



Sujana Universal Industries Limited

Regd. & Corp. Office :
18, Nagarjuna Hills, Panjagutta,
Hyderabad - 500 082.
CIN : L29309TG1986PLC006714

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E info.suil@sujana.com
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Date: 27th November, 2019

To

The Department of Corporate Services – CRD, BSE Limited, P.J.Towers, Dalal Street, MUMBAI – 400 001. Scrip Code: 517224	National Stock Exchange of India Ltd 5 th Floor, Exchange Plaza, Bandra (E), MUMBAI – 400 051 Scrip Symbol: SUJANAUNI
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Dear Sir/Madam,

**Sub: Notice of 30th Annual General Meeting and Annual Report-2018-19-
Reg**

We wish to inform you that 30th Annual General Meeting ('AGM') of Sujana Universal Industries Limited ('Company') is scheduled to be held on Saturday, 14th day of December, 2019 at Vedika, The Venue, Sri Sai Goverdhan Kunj, 5th Floor, 501/A, Opp: Dominos Pizza, SR Nagar, Hyderabad - 500 038, Telangana at 12.00 Noon.

The notice of 30th AGM and Annual Report of the Company for the financial year 2018-19 are enclosed herewith for your records.

Kindly take the above on your records and oblige.

Thanking you,
Yours faithfully,

For Sujana Universal Industries Limited


G Srinivasa Raju
Managing Director

(A Company under Corporate Insolvency Resolution Process by NCLT order No.
CP(IB)No. 186/9/HDB/2019)

CORPORATE INFORMATION

RAMAKRISHNAN SADASIVAN

: **RESOLUTION PROFESSIONAL**

(IP Registration No.IBBI/IPA-001/IP-P00108/2017-18/10215)

BOARD OF DIRECTORS (Powers suspended on account of CIRP)

Dr. K. Srinivasa Rao - Independent & Non- Executive Director

Shri G.SrinivasaRaju - Managing Director

Shri S.Hanumantha Rao - Whole time- Director

CHIEF FINANCIAL OFFICER : Shri S.Rengaraj

STATUTORY AUDITORS : M/s. J. Singh & Associates
Chartered Accountants, Hyderabad

INTERNAL AUDITORS : Shri M. Balarama Krishnaiah,
Chartered Accountant, Hyderabad

COST AUDITORS : M/s. B V R Associates.
Cost Accountants, Hyderabad,

BANKERS : Bank of Baroda
Bank of India
Central Bank of India
IDBI Bank Limited
Indian Overseas Bank
Oriental Bank of Commerce
UCO Bank

REGISTERED OFFICE & CORPORATE OFFICE : Plot No. 18, Nagarjuna Hills, Panjagutta
Hyderabad-500082, Telangana

WORKS - LEC DIVISION : Plot Nos. 10, 11 & 12, Survey No. 172
- DOMESTIC APPLIANCES Bollaram Village, Jinnaram Mandal,
Medak District, Telangana

- STEEL PRODUCTS DIVISION : Plot No. 128/A, I.D.A. Bollaram,
Jinnaram Mandal, Medak District,

- INFRASTRUCTURE DIVISION : Plot No. 18, Nagarjuna Hills, Panjagutta,
Hyderabad – 500 082

LISTING : **Equity**
BSE Limited (BSE)
Phiroze Jeejeebhoy Towers, Dalal Street,
Mumbai - 400 001

National Stock Exchange of India Ltd (NSE)

Exchange Plaza, Bandra-Kurla Complex
Bandra (E), Mumbai - 400 051.

REGISTRAR & SHARE TRANSFER AGENTS

: M/s Bigshare Services Pvt.Ltd.
306, Right Wing, 3rd Floor,
Amrutha Ville, Opp: Yashoda Hospital,
Raj Bhavan Road, Somajiguda,
Hyderabad - 500 082.
Phone No: 040 – 2337 4967.
Email:bsshyd@bigshareonline.com
Website: www.bigshareonline.com

SUJANA UNIVERSAL INDUSTRIES LIMITED

NOTICE

NOTICE is hereby given that the Thirtieth 30th Annual General Meeting of the members of the Company will be held on Saturday, 14th December, 2019 at 12.00. Noon At Vedika The Venue, Sri Sai Goverdhan Kunj, 5th Floor, Near S R Nagar Police Station, Hyderabad-500038, Telangana to transact the following business:

BACKGROUND:

The members are hereby informed that Corporate Insolvency Resolution Process ('CIRP') has been initiated for the Company under the provisions of Section 9 of the Insolvency and Bankruptcy Code, 2016 ('IBC') by the National Company Law Tribunal vide Order no. CP(IB)No. 186/09/HDB/2019 ('order') with effect from 20.06.2019. Further vide the aforesaid NCLT order and pursuant to Section 17 of the IBC, the powers of the Board of Directors of the Company stood suspended, and such powers are vested with the Interim Resolution Professional, Shri N.Mallikarjuna Setti - (IRP Registration No.IBBI/IPA-001/IP-P01251/2018-2019/11958). Subsequently Shri. Ramakrishnan Sadasivan(IP Registration No.IBBI/IPA-001/IP-P00108/2017-18/10215) was appointed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP') at their meeting held on 24.07.2019. Accordingly, Mr. R.Sadasivan in his capacity as RP took control and custody of the management and operations of the Company from 1st October, 2019. Consequently, all actions that are deemed to be taken by the Board of Directors have been given effect to by the RP during the continuance of the CIRP as per the provisions of the IBC. In view thereof, the 30th Annual General Meeting (AGM) of the Members of the Company is being convened by the RP.

The appointment/re-appointments of the Directors are recommended only for the sole purpose of complying with the applicable provision(s) of the Companies Act, 2013 (as amended) and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Further, pursuant to Section 17 of the IBC, the powers the Board of Directors shall stand suspended during the continuance of the CIRP.

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company (including Audited Consolidated Financial Statements) for the financial year ended March 31st, 2019 and the reports of the Directors and Auditors thereon.
2. To appoint a director in place of Shri S.Hanumantha Rao (DIN: 00118801), Director, who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

3. **To consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:**

"RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 and Companies (Audit and Auditors) Rules, 2014 (including any statutory modifications(s) or re-enactment thereof, for the time being in force), the remuneration up to Rs.25,000/- (Rupees Twenty Five Thousand Only) plus reimbursement of actual expenses, to be paid to M/s. B V R & Associates, (Member Ship No:000453) Cost Auditors of the Company, for the financial year 2019-20, as approved by the Resolution Professional of the Company, be and is hereby ratified.

4. **To consider and if thought fit, to pass, with or without modification(s), the following resolution as Special Resolution:**

"RESOLVED THAT pursuant to the provisions of Section 149, 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and the applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, Dr. K Srinivasa Rao (DIN 02257745), who was appointed as an Independent Director and who holds office as an Independent

Director up to 14 December, 2019, being eligible, be and is hereby re-appointed as an Independent Director of the Company, not liable to retire by rotation and to hold office till next annual general meeting.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds and things as may be deemed proper and expedient to give effect to this Resolution."

For SUJANA UNIVERSAL INDUSTRIES LIMITED

Ramakrishnan Sadasivan

Resolution Professional

(IP Registration No. IBBI/IPA-001/IP-P00108/2017-18/10215)

(A Company under Corporate Insolvency Resolution Process by NCLT order No. CP(IB) No. 186/09/HDB/2019)

PLACE: Hyderabad

DATE: November 14th, 2019

NOTES:

1. The Explanatory Statements pursuant to Section 102(1) of the Companies Act, 2013 with respect to the special businesses set out in the Notice are annexed.
2. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON HIS / HER BEHALF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. Pursuant to the provisions of Section 105 of the Companies Act, 2013, a person can act as a proxy on behalf of not more than fifty (50) members and holding in aggregate not more than ten percent of the total Share Capital of the Company. Members holding more than ten percent of the total Share Capital of the Company may appoint a single person as proxy, who shall not act as a proxy for any other Member. The instrument of Proxy, in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not later than 48 hours before the commencement of the meeting. A Proxy Form is annexed to this Report.
3. Corporate Members intending to send their authorised representatives to attend the

Meeting pursuant to Section 113 of the Companies Act, 2013 are requested to send to the Company, a certified copy of the relevant Board Resolution together with their respective specimen signatures authorising their representative(s) to attend and vote on their behalf at the Meeting.

4. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company, provided that not less than three days of notice in writing is given to the Company.
5. Members/ proxies should bring the duly filled Attendance Slip enclosed herewith to attend the meeting.
6. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote at the Meeting.
7. Relevant documents referred to in the accompanying Notice and in the Explanatory Statements are open for inspection by the Members at the Company's Registered Office on all working days of the Company, during business hours up to the date of the Meeting.
8. The Share Transfer Books and Register of Members of the Company will remain closed on December 9th, 2019 (One day only).
9. The relevant details as required under Regulation 36(3) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Securities and Exchange Board of India Listing Regulations"), of the person seeking re-appointment are also annexed.
10. Shareholders desiring any information as regards the accounts are requested to write to the Company at an early date so as to enable the Management to keep the information ready at the meeting.
11. The registration of share transfers and other related correspondence will be dealt at M/s. Bigshare Services Private Limited of Mumbai, having its branch office at 306, Right Wing, 3rd Floor, Amruta Ville, Opp: Yashoda Hospital, Raj Bhavan Road, Somajiguda, Hyderabad - 500 082.

SUJANA UNIVERSAL INDUSTRIES LIMITED

12. The shareholders / members of the Company, who are having equity shares of the Company in physical form, are advised to get dematerialized of their respective equity shares by way of surrendering their physical share certificates to the Registrar and Share Transfer Agents (RTA) of the Company (i.e., M/s Bigshare Services Pvt. Ltd., Hyderabad) through their respective Depository Participants. The shareholders / members, who are not having demat accounts are requested to open the demat accounts and thereafter approach the RTA for dematerialization of their equity shares.
13. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company's RTA.
14. In accordance with the provisions of Section 72 of the Companies Act, 2013, members are entitled to make nominations in respect of the Equity Shares held by them, in physical form. Members desirous of making nominations may procure the prescribed form from the Registrar & Share Transfer Agent of the Company (i.e., M/s Bigshare Services Pvt. Ltd., Hyderabad).
15. Members who hold shares in physical form in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificates to RTA, for consolidation into a single folio.
16. Pursuant to Section 101 and Section 136 of the Companies Act, 2013 read with relevant Rules issued there under, Companies can serve Annual Reports and other communications through electronic mode to those shareholders who have registered their email address either with the Company or with the Depository. It is a welcome move for the society at large, as this will reduce paper consumption to a great extent and allow shareholders to contribute towards a greener environment. This is a golden opportunity for every shareholder of the Company to contribute to the cause of Green Initiative. Members who have not registered their e-mail address with the Company are requested to register the same by submitting the letter to Companies RTA. The Members holding shares in electronic form are requested to register their e-mail address with their Depository Participants only. The Members of the Company, who have registered their e-mail address, are entitled to receive communications in physical form, upon request.
17. M/s. J. Singh & Associates, Chartered Accountants (Membership No.042023), were appointed as Statutory Auditors of the Company to hold office from the conclusion of 28th Annual General Meeting of the Company held on 29th September, 2017 till the conclusion of the 33rd Annual General Meeting of the Company, subject to ratification by members every year as prescribed under then prevailing provisions of the Companies Act 2013. In view of the changes in provisions of Section 139 of the Companies 2013 ratification of appointment is not proposed.
18. Electronic copy of the Annual Report for 2018-19 (including Notice of the 30th Annual General Meeting of the Company along with Attendance Slip and Proxy Form) is being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes unless any member has requested for hard copy of the same. For members who have not registered their email address, physical copies of the Annual Report for 2018-19 is being sent in the permitted mode.
19. Members holding shares in electronic form are requested to intimate immediately any change in their address or bank mandates with their respective Depository Participants to receive all the communications in electronic mode. Members holding shares in physical form are requested to advise any change in their address or bank mandates immediately to the Company RTA.
20. Members may also note that the Notice of the 30th Annual General Meeting and the Annual Report for 2018-19 will also be available on the Company's website www.sujana.com for their download. The physical copies of the

aforesaid documents will also be available at the Company's Registered Office in Hyderabad for inspection during normal business hours on working days.

21. Members who have not registered their e-mail addresses so far, are requested to register their e-mail address for receiving all communication including Annual Report, Notices, Circulars, etc., from the Company electronically
22. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.
23. Instructions for members for voting electronically are as under:-
 - In compliance with the provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 ("Amended Rules 2015") and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, the Company is pleased to provide members facility to exercise their right to vote on resolutions proposed to be considered at the 30th Annual General Meeting by electronic means and the business may be transacted through e-voting services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the Annual General Meeting ("remote e-voting") will be provided by National Securities Depository Limited (NSDL).
 - The facility for voting through ballot paper shall be made available at the Annual General Meeting and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper.
 - The members who have cast their vote by remote e-voting prior to the Annual General Meeting may also attend the Annual General Meeting but shall not be entitled to cast their vote again.
 - The remote e-voting period commences

on December 10th, 2019 (9:00 A.M.) and ends on December 13th, 2019 (5:00 P.M.). During this period members of the Company, holding shares either in physical form or in dematerialised form, as on the cut-off date of Saturday, December 7th, 2019, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.

- Shri Anand Kumar C Kasat, Practicing Company Secretaries, Hyderabad, has been appointed as the scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
- The Chairman shall at the Annual General Meeting, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of "Ballot Paper" for all those members who are present at the Annual General Meeting but have not cast their votes by availing the remote evoting facility.
- The Scrutinizer shall after the conclusion of voting at the Annual General Meeting, first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses and shall make, not later than 48 (Forty Eight) hours of the conclusion of the Annual General Meeting, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same and declare the result of the voting forthwith.
- The results declared along with the report of the Scrutinizer shall be placed on the website of the Company www.sujana.com and on the website of NSDL immediately after the declaration of result by the Chairman or a person authorised by him in writing. The results shall also be immediately forwarded to the stock exchanges at which the shares of the Company are listed.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

SUJANA UNIVERSAL INDUSTRIES LIMITED

Step 1 : Log-in to NSDL e-Voting system at <https://www.evoting.nsdl.com/>

Step 2 : Cast your vote electronically on NSDL e-Voting system.

Details on Step 1 is mentioned below:

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders' section.
3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.

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

4. Your User ID details are given below :

Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****.
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

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

- a) For Members who hold shares in demat account with NSDL. 8 Character DP ID followed by 8 Digit Client ID
For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
 - b) For Members who hold shares in demat account with CDSL. 16 Digit Beneficiary ID
For example if your Beneficiary ID is 12***** then your user ID is 12*****.
 - c) For Members holding shares in Physical Form. EVEN Number followed by Folio Number registered with the company
For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***
5. Your password details are given below:
 - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
 - c) How to retrieve your 'initial password'?
 - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - (ii) If your email ID is not registered, your 'initial password' is communicated to you on your postal address.
 6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
 - a) Click on "Forgot User Details/Password?"(If

you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.

- b) Physical User Reset Password?" (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
 8. Now, you will have to click on "Login" button.
 9. After you click on the "Login" button, Home page of e-Voting will open.

Details on Step 2 is given below:

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

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
2. After click on Active Voting Cycles, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.
3. Select "EVEN" of company for which you wish to cast your vote.
4. Now you are ready for e-Voting as the Voting page opens.
5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
6. Upon confirmation, the message "Vote cast successfully" will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.

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

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution / Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to abhishek.darak.a@gmail.com <Please mention the e-mail ID of Scrutinizer> with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no. : 1800-222-990 or send a request at evoting@nsdl.co.in.

For SUJANA UNIVERSAL INDUSTRIES LIMITED

Ramakrishnan Sadasivan

Resolution Professional
(IP Registration No. IBBI/IPA-001/IP-
P00108/2017-18/10215)

(A Company under Corporate Insolvency
Resolution Process by NCLT order No. CP(IB)
No. 186/09/HDB/2019)

PLACE: Hyderabad

DATE: November 14th, 2019

SUJANA UNIVERSAL INDUSTRIES LIMITED

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 (1) OF THE COMPANIES ACT, 2013 ("the Act"):

The following statement sets out all material facts relating to the business mentioned in Item No. 3 & 4 of the accompanying Notice:

Item No: 3

Pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Audit & Auditors) Rules, 2014, as amended from time to time, the cost audit records maintained by the Company are required to be audited by a Cost Accountant in Practice who shall be appointed by the Board of Directors on such remuneration as may be determined by the Members of the Company.

In light of Corporate Insolvency Resolution Professional, the Resolution Professional, on 14th August, 2019, has appointed M/s. B V R & Associates, (Member Ship No: 000453) as the Cost Auditor of the Company for the FY 2019-20, at remuneration up to Rs.25,000/- (Rupees Twenty five Thousand Only) plus reimbursement of actual expenses, subject to the ratification by the Members at the Annual General Meeting.

Accordingly, the resolution at Item No. 3 of the Notice is set out as an Ordinary Resolution for ratification by the Members in accordance with Section 148 of the Companies Act, 2013.

None of the Directors, Key Managerial Personnel of the Company and their relatives is in any way concerned or interested, finance ally or otherwise, in the Resolutions at Item No. 3.

The Resolution Professional recommends the Resolution at Item No. 3 for approval of the Members.

Item Nos. 4

Pursuant to the provisions of Section 149, 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 (the 'Act') and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and the applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations') Dr. K Srinivasa Rao (DIN 02257745), was appointed as Independent Director of the Company and he holds office as Independent Director of the Company up to 14 December, 2019. Regulation 17(1A) of the Listing Regulations prescribes that no listed entity shall appoint a person or continue the directorship of any person as a non-executive director who has attained the age of 75 years unless a special resolution is passed to that effect. The Resolution Professional, on the basis of the report of performance evaluation, has recommended the re-appointment of Dr. K Srinivasa Rao, who have attained the age of 75 years, as Independent Director till next annual general meeting for a second term of 1 (One) year on the Board of the Company.

Accordingly, it is proposed to re-appoint Dr. K Srinivasa Rao, as Independent Director of the Company, not liable to retire by rotation and to hold office for a second term of 1 (One) year (i.e. next annual general meeting) on the Board of the Company.

The Resolution Professional recommends the Resolution at Item No. 4 for approval of the Members.

For SUJANA UNIVERSAL INDUSTRIES LIMITED

Ramakrishnan Sadasivan

Resolution Professional

(IP Registration No.IBBI/IPA-001/IP- P00108/2017-18/10215)

(A Company under Corporate Insolvency Resolution Process by

NCLT order No. CP(IB)No. 186/09/HDB/2019)

PLACE: Hyderabad

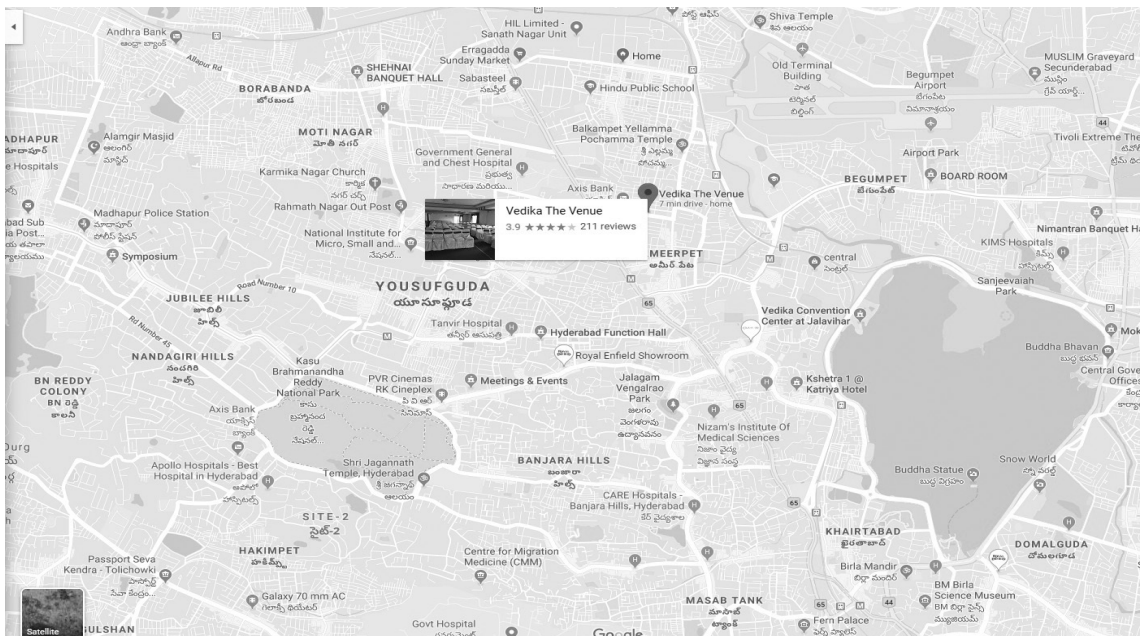
DATE: November 14th, 2019

Details of the Directors seeking appointment/re-appointment in the forthcoming Annual General Meeting

(In pursuance of Regulation 36(3) of the Listing Regulations, 2015)

Name of Director	Shri S. Hanumantha Rao
Director Identification Number	00118801
Date of Birth	18.07.1951
Date of Appointment	19.07.1999
Expertise	He has worked for more than 20 years in State Bank of India and 3 years as Financial and Management Consultant.
Qualifications	AICWA and B.Tech
Directorship held in other public companies (excluding foreign companies)	1. Splendid Metal Products Limited 2. Sujana Holding Limited 3. Sujana Towers Limited 4. Sujana Projects Limited 5. Sujana Energy Limited 6. Sujana Power (India) Limited
Membership/Chairmanship of Committees of other public companies (includes only Audit Committees and Shareholders' Grievances Committee) C=Chairman, M=Member	Audit Committee: 1. Splendid Metal Products Limited(M). 2. Neueon Towers Limited(M). Shareholders' Grievances Committee: 1. Neueon Towers Limited(M &C)
Shareholdings in the Company	7 (Trustee for odd lot shares)
Relationship between directors inter-se	Nil

Route Map to the AGM Venue : Vedika The Venue, Sri Sai Goverdhan Kunj, 5th Floor, Near S R Nagar Police Station, Hyderabad - 500038, Telangana



SUJANA UNIVERSAL INDUSTRIES LIMITED

DIRECTORS' REPORT

To

The Members of Sujana Universal Industries Limited,

(A Company under Corporate Insolvency Resolution Process by NCLT order No. CP(IB)No. 186/09/HDB/2019).

Your Directors and the Resolutional Professional (Herein after referred to as "The Directors" for the sake of brevity) have pleasure in presenting their Report and the Audited Financial Statements of your Company for the year ended 31st March, 2019.

Company's Performance

Your Directors hereby report that the Company has achieved a turnover of Rs. 236.32 lakhs upto 31.03.2019 as against the turnover of Rs. 5534.72 lakhs during the previous financial year ended 31.03.2018.

Rs. in Lakhs

Particulars	2018-2019	2017-2018
Revenue: Revenue from Operations	236.32	5534.72
Other Income	40.28	217.43
Total Income	276.60	5752.15
Expenses: Cost of Materials Consumed	-	37.76
Purchase of Stock-in-Trade	-	4404.01
Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	887.45	454.04
Employee Benefit Expenses	111.10	251.89
Finance Costs	2730.16	55.60
Depreciation and Amortization Expenses	1006.10	1817.31
Other Expenses	68453.30	8296.74
Total Expenses	73188.11	15317.35
Profit Before Tax	(72911.51)	(9656.20)
Current Tax	-	-
Differed Tax	96.52	949.20
Profit for the year	(73008.03)	(10514.40)
Balance of Profit	(99393.05)	(23712.90)

Operations & Overall Performance:

During the year under review, your Company reported total income of Rs. 276.60- Lakhs as against Rs. 5752.15 lakhs of previous year. Your company incurred loss before tax of Rs. 73008.03 lakhs as against loss of Rs. 10514.40 lakhs in the previous year. After making a provision of Rs. 2730.16 Lakhs towards interest and Rs. 1006.10 Lakhs towards depreciation, the current financial year closed with a net loss of Rs. 73008.03 Lakhs as against net loss of Rs. 10514.40 Lakhs last year.

Dividend:

In view of the losses, your Company does not recommend any dividend for the year under review.

Material Changes and Commitments:

There is no material change and commitment has occurred, affecting the financial position of the Company, between the end of the financial year of the Company i.e. 31st March, 2019 and the date of this report.

Deposits

Your Company has not accepted Deposits from Public or Members under Chapter V of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014 for the year under review.

Related Party Transactions

All contracts/arrangements/transactions entered by the Company during the financial year with related parties were in ordinary course of business and on arm's length basis. During the year, the Company had not entered into any contract/arrangement/transaction with related parties which could be considered material under Regulation 23 of Listing Regulation. Accordingly, the disclosure of Related Party Transactions as required under Section 134(3)(h) of the Companies Act, 2013 in Form AOC - 2 is not applicable. The Policy on materiality of related party transactions and dealing with related party transactions as approved by the Board is also posted in the Investors section of the Company's website www.sujana.com. Your Directors draw attention of the members to Note No. 2.28 to the financial statements which sets out related party disclosures.

Prior omnibus approval is obtained on an annual basis for the transactions with related parties which are of a foreseeable and repetitive nature. The transactions entered into pursuant to the omnibus approval so granted and a statement giving details of all transactions with related parties are placed before the Audit Committee and Board of Directors for their review on a periodic basis. None of the Directors, other than to the extent of their shareholding, receipt of remuneration / commission, has any pecuniary relationships or transactions vis-à-vis the Company.

Corporate Social Responsibility

Corporate Social Responsibility Policy framed in consonance with Section 135 of the Companies Act, 2013 read with the rules framed there under duly indicating the activities to be undertaken by the Company as specified in the Schedule VII of the Companies Act, 2013. The Corporate Social Responsibility Policy is posted in the Investors section of the Company's website. The Company is not falling under any of the applicability criteria's of CSR as mentioned under the provisions of Section 135 of the Companies Act, 2013 as amended by the Companies Amendment Act, 2019. Reporting as required under the aforesaid Section, for the FY 2018-19 as Annexure - I and forms part of this report.

Directors' Responsibility Statement:

Directors' Responsibility Statement as required under the provisions of Section 134(3)(c) of the Companies Act, 2013, is given in the Annexure - II attached hereto and forms part of this Report.

Auditors:

(a) Statutory Auditors

M/s. J. Singh & Associates, Chartered Accountants (FRN No. 110266W), are the Statutory Auditors of the Company and they hold the office till the conclusion of the 33rd Annual General Meeting of the Company in the year 2022.

Notes to the accounts as referred in the Auditor's Report are self-explanatory.

During the year under review, the Auditors of the Company have not reported any fraud as specified under Section 143 (12) of the Companies Act, 2013 to the Audit Committee.

Statutory Auditors' Qualification / Comment /Explanations on the Company's Standalone/Consolidated Financial Statements

- a) The Company has defaulted in repayment of dues to Banks/Financial Institutions and all loans outstanding were classified as NPA's by the banks. Provision for interest (excluding penal interest) amounting to Rs. 55.67 Cr. and Rs.213.40 Cr for the quarter ended 31st March 2019 and Year ended on such date respectively on its Working Capital Loan and Term Loan has not been made in the books by the Company, as those Loan Accounts were classified as NPA by the Lending Banks and Financial Institutions. The loss of the Company has been understated by Rs.55.67 Cr for the quarter ended 31st March 2019 and Rs. 213.40 Cr for the year ended on such date in view of non-provision of Interest amount.

As on 31.3.2019, the outstanding secured loans stand at Rs. 1123.20 cr., and the Company is pursuing with the lenders a viable restructuring package. As almost all the Banks/Financial Institutions, the lenders have classified our loan accounts as NPA's and in view of the Company's efforts with the lenders for settlement of dues in the form of OTS/Resolution of debts by takeover by strategic investors, the Company has not provided in the books of account unpaid interest amounting to Rs.213.40 cr., for the current financial year 2018-19.

- b. In absence of technical and costing evaluation of current and noncurrent assets, impact of impairments, if any, on their economic value, we can't comment on the realizable value of same.

The amounts in current assets and non current assets advance paid for services etc., and in the opinion of the management, they are good and recoverable in cash or in kind. Hence, provision has not been made.

- c. The Trade receivables could not be verified as the confirmation of balances have not been received. The Company has made a provision for bad and doubtful debts for trade receivables amounting to Rs.409.18 Cr during the Year ended 31st March 2019. The realizability of remaining trade receivables amounting to Rs.579.63 Cr is in doubt and the company has not made any provision for Bad and Doubtful Debts in respect of this trade receivables.

The Company has sent letters to the debtors requesting for confirmation of balance as on 31.03.2019. The Company is following up with the Debtors for the confirmations. The company has made provision for bad and doubtful debts to the extent of Rs.409.18 crore and is confident of realizing the balance amount of Rs.579.63 crore. Hence provision has not been made for the amount.

- d. Loans and advances of Rs. 44.16 Cr has been given to various sub-contractors, suppliers and other parties are old advances. Having regard to the age of this advances, in our opinion, this are doubtful of recovery. The company is yet to assess the change in risk of default and resultant expected credit allowance on such Loan and advances. Had the aforesaid Loans and advances has been provided for impairment, loss of the company for the quarter ended 31st March 2019 and year ended on such date would have been higher by Rs. 44.16 Cr .

The amount of Rs.44.16 Cr., has been paid as advance for supply of goods/ services and in the opinion of the

SUJANA UNIVERSAL INDUSTRIES LIMITED

management, they are good and recoverable in cash or in kind. Hence, provision has not been made.

- e. The Company's Net worth has been eroded on account of losses incurred by the company during the year ended 31st March 2019 and previous financial year and the net worth of the company is negative. The Current Liabilities of the company exceeded the current assets of the company as at 31st March 2019 by Rs.754.64 Cr. It would cast doubt on the Company's ability to continue as a going concern basis.

The company has been making efforts for settlement of the dues of banks/ Financial Institutions in the form of OTS/ Resolution of debts through takeover by strategic investors. The company expects its net worth to become positive in the process and hence can continue as a going concern.

Note No. f in Independent consolidated audit report

- f. Except Sun Trading Net worth of the companies in the Group has been eroded on account of losses incurred during current financial year ended 31st March 2019 and previous financial year and the net worth of the company is negative. It would cast doubt on the Company's ability to continue as a going concern basis

Due to adverse conditions in the international market for steel and allied products and other problems, the subsidiaries incurred losses and their Net Worth has been eroded. It may be observed from the net worth of all the subsidiaries excepting Sun Trading Ltd has been eroded fully. Since the company management was of the opinion that the impairment of valuation of the subsidiaries excepting Sun Trading Ltd was permanent, a provision for impairment to the extent of Rs.174.97 crore (book value of investment in subsidiaries excepting Sun Trading Ltd) was made in books.

(b) Cost Auditors:

M/s. B V R Associates & Co, Cost Accountants, have been appointed as the Cost Auditor of the Company for financial year 2019-20 pursuant to provisions of Section 148 and other applicable provisions of the Companies Act 2013. As required by Section 148 of the Companies Act, 2013, necessary resolution has been included in the notice convening the Annual General Meeting seeking ratification by the members to the remuneration proposed to be paid to the cost auditors for the financial year ending 31st March, 2020.

The Company is in process of filing the Cost Audit Report, for the financial year 2018-19 with the Central Government.

(c) Secretarial Audit

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and rules framed there under, the Resolution Professional has appointed Anand Kumar C Kasat, Practicing Company Secretaries, Mem. No. 42078, CP. No. 17420 to undertake the secretarial audit of the Company. The secretarial audit report issued by Anand Kumar C Kasat, Practicing Company Secretary for the financial year ending 31st March, 2019 is given in the Annexure-III-A attached hereto and forms part of this Report. There are no qualifications, reservations or adverse remarks made by the secretarial auditor and the observation made is self explanatory and requires no further explanation from the Board.

(d) Secretarial Compliance Report

Pursuant to Regulation 24A of SEBI (Listing Obligations and Disclosure Requirement) Regulations 2015 the Company has obtained annual Secretarial Compliance Report for the financial year ended 31st March, 2019. The report has been annexed herewith as "Annexure - III-B".

(e) The Company could not appoint Company Secretary under Section 203 of Companies Act, 2013 reading Rule 8A of Companies (Appointment and Remuneration of Key Managerial Personnel) Rules, 2014 in spite of its efforts and the Company is taking further steps to comply with the provisions for appointment of Company Secretary.

Since the appointment of Company Secretary could not be made, the Company could not file Form INC 22A and consequently, the Company has been classified as Non Compliant Company by the Ministry of Corporate Affairs.

Share Capital

The paid up equity share capital as on 31st March, 2019 was Rs. 168841072. During the year 2018-19, there was no change in the share capital of the Company.

The Company has not issued any share with differential voting rights nor has granted any stock options or sweat equity as on 31st March, 2019. None of the Directors of the Company hold instruments convertible into equity shares of the Company.

Extract of Annual Return:

Pursuant to the provisions of Section 92 of the Companies Act, 2013 and rules framed there under, the extract of the Annual Return in form MGT-9 is annexed herewith as Annexure-IV and forms part of this Report.

Particulars of Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo:

Particulars with respect to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo as required

under Section 134 of the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014 are given in the Annexure -V attached hereto and forms part of this Report.

Meetings:

During the year under review 5 (Five) board meetings were held on May 30th, 2018, August 14th, 2018, August 29th, 2018, November 14th, 2018 and February 14th, 2019. The maximum time gap between any two consecutive meetings was within the period prescribed under the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

Directors:

Pursuant to the provisions of Section 152 of the Companies Act, 2013 and in accordance with the Articles of Association of the Company, Shri. S.Hanumantha Rao(DIN: 00118801), Director of the Company will retire by rotation at the ensuing Annual General Meeting and, being eligible, offers himself for re-appointment.

The Resolutions proposing their re-appointment/appointments as Directors will be placed before the Shareholders for their approval at the ensuing Annual General Meeting of the Company.

Dr.V.Malakonda Reddy (DIN: 00839850) Independent Director of the Company has resigned due to personal reasons from the directorship of the Company w.e.f May 30th, 2018. The Board places on record its deep appreciation for the valuable services rendered by him during his association as a Director and Independent Director of the Company.

Ms. G.Uma Devi (DIN: 07958472) Independent Director of the Company has resigned due to her full time employment in a private organization w.e.f: May 29th, 2019. Ms. G.Uma Devi has communicated and confirmed that there are no material reasons other than those provided above. The Board places on record its deep appreciation for the valuable services rendered by her during her association as a Director and Independent Director of the Company.

Shri Venkatakrishnan (08067933), Nominee Director of the Company has resigned due to withdrawal of nomination by the IDBI Bank Limited with effect from September 18th, 2018. The Board places on record its deep appreciation for the valuable services rendered by him during his association as a Director and Independent Director of the Company.

The Company has received declarations from all the Independent Directors of the Company confirming that they continue to meet with the criteria of independence as prescribed under sub-section (6) of Section 149 of the Companies Act, 2013 and under Regulation 16(1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

None of the Directors of your Company is disqualified under Section 164 (2) of the Companies Act, 2013. As required by law, this position is also reflected in the Auditors' Report.

The following persons are Key Managerial Personnel of the Company:

Shri G Srinivasa Raju : Managing Director

Shri S Hanumantha rao : Whole time Director

Shri S Rengaraj : Chief Financial Officer

For Directors seeking appointment/re-appointment in the forthcoming Annual General Meeting of the Company; the particulars as required to be disclosed in accordance with Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, are attached and forms part of this Report.

Board Evaluation:

The Board of Directors evaluated the annual performance of the Board as a whole, its committee's and the directors individually in accordance with the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 in the following manner:

- Structured evaluation forms, after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance, for evaluation of the performance of the Board, its Committee's and each director were circulated to all the members of the Board along with the Agenda Papers.
- The members of the Board were requested to evaluate by filling the evaluation forms and the duly filled in evaluation forms were required to be sent to the Company Secretary in a sealed envelope or personally submitted to the Chairman at the concerned meeting.
- The Board also provided an individual feedback to the concerned director on areas of improvement, if any.

A separate meeting of Independent Directors was held on 30th March, 2019 to evaluate the performance of the Chairman, the Non Independent Directors, the Board and flow of information from management.

Particulars of Employees:

The information required pursuant to the provision of Section 197 read with Rule, 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company, are set out in Annexure-VI of this Report.

SUJANA UNIVERSAL INDUSTRIES LIMITED

Management Discussion and Analysis Report:

Management Discussion and Analysis, forming part of this report as required under Regulation 34(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 is attached hereto as Annexure- VII and forms part of this Report.

Corporate Governance:

Your Company is committed to principles of good Corporate Governance. The Board of Directors ensures that your Company is in compliance with all the applicable regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 pertaining to Corporate Governance. A detailed report on Corporate Governance is attached as Annexure-VIII and forms part of this report. Certificate from the Practicing Company Secretary confirming the compliance with the conditions of Corporate Governance as stipulated under Regulation 34(3) read with Schedule V of SEBI(Listing Obligations and Disclosure Requirements) Regulations 2015 is attached to this report.

Subsidiaries :

Details of the subsidiaries are given below :

Your Company has the following Wholly Owned Subsidiaries:

PAC Ventures Pte Ltd, Singapore was set up in the year 2007 with a view to expand the Company's business of general wholesale trade(including general imports and exports) in the overseas markets and the Company has achieved revenue of Rs. Nil during the year

Sujana Holdings Ltd, Dubai was set up in the year 2006 for carrying on the business of investments and trading and its revenue during the year is nil. Further, Sujana Holdings has expanded its operations in Sharjah UAE by forming a subsidiary namely Empire Gulf FZE, Sharjah, UAE.

Nuance Holdings Ltd, Hong Kong was set up in the year 2006 for carrying on the business of investments and trading and its revenue during the year was Rs. Nil.

Nuance Holdings Ltd has expanded its operations by forming a subsidiary namely Selene Holdings Ltd, Mauritius.

Sun Trading Ltd, Cayman Islands was set up in the year 2008 for carrying on the business of general wholesale trade which includes general imports and exports and its consolidated revenue was Rs. Nil. Sun Trading Ltd has a subsidiary namely Sun global Trading Pte. Ltd, Singapore.

Hestia Holdings Ltd, Mauritius has become subsidiary of the Company w.e.f. 27th December 2010, with the object of carrying on the business of general trade which includes general imports and exports.

A separate statement containing the salient features of the Financial Statement for the financial year ended 31st March, 2019 of the aforesaid subsidiary companies are included in the Annual Report as Form AOC-1 as an 'Annexure -IX'. The Financial statements of the said Subsidiaries Companies are available for inspection by the Shareholders at the Registered office of your Company. Your Company undertakes that the Financial statements of the Subsidiaries Companies shall be made available to the Shareholders of the Company on demand.

Consolidated Financial Statements:

The consolidated financial statements of your Company for the financial year 2018-19, are prepared in compliance with applicable provisions of the Companies Act, 2013, Accounting Standards and Listing Regulations as prescribed by the Securities and Exchange Board of India (SEBI).

The consolidated financial statements have been prepared on the basis of audited financial statements of the Company and its subsidiaries.

Audit Committee:

Your Company has constituted an Audit Committee as per the requirements of Section 177 of the Companies Act, 2013. The details of the composition of the Audit Committee as required under the provisions of Section 177(8) of the Companies Act, 2013, is given in the Corporate Governance Report furnished as part of the Annual Report. During the year under review, the Board has accepted all the recommendations of the Audit Committee.

Internal Control Systems and their adequacy:

Your Company has an effective Internal Control System to prevent fraud and misuse of Company's resources and protect shareholders' interest. Your Company has an independent Internal Audit Department to monitor and review and focus on the compliances of various business processes. The internal audit report alongwith audit findings and tracking of process improvements & compliances is presented for review to the Audit Committee of Board of Directors.

The Board of Directors of the Company have adopted various policies like Related Party Transactions Policy, Whistle Blower Policy, Corporate Social Responsibility Policy, Risk Management Policy, Dissemination of Material Events Policy, Documents Preservation Policy, Monitoring and Reporting of Trading by Insiders, Code of Internal Procedures and Conduct for Regulating, Code of Practices and Procedures for Fair Disclosures and such other procedures for ensuring the orderly and efficient conduct of its business for safeguarding of its assets, the accuracy and completeness of the accounting records and the timely preparation of reliable financial information

Vigil Mechanism:

The Board of Directors, on recommendation of the Audit Committee, established a vigil mechanism by framing a Whistle Blower Policy to deal with instance of fraud and mismanagement, if any. The Vigil Mechanism framework ensures that strict confidentiality is maintained whilst dealing with concerns and also that no discrimination shall be meted out to any person for a genuinely raised

concern. The designated officer/ Audit Committee Chairman can be directly contacted to report any suspected or confirmed incident of fraud/misconduct.

Remuneration Policy:

The Board of Directors, on recommendation of the Nomination and Remuneration Committee framed a Nomination and Remuneration policy for selection, appointment and remuneration of Directors, KMP and Senior Management and matters covered u/s 178(3) of the Companies Act 2013. The details of the same are provided in the Corporate Governance Report.

The Policy is also posted in the Investors section of the Company's website www.sujana.com.

Particulars of Loans, Guarantees or Investments:

Particulars of Loans, Guarantees and Investments as required under the provisions of Section 186 of the Companies Act, 2013 are provided in the notes to the Financial Statements.

Risk Management :

The Risk Management programme at The Company is focused on ensuring that risks are known and addressed. The Board of Directors, on recommendation of the Audit Committee, established a robust Risk Management framework by framing a Risk Management Policy to deal with all risks including possible instances of fraud and mismanagement, if any. The Risk Management Policy details the Company's objectives and principles of Risk Management along with an overview of the Risk Management process, procedures and related roles and responsibilities.

The Board is of the opinion that there are no elements of risks that may threaten the existence of the Company. The board periodically tracks the progress of implementation of the Risk Management policy

Industrial Relations:

Your directors are happy to report that the Industrial Relations have been extremely cordial at all levels throughout the year.

Sexual Harassment Policy:

The Company as required under the provisions of "The Sexual Harassment of Women at Workplace (Prohibition, Prevention and Redressal) Act, 2013" has framed a Policy on Prohibition, Prevention and Redressal of Sexual Harassment of Women at Workplace and matters connected therewith or incidental thereto.

In the year under review, the Company has not received any complaint under the said Policy.

Environment and Social Obligation:

The Company's plants comply with all norms set up for clean and better environment by the competent authorities. The Company undertakes regular checks / inspections including certification for the maintenance of the environment. The Company values environmental protection and safety as the major considerations in its functioning. The Company has adequate effluent Treatment Plants to prevent pollution. The Company is continuously endeavoring to improve the health and quality of life in the communities surrounding its industrial complexes.

Human Resource Management:

The Company believes that Human Resource is its most valuable resource, which has to be nurtured well and equipped to meet the challenges posed by the dynamics of Business Developments. The Company has a policy of continuous training of its employees both in-house. The staff is highly motivated due to good work culture, training, remuneration packages and the values, which the company maintains. Your Directors would like to place on record their deep appreciation of all employees for rendering quality services and to every constituent of the Company be its customers, shareholders, regulatory agencies or creditors. Industrial relations have remained harmonious throughout the year.

Insurance:

All the properties and insurable assets of the Company, including Building, Plant and Machinery, stocks etc., wherever necessary and to the extent required, have been adequately covered.

Quality:

Your Company accorded high priority to quality, safety, training, development, health and environment. The Company endeavours to ensure continuous compliance and improvements in this regard

Appreciations:

The Management take this opportunity to express their deep sense of gratitude to the Central, State Government and Local Authorities, Financial Institutions, Banks, Customers, Dealers, Vendors and all the stakeholders for their continued cooperation and support to your Company.

The Management wishes to express its appreciation to all the employees of the Company for their outstanding contribution to the successful operations of the Company.

Management specially thank to the shareholders for their continued confidence and faith in the Company.

For SUJANA UNIVERSAL INDUSTRIES LIMITED

Ramakrishnan Sadasivan

Resolution Professional

(IP Registration No. IBBI/PA-001/IP-P00108/2017-18/10215)

(A Company under Corporate Insolvency Resolution Process by
NCLT order No. CP(IB)No. 186/09/HDB/2019)

PLACE: Hyderabad

DATE: November 14th, 2019

SUJANA UNIVERSAL INDUSTRIES LIMITED

Annexure IX FORM AOC-1

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

Statement containing salient features of the financial statement of subsidiaries / associate companies / joint ventures

Part "A" : Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs. In lakhs)

1. Sl.No.	1	2	3	4	5
2. Nme of the Subsidiary	Sun Trading Ltd	Pac Ventures Pte. Ltd	Nuance Holdings Ltd	Sujana Holdings Ltd	Hestia Holdings Ltd
3. Reporting period for the subsidiary concerned, if different from the holding company's reporting period	"01.04.2018 to 31.03.2019"	"01.04.2018 to 31.03.2019"	"01.04.2018 to 31.03.2019"	"01.04.2018 to 31.03.2019"	"01.01.2018 to 31.12.2018"
4. Reporting currency and Exchange	69.28	69.28	69.28	69.28	69.28
5. Share Capital	9,976.51	6,814.95	44.41	18,910.93	0.07
6. Reserves & Surplus	2,390.06	(7,131.91)	(4,424.47)	(20,100.80)	(4,797.74)
7. Total Assets	12,696.55	4,354.79	24,368.15	53,480.61	10,988.21
8. Total Liabilities	329.97	4,671.75	28,748.21	54,670.48	15,785.88
9. Investments	-	-	-	-	-
10. Turnover	-	11,289.45	-	-	-
11. Profit before taxation	(4,016.59)	(8,300.54)	(737.33)	(22,241.13)	-
12. Provision for taxation	-	-	-	-	-
13. Profit after taxation	(4,016.59)	(8,300.54)	(737.33)	(22,241.13)	-
14. Proposed Dividend	-	-	-	-	-
15. % of shareholding	100	100	100	100	100

Part "B": Associates and Joint Ventures

Statement pursuant to section 129(3) of the Companies Act, 2013 related to Associate Companies and Joint Venture

NOT APPLICABLE

For SUJANA UNIVERSAL INDUSTRIES LIMITED

Ramakrishnan Sadasivan

Resolution Professional

(IP Registration No.IBBI/IPA-001/IP-P00108/2017-18/10215)

(A Company under Corporate Insolvency Resolution Process by NCLT order No. CP(IB)No. 186/09/HDB/2019)

PLACE: Hyderabad

DATE: November 14th, 2019

Annexure I

Annual Report on Corporate Social Responsibility (CSR) activities

1. **A brief outline of the Company's CSR policy, including overview of projects or programmes proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programmes:**
The Board of Directors, on recommendation of the Corporate Social Responsibility (CSR) Committee framed a Corporate Social Responsibility Policy which is posted in the Investors section of the Company's website www.sujana.com. the Company proposes to take up the CSR activity by making donations to "Sujana Foundation" which is a registered non government organization to take up projects or programmes under one or more of the activities as prescribed under Schedule VII of the Companies Act, 2013, as amended from time to time.
2. **Composition of the CSR Committee:**
 - a. S. Hanumantha Rao (Executive Director)
 - b. G. Srinivasa Raju (Managing Director)
 - c. Dr. K. Srinivasa Rao (Independent Director)
3. **Average net profit of the Company for last three financial years:** Rs. (9462.35) lakhs
4. **Prescribed CSR Expenditure (two percent of the amount as in item 3 above):** Nil
5. **The Company is required to spend :** Nil
6. **Details of CSR spent during the financial year:**
 - a. Total amount spent for the financial year: Nil
 - b. Amount unspent, if any: Nil
 - c. Manner in which the amount spent during the financial year is detailed below: NA
7. **Reasons for not spending two percent of the average net profit of the last three financial years on CSR :** Not Applicable.
8. **The CSR Committee Confirms that the implementation and monitoring of the CSR Policy is in compliance with the CSR objectives and policy of the Company.**

For SUJANA UNIVERSAL INDUSTRIES LIMITED

Ramakrishnan Sadasivan - Resolution Professional

(IP Registration No. IBBI/IPA-001/IP-P00108/2017-18/10215)

PLACE: Hyderabad

DATE: November 14th , 2019

(A Company under Corporate Insolvency Resolution Process by
NCLT order No. CP(IB)No. 186/09/HDB/2019)

Annexure II

Directors' Responsibility Statement

Pursuant to the requirement of Section 134(3)(c) of the Companies Act, 2013, and on the basis of compliance certificate received from the executives of the Company and subject to disclosures in the Annual Accounts, as also on the basis of the discussion with the Statutory Auditors of the Company from time to time, and to the best of their knowledge and information furnished, the Board of Directors states:

- I. That in preparation of the annual accounts, all the applicable Accounting Standards have been followed along with proper explanation relating to material departures, if any.
- II. That the Directors have adopted such accounting policies, as selected in consultation with Statutory Auditors, and applied them consistently and made judgements 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, 2019 and of the loss of the Company for the financial year ended 31st March, 2019.
- III. That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- IV. That the Annual Accounts have been prepared on a going concern basis.
- V. Those proper internal financial controls were in place and that the financial controls were adequate and were operating effectively.
- VI. Proper systems are devised to ensure compliance with the provisions of all applicable laws and that systems were adequate and operating effectively.

For SUJANA UNIVERSAL INDUSTRIES LIMITED

Ramakrishnan Sadasivan - Resolution Professional

(IP Registration No. IBBI/IPA-001/IP-P00108/2017-18/10215)

PLACE: Hyderabad

DATE: November 14th, 2019

(A Company under Corporate Insolvency Resolution Process by
NCLT order No. CP(IB)No. 186/09/HDB/2019)

SUJANA UNIVERSAL INDUSTRIES LIMITED

Annexure IIIA Form No. MR-3 SECRETARIAL AUDIT REPORT

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

To,

The Members **M/s. Sujana Universal Industries Limited**

18, Nagarjuna Hills, Punjagutta, Hyderabad – 500 082.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s Sujana Universal Industries Limited (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the Financial Year ended on 31st March, 2019 (i.e 1st April, 2018 to 31st March, 2019) generally complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2019 according to the provisions of:
 - a. The Companies Act, 2013 (the Act) and the rules made thereunder;
 - b. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
 - c. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
 - d. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
 - e. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 1. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 2. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 3. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
2. Provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') were not applicable to the Company under the financial year under report:-
 - a. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - b. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
 - c. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - d. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
3. We have also examined compliance with the applicable clauses/regulations of the following:
 - (i) Secretarial Standards issued by The Institute of Company Secretaries of India (ICSI)
 - (ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Uniform Listing Agreements entered into with BSE Limited and National Stock Exchange of India Limited;

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

The Company has not complied with regulation 31 SEBI (LODR) Regulations, 2015 with respect to submission of Shareholding pattern for the Quarter ended 31.03.2018 within the prescribed time period. However, the Company has submitted the shareholding pattern for the said period on 18.05.2018.

Further, Company has not complied with regulation 19(1)/(2) of SEBI (LODR) Regulations with respect to adequate constitution of Nomination and Remuneration Committee for the Quarter ended 30.09.2018. The Company is in the process of identifying the Independent Director to

re-constitute the Nomination and Remuneration Committee.

The Company could not appoint Company Secretary under Section 203 of Companies Act, 2013 read with Rule 8A of Companies (Appointment and Remuneration of Key Managerial Personnel) Rules, 2014 in spite of its efforts and the Company is taking further steps to comply with the provisions for appointment of Company Secretary. Since the appointment of Company Secretary could not be made, the Company could not file Form INC 22A and consequently, the Company has been classified as Non Compliant Company by the Ministry of Corporate Affairs.

The two Company Petitions i.e. C.P. 174/2013 and C.P. 169/2014 u/s 433 of the Companies Act, 1956 filed by Standard Bank (Mauritius) Limited (SBML) (in connection with the corporate guarantee furnished by the Company on behalf of its step down subsidiary Selene Holdings Limited, Mauritius) and Mauritius Commercial Limited (MCB) (in connection with the corporate guarantee furnished by the Company on behalf of its subsidiary Hestia Holdings Limited, Mauritius) respectively were admitted by the Hon'ble High Court of Judicature at Hyderabad for the State of Telangana and Andhra Pradesh. The Company has preferred appeal OSA 13 of 2015 against the said admission of C.P.174 of 2013. In OSA 13 of 2015, the Hon'ble High Court on 28.08.2016 has dismissed as infructuous. C.P No.169 of 2014 and C.P.174 of 2013 are still pending for disposal. Dues payable to Mauritius Commercial Limited (MCB) have been paid off and the withdrawal petition filed by Mauritius Commercial Limited (MCB) is under process. The Company is also exploring the process of settlement with the Standard Bank (Mauritius) Limited (SBML). We have not examined compliance by the Company with applicable financial laws, like direct and indirect tax laws, since the same have been subject to review by statutory financial audit and other.

We further report that

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

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

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

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

Place: Hyderabad

Date: August 31st, 2019

Anand Kumar C Kasat

Practicing Company Secretary

M.No. 42078, C.P. No. 17420

Note: This Report is to be read with our letter of even date which is annexed as Annexure and forms part of this report.

ANNEXURE

To,

The Members of **M/s. Sujana Universal Industries Limited**

18, Nagarjuna Hills, Punjagutta, Hyderabad – 500 082.

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

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

Place: Hyderabad

Date: August 31st, 2019

Anand Kumar C Kasat

Practicing Company Secretary

M.No. 42078, C.P. No. 17420

SUJANA UNIVERSAL INDUSTRIES LIMITED

ANNEXURE -IIIB

Secretarial Compliance Report under Regulation 24A of SEBI (LODR) Regulations, 2015 of Sujana Universal Industries Limited for the year ended March 31, 2019.

I, Anand Kumar C Kasat, Practising Company Secretary have examined:

- (a) all the documents and records made available to us and explanation provided by Sujana Universal Industries [CIN: L29309TG1986PLC006714] ("the listed entity"),
 - (b) the filings/ submissions made by the listed entity to the stock exchanges,
 - (c) website of the listed entity,
 - (d) any other document/ filing, as may be relevant, which has been relied upon to make this certification;
- for the year ended March 31, 2019 ("Review Period") in respect of compliance with the provisions of :
- (a) the Securities and Exchange Board of India Act, 1992 ("SEBI Act") and the Regulations, circulars, guidelines issued thereunder; and
 - (b) the Securities Contracts (Regulation) Act, 1956 ("SCRA"), rules made thereunder and the Regulations, circulars, guidelines issued thereunder by the Securities and Exchange Board of India ("SEBI");

The specific Regulations, whose provisions and the circulars/ guidelines issued thereunder, have been examined, include:-

- (a) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- (b) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 - not applicable during the period under review;
- (c) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (d) Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 - not applicable during the period under review;
- (e) Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 not applicable during the period under review;
- (f) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 not applicable during the period under review;
- (g) Securities and Exchange Board of India (Issue and Listing of Non-Convertible and Redeemable Preference Shares) Regulations, 2013 not applicable during the period under review;
- (h) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 not applicable during the period under review;

The listed entity has complied with the provisions of the above Regulations and circulars/ guidelines issued thereunder, except in respect of matters specified below:-

Sr. No.	Compliance requirement (Regulations/ circulars/ guidelines including specific clause	Deviations	Observations/ remarks of the Practicing Company Secretary, if any.
1	Regulation 31 SEBI (LODR) Regulation's	Company received non-compliance letters from Stock Exchanges on non-submission of Shareholding pattern for the Quarter ended 31.03.2018 within the prescribed time period under LODR Regulations.	Company submitted the shareholding pattern for the quarter ended 31.03.2018 on 18.05.2018.
2	Regulation 19(1)/(2) of SEBI (LODR) Regulations	Company received non-compliance letters from Stock Exchanges on constitution of Nomination and Remuneration Committee for the Quarter ended 30.09.2018 as prescribed under LODR Regulations.	Company is in the process of identifying the Independent Director to re-constitute the Nomination and Remuneration Committee.

3	Regulation 6(1) of SEBI (LODR) Regulations.	Company received non-compliance letters from Stock Exchanges on non-appointment of Compliance Officer for the Quarter ended 31.12.2018 as prescribed under LODR Regulations.	Company is taking necessary steps to comply with the provisions for appointment of Company Secretary.
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The listed entity has maintained proper records under the provisions of the above Regulations and circulars/ guidelines issued thereunder insofar as it appears from our examination of those records.

The following are the details of actions taken against the listed entity/ its promoters/ directors/ material subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operating Procedures issued by SEBI through various circulars) under the aforesaid Acts/ Regulations and circulars/ guidelines issued thereunder:

Sr. No	Action taken by	Details of violation	Details of action taken E.g. fines, warning letter, debarment, etc.	Observations/ remarks of the Practicing Company Secretary, if any.
1	BSE & NSE	Regulation 31 SEBI (LODR) Regulations	Non-Compliance letter on non-submission of Shareholding pattern for the Quarter ended 31.03.2018 within the prescribed time period under LODR Regulations.	Company submitted the shareholding pattern for the quarter ended 31.03.2018 on 18.05.2018 and also submitted reply to the Stock Exchange on 25.05.2018.
2	BSE & NSE	Regulation 19(1)/(2) of SEBI (LODR) Regulations	Non-Compliance Letter on constitution of Nomination and Remuneration Committee for the Quarter ended 30.09.2018 as prescribed under LODR Regulations.	Company is in the process of identifying the Independent Director to re-constitute the Nomination and Remuneration Committee and also submitted reply to the Stock Exchange on 20.10.2018.
3	BSE & NSE	Regulation 6(1) of SEBI (LODR) Regulations.	Company received non-compliance letters from Stock Exchanges on non-appointment of Compliance Officer for the Quarter ended 31.12.2018 as prescribed under LODR Regulations.	Company is taking necessary steps to comply with the provisions for appointment of Company Secretary.

- (b) The listed entity has maintained proper records under the provisions of the above Regulations and circulars/ guidelines issued thereunder insofar as it appears from our examination of those records.
- (c) The following are the details of actions taken against the listed entity/ its promoters/ directors/ material subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operating Procedures issued by SEBI through various circulars) under the aforesaid Acts/ Regulations and circulars/ guidelines issued thereunder:
- (d) The listed entity has taken the following actions to comply with the observations made in previous reports:

Sr. No.	Observations of the Practicing Company Secretary in the previous reports	Observations made in the secretarial compliance report for the year ended... (The years are to be mentioned)	Actions taken by the listed entity, if any	Comments of the Practicing Company Secretary on the actions taken by the listed entity
Not Applicable				

Place: Hyderabad
Date: May 29th, 2019

Anand Kumar C Kasat
Practicing Company Secretary
M.No. 42078, C.P. No. 17420

SUJANA UNIVERSAL INDUSTRIES LIMITED

Annexure IV

EXTRACT OF ANNUAL RETURN

as on the financial year ended 31.03.2018

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

FORM No. MGT – 9

I. REGISTRATION AND OTHER DETAILS:

CIN	L29309TG1986PLC006714
Registration Date	22/08/1986
Name of the Company	SUJANA UNIVERSAL INDUSTRIES LIMITED
Category/Sub-Category of the Company	Company having Share Capital
Address of the Registered office and contact details	Plot No.18, Municipal No. 8-2-248/1/7/18, East Wing, Third Floor, Nagarjuna Hills, Punjagutta Hyderabad- 500082.
Whether listed company	Yes
Name, Address and Contact details of Registrar and Transfer Agent, if any	M/s. Bigshare Services Private Limited 306, Right Wing, 3rd Floor, Amrutha Ville, Opp: Yashoda Hospital, Raj Bhavan Road, Somajiguda, Hyderabad - 500 082, Phone No. 040-2337 4967

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

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

Sl. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Iron & Steel Products	241	99.95%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

Sl. No.	Name and Address of the Company	CIN/GIN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	Pac Ventures Pte. Ltd 10 Anson Road, # 06-22, International Plaza, Singapore 079903.	200618483C	Subsidiary	100%	2(87)(ii)
2	Nuance Holding Ltd 1206, Prosperity Millennia Plaza, 663 Kings Road, North Point, Hong Kong	1094806	Subsidiary	100%	2(87)(ii)
3	Sujana Holding Ltd LOB 15, Off.No.117, PO Box: 17870 Jebel Ali Free Zone, Dubai, United Arab Emirates	OF2935	Subsidiary	100%	2(87)(ii)
4	Sun Trading Ltd Office of the Maples Corporate Services Ltd. PO Box 309, Ugland House, Grand Cayman, KY 1-1104	MC-214473	Subsidiary	100%	2(87)(ii)
5	Hestia Holdings Ltd 7th Floor, Wing A, Cyber Tower 1, Ebene Cyber City, Ebene, Mauritius	083738, C2/GBL	Subsidiary	100%	2(87)(ii)

IV. SHARE HOLDING PATTERN (Equity share capital breakup as percentage of total equity)**(i) Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2018]				No. of Shares held at the end of the year [As on 31-March-2019]				% Change during the year
	Demat	Phys-ical	Total	% of Total Shares	Demat	Phys-ical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	-	-	-	-	-	-	-	0.00%	0.00%
b) Central Govt	-	-	-	-	-	-	-	0.00%	0.00%
c) State Govt(s)	-	-	-	-	-	-	-	0.00%	0.00%
d) Bodies Corp.	44,898,335	-	44,898,335	26.59%	44,898,335	-	44,898,335	26.59%	0.00%
e) Banks / FI	-	-	-	0.00%	-	-	-	0.00%	0.00%
f) Any other	-	-	-	0.00%	-	-	-	0.00%	0.00%
Sub Total (A) (1)	44,898,335	-	44,898,335	26.59%	44,898,335	-	44,898,335	26.59%	0.00%
(2) Foreign									
a) NRI Individuals	-	-	-	0.00%	-	-	-	0.00%	0.00%
b) Other Individuals	-	-	-	0.00%	-	-	-	0.00%	0.00%
c) Bodies Corp.	-	-	-	0.00%	-	-	-	0.00%	0.00%
d) Any other	-	-	-	0.00%	-	-	-	0.00%	0.00%
Sub Total (A) (2)	-	-	-	0.00%	-	-	-	0.00%	0.00%
TOTAL (A)	44,898,335	-	44,898,335	26.59%	44,898,335	-	44,898,335	26.59%	0.00%
B. Public Shareholding									
1. Institutions									
a) Mutual Funds		1,800	1,800	0.00%		1,800	1,800	0.00%	0.00%
b) Banks / FI	-	100	100	0.00%	-	100	100	0.00%	0.00%
c) Central Govt	-	-	-	0.00%	-	-	-	0.00%	0.00%
d) State Govt(s)	-	-	-	0.00%	-	-	-	0.00%	0.00%
e) Venture Capital Funds	-	-	-	0.00%	-	-	-	0.00%	0.00%
f) Insurance Companies	-	-	-	0.00%	-	-	-	0.00%	0.00%
g) FIIs	-	-	-	0.00%	-	-	-	0.00%	0.00%
h) Foreign Venture Capital Funds	-	-	-	0.00%	-	-	-	0.00%	0.00%
i) Others (specify)	-	-	-	0.00%	-	-	-	0.00%	0.00%
Sub-total (B)(1):-	-	1,900	1,900	0.00%	-	1,900	1,900	0.00%	0.00%
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	5648583	99,600	5,748,183	3.40%	4434262	99,600	4,533,862	2.69%	
ii) Overseas			-	0.00%			-	0.00%	0.00%
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 2 lakh	39399759	1,361,686	40,761,445	24.14%	38355333	1,327,386	39,682,719	23.50%	
ii) Individual shareholders holding nominal share capital in excess of Rs 2 lakh	72633613		72,633,613	43.02%	75498651	23,900	75,522,551	44.73%	

SUJANA UNIVERSAL INDUSTRIES LIMITED

c) Others (specify)(NBFC Regd with RBI)	0	0	-	0.00%	105000	0	105,000	0.00%	0.00%
Non Resident Indians	3976145	0	3,976,145	2.35%	3612849	0	3,612,849	2.14%	-0.22%
Overseas Corporate Bodies	-	-	-	0.00%	-	-	-	0.00%	0.00%
Foreign Nationals	0	0	-	0.00%	0	0	-	0.00%	0.00%
Clearing Members	821451	0	821,451	0.49%	483856	0	483,856	0.29%	-0.20%
Trusts	0		-	0.00%	0		-	0.00%	0.00%
Foreign Bodies - D R			-	0.00%			-	0.00%	0.00%
Sub-total (B)(2):-	1,461,286		123,940,837	73.41%	1,461,286		123,940,837	73.41%	0.00%
Total Public (B)	1,463,186		123,942,737	73.41%	1,463,186		123,942,737	73.41%	0.00%
C. Shares held by Custodian for GDRs & ADRs	-	-			-	-			
Grand Total (A+B+C)	1,463,186	1,463,186	168,841,072	100.00%	1,463,186	1,428,886	168,841,072	100.00%	

(ii) Shareholding of Promoter

S No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Sujana Finance & Trading (P) Limited	44,898,335	26.59%	0.0%	44,898,335	0.00%	26.59%	0.00%
	Total	44,898,335	26.59%	0.00%	44,898,335	0.00%	26.59%	0.00%

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

S. No.	Particulars	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
	At the beginning of the year	01.04.2019		44,898,335	26.59%		
	Changes during the year	Nil		-			
	At the end of the year	31.03.2019		-		44,898,335	26.59%

(iv) Shareholding Pattern of top ten Shareholders

(Other than Directors, Promoters and Holders of GDRs and ADRs):

S. No.	For each of the Top 10 shareholders	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	% of total shares
				No. of shares	% of total shares	No. of shares	
1	ASHISH CHOUDHARY						
	At the beginning of the year	01.04.2018		1,500,000	0.89%		
	Changes during the year	Nil				-	
	At the end of the year	31/03/2019				1,500,000	0.89%
2	KARTHIKEYAN						
	At the beginning of the year	01.04.2018		1,460,340	0.86%		
	Changes during the year	Nil					
	At the end of the year	31/03/2019				1,460,340	
3	NEIL JEROME DSILVA						
	At the beginning of the year	01.04.2018		1,153,579	0.68%		
	Changes during the year	Nil					

	At the end of the year	31/03/2019				1,153,579	0.68%
4	VALLABH B. MORADIA						
	At the beginning of the year	01.04.2018		1,011,461	0.60%		
	Changes during the year	Nil					
	At the end of the year	31/03/2019				1,011,461	0.60%
5	SHARWAN SINGH GULERIA						
	At the beginning of the year	01.04.2018		970,940	0.58%		
	Changes during the year	Nil					
	At the end of the year	31/03/2019				970,940	0.58%
6	LOKESH JAIN						
	At the beginning of the year	01.04.2018		828,709	0.49%		
	Changes during the year	Nil					
	At the end of the year	31/03/2019				828,709	0.49%
7	KANWAL JIT KAUR GUJRAL						
	At the beginning of the year	01.04.2018		804,725	0.48%		
	Changes during the year	Nil					
	At the end of the year	31/03/2019				804,725	0.48%
8	LIZETA GOMES						
	At the beginning of the year	01.04.2018		800,000	0.47%		
	Changes during the year	Nil					
	At the end of the year	31/03/2018				800,000	0.47%
9	MANISHA MOHNOT						
	At the beginning of the year	01.04.2018		786,000	0.47%		
	Changes during the year	Nil					
	At the end of the year	31/03/2018				786,000	0.47%
10	IL AND FS TRUST CO LTD						
	At the beginning of the year	01.04.2018		729,350	0.43%		
	Changes during the year	Nil				-	
	At the end of the year	31/03/2018				729,350	0.43%

(v) Shareholding of Directors and Key Managerial Personnel:

S. No.	Shareholding of each Directors and each Key Managerial Personnel	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	G.Srinivasa Raju-Managing Director						
	At the beginning of the year	01.04.2018		-	0.00%		
	Changes during the year	Nil					
	At the end of the year	31.03.2019		-			0.00%
2	S.Hanumantha Rao-Director						
	At the beginning of the year	01.04.2018		-	0.00%	-	0.00%
	Changes during the year	Nil					
	At the end of the year	31.03.2019				-	0.00%
3	Dr.K.Srinivasa Rao-Independent Director						
	At the beginning of the year	01.04.2018		Nil	0.00%	Nil	0.00%
	Changes during the year	Nil					
	At the end of the year	31.03.2019			0.00%	Nil	0.00%
4	S Rengaraj						
	At the beginning of the year	01.04.2018		Nil	0.00%	Nil	0.00%
	Changes during the year	Nil					
	At the end of the year	31.03.2019				Nil	0.00%

SUJANA UNIVERSAL INDUSTRIES LIMITED

vi) INDEBTEDNESS

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

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtness
Indebtedness at the beginning of the financial year				
i) Principal Amount	202,189.71	33,089.12	-	235,278.83
ii) Interest due but not paid	26,061.52	-	-	26,061.52
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	228,251.23	33,089.12	-	261,340.35
Change in Indebtedness during the financial year				
*Addition	3,373.59	2,521.90	-	5,895.48
*Reduction		21,778.85	-	21,778.85
Net Change	3,373.59	(19,256.96)	-	(15,883.37)
Indebtedness at the end of the financial year				
i) Principal Amount	200,157.71	13,832.16	-	213,989.87
ii) Interest due but not paid	31,467.11	-	-	31,467.11
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	231,624.82	13,832.16	-	245,456.98

B. Remuneration to other Directors:

Amount in Rs.

Sl.No.	Particulars	Sitting Fee
	I - Independent Directors	
1	Dr. K Srinivasa Rao	90,000
2	Ms. G.Uma Devi	90,000
	Total (1)	180,000

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES

	Type	Section of the Companies Act	Brief Descri- ption	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A	COMPANY	None				
	Penalty					
	Punishment					
	Compounding					
B	DIRECTORS	None				
	Penalty					
	Punishment					
	Compounding					
C	OTHER OFFICERS IN DEFAULT	None				
	Penalty					
	Punishment					
	Compounding					

Annexure - V

Statement of particulars of the conservation of energy, technology absorption, foreign exchange earnings and outgo as per Rule 8 of Companies (Accounts) Rules, 2014

A) Conservation of energy

- ❖ The company continues to work to strengthen its energy conservation efforts by implementing energy saving strategies from time to time.
- ❖ Fuel and electricity consumption in different stages of production process were monitored regularly and suitable corrective actions were taken wherever possible.
- ❖ Conventional lighting system was replaced by energy efficient lighting system at all places wherever possible.
- ❖ The capital investment on energy conservation equipments during the year Nil.

B) Technology absorption

1	Efforts made towards technology absorption.	:	Not Applicable
2	The benefits derived like product improvement, cost reduction, product development or import substitution	:	Not Applicable
3	In case of imported technology (imported during the last three years reckoned from the beginning of the financial year	:	Not Applicable
	a) Technology imported		
	b) Year of import		
	c) Whether the technology been fully absorbed		
	d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof		

C) Foreign exchange earnings and Outgo:

Rs. in lakhs

Foreign exchange earnings and Outgo		2018-19	2017-18
a.	Foreign exchange earnings	-	32,417.45
b.	CIF value of imports	-	32,353.46

For SUJANA UNIVERSAL INDUSTRIES LIMITED

Ramakrishnan Sadasivan

Resolution Professional

(IP Registration No. IBBI/PA-001/IP-P00108/2017-18/10215)

(A Company under Corporate Insolvency Resolution Process by

NCLT order No. CP(IB)No. 186/09/HDB/2019)

PLACE: Hyderabad

DATE: November 14th , 2019

Annexure VI

**Details pertaining to remuneration as required u/s 197(12) of The Companies Act, 2013
read with rule 5 of The Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014**

- The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2018-19, percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary in the financial year 2018-19.

S. No.	Name of KMP (Designation)	Remuneration for FY 2018-19 (Rs. in lacs)	Ratio of remuneration to the median remuneration of the employees	% increase in remuneration in the FY 2017-18
01	Mr. G Srinivasa Raju (Managing Director)	18.00	35.22	Nil
02	Mr. S Hanumantha Rao (Whole Time Director)	17.25	33.75	Nil
03	Mr. S. Rengaraj (Chief Financial Officer)	15.86	31.03	Nil

Notes:

- None of the other directors expect above disclosed draws any remuneration in the Company.
 - The median remuneration of employees of the Company during the financial year 2018-19 was Rs.0.9951 lacs against the median remuneration of Rs. 2.13 lacs of the previous year.
 - The number of permanent employees on the rolls of Company as on 31st March 2019 is 10.
- The relationship between average increase in remuneration and company performance:
The average increase in remuneration during the financial year 2018-19 is Nil. The total employees cost for the financial year ended 31st March, 2019 is Rs. 111.10 lakhs against Rs. 251.89 lakhs for the financial year ended 31st March 2018. The total net revenue of the company for financial year ended 31st March 2019 is Rs. 236.32 lakhs as against Rs. 5534.72 lakhs for the financial year ended 31st March 2018. The total employees cost as a percentage of net total revenue was 47.0125% (last year 4.551%). The performance was under pressure due to the challenges faced during the financial year.
 - Comparison of Remuneration of the Key Managerial Personnel(s) against the performance of the Company.

Rs. in lakhs

Particulars	2018-19	2017-18
Aggregate Remuneration of KMP in Financial Year	51.11	34.28
Revenue	236.32	5534.72
Remuneration of KMP (as % of revenue)	21.63	0.62

- Variations in the market capitalisation of the Company, price earnings ratio as at the closing date of the current financial year and previous financial year and percentage increase over decrease in the market quotations of the shares of the Company in comparison to the rate at which the company came out with the last public offer:

Sl. No.	Description	Rs. in lakhs
1	Market Capitalisation	
	Mcap at 31st March 2019	472.75
	Mcap at 31st March 2018	1114.35
	Variation in Mcap in FY 2019 (%)	(57.57%)

2	Price Earnings Ratio (PE Ratio) – (Mkt Price / EPS)	
	PE at 31st March 2019	NA
	PE at 31st March 2018	NA
	Variation in PE in FY 2019 (%)	NA
3	% Increase/Decrease from last Public Offer	
	FPO price per share (Rights issue to the existing shareholders on 15.01.1993)	Rs. 17.50
	Market price as at 31 March, 2019	Rs. 0.28
	% decrease from last FPO	98.4%

Note: Since that EPS is negative for the FY ended 31st March 2019/2018 is negative, PE at 31st March 2019/2018 is Not Applicable ("NA")

5. Average percentage increase made in the salaries of employees other than the managerial personnel in the last financial year:

Not applicable since there was no increase in salaries as compared to the previous year.

6. Comparison of the each remuneration of the KMP against the performance of the Company.

Rs. in lakhs

Sl. No	Particulars of Remuneration	KMP		
		Mr. G Srinivasa Raju Managing Director	Mr. S Hanumantha Rao Executive Director	Mr. S. Rengaraj Chief Financial Officer
1	Remuneration in FY 2019	18.00	17.25	15.86
2	Revenue in FY 2019	236.32		
3	Remuneration as % of revenue	7.62	7.30	6.71

7. The key parameters for any variable component of remuneration availed by the directors.

The remuneration to the Managing Director ("MD") and the Executive Director are a fixed pay reflecting short and long-term performance objective of the company, its goals, for attracting and retaining the best talent.

Remuneration to Independent and Non-executive Directors involve sitting fees for attending meetings of the Board/Committees and commission based on the attendance and contribution towards governance practices and discharging fiduciary duties

8. The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year:

Not applicable, since no employees of the Company receives remuneration in excess of the highest paid director i.e., MD and there are no employees falling under rule 5(2).

Remuneration is as per the Remuneration Policy of the Company.

For SUJANA UNIVERSAL INDUSTRIES LIMITED

Ramakrishnan Sadasivan

Resolution Professional

(IP Registration No. IBBI/PA-001/IP-P00108/2017-18/10215)

(A Company under Corporate Insolvency Resolution Process by

NCLT order No. CP(IB)No. 186/09/HDB/2019)

PLACE: Hyderabad

DATE: November 14th, 2019

Annexure VII

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Pursuant to Regulation 34 read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 your directors wish to report as follows:

CAUTIONARY STATEMENT

Statements made in this report describing the Company's objectives, projections, estimates and expectations may be "forward-looking statements" within the meaning of applicable securities laws and regulations. Actual results may differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting demand/supply and price conditions in the domestic and overseas markets in which the Company operates; changes in the Government regulations; tax laws and other statutes and incidental factors.

INDUSTRY STRUCTURE AND DEVELOPMENTS

Introduction

India was the world's second-largest steel producer@ with production standing at 106.5 MT in 2018. The growth in the Indian steel sector has been driven by domestic availability of raw materials such as iron ore and cost-effective labour. Consequently, the steel sector has been a major contributor to India's manufacturing output. The Indian steel industry is very modern with state-of-the-art steel mills. It has always strived for continuous modernisation and up-gradation of older plants and higher energy efficiency levels. Indian steel industries are classified into three categories such as major producers, main producers and secondary producers.

MARKET SIZE

India's finished steel consumption grew at a CAGR of 5.69 per cent during FY08-FY18 to reach 90.68 MT. India's crude steel and finished steel production increased to 103.13 MT and 104.98 MT in 2017-18, respectively. In 2017-18, the country's finished steel exports increased 17 per cent year-on-year to 9.62 million tonnes (MT), as compared to 8.24 MT in 2016-17. Exports and imports of finished steel stood at 0.72 MT and 1.12 MT, respectively, in FY20P(up to May).

Government Initiatives

Some of the other recent government initiatives in this sector are as follows:

- An export duty of 30 per cent has been levied on iron ore^ (lumps and fines) to ensure supply to domestic steel industry.
- Government of India's focus on infrastructure and restarting road projects is aiding the boost in demand for steel. Also, further likely acceleration in rural economy and infrastructure is expected to lead to growth in demand for steel.
- The Union Cabinet, Government of India has approved the National Steel Policy (NSP) 2017, as it seeks to create a globally competitive steel industry in India. NSP 2017 envisages 300 million tonnes (MT) steel-making capacity and 160 kgs per capita steel consumption by 2030-31.
- The Ministry of Steel is facilitating setting up of an industry driven Steel Research and Technology Mission of India (SRTMI) in association with the public and private sector steel companies to spearhead research and development activities in the iron and steel industry at an initial corpus of Rs 200 crore (US\$ 30 million).
- The Government of India raised import duty on most steel items twice, each time by 2.5 per cent and imposed measures including anti-dumping and safeguard duties on iron and steel items.

ROAD AHEAD

The National Steel Policy, 2017, has envisaged 300 million tonnes of production capacity by 2030-31. In 2018, steel consumption of the country is expected to grow 5.7 per cent year-on-year to 92.1 MT*. Further, India is expected to surpass USA to become the world's second largest steel consumer in 2019*. Huge scope for growth is offered by India's comparatively low per capita steel consumption and the expected rise in consumption due to increased infrastructure construction and the thriving automobile and railways sectors.

Exchange Rate Used: INR 1 = US\$ 0.0144 as on March 30, 2019.

RISKS AND CONCERNS

Your Company is actively, albeit cautiously, looking for growth opportunities and new markets for its products. The Company is exposed to a number of market risks arising from its normal business activities. These risks include changes in raw material prices caused due to market fluctuations and imposition of various government duties – as in the recent times, foreign currency exchange rate, interest rate which may adversely impact the Company's financial assets, liabilities and/or future cash flows. The Company continues to mitigate these risks by careful planning of optimum sales mix, active treasury management, product diversification, innovation and penetration in different markets, both domestic and international. Further cost saving measures

across all segments of the Company, would help in improving the margins in an otherwise difficult market.

OPPORTUNITIES AND THREATS

A diversified product portfolio and considerably wide geographical reach, both domestic and international, have helped the Company to significantly de-risk its business and meet the risks with suitable precaution. The Company is focused on enhancing value added products. Improvement in safety performance is of utmost priority, for which the Company has constantly been initiating measures to avert accidents.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has in place adequate internal control systems and procedures commensurate with the size and nature of business. Depending on the changing requirements the internal audit department is strengthened. The Company has implemented corporate governance requirement and the audit committee periodically reviews the systems and procedures of the Company.

These procedures are designed to ensure that:

- All assets and resources are acquired economically, used efficiently and are adequately protected;
- Significant financial, managerial and operating information is accurate, reliable and is provided timely; and
- All internal policies and statutory guidelines are complied with.

The effectiveness of internal control is continuously monitored by the Audit Committee of the Company. The Company has an Audit Committee which regularly reviews the reports submitted. The Audit Committee observations are acted upon by the Management. The Company has implemented the corporate governance requirements and the Audit Committee periodically reviews the systems and procedures of the Company.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE:

The operating performance of the Company has been discussed in Directors Report under the head 'Financial Highlights' & 'Operations and Overall Performance' in the current period.

STATUTORY COMPLIANCE

Your Company gives priority to comply all of the statutory requirements in time and the management regularly discusses the same with all of the departmental heads. The compliance officer, timely ensures compliance of the provisions of the Companies Act, 2013, SEBI Regulations and provisions of Listing Agreements. Compliance Certificates are obtained from various units of the Company and the Board is informed of the same at every Board Meeting.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES:

The development of human resources is a key strategic challenge in order to prepare people for future responsibilities in terms of professional skills as well as business skills. Your Company has conducted training programmes to its employees enabling them to improve / upgrade their skills.

Silent Revolution continues unabated: Creating tomorrow's leaders through identification and nurture of potential talent. Company has taken numerous initiatives for leadership development.

LEGAL PROCEEDINGS

The Company is a defendant in legal proceedings related to its business and operations and these legal proceedings are pending at different levels of adjudication before various courts and tribunals in different jurisdictions. The proceedings may be decided adversely against the Company, or that any new developments may arise, such as a change in Indian law or rulings against the Company by appellate courts or tribunals. This could require the Company to make provisions in its financial statements, which could have a material adverse effect on its financial position and on the Company's business. The Company understands this and has strategically deployed legal resources across geographies to mitigate the risk.

CORPORATE SOCIAL RESPONSIBILITY

Sujana Foundation, the CSR arm of the Sujana Group was established in 2007 to serve the society and community in the sectors of Agriculture, Education, Management, Healthcare, Rural Development, Rural Entrepreneurship and Poverty alleviation. Sujana Group has integrated the real mechanisms of CSR Accountability, Sustainability, Transparency and Responsibility into its core business strategy. Over the years Sujana is sharing its success and resources with those less privileged in society through Community involvement.

For SUJANA UNIVERSAL INDUSTRIES LIMITED

Ramakrishnan Sadasivan

Resolution Professional

(IP Registration No.IBBI/IPA-001/IP-P00108/2017-18/10215)

(A Company under Corporate Insolvency Resolution Process by

NCLT order No. CP(IB)No. 186/09/HDB/2019)

PLACE: Hyderabad

DATE: November 14th, 2019

Annexure VIII

REPORT ON CORPORATE GOVERNANCE

(Pursuant to Regulation 34 (3) and Schedule V (C) of the Securities and Exchange Board of India
(Listing Obligations and Disclosure Requirements) Regulations, 2015)

I. Brief statement on Company's Philosophy on Code of Governance:

The philosophy of the Company in relation to the Corporate Governance is to ensure timely disclosures and shareholder value without compromising in any way on compliance with the extant laws and regulations. The Company believes that good governance brings sustained corporate growth and long-term benefits for the stakeholders.

In line with this philosophy, Sujana Universal Industries Limited is following timely disclosure practices. The Company, as a continuous process, strengthens the quality of disclosures, on the Board composition and its functioning, and level of compliance.

Your Company confirms the compliance of Corporate Governance as contained in Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, the details of which are given below:

II. Board of Directors:

During the year under review the Company is under the control of Board of Directors, However Corporate Insolvency Resolution Process ('CIRP') has been initiated for the Company under the provisions of Section 9 of the Insolvency and Bankruptcy Code, 2016 ('IBC') by the National Company Law Tribunal vide Order no. CP(IB)No. 186/09/HDB/2019 ('order') with effect from 20.06.2019 (uploaded on website on 16.04.2019). Further, vide the aforesaid NCLT order and pursuant to Section 17 of the IBC, the powers of the Board of Directors of the Company stood suspended, and such powers are vested with the Interim Resolution Professional, Shri N.Mallikarjuna Setti- (IRP Registration No.IBBI/ IPA-001/IP-P01251/2018-2019/11958). Subsequently Shri. Ramakrishnan Sadasivan(IP Registration No.IBBI/PA-001/IP-P00108/2017-18/10215) was appointed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP') at their meeting held on 24.07.2019. Accordingly, Mr.R.Sadasivan in his capacity as RP took control and custody of the management and operations of the Company from 1st October, 2019.

a. Composition of Board of Directors:

The strength of Board of Directors prior to commencement of CIRP was 4 (Four) Directors. Your Company maintains an optimum combination of Executive and Non-Executive Independent Directors with at least Woman Director as on March 31, 2019, the Board consists of 4 Directors with considerable experience in their respective fields. The Company has a Non-Executive Chairman and 2 Independent Directors (Including Woman Director), one (1) Managing Director, Two (2) Non-Executive Directors and One (1) is Whole Time Director.. Accordingly, the composition of the Board is in conformity with Regulation 17(1) of the Listing Regulations:

b. Details of the Directorship / Committee Chairmanship and Memberships held by the Directors as on 31st March, 2019 in other Companies and attendance record of them at the Board Meeting for the financial year 2018-19 and at the last AGM:

S. No.	Name of the Director	Category of Directorship	Attendance at		¹ Number of Other Directorships	Chairperson of the Board	² Board Committee	
			Board Meetings	Last AGM			Director is a member	Director is a Chairperson
1	Dr. K.Srinivasa Rao	Independent	5	Yes	1	1	1	1
2	Shri G. Srinivasa Raju	Managing Director	5	Yes	14	-	-	-
3	Shri S. Hanumantha Rao	Whole Time Director	5	Yes	8	-	3	-
4	³ Ms. G. Uma Devi	Independent	5	No	2	-	-	-

Notes:

1. Including private limited Companies.
2. Only Audit and Shareholders' Grievances Committees considered.
3. Resignation of Ms. G.Uma Devi, Independent & Non-Executive Director of the Company w.e.f: May 29th, 2019.

(c) Name of Listed Entities where the Directors are holding Directorship other than Sujana Universal industries Limited as on 31.03.2019:

S.No.	Name of the Directors	Name of the Listed Entity	Category
1	Dr.K.Srinivasa Rao	Splendid Metal Products Limited	Independent
2	Shri G. Srinivasa Raju	1.Splendid Metal Products Limited	Non-Executive Director
		2.Neueon Towers Limited	Executive Director
3	Shri S. Hanumantha Rao	1.Splendid Metal Products Limited	Non-Executive Director
		2.Neueon Towers Limited	Non-Executive Director
4	Ms. G .Uma Devi	1.Splendid Metal Products Limited	Independent
		2.Neueon Towers Limited	Independent

(d) Meetings:

The Board of Directors of the Company met five times during the Financial Year 2018-19 on following dates and the gap between two meetings did not exceed four months.

1). 30.05.2018, 2). 14.08.2018, 3).29.08.2018, 4).14.11.2018, 5).14.02.2019

(e) Disclosure of relationships between Directors:

No Director is related to any other Director on the Board in terms of the definition of "relative" as defined in Section 2(77) of the Companies Act, 2013.

(f) Number of Shares and Convertible Instruments held by Non- Executive Directors:

Statement showing number of Equity Shares held by the Non-Executive Directors as on March 31, 2019:

Name of the Director	Designation	No. of Shares held
Dr.K.Srinivasa Rao	Independent Director	Nil
Ms. G Uma Devi	Independent Director	Nil

(g) Disclosure for Independent Directors:

All Independent Directors meet with the criteria of independence as prescribed under Sub-Section (6) of Section 149 of the Companies Act, 2013 and under Regulation 16 (1) (b) of the Listing Regulations. During the year under review, a separate Meeting of Independent Directors was held on March 30th, 2019 and all the Independent Directors were present in that Meeting.

SUJANA UNIVERSAL INDUSTRIES LIMITED

(h) Familiarization programme for Independent Directors:

The Company has held familiarization programme for the Independent Directors by way of presentations by business heads of the Company from time to time and deliberations held on major developments in legal and regulatory areas, particularly regarding Companies Act, 2013 and Regulation 25(7) of SEBI LODR Regulations.

(i) List of core skills/expertise/competencies identified by the Board of Directors as required in the context of its business and sector to function effectively and those actually available with the Board:

The Company's Board comprises qualified members who bring in required skills, competence and expertise which allow them to make effective contribution to the Board and its Committees. The Board members are committed to ensure that the Company is in compliance with the highest standards of corporate governance.

The below summarizes the list of core skills/ expertise/ competencies identified by the Board of Directors for conducting effectively business of the Company.

i) Industry knowledge ii) Financial literacy Expertise iii) Leadership acumen iv) Strategic expertise v) Legal and Compliance vi) Risk Management vii) Human Development viii) General Management.

(j) None of the Independent Directors has any pecuniary relationship or transactions with the Company which in the judgment of the Board may affect the independent of the director except receiving sitting fee for attending Board/Committee meetings.

(k) Ms. G.Uma Devi, who served as an Independent Director, has resigned from the Board of the Company w.e.f. 29.05.2019 due to her full time employment in a private organisation.

Ms. G.Uma Devi has communicated and confirmed that there are no material reasons other than those provided above.

3. BOARD COMMITTEES

In addition to functional Committees, your Board has constituted the following Committees as stipulated under the Listing Regulations, 2015.

3.1 Audit Committee

(a) Brief Description of Terms of Reference:

The Audit Committee of the Company is constituted in line with the provisions of Regulation 18 of the Listing Regulations, 2015 read with Section 177 of the Companies Act, 2013. The terms of reference, role and powers of the Audit Committee are as mentioned in Regulation 18(3) of the Listing Regulations, 2015 read with Section 177 of the Companies Act, 2013 and includes overseeing of the Company's financial reporting process, reviewing with the management of the financial statements and the adequacy of the internal audit function, internal control and to discuss significant internal audit findings, statutory compliance and issues related to risk management and compliances.

(b) Composition:

As on 31st March, 2019, the Audit Committee comprises of three Directors (3), out of which Two (2) are independent and non-executive directors and one (1) Non-Executive Director. The Members possess adequate knowledge of Accounts, Audit, Finance, etc. The composition of the Committee and the attendance of each member at the Committee Meetings during the Financial Year ended 31st March, 2019, are as given below:

Sl. No.	Name of the Director	Category	Attendance of the Audit Committee Meetings held on			
			30.05.2018	14.08.2018	14.11.2018	14.02.2019
1.	Dr. K.Srinivasa Rao	Independent Director (Chairman)	Yes	Yes	Yes	Yes
2.	Shri S. Hanumantha Rao	Non-Executive Director (Member)	Yes	Yes	Yes	Yes
3	Ms. G.Uma Devi*	Independent Director (Member)	Yes	Yes	Yes	Yes

*Resignation of Ms. G.Uma Devi, Independent & Non-Executive Director of the Company w.e.f: May 29th, 2019.

The requisite quorum was present at all the Meetings. Chairman of the Audit Committee, Dr.K.Srinivasa Rao was present at the last Annual General Meeting held on 29th September, 2018.

Audit Committee meetings are attended by the Chief Financial Officer, Representatives of Statutory Auditors, representatives of Cost Auditors and Representatives of Internal Auditors. The Company Secretary acts as the Secretary of the Audit Committee.

3.2. Nomination and Remuneration Committee

(a) Brief Description of Terms of Reference:

Your Company has set up the Nomination & Remuneration Committee as prescribed under the Regulation 19 of the Listing Regulations and Section 178 of the Companies Act, 2013. The role of committee is inter alia to formulate the Company's policy to determine qualifications, positive attributes and independence of Directors and to formulate the criteria for evaluation of Independent Directors and also to approve payment of remuneration to Directors, Managerial personnel and Senior Executives.

(b) Composition:

Members of the Nomination and Remuneration Committee of the Company are either Non-Executive Director or Independent Director.

Sl.No.	Name of the Director	Category
1	Ms. G.Uma Devi*	Independent Director(Chairman)
2.	Dr. K. Srinivasa Rao	Independent Director(Member)

No Nomination and Remuneration Committee meeting was held during the year 2018-19.

*Ms. G.Uma Devi, resigned as Director and Non-Executive chairman of the Board with effect from 29th May, 2019.

(c) Remuneration Policy:

The remuneration recommendations about the remuneration of Directors are subject to the approval of the Members of the Company and the remuneration of the key managerial persons is to be recommended by the Nomination and Remuneration Committee to the Board.

Remuneration Packages paid to Executive Directors during the year:

Name	Salary P.A. (Rs. in lakhs)	Commission/Incentives P.A. (Rs. in lakhs)	Deferred Benefits (Perquisites) (Rs. in lakhs)	Others (Rs. in lakhs)	Total (Rs. in lakhs)
Shri G Srinivasa Raju	18.00	--	--	--	00.00

SUJANA UNIVERSAL INDUSTRIES LIMITED

Sitting Fee details:

Sl. No.	Name of the Director	Sitting fee paid During the year 2018-19
1	Dr. K. Srinivasa Rao	90000
2	Ms. G. Uma Devi	90000
	Total	180000

The Company pays sitting fees at the rate of Rs.10,000/-for each meeting of the Board and sub-committees attended by them.

(d) Performance evaluation criteria for independent directors :

In compliance with the provisions of Section 134 of the Companies Act, 2013 ('the Act') read with the Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the Board during the year adopted a formal mechanism for evaluation of its performances as well as that of its committees and individual Directors, including the Chairman of the Board. A questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as performance of specific duties, obligations and governance. A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on various parameters. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors. The Directors expressed their satisfaction with the evaluation process.

Name of the Director	Designation	No. of Shares held of Rs.10/- each
Dr. V. Malakonda Reddy	Independent and Non-Executive Chairman	0
Shri G. Srinivasa Raju	Managing Director	0
Shri S. Hanumantha Rao	Executive Director	0
Dr. K. Srinivasa Rao	Independent and Non-Executive Director	0
Shri Venkatakrishnan	IDBI Nominee	0
Ms. G. Umadevi	Independent and Non-Executive Director	0

3.3 Shareholders' Grievance Committee:

Scope of the Shareholders' Grievance Committee

The Shareholders' Grievance Committee of your Company shall look into the redressing of shareholder and investor complaints like non-receipt of Balance Sheet, non-receipt of declared Dividend, etc.

(a) Constitution and Composition of the Shareholders' Grievance Committee:

The Shareholders' Grievance Committee of your Company comprises of two (2) members. No Shareholders' Grievance Committee Meeting was held during the financial year 2018-19.

The existing Committee consists of Two Directors. The details of the same are:

Sl.No.	Name of the Director	Category
1.	Shri G.Srinivasa Raju	Executive Director (Chairman)
2.	Ms. G.Uma Devi	Non-Executive Director (Member)

Name and Designation of the Compliance Officer :

The name and designation of the Compliance Officer of your Company is Shri G. Srinivasa Raju, Managing Director of your Company.

(b) Status of the Complaints:

Number of Shareholders Complaints received during the Financial Year 2018-19	Nil
Number of complaints not solved to the satisfaction of the shareholders	Nil
Number of pending Complaints	Nil

3.4 Share Transfer Committee:

The Share transfer committee comprises of Shri G.Srinivasa Raju and Smt.Uma Devi. The role, terms of reference, the authority and powers of the Share Transfer Committee are in conformity with the provisions of the Companies Act, 2013. During the year under review the Share Transfer Committee met 1 (One) time.

There are no share transfers pending for more than a fortnight.

3.5 Management Committee:

The Management Committee comprises of Shri G. Srinivasa Raju, Smt.Uma Devi and Shri S.Hanumantha Rao. The role, terms of reference, the authority and powers of the management committee are in conformity with the provisions of the Companies Act, 2013. During the year under review the management committee met 3 (Three) times.

3.6 CSR Committee as per the provisions of Section 135 of Companies Act, 2013:

Your Company constituted the 'Corporate Social Responsibility (CSR) Committee pursuant to the provisions of Section 135 of the Companies Act, 2013, CSR Committee consisting of the following Directors:

Sl.No.	Name of the Director	Category
1	Shri S. Hanumantha Rao	Non-Executive Director (Chairman)
2	Shri G. Srinivasa Raju	Executive Director (Member)
3.	Dr. K.Srinivasa Rao	Independent Director(Member)

No CSR committee was held during the year 2018-19.

The Company Secretary to the Company shall act as Secretary to the CSR Committee.

3.7 Risk Management Committee pursuant to Regulation 21 of the Listing Regulations, 2015:

Risk Management Committee of the Board of Directors of the Company constituted pursuant to the Regulation 21 of the Listing Regulations, 2015. Risk Management Committee consisting of the following Directors :

Sl.No.	Name of the Director	Category
1	Shri S. Hanumantha Rao	Non-Executive Director (Chairman)
2	Shri G. Srinivasa Raju	Executive Director (Member)
3.	Dr. K. Srinivasa Rao	Independent Director(Member)

The Risk Management Committee shall be responsible for framing, implementing & monitoring the risk management plan of the Company.

SUJANA UNIVERSAL INDUSTRIES LIMITED

4. GENERAL BODY MEETINGS:

4.1 Details of Last three AGMS held :

Sl. No.	No. of Annual General Meeting	Date of the Annual General Meeting	Location	Time	Details of Special Resolutions
1.	29th A.G.M.	29th September, 2018	"Katriya Hotel & Towers", Raj Bhavan, Somajiguda, Hyderabad - 500082	10.00 Noon	- To continue the Directorship of Dr.K.Srinivasa Rao, as Independent Director till the conclusion of 30th Annual General Meeting. - To approve Sale/Disposal of Asset(s)/ Undertaking(s) of the Company and/or of its subsidiaries by way of Special Resolution under Section 180(1)(a) of the Companies Act, 2013.
2.	28th A.G.M.	29th September, 2017	"Katriya Hotel & Towers", Raj Bhavan, Somajiguda, Hyderabad - 500082	10.00 Noon	Nil
3.	27th A.G.M	30th September, 2016	"Katriya Hotel & Towers", Raj Bhavan, Somajiguda, Hyderabad - 500082	10.00 Noon	- To appoint Smt.A.Syamala Reddy as an Independent Director. - The appointment of Shri. S. Hanumantha Rao as an Executive Director and Key Managerial Personnel of the Company. - To issue the Cumulative Redeemable Preference Shares (CRPS) - To approve and confirm the Strategic Debt Restructuring Scheme (SDR)/outside SDR formulated by Reserve Bank of India. - To ratify the remuneration of the Cost Auditors for the financial year ending 31st March, 2017

4.2 No Extra-ordinary General Meeting of the shareholders was held during the year.

4.3 Details of resolutions passed in the last year through postal ballot: Nil

4.4 Details of special resolution which is proposed to be passed through postal ballot : Nil

5. DISCLOSURES

(a) Materially Significant related party transactions:

There were no materially significant related party transactions during the year having potential conflict with the interest of the Company at large. The Company has formulated the Policy on Materiality of Related party transactions to decide the materiality for the related party transaction and to deal with related party transaction.

The said Policy has been posted on the website of the Company www.sujana.com. All transactions were carried out on an arms-length basis and were not prejudicial to the interest of the Company.

(b) Details of non-compliance by the listed entity, penalties, strictures imposed on the listed entity by stock exchange(s) or the board or any statutory authority, on any matter related to capital markets, during the last three years:

For the last three financial years, except for the last financial year (the details mentioned herein below), the Company has complied with the applicable requirements of the Stock Exchange, SEBI and other Statutory Authorities on all matters related to capital markets.

During the last financial year 2018-19, the Company was levied fines by BSE Limited (BSE) and National Stock Exchange of India Limited (NSE) for delay in submission of Shareholding pattern under Regulation 31 of the Listing Regulations for the quarters ended 31st March, 2018.

(c). Details of establishment of vigil mechanism, whistle blower policy and affirmation that no personnel has been denied access to the audit committee:

The Whistle Blower Policy and Vigil Mechanism has been laid down by the Company in view to provide a mechanism for the Directors and employees of the Company to report existing/probable violations of laws, rules, regulations or unethical conduct. It is confirmed that each and every employee has access to the Audit Committee and no personnel has been denied access to the Committee.

(d) Details of compliance with mandatory requirements and adoption of the non-mandatory requirements:

Vide National Company Law Tribunal vide Order no. CP(IB)No. 186/09/HDB/2019 ('order') with effect from 20.06.2019 (uploaded on website on 16.04.2019). Further, vide the aforesaid NCLT order and pursuant to Section 17 of the IBC, the powers of the Board of Directors of the Company stood suspended, and such powers are vested with the Interim Resolution Professional, Shri N.Mallikarjuna Setti- (IRP Registration No.IBBI/IPA-001/IP-P01251/2018-2019/11958). Subsequently Shri. Ramakrishnan Sadasivan(IP Registration No.IBBI/IPA-001/IP-P00108/2017-18/10215) was appointed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP') at their meeting held on 24.07.2019. Accordingly, Mr.R.Sadasivan in his capacity as RP took control and custody of the management and operations of the Company from 1st October, 2019.

The Company has complied with all the mandatory requirements of Listing Regulations. Subsequent to date of Resolution Professional taking control and custody of the management and operations of the Company i.e. effective from 19th April, 2019, complying with the provisions as stipulated in the said Listing Regulations, referred to in paragraph 1 above, were not applicable on account of suspension of the powers of the Board of Directors and its Committees thereof, however, requirements of such provisions were fulfilled by the Resolution Professional to the extent deemed appropriate/applicable.

Discretionary requirements as specified in Part E of Schedule II of the Listing Regulations:

- (i) The Board :** Prior to commencement of CIRP, the Company had an Non-Executive Chairman and his position is separate from that of the Managing Director and Chief Executive Officer of the Company.
- (ii) Shareholders Rights:** The Company's financial results are furnished to the Stock Exchanges and are also published in the newspapers and on the website of the Company and therefore results are not separately sent to the Members. The financial results of the Company are displayed on the website of the Company i.e. www.sujana.com.
- (iii) Modified opinion(s) in audit report :** During the year under review there are audit qualification on the Company's financial statements, and the management explanations is given in the Directors Report.

SUJANA UNIVERSAL INDUSTRIES LIMITED

- (iv) **Reporting of Internal Auditor :** Prior to commencement of CIRP, the Internal Auditor reports to the Audit Committee of the Company.
- (e) **Web link where policy for determining material subsidiaries is disclosed:** Policy for determining material subsidiary has been posted on the website of the Company www.sujana.com
- (f) **Risk Management:**
The Company has laid down procedures to inform the Board of Directors about the Risk Assessment and Minimization Procedure. These procedures are periodically reviewed by the Board to ensure that Executive management controls risk through means of a properly defined framework.
- (g) **Code of Conduct**
The Company has adopted a Code of Conduct as required under Listing Regulations, 2015, which applies to all the Board Members and Senior Management of the Company. The Board Members and Senior Management personnel have affirmed their compliance with the Code on annual basis and their confirmations have been received in this regard. The Code of Conduct has been posted on the Company's website. A separate declaration to this effect signed by the Resolution Professional is attached.
- (h) **Disclosure of Accounting Treatment**
In the preparation of the financial statements, the Company has followed Accounting Standards notified by Ministry of Corporate Affairs. The significant accounting policies which are consistently applied have been set out in the Notes to the Financial Statements.
- (i) **Compliance Certificate pursuant to Regulation 17(8) of Listing Regulations:**
Shri G.Srinivasa Raju, Managing Director and Shri S.Rengarajan, CFO of the Company have given annual certification on financial reporting and internal controls to the Board in terms of Regulation 17(8) of Listing Regulations, 2015. The Managing Director and the Chief Financial Officer also give quarterly certification on financial results while placing the financial results before the Board in terms of Regulation 33(2)(a) of Listing Regulations, 2015.
- (j) **Compliance Certificate on Corporate Governance and Certificate on Disqualification of Directors:**
Compliance Certificate for Corporate Governance from the Practicing Company Secretary is annexed hereto and forms part of this Report.
A Certificate from a Company Secretary in practice has been received stating that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of Companies by SEBI / Ministry of Corporate Affairs or any such statutory authority.
- (k) **The Company has not raised any funds from the capital market (public/rights/preferential issues etc.) during the financial year under review.**
- (l) **Management Discussion and Analysis Report**
A management Discussion and Analysis Report form part of this Annual Report and is in accordance with the requirements as laid down in the Listing Regulations, 2015.
- (m) **Shareholders Information**
(a) Appointment/Re-appointment of Directors: The brief resume of directors retiring by rotation, appointment of Directors and re-appointment of directors, including nature of their experience in specific functional areas, names of companies in which they hold directorship and membership of committees of the Board is appended to the Notice for calling Annual General Meeting.

(b) None of the Directors are related to each other.

(n) Prevention of Insider Trading

The Company has adopted a Code of Conduct for Prevention of Insider Trading with a view to regulate trading in securities by the Directors and designated employees of the Company. The Code requires pre-clearance for dealing in the Company's shares and prohibits the purchase or sale of Company shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed. The Company Secretary is responsible for implementation of the Code.

(o) Disclosure of Commodity Price Risks and Commodity hedging activities: Nil

(p) Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

Number of Complaints filed during the financial year 2018-19	NIL
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(q) Consolidated payment to Statutory Auditors:

J.Singh & Associates, Chartered Accountants (Firm Registration No. 110266W) have been appointed as the Statutory Auditors of the Company and during financial year 2018-19 an amount of Rs.31.05 lacs paid towards payment of Statutory Auditors' fees, on consolidated basis.

(r) Registration of E-Mail Address :

To contribute towards greener environment, the Company proposes to send documents like Shareholders Meeting Notice/ other Notices, Audited Financial Statements, Directors' Report, Auditors' Report or any other document to Members in electronic form at the e-mail address provided by them and/ or made available to the Company by the Depositories.

Members who have not yet registered their e-mail address (including those who wish to change their already registered e-mail address) may get the same registered/updated either with their depository participants or by writing to the Company.

6. MEANS OF COMMUNICATION

i) Quarterly Results:

The quarterly, half-yearly and yearly financial results of the Company are sent to the Stock Exchanges immediately after they are approved by the Board through the mode specified by the respective Stock Exchanges.

(ii) Newspapers wherein results normally published:

Publication of Quarterly/Annual Financial Results in daily newspapers –Andhra Prabha (Telugu) or Financial Express(English) or Business Standard(English).

(iii) Website :

The Company has maintained a functional website www.sujana.com containing basic information about the Company like the details of its business, financial information, shareholding pattern, codes and policies etc. The disclosures made by the Company to the Stock Exchanges where the securities of the Company are listed are also hosted on the website of the Company.

(iv) Presentations made to institutional investors or to the analysts:

The Company has not made any presentation to anyone during the year.

(v) Sending Balance Sheet, Profit & Loss Account, Directors' Report & Auditors' Report to Shareholders through Post/Courier/Email.

(vi) Uploading on NEAPS & BSE Listing Centre: The quarterly results, quarterly compliances and all other corporate communications to the Stock Exchanges are filed electronically on NEAPS for NSE and on BSE listing Centre for BSE

SUJANA UNIVERSAL INDUSTRIES LIMITED

- (vii) **Annual Report:** Annual Report containing, inter alia, Audited Annual Accounts, Consolidated Financial Statements, Directors' Report, Auditor's Report and other important information is circulated to members and others entitled thereto. The Management Discussion and Analysis (MD&A) Report forms part of the Annual Report.

7. GENERAL SHAREHOLDER INFORMATION:

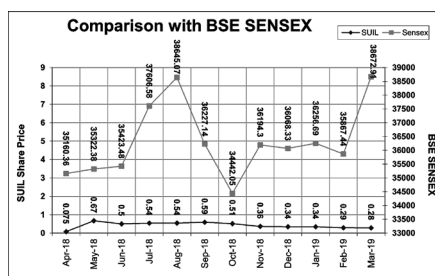
1.	Date	14.12.2019
2.	Time	12.00 noon
3.	Venue	Vedika The Venue, Sri Sai Goverdhan Kunj, 5th Floor, Near S R Nagar Police Station, Hyderabad - 500038, Telangana
4.	Financial Year	2018-2019, (consisting of 12 months from 01.04.2018 to 31.03.2019)
5.	Book Closure Date	09.12.2019 (One day only)
6.	Dividend Payment Date	Not Applicable
7.	Listing on Stock Exchanges	1. BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001, Maharashtra, India 2. National Stock Exchange of India Ltd Exchange Plaza, Bandra-Kurla Complex, Bandra(E), Mumbai - 400 051, Maharashtra, India
8.	Stock Code	(a) BSE Scrip Code: 517224 NSE Symbol : SUJANAUNI (b) Demat ISIN for equity shares: INE216G01011 (c) Corporate Identity Number (CIN) : L29309TG1986PLC0067140
9.	Listing Fee	The Listing fee for the year 2018-2019 has not been paid to both the above said Stock Exchanges.
10.	E-voting facility	www.evoting.nsdl.com Open Date: December 10th, 2019@ 9:00 A.M. Closing Date: December 13th, 2019@ 5:00 P.M. cut-off date is December 7th , 2019
11.	Company's website	www.sujana.com
12.	Outstanding GDRs / ADRs / Warrants or any Convertible Instruments, Conversion Date and likely impact on Equity	NIL
13.	Credit Rating	Not Applicable

1. Market Price Data:

The monthly high and low stock prices during the financial year 2018-19 and performance in comparison to the Broad-based indices such as BSE- Sensex is provided hereunder.

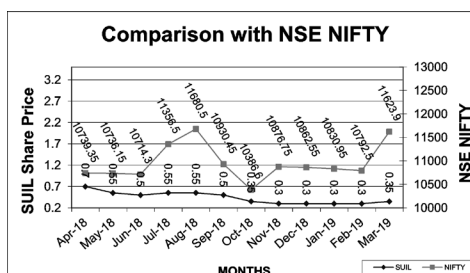
Month	High Price	Low Price	Close Price	BSE-Sensex
April 2018	.075	0.65	0.66	35160.36
May 2018	0.67	0.48	0.65	35322.38
June 2018	0.50	0.50	0.53	35423.48
July 2018	0.54	0.49	0.53	37606.58
August 2018	0.54	0.47	0.48	38645.07

September 2018	0.59	0.48	0.51	36227.14
October 2018	0.51	0.36	0.47	34442.05
November 2018	0.36	0.32	0.32	36194.3
December 2018	0.34	0.31	0.32	36068.33
January 2019	0.34	0.30	0.34	36256.69
February 2019	0.29	0.24	0.29	35867.44
March 2019	0.28	0.25	0.28	38672.91



The monthly high and low stock prices during the financial year 2018-19 and performance in comparison to the Broad-based indices such as NSE-Nifty is provided hereunder.

Date	High Price	Low Price	Close Price	NSE- Nifty Closing
April 2018	0.7	0.6	0.65	10739.35
May 2018	0.55	0.5	0.55	10736.15
June 2018	0.5	0.45	0.5	10714.30
July 2018	0.55	0.45	0.45	11356.50
August 2018	0.55	0.45	0.45	11680.50
September 2018	0.5	0.45	0.45	10930.45
October 2018	0.35	0.3	0.3	10386.60
November 2018	0.3	0.25	0.3	10876.75
December 2018	0.3	0.3	0.3	10862.55
January 2019	0.3	0.25	0.3	10830.95
February 2019	0.3	0.25	0.25	10792.50
March 2019	0.35	0.25	0.3	11623.90



Share Transfer System :

Your Company has appointed M/s. Bigshare Services Private Limited for dealing in with the shares of the Company in physical and electronic mode. Presently they are completing the process of transfer within a period of 10 to 15 days from the date of receipt, subject to the documents being valid and complete in all respects. Pursuant to Regulation 40 of SEBI (LODR) Regulations, 2015. Certificates, on

SUJANA UNIVERSAL INDUSTRIES LIMITED

half-yearly basis, have been given by a Practicing Company Secretary duly certifying compliance of shares transfer formalities:

Dematerialization of Shares:

99.78% of the Company's Paid-up capital has been dematerialized upto 31.03.2019 as per the following details.

Particulars	Number of Shares	% of share capital
NSDL	113984218	67.51
CDSL	53404068	31.63
Physical	1452786	0.86
Total	168841072	100

2. Distribution of Shareholding:

As on 31st March, 2019, the Distribution Shareholding was as follows:

Range (Rs.)	No. of Shares	% of shareholding	No. of Shareholders	% of Shareholders
1. Upto - 5,000	16320	57.92	3603607	2.13
2. 5,001 - 10,000	4034	14.32	3644645	2.16
3. 10,001 - 20,000	2348	8.33	3913255	2.32
4. 20,001 - 30,000	1099	3.90	2940468	1.74
5. 30,001 - 40,000	532	1.89	1962943	1.16
6. 40,001 - 50,000	873	3.09	4252582	2.52
7. 50,001-1,00,000	1224	4.34	9895391	5.87
8. 1,00,001 and above	1745	6.20	138628181	82.11
Total	28175	100	168841072	100

3. Pattern of shareholding as on 31st March, 2019 (Face Value: Rs.5/- each):

S. No.	Category	No. of Share Holders	No. of Shares
1	Promoter and Promoter Group	44898335	26.59
2	Financial Institutions/Banks	1900	0.001
3	Body Corporate	4533862	2.69
4	Individuals	115205270	68.23
5	Others	4201705	2.49
6	Shares held by Custodians and against which Depository Re-ceipts have been issued	0	0
	Total	168841072	100

4. Plant Locations:

1	LEC Division	Plot Nos. 10, 11 & 12, Survey No.172, Bollaram Village, Jinnaram Mandal, Medak District, Telangana.
2	Domestic Appliances Division	
3	Steel Products Division	Plot No. 128/A, Bollaram Village, Jinnaram Mandal, Medak District, Telangana.

4	Infrastructure Division	No. 18, Nagarjuna Hills, Panjagutta, Hyderabad – 500 082, Telangana.
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5. Address for Correspondence:

S.No	Name of the Office	Address
1	Company Secretarial Department	Plot No.18, Nagarjuna Hills, Panjagutta, Hyderabad-500 082, Telangana. Phone No.2335 1882/85/87 Fax No: +91-40-23358499, Email: info.suil@sujana.com
2	Registered Office and Corporate Office	Plot No.18, Nagarjuna Hills, Panjagutta, Hyderabad-500082,Telangana.
3	Registrars and Share Transfer Agents:	M/s. Bigshare Services Private Limited, 306, Right Wing, Third Floor, Amruta Ville, Opp: Yashoda Hospital,Raj Bhavan Road, Somajiguda,Hyderabad – 500 082. Phone No.040-23374967 Email: bsshyd@bigshareonline.com

THE DISCLOSURES OF THE COMPLIANCE WITH CORPORATE GOVERNANCE REQUIREMENTS SPECIFIED IN REGULATION 17 TO 27 AND CLAUSES (B) TO (I) OF SUB-REGULATION (2) OF REGULATION 46:

The Company has complied with the corporate governance requirements specified in Regulations 17 to 27 and the Company has also complied with the requirements of clauses (b) to (i) of sub - regulation (2) of Regulation 46 of Listing Regulations.

For SUJANA UNIVERSAL INDUSTRIES LIMITED

Ramakrishnan Sadasivan

Resolution Professional

(IP Registration No.IBBI/IPA-001/IP-P00108/2017-18/10215)

PLACE: Hyderabad

DATE: November 14th, 2019

(A Company under Corporate Insolvency Resolution Process by
NCLT order No. CP(IB)No. 186/09/HDB/2019)

DECLARATION ON COMPLIANCE WITH CODE OF BUSINESS CONDUCT AND ETHICS IN TERMS OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015.

To the best of my knowledge and belief, this is to affirm and declare, on behalf of the Board of Directors of the Company and senior management personnel, that;

- The Board of Directors has laid down a Code of Conduct, Ethics and Business Principles for all Board members and Senior Management of the Company [‘the Code of Conduct’];
- The Code of conduct has been posted on the website of the Company;
- All the Board Members and Senior Management personnel have affirmed their compliance and adherence with the provisions of the Code of Conduct for the financial year ended 31st March 2019.

For SUJANA UNIVERSAL INDUSTRIES LIMITED

Ramakrishnan Sadasivan

Resolution Professional

(IP Registration No.IBBI/IPA-001/IP-P00108/2017-18/10215)

PLACE: Hyderabad

DATE: November 14th, 2019

(A Company under Corporate Insolvency Resolution Process by
NCLT order No. CP(IB)No. 186/09/HDB/2019)

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

- A. We have reviewed financial statements and the cash flow statement for the year and that to the best of their knowledge and belief:
- (1) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (2) These statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B. There are, to the best of our knowledge and belief, no transactions entered into by our company during the year which are fraudulent, illegal or violative of the listed entity'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 our company pertaining to financial reporting and we have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any.
- D. We have indicated to the auditors and the Audit committee
- (1) Significant changes in internal control over financial reporting during the year;
 - (2) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - (3) Instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the listed entity's internal control system over financial reporting.

Place: Hyderabad
Date: 29th May, 2019

G. Srinivasa Raju
Managing Director
(DIN: 00132249)

S. Rengaraj
Chief Financial Officer

Certificate on Corporate Governance

To
The Members of Sujana Universal Industries Limited,

I have examined the compliance of conditions of Corporate Governance by M/s. Sujana Universal Industries ("the Company"), for the financial year ended March 31, 2019, as stipulated in the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ["SEBI (LODR) Regulations, 2015"].

The compliance of conditions of corporate governance is the responsibility of the Management. My examination was limited to 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 my opinion and to the best of my knowledge and according to the explanations given to me, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Regulations.

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

Place: Hyderabad
Dated: November 14th, 2019

Anand Kumar C Kasat
Practicing Company Secretary
M.No. 42078, C.P. No. 17420

INDEPENDENT AUDITORS' REPORT

To the Members of
SUJANA UNIVERSAL INDUSTRIES LIMITED
Report on Audit of the Standalone Financial Statements

Qualified Opinion

We have audited the accompanying Standalone Financial Statements of Sujana Universal Industries Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss (including other comprehensive income), the statement of Cash Flows and the statement of changes in equity for the year then ended and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Standalone Financial Statements").

In our opinion and to best of our information and according to explanations given to us, except for the effects of the matter described in the "Basis for Qualified Opinion" section of our report, the aforesaid standalone financials statements read together with significant accounting policies and accompanying notes thereon give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2019, and its Loss (financials performance including other Comprehensive income), the changes in equity and its cash flow for the year ended on that date.

Basis of Qualified Opinion

- a) The Company has defaulted in repayment of dues to Banks/Financial Institutions and all loans outstanding were classified as NPA's by the banks. Provision for interest (excluding penal interest) amounting to Rs. 55.67 Cr. and Rs.213.40 Cr for the quarter ended 31st March 2019 and Year ended on such date respectively on its Working Capital Loan and Term Loan has not been made in the books by the Company, as those Loan Accounts were classified as NPA by the Lending Banks and Financial Institutions. The loss of the Company has been understated by Rs.55.67 Cr for the quarter ended 31st March 2019 and Rs. 213.40 Cr for the year ended on such date in view of non-provision of Interest amount.
- b) In absence of technical and costing evaluation of current and noncurrent assets, impact of impairments, if any, on their economic value, we can't comment on the realizable value of same.
- c) The Trade receivables could not be verified as the confirmation of balances have not been received. The Company has made a provision for bad and doubtful debts for trade receivables amounting to Rs.409.18 Cr during the Year ended 31st March 2019. The realizability of remaining trade receivables amounting to Rs.579.63 Cr is in doubt and the company has not made any provision for Bad and Doubtful Debts in respect of this trade receivables.
- d) Loans and advances of Rs. 44.16 Cr has been given to various sub-contractors, suppliers and other parties are old advances. Having regard to the age of this advances, in our opinion, this are doubtful of recovery. The company is yet to assess the change in risk of default and resultant expected credit allowance on such Loan and advances. Had the aforesaid Loans and advances has been provided for impairment, loss of the company for the quarter ended 31st March 2019 and year ended on such date would have been higher by Rs. 44.16 Cr .
- e) The Company's Net worth has been eroded on account of losses incurred by the company during the year ended 31st March 2019 and previous financial year and the net worth of the company is negative. The Current Liabilities of the company exceeded the current assets of the company as at 31st March 2019 by Rs.754.64 Cr. It would cast doubt on the Company's ability to continue as a going concern basis

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013. Our responsibility under those standards are further described in the Auditors Responsibilities for the Audit of the Financials Statements section of our report. We are independent of the entity in accordance with the Code of Ethics issued by ICAI together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013, and the rules thereunder and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion on the standalone financial statements.

SUJANA UNIVERSAL INDUSTRIES LIMITED

Emphasis of Matters:

- a) Note No. 2.37(b) to the financial statements which describes the uncertainty related to the outcome of the lawsuit filed against the Company by the Mauritius Commercial Bank which has financed one of its subsidiaries – Hestia Holdings Limited for which the Company has given a Corporate Guarantee.
- b) Note No.2.37 (c) to the financial statements which describes the uncertainty related to the outcome of the Bank Debt recalled by the Standard Bank which has financed one of its step-down subsidiary – Selene Holdings Limited for which the Company has given a Corporate Guarantee

Our opinion is not modified in respect of the above matters

Key Audit Matters

Key Audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statement of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole , and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Evaluation of uncertain tax positions:

The company has material uncertain tax positions including matters under dispute as disclosed under Contingent Liabilities (Note no: 2.37), which involves significant judgement to determine the possible outcome of these disputes.

How our audit addressed the key audit matter

We have obtained from the management the details of the present status of completed/pending disputes, and taken into consideration the effect of these in respect of uncertain tax provisions to evaluate the uncertainties as at the year end.

Information Other Than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the annual report, but does not include the Standalone financials statement and our auditor's report thereon.

Our opinion on the Standalone financial statements does not cover the other information and we do not express any form of the assurance conclusion thereon

In connection with the audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financials statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we performed, we conclude that there is a material misstatement of this other information; we are required to report the fact. We have nothing to report in this regard.

Responsibility of Management for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the act') with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the state financial position and financial performance of the company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with relevant rules issued there under.

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

In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern , disclosing , as applicable , matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A", a statement on the matters Specified in

SUJANA UNIVERSAL INDUSTRIES LIMITED

paragraphs 3 and 4 of the Order.

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

- a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c) the Balance Sheet, Statement of Profit and Loss including Other Comprehensive Income, the Statement of Cash Flows and the statement of changes in equity dealt with by this Report are in agreement with the books of account;
- d) in our opinion, the aforesaid Standalone Ind AS Financial Statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with relevant rule issued there under.
- e) On the basis of written representations received from the directors as on March 31, 2019, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019, from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to two of its directors during the year is in excess of the remuneration payable as per provisions of section 197 of "the Act"- Refer to note 2.28 (IV) to the Standalone financial statements.

- h) With respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has not disclosed the impact of pending litigations which would impact its financial position in notes to financial statements.
 - ii. The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There are no amounts which were required to be transferred to the Investor Education and Protection Fund by the company.

For J Singh & Associates.,
Chartered Accountants
(Firm's RegnNo.110266W)

Ritesh Tawry
Partner
M.No. 213326

Place: Hyderabad
Date: 29th May 2019

ANNEXURE A TO THE INDEPENDENT AUDITORS REPORT

Annexure referred to in Independent Auditors Report to the Members of Sujana Universal Industries Limited on the Standalone Financial Statements for the year ended 31st March 2019, we report that:

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As explained to us, fixed assets have been physically verified by the management at regular intervals; as informed to us no material discrepancies were noticed on such verification. In our opinion, the frequency of verification is reasonable.
- (c) According to the information and explanations given to us and on the basis of our examination of records of the Company, the title deeds of immovable properties are held in the name of the Company.
- ii. The physical verification of inventory has been conducted at reasonable intervals by the management during the year and no material discrepancies were noticed on such verification.
- iii. The Company has not granted any loans, secured or unsecured, to companies, firms, and Limited Liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Therefore, the provisions of Clause 3(iii), (iii)(a), (iii)(b) and (iii)(c) of the said order are not applicable to the company.
- iv. The Company has not granted any loans or made any Investments, or provided any guarantee or security to the parties, covered under section 185 and 186 of the Act. Therefore, the provisions of clause 3(iv) of the said order are not applicable to the company.
- v. The Company has not accepted any deposits during the year from the public within the meaning of the provisions of section 73 of "the Act" and hence directives issued by the reserve bank of India and the provisions of section 73 to 76 or any other relevant provisions of "the Act" the Rules framed there under are not applicable to the Company at present
- vi. We have broadly verified the books of accounts and records maintained by the company in respect of products where, pursuant to the rules made by the central government of India, the maintenance of cost records has been specified under the sub-section (1) of section 148 of the Companies Act 2013, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made detailed examinations of the records with a view to determine whether they are accurate or complete
- vii. (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is not regular in depositing the undisputed statutory dues, including Provident Fund, Employees State Insurance, Income Tax, Custom Duty, Excise Duty and other material statutory dues, as applicable, with the appropriate authorities in India ;
- (b) There were undisputed amounts payable amounting Rs. 8.32 cr in respect of Income Tax , Corporate Dividend Tax , VAT, Provident Fund, ESI , Service Tax, TDS, and Professional Tax, in arrears as at 31st March 2019 for a period of more than 6 months from the date they became payable.

Nature of Dues	Amount in Cr
Income Tax payable	6.80
Corporate Dividend Tax	0.15
VAT	0.80
Professional Tax	0.01
Provident Fund	0.33
ESI	0.01
TDS	0.12
Excise Duty & Service Tax	0.10

- (c) Details of dues of Income Tax, Sales Tax, Customs duty and excise duty and Value Added Tax which has not been deposited as at March 31, 2019 on account of dispute are given below.

SUJANA UNIVERSAL INDUSTRIES LIMITED

Disputed Statutory Liability as on 31.03.2019			Forum where dispute is pending
Name of the Statute	Amount in Crores	Period to which the amount relates	
Income Tax Act 1961	14.30	2010-11	CIT (Appeals)
TNGST Act , 1959	3.39	2000-01	Hon'ble High Court of Tamilnadu
TNGST Act , 1959	23.46	2004-05	Hon'ble High Court of Tamilnadu
TNGST Act , 1959	46.30	2005-06	Hon'ble High Court of Tamilnadu
TNGST Act , 1959	27.33	2006-07	Hon'ble High Court of Tamilnadu
TNGST Act , 1959	32.35	2007-08	Hon'ble High Court of Tamilnadu
TNGST Act , 1959	3.85	2008-09	Hon'ble High Court of Tamilnadu
TNGST Act , 1959	11.11	2009-10	Hon'ble High Court of Tamilnadu
TNGST Act , 1959	28.49	2010-11	Hon'ble High Court of Tamilnadu
TNGST Act , 1959	186.18	2011-12	Hon'ble High Court of Tamilnadu
TNGST Act , 1959	218.78	2012-13	Hon'ble High Court of Tamilnadu
TNGST Act , 1959	48.76	2013-14	Hon'ble High Court of Tamilnadu
Customs & Excise	3.17	2000-01	CESTAT, Bangalore and Chennai
Customs & Excise	2.64	1995-96	CESTAT, Chennai
Customs & Excise	1.52	2007-08, 2008-09	CESTAT, Bangalore
Customs & Excise	0.37	2008-09	Add. Commissioner of Customs & Excise, Hyderabad –I
Workmen Compensation	0.05	2007-08	Interim Stay granted by Hon'ble High Court as against the order passed by the Hon'ble Labour Commissioner

- viii. The company has defaulted in the repayment of loans taken from banks and financial institutions during the current financial year and no interest provision was made by the company on working capital loan amounting to Rs. 200.85 Cr and term loan amounting to Rs. 12.55 Cr., Details of defaults are given below

Details of over dues to Banks / Financial Institutions as on 31.03.2019			Rs. in Lakhs
Name of the Bank	Nature of default	Amount of Default	Period of Default
Term Loans			
IDBI Bank Ltd	Principle	5,153	January 2015 to March 2018
	Interest	2,052	March 2015 to March 2018
Redemption of Preference Share Capital			
IDBI Bank Ltd	CRP Shares	2,180	January 2015 to March 2018
	Dividend	201	January 2015 to March 2018
Working Capital Loans			
A) Cash Credits			
Bank of Baroda	Monthly Interest	5,515	February 2015 to March 2018
Bank of India	Monthly Interest	19,397	October 2015 to March 2018
Central Bank of India	Monthly Interest	8,037	September 2015 to March 2018
IDBI Bank Ltd	Monthly Interest	3,601	April 2015 to March 2018
Indian Overseas Bank	Monthly Interest	13,669	September 2015 to March 2018
Oriental Bank of Commerce	Monthly Interest	12,231	May 2015 to March 2018
UCO Bank	Monthly Interest	6,415	April 2015 to March 2018
		68,865	

B) Letter of Credits			
Bank of India	LC devolvement	6,250	October 2015 to March 2018
Central Bank of India	LC devolvement	10,000	October 2015 to March 2018
Indian Overseas Bank	LC devolvement	12,000	May 2015 to March 2018
UCO Bank	LC devolvement	8,000	June 2015 to March 2018
Export-Import Bank of India, Mumbai	SBLC devolvement	11099	March 16 to May 18
		47,349	
Grand Total		1,16,214	

- ix. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans during the year. Accordingly, the provisions of this clause are not applicable to the Company.
- x. According to the information and explanations given to us, no material fraud by the company or on the company by its officers or employees has been noticed or reported during the course of our Audit.
- xi. In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to two of its directors during the year is in excess of the remuneration payable as per provisions of section 197 of "the Act"-refer note 2.28 (IV) to Standalone financial statements
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it; the Provisions of clause 3(xii) of the order are not applicable to the company.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of section 188 of the Act. The details of such related party transactions have been disclosed in the Ind AS Financial Statements as required under Indian Accounting standard (Ind AS) 24, related party disclosures specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014.
- xiv. The Company has not made any preferential allotment of private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3(xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into non-cash transactions with its directors or persons connected with him. Accordingly, the provisions of clause 3(xv) of the Order are not applicable to the Company.
- xvi. The Company is not required to be registered under section 45-IA of The Reserve Bank of India Act 1934. Accordingly, the provisions of clause 3(xvi) of the order are not applicable to the Company.

For J Singh & Associates.,
Chartered Accountants
(Firm's RegnNo.110266W)

Ritesh Tawry
Partner
M.No. 213326

Place: Hyderabad
Date: 29th May 2019

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

Report on the Internal Financial Controls over Financial Reporting under clause (i) of the Sub-section 3 of the Section 143 of the Companies Act, 2013 ('The Act')

We have audited the internal financial controls over financial reporting of Sujana Universal Industries Limited ('the company') as of 31st March 2019 in conjunction with our audit of standalone financial statements of the company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal

SUJANA UNIVERSAL INDUSTRIES LIMITED

control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Company.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Limitation of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For J Singh & Associates.,
Chartered Accountants
(Firm's Regn No. 110266W)

Ritesh Tawry
Partner
M.No. 213326

Place: Hyderabad
Date: 29th May 2019

Standalone Balance Sheet as at 31st March, 2019

Rupees in lakhs

Particulars		Note No	As at 31st March	
			2019	2018
A	ASSETS			
1	Non- Current Assets			
(a)	Property, Plant and Equipment	2.01	8,485.04	9,491.14
(b)	Capital Work-in-Progress		-	-
(c)	Financial Assets			
(i)	Investments	2.02	6,766.62	24,264.03
(ii)	Other financial assets	2.03	214.96	230.62
(d)	Deferred tax asset	2.13	0.00	96.52
(e)	Other non-current assets	2.04	-	7,487.40
			15,466.62	41,569.71
2	Current Assets			
(a)	Inventories	2.05	-	945.97
(b)	Financial Assets			
(i)	Trade receivables	2.06	57,962.94	96,964.41
(ii)	Cash and cash equivalents	2.07	264.03	266.57
(c)	Other current assets	2.08	5,040.31	5,648.78
			63,267.28	1,03,825.73
	TOTAL		78,733.90	1,45,395.44
B	EQUITY AND LIABILITIES			
1	Equity			
(a)	Equity Share Capital	2.09	16,884.11	16,884.11
(b)	Other Equity	2.10	-77,062.68	-3,234.55
			-60,178.57	13,649.55
	LIABILITIES			
2	Non- Current Liabilities			
(a)	Financial Liabilities			
(i)	Borrowings	2.11	-	-
(b)	Provisions	2.12	180.91	186.96
(c)	Deferred tax liabilities (Net)	2.13	-	-
			180.91	186.96
3	Current Liabilities			
(a)	Financial Liabilities			
(i)	Borrowings	2.14	1,15,375.88	1,07,755.81
(ii)	Trade payables	2.15	10,877.72	11,905.00
(iii)	Other financial liabilities	2.16	10,479.16	10,442.09
(b)	Provisions	2.12	-	-
(c)	Other current liabilities	2.17	1,998.80	1,456.03
			1,38,731.56	1,31,558.93
	Total Equity and Liabilities		78,733.90	1,45,395.44

See accompanying notes forming part of the financial statements

In terms of our report attached

For J. Singh & Associates

Chartered Accountants

FRN No: 110266W

Ritesh Tawry

Partner

Mem. No : 213326

Place: Hyderabad

Date : 29th May, 2019

For and on behalf of the Board of Directors

G. Srinivasa Raju

Managing Director

(DIN: 00132249)

S. Rangaraj

Chief Financial Officer

S. Hanumantha Rao

Whole Time Director

(DIN: 00118801)

Place: Hyderabad

Date : 29th May, 2019

SUJANA UNIVERSAL INDUSTRIES LIMITED

Statement of Profit and Loss for the year ended 31st March, 2019

Rs. in Lakhs

Particulars	Note No	For year ended 31.03.2019	For the Year ended 31.03.2018
I Revenue			
Revenue from Operations	2.18	236.32	5,534.72
Other Income	2.19	40.28	217.43
Total Revenue		276.60	5,752.15
II Expenses			
Cost of Materials Consumed	2.20	-	37.76
Purchase of Stock-in-Trade		-	4,404.01
Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	2.21	887.45	454.04
Employee Benefit Expenses	2.22	111.10	251.89
Finance Costs	2.23	2,730.16	55.60
Depreciation and Amortization Expenses	2.01	1,006.10	1,817.31
Other Expenses	2.24	68,453.30	8,296.74
Total Expenses		73,188.11	15,317.35
III Profit Before Tax (I - II)		(72,911.51)	(9,565.20)
IV Exceptional Items		-	-
V Profit Before Tax (III - IV)		(72,911.51)	(9,565.20)
VI Tax Expense:			
Current tax		-	-
Deferred tax		96.52	949.20
VII Profit for the Year (V - VI)		(73,008.03)	(10,514.40)
VIII Other comprehensive Income (Net of Taxes)		-	-
IX Total comprehensive Income for the Year (VII+VIII)		(73,008.03)	(10,514.40)
X Earnings Per Equity Share of Rs.10 each			
Basic		(43.24)	(6.23)
Diluted		(43.24)	(6.23)

See accompanying notes forming part of the financial statements

In terms of our report attached

For J. Singh & Associates

Chartered Accountants

FRN No: 110266W

Ritesh Tawry

Partner

Mem. No : 213326

Place: Hyderabad

Date : 29th May, 2019

For and on behalf of the Board of Directors

G. Srinivasa Raju

Managing Director

(DIN: 00132249)

S. Rangaraj

Chief Financial Officer

S. Hanumantha Rao

Whole Time Director

(DIN: 00118801)

Place: Hyderabad

Date : 29th May, 2019

Cash Flow Statement

Rupees in lakhs

Particulars	For the year ended 31st March	
	2019	2018
A Cash flows from Operating activities		
Net Profit / (Loss) Before Tax for the year	-72911.51	-9565.20
Adjustments for		
Depreciation	1006.10	1817.31
Finance Costs	2730.16	55.60
Interest & other income	-40.28	-30.77
Provision for Gratuity		9.60
Unearned Foreign (gain/loss)		15.20
Exceptional Items	-820.08	0.00
Provision for doubtful debts	68195.85	0.00
Loss / (Profit) on Sale of Fixed Assets	0.00	7127.90
Operating Profit Before Working Capital Changes	-1839.76	-570.36
Movements in Working Capital		
Adjustments for (increase) / decrease in operating assets:		
Inventories	945.97	493.96
Trade Receivables	39001.47	14748.97
Loans & Advances	0.00	-3212.94
Other Financial Assets	0.00	-0.00
Other Assets	608.47	4401.40
Adjustments for increase/(decrease) in operating liabilities:		
Trade Payables	-1027.28	-4936.54
Provisions	-6.05	4.70
Financial Liabilities	37.08	-9.14
Other Liabilities	542.77	1200.55
Cash Generated from Operations	38262.68	12120.60
Less: Taxes paid	96.52	102.12
Cash from Operating Activities (A)	38359.20	12222.72
B Cash flows from Investing activities		
Purchase of Fixed Assets	0.00	-7245.07
Proceeds from Sale of fixed assets	0.00	0.00
Interest Received	40.28	30.77
Change in Investments & Advances	-33511.98	0.00
Cash from Investment Activities (B)	-33471.70	-7214.30
C Cash flows from Financing activities		
Proceeds from Borrowings	-7620.07	-5076.49
Interest & Financial Charges Paid	2730.16	55.60
Net Cash from financing activities (C)	-4889.91	-5020.89
Net Increase in cash and cash equivalent (A+B+C)	-2.41	-12.47
Cash and Cash Equivalents at the beginning of the year	266.44	278.91
Cash and Cash Equivalent at the end of the year	264.03	266.44
See accompanying notes forming part of the financial statements		

In terms of our report attached

For J. Singh & Associates

Chartered Accountants

FRN No: 110266W

Ritesh Tawry

Partner

Mem. No : 213326

Place: Hyderabad

Date : 29th May, 2019

For and on behalf of the Board of Directors

G. Srinivasa Raju

Managing Director

(DIN: 00132249)

S. Rangaraj

Chief Financial Officer

S. Hanumantha Rao

Whole Time Director

(DIN: 00118801)

Place: Hyderabad

Date : 29th May, 2019

SUJANA UNIVERSAL INDUSTRIES LIMITED

NOTES TO ACCOUNTS FOR THE YEAR ENDED MARCH 31st 2019

1.01 General Information

Sujana Universal Industries Limited (SUIL) was incorporated in 22 August 1986 under the name of Sujana Domestic Appliances Limited. The name of the company was changed to Sujana Industries Limited and subsequently again the name was changed to Sujana Universal Industries Limited. The Company was promoted by Sri Y.S. Chowdary his associates and relatives.

The company was incorporated with an object to manufacture Domestic Appliances like all varieties of Fans and other appliances and from time to time SUIL has diversified into Engineering Products like Ball & Tapper Roll Bearings, Light Engineering Products and Steel Products.

1.02 First time adoption of Indian Accounting Standards (Ind-AS)

All companies (listed or unlisted) having net worth of Rs 5,000 Million or more are required to adopt Ind AS. Accordingly, the company has adopted Ind-AS, in accordance with Notification dated February 16, 2015 issued by Ministry of Corporate Affairs, Government of India, with effect from April 01, 2016 with a transition date on April 01, 2015.

1.03 Basis of preparation of Financial Statements

The financial statements have been prepared in accordance with Indian Accounting Standards (Ind-AS) as notified by Ministry of Corporate Affairs, Government of India vide Notification dated February 16, 2015. Accounting policies have been applied consistently to all periods presented in these financial statements. The Financial Statements are prepared under historical cost convention from the books of accounts maintained under accrual basis except for certain financial instruments which are measured at fair value and in accordance with the Indian Accounting Standards prescribed under the Companies Act, 2013

These financial statements are presented in Indian rupees, the national currency of India, which is the functional currency of the Company. All amounts included in the financial statements are reported in Indian rupees (in Rupees) except number of equity shares and per share data, unless otherwise stated.

1.04 Use of estimates and judgment

The preparation of financial statements requires judgments, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialized

1.05 Commitments

Capital Commitments: Estimated amount of contracts including foreign currency contracts net of advances remaining to be executed on capital account and not provided for is Rs. Nil (Previous Year: Nil)

Commitment related to Investment Properties: Estimated amount of contracts including foreign currency contracts net of advances remaining to be executed on account of external projects and not provided for is Rs.Nil (Previous Year Rs. :Nil).

Other Commitments: Estimated amount of contracts including foreign currency contracts net of advances remaining to be executed on account of external projects and not provided for is Rs.Nil (Previous Year Rs: Nil).

1.06 Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable. The Company recognizes revenues on sale of products, net of discounts, sales incentives, rebates granted, returns, sales taxes and duties when the products are delivered to customer or when delivered to a carrier for export sale, which is when significant risks and rewards of ownership pass to the customer. Sale of products is presented gross of manufacturing taxes like GST wherever applicable. Revenue from sale of by-products are included in revenue.

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

1.07 Foreign Currency Transactions

The functional currency of the Company is determined on the basis of the primary economic environment in which it operates. The functional currency of the Company is Indian National Rupee (INR).

The transactions in currencies other than the entity's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transaction. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences on monetary items are recognised in Statement of Profit and Loss in the period.

1.08 Borrowing Costs

The Company capitalises borrowing costs that are directly attributable to the acquisition, construction or production of qualifying asset as a part of the cost of the asset.

The Company recognizes other borrowing costs as an expense in the period in which it incurs them. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale.

1.09 Inventories

Raw materials are valued at cost or net realizable value, whichever is lower. Cost is ascertained based on weighted average cost method.

Finished goods produced and purchased are valued at cost or net realisable value, whichever is lower.

Excise duty in respect of finished goods produced and awaiting dispatch is included in valuation of the Inventory.

Stores and Spares are carried at cost, ascertained on a weighted average basis. Necessary provision is made in case of obsolete and non-moving items.

1.10 Employee Benefits

- i. Provision for gratuity, leave encashment/ availed and long service benefits i.e. service award, compassionate gratuity and employees' family benefit scheme is made on the basis of actuarial valuation using the projected unit credit method. Re-measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding interest), is reflected immediately in the statement of financial position with a charge or credit recognized in other comprehensive income in the period in which they occur. Re-measurement recognized in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to Statement of Profit or Loss.
- ii. Provision for post-retirement medical benefit is made on defined contribution basis.
- iii. Provident fund contribution is made to Provident Fund Trust on accrual basis.
- iv. Payment of Ex-gratia and Notice pay on Voluntary Retirement are charged to revenue in the year incurred.
- v. Superannuation plan, a defined contribution scheme is administered by Bajaj Allianz Life Insurance Company. The Company makes contributions based on a specified percentage of each eligible employee's salary.

1.11 Short-term and other long-term employee benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

Liabilities recognised in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

Liabilities recognised in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

1.12 Taxes on Income

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Income tax expense represents the sum of the tax currently payable and deferred tax.

1.13 Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit or loss and other comprehensive income/statement of profit or loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

1.14 Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognized if the temporary difference arises from the initial recognition of goodwill.

Deferred tax liabilities are recognized for taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures, except where the company is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognized to the extent that it is probable that there will be sufficient taxable profits against which to utilize the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

1.15 Current and deferred tax for the year

Current and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

However the Company is in Losses. So, there is no current tax for the current Financial Year

1.16 Investments

Investments in Subsidiaries, Wholly Owned Subsidiaries, Associates and Joint Ventures are shown at cost. Where the carrying amount of an investment is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount and the difference is transferred to the Statement of Profit and Loss. On disposal of investment, the difference between the net disposal proceeds and the carrying amount is charged or credited to the Statement of Profit and Loss

1.17 Property, plant and equipment

The cost of property, plant and equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, including relevant borrowing costs for qualifying assets and any expected costs of decommissioning. Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, are charged to

the Statement of Profit and Loss in the period in which the costs are incurred. Major shut-down and over-haul expenditure is capitalized as the activities undertaken improves the economic benefits expected to arise from the asset.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in Statement of Profit and Loss.

Property, plant and equipment except freehold land held for use in the production, supply or administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses, if any.

The Company has elected to continue with the carrying value for all of its property, plant and equipment as recognized in the financial statements as at the date of transition to Ind AS i.e. 1 April, 2015, measured as per the previous GAAP and use that as its deemed cost as at the date of transition.

Depreciation commences when the assets are ready for their intended use. Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation is recognized so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of following categories of assets located in India, in whose case the life of the assets has been assessed as under based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement anticipated technological changes, manufacturers warranties and maintenance support, etc.

When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on estimate of their specific useful lives.

Freehold land and leasehold land where the lease is convertible to freehold land under lease agreements at future dates at no additional cost, are not depreciated.

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets. However, when there is no reasonable certainty that ownership will be obtained by the end of the lease term, assets are depreciated over the shorter of the lease term and their useful lives.

1.18 Intangible assets

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortization and accumulated impairment losses. Amortization is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortization method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses.

1.19 Earnings per Share

Basic earnings per share are computed by dividing the profit/ (loss) after tax by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for treasury shares, bonus issue, bonus element in a rights issue to existing shareholders, share split and reverse share split (consolidation of shares).

Diluted earnings per share is computed by dividing the profit / (loss) after tax as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares including the treasury shares held by the Company to satisfy the exercise of the share options by the employees.

1.20 Impairment

The Company applies the expected credit loss model for recognising impairment loss on financial assets measured at amortized cost, debt instruments at FVTOCI, lease receivables, trade receivables, other

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contractual rights to receive cash or other financial asset, and financial guarantees not designated as at FVTPL. Expected credit losses are the weighted average of credit losses with the respective risks of default occurring as the weights. Credit loss is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive (i.e. all cash shortfalls), discounted at the original effective interest rate (or credit-adjusted effective interest rate for purchased or originated credit-impaired financial assets). The Company estimates cash flows by considering all contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) through the expected life of that financial instrument. The Company measures the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses. 12-month expected credit losses are portion of the life-time expected credit losses and represent the lifetime cash shortfalls that will result if default occurs within the 12 months after the reporting date and thus, are not cash shortfalls that are predicted over the next 12 months.

If the Company measured loss allowance for a financial instrument at lifetime expected credit loss model in the previous period, but determines at the end of a reporting period that the credit risk has not increased significantly since initial recognition due to improvement in credit quality as compared to the previous period, the Company again measures the loss allowance based on 12-month expected credit losses.

1.21 Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized when the company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

1.22 Contingent Liabilities

Contingent liabilities are not recognized but disclosed in Notes to the Accounts when the company has possible obligation due to past events and existence of the obligation depends upon occurrence or non-occurrence of future events not wholly within the control of the company.

Contingent liabilities are assessed continuously to determine whether outflow of economic resources have become probable. If the outflow becomes probable then relative provision is recognized in the financial statements.

Where an entity is jointly and severally liable for an obligation, the part of the obligation that is expected to be met by other parties is treated as a contingent liability. The entity recognizes a provision for the part of the obligation for which an outflow of resources embodying economic benefits is probable, except in the extremely rare circumstances where no reliable estimate can be made

Contingent Liabilities are disclosed in the General Notes forming part of the accounts

1.23 Contingent Assets

Contingent Assets are not recognised in the financial statements. Such contingent assets are assessed continuously and are disclosed in Notes when the inflow of economic benefits becomes probable. If it is virtually certain, that inflow of economic benefits will arise then such assets and the relative income will be recognised in the financial statements.

1.24 Leases

Assets held under lease, in which a significant portion of the risks and rewards of ownership are transferred to lessee are classified as finance leases. Other leases are classified as operating leases. The company normally enters into operating leases which are accounted for as under:-

Rental income from operating leases is recognized on a straight-line basis over the term of the relevant lease.

Where the company is a lessee, operating lease payments are recognized as an expense on a straight-line basis over the lease term. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognized on a straight-line basis over the lease term.

Statement of Changes in Equity (SOCIE)

Rupees in Lakhs

	As at March 31, 2019		As at March 31, 2018		As at April 1, 2017	
	No. of Shares	Rs.	No. of Shares	Rs.	No. of Shares	Rs.
(A) Equity share capital						
Balance at the beginning of the reporting period	16,88,41,072	16,884.11	16,88,41,072	16,884.11	16,88,41,072	16,884.11
Change in equity Share capital during the year	-	-	-	-	-	-
Balance at the end of the reporting period	16,88,41,072	16,884.11	16,88,41,072	16,884.11	16,88,41,072	16,884.11
(B) Other equity						
	Capital Reserve	Capital Redemption Reserve	Securities Premium Reserve	General Reserve	Foreign Exchange Reserve	Retained earnings
						Total Other Equity
Balance as at April 1, 2017	20.00	1,218.10	18,658.23	449.73	-	4,312.86
Profit/(loss) for the year	-	-	-	-	-	(10,514.41)
Other comprehensive income for the year, net of taxes	-	-	-	-	-	-
Others	-	-	-	-	132.27	(17,511.35)
Total comprehensive income for the year	-	-	-	-	132.27	(28,025.76)
Dividend (including tax on dividend)	-	-	-	-	-	-
Balance as at March 31, 2018	20.00	1,218.10	18,658.23	449.73	132.27	(23,712.90)
Balance as at April 1, 2018	20.00	1,218.10	18,658.23	449.73	132.27	(23,712.90)
Profit for the year	-	-	-	-	-	(73,008.03)
Other comprehensive income for the year, net of taxes	-	-	-	-	-	-
Others	-	-	-	-	1,852.03	(2,672.11)
Total comprehensive income for the year	-	-	-	-	1,852.03	(75,680.14)
Dividend (including tax on dividend)	-	-	-	-	-	-
Balance as at March 31, 2019	20.00	1,218.10	18,658.23	449.73	1,984.30	(99,393.04)

See accompanying notes forming part of the financial statements

In terms of our report attached

For J. Singh & AssociatesChartered Accountants
FRN No: 110266W**Ritesh Tawry**

Partner

Mem. No : 213326

Place: Hyderabad

Date : 29th May, 2019

For and on behalf of the Board of Directors

G. Srinivasa RajuManaging Director
(DIN: 00132249)**S. Hanumantha Rao**Whole Time Director
(DIN: 00118801)**S. Rangaraj**

Chief Financial Officer

Place: Hyderabad

Date : 29th May, 2019

2.01 Property, Plant and Equipment

Rupees in lakhs

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	As on 01.04.2018	Additions	Deletions	As on 31.03.2019	As on 01.04.2018	for the year on deletions	As on 31.03.2019	As on 31.03.2018
A) Tangible Assets								
Land	81.16	-	-	81.16	-	-	81.16	81.16
Buildings	1,182.99	-	-	1,182.99	779.21	28.14	375.64	403.78
Plant & Machinery	32,438.78	-	-	32,438.78	24,288.06	894.69	7,256.03	8,150.72
Electrical Equipment's / Installations	1,391.36	-	-	1,391.36	609.80	75.44	706.13	781.57
Office Equipment's	354.03	-	-	354.03	353.65	0.29	0.09	0.37
Testing Equipment's	0.10	-	-	0.10	0.10	-	-	-
Furniture & Fixtures	120.29	-	-	120.29	104.36	2.53	13.40	15.92
Vehicles	258.61	-	22.01	236.60	201.01	5.01	52.59	57.60
Miscellaneous Equipment's	3.52	-	-	3.52	3.52	-	-	-
Total of Tangible Assets	35,830.84	-	22.01	35,808.83	26,339.72	1,006.10	8,485.04	9,491.14
B) Intangible Assets								
ERP / Software	391.45	-	-	391.45	391.45	-	-	-
Total (A+B)	36,222.29	-	22.01	36,200.28	26,731.17	1,006.10	8,485.04	9,491.14

Notes:

During the current financial year the Company has reworked the Depreciation from March 2014 as there are lapses in calculations and due to which the Depreciation for the year would have been Rs.1330.10 Cr., Accordingly the loss for the current financial year would higher by Rs. 3.24 cr.

Rupees in lakhs

	As at 31st March 2019	As at 31st March 2018
2.02 Non-Current Investments		
Investments in Equity Instruments		
In Wholly Owned Subsidiary Companies (Unquoted, Non-trade, at cost)		
i) Hestia Holdings Ltd (1 equity share of 100 USD each fully paid up)	0.04	0.04
ii) Nuance Holdings Ltd (500,000 equity shares of 1 HKD each fully paid up)	26.03	26.03
iii) Pac Ventures Pte Ltd (105,80,000 equity shares of 1 USD each fully paid up)	4,566.42	4,566.42
iv) Sujana Holdings Ltd (1,000,000 equity shares of 100 AED each fully paid up)	12,904.92	12,904.92
v) Sun Trading Ltd (1,44,00,000 equity shares of 1 USD each fully paid up)	6,766.62	6,766.62
Total	<u>24,264.03</u>	<u>24,264.03</u>
Less:		
Provision for loss on Investments	<u>17,497.41</u>	-
Total	<u>6,766.62</u>	<u>24,264.03</u>
2.03 Other Financial Assets		
Deposits with Government Authorities & Others	<u>214.96</u>	<u>230.62</u>
	<u>214.96</u>	<u>230.62</u>
2.04 Other non-current assets		
Loans and Advances to Subsidiaries	9,780.29	7,487.40
Other Loans & Advances	<u>(9,780.29)</u>	-
Total	<u>-</u>	<u>7,487.40</u>
2.05 Inventories		
(at lower of cost or net realizable value)		
Raw Materials	-	-
Work in Process	-	-
Finished Goods	-	-
Stock in Trade	-	887.45
Stock in Transit	-	-
Stores and Spares	-	58.52
Total	<u>-</u>	<u>945.97</u>
2.06 Trade Receivables		
a) Unsecured & Considered Good	-	-
Outstanding for less than Six Months	-	-
Domestic	-	-
Exports	-	-
Other Receivables	-	-
Domestic	54,526.40	67,352.42
Exports	<u>3,436.54</u>	<u>29,612.00</u>
	<u>57,962.94</u>	<u>96,964.41</u>
b) Doubtful	<u>40,918.15</u>	-
Less: Provision for doubtful debts	<u>40,918.15</u>	-
Total	<u>57,962.94</u>	<u>96,964.41</u>
2.07 Cash and Cash Equivalents		
Cash on Hand	7.62	9.64
Bank Balances in Current Accounts	256.41	256.93
Deposits with banks	-	-
	<u>264.03</u>	<u>266.57</u>
2.08 Other Current Assets		
Advance to Staff	1.85	3.79
Advance for Expenses & Others	4.40	1.46
TDS Receivable	50.09	50.09
Pre-paid Expenses	0.58	-
VAT Receivable	94.22	76.52
Advances to Suppliers & Others	4,410.18	5,037.93
Excise Duty Receivable	0.07	0.07
MAT Credit Receivable	478.92	478.92
Other Current Assets	-	-
Total	<u>5,040.31</u>	<u>5,648.78</u>

2.09 - Equity Share Capital

Rupees in Lakhs

(i) The authorised, issued, subscribed and fully paid-up share capital

Particulars	As at March 31, 2019		As at March 31, 2018		As at April 1, 2017	
	No. of shares	Rs.	No. of shares	Rs.	No. of shares	Rs.
Authorised:						
Equity shares of ₹10 each with voting rights	175,000,000	17,500.00	175,000,000	17,500.00	175,000,000	17,500.00
1% Cumulative Redeemable Preference Shares of Rs.100/- each	2,500,000	250.00	2,500,000	250.00	2,500,000	250.00
Issued, Subscribed and Fully Paid:						
Equity shares of ₹10 each with voting rights	168,841,072	16,884.11	168,841,072	16,884.11	168,841,072	16,884.11
Total	168,841,072	16,884.11	168,841,072	16,884.11	168,841,072	16,884.11

The equity shares of the Company having par value of ₹ 10 per share, rank pari passu in all respects including entitlement to dividend. Repayment of the capital in the event of winding up of the Company will inter alia be subject to the provisions of the Articles of Association of the Company and as may be determined by the Company in General Meeting prior to such winding up.

(ii) Details of shares held by each share holder holding more than 5% shares

Name of shareholder	As at March 31, 2019		As at 31 March, 2018		As at April 1, 2017	
	Number of shares held	% holding	Number of shares held	% holding	Number of shares held	% holding
Equity shares of ₹10 each with voting rights						
i) Yalamanchili Finance & Trading Pvt Ltd	-	0.00%	0	0.00%	30,000,000	17.77%
ii) Sujana Finance & Trading Pvt. Ltd	44,898,335	26.59%	44,898,335	26.59%	14,898,335	8.82%
Total	44,898,335	26.59%	44,898,335	26.59%	44,898,335	26.59%

(iii) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year:

	As at March 31, 2019		As at March 31, 2018	
	Number of shares	Rs.	Number of shares	Rs.
Equity shares				
Opening balance	168,841,072	16,884.11	168,841,072	16,884.11
Issued during the year	-	-	-	-
Closing balance	168,841,072	16,884.11	168,841,072	16,884.11

Rupees in lakhs

	As at 31st Mar 2019	As at 31st Mar 2018
2.10 Other Equity		
a) Capital Reserves		
Opening Balance	20.00	20.00
Add: Additions During the Year	-	-
	20.00	20.00
b) Capital Redemption Reserve		
Opening Balance	1,218.10	1,218.10
Add: Additions During the Year	-	-
	1,218.10	1,218.10
c) Securities Premium Reserves		
Opening Balance	18,658.23	18,658.23
Add: Additions During the Year	-	-
	18,658.23	18,658.23
d) Foreign Exchange Reserve		
Opening Balance	132.27	-
Add: for the year	1,852.03	132.27
	1,984.30	132.27
e) General Reserves		
Opening Balance	449.73	449.73
Less: Transferred to Capital Redemption Reserve	-	-
	449.73	449.73
f) Retained Earnings		
Opening Balance	(23,712.90)	4,312.86
Less: Prior Period Adjustments	2,672.11	17,511.35
	(26,385.01)	(13,198.49)
Add: Other comprehensive Income	(73,008.03)	(10,514.41)
	-	-
	(99,393.05)	(23,712.90)
Total (a+b+c+d+e+f)	(77,062.68)	(3,234.55)
2.11 Non-Current Borrowings		
Secured		
a) Term Loans from Banks (Refer to Note 1)		
i) Term Loan (TL)	-	-
ii) Working Capital Term Loan (WCTL)	-	-
iii) Funded Interest Term Loan (FITL)	-	-
b) Vehicle Loans (Refer to Note 2)	-	-
c) 1% Cumulative Redeemable Preference Shares (CRPS) of Rs.100/- each (Refer Note 3)	-	-
	-	-
Un-Secured		
Loans from Others	-	-
	-	-
Total	-	-

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Rupees in lakhs

	As at 31st Mar 2019	As at 31st Mar 2018
Notes:		
1) (a) Term loans availed from IDBI Bank Ltd are payable in 25 monthly equal installments commenced from July 1, 2014 and ending on July 1, 2016 and carrying interest rate BBR + 650 basic points.		
(b) The term loans are secured by way of first charge on the entire fixed assets of the Company, both present and future, ranking pari passu with the charges already created in favour of existing term lender and second charge on all the current assets of the Company, both present and future, and further secured by the guarantees of the Promoter Directors, namely Y S Chowdary and G Srinivasa Raju, in their personal capacities and corporate guarantee of M/s Splendid Metal Products Ltd. (formerly Sujana Metal Products Ltd.,)		
c) The term loans installments which have fallen due within have been classified as current liability Ref Note:2.16.		
2) Vehicle loans availed from various banks and secured by way of charge of respective vehicles financed. Vehicles loan installments which are fallen due within 12 months are classified as current liability. There are no overdues;		
3) The Company has allotted 24,36,200 of 1% Cumulative Redeemable Preference Shares (CRPS) of Rs.100/ each on 1st March 2006 aggregating to Rs.2436.20 lakhs, and redeemable in 12 quarterly installments co-terminus with the principal repayment. Accordingly the repayment of CRPS started from October 2014.		
2.12 Provisions		
Non-current		
Employee Benefit obligation	180.91	186.96
	180.91	186.96
Current		
Other Provisions		
Dividends on CRPS	-	-
Tax on dividend to CRPS	-	-
	-	-
Total	180.91	186.96
2.13 Deferred Tax Liability / (Asset) (Net)		
Opening Balance	(96.52)	(1,045.72)
Add: Deferred Tax Assets in relation to		
(i) Difference in depreciation & amortisation for accounting and income tax purposes	-	(500.91)
(ii) Provision for employee benefits	-	(4.70)
	-	(505.61)
Less: Due to uncertainty of profits in future period, decided no to recognise any asset	96.52	1,454.81
(iii) Disallowance under Section 43B of Income Tax Act, 1961	-	-
Deferred Tax Liability / (Asset) (Net)	(0.00)	(96.52)
2.14 Current Borrowings		
Secured		
From Consortium Banks	95,114.81	95,114.82
From Other Banks	11,098.87	6,660.99
Total	1,06,213.68	1,01,775.81
Un-Secured		
From Others	9,162.20	5,980.00
	9,162.20	5,980.00
Total	1,15,375.88	1,07,755.81
Notes:		
1) Cash Credits of banks are secured by way of pari pasu first charge on the current assets and pari passu second charge on fixed assets both present and future and secured by the personal guarantees of the Promoter Directors, namely Y S Chowdary and G Srinivas Raju, and further secured by the corporate guarantee of M/s Splendid Metal Products Ltd (formerly Sujana Metal Products Ltd.,).		

2) Cash Credits (CC) outstanding with various banks

Name of the Bank	Outstanding as at 31st March	
	2019	2018
1) Bank of Baroda	5,515.03	5,515.03
2) Bank of India	25,645.61	25,645.62
3) Central Bank of India	8,037.11	8,037.11
4) IDBI Bank Ltd	3,601.14	3,601.14
5) Indian Overseas Bank	25,669.32	25,669.32
6) Oriental Bank of Commerce	12,231.12	12,231.12
7) UCO Bank	14,415.48	14,415.48
Total	95,114.81	95,114.82

Notes:

- During the Financial Year 2018-19 the Company has not made any provision for Interests on term loans and working capital loans as the accounts are NPA. Had the interest of Rs.213.40 cr., (Previous year Rs.190.78 Cr.,) been charged to the profit & loss a/c for the financial year 2018-19, the loss would have been Rs.908.16 cr., (Previous year Rs.281.38 Cr.,)
- The Borrowings from other Banks of Rs.11098.97 lacs represents the Loan together with interest from Export-Import Bank of India, Mumbai arisen due to invocation of Stand by Letter of Credit (SBLC) provided to EXIM Bank of India, London on behalf of PAC Ventures Pte Limited, Singapore (a Wholly Owned Subsidiary of the Company) for sanction of Loan Facility to meet working capital.
- The Unsecured Loan from Others represents that the Company has availed advances for repayment of SICOM liability availed for Purchases/Sales Bill Discounting Facility

2.15 Trade Payables

i) Acceptance (Refer to Note 1 & 2)	10,000.00	10,000.00
ii) Trade Payables	877.72	1,905.00
Total	10,877.72	11,905.00

Note :

- Acceptance refers to LC acceptances from banks are secured by way of pari passu first charge on the current assets and pari passu second charge on fixed assets both present and future and secured by the personal guarantees of the Promoter Directors, as mentioned above and further secured by the corporate guarantee of M/s Splendid Metal Products Ltd (formerly Sujana Metal Products Ltd.,)
- Letter of Credits (acceptances) outstanding with various banks

Name of the Bank	Outstanding as on 31st March			
	2019		2018	
	Total	Devolved	Total	Devolved
1) Central Bank of India	10,000.00	10,000.00	10,000.00	10,000.00
Total	10,000.00	10,000.00	10,000.00	10,000.00

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Rupees in lakhs

	As at 31st Mar 2019	As at 31st Mar 2018
2.16 Other Financial Liabilities		
Current Maturities of Long Term Debt (Secured)		
Term Loans (Ref. Note No.2.11)	7,204.71	7,204.71
Auditors Fees Payable	31.05	24.35
CRPS Dividend Payable	200.99	200.99
Dividend Distribution Tax Payable	14.50	14.50
CRPS Installments Payable	2,179.72	2,179.73
Rent Payable	29.75	28.62
Cost Audit Fees Payable	-	3.14
Income Tax Payable	680.46	680.46
Statutory Liabilities	137.98	105.60
Total	10,479.16	10,442.09
2.17 Other Current Liabilities		
Due to Subsidiaries	244.41	-
Sundry Creditors for Services & Others	788.13	748.10
Advances from Customers	966.26	707.93
Total	1,998.80	1,456.03
	Year Ended 31st March 2019	Year Ended 31st March 2018
2.18 Revenue from Operations		
From Sale of Products (Gross)		
- Domestic	236.32	2,098.64
- Exports	-	3,436.54
Less: Excise Duty	-	(0.46)
Total	236.32	5,534.72
2.19 Other Income		
Interest Income	-	30.77
Forex Gain	-	56.92
Miscellaneous Income	40.28	129.74
Total	40.28	217.43
2.20 Cost of Material Consumed		
Opening Stock of Raw material	-	37.76
Add: Purchases	-	-
Add: Carriage Inward & Other Incidental Expenses	-	-
	-	37.76
Less: Closing Stock	-	-
Total	-	37.76

Rupees in lakhs

	Year Ended 31st March 2019	Year Ended 31st March 2018
2.21 Changes in Inventories		
a) Opening Stock		
Stock-in-Trade	887.45	1,338.41
Finished Goods	-	0.21
Work-in-Progress	-	2.87
	887.45	1,341.49
b) Closing Stock		
Stock-in-Trade	-	887.45
Finished Goods	-	-
Work-in-Progress	-	-
	-	887.45
(Increase) / Decrease (a - b)	887.45	454.04
2.22 Employee Benefits Expense		
Salaries and Wages	101.67	214.85
Contribution to Provident and Other Funds	8.52	34.28
Staff Welfare Expenses	0.91	2.76
Total	111.10	251.89
2.23 Finance Costs		
Interest Expenses	2,211.52	-
Other Borrowing Costs	518.64	55.60
Preference Dividend (Gross)	-	-
Total	2,730.16	55.60

Note: Interest expenses includes the interest provided for EXIM Bank on invoked SBLC and other Borrowing Cost includes interest paid to SICOM Ltd., arisen during the current year on Invocation SBLC and Purchase bill facility respectively.

2.24 Other Expenses

Consumption of Stores and Spare Parts (Refer Note 1)	58.52	2.16
Power and Fuel	0.01	32.98
Rent	12.86	13.50
Repairs to Buildings	-	0.75
Repairs to Machinery	0.82	-
Insurance	-	13.69
Rates and Taxes, excluding taxes on income	3.78	16.84
Professional & Consultancy Charges	48.66	35.15
Travelling & Conveyance	11.45	71.45
Carriage Outwards	-	0.24
Business Development Expenses	1.48	4.59
Postage, Telegrams & Telephone Expenses	7.69	4.44
Printing & Stationery	2.63	6.55
Provision for Bad Debts	40,918.15	789.39

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Provision for loss on Investments (WOS)	17,497.41	-
Provision for doubtful debts on advances (WOS)	9,780.29	-
Audit Fee		
- Audit Fee	31.05	17.45
Office Maintenance	18.47	18.41
Factory Maintenance	-	1.31
Foreign Exchange Fluctuations	-	66.52
Loss on Sale of Fixed Assets	-	7,127.90
Miscellaneous expenses	60.03	73.42
Total	68,453.30	8,296.74

Notes :

1) Consumption of Stores and Spare Parts		
Opening Stock	58.52	60.68
Add: Purchases	-	-
	58.52	60.68
Less: Closing Stock	-	58.52
Total	58.52	2.16

2.25 Property, Plant and equipment and Capital work-in-progress

Rs. In Lakhs

Carrying amount of:	As at 31 March, 2019	As at 31 March, 2018
Land	81.16	81.16
Buildings	375.64	403.79
Plant & Machinery	7256.03	8150.73
Electrical Equipment's/Installations	706.13	781.57
Office Equipment's	0.09	0.37
Testing Equipment's	-	-
Furniture & Fixtures	13.40	15.93
Vehicles	52.59	57.59
Total	8485.04	9491.14

Rs. In Lakhs

	Land	Buildings	Plant & Machinery	Electrical Equipment's/ Installations	Office Equipment's	Testing Equipment's	Furniture & Fixtures	Vehicles	Miscellaneous Equipment's	Total
Cost or Deemed cost										
Balance as at 1 April, 2017	81.16	1182.99	40204.16	654.57	354.03	0.10	120.29	720.57	3.52	43321.38
Additions during the year	0.00	0.00	4534.18	736.79	0.00	0.00	0.00	0.00	0.00	5270.97
Assets disposed/written off during the year	0.00	0.00	12299.55	0.00	0.00	0.00	0.00	461.96	0.00	12761.51
Balance as at 31 March, 2018	81.16	1182.99	32438.78	1391.36	354.03	0.10	120.29	258.61	3.52	35830.85
Additions during the year	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Assets disposed/written off during the year	0.00	0.00	0.00	0.00	0.00	0.00	0.00	22.01	0.00	22.01
Balance as at 31 March, 2019	81.16	1182.99	32438.78	1391.36	354.03	0.10	120.29	236.60	3.52	35808.83
Accumulated depreciation										
Accumulated depreciation as at 1 April, 2017	0.00	742.01	27754.50	582.08	352.80	0.10	100.41	492.78	3.52	30028.42
Charge for the year	0.00	3720	1694.87	2771	0.85	0.00	3.96	52.72	0.00	1817.31
Depreciation on assets adjusted against retained earnings during the year	0.00	0.00	5161.32	-	-	-	-	344.49	-	5505.81
Accumulated depreciation as at 31 March, 2018	0.00	779.20	24288.05	609.79	353.66	0.10	104.37	201.02	3.52	26339.70
Charge for the year	0.00	28.14	894.69	75.44	0.29	0.00	2.53	5.01	0.00	1006.10
Depreciation on assets adjusted against retained earnings during the year	0.00	0.00	0.00	0.00	0.00	0.00	0.00	22.01	0.00	22.01
Accumulated depreciation as at 31 March, 2019	0.00	807.35	25182.74	685.24	353.94	0.10	106.90	184.01	3.52	27323.80
Carrying amount										
Balance as at 1 April, 2017	81.16	440.98	12449.65	72.49	1.23	0.00	19.88	227.79	0.00	13293.18
Balance as at 31 March, 2018	81.16	403.79	8150.73	781.57	0.37	0.00	15.93	57.59	0.00	9491.14
Balance as at 31 March, 2019	81.16	375.64	7256.03	706.13	0.09	0.00	13.40	52.59	0.00	8485.04

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2.26 Financial Instruments- Fair Values and Risk Management

The following tables show the carrying amounts and fair values of financial assets and financial liabilities by categories. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

(As of March 31, 2019)

Rs. in Lakhs

Particulars	cost	Financial assets/ liabilities at FVTPL	Financial assets/ liabilities at fair value through OCI	Total carrying value	Total fair value
Assets:					
Investments in Equity Instruments	24264.03	6766.62	-	6766.62	
Cash & Cash Equivalents (Ref Note No. 2.07)	264.03	-	-	264.03	-
Trade Receivable (Ref Note No. 2.06)	98881.09	57962.94	-	57962.94	-
Loans & Advances (Ref Note No. 2.04)	--	-	-	-	-
Advances to Subsidiaries	9780.29	-	-	-	
Liabilities:					
Trade Payable (Ref Note No. 2.15)	10877.72	-	-	10877.72	-
Borrowings (Ref Note No 2.14)	115375.88	-	-	115375.88	
Other Financial Liabilities (Ref Note No. 2.11 & 2.16)	10479.16	-	-	10479.16	-

(As of March 31, 2018)

Rs. in Lakhs

Particulars	Cost	Financial assets/ liabilities at FVTPL	Financial assets/ liabilities at fair value through OCI	Total carrying value	Total fair value
Assets:					
Investments in Equity Instruments	-	-	-	-	-
Cash & Cash Equivalents (Ref Note No. 2.07)	266.57	-	-	266.57	-
Trade Receivable (Ref Note No. 2.06)	96964.41	-	-	96964.41	-
Loans & Advances (Ref Note No. 2.04)	7487.40	-	-	7487.40	-
Liabilities:					
Trade Payable (Ref Note No. 2.15)	11905.00	-	-	11905.00	-
Borrowings (Ref Note No 2.14)	101775.81	-	-	101775.81	
Other Financial Liabilities (Ref Note No. 2.11 & 2.16)	10442.09	-	-	10442.09	-

2.27 Financial risk management

The company's activities expose it to the following financial risks:

- Market risk
- Credit risk and
- Liquidity risk

The company has not arranged funds that have any interest rate risk.

a) Market risk

i) Foreign Exchange Risk

Foreign currency risk is also known as Exchange Currency Risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. Foreign currency risk in the Company is attributable to Company's operating activities and financing activities. In the operating activities, the Company's exchange rate risk primarily arises when revenue / costs are generated in a currency that is different from the reporting currency (transaction risk). The Company

manages the Net exposure on a rolling 12 month basis and hedges the exposures based on a duly approved policy by the Board. The information is monitored by the Audit committee and the Board of Directors on a quarterly basis. This foreign currency risk exposure of the Company is mainly in U.S. Dollar (USD).

b) Credit Risk

Credit risk refers to the risk of default on its obligation by a counterparty resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily from trade receivables. Accordingly, credit risk from trade receivables has been separately evaluated from all other financial assets in the following paragraphs.

Trade Receivables

Trade receivables are typically unsecured and are derived from revenue earned from Customers. Impairment on trade receivables is recognized based on expected credit loss in accordance with provisions of Ind AS 109. The company's historical experience from customer, present economic condition, present performance of the customers and future outlook for the industry etc. are taken into account for the purposes of expected credit loss. Agewise Receivables are as follows:

Particulars	As at	
	31st March 2019	31st March 2018
Within the Credit Period		
Within the Credit Period of		
01-30 days past due	-	-
31-60 days past due	-	-
61-90 days past due	-	-
91-120 days past due	-	-
121-150 days past due	-	-
151-180 days past due	-	-
More than 180 days past due	98881.09	96964.41
Total	98881.09	96964.41

Trade receivables are generally considered credit impaired after three years past due (except government dues), unless the amount is considered receivable by the company for individual trade receivables. Accordingly the Company has made provision for Bad & Doubtful debts for an amount of Rs.40918.15 lacs during the current financial year.

The company considers that all the other trade receivable of Rs.57962.94 lacs financial assets that are not impaired and past due for each reporting dates under review are of good credit quality.

With regard to trade receivable on certain transactions, the company has equivalent trade payables to associate suppliers which are payable on realization of trade receivables. Such trade receivables are considered not impaired though past due.

Other financial assets

The Company has made a provision for impairment of Investments in Wholly Owned Subsidiary Companies to a tune of Rs.17497.41 lacs due to the negative net worth in those subsidiaries and advances given to one of the subsidiary to a tune of Rs.9780.29 lacs. We consider all the other financial assets as at the reporting date to be of good credit quality.

c. Liquidity Risk

The liquidity needs are monitored on the basis of monthly and yearly projections. The company's principal sources of liquidity are cash and cash equivalents and, cash generated from operations.

Short term liquidity requirements consists mainly of sundry creditors, expense payable, employee

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dues arising during the normal course of business as of each reporting date. The company maintains sufficient balance in cash and cash equivalents to meet short term liquidity requirements.

The company assesses long term liquidity requirements on a periodical basis and manages them through internal accruals and committed credit lines.

2.28 Related Party Transactions.

I) List of Related Parties and Relationships.

Name of the Party	Country	Relationship
Subsidiaries		
Pac Ventures Pte. Limited	Singapore	Subsidiary
Sujana Holdings Limited	UAE	Subsidiary
Nuance Holdings Limited	Hong Kong	Subsidiary
Sun Trading Limited	Cayman Island	Subsidiary
Hestia Holdings Limited	Mauritius	Subsidiary
Selene Holdings Limited	Mauritius	Step down subsidiary
Empire Gulf FZE	UAE	Step down subsidiary
Sun Global Trading Pte. Limited	Singapore	Step down subsidiary

II Key Managerial Personnel

Mr. G. Srinivasa Raju	Managing Director
Mr. S. Hanumantha Rao	Executive Director
Mr. S. Rengaraj	Chief Financial Officer

III) List of Companies in which directors are interested

Name of the Company\Director	Mr. G Srinivasa Raju	Mr. S Hanumantha Rao	Mr. K Srinivasa Rao	Ms. Uma Devi
Splendid Metal Products Ltd	Director	Director	Director	Director
Vundella Investments Pvt Ltd	-	-	-	-
Frontier Design Syndicate Pvt Ltd	-	-	-	-
Neueon Towers Ltd	Director	Director	-	Director
Lakshmi Gayatri Industries Pvt Ltd	Director	Director	-	-
Sunled Technologies Pvt Ltd	-	Director	-	-
Glade Steel Pvt Ltd	Director	Shareholder	-	-
Golkonda Finance and Trading Pvt Ltd	Shareholder	-	-	-
Sujana Capital Services Ltd	Shareholder	-	-	-
Sujana Energy Ltd	Director	Director	-	-
Sujana Solar Power Pvt Ltd	-	Director	-	-
Sujana Power (India) Ltd	Director	Director	-	-
Kakatiya Enclaves Pvt Ltd	Director	-	-	-
Yalamanchili Finance and Trading Pvt Ltd	Director	-	-	-
Foster Infin and Trading Pvt Ltd	Director	-	-	-
Sujana Finance and Trading Pvt Ltd	Director	-	-	-
Sujana Holdings Ltd	Director	Director	-	-
Sujana Projects Ltd	Director	Director	-	-
Candid Industries Ltd	Shareholder	-	-	-

IV) Related Party Transactions

Rs. in Lakhs

	Subsidiaries		Key Management Personnel	
	2018-19	2017-18	2018-19	2017-18
Sale of goods				
Splendid Metal Products Ltd	-	-	-	170.50
Neueon Towers Limited	-	-	-	-
Purchase of goods				-
	-	-	-	-
Other Income				
	-	-	-	-
Other Expenses				
	-	-	-	-
Remuneration				
Mr. G Srinivasa Raju	-	-	18.00	-
Mr. S Hanumantha Rao	-	-	17.25	10.80
Mr. Rengaraj	-	-	15.86	12.34
Mr. B Manoharan	-	-	0.00	5.00
Mr. P Kodanda Rami Reddy	-	-	0.00	6.14
Total	-	-	51.11	34.28
Loans & Advances				
Pac Ventures Pte. Ltd	9780.29	7487.40	-	-
	9780.29	7487.40	-	-
Guarantees given (USD in Millions)				
Pac Ventures Pte. Ltd		US \$ 4.00	-	-

V. Maximum Amount of Outstanding

Rs.lacs

Name of the Company	Relationship	Amount outstanding As on 31.03.2019	Maximum amount due at any one time during the year	Investment by the loanee in the shares of parent company No. of Shares
Pac Ventures Pte. Ltd	Subsidiary	9780.29	9780.29	Nil

Retirement Benefits**2.29 Gratuity and Leave Encashment**

Rs. in Lakhs

		Gratuity		Leave Encashment	
		2018-19	2017-18	2018-19	2017-18
(i)	Reconciliation of Opening and Closing balances of the present value of the defined benefit obligations:				
	Service cost for the year	63.69	148.31	6.71	30.48
	Interest cost	0.85	3.97	0.59	2.75
	Benefits settled/paid	4.90	11.42	0.52	2.35
	Actuarial (gain) / loss	-20.25	-57.96	0.00	-0.39
	Obligations at the end of the year	-29.57	-42.06	-6.34	-28.48
	Change in Plan Assets	-19.62	63.69	1.48	6.71

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(ii)	Plan assets at fair value at the beginning of the year	-		-	-
	Adjustment	-	2.50	-	-
	Expected return on plan assets	-	0.00	-	-
	Expenses	-	0.19	-	-
	Contributions	-	0.00	-	-
	Benefits settled / paid	-	0.00	-	-
	Plan assets at fair value at the end of the year	-	-0.19	-	-
(iii)	Reconciliation of present value of the obligation and the fair value of the plan assets	-	2.50	-	-
	Present value of obligation at the end of the year	-	-	-	-
	Fair value of the plan assets at the end of the year	19.62	63.69	1.48	6.71
	Amount recognised in the Balance Sheet	-	2.50	-	-
(iv)	Expenses recognized in the Statement of Profit & Loss	19.62	61.19	1.48	6.71
	Service cost for the year	-	-	0.59	-
	Adjustment	0.85	3.97	0.00	2.75
	Interest cost	0.00	0.00	0.52	
	Expected return on plan assets	4.90	11.42		2.35
	Actuarial (gain) / loss	-	-0.19	-6.33	-28.87
	Net Cost	5.75	15.20	(5.23)	(23.77)
(v)	Assumptions				
	Discount rate (Note 1)	7.70	7.70	7.70	8.70
	Estimated rate of return on plan assets (Note 2)	-	-	-	-
	Rate of escalation in salary per annum (Note 3)	6.00	6.00	6.00	6.00
	Expected average remaining working live of employees	10 Years	11 years	11 years	11 years
	Retirement age	58 Years	58 years	58 years	58 years

2.30 Auditor's Remuneration

Rs. in lakhs

Particulars	2018-19	2017-18
Statutory Auditors	15.00	15.00
Other Auditors	16.05	2.45
Total	31.05	17.45

2.31 Segment Reporting

The Company has identified three reportable segments viz. LEC Division, Appliance Division, Steel Division. Segments have been identified and reported taking into account the nature of products and services, the differing risks and returns and the internal business reporting systems. The accounting policies adopted for segment reporting are in line with the accounting policy of the Company with following additional policies for segment reporting.

- Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and expenses which relate to enterprise as a whole and are not allocable to a segment on reasonable basis have been disclosed as "Un-allocable".
- Segment assets and liabilities represent net assets and liabilities in respective segments. Investments, tax related assets and other assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as "Un-allocable".

Primary Business Segment Information									Rs. in Lakhs		
Particulars		Business Segments						Eliminations		Total	
		LEC		Appliance		Steel					
		2018-19	2017-18	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18
A	Revenue										
	a) External	0	0	0	2.17	236.32	5532.55	0	0	236.32	5534.72
	b) Internal	0	0	0	0	0	0	0	0		0
	c) Total	0	0	0	2.17	236.32	5532.55	0	0	236.32	5534.72
B	Results										
	Segment Result Before Tax	-483.99	-487.63	-139.94	-171.20	-72287.58	-8906.38	0	0	-72911.51	-9565.20
	Less: Taxes	0	0	0	0	0	-949.20	0	0	0	-949.20
	Profit After Taxes	-483.99	-487.63	-139.94	-171.2	-72287.58	-9855.58	0	0	-72911.51	-10514.40
C	Assets										
	a) Segment Assets	1215.43	1339.99	246.08	362.09	69811.9	111232.54	0	0	71273.41	112934.62
	b) Unallocable Assets									7460.50	32460.97
	c) Total	1215.43	1339.99	246.08	362.09	69811.9	111232.5	0	0	78733.91	145395.58
D	Liabilities										
	a) Segment Liabilities	98.65	63.79	58.44	75.47	138755.4	131606.7	0	0	138912.47	131745.96
	b) Unallocable Liabilities										
	c) Total	98.65	63.79	58.44	75.47	138755.4	131606.7	0	0	138912.47	131745.96
E	Others										
	a) Depreciation	163.78	484.61	104.46	139.33	737.87	1193.37	0	0	1006.11	1817.31
	b) Capital Expenditure	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	c) Non-Cash Expenses	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	other than Depreciation	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Secondary Segments Information: Geographical

Revenue from geographical segment is based on location of its customers and total carrying amount of assets. The total cost incurred during the year to acquire fixed assets is based on geographical locations of the assets..

Secondary Segments Information : Geographical			Rs. in Lakhs
Particulars		2018-19	2017-18
A	Revenue by Geographical Market		
	- In India	236.32	2098.18
	- Outside India	0.00	3436.54
	- Total	236.32	5534.72
B	Additions to Fixed Assets and Intangible Assets		
	- In India	0.00	5270.97
	- Outside India	0.00	0.00
	- Total	0.00	5270.97
C	Carrying Amount of Segment Assets		
	- In India	78733.91	111472.59
	- Outside India	0.00	33922.85
	- Total	78733.91	145395.44

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2.32 Earnings Per Share (EPS)

Basic and Diluted Earnings Per Share in Rs.		Rs. in lakhs
Particulars	2018-19	2017-18
Net Profit After Tax	-73008.11	-10514.4
Net Profit attributable to Equity shareholder	-73008.11	-10514.4
Weighted average number of equity shares for Basic EPS	168841072	168841072
Weighted average number of equity shares for Diluted EPS	168841072	168841072
Nominal Value of Ordinary Share	10	10
Basic Earnings per Ordinary Share	-43.24	-6.23
Diluted Earnings per Ordinary Share	-43.24	-6.23

2.33 Balances under Sundry Debtors, Sundry creditors and Loans & Advances and other receivables and payables include long outstanding amounts and are subject to confirmations to be received from most of the parties. .

2.34 The Company has not received information / memorandum as required to be filed by the supplier with the notified authority under the MSMED Act, 2006 claiming their status as Micro or Small or Medium Enterprises. Hence, disclosure relating to amounts unpaid as at the yearend together with interest paid or payable under this Act has not been given.

2.35 During the year the Company has made a provision for diminution in value of investment in wholly owned overseas subsidiaries to the tune of Rs.17497.41 lacs keeping in view the losses incurred and thereby reduction in net worth of the Companies.

2.36 During the year the Company has made a provision for doubtful advances of Rs.9780.29 lacs against advance given to M/s Pac Ventures Pte. Limited, Singapore a wholly owned subsidiary of the Company keeping in-view of negative net worth caused by losses in the business.

2.37 Contingent Liabilities

Particulars		2018-19	2017-18
1. Bank Guarantees			
a) Bank of Baroda: Guarantee executed in favour of Commissioner Central Excise	Rs. Lacs	8.00	8.00
b) Corporate Guarantee provided by the Company to Mauritius Commercial Bank, Mauritius, on behalf of Hestia Holdings Ltd, Mauritius, wholly owned subsidiary to SUIL (*).	US & millions	20.00	20.00
c) Corporate Guarantee provided by the Company to Standard Bank (Mauritius) Limited on behalf of Selene Holdings Ltd, Mauritius, step down subsidiary to SUIL (#).	US & millions	23.00	23.00
2. Standby Letter of Credit (SBLC)			
d) Exim Bank of India: SBLC issued in favour of Exim Bank of India, London Branch on behalf of Pac ventures Pte. Ltd, Singapore, Wholly Owned Subsidiary of SUIL	US & millions	-	4.00
3. Claims against the Company not acknowledged as debt			
a) Sales Tax	Rs. Lacs	63684.40	63000.44
b) Customs & Central Excise	Rs. Lacs	770.00	770.00
c) Income Tax	Rs. Lacs	1431.65	1509.81
d) Workmen Compensation	Rs. Lacs	4.65	4.65

(*) The Mauritius Commercial Bank Limited (MCB) has preferred a suit against the Company in connection with the Corporate Guarantee furnished by SUIL on behalf of Hestia Holdings Limited, a wholly owned subsidiary of the Company for availing working capital facilities and obtained a decree against the Company from High Court U.K. Further MCB has filed an execution petition with the City Civil Court, Hyderabad for recovery of Decree amount.

(#) Company petitions (C.P.174/2013 & C.P.169) filed by Standard Bank (Mauritius) Limited (SBML) against the Company u/s 433 of the Companies Act, 1956, in connection with the corporate guarantee furnished by the Company on behalf of Selene Holdings Ltd, Mauritius a step down subsidiary of SUIL (Subsidiary is Nuance Holdings Limited). The petitions were admitted by the High Court of Judicature of Hyderabad of the State of Telangana and Andhra Pradesh. However the Company has filed necessary counter in the Hon'ble Court for defending its contention which is under subjudice. However the Company is exploring amicable settlement.

Except the above, there are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status of the Company and the Company's operations in future.

- 2.38** During the current financial year Banks/FI to whom the Company owes short term/long term loans have issued notices to the Company u/s13 (2) of SERFAESI Act to discharge the total outstanding liability within 60 days from the date of the notice. The Company duly replied to the Banks/FIs on the respective date as mentioned below:

S.No.	Name of the Bank/FI	Date of Notice	Replied on
1.	UCO Bank	23.11.2018	22.01.2019
2.	Bank of Boarda	25.10.2018	24.01.2019

- 2.39** M/s Minera Steels & Power (P) Ltd., has filed an application with Hon'ble National Company Law Tribunal (NCLT), Hyderabad Bench Under Sec.9 of Insolvency & Bankruptcy Code, 2016 as an Operational Creditor and the application was pending before NCLT, Hyderabad.

2.40 Foreign Exchange Earnings and outgo

Rs. in Lakhs

Particulars	2018-19	2017-18
Merchandise Exports	-	3,436.54
Merchandise Imports	-	3,424.80

- 2.41** Previous year's figures have been regrouped and reclassified wherever necessary for comparability and to conform to current period's classification and comparison.

- 2.42** Figures have been rounded off to nearest rupee.

In terms of our report attached

For J. Singh & Associates

Chartered Accountants

FRN No: 110266W

Ritesh Tawry

Partner

Mem.No : 213326

Place: Hyderabad

Date : 29th May, 2019

For and on behalf of the Board of Directors

G. Srinivasa Raju

Managing Director

(DIN: 00132249)

S. Hanumantha Rao

Whole Time Director

(DIN: 00118801)

S. Rangaraj

Chief Financial Officer

Place: Hyderabad

Date : 29th May, 2018

Consolidated Accounts for the Year Ended 31st March 2019

Consisting of (a) annual audited accounts of your Company for the year ended 31st March 2019 (b) un-audited financial statements of Pac Ventures Pte Ltd, for the year ended 31st March 2019 (c) un-audited consolidated financial statements of Nuance Holdings Ltd for the year ended 31st March 2019 (d) un-audited consolidated financial statements of Sujana Holdings Ltd for the year ended 31st March 2019 (e) un-audited financial statements Hestia Holdings Ltd for the year ended 31st December 2018 and (f) un-audited consolidated financial statements of Sun Trading Ltd for the year ended 31st March 2019.

INDEPENDENT AUDITORS' REPORT

To

THE MEMBERS OF SUJANA UNIVERSAL INDUSTRIES LIMITED

Report on the Consolidated IND-AS Financial Statements

Qualified Opinion

We have audited the accompanying consolidated Ind AS Financial Statements of Sujana Universal Industries Limited (here in after referred to as the "Holding company"), its subsidiaries (the Holding company, its subsidiaries together referred to as "the Group"), comprising of the Consolidated Balance Sheet as at 31st March, 2019, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Cash Flow and the Consolidated Statement of changes in equity for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred as "the consolidated Ind AS financial statements").

In our opinion and to best of our information and according to explanations given to us, except for the effects of the matter described in the "Basis for Qualified Opinion" section of our report, the aforesaid consolidated Ind AS financial statements read together with significant accounting policies and accompanying notes thereon give the information required by the Companies Act, 2013 as amended (the "Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at 31st March 2019, their consolidated loss (including other comprehensive income), their consolidated cash flows and the consolidated statement of changes of equity for the year ended on that date.

Basis for Qualified Opinion:

- a) The Holding Company has defaulted in repayment of dues to Banks/Financial Institutions and all loans outstanding were classified as NPA's by the banks. Provision for interest (excluding penal interest) amounting to Rs. 55.67 Cr. and Rs. 213.40 Cr for the quarter ended 31st March 2019 and Year ended on such date respectively on its Working Capital Loan and Term Loan has not been made in the books by the Holding Company, as those Loan Accounts were classified as NPA by the Lending Banks and Financial Institutions. The loss of the Holding Company has been understated by Rs. 55.67 Cr for the quarter ended 31st March 2019 and Rs. 213.40 Cr for the year ended on such date in view of non-provision of Interest amount.
- b) In absence of technical and costing evaluation of current and noncurrent assets, impact of impairments, if any, on their economic value, we can't comment on the realizable value of same.
- c) The Trade receivables could not be verified as the confirmation of balances have not been received. The Holding Company has made a provision for bad and doubtful debts for trade receivables amounting to Rs. 409.18 Cr during the Year ended 31st March 2019. The realizability of remaining trade receivables amounting to Rs. 579.63 Cr is in doubt and the holding company has not made any provision for Bad and Doubtful Debts in respect of this trade receivables.
- d) Loans and advances of Rs. 44.16 Cr given by Holding Company to various sub-contractors, suppliers and other parties are old advances. Having regard to the age of this advances, in our opinion, this are doubtful of recovery. The holding company is yet to assess the change in risk of default and resultant expected credit allowance on such Loan and advances. Had the aforesaid Loans and advances has been provided for impairment, loss of the holding company for the quarter ended 31st March 2019 and year ended on such date would have been higher by Rs. 44.16 Cr.
- e) The Holding Company's Net worth has been eroded on account of losses incurred by the company during the year ended 31st March 2019 and previous financial year and the net worth of the company is negative. The Current Liabilities of the holding company exceeded the current assets of the holding company as at 31st March 2019 by Rs. 754.64 Cr. It would cast doubt on the holding Company's ability to continue as a going concern basis.
- f) Except Sun Trading Net worth of the companies in the Group has been eroded on account of losses incurred during current financial year ended 31st March 2019 and previous financial year and the net worth of the company is negative. It would cast doubt on the Company's ability to continue as a going concern basis.

SUJANA UNIVERSAL INDUSTRIES LIMITED

Key Audit Matters:

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated Ind AS financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below to be the key audit matters to be communicated in our report:

1. Evaluation of uncertain tax positions:

The company has material uncertain tax positions including matters under dispute as disclosed under Contingent Liabilities (Note No. 2.33), which involves significant judgement to determine the possible outcome of these disputes.

How our audit addressed the key audit matter

We have obtained from the management the details of the present status of completed/pending disputes, and taken into consideration the effect of these in respect of uncertain tax provisions to evaluate the uncertainties as at the year end

Other Matter:

We did not audit the financial statements/consolidated financial statements of all the 5 subsidiaries whose financial statements/consolidated financial statements reflect total assets before elimination of Rs. 1058.88 Cr as at 31.03.2019 and the total revenue of Rs. 112.89 Cr for the year then ended which are considered in preparation of the Statement. These un-audited financial statements/consolidated financial statements and other financial information have been certified by the management and furnished to us, and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the un-audited financial statement /consolidated financial statements certified by the management. Our Opinion on the statement is not modified in respect of the above matter with respect to our reliance on the financial statements certified by the management.

Responsibility of Management and Those Charged with Governance for the Consolidated Ind AS Financial Statements

The Holding Company's Board of Directors is responsible for the preparation and presentation of these Consolidated Ind AS financial statements in terms of the requirements of the Companies Act, 2013 that give a true and fair view of the Consolidated financial position, Consolidated financial performance and Consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act. The respective Board of Directors of the companies included in the group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of consolidated Ind AS financial statements by the Directors of the Holding Company, as aforesaid

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group and its associates to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group

Auditor's Responsibility for the audit of the Consolidated Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated Ind AS financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated Ind AS financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated IND AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated IND AS financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated IND AS financial statements, including the disclosures, and whether the consolidated IND AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Consolidated Ind AS financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Consolidated Ind AS financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

SUJANA UNIVERSAL INDUSTRIES LIMITED

Report on Other Legal and Regulatory Requirements

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of accounts maintained for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid Consolidated Ind AS Financial Statements comply with the Accounting Standards specified under Section 133 of the Act.
- e) On the basis of written representations received from the directors of Holding Company as on March 31, 2019, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019, from being appointed as a director in terms of Section 164(2) of the Act. We have not received written representations from the directors as on March 31, 2019 towards disqualifications and from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in 'Annexure A'; and
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:
In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Holding Company to two of its directors during the year is in excess of the remuneration payable as per provisions of section 197 of "the Act"
- h) With respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group.
 - ii. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies during the year ended 31st March 2019.

For J. Singh & Associates.,
Chartered Accountants
(Firm's RegnNo.110266W)

Date: 29-05-2019
Place: Hyderabad

Ritesh Tawry
Partner
Mem. No. 213326

"ANNEXURE A"**ANNEXURE TO INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF SUJANA UNIVERSAL INDUSTRIES LIMITED****Report on the Internal Financial Controls under clause (i) of the Sub-section 3 of the Section 143 of the Companies Act, 2013 ('The Act')**

In conjunction with our audit of the consolidated Ind AS financial statements of the Group as of and for the year ended 31st March 2019, we have audited the internal financial controls over financial reporting of Sujana Universal Industries Limited ("the holding company") and its Indian subsidiary company.

Management's Responsibility for Internal Financial Controls

The Respective Board of Directors of the Holding Company and its Indian subsidiary company, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes these policies and procedures that:

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of assets of the company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorization of management and directors of the Company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

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

For J. Singh & Associates.,
Chartered Accountants
(Firm's Regn No. 110266W)

Ritesh Tawry
Partner

Mem. No. 213326

Date: 29-05-2019
Place: Hyderabad

SUJANA UNIVERSAL INDUSTRIES LIMITED

Consolidated Balance Sheet as at 31st March, 2019

Rupees in lakhs

	Particulars	Note No.	As at 31st March	
			2019	2018
A	ASSETS			
1	Non- Current Assets			
	(a) Property, Plant and Equipment	2.01	8,485.66	9,491.69
	(b) Capital Work-in-Progress		-	-
	(c) Financial Assets			
	(i) Investments		-	-
	(i) Other financial assets		214.96	44,931.95
	(d) Deferred tax asset (net)	2.11	0.00	96.53
	(e) Other non-current assets	2.02	-	-
			8,700.62	54,520.17
2	Current Assets			
	(a) Inventories	2.03	-	945.97
	(b) Financial Assets			
	(i) Trade receivables	2.04	1,71,385.83	1,70,487.60
	(ii) Cash and cash equivalents	2.05	318.71	306.45
	(c) Other current assets	2.06	6,986.34	8,732.46
			1,78,690.88	1,80,472.48
	Total		1,87,391.50	2,34,992.65
B	EQUITY AND LIABILITIES			
1	Equity			
	(a) Equity Share Capital	2.07	16,884.11	16,884.11
	(b) Other Equity	2.08	-72,367.00	8,049.33
			-55,482.89	24,933.44
	LIABILITIES			
2	Non- Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	2.09	-	-
	(b) Provisions	2.10	180.91	186.96
	(c) Deferred tax liabilities (Net)		-	-
			180.91	186.96
3	Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	2.12	1,40,344.16	1,34,194.69
	(ii) Trade payables	2.13	81,851.01	29,107.35
	(iii) Other financial liabilities	2.14	16,506.30	10,823.79
	(c) Provisions	2.10	-	1.31
	(d) Other current liabilities	2.15	3,992.01	35,745.11
			2,42,693.48	2,09,872.25
	Total		1,87,391.50	2,34,992.65

See accompanying notes forming part of the financial statements

In terms of our report attached

For J. Singh & Associates

Chartered Accountants

FRN No: 110266W

Ritesh Tawry

Partner

Mem. No : 213326

Place: Hyderabad

Date : 29th May, 2019

For and on behalf of the Board of Directors

G. Srinivasa Raju

Managing Director

(DIN: 00132249)

S. Rangaraj

Chief Financial Officer

S. Hanumantha Rao

Whole Time Director

(DIN: 00118801)

Place: Hyderabad

Date :29th May, 2019

Consolidated Statement of Profit and Loss

Rupees in lakhs

Particulars	Note No.	For the year Ended 31 March, 2019	2018
I. Revenue			
Revenue from Operations	2.16	11,525.77	46,342.48
Other Income	2.17	40.28	217.43
Total Revenue		11,566.05	46,559.91
II Expenses			
Cost of Materials Consumed	2.18	-	37.76
Purchase of Stock-in-Trade		11,083.65	44,388.52
Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	2.19	887.45	454.04
Employee Benefit Expense	2.20	113.58	251.89
Finance Costs	2.21	2,773.59	2,632.86
Depreciation and Amortization Expense	2.01	1,006.10	1,817.42
Other Expenses	2.22	76,631.06	8,341.85
Total Expenses		92,495.43	57,924.34
III Profit Before Tax (I - II)		(80,929.38)	(11,364.43)
IV Exceptional Items		-	-
V Profit Before Tax (III - IV)		(80,929.38)	(11,364.43)
VI Tax Expense:			
Current tax		-	3.86
Deferred tax		96.52	949.20
VII Profit for the year (V - VI)		(81,025.90)	(12,317.49)
VIII Total other comprehensive income (Net of taxes)		-	-
IX Total comprehensive income for the Year (VII + VIII)		(81,025.90)	(12,317.49)
X Earnings per Equity Share of Rs. 10 each			
a) Basic		(47.99)	(7.30)
b) Diluted		(47.99)	(7.30)

See accompanying notes forming part of the financial statements

In terms of our report attached

For J. Singh & Associates

Chartered Accountants

FRN No: 110266W

Ritesh Tawry

Partner

Mem. No : 213326

Place: Hyderabad

Date : 29th May, 2019

For and on behalf of the Board of Directors

G. Srinivasa Raju

Managing Director

(DIN: 00132249)

S. Rangaraj

Chief Financial Officer

S. Hanumantha Rao

Whole Time Director

(DIN: 00118801)

Place: Hyderabad

Date :29th May, 2019

SUJANA UNIVERSAL INDUSTRIES LIMITED

Cash Flow Statement

Rupees in lakhs

Particulars	For the year ended 31st March	
	2019	2018
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit / (Loss) Before Tax	-80929.38	-11364.43
Adjustments for		
Depreciation	1006.10	1817.42
Financial Expenses	2773.59	2632.86
Interest & other income	0.00	-30.77
Un-earned Foreign (Gain)/Loss	0.00	0.00
Provision for Gratuity	0.00	0.00
Loss on on sale of fixed assets	0.00	7127.90
Provision for dubtful debts	76317.01	0.00
Exceptional Items	-2672.11	-17511.35
Exceptional Items	0.00	0.00
Operating Profit Before Working Capital Changes	-3504.79	-17328.37
Movements in Working Capital		
Adjustments for (increase) / decrease in operating assets:		
Inventories	945.97	493.96
Trade Receivables	-77215.24	69487.33
Loans & Advances	0.00	0.00
Other Financial Assets	44716.99	0.00
Other Assests	1746.09	2138.39
Adjustments for increase / (decrease) in operating liabilities:		
Trade Payables	52743.66	-52448.74
Provisions	-7.36	8.76
Financial Laibilities	5682.51	5.62
Other Liabilities	-31753.10	-3770.51
Cash Generated from Operations	-6645.27	-1413.56
Direct Taxes Paid	0.00	53.19
Cash from Operating Activities (A)	-6645.27	-1360.37
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	0.00	137.69
Sale proceeds of fixed assets	0.00	0.00
Foreign Exchange Translation adjustment (on consolidation)	3281.68	277.05
Interest Received	0.00	30.77
Cash from Investment Activities(B)	3281.68	445.51
CASH FLOW FROM FINANCIAL ACTIVITIES		
Proceeds from Borrowings	6149.47	1880.63
Changes in Shareholders current equity	0.00	
Repayment of CRPS Installments	0.00	0.00
Interest & Financial Charges paid	-2773.58	-994.77
Net Cash from Financing Activities (C)	3375.89	885.86
Net Increase in Cash and Cash Equivalent (A+B+C)	12.30	-29.02
Cash and Cash Equivalent at the beginning of the year	306.45	335.47
Cash and Cash Equivalent at the end of the year	318.75	306.45

See accompanying notes forming part of the financial statements

In terms of our report attached

For J. Singh & Associates

Chartered Accountants

FRN No: 110266W

Ritesh Tawry

Partner

Mem. No : 213326

Place: Hyderabad

Date : 29th May, 2019

For and on behalf of the Board of Directors

G. Srinivasa Raju

Managing Director

(DIN: 00132249)

S. Rangaraj

Chief Financial Officer

S. Hanumantha Rao

Whole Time Director

(DIN: 00118801)

Place: Hyderabad

Date : 29th May, 2019

NOTES TO ACCOUNTS FOR THE YEAR ENDED MARCH 31ST 2019

I. SIGNIFICANT ACCOUNTING POLICIES

1. Corporate Information:

The Consolidated Financial Statements comprise financial statements of "Sujana Universal Industries Limited" ("the Holding Company") and its wholly owned subsidiaries (collectively referred to as "the Group") for the year ended 31st March 2019. The principal activities of the Group, and associates consist of Manufacturing of all varieties of Ball & Tapper Roll Bearings, Domestic Appliances and Steel Products, and Trading in Steel Products.

2. SIGNIFICANT ACCOUNTING POLICIES

a) Statement of compliance

The Consolidated financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 (The Act) (Companies (Indian Accounting Standards) Rules, 2015) and other relevant provisions of the Act.

The consolidated financials statements comprise of Sujana Universal Industries Limited and its subsidiaries.

b) Basis of preparation

These financial statements have been prepared on the historical cost basis, except for certain financial instruments which are measured at fairvalues at the end of each reporting period, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer liability in an orderly transaction between market participants at the measurement date.

c) Principles of Consolidation

The financial statements of the Holding Company and its subsidiaries are combined on a line by line basis by adding together like items of assets, liabilities, equity, incomes, expenses and cash flows, after fully eliminating intra-group balances and intra-group transactions.

- i) Profits or losses resulting from intra-group transactions that are recognised in assets, such as Inventory and Property, Plant and Equipment, are eliminated in full.
- ii) In case of foreign subsidiaries, revenue items are consolidated at the average rate prevailing during the year. All assets and liabilities are converted at rates prevailing at the end of the year. Any exchange difference arising on consolidation is recognised in the Foreign Currency Translation Reserve (FCTR).
- iii) The audited / unaudited financial statements of foreign subsidiaries have been prepared in accordance with the Generally Accepted Accounting Principle of its Country of Incorporation or Ind AS.
- iv) The Consolidated Financial Statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances.
- v) The carrying amount of the parent's investment in each subsidiary is offset (eliminated) against the parent's portion of equity in each subsidiary.
- vi) The difference between the proceeds from disposal of investment in subsidiaries and the carrying amount of its assets less liabilities as on the date of disposal is recognised in the Consolidated Statement of Profit and Loss being the profit or loss on disposal of investment in subsidiary.
- vii) Investment in Associates and Joint Ventures has been accounted under the Equity Method as

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per Ind AS 28 – Investments in Associates and Joint Ventures. Investments in joint operations are accounted using the Proportionate Consolidation Method as per Ind AS 111 – Joint Arrangements.

- viii) The Group accounts for its share of post-acquisition changes in net assets of associates and joint ventures, after eliminating unrealised profits and losses resulting from transactions between the Group and its associates and joint ventures.
- ix) Non-Controlling Interest's share of profit / loss of consolidated subsidiaries for the year is identified and adjusted against the income of the Group in order to arrive at the net income attributable to shareholders of the Company.
- x) Non-Controlling Interest's share of net assets of consolidated subsidiaries is identified and presented in the Consolidated Balance Sheet

d) Use of estimates and judgements

The preparation of these financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities, disclosures relating to contingent liabilities as at the date of the financial statements and the reported amounts of income and expense for the periods presented.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and future periods are affected.

Key sources of estimation of uncertainty at the date of the financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, is in respect of impairment of investments, useful lives of property, plant and equipment, valuation of deferred tax assets, provisions and contingent liabilities.

Impairment of investments

The Company reviews its carrying value of investments carried at amortised cost annually, or more frequently when there is indication for impairment. If the recoverable amount is less than its carrying amount, the impairment loss is accounted for.

Useful lives of property, plant and equipment

The Company reviews the useful life of property, plant and equipment at the end of each reporting period. This reassessment may result in change in depreciation expense in future periods.

Valuation of deferred tax assets

The Company reviews the carrying amount of deferred tax assets at the end of each reporting period.

Contingencies

Management judgement is required for estimating the possible inflow/outflow of resources, if any, in respect of contingencies/ claims/litigations against the Company/by the Company as it is not possible to predict the outcome of pending matters with accuracy.

Defined Benefit Plans

The present value of the gratuity obligation is determined using actuarial valuation. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, rate of increment in salaries and mortality rates. Due to complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All the assumptions are reviewed at each reporting date.

Fair Value measurement of financial instruments

When the fair values of financial assets and financial liabilities on reporting date cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques i.e., the DCF model. The inputs to these models are taken from observable markets.

Intangibles

Internal technical or user team assess the useful lives of Intangible assets. Management believes that assigned useful lives are reasonable.

e) Current Vs Non-current classifications

The Company presents assets and liabilities in the balance sheet based on current / non-current classification.

An asset is treated as current when it satisfies the below mentioned criteria:

- i. Expected to be realised or intended to be sold or consumed in normal operating cycle; ii. Held primarily for the purpose of trading;
- iii. Expected to be realised within twelve months after the reporting period, or
- iv. Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. All other assets are classified as non-current assets.

A liability is classified as current when it satisfies the below mentioned criteria:

- i. Expected to settle the liability in normal operating cycle;
- ii. Held primarily for the purpose of trading;
- iii. Due to be settled within twelve months after the reporting period, or
- iv. There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as noncurrent. Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents.

f) Dividends

Annual dividend distribution to the shareholders is recognized as a liability in the period in which the dividend is approved by the shareholders. Any interim dividend paid is recognized on approval by Board of Directors. Dividend payable and corresponding tax on dividend distribution is recognized directly in equity.

g) Revenue recognition

Revenue is recognized and measured at the fair value of the consideration received or receivable, to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

The company collects Goods and Service Tax (GST) , service tax, sales taxes and value added taxes (VAT) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue. The following specific recognition criteria must also be met before revenue is recognized:

Sale of Goods

Revenue from the sale of goods are recognized when there is persuasive evidence, usually in the form

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of an executed sales agreement at the time of delivery of the goods to customer, indicating that there has been a transfer of risks and rewards to the customer, no further work or processing is required, the quantity and quality of the goods has been determined, the price is considered fixed and generally title has passed.

Insurance Claims

Insurance claims are recognized on acceptance / receipt of the claim.

Interest

Revenue is recognized as the interest accrues, using the effective interest method. This is the method of calculating the amortized cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Dividends

Dividends are recognized in profit or loss only when the right to receive payment is established.

h) Leases

As a lessee

Leases of property, plant and equipment where the company, as lessee, has substantially all the risks and rewards of ownership are classified as finance leases . Finance leases are capitalised at the lease's inception at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the company as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit or loss on a straight-line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

As a lessor

Lease income from operating leases where the company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases. The respective leased assets are classified in the balance sheet based on their nature.

Lease-hold land:

Leasehold land that normally has a finite economic life and title which is not expected to pass to the lessee by the end of the lease term is treated as an operating lease.

The payment made on entering into or acquiring a leasehold land is accounted for as leasehold land use rights (referred to as prepaid lease payments in Ind AS 17 "Leases") and is amortized over the lease term in accordance with the pattern of benefits provided.

i) Cost recognition

Costs and expenses are recognized as and when incurred and have been classified according to their nature.

The costs of the Company are broadly categorized in employee benefit expenses, depreciation and amortization and other operating expenses. Employee benefit expenses include employee

compensation, allowances paid, contribution to various funds and staff welfare expenses. Other operating expenses mainly include fees to external consultants, cost of running its facilities, travel expenses, cost of equipment and software licenses, communication costs, allowances for delinquent receivables and advances and other expenses. Other expenses is an aggregation of costs which are individually not material such as commission and brokerage, recruitment and training, entertainment etc.

j) Foreign currency transactions

i. Functional and Presentation Currency:

The Company's functional and presentation currency is Indian National Rupee.

ii. Initial Recognition:

Foreign currency transactions are recorded in the presentation currency, by applying to the foreign currency amounts the exchange rate between the Presentation currency and the foreign currency at the date of the transaction.

iii. Conversion on reporting date:

Foreign currency monetary items are reported using the closing rate. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions.

iv. Exchange Differences:

Exchange difference arising on the settlement of monetary items or on Presenting monetary items of Company at rates different from those at which they were initially recorded during the year or presented in previous financial statements are recognised as income or as expenses in the year in which they arise.

k) Income Taxes

Income tax expense is comprised of current and deferred taxes. Current and deferred tax is recognized in net income except to the extent that it relates to a business combination, or items recognized directly in equity or in other comprehensive income.

Current income taxes for the current period, including any adjustments to tax payable in respect of previous years, are recognized and measured at the amount expected to be recovered from or payable to the taxation authorities based on the tax rates that are enacted or substantively enacted by the end of the reporting period.

Deferred income tax assets and liabilities are recognized for temporary differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases using the tax rates that are expected to apply in the period in which the deferred tax asset or liability is expected to settle, based on the laws that have been enacted or substantively enacted by the reporting date. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable income nor the accounting income. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable income will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and reduced accordingly to the extent that it is no longer probable that they can be utilized.

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

I) **Financial instruments**

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

1. Financial Assets.

i) Initial recognition and measurement:

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in statement of profit or loss. Purchases or sales of financial assets that require delivery of assets within a timeframe established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

ii) Subsequent measurement:

Financial assets at amortised cost

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

Financial assets at fair value through other comprehensive income

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding and selling financial assets.

Financial assets at fair value through profit or loss

Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognized in profit or loss.

iii. De-recognition:

A financial asset or where applicable, a part of a financial asset is primarily derecognised when: a. The rights to receive cash flows from the asset have expired, or b. The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement.

iv. Impairment of financial assets:

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the debt instruments, that are measured at amortised cost e.g., loans, debt securities, deposits and trade receivables.

Expected credit loss is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive.

The management uses a provision matrix to determine the impairment loss on the portfolio of trade and other receivables. Provision matrix is based on its historically observed expected credit loss rates over the expected life of the trade receivables and is adjusted for forward looking estimates.

Expected credit loss allowance or reversal recognised during the period is recognised as income or expense, as the case may be, in the statement of profit and loss. In case of balance sheet, it is shown as reduction from the specific financial asset.

2. Financial liabilities

Financial liabilities are measured at amortised cost using the effective interest method.

Equity instruments

An equity instrument is a contract that evidences residual interest in the assets of the company after deducting all of its liabilities. Equity instruments recognized by the Company are recognized at the proceeds received net off direct issue cost.

i) Initial recognition and measurement:

At initial recognition, all financial liabilities are recognized at fair value and in the case of loans, borrowings and payables, net of directly attributable transaction costs.

ii) Subsequent measurement:

a) Financial liabilities at fair value through profit or loss:

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Gain or losses on liabilities held for trading are recognised in the profit or loss.

b) Financial liabilities at amortised cost:

Amortised cost, in case of financial liabilities with maturity more than one year, is calculated by discounting the future cash flows with effective interest rate.

The effective interest rate amortization is included as finance costs in the Statement of Profit and Loss.

Financial liability with maturity of less than one year is shown at transaction value.

iii. De-recognition:

A financial liability is de-recognized when the obligation under the liability is discharged or cancelled or expires. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognized in profit or loss as other income or finance costs.

m) Inventories

Bought Out materials, raw materials, consumables, stores and spares and finished goods are valued at lower of cost and net realizable value. Cost is determined on FIFO Basis.

Construction/Development work-in-progress related to project works is valued at lower of cost or net realizable value, where the outcome of the related project is estimated reliably. Cost includes cost of materials, cost of borrowings and other related overheads.

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

n) **Cash and cash equivalents**

The Company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents. Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

o) **Financial Guarantee Contracts:**

A financial guarantee contract is a contract that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with original or modified terms of a debt instrument.

The Company measures any financial guarantee on initial recognition at their fair value.

Subsequently these contracts are measured at the higher of:

- a. the amount of the loss allowance determined as per impairment requirements of Ind AS 109, and
- b. the amount initially recognized, less where appropriate, cumulative amount of income recognized in accordance with the principles of Ind AS 18.

p) **Property, plant and equipment**

Property, plant and equipment are stated at cost net of input tax credits, less accumulated depreciation and accumulated impairment losses, if any. Cost comprises the purchase price and all attributable cost, to bring the asset to its working condition for its intended use. Borrowing costs relating to acquisition of property, plant and equipment which take substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to put to use.

The Company adopted cost model as its accounting policy, in recognition of the property, plant and equipment and recognizes transaction value as the cost.

An item of Property, Plant and Equipment is de-recognized upon disposal or when no future economic benefits are expected from its use. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is recognized in the Statement of Profit and Loss. Property, Plant and Equipment which are found to be not usable or retired from active use or when no further benefits are expected from their use are removed from property, plant and equipment and the carrying amount net of scrap value, if any is charged to Statement of Profit and Loss.

The improvements/modifications carried on the lease hold land/property are recognized as lease hold improvements and are written off over the primary lease period or the life of such improvement whichever is lower.

The estimated useful lives are as mentioned below:

Type of asset	Method	Useful lives
Buildings	Written Down Value	30 years
Plant and Machinery	Written Down Value	15 years
Factory Equipment	Written Down Value	15 years
Computer equipment	Written Down Value	3 years
Office equipments	Written Down Value	5 years
Furniture and fixtures	Written Down Value	10 years
Vehicles	Written Down Value	8 years

q) Intangible assets

Intangible assets purchased are measured at cost as of the date of acquisition, as applicable, less accumulated amortization and accumulated impairment, if any.

Intangible assets consist of rights under licensing agreement and software licenses which are amortised over license period which equates the useful life ranging between 5-6 years on a Written Down basis.

r) Impairment of Non-financial assets

- i. The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.
- ii. Reversal of impairment losses recognised in prior years is recorded when there is an indication that the impairment losses recognised for the asset are no longer existing or have decreased.

s) Employee benefits

Employee benefits are charged to the statement of Profit and Loss for the year .

Retirement benefits in the form of Provident Fund are a defined contribution scheme and the contributions are recognised, when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective funds.

Gratuity liability is defined benefit obligations and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year. Re measurement in case of defined benefit plans gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income and they are included in retained earnings in the statement of changes in equity in the balance sheet.

Compensated absences are provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year. Re-measurements as a result of experience adjustments and changes in actuarial assumptions are recognized in profit or loss.

The amount of Non-current and Current portions of employee benefits is classified as per the actuarial valuation at the end of each financial year.

t) Earnings per share

Basic earnings per share are computed by dividing profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the year. The Company did not have any potentially dilutive securities in any of the years' presented.

u) Borrowing Costs:

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest, exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost and other costs that an entity incurs in connection with the borrowing of funds.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

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v) Segment Reporting:

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief operating decision maker ("CODM"). The board of directors of the company has identified the Chairman and Managing Director as the CODM.

w) Provisions:

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense and is recorded over the estimated time period until settlement of the obligation. Provisions are reviewed and adjusted, when required, to reflect the current best estimate at the end of each reporting period.

The Company recognizes decommissioning provisions in the period in which a legal or constructive obligation arises. A corresponding decommissioning cost is added to the carrying amount of the associated property, plant and equipment, and it is depreciated over the estimated useful life of the asset.

A provision for onerous contracts is recognized when the expected benefits to be derived by the company from a contract are lower than the unavoidable cost of meeting its obligations under contract. The provision is measured at the present value of the lower of expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the company recognizes any impairment loss on the assets associated with that contract.

Liquidated Damages / Penalty as per the contracts / Additional Contract Claims under the contract entered into with Vendors and Contractors are recognised at the end of the contract or as agreed upon.

x) Contingent Liabilities

Contingent liability is disclosed in case of

A present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation;

A present obligation arising from past events, when no reliable estimate is possible;

A possible obligation arising from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company where the probability of outflow of resources is not remote.

Contingent Assets

Contingent assets are not recognized but disclosed in the financial statements when as inflow of economic benefits is probable.

y) Prior period items:

In case prior period adjustments are material in nature the Company prepares the restated financial statement as required under Ind AS 8 - "Accounting Policies, Changes in Accounting Estimates and Errors". Immaterial items pertaining to prior periods are shown under respective items in the Statement of Profit and Loss.

Statement of Changes in Equity (SOCIE)

Rupees in lakhs

	As at March 31, 2019		As at March 31, 2018		As at April 1, 2017
	No. of Shares	Rs	No. of Shares	Rs	
(A) Equity share capital					
Balance at the beginning of the reporting period	168,841,072	16,884.11	168,841,072	16,884.11	168,841,072
Change in equity Share capital during the year	-	-	-	-	-
Balance at the end of the reporting period	168,841,072	16,884.11	168,841,072	16,884.11	168,841,072

	Reserves & Surplus						
	Capital Reserve	Capital Redemption Reserve	Securities Premium Reserve	General Reserve	Retained earnings	Foreign Currency Translation Reserve	Total Other Equity
Balance as at April 1, 2017	20.00	1,218.10	18,658.23	449.73	6,432.59	10,690.23	37,468.88
Profit/(loss) for the year	-	-	-	-	(12,317.51)	-	(12,317.51)
Other comprehensive income for the year, net of taxes	-	-	-	-	-	-	-
Others	-	-	-	-	(17,511.35)	409.32	(17,102.03)
Total comprehensive income for the year	-	-	-	-	(29,828.86)	409.32	(29,419.54)
Dividend (including tax on dividend)	-	-	-	-	-	-	-
Balance as at March 31, 2018	20.00	1,218.10	18,658.23	449.73	(23,396.27)	11,099.55	8,049.34
Balance as at April 1, 2018	20.00	1,218.10	18,658.23	449.73	(23,396.27)	11,099.55	8,049.34
Profit/(loss) for the year	-	-	-	-	(81,025.91)	-	(81,025.91)
Other comprehensive income for the year, net of taxes	-	-	-	-	-	-	-
Others	-	-	-	-	(2,672.11)	3,281.68	609.57
Total comprehensive income for the year	-	-	-	-	(83,698.02)	3,281.68	(80,416.34)
Dividend (including tax on dividend)	-	-	-	-	-	-	-
Balance as at March 31, 2019	20.00	1,218.10	18,658.23	449.73	(107,094.29)	14,381.23	(72,367.00)

In terms of our report attached

For and on behalf of the Board of Directors

For J. Singh & Associates

Chartered Accountants

FRN No: 110266W

Ritesh Tawry

Partner

Mem. No : 213326

Place: Hyderabad

Date : 29th May, 2019

G. Srinivasa Raju

Managing Director

(DIN: 00132249)

S. Rangaraj

Chief Financial Officer

S. Hanumantha Rao

Whole Time Director

(DIN: 00118801)

Rs. in Lakhs

2.01 Consolidated Property, Plant & Equipment

Particulars	Gross Block			Depreciation			Net Block	
	As on 01.04.2018	Additions	Deletions	As on 31.03.2019	For the Year	On Deletions	As on 31.03.2019	As on 31.03.2018
A) Tangible Assets								
Land	81.16	-	-	81.16	-	-	81.16	81.16
Buildings	1,182.99	-	-	1,182.99	28.14	-	375.64	403.79
Plant & Machinery	32,438.79	0.09	-	32,438.88	894.69	-	7,255.98	8,150.58
Electrical Equipments / Installations	1,391.36	-	-	1,391.36	75.44	-	706.13	781.57
Office Equipments	393.87	-	-	393.87	0.29	-	13.41	13.70
Testing Equipments	0.10	-	-	0.10	-	-	-	-
Furniture & Fixtures	131.97	-	-	131.97	2.53	-	6.02	8.55
Vehicles	244.94	-	22.01	222.93	5.01	22.01	47.32	52.34
Miscellaneous Equipments	3.52	-	-	3.52	-	-	-	-
Total of Tangible Assets	35,868.70	-	22.01	35,846.78	1,006.10	22.01	8,485.66	9,491.69
B) Intangible Assets								
ERP / Softwares	391.45	-	-	391.45	-	-	-	-
Total (A+B)	36,260.15	0.09	22.01	36,238.23	1,006.10	22.01	8,485.66	9,491.69

Note: During the current financial year the Company has reworked the Depreciation from March 2014 as there are lapses in calculations and due to which the Depreciation for the year would have been Rs.1330.10 Cr., Accordingly the loss for the current financial year would higher by Rs.3.24 cr.,

Rupees in lakhs

	As at 31st Mar 2019	As at 31st Mar 2018
2.02 Other Financial Assets		
Deposits with Government Authorities & Others	214.96	230.62
Other Non Current Assets	-	44,701.33
	214.96	44,931.95
2.03 Inventories		
(at lower of cost or net realizable value)		
Raw Materials	-	-
Work in Process	-	-
Finished Goods	-	-
Stock in Trade	-	887.45
Stock in Transit	-	-
Stores and Spares	-	58.52
Total	-	945.97
2.04 Trade Receivables		
a) Unsecured & Considered Good	1,71,385.83	1,70,487.60
b) Doubtful	77,260.58	-
Less: Provision for doubtful debts	77,260.58	-
Total	1,71,385.83	1,70,487.60
2.05 Cash and Cash Equivalents		
Cash on Hand	13.77	9.70
Bank Balances in Current Accounts	304.94	296.75
Deposits with banks	-	-
	318.71	306.45
Notes:		
Margin Money Deposits represents margin money kept with various banks for issue of Letter of Credits.		
2.06 Other Current Assets		
Advance to Staff	1.85	3.79
Advance for Expenses & Others	4.39	8.97
TDS Receivable	55.71	50.09
Pre-paid Expenses	0.58	-
VAT Receivable	94.22	76.52
Advances to Suppliers & Others	6,350.60	6,089.34
Excise Duty Receivable	0.07	0.07
MAT Credit Receivable	478.92	484.20
Loans & Advance from related Parties	-	2,019.49
Total	6,986.34	8,732.46

2.07 Equity Share Capital

Rupees in lakhs

(i) The authorised, issued, subscribed and fully paid-up share capital

Particulars	As at March 31, 2019		As at March 31, 2018	
	No. of shares	Rs.	No. of shares	Rs.
Authorised:				
Equity shares of ₹10 each with voting rights	17,50,00,000	17,500.00	17,50,00,000	17,500.00
1% Cumulative Redeemable Preference Shares of Rs.100/- each	25,00,000	2500	25,00,000	2500
Issued, Subscribed and Fully Paid:				
Equity shares of ₹10 each with voting rights	16,88,41,072	16,884.11	16,88,41,072	16,884.11
Total	16,88,41,072	16,884.11	16,88,41,072	16,884.11

The equity shares of the Company having par value of ₹ 10 per share, rank pari passu in all respects including entitlement to dividend. Repayment of the capital in the event of winding up of the Company will inter alia be subjected to the provisions of the Articles of Association of the Company and as may be determined by the Company in General Meeting prior to such winding up.

(ii) Details of shares held by each share holder holding more than 5% shares

Name of shareholder	As at March 31, 2019		As at March 31, 2018	
	Number of shares held	% holding	Number of shares held	% holding
Equity shares of ₹10 each with voting rights				
i) Sujana Finance & Trading Pvt. Ltd	4,48,98,335	26.59%	4,48,98,335	26.59%
Total	4,48,98,335	26.59%	4,48,98,335	26.59%

(iii) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year:

	As at March 31, 2019		As at March 31, 2018	
	Number of shares	Rs.	Number of shares	Rs.
Equity shares				
Opening balance	16,88,41,072	16,884.11	16,88,41,072	16,884.11
Issued during the year	-	-	-	-
Closing balance	16,88,41,072	16,884.11	16,88,41,072	16,884.11

Rupees in lakhs

	As at 31st Mar 2019	As at 31st Mar 2018
2.08 Other Equity		
a) Capital Reserves		
Opening Balance	20.00	20.00
Add: Additions During the Year	-	-
	20.00	20.00
b) Capital Redemption Reserve		
Opening Balance	1,218.10	1,218.10
Add: Additions During the Year	-	-
	1,218.10	1,218.10
c) Securities Premium Reserves		
Opening Balance	18,658.23	18,658.23
Add: Additions During the Year	-	-
	18,658.23	18,658.23
d) Foreign Exchange Reserves		
Opening Balance	132.27	-
Add: for the year	1,852.03	132.27
	1,984.30	132.27
e) General Reserves		
Opening Balance	449.73	449.73
Less: Transferred to Capital Redemption Reserve	-	-
	449.73	449.73
f) Retained Earnings		
Opening Balance	(23,396.27)	6,432.58
Less: Prior Period Adjustments	2,672.11	17,511.35
Less: Shareholders current equity	-	-
	(26,068.38)	(11,078.77)
Less: Loss for the year	(81,025.91)	(12,317.51)
Add: Other Comprehensive Income	-	-
	(1,07,094.29)	(23,396.27)
g) Foreign Currency Translation Reserve	12,396.93	10,967.28
Total (a+b+c+d+e+f+g)	(72,367.00)	8,049.33
2.09 Non-Current Borrowings		
Secured		
a) Term Loans from Banks (Refer to Note 1)		
i) Term Loan (TL)	-	-
ii) Working Capital Term Loan (WCTL)	-	-
iii) Funded Interest Term Loan (FITL)	-	-
b) Exim Bank	-	-
c) Vehicle Loans (Refer to Note 2)	-	-
d) 1% Cumulative Redeemable Preference Shares (CRPS) of Rs. 100/- each (Refer Note 3)	-	-
	-	-
Un-Secured		
Loans from Others	-	-
	-	-
Total	-	-

SUJANA UNIVERSAL INDUSTRIES LIMITED

Rupees in lakhs

	As at 31st Mar 2019	As at 31st Mar 2018
Notes:		
1) (a) Term loans availed from IDBI Bank Ltd are payable in 25 monthly equal installments commenced from July 1, 2014 and ending on July 1, 2016 and carrying interest rate BBR + 650 basic points.		
(b) The term loans are secured by way of first charge on the entire fixed assets of the Company, both present and future, ranking pari passu with the charges already created in favour of existing term lender and second charge on all the current assets of the Company, both present and future, and further secured by the guarantees of the Promoter Directors, namely Y S Chowdary and G Srinivasa Raju, in their personal capacities and corporate guarantee of M/s Splendid Metal Products Ltd. formerly Sujana Metal Products Ltd.,).		
(c) The term loans installments which have fallen due within have been classified as current liability Ref Note: 2.14.		
2) Vehicle loans availed from various banks and secured by way of charge of respective vehicles financed. Vehicles loan installments which are fallen due within 12 months are classified as current liability. There are no overdues;		
3) The Company has allotted 24,36,200 of 1% Cumulative Redeemable Preference Shares (CRPS) of Rs.100/ each on 1st March 2006 aggregating to Rs.2436.20 lakhs, and redeemable in 12 quarterly installments co-terminus with the principal repayment. Accordingly the repayment of CRPS started from October 2014.		
2.10 Provisions		
Non-current		
Employee Benefit obligation	180.91	186.96
	180.91	186.96
Current		
Provision for Income Tax	-	1.31
Other Provisions		
Dividends on CRPS	-	-
Tax on dividend to CRPS	-	-
	-	1.31
Total	180.91	188.27
2.11 Deferred Tax Liability / (Net)		
Opening Balance	-96.52	-1045.73
Add: Deferred Tax Assets in relation to		
(i) Difference in depreciation & amortisation for accounting and income tax purposes	-	-500.91
(ii) Provision for employee benefits	-	-4.70
(ii) Due to uncertainty of profit in future period decided not to recognise any asset	96.52	1454.81
	-	-96.53
2.12 Current Borrowings		
Secured		
From Consortium Banks	95,114.81	95,114.81
From Other Banks	36,067.15	39,079.87
Total	1,31,181.96	1,34,194.69
Un-Secured		
From Others	9,162.20	-
	9,162.20	-
Total	1,40,344.16	1,34,1954.69
Notes:		
1) Cash Credits of banks are secured by way of pari pasu first charge on the current assets and pari passu second charge on fixed assets both present and future and secured by the personal guarantees of the Promoter Directors, namely Y S Chowdary and G Srinivas Raju, and further secured by the corporate guarantee of M/s Splendid Metal Products Ltd (formerly Sujana Metal Products Ltd.,).		

2) Cash Credits (CC) outstanding with various banks

Rupees in lakhs

Name of the Bank	Outstanding as at 31st March	
	2019	2018
1) Bank of Baroda	5,515.03	5,515.03
2) Bank of India	25,645.61	25,645.62
3) Central Bank of India	8,037.11	8,037.11
4) IDBI Bank Ltd	3,601.14	3,601.14
5) Indian Overseas Bank	25,669.32	25,669.32
6) Oriental Bank of Commerce	12,231.12	12,231.12
7) UCO Bank	14,415.48	14,415.48
Total	95,114.81	95,114.82

- a. During the Financial Year 2018-19 the Company has not made any provision for Interests on term loans and working capital loans as the accounts are NPA. Had the interest of Rs.213.40 cr., (Previous year Rs.190.78 Cr.,) been charged to the profit & loss a/c for the financial year 2018-19, the loss would have been Rs.908.16 cr., (Previous year Rs.281.38 Cr.,)
- b. The Borrowings from other Banks of Rs.11098.97 lacs represents the Loan together with interest from Export-Import Bank of India, Mumbai arisen due to invocation of Stand by Letter of Credit (SBLC) provided to EXIM Bank of India, London on behalf of PAC Ventures Pte Limited, Singapore (a Wholly Owned Subsidiary of the Company) for sanction of Loan Facility to meet working capital.
Rs. 92.67 Cr.,(USD 13.39 million) represents the invoice financing facility sanctioned by Mauritius Commercial Bank, Mauritius to Hestia Holding Limited, Mauritius a fully Owned Subsidiary of the Company
Rs. 156.91 Cr.,(USD 22.65 million) represents the invoice financing facility sanctioned by Standard Bank (Mauritius)Limited, Mauritius to Selene Holding Limited, Mauritius a Stepdown Subsidiary of Nuanse Holding Limited fully Owned Subsidiary of the Company
- c. The Unsecured Loan from Others represents that the Company has availed advances for repayment of SICOM liability availed for Purchases/Sales Bill Discounting Facility

2.13 Trade Payables

i) Acceptance (Refer to Note 1 & 2)	10,000.00	10,000.00
ii) Trade Payables	71,851.01	19,107.35
Total	81,851.01	29,107.35

Notes:

- 1) Acceptance refers to LC acceptances from banks are secured by way of pari passu first charge on the current assets and pari passu second charge on fixed assets both present and future and secured by the personal guarantees of the Promoter Directors, as mentioned above and further secured by the corporate guarantee of M/s. Splendid Metal Products Ltd.
- 2) Letter of Credits (acceptances) outstanding with various banks

Name of the Bank	Outstanding as on 31st March			
	2019		2018	
	Total	Devolved	Total	Devolved
1) Central Bank of India	10,000.00	10,000.00	10,000.00	10,000.00
Total	10,000.00	10,000.00	10,000.00	10,000.00

2.14 Other Financial Liabilities

Current Maturities of Long Term Debt (Secured)

Term Loans (Note No.2.09)	7,204.71	7,204.71
Auditors Fees Payable	32.87	49.72
CRPS Dividend Payable	200.99	200.99
Dividend distribution Tax Payable	14.50	14.50
Other Accrued expenses	25.47	-
CRPS Installments Payable	2,179.72	2,179.72
Rent Payable	29.75	28.62
Cost Audit Fees Payable	-	3.14
Income Tax Payable	680.46	680.46
Statutory Liabilities	137.98	116.04
Interest Payable	5,631.95	-
Amount Due to Directors	367.90	345.89
Total	16,506.30	10,823.79

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Rupees in lakhs

	Year Ended 31st March 2019	Year Ended 31st March 2018
2.15 Other Current Liabilities		
Loans and advances from related parties	1.51	-
Sundry Creditors for Services & Others	3,024.20	35,037.18
Advances from Customers	966.30	707.93
Total	3,992.01	35,745.11
2.16 Revenue from Operations		
From Sale of Products (Gross)		
- Domestic	11,525.77	2,098.64
- Exports	-	44,244.30
Less: Excise Duty	-	(0.46)
Total	11,525.77	46,342.48
2.17 Other Income		
Interest Income	-	30.77
Miscellaneous Income	40.28	129.74
Forex Gain (Net)		56.92
Total	40.28	217.43
2.18 Cost of Material Consumed		
Opening Stock of Raw material	-	37.76
Add: Purchases	11,083.65	-
Add: Carriage Inward & Other Incidental Expenses	-	-
	11,083.65	37.76
Less: Closing Stock	-	-
Total	11,083.65	37.76
2.19 Changes in Inventories		
a) Opening Stock		
Stock-in-Trade	887.45	1,338.41
Finished Goods	-	0.21
Work-in-Progress	-	2.87
	887.45	1,341.49
b) Closing Stock		
Stock-in-Trade	-	887.45
Finished Goods	-	-
Work-in-Progress	-	-
	-	887.45
(Increase) / Decrease (a - b)	887.45	454.04
2.20 Employee Benefits Expense		
Salaries and Wages	104.15	214.85
Contribution to Provident and Other Funds	8.52	34.28
Staff Welfare Expenses	0.91	2.76
Total	113.58	251.89

Rupees in lakhs

	Year Ended 31st March 2019	Year Ended 31st March 2018
2.21 Finance Costs		
Interest Expenses	2,254.61	2,569.06
Other Borrowing Costs	518.97	63.80
Total	2,773.58	2,632.86

Note: Interest expenses includes the interest provided for EXIM Bank on invoked SBLC and other Borrowing Cost includes interest paid to SICOM Ltd., arisen during the current year on Invocation SBLC and Purchase bill facility respectively.

No Interest has been provided in respect of the Loans availed by Hestia Holdings Limited from Maurities Commercial Bank, Maurities and Selene Holdings Limited availed from Standard Bank(Maurities) Limited as they have not charged interest.

2.22 Other Expenses		
Consumption of Stores and Spare Parts	58.52	2.16
Power and Fuel	0.01	32.98
Rent	12.86	15.25
Repairs to Buildings	-	0.75
Repairs to Machinery	0.82	-
Insurance	-	13.69
Rates and Taxes, excluding taxes on income	3.78	16.84
Professional & Consultancy Charges	59.72	43.23
Travelling & Conveyance	11.45	71.45
Carriage Outwards	-	0.24
Business Development Expenses	1.48	4.59
Postage, Telegrams & Telephone Expenses	7.69	4.44
Provision for Doubtful debts	76,317.01	789.39
Printing & Stationery	2.63	6.55
Audit Fee		
- Audit Fee	38.85	27.80
Office Maintenance	18.47	18.41
Factory Maintenance	-	1.31
Foreign Exchange Fluctuations	0.10	66.78
Loss on sale of Fixed Assets	-	7,127.90
Miscellaneous expenses	97.68	98.11
Total	76,631.07	8,341.87

2.23 Property, Plant and equipment and Capital work-in-progress Rs. In Lakhs

Carrying amount of:	As at 31 March, 2019	As at 31 March, 2018
Land	81.16	81.16
Buildings	375.64	403.78
Plant & Machinery	7255.98	8,150.58
Electrical Equipment's/Installations	706.13	781.57
Office Equipment's	13.41	13.70
Testing Equipment's	-	-
Furniture & Fixtures	6.02	8.55
Vehicles	47.32	52.33
Miscellaneous Equipment's	-	--
Total	8485.66	9491.69

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	Land	Buildings	Plant & Machinery	Electrical Equipment's/ Installations	Office Equip-ment's	Testing Equip-ment	Furniture & Fixtures	Vehicles	Miscellane-ous Equipment	Total
Cost or Deemed cost										
Balance as at 31 March, 2017	81.16	1182.99	40204.16	654.57	403.77	0.10	131.97	706.91	3.52	43369.15
Additions during the year	0.00	0.00	4534.18	736.79	0.00	0.00	0.00	0.00	0.00	5270.97
Assets disposed/written off during the year	0.00	0.00	12299.55	0.00	9.89	0.00	0.00	461.96	0.00	12771.40
Balance as at 31 March, 2018	81.16	1182.99	32438.78	1391.36	393.87	0.10	131.97	244.94	3.52	35868.70
Additions during the year	0.00	0.00	0.09	0.00	0.00	0.00	0.00	0.00	0.00	0.09
Assets disposed/written off during the year	0.00	0.00	0.00	0.00	0.00	0.00	0.00	22.01	0.00	22.01
Balance as at 31 March, 2019	81.16	1182.99	32438.87	1391.36	393.87	0.10	131.97	222.93	3.52	35846.78
Accumulated depreciation										
Accumulated depreciation as at 1 April, 2017	0.00	742.01	27754.66	582.08	379.22	0.10	119.46	484.38	3.52	30065.43
Charge for the year	0.00	37.20	1694.87	27.71	0.96	0.00	3.96	52.72	0.00	1817.42
Depreciation on assets adjusted against retained earning during the year	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Depreciation on assets disposed/written off during the year	0.00	0.00	5161.32	0.00	0.00	0.00	0.00	344.49	0.00	5505.81
Accumulated depreciation as at 31 March, 2018		779.21	24288.21	609.79	380.17	0.10	123.42	192.61	3.52	26377.03
Charge for the year		28.14	894.69	75.44	0.29	0.00	2.53	5.01	0.00	1006.10
Depreciation on assets adjusted against retained earning during the year										
Depreciation on assets disposed written off during the year								22.01		
Accumulated depreciation as at 31 March, 2019	0.00	807.35	25182.90	685.23	380.46	0.10	125.95	175.61	3.52	27361.12
Carrying amount										
Balance as at 1 April, 2017	81.16	440.98	12449.50	72.49	24.55	0.00	12.51	222.53	0.00	13303.72
Balance as at 31 March, 2018	81.16	403.79	8150.57	781.57	13.70	0.00	8.55	52.34	0.00	9491.69
Balance as at 31 March, 2019	81.16	375.64	7255.98	706.13	13.41	0.00	6.02	47.32	0.00	8485.66

2.24 Financial Instruments- Fair Values and Risk Management

The following tables show the carrying amounts and fair values of financial assets and financial liabilities by categories. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

(Amount in Rs in Lakhs as of March 31, 2019)

Particulars	cost	Financial assets/liabilities at FVTPL	Financial assets/liabilities at fair value through OCI	Total carrying value	Total fair value
Assets:					
Investments in Equity Instruments	0.00		-		
Cash & Cash Equivalents (Ref Note No. 2.05)	318.71	0.00	0.00	318.71	318.71
Trade Receivable (Ref Note No. 2.04)	248646.41	77260.58	0.00	171385.83	171385.83
Liabilities:					
Trade Payables (Ref Note No. 2.13)	71851.01	0.00	0.00	71851.01	71851.01
Borrowings (Ref Note No 2.12)	150344.16	0.00		150344.16	150344.16
Other Financial Liabilities (Ref Note No. 2.09 & 2.14)	20498.91	0.00	0.00	20498.91	20498.91

The carrying amounts are considered to be the same as their fair values, due to their short-term nature

(Amount in Rs. in lakhs as of March 31, 2018)

Particulars	cost	Financial assets/liabilities at FVTPL	Financial assets/liabilities at fair value through OCI	Total carrying value	Total fair value
Assets:					
Investments in Equity Instruments	-	-	-	-	-
Cash & Cash Equivalents (Ref Note No. 2.05)	306.45	-	-	306.45	306.45
Trade Receivables (Ref Note No. 2.04)	170487.60	-	-	170487.60	170487.60
Liabilities:					
Trade Payables (Ref Note No. 2.13)	29107.35	-	-	29107.35	29107.35
Borrowings (Ref Note No 2.12)	134194.69	-	-	134194.69	134194.69
Other Financial Liabilities (Ref Note No. 2.09 & 2.14)	10823.79	-	-	10823.79	10823.79

The carrying amounts are considered to be the same as their fair values, due to their short-term nature

2.25 Financial risk management

The company's activities expose it to the following financial risks:

- market risk
- credit risk and
- liquidity risk

The company has not arranged funds that have any interest rate risk.

Market risk

a) Foreign Exchange Risk

Foreign currency risk is also known as Exchange Currency Risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. Foreign currency risk in the Company is attributable to Company's operating activities and financing activities. In the operating activities, the Company's exchange rate risk primarily arises when revenue / costs are generated in a currency that is different from the reporting currency (transaction risk). The Company manages the Net exposure on a rolling 12 month basis and hedges the exposures based on a duly approved policy by the Board. The information is monitored by the Audit committee and the Board of Directors on a quarterly basis. This foreign currency risk exposure of the Company is mainly in U.S. Dollar (USD).

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b) Credit Risk

Credit risk refers to the risk of default on its obligation by a counterparty resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily from trade receivables. Accordingly, credit risk from trade receivables has been separately evaluated from all other financial assets in the following paragraphs.

Trade Receivables

Trade receivables are typically unsecured and are derived from revenue earned from customers. Impairment on trade receivables is recognized based on expected credit loss in accordance with provisions of Ind AS 109. The company's historical experience from customer, present economic condition, present performance of the customers and future outlook for the industry etc. are taken into account for the purposes of expected credit loss.

Trade receivables are generally considered credit impaired after three years past due (except government dues), unless the amount is considered receivable by the company for individual trade receivables. Accordingly the Company has made provision for Bad & Doubtful debts for an amount of Rs.77260.58 lacs during the current financial year.

The company considers that all the other trade receivable of Rs.171385.83 lacs financial assets that are not impaired and past due for each reporting dates under review are of good credit quality.

With regard to trade receivable on certain transactions, the company has equivalent trade payables to associate suppliers which are payable on realization of trade receivables. Such trade receivables are considered not impaired though past due.

Other financial assets

There are no impairment provisions as at each reporting date against financial assets. We consider all the financial assets as at the reporting dates to be of good credit quality.

c) Liquidity Risk

The liquidity needs are monitored on the basis of monthly and yearly projections. The company's principal sources of liquidity are cash and cash equivalents, cash generated from operations and availability of funding through an adequate amount of committed credit facilities to meet obligations when due.

Due to the dynamic nature of underlying businesses, the company maintains flexibility in funding by maintaining availability under committed credit lines.

Short term liquidity requirements consists mainly of sundry creditors, expense payable, employee dues arising during the normal course of business as of each reporting date. The company maintains sufficient balance in cash and cash equivalents to meet short term liquidity requirements.

The company assesses long term liquidity requirements on a periodical basis and manages them through internal accruals and committed credit lines.

2.26 Related Party Transactions.

i) List of Related Parties and Relationships with holding Company.

Name of the Party	Country	Relationship
A) Subsidiaries		
Pac Ventures Pte. Limited	Singapore	Wholly Owned Subsidiary
Sujana Holdings Limited	UAE	
Nuance Holdings Limited	Hong Kong	
Sun Trading Limited	Cayman Island	
Hestia Holdings Limited	Mauritius	
Selene Holdings Limited	Mauritius	Step down subsidiary
Empire Gulf FZE	UAE	
Sun Global Trading Pte. Limited	Singapore	
B) Key Managerial Personnel		
Mr. G. Srinivasa Raju		Managing Director

Mr. S. Hanumantha Rao	Executive Director
Mr. S. Rengaraj	Chief Financial Officer

ii) List of Companies in which directors are interested

Name of the Company\Director	Mr. G Srinivasa Raju	Mr. S Hanumantha Rao	Mr. Venkata Krishnan	Ms. Uma Devi	Mr. K Srinivasa Rao
Splendid Metal Products Ltd	Director	Director	Nominee Director	Director	Director
Neueon Towers Ltd	Director	Director	-	Director	-
Lakshmi Gayatri Industries Pvt Ltd	Director	Director	-	-	-
Sunled Technologies Pvt Ltd	-	Director	-	-	-
Glade Steel Pvt Ltd	Director	Shareholder	-	-	-
Golkonda Finance and Trading Pvt Ltd	Shareholder	-	-	-	-
Sujana Capital Services Ltd	Shareholder	-	-	-	-
Sujana Power (Gangikondan) Ltd	Shareholder	Director	-	-	-
Sujana Power (Tuticorin) Ltd	Shareholder	Director	-	-	-
Sujana Energy Ltd	Director	Director	-	-	-
Sujana Solar Power Pvt Ltd	-	Director	-	-	-
Sujana Power (India) Ltd	Director	Director	-	-	-
Kakatiya Enclaves Pvt Ltd	Director	-	-	-	-
Yalamanchili Finance and Trading Pvt Ltd	Director	-	-	-	-
Foster Infin and Trading Pvt Ltd	Director	-	-	-	-
Sujana Finance and Trading Pvt Ltd	Director	-	-	-	-
Sujana Holdings Ltd	Director	Director	-	-	-
Sujana Projects Ltd	Director	Director	-	-	-
Candid Industries Ltd	Shareholder	-	-	-	-

iii) Related Party Transactions

Rs. in Lakh

	Subsidiaries		Key Management Personnel	
	2018-19	2017-18	2018-19	2017-18
Sale of goods				
Splendid Metal Products Ltd	-	-	-	170.50
Neueon Towers Ltd	-	-	-	
Total	-	-		-
Purchase of goods				
Splendid Metal Products Ltd	-	-	-	-
Neueon Towers Ltd	-	-	-	-
Total	-	-		-
Other Income				
Neueon Towers Ltd				
Total	-	-		
Other Expenses				
Splendid Metal Products Ltd				
Total	-	-		
Remuneration				
Mr. G Srinivasa Raju	-	-	18.00	
Mr. S Hanumantha Rao	-	-	17.25	10.80
Mr. S. Rengaraj			15.86	12.34
Mr. B. Manoharan	-	-	0.00	5.00

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Mr. P Kodanda Rami Reddy	-	-	0.00	6.14
Total	-	-	51.11	34.28
Loans & Advances				
Packventures Limited	-	7487.40	-	-
Alpha Ventures Ltd.	-	-	-	-
Total		-	-	-
Guarantees given (USD in Millions)				

- Keeping in view the losses incurred by the Company, against the total remuneration of Rs.48.00 lacs payable during the financial year 2018-19, the Managing Director Sri G. Srinivasa Raju was paid remuneration of Rs.18 lacs only. No remuneration was paid to Sri G.Srinivasa Raju during previous financial year 2017-18. Provision has not been made for the balance remuneration payable to Sri G.Srinivasa Raju for last two years.

2.27 Retirement Benefits

The Company has provided for post retirement benefit plan for its employees in its holding company on actuarial basis and valuation certificate has been obtained from an independent actuary accordingly in liability for future gratuity and leave encashment has been provided.

2.28 Auditor's Remuneration

Rs. in lakhs

Particulars	2018-19	2017-18
Statutory Auditors	31.05	25.35
Other Auditors	7.80	2.45
Total	38.85	27.80

2.29 Segment Reporting

The Company has identified three reportable segments viz. LEC Division, Appliance Division, Steel Division. Segments have been identified and reported taking into account the nature of products and services, the differing risks and returns and the internal business reporting systems. The accounting policies adopted for segment reporting are in line with the accounting policy of the Company with following additional policies for segment reporting.

- Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and expenses which relate to enterprise as a whole and are not allocable to a segment on reasonable basis have been disclosed as "Un-allocable".
- Segment assets and liabilities represent net assets and liabilities in respective segments. Investments, tax related assets and other assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as "Un-allocable".

(i) Primary Business Segment Information

Rs. In lakhs

	Particulars	Business Segments						Eliminations		Total	
		LEC		Appliance		Steel					
		2018-19	2017-18	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18	2018-19	2017-18
A	Revenue										
	a) External	0	0	0	2.17	11525.77	46340.31	0	0	11525.77	46342.48
	b) Internal	0	0	0	0	0	0	0	0	0	0
	c) Total	0	0	0	2.17	11525.77	46340.31	0	0	11525.77	46342.48
B	Results										
	Segment Result Before Tax	-483.99	-487.63	-139.94	-171.2	-80401.97	-10705.63	0	0	-81025.90	-11364.46
	Less: Taxes	0	0	0	0	0	-953.06	0	0	0	-953.06
	Profit After Taxes	-483.99	-487.63	-139.94	-171.2	-80401.97	11658.69	0	0	-81025.90	-12317.52
C	Assets										
	a) Segment Assets	1215.43	1339.99	246.08	362.09	185929.99	232807.07	0	0	187391.50	234508.45
	b) Unallocable Assets						484.20	0		0	484.20
	c) Total	1215.43	1339.99	246.08	362.09	185929.99	234992.57	0	0	187391.50	234992.65

D	Liabilities										
	a) Segment Liabilities	98.65	63.79	58.44	75.47	242717.30	209919.95	0	0	242874.39	210059.21
	b) Unallocable Liabilities							0		0	
	c) Total	98.65	63.79	58.44	75.47	242717.30	209919.95	0	0	242874.39	210059.21
E	Others										
	a) Depreciation	163.78	484.61	104.46	139.33	737.86	1193.48	0	0	1006.1	1817.42
	b) Capital Expenditure	0	0.00	0.00	0.00	0	0.00	0	0.00	0	0.00
	c) Non-Cash Expenses	0	0.00	0.00	0.00	0	0.00	0	0.00	0	0.00
	other than Depreciation	0	0.00	0.00	0.00	0	0.00	0	0.00	0	0.00

(ii) **Secondary Segments Information:** Geographical

Revenue from geographical segment is based on location of its customers and total carrying amount of assets. The total cost incurred during the year to acquire fixed assets is based on geographical locations of the assets.

Secondary Segments Information

Rs. in Lakhs

Particulars		2018-19	2017-18
A	Revenue by Geographical Market		
	In India	236.31	2098.18
	Outside India	11289.46	44244.30
	Total	11525.77	46342.48
B	Additions to Fixed Assets and Intangible Assets		
	In India	-	5270.97
	Outside India	0.09	-
	Total	0.09	5257.90
C	Carrying Amount of Segment Assets		
	In India	78733.91	114472.59
	Outside India	108657.59	120520.06
	Total	187391.50	234992.65

2.30 Earnings Per Share (EPS)

Basic and Diluted Earnings Per Share in Rs.

Rs. in lakhs

Particulars	2018-19	2017-18
Net Profit After Tax	-81025.91	-12317.51
Net Profit attributable to Equity shareholder	-81025.91	-12317.51
Weighted average number of equity shares for Basic EPS	168841072	168841072
Weighted average number of equity shares for Diluted EPS	168841072	168841072
Nominal Value of Ordinary Share	10	10.00
Basic Earnings per Ordinary Share	-47.98	-7.30
Diluted Earnings per Ordinary Share	-47.98	-7.30

2.31 Balances under Sundry Debtors, Sundry creditors and Loans & Advances and other receivables and payables include long outstanding amounts are subject to confirmations to be received from most of the parties.

2.32 The Company has not received information / memorandum as required to be filed by the supplier with the notified authority under the MSMED Act, 2006 claiming their status as Micro or Small or Medium Enterprises. Hence, disclosure relating to amounts unpaid as at the yearend together with interest paid or payable under this act has not been given.

2.33 Contingent Liabilities relating to Holding Company

SUJANA UNIVERSAL INDUSTRIES LIMITED

Particulars		2018-19	2017-18
1. Bank Guarantees			
Bank of Baroda: Guarantee executed in favour of Commissioner Central Excise	Rs. Lacs	8.00	8.00
2. Claims against the Company not acknowledged as debt			
a) Sales Tax, Chennai	Rs. Lacs	63684.46	63000.44
b) Customs & Central Excise	Rs. Lacs	770.00	770.00
c) Income Tax	Rs. Lacs	1431.65	1509.81
d) Workmen Compensation	Rs. Lacs	4.65	4.65

The Mauritius Commercial Bank Limited (MCB) has preferred a suit against the Company in connection with the Corporate Guarantee furnished by SUIL on behalf of Hestia Holdings Limited, a wholly owned subsidiary of the Company for availing working capital facilities and obtained a decree against the Company from High Court U.K. Further MCB has filed an execution petition with the City Civil Court, Hyderabad for recovery of Decree amount.

Company petitions (C.P.174/2013 & C.P.169) filed by Standard Bank (Mauritius) Limited (SBML) against the Company u/s 433 of the Companies Act, 1956, in connection with the corporate guarantee furnished by the Company on behalf of Selene Holdings Ltd, Mauritius a step down subsidiary of SUIL (Subsidiary of Nuance Holdings Limited). The petitions were admitted by the High Court of Judicature of Hyderabad of the State of Telangana. However the Company has filed necessary counter in the Hon'ble Court for defending its contention which is under subjudice. However the Company is exploring amicable settlement.

Except the above, there are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status of the Company and the Company's operations in future.

- 2.34** During the current financial year Banks/FI to whom the Holding Company owes short term/long term loans have issued notices to the Company u/s13 (2) of SERFAESI Act to discharge the total outstanding liability within 60 days from the date of the notice. The Holding Company duly replied to the Banks/FIs on the respective date as mentioned below:

S.No.	Name of the Bank/FI	Date of Notice	Replied on
1.	UCO Bank	23.11.2018	22.01.2019
2.	Bank of Boarda	25.10.2018	24.01.2019

- 2.35** M/s Minera Steels & Power (P) Ltd., has filed an application against holding Company with Hon'ble National Company Law Tribunal (NCLT), Hyderabad Bench Under Sec.9 of Insolvency & Bankruptcy Code, 2016 as an Operational Creditor and the application was pending before NCLT, Hyderabad.

- 2.36** Previous year's figures have been regrouped and reclassified wherever necessary for comparability and to conform to current period's classification and comparison.

- 2.37** Figures have been rounded off to nearest rupee.

In terms of our report attached

For and on behalf of the Board of Directors

For J. Singh & Associates

Chartered Accountants
FRN No: 110266W

Ritesh Tawry

Partner
Mem. No : 213326

Place: Hyderabad
Date : 29th May, 2019

G. Srinivasa Raju

Managing Director
(DIN: 00132249)

S. Rangaraj

Chief Financial Officer

Place: Hyderabad
Date :29th May, 2019

S. Hanumantha Rao

Whole Time Director
(DIN: 00118801)

SUJANA UNIVERSAL INDUSTRIES LIMITED

No.18, Nagarjuna Hills, Panjagutta, Hyderabad – 500 082, Telangana, India

CIN: L29309TG1986PLC006714

Member's Folio Number

No. of Shares held

**ATTENDANCE SLIP
(30th AGM)**

This Attendance Slip duly filled in to be handed over at the entrance of the Meeting Hall.

Name of the Attending Member or Proxy (In Block Letters)

I, hereby record my presence at the 30th Annual General Meeting of the Company to be held on Saturday, 14th December, 2019 at 12.00. Noon At Vedika The Venue, Sri Sai Goverdhan Kunj, 5th Floor, Near S R Nagar Police Station, Hyderabad-500038, Telangana at 12.00 noon.

To be signed at the time of handing over this slip

Member's/Proxy's Signature

EVEN	User ID	Password
112637		

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]

CIN	L29309TG1986PLC006714
Name of the Company	Sujana Universal Industries Limited
Registered office	Plot No.18, Nagarjuna Hills, Panjagutta, Hyderabad, Telangana – 500 082.

Name of the Member(s)		E-Mail Id	
Registered Address			
Folio No./Client Id		DP Id	

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

Name		Address	
E-mail Id		Signature	
or failing him;			
Name		Address	
E-mail Id		Signature	
or failing him;			
Name		Address	
E-mail Id		Signature	

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 30th Annual General Meeting of the Company, to be held on the Saturday, December 14th, 2019 at 12.00 noon at Vedika The Venue, Sri Sai Goverdhan Kunj, 5th Floor, Near S R Nagar Police Station, Hyderabad-500038, Telangana and

at any adjournment thereof in respect of such resolutions as are indicated below :

Item No.	Resolution
Ordinary Business	
1.	Adoption of Audited Standalone Financial Statements and Consolidated Financial Statements for the year ended 31st March, 2019 and the Reports of Directors & Auditors thereon.
2.	Re-appointment of Shri S.Hanumantha Rao, who retires by rotation.
Special Business	
3.	Ratification of remuneration of the Cost Auditor of the Company
4.	Re-appointment of Dr.K.Srinivasa Rao, as an Independent Director to hold office till the conclusion of 31st Annual General Meeting.

Signed this day of December, 2019.

Signature of shareholder

Signature of Proxy holder(s)

Affix Re.1
Revenue
Stamp

Notes:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. For the Resolutions, Explanatory Statement and Notes, please refer to the Notice of the 30th Annual General Meeting.
3. Please complete all details including details of member(s) in above box before submission.

Form No. MGT-12**POLLING PAPER**

[Pursuant to Section 109(5) of the Companies Act, 2013 and rule 21(1)(c) of the Companies (Management and Administration) Rules, 2014]

CIN : L29309TG1986PLC006714
 Name of the Company : Sujana Universal Industries Limited
 Registered Office : Plot No. 18, Nagarjuna Hills, Panjagutta, Hyderabad, Telangana – 500 082, India.

BALLOT PAPER

S.No.	Particulars	Details
1.	Name of the First Named Shareholder (In block letters)	
2.	Postal address	
3.	Registered folio No. / *Client ID No. (*Applicable to investors holding shares in dematerialized form)	
4.	Class of Share	Equity

I hereby exercise my vote in respect of Ordinary/ Special resolution enumerated below by recording my assent or dissent to the said resolution in the following manner:

Item No.	Resolution	No. of shares held by me	I assent to the resolution	I dissent from the resolution
	Ordinary Business			
1.	Adoption of Audited Standalone Financial Statements and Consolidated Financial Statements for the year ended 31st March, 2019 and the Reports of Directors & Auditors thereon.			
2.	Re-appointment of Shri S.Hanumantha Rao, who retires by rotation.			
	Special Business			
3.	Ratification of remuneration of the Cost Auditor of the Company.			
4.	Re-appointment of Dr.K.Srinivasa Rao, as an Independent Director to hold office till the conclusion of 31st Annual General Meeting.			

Place:

Date:

(Signature of the shareholder)

INSTRUCTIONS

- This Ballot paper is for the members who have not voted through e-voting facility. A member can opt for only one mode of voting i.e., either through e-voting or by Ballot paper. If a Member casts votes in both the modes, then vote cast through e-voting shall prevail and Ballot paper shall be treated as invalid.
- The vote should be cast either in favour or against by putting the tick (✓) mark in the column provided for assent or dissent. Ballot paper bearing tick marks in both the columns will be treated as invalid. Please do not use pencil.
- This form should be completed and signed by the Member/Proxy Holder as per the specimen signatures registered with the Company/Depository. In case of joint holding this form should be completed and signed by the first named member.
- Any cutting/overwriting on this Ballot paper should be signed by the shareholder/proxy holder.
- Unsigned, incomplete, improperly or incorrectly tick marked Ballot papers will be rejected. A Ballot paper will also be rejected if it is received torn, defaced or mutilated to an extent which makes it difficult for the Scrutinizer to identify either the member or as to whether the votes are in favour or against or if the signature cannot be verified.
- The decision of Scrutinizer on the validity of the Ballot paper and any other related matter shall be final.
- The Scrutinizer will collate the votes downloaded from the e-voting system and votes cast through Ballot paper to declare the final result for each of the Resolutions enumerated above.
- The Results shall be declared on or after the date of AGM of the Company. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website: www.sujana.com and on the website of www.bighshareonline.com within two(2) days of passing of the resolutions at the AGM of the Company and communicated to the Stock Exchanges.

