) VALUE OF RAW MATERIAL COMPONENTS AND SPARE PARTS CONSUMED				
	Amount ₹ In lac	%age	Amount ₹ In lac	%age
Raw Material:				
Imported	2584.84	13.10	1780.01	10.95
Indigenous	17151.42	86.90	14474.20	89.05
	19737.26	100.00	16254.21	100.00
Components Spare Parts:				
Imported	50.03	4.09	56.39	4.50
Indigenous	1173.59	95.91	1196.03	95.50
	1223.62	100.00	1252.42	100.00

45 Previous year's figures have been regrouped/restated wherever necessary to confirm to its classification of the current year.

As per our report of even date attached
For S.C. VASUDEVA & CO.,
Chartered Accountants
(Regn. No. 000235N)

For and on behalf of the Board of Directors of
Shreyans Industries Limited

(SANJIV MOHAN)
Partner
M.No. 86066

(AMIT ARORA)
DGM F & A

(VIDESHWAR SHARMA)
Company Secretary

(ANIL KUMAR)
Executive
Director & CEO

(VISHAL OSWAL)
Vice Chairman &
Managing Director

(RAJNEESH OSWAL)
Chairman &
Managing Director

PLACE : Ludhiana
DATE : MAY 21, 2014

NOTES

[illegible]

SHREYANS INDUSTRIES LIMITED

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

Tel. No. 0161-2685271-72, Fax - 0161-2685270, CIN- L17115PB1979PLC003994

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

Form No. MGT-11**Proxy form**

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

Name of the member(s):

Registered address:

E-mail Id:

Folio No/ Client Id: DP ID:

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

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

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

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 34th Annual general meeting of the company, to be held on the 13th day of August, 2014 At 11.00 a.m. at registered office of the company at Village: Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana 141 123 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No:

- | | | | |
|---------|---------|---------|----------|
| 1 | 4 | 7 | 10 |
| 2 | 5 | 8 | |
| 3 | 6 | 9 | |

Signed this..... day of 2014

Signature of shareholder

Signature of Proxy holder(s)

Affix Revenue Stamp

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

**SHREYANS INDUSTRIES LIMITED****ATTENDANCE SLIP**

I here by record my presence at the 34th **ANNUAL GENERAL MEETING** of the Company being held on Wednesday, the 13th August, 2014 at 11.00 a.m. at the Registered Office of the Company Village Bholapur, P.O. Sahabana, Chandigarh Road, Ludhiana - 141 123

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

Signature

Folio No

Client ID.

Full Name of Proxy
(IN BLOCK LETTERS)

D. P. ID.

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

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Village Bholapur, P.O. Sahabana,
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