

QUALITY THAT INSPIRES TRUST



**ANNUAL REPORT
2017-18**

KISAN MOULDINGS LIMITED

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ANNUAL GENERAL MEETING

Date : Saturday, September 22, 2018 | Time : 04:30 p.m.

Venue : MIRAGE HOTEL, INTERNATIONAL AIRPORT
APPROACH ROAD, ANDHERI-KURLA ROAD, MAROL,
ANDHERI (EAST), MUMBAI - 400 059

E-VOTING SCHEDULE

CUT OFF DATE

Saturday, September 15, 2018

START DATE

Tuesday, September 18, 2018
(9:00 a.m.)

END DATE

Friday, September 21, 2018
(5:00 p.m.)

FORWARD LOOKING STATEMENT

In this Annual Report, we have disclosed forward-looking information to enable Stake Holders to comprehend our prospects and take Relative decisions. This report and other statements - written and oral - that we periodically make, contain forward-looking statements that set out anticipated results based on the management's plans and assumptions. We have tried wherever possible to identify such statements by using words such as 'anticipate', 'estimate', 'expects', 'projects', 'intends', 'plans', 'believes', and words of similar substance in connection with any discussion of future performance. We cannot guarantee that these forward-looking statements will be realised, although we believe we have been prudent in assumptions. The achievements of results are subject to risks, uncertainties and even inaccurate assumptions. Should known or unknown risks or uncertainties materialise, or should underlying assumptions prove inaccurate, actual results could vary materially from those anticipated, estimated, or projected. Readers should keep this in mind. We undertake no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise.

CORPORATE OVERVIEW



A Turnaround backed by a New & Renewed Focus



To stay competitive, dynamic and ahead in business one needs to keep pace with the changes and shift gears accordingly. Your company has stayed true to this fact by embracing new strategies which are beginning to show results and are expected to bring a turnaround to the business operations. We have renewed our focus towards existing products in the irrigation and plastic piping solutions and complemented it by introducing new products to enhance and expand our offerings. We at Kisan Mouldings Limited (KML) are fortunate to be bestowed with the powerful brand “KisaN” and “KML CLASSIC” and with pride are leveraging it to create and tap new opportunities.

We have revamped our existing product line and added new products which will accrue in the form of better acceptability and developing stronger customer loyalty. Our endeavor and zeal will always be to provide the best in class products to our customers and enrich their lives with our association. One has rightly said that change is always refreshing provided the quality and serviceability are tightly knitted. We take this philosophy to heart.

India's economy is growing faster than most large economies of the world. Investments in infrastructure sector and the government's several bold initiatives are triggering positive changes. The Indian plastic pipe market is expected to grow more than 10% over next three years supported by rising demand from both construction piping as well as agricultural piping segments.

Government's bold reforms such as introduction of Goods and Services Tax (GST) in 2017 and Demonetization in 2016 are a boon for the organized plastic piping sector. The share of unorganized sector in the plastic piping market is expected to

drop. This not only signals shift of trade to organized players but also means better pricing power.

While on one side the replacement market (from GI pipes to plastic pipes) continues to give steady support to demand, the massive highway construction is creating organic demand. Construction of national highways in India has hit a record of almost 10,000 km in FY18 and the targets for project awards for FY19 are 25% higher. In addition to this, government initiative such as affordable housing, smart cities, doubling of farmers' income by 2022, interconnectivity of canal, etc. point toward higher demand for plastic piping in the coming years. We at KML are geared up to leverage on these opportunities backed by right products, production capacities and required financial capabilities.

To further increase our visibility, we have taken a bold and definite step by undertaking branding and promotions exercises over television, print and digital media. In addition, we also undertook to advertisements on retail hoardings and participating in exhibitions.

As most of you must be aware in November 2017, your company roped in Mr. Amitabh Bachchan to be the brand ambassador. We are confident that the strong image of Mr. Bachchan will give your company impetus to grow and receive acceptance in newer geographies. We are pleased and honored by the decision that have been taken towards brand building and here are what the voices of your company had to say:

We believe the endorsement of KML's products by Mr. Bachchan will further strengthen the bond with the masses, give our users a greater sense of purpose and help the brand scale newer heights over the course of next few years.

Corporate Information

BOARD OF DIRECTORS

EXECUTIVE DIRECTORS

- Sanjeev Aggarwal - Chairman & Managing Director
(DIN: 00064076)
- Rishav Aggarwal - Whole-time Director
(DIN: 05155607)

NON EXECUTIVE DIRECTORS

- Sunil Goyal - Non-Independent Director
(DIN: 00503570)
- H.S. Upendra Kamath - Independent Director
(DIN: 02648119)
- Anjana Motwani - Independent Director
(DIN: 02650184)
- Praveen Kumar Tripathi - Additional Director
(DIN: 03154381)

LISTING

The BSE Limited

REGISTERED OFFICE

26 'A', 3rd Floor, K-wing, "Tex Centre",
Chandivali, Off Saki Vihar Road,
Andheri (East), Mumbai - 400 072. India.
Tel: 42009100/9200,
Email ID: cs.kisan@kisangroup.com
CIN: L17120MH1989PLC054305
Website: www.kisangroup.com

REGISTRAR AND SHARE TRANSFER AGENT

Sharex Dynamics (India) Private Limited
Unit - 1, Luthra Industrial Premises, Safed Pool, Andheri
Kurla Road, Andheri (East), Mumbai - 400 072
Tel.No.: 022 - 2851 5606/644
Fax No. : 022-2851 2885
Email: sharexindia@vsnl.com

KEY MANAGERIAL PERSONNEL

- Mr. Amit Sudhakar - Chief Financial officer
- Mr. Dharak Mehta - Company Secretary & Compliance Officer

STATUTORY AUDITORS

M/s A D V & Associates
Chartered Accountants

SECRETARIAL AUDITOR

M/s. AVS & Associates,
Company Secretaries

BANKERS

- Punjab National Bank
- Union Bank of India
- The Shamrao Vithal Co-op Bank Ltd.
- IDBI Bank Ltd
- ICICI Bank Ltd

ACCOUNTING CONSULTANTS

KPMG

PLANT LOCATIONS

- Survey no. 64/1, 63/1, 70, 71, 72, 74/1/1 Village
- Mahagaon, Taluka-Palghar, Boisar, Dist, Thane
(Maharashtra).
- Survey No. 34/1/1, Village - Umerkui, Silvassa - D. & N.H.
(U. T.).
- Plot No. 5-A/5 Industrial Area No. 2, Dewas, Madhya
Pradesh - 455001.
- Plot No.172-B and 173-A Village Nogenhalli, Kora Hubli,
Tumkur Taluka, Karnataka.
- Survey No. 108/1/6, Surangi Road, Near Khadoli Sub
Station, Silvassa

Performance Highlights

Revenue from Operations

(₹ In Lakhs)

47,360

2013-14	53,635
2014-15	44,898
2015-16*	46,442
2016-17*	43,548
2017-18*	47,360

Operating EBITDA

(₹ In Lakhs)

4,101

2013-14	5,327
2014-15	1,503
2015-16*	2,806
2016-17*	3,520
2017-18*	4,101

EBITDA margins

8.66%

2013-14	9.93%
2014-15	3.35%
2015-16*	6.04%
2016-17*	8.08%
2017-18*	8.66%

Profit After Taxes

(₹ In Lakhs)

12

2013-14	233
2014-15	-3,784
2015-16*	-1,532
2016-17*	-97
2017-18*	12

Debt to Equity

(x)

1.58

2013-14	4.97
2014-15	5.07
2015-16*	5.06
2016-17*	2.95
2017-18*	1.58

Total Debt

(₹ In Lakhs)

21,634

2013-14	22,899
2014-15	23,381
2015-16*	23,331
2016-17*	23,038
2017-18*	21,634

Note: The above revenue from operation is net of excise duty and goods and service tax collected on behalf of government.

(* Figures as per IndAS)



Product Segments

Kisan Mouldings Limited (KML) has built a plethora of products in the plastic piping and irrigation industry and is positioned to gain traction in the market there by bringing in with it stronger sales, higher growth, improved customer services and higher profitability. The products address the needs of various customers spanning from architects, builder, farmers and individuals.

The refresh in the existing product line and the introduction of new products are uniquely placed to cater to different target markets. This gives KML the confidence to be aggressive in re-gaining market share. We are confident of the fact with the investments made in technical know-how and the product line will reap rich dividends over the coming years.

Our Product basket consists of the following:



1. **KML CLASSIC CPVC Plumbing System:** The Chlorinated Polyvinyl Chloride pipe is manufactured at the plant which is located in Tumkur, Karnataka. It is one of the largest plants with a tonnage capacity of 6,600 MT. The usage of these products is mainly Residential, Commercial Buildings, Hotels, Educational Institutions, and Swimming Pools whose application is used to distribute water of both hot and cold temperatures. The products are manufactured using high quality resin and technology from Japan. The pipes are free from corrosion and work well in conditions where the soil or atmospheric conditions are at an extreme. The CPVC pipes are usually known to have longer life expectancy (50 years) in comparison to the galvanized iron pipes.
2. **FREE flow UPVC plumbing pipes (ASTM):** The Unplasticized Polyvinyl Chloride (UPVC) pipes are manufactured in the state-of-the-art plants based in Tarapur location. The installed capacity for these pipes is 9,000 MT. The capacity utilized for the fiscal 2018 was 36%. These pipes are used in multifarious application like any other CPVC product. The pipes are mainly installed for transporting drinking water without causing any changes to the water properties. The pipes manufactured by KML are chemical and corrosion resistant and are durable and stronger. The pipes are easy to install, low in maintenance and high life expectancy making it a cost effective solution for the user.

3. Soil, Waste & Rain water system (S.W.R): These pipes find their usage in drainage & sewerage applications, and are more superior and durable than the conventional drainage systems.

These pipes are available in the range of Permafit and Classic with diameters ranging from 40mm to 200mm. These pipes are light in weight and cost effective. The pipes of such kind do not require maintenance or inspection which why its performance is always unblemished. The SWR pipes are also less prone to damage during transit and the pipes are corrosion and rodent resistant.

4. Irrigation systems: Irrigation is an important aspect of farming and agriculture in India. It means supplying water to regions/areas which are dry and mainly will be used for cultivation. India being an agrarian economy, irrigation continues to be the backbone. In order to facilitate irrigation KML manufactures products which are mainly drip and sprinkle irrigation. The irrigation products enable to save water consumption by 50-70%. It has also shown significant increase in the yield of the crop.

5. Solvents: The solvent cements are used mainly for joining the pipes and fitting. These solvents vary for the different kind of pipes i.e. UPVC, CPVC, HDPE and are available in plastic pet bottles, cans, carboys and barrels

6. Furniture: KML has extended its know-how in plastics by manufacturing premium moulded plastic furniture for homes and offices. The furniture range consists of chairs, dining and centre tables. These are manufactured using high quality material i.e. virgin polypropylene.

Company Milestones

1982-85

- Inception of the company as single unit, single product organisation
- Started our first extrusion line in Rigid PVC Pipes

1986-91

- Started Moulded & PVC manufacturing unit in Tarapur

1992-96

- Introduced classic range of SWR pipes & Fittings
- Listed on stock exchange

1997-01

- Gross Turnover of the company crossed ₹100 crore

2002-06

- Expansion of the PVC Pipes & Fittings product range
- Strengthening the dealer network PAN India

2007-11

- Expansion in various categories of products
- Gross Turnover of the company crossed ₹600 crore

2012-16

- Launch of CPVC pipes & fittings manufactured at the state of the art facility in Bengaluru
- Major investment in modernisation & automation of various plants

2017-18

- Major thrust in brand building
- New product launches
- Major growth push

Chairman's Statement



Mr. Sanjeev Aggarwal

Chairman & Managing Director
(DIN: 00064076)

Dear Shareholder(s),

I am extremely happy and humbled to write to all shareholders on the 29th Annual report of your Company. The Company had a successful year with strong growth in revenues over previous financial year.

I am confident that the trend of profitability will move higher and we are on the right path of making it a reality. When I look at the Company from where it all started and to now where it has been I see continuous innovation. Business cannot be static and has to keep evolving by taking advantage of the changing market. In this process business will encounter challenges which also present opportunities. The Company has also had its share of difficulties in the past and has fought hard to keep pace with the changing industry landscape.

Your company has gained vast amount of experience in this industry and has always strived to stay ahead of the learning curve by developing new ways to operate in the business environment. This new experience and learning has given us the confidence and vigour of renewing ourselves and to pursue opportunities and touch new heights by manufacturing products that meet customer needs and stay cemented by improving quality and serviceability.

Business in the modern world has evolved and got even more competitive with new opportunities' emerging at every step to be seized. In lieu of this it is highly imperative for companies to make the right investments whether it is products, people or technology and at the same time maintain a balance between each of these variables and keep risk management in-check. A mixture of these ingredients and being customer-centric helps in creating products that will suit their requirements and ever increasing customer demand.

I can confidently say that the Company is implementing best practices that make the future for your company more promising. For the year ended 31st March 2018 your company posted Standalone revenues of ₹4,736 Mn which is a year on year growth of 10%.

We will continue to remain prudent in our investments in both technology and products and also focus on increasing our shareholders value and returns profile.

As I look at the years to come by, I can see the emerging opportunities for growth starkly in front of us. The fundamental changes that the Company has implemented will help to regain lost market share and I am excited as I have begun to see the fruits of our efforts.

I look forward to you my fellow shareholders to be a part of this progress and milestones as we create new heights for the Company.

STATUTORY REPORTS



Directors' report

To,

Dear Members,

The Board of Directors ('Board') have great pleasure in presenting the Company's Twenty Ninth Annual Report on the business and operations of the Company together with the Standalone and Consolidated Audited Financial Statements for the financial year ended March 31, 2018.

1. FINANCIAL SUMMARY/ HIGHLIGHTS

The Company's financial performance, for the Financial Year ended March 31, 2018 is summarised below::

(₹ In Lakhs)

Particulars	Standalone		Consolidated	
	2017-18	2016-17	2017-18	2016-17
Revenue from operations	47,360.00	43,547.63	55,929.55	47,966.06
Add:- Other Income	534.08	183.25	534.08	191.75
Total Income	47,894.08	43,730.88	56,463.63	48,157.81
Total Expenses	48,259.41	45,041.43	56,783.91	49,453.84
Profit/ (loss) before tax (PBT)	(365.33)	(1,310.55)	(320.28)	(1,296.02)
Less:- Tax expense	(376.91)	(1,213.68)	(363.00)	(1,209.95)
Profit/ (loss) for the year (PAT)	11.58	(96.87)	42.72	(86.07)
Total Comprehensive income/ (loss)	16.16	(90.90)	47.30	(80.10)

Note: The above revenue from operation is net of excise duty and goods and service tax collected on behalf of government.

2. INDIAN ACCOUNTING STANDARDS:

Pursuant to notification issued by Ministry of Corporate Affairs dated February 16, 2015, notifying the Companies (Indian Accounting Standards) Rules, 2015, the Company has adopted Indian Accounting Standards (Ind-AS) with effect from April 1, 2017. Consequently, figures of previous years are re-grouped as per Ind-AS.

3. FINANCIAL PERFORMANCE:

On a consolidated basis, the total revenue for FY 18 at ₹56,463.63 lakhs was higher by 17.25% over the previous year (₹48,157.81 lakhs in FY 17). Total earning after tax for FY 18 ₹42.72 lakhs was higher by 150% against the loss of previous year ₹86.07 lakhs in FY17.

On standalone basis, the total revenue of the Company increased to ₹47,894.08 lakhs for FY 18 against ₹43,730.88 lakhs in FY 17. Your Company reported growth in total profit after tax was ₹11.58 lakhs for FY 18 against the loss of ₹96.87 lakhs in FY 17.

In order to increase further sales in the near future, the Company is planning to adopt various strategies and programmes which will boost the demand for the Company's products. The Company is of the view to focus on magnifying innovations in the marketplace through brilliant execution and on building markets of the future or what we call as 'market development' and thereby enhancing stakeholders value.

4. TRANSFER TO GENERAL RESERVE:

During the year under review, the Company has not transferred any amount to the General Reserve.

5. DIVIDEND:

During the year under review, your directors have not recommended any dividend.

6. SHARE CAPITAL:

During the year under review, On October 17, 2017 & October 23, 2017, the Company has allotted 38,55,027 equity shares and 11,44,973 equity shares respectively. Total 50,00,000 Equity Shares, on preferential issue basis for cash at price of ₹118.90/- per share, including premium of ₹108.90/- per share to the strategic investors (Non - Promoter Group of the Company) in compliance with SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009 and amendment thereof. Consequently, Issue, subscribed and paid up equity share capital of the Company increased from ₹ 28,86,30,650/- divided in to 2,88,63,065 equity shares of face value of ₹10/- each to ₹33,86,30,650/- divided in to 3,38,63,065 Equity shares of face value of ₹ 10/- each.

During the year under review, the Company has neither issued any shares with differential voting rights nor granted any stock options or sweat equity and does not have any scheme to fund its employees to purchase the shares of the Company.

7. CONSOLIDATED FINANCIAL STATEMENTS:

The Consolidated Financial Statements of the Company are prepared in accordance with the relevant Indian Accounting Standards issued by the Institute of Chartered Accountants of India and forms as an integral part of this Report.

8. DEPOSITS:

During the year under review, the Company has not accepted any deposits within the meaning of Section 73 and Section 76 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014.

9. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION BETWEEN THE END OF FINANCIAL YEAR AND DATE OF REPORT AND CHANGE IN NATURE OF BUSINESS OF THE COMPANY:

There are no material changes and commitments affecting the financial position of the Company between the end of the financial year and the date of this Report. Further, there was no change in the nature of business of the Company during the financial year.

10.DETAILED IN RESPECT OF FRAUD REPORTED BY AUDITORS:

Pursuant to provisions of Section 143 (12) of the Companies Act, 2013 there were no frauds reported by the Auditors of the Company during the year under review, to the Audit Committee or the Board of Directors, as such there is nothing to report under Section 134 (3) (ca) of the Companies Act, 2013.

11. DIRECTOR'S RESPONSIBILITY STATEMENT:

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

- That in the preparation of the annual financial statements, the applicable accounting standards have been followed along with proper explanation and that no material departures have been made from the same;
- That such accounting policies as mentioned in Notes to the Financial Statements have been selected and applied consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company as at March 31, 2018 and of the profit and loss of the Company for the year ended on that date;
- 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;
- That the annual financial statements have been prepared on a going concern basis;
- That the directors had laid down proper internal financial controls to be followed by the Company and such internal financial controls are adequate and operating effectively; and
- That the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

12.BOARD OF DIRECTORS & KEY MANAGERIAL PERSONNEL:

In accordance with the provisions of Section 152 of the Companies Act, 2013 and that of Articles of Association of the Company, Mr. Sunil Goyal (DIN: 00503570), Non-Executive Non-Independent Director of the Company, being longest in the office, shall retire by rotation at 29th Annual General Meeting of the Company and being eligible, has offered himself for re-appointment.

Appointments and cessations of Directors & Key Managerial Personnels are as under:

Appointments:

- Mr. Rishav Aggarwal (DIN: 05155607) - Whole-time Director and Mr. H.S. Upendra Kamath (DIN: 02648119) - Independent Director were appointed on August 22, 2017 respectively and the same has been approved by members of the Company in 28th Annual General Meeting held on September 30, 2017.
- Mr. Praveen kumar Tripathi (DIN: 03154381) was appointed as an Additional Director (Non-Executive-Independent Director) with effect from January 10, 2018 to hold office upto the date of ensuing Annual General Meeting of the Company by way of circular resolution which was approved by the Board on

January 11, 2018. The Company has received a notice in writing from a member of the Company under Section 160 of the Companies Act, 2013, proposing his candidature for the office of Independent Director of the Company for a term of 5 (Five) years w.e.f. January 10, 2018.

- Mr. Amit Sudhakar was appointed as the Chief Financial Officer with effect from November 16, 2017 and Mrs. Snehal Pawar as the Company Secretary & Compliance Officer of the Company with effect from November 15, 2017.
- Mr. Dharak Mehta was appointed as the Company Secretary & Compliance Officer of the Company with effect from August 10, 2018.

Cessation:

- Mr. Ashok Aggarwal (DIN: 00061943) ceased to be Director with effect from May 29, 2017.
- Mr. T.V. Rao (DIN: 05273533) ceased to be Director with effect from July 01, 2017.
- Mrs. Anjana Motwani (DIN: 02650184) ceased to be Directors with effect from August 10, 2018.
- Mr. Suresh Purohit was re-designated as Commercial Head of the Company and accordingly he ceased to be Chief Financial Officer and Key Managerial Personnel of the Company with effect from 15th November, 2017.
- Ms. Priyanka Chauhan had resigned from the post of Company Secretary and Compliance Officer of the Company with effect from 11th September, 2017 due to her personal reason.
- Mrs. Snehal Pawar had resigned from the post of Company Secretary and Compliance Officer of the Company with effect from 18th April, 2018 due to her personal reason.

13. DECLARATION BY INDEPENDENT DIRECTORS:

All Independent Directors of the Company have submitted a declaration and confirmed that they meet the criteria of independence as mentioned under the provisions of sub-section (6) of Section 149 of the Companies Act, 2013 and Regulation 16 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015.

14. NOMINATION AND REMUNERATION POLICY:

Pursuant to the provisions of Section 178 of the Act, and Regulation 19 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 and on the recommendation of the Nomination & Remuneration Committee, the Board has adopted the Nomination & Remuneration Policy for selection and appointment of Directors, Senior Management including Key Managerial Personnel (KMP) and their remuneration. The details

of Remuneration Policy are stated in the Corporate Governance Report. The details of this policy have been posted on the website of the Company viz. <http://www.kisangroup.com/investorrelations/code-policies.php>

15. BOARD EVALUATION:

Pursuant to the applicable provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Board has carried out an annual evaluation of its own performance, Board Committees and Individual Directors and Chairperson. The evaluation process inter alia considers attendance of Directors at Board and committee meetings, acquaintance with business, communicating inter se board members, effective participation, domain knowledge, compliance with code of conduct, vision and strategy, etc., which is in compliance with applicable laws, regulations and guidelines. The Chairman of the respective Board Committees shared the report on evaluation with the respective Committee members. The performance of each Committee was evaluated by the Board, based on the report of evaluation received from respective Board Committees.

The performance evaluation of the Independent Directors was also carried out by the entire Board, excluding the Director being evaluated. The performance evaluation of the Chairman and the Non Independent Directors was carried out by the Independent Directors.

The Board of Directors expressed their satisfaction with the evaluation process.

16. POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION AND OTHER DETAILS:

Pursuant to provision of Section 178 (3) of the Companies Act, 2013, the policy for appointment and selection of director and their remuneration including criteria for determining qualification, positive attributes, independence of director and other matters are adopted by the Board of Directors of the Company.

17. NUMBER OF MEETINGS OF THE BOARD:

Six (6) meetings of the Board were held during the Financial Year 2017-18. For details of the meetings of the Board and attendance of directors, kindly refer to the Corporate Governance Report, which is part of this report.

18. NUMBER OF MEETINGS OF THE AUDIT COMMITTEE:

Four (4) meetings of the Audit Committee were held during the Financial Year 2017-18. For details of the meetings and members of the Audit Committee, kindly refer to the Corporate Governance Report, which forms part of this report. All recommendations of the Audit committee has been accepted by the Board.

19. AUDITORS:

a. Statutory Auditors:

M/s. A D V & Associates, Chartered Accountants, Mumbai (Firm Registration No. 128045W) were appointed as the Statutory Auditors in 27th Annual General Meeting ('AGM') to hold office from the conclusion of 27th AGM for a term of consecutive five years till conclusion of 32nd AGM (subject to ratification of the appointment by the members at every AGM).

MCA vide circular dated May 7, 2018 omitted the requirement of ratification of term of Statutory Auditor every year. The Audit Committee and Board has noted the same at their meeting held on May 21, 2018. However, the Auditors have confirmed their eligibility, limits as prescribed in the Companies Act, 2013 and that they are not disqualified for such appointment.

The Notes on Financial Statements referred to in the Auditors' Report are self-explanatory and there is no audit qualification, reservation or adverse remark for the year under review.

b. Cost Auditors:

The Board, on recommendation of Audit Committee has approved the appointment and remuneration of M/s. Bhanwarlal Gurjar & Co., Cost Accountants (FRN: 101540) as the Cost Auditor for audit of cost accounting records of the Company for the financial year 2018-19.

In accordance with the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, since the remuneration payable to the Cost Auditors is required to be ratified by the shareholders; the Board recommends the same for approval of shareholders at the ensuing AGM.

c. Secretarial Auditors:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors at their meeting held on February 12, 2018 had appointed M/s. AVS & Associates, Company Secretaries in practice, Mumbai in place of M/s. R. L. Associates, to conduct Secretarial Audit for the financial year 2017-18.

The report on secretarial audit for the Financial Year 2017-18, issued by M/s. AVS & Associates, Company Secretaries in Form MR-3 forms integral part of this report as "Annexure- D"

The observations given by Secretarial Auditor in their report for the financial year ended March 31, 2018 are self explanatory except the following:

Sr. No.	Observations	Reply to the observations
1.	Composition of the Board of Directors and Audit Committee was not in accordance with the provisions of Section 149 and 177 of the Companies Act, 2013 and applicable regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. However, the same has been in order as on March 31, 2018.	The Company was in the process of identifying suitable candidate having relevant knowledge, qualification and experience for the post of Independent Director, based on required criteria, Mr. Praveen Kumar Tripathi was appointed on the Board of the Company w.e.f. January 10, 2018. Subsequently, he was also appointed as member of the Audit Committee of the Company. Hence, the Composition of Board and Audit Committee as on March 31, 2018 was in compliance with the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2.	Form - C pursuant to SEBI (Prohibition of Insider Trading) Regulations, 2015 for two transactions of gift made between promoters were not filed by the Company during the Audit period but the same was filed subsequently.	As regard to filing of 'Form C' pursuant to SEBI (Prohibition of Insider Trading) Regulations, 2015 the Company has inadvertently missed out the filing of disclosure to the BSE Limited. However upon professional advice, the Company has filed the disclosure with the BSE Limited.

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, on recommendation of Audit Committee, the Board of Directors has appointed M/s. AVS & Associates, a firm of Company Secretaries in practice, to conduct Secretarial Audit for the financial year 2018-19.

d. Internal Auditors:

Pursuant to the provisions of Section 138 of the Companies Act, 2013 and rules made thereunder (including any amendment(s), modification(s) or re-enactment(s) thereof for the time being in force), the Board of Directors of the Company, on recommendation of Audit Committee, at their meeting held on May 21, 2018 have appointed M/s. K.M Tulsian & Associates, Chartered Accountants as Internal Auditors of the Company for the Financial Year 2018-19, to conduct Internal Audit of the Company.

20.INTERNAL FINANCIAL CONTROL SYSTEM AND THEIR ADEQUACY:

The Company has in place Internal Financial Control system, commensurate with size, scale and complexity of its operations to ensure proper recording of financial and operational information & compliance of various internal controls, statutory compliances and other regulatory compliances. During the year under review, no material or serious observation has been received from the Internal Auditors of the Company for inefficiency or inadequacy of such controls.

M/s. K.M Tulsian & Associates, Internal Auditors' comprising of professional Chartered Accountants monitor & evaluate the efficacy of Internal Financial Control system in the company, its compliance with operating system, accounting procedures & policies at all the locations of the Company. Based on their report of Internal Audit function, corrective actions in the respective area are undertaken & controls are strengthened. Significant audit observations and recommendations along with corrective action suggested thereon are presented to the Audit Committee of the Board. The Company is periodically following all the applicable Accounting Standards for properly maintaining the books of account and reporting Financial Statements.

21.PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS BY THE COMPANY:

Details of loans, guarantees and investments under the provisions of Section 186 of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014, as on 31st March, 2018, are set out in Notes to the Standalone Financial Statements of the Company provided in this Annual Report.

22.VIGIL MECHANISM/ WHISTLE BLOWER POLICY:

The Company has established and adopted Vigil Mechanism and the policy (Whistle Blower Policy) thereof for directors and employees of the Company in accordance with the provisions of Companies Act, 2013 as well as Regulation 22 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. During the year under review, no personnel of the Company approached the Audit Committee on any issue falling under the said policy. The vigil mechanism policy is available on the website of the company viz <http://www.kisangroup.com/investorrelations/code-policies.php>

23.PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES:

All transactions entered into by the Company with related parties were in the ordinary course of the business and at arm's length basis and are in accordance with the provisions of the Companies Act, 2013, Rules made thereunder and Regulation 23 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Company has obtained approval of the Audit Committee for entering into transactions with related parties. A statement of all Related Party Transactions are placed before the Audit Committee and as also before the Board approval, for its review on a quarterly basis, specifying the nature, value and terms and conditions of the transactions.

During the year under review, the Company has not entered into any contracts / arrangements / transactions with related parties which qualify as material in accordance with the Policy of the Company on materiality of related party transactions. 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 details of the related party transactions as per Indian Accounting Standards (Ind AS) are set out in Note No. 43 of the Standalone Financial Statements of the Company and the policy on related party transaction, as formulated by the Board is available on the Company's website at <http://www.kisangroup.com/investorrelations/code-policies.php>

24. EXTRACT OF ANNUAL RETURN:

As provided under Section 92(3) of the Companies Act, 2013 read with Companies (Management and Administration) Rules, 2014, the details forming part of the extract of Annual Return prescribed in the Form MGT-9 is given in "Annexure- E" and forms an integral part of this report.

25. INVESTOR EDUCATION AND PROTECTION FUND (IEPF):

Pursuant to the provision of the Companies Act, 2013 and rules made thereunder, all unpaid or unclaimed dividends are required to be transferred by the Company to the IEPF Authority as established by the Government of India, after completion of seven years. Accordingly, the Company has transferred the unclaimed and unpaid dividend of ₹1,88,438/- for the Financial Year 2009-10 to the IEPF Authority.

Further, pursuant to the provision of Section 124 of the Companies Act, 2013 read with the Rule 6 of the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, as amended from time to time (IEPF Rules), shares of the Company in respect of which dividend entitlements have remained unclaimed and unpaid for seven consecutive years or more, are required to be transferred by the Company to the demat account of the IEPF Authority within period of 30 days of such shares becoming due to be so transferred. Communication was sent by the Company to the concerned Members who had not claimed their dividend for seven consecutive years or more providing them an opportunity to claim such dividend. Accordingly, the Company has transferred the 40,133 Equity shares on December 20, 2017 to the IEPF Authority for the Financial Year 2009-10.

26. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

The information related to conservation of energy, technology absorption, Foreign Exchange Earnings and Outgo as required under Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is annexed herewith as "Annexure - F" to this Report.

27. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY:

As per provisions of the Companies Act, 2013 and as part of good Corporate Governance the Company has laid down the procedures to inform to the Board about the risk assessment and minimization procedures and the Board shall be responsible for framing, implementing and monitoring the risk management plan and policy for the Company. The main objective is to ensure sustainable business growth with stability and to

promote a pro-active approach in reporting, evaluating and resolving risks associated with the business.

The Audit Committee and the Board of Directors periodically review the report on Risk associates with business of the Company. Such report includes risk identification, evaluation and mitigation of risk.

28. SUBSIDIARIES:

KML Tradelinks Private Limited is a wholly owned subsidiary of your Company. During the year, the Board of Directors ('the Board') reviewed the affairs of the Subsidiary. In accordance with Section 129(3) of the Act, the Company has prepared consolidated financial statements of the Company and its Subsidiary, which form part of the Annual Report.

Pursuant to Section 129(3) of the Companies Act, 2013 read with Rule 5 of the Companies (Accounts) Rules, 2014, a statement containing salient features of the financial statements of Subsidiaries/ Associates Companies/ Joint Ventures is given in 'Form AOC-I' and forms an integral part of this report as "Annexure- A".

In accordance with Section 136 of the Companies Act, 2013, the audited financial statements, including the consolidated financial statements and related information of the Company and audited accounts of its subsidiary, are available on website of the Company <http://www.kisangroup.com/investorrelations/financialresults.php>

29. MATERIAL SUBSIDIARY:

The Board of Directors of the Company had adopted a Policy for determining material subsidiary in line with the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015. The Policy is posted on the Company's website at <http://www.kisangroup.com/investorrelations/code-policies.php>.

Presently there is no material subsidiary company.

30. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:

As the Provisions of Corporate Social Responsibility under Section 135 of the Companies Act, 2013 are not applicable to the Company and thus the Company has not developed or implemented any Corporate Social Responsibility initiatives as on date.

31. MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT:

Management's Discussion and Analysis Report on the operations of the Company for the year under review is provided in a separate section and forms an integral part of this report as "Annexure-C."

32. PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE:

The Company strongly believes in zero tolerance towards sexual harassment at the workplace and is committed to provide a healthy environment to each and every employee of the Company. Your Company has framed and adopted a policy in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules thereunder. All employees (permanent, contractual, temporary, trainees) are covered under the said policy. Details of the complaints as on 31.03.2018 are as under:

Number of Complaints pending as on the beginning of the year	Nil
Number of complaints received during the year	Nil
Number of complaints disposed off during the year	Not applicable
Number of cases pending for more than 90 days	Not applicable
Nature of action taken by the employer	Not applicable
Number of Complaints pending as on end of the year	Nil

33. PARTICULARS OF REMUNERATION TO DIRECTORS AND EMPLOYEES:

Pursuant to provisions of Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the particulars of remuneration to the Directors and employees of the Company and the details of the ratio of remuneration of each director to the median employee's remuneration is annexed herewith as "Annexure- B" to this Report.

34. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS:

During the year under review, no significant or material orders were passed by the Regulators or Courts or Tribunals which would impact the Company's existence, going concern status and future operations of the Company.

35. CORPORATE GOVERNANCE REPORT:

Pursuant to Regulations 34 read with Schedule V of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, a separate report on Corporate Governance practices followed by the Company, together with a certificate from the Company's Secretarial Auditors confirming compliance of conditions of Corporate Governance forms an integral part of this report.

36. COMPLIANCE WITH SECRETARIAL STANDARDS:

The Institute of Company Secretaries of India, a Statutory Body, has issued Secretarial Standards on various aspects of corporate law and practices. The Company has devised proper system to ensure compliance with the provisions of all applicable Secretarial Standards issued by the Institute of Company Secretaries of India and that such systems are adequate and operating effectively.

37. ACKNOWLEDGEMENT:

The directors take this opportunity to express its gratitude and record its sincere appreciation towards its clients, vendors, investors, Financial Institutions, Bankers, Business Associates and the Government and other regulatory authorities for their continued support, cooperation and professionalism during the year. The directors of the Company thank all stakeholders for their valuable sustained support and encouragement towards the conduct of the proficient operation of the Company and look forward to their continued support in the future. The Directors would like to place on record their gratitude to all the employees who have continued their support during the year. Our consistent growth was made possible by their hardwork, solidarity, cooperation and support.

For and on behalf of the Board of Directors
Kisan Mouldings Limited

Sd/-

Sanjeev A. Aggarwal
Chairman & Managing Director
(DIN: 00064076)

Date: August 10, 2018
Place: Mumbai

ANNEXURE-A

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 or associate companies or joint ventures

Part A Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in ₹)

Name of the subsidiary	KML Tradelinks Private Limited
The date since when subsidiary was acquired	February 09, 2017
Reporting period	31 st March, 2018
Reporting currency and exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	INR
Share capital	₹ 1,00,000/-
Reserves and surplus	₹ 41,91,365/-
Total assets	₹ 9,66,69,785/-
Total liabilities	₹ 9,66,69,785/-
Investments	NIL
Turnover	₹ 88,96,84,471/-
Profit before taxation	₹ 45,03,222/-
Provision for taxation	₹ 13,91,488/-
Profit after taxation	₹ 31,11,734/-
Proposed Dividend	Not Applicable
Extent of shareholding (in percentage)	100%

Notes: The following information shall be furnished at the end of the statement:

- Names of subsidiaries which are yet to commence operations.
- Names of subsidiaries which have been liquidated or sold during the year.

Part B Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures:
Not Applicable

1. Names of associates or joint ventures which are yet to commence operations.
2. Names of associates or joint ventures which have been liquidated or sold during the year.

Note: This Form is to be certified in the same manner in which the Balance Sheet is to be certified.

For and on behalf of the Board

Sd/- Sanjeev A. Aggarwal Chairman & Managing Director (DIN: 00064076) Date: May 21, 2018 Place: Mumbai	Sd/- Rishav S Aggarwal Whole-time Director (DIN: 05155607)	Sd/- Amit Sudhakar Chief Financial Officer
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ANNEXURE-B

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

I. Information as per Rule 5(1) of Chapter XIII, Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Sr. No.	Requirement under Rule 5(1)	Details
1.	Ratio of the remuneration of Managing Director & Executive Director to the median remuneration of the employees of the Company for the Financial Year	MD :- 1 : 0.03
		MD : -
2.	Percentage increase in remuneration of Managing Director, each Executive Director, Chief Financial Officer & Company Secretary (Salary of 2017-18 v/s Salary of 2016-17).	ED : - CFO : 37.80% CS : 11.90%
3.	Percentage increase in the median remuneration of employees in the financial year (2017-18 v/s 2016-17)	10 - 12%
4.	Number of permanent employees as on 31 st March, 2018 on rolls of Company.	1021
5.	* Average percentile increase made in the salaries of employees other than the managerial personnel in last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:	10 - 12%
6.	Affirmation that the remuneration is as per the remuneration policy of the Company.	Yes

Note:- Managing Director & Executive Directors are whole-time Directors & other Directors are Non -Executive Directors, who are paid only sitting fees for attending the Board & Committees thereof. Hence ratios provided are only for Managing Director & Whole-time Directors.

II. Information as per Rule 5(2) of Chapter XIII, the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

1. No employees who were employed throughout the financial year, and were in receipt of remuneration for not less than ₹1.02 Crore p.a.

2. No employees who were employed for a part of the financial year and were in receipt of remuneration for any part of that year, at a rate which, in the aggregate, was not less than ₹8.50 lakhs per month.

3. No other employees who were employed throughout the financial year or part thereof and were in receipt of remuneration in that year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the managing director or whole-time director or manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the company.

For and on behalf of the Board of Directors
Kisan Mouldings Limited

Sd/-

Sanjeev A. Aggarwal
Chairman & Managing Director
(DIN: 00064076)

Date: August 10, 2018
Place: Mumbai

ANNEXURE- C

Management Discussion & Analysis

ECONOMIC OVERVIEW

As per IMF, the World GDP in 2017 grew at 3.8% which was higher than the original expectation of 3.5%. The growth rate of 3.8% in 2017 was fastest since 2011. This strong performance was largely supported by superior growth delivered by the advanced economies. Going forward, the world GDP is expected to maintain superior growth profile of 3.9% for both 2018 and 2019.

Back at home in India, the real GDP growth rate slowed down to 6.6% compared to 7.1% in 2016-17. Initial challenges faced due to introduction and implementation of GST and after effects of demonetization can be attributed to the slower growth. However, the business scenario is seeing an improvement now. In addition to this, introduction of RERA has brought much desired discipline in the real estate industry. The Indian economy has started showing signs of steady improvement.

The IMF predicts GDP growth of 7.3% for 2018 and 7.5% for 2019. In fact India is expected to be fastest growing major economy in the world. The green shoots of recovery in investments witnessed in the infrastructure sector and expectations of a normal monsoon augur well for the economy in the near term. On the flip side, the key risks that need to be managed are increasing crude oil prices and rupee depreciation.

COMPANY OVERVIEW

Over the last three and a half decades, your company has emerged as one of India's leading irrigation and plastic piping company and processes of 50,000 MT of polymer every year. It provides 'One-stop' piping solutions with its wide range of PVC and CPVC pipes, fittings and solvents.

NEW AND RENEWED FOCUS

The management has taken several corrective steps, as below, to stage a turnaround in business performance.

- **Focus on high margin products:** We have increased number of SKU's in the fittings segments and are now offering wider variety of solvents. These are high margin products and help to improve overall margin profile.
- **Sold non-core assets:** Your company realized till date ₹14 crore by selling non-core assets.
- **Induction of new personnel:** Hiring of professional and experienced personnel has not only brought superior industry experience to the table but also improved the decision making speed and process.
- **Stricter cost control:** Investments have been made to automate the Tarapur PVC plant and Roto Moulded tank plant. These investments will help to improve

productivity, quality and reduce dependence on labor. We are confident that these investments will continue to give benefits over a long period of time.

- **Funds raised:** Your company has raised funds through preferential issue for the purpose to meet working capital, capital expenditure and permissible business investments, etc.
- **Reduction of interest cost:** Overall, net profits have received a boost due to reduction of interest cost resulting from payment of term loans. During FY18, the debt has been reduced by ₹18.20 crore and the Debt/Equity as on FY18 stands at 1.5x vs. 2.9x as on FY17.
- **Brand recall:** Appointment of Mr. Amitabh Bachchan as KML's brand ambassador not only reinforces brand recall but also gives further recognition in agri-concentrated areas viz. U.P., Maharashtra, Rajasthan, and Tamil Nadu.
- **New product launches:** To leverage KisaN and KML Classic brands and the distribution network further, we have introduced several new products that can deliver superior margins apart from being asset-light in their operations.

1. **Column Pipes:** These pipes are mainly used submersible borehole pumps and have over time replaced galvanized iron pipes. Column pipes are capable of absorbing immense pressure and impact. Your company has filed for a unique patent for its Self lock technology – gives an edge over competition.

Fig 1: Column Pipes



2. **Solvent Cement:** Solvent cements are primarily used to join two pipe and/or joint together. The usage of such products increases as the length and application of pipes rises. Your company is targeting high growth markets of South, North and Gujarat for these products viz. CPVC solvent, rubber lubricants, Teflon tapes, epoxy based adhesives, etc.

Fig 2: Solvent Cement



3. Water Tanks: We have launched superior quality, food grade and UV Resistant multi layer water tanks. This line of product is asset-light and expansion to multiple areas is done using local manufacturers (Project – Sambandh). Your company leverages its brand power and deep know-how of resins to deliver superior value to customers.

Fig 3: Water Tanks



OPPORTUNITIES AND THREATS

In FY18, on a consolidated basis, the pipes and fittings segment contributed 84% of the revenue from operations. Your company's new and renewed focus makes it well poised to seize opportunities arising in the sectors where we operate.

Construction piping:

India is in the midst of a major construction drive that is mainly supported by the Government of India. Multiple schemes and projects launched in last couple of years are leading to higher demand for pipes.

- **Housing for all by 2022:** Pradhan Mantri Awas Yojna (PMAY) is an GoI initiative in which affordable housing will be provided to the urban poor with a target of building 2 crore affordable houses by 31 March 2022. This initiative is moving at a swift pace with a target of constructing a total of 1 crore houses by March 2019.
- **Smart cities mission:** It is an urban renewal and retrofitting program with the mission to develop 100 cities across the country making them citizen friendly and sustainable. A total investment of ₹48,000 crore till 2022 has been approved for the same.
- **AMRUT:** The Atal Mission for Rejuvenation and Urban Transformation (AMRUT) was launched with the focus to establish infrastructure that could ensure adequate robust sewage networks and water supply for urban transformation by implementing urban revival projects. An investment of ₹ 50,000 crore has been approved by the cabinet.
- **Swachh Bharat Abhiyan:** This is the largest cleanliness drive undertaken by GoI aims to achieve an Open Defecation free India by October 2019 by constructing 9 crore toilets in rural India with an investment of ₹1.96 lakh crore.
- **Real Estate Regulation Act (RERA):** RERA is an act which seeks to in the real estate industry. This has increased transparency and accountability from real estate developers towards the consumers. Demand for housing remains buoyant with socio-economic factors like rise in per capita income, large working population, nuclear family concept being adopted, etc.

Agriculture piping and micro irrigation

Agriculture continues to be an important sector of Indian economy. While it contributes around 18% of the India's GDP, it employs over 50% of country's workforce. Over 50% of the total agricultural land is still dependent on monsoons. This clearly shows the need and potential to increase irrigation coverage in India. The government has laid down several initiatives and reforms that would directly and indirectly trigger higher demand for plastic piping as well as micro irrigation products.

- For 2018-19, for creation of livelihood and infrastructure in rural areas, the total investment and spending outlay will be ₹14.34 lakh crore.
- The government has given a clarion call to double farmer's income by 2022. This is to be achieved by helping farmers to produce more from the same land parcel at lesser cost and at the same time fetch higher prices for their produce. More agricultural land is expected to be brought under irrigation resulting in efficient modes of water transportation.
- Additional institutional credit of ₹1 lakh crore for agriculture sector has been proposed and will give boost to investments in the farms.
- ₹2,600 crore of outlay has been allocated to Prime Minister Krishi Sinchai Yojna - 'Har Khet ko Pani' - that focuses on ground water irrigation.
- Pradhan Mantri Krishi Sinchayee Yojna (PMKSY): An outlay for the five-year period at ₹50,000 crore to increase area under irrigation, flood control, interconnectivity of canals.

Moulded furniture

- In FY18, on a consolidated basis, the moulded furniture segment contributed nearly 6% of the revenue from operations.
- The Moulded Furniture industry is a multi-million dollar industry which is growing at 10% annual growth rate.
- Increase in disposable income and life style has provided a great opportunity to value added products.

OUTLOOK

Favourable macro-economic variables point towards an encouraging outlook for the year 2018-19. Massive initiatives taken by the government in the areas of agriculture, construction of houses, water supply and sanitation all support strong demand for plastic piping. Similarly, reforms such as GST and RERA would result in favorable playing field for organized players. We are geared up to leverage on these opportunities.

The Company's efforts towards improving processes and operational efficiencies through automation are expected to deliver desired benefits. There is focused effort towards increasing revenue contribution from high margin products to aide overall margins of the Company.

The Company is expanding its distribution network to reach out its products to different geographies. Signing Mr. Bachchan as a brand ambassador will further build trust and recall for our brands in the coming years. Our marketing teams conduct plumber and dealer meets to create awareness about the Company's product thus offering the right solution to its target market. Various promotional activities viz. wall Paintings, Auto Branding, and Hoardings, etc. are undertaken on a regular basis.

DISCUSSION ON FINANCIAL PERFORMANCE

An overview of the financial performance is given in the Directors Report. The Audit Committee constituted by the Board of Directors periodically reviews the financial performance and reporting systems. During the year under review, your Company did not accept any public deposits under Chapter V of the Companies Act, 2013. In terms of the provisions of the Investor Education and Protection Fund (Accounting, Audit, Transfer and Refund) Rules, 2016 ₹1.68 Lakhs unclaimed dividend were transferred during the year to Investor Education and Protection Fund.

RISKS AND CONCERNS

The Company is exposed to the financial market risks from changes in rate of interest and inflation. The volatile movements in exchange rates are caused by major geo-political developments besides mere economic and financial issues. These factors are beyond the control of your company. The Company is utilizing numerous bank facilities and consequently our financial cost is on the higher side. Serious efforts are put to bring it down.

INTERNAL CONTROL SYSTEM

The Company has adequate internal control procedure proportionate to the nature of its business and the size of its operations for the smooth conduct of its businesses. Internal audit is conducted at regular intervals and covers the key areas of operations. Internal auditors comprising of professional firms of Chartered Accountants have been entrusted the job to conduct regular internal audits, the Audit Committee in its period Meeting review the adequacy of internal control system and procedures and suggest areas of improvements.

TRANSPARENCY IN SHARING INFORMATION

Your Company believes in total transparency in sharing information about its business operations with all its stakeholders. Your Company strives to provide maximum possible information in the Annual Report and also through other means to keep the stakeholders informed about the business performance.

HUMAN RESOURCE

Your Company continues to maintain constructive relationship with its employees and deals with issues related to compensation, hiring, performance management organization development, safety, wellness, benefits, employee motivation, communication, administration, and training; thereby striving hard to provide a positive environment to improve employee efficiency. Your Company's Human Resource Department aims to maximize the productivity by optimizing the effectiveness of its employees. Your Company commits to further align its HR Policies in order to meet the growing needs of the business.

CAUTIONARY STATEMENT

Some of the statements in this Management Discussion and Analysis Report may be 'forward looking statements' within the meaning of applicable laws and regulations. Actual results might differ substantially or materially from those expressed or implied. Such statements reflect the Company's current views with respect to the future events and are subject to risk and uncertainties. Important factors that could make a difference to your Company's operations include changes in industry structure, significant changes in political and economic environment in India and overseas, tax laws, litigation and industrial relations. It also includes economic conditions affecting demand / supply, price conditions in the domestic and international markets.

For and on behalf of the Board of Directors
Kisan Mouldings Limited

Sd/-

Sanjeev A. Aggarwal

Chairman & Managing Director
(DIN: 00064076)

Date: August 10, 2018
Place: Mumbai

ANNEXURE - D

Form No. MR-3

SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2018

[Pursuant to section 204(1) of the Companies Act, 2013 and rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,

The Members,
KISAN MOULDINGS LIMITED
A-26, 3rd Floor, K- Wing,
Tex Centre, Chandivali, Off
Saki Vihar Road, Andheri
(East), Mumbai- 400 072,
Maharashtra, India.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by KISAN MOULDINGS 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, 2018 ('Audit Period') complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

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

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment and Overseas Direct Investment and External Commercial Borrowings **(Not applicable during the audit period)**

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

- a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.
- b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
- c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009.
- d. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; **(Not applicable during the audit period)**
- e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **(Not applicable during the audit period)**
- f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client
- g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 **(Not applicable during the audit period)** and
- h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 **(Not applicable during the audit period)**

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

- Composition of the Board of Directors and Audit Committee was not in accordance with the provisions of Section 149 and 177 of the Companies Act, 2013 and applicable regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. **However, the same has been in order as on March 31, 2018.**

- Form - C pursuant to SEBI (Prohibition of Insider Trading) Regulations, 2015 for two transactions of gift made between promoters were not filed during the Audit period but was filed subsequently.

We further report that, having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof on test check basis, the Company has complied with the following law applicable specifically to the Company:

- The Legal Metrology Act, 2009 read with The Legal Metrology (Packaged Commodities) Rules, 2011
- The Petroleum Act, 1934 read with Petroleum Rules, 2002.

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 except mentioned above. 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 and agenda items were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions at Board Meetings and Committee Meetings are carried out either unanimously or majority as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

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

We further report that during the audit period the Company has made Preferential allotment of 50, 00, 000 Equity shares to the strategic investors;

We further report that during the audit period,

- The Company has issued and allotted 50,00,000 (Fifty Lakhs) Equity Shares of Face Value of ₹10/- each on a preferential basis at a price of ₹118.90/- per share in compliances with the applicable provisions of the Companies Act, 2013 and SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009. However, Offer made to four investors are less than twenty thousand rupees of face value per person.
- The appointment and remuneration of Mr. Rishav Aggarwal as Whole - Time Director has been approved in 28th AGM for the period of three years. However, remuneration paid to Mr. Rishav Aggarwal during the Audit period, was refunded to the Company to comply with requirements of Schedule V and Other applicable provisions of the Companies Act, 2013.

For AVS & Associates
Company Secretaries

Sd/-

Vijay Yadav
Partner
Membership No. A39251
C.P. No: 16806

Place: Dombivli
Date: 10/08/2018

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

ANNEXURE - D - 'ANNEXURE - A'

To,

The Members,

KISAN MOULDINGS LIMITED

A-26, 3rd Floor, K- Wing, Tex

Centre, Chandivali, Off Saki

Vihar Road, Andheri (East),

Mumbai- 400 072,

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

1. Maintenance of secretarial and other records under applicable laws is the responsibility of the management of the Company. Our responsibility is to issue Secretarial Audit Report, based on the audit of the relevant records maintained and furnished to us by the Company, along with explanations where so required.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test check basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the management representation about the compliance of laws, rules and regulations and major events during the audit period.
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 procedures on test check basis for the purpose of issue of the Secretarial Audit Report.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For AVS & Associates

Company Secretaries

Sd/-

Vijay Yadav

Partner

Membership No. A39251

C.P. No: 16806

Place: Dombivli

Date: 10/08/2018

ANNEXURE - E

FORM NO. MGT-9

EXTRACT OF ANNUAL RETURN as on financial year ended 31.03.2018

[Pursuant to Section 92(3) of the Companies act, 2013 read with [The Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS

CIN:	L17120MH1989PLC054305
Registration Date:	20/11/1989
Name of the Company:	Kisan Mouldings Limited
Category / Sub-Category of the Company:	Company Limited by Shares
Address of the Registered office and contact details:	26 'A', 3 rd Floor, K-Wing, "Tex Centre", Chandivali, Off Saki Vihar Road, Andheri (East), Mumbai - 400 072.
Whether listed company:	Yes (listed on BSE Ltd)
Name, Address and Contact details of Registrar and Transfer Agent, if any:	M/s. Sharex Dynamic (India) Private Limited Unit No. 1, Luthra Ind. Premises, Safed Pool, Andheri Kurla Road, Andheri (East) Mumbai - 400 072 Tel No.: 28515606 / 644, Fax No. : 28512885, Email ID: sharexindia@vsnl.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

Sr. No.	Name and Description of main products / services	NIC Code of the Product/ Service % to total turnover of the Company	% to total turnover of the company
1	Plastic Products	222	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name and Address of the Company	CIN/LLPIN	Holding/Subsidiary/Associate
a	KML Tradelinks Pvt. Ltd. Tex Centre, K Wing, 3rd Floor, 26-A, Chandivali Road, Near HDFC Bank, Saki Vihar Road, Mumbai: 400072	U51909MH2016PTC281849	Wholly Owned Subsidiary

IV. SHARE HOLDING PATTERN

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year 01/04/2017				No. of Shares held at the end of the year 31/03/2018				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. PROMOTER'S									
(1) INDIAN									
(a) Individual	9085373	14032	9099405	31.526	9224611	0	9224611	27.241	-4.285
(b) Central Govt.	0	0	0	0	0	0	0	0	
(c) State Govt(s).	0	0	0	0	0	0	0	0	
(d) Bodies Corp.	5575981	0	5575981	19.319	5575981	0	5575981	16.466	-2.853
(e) FIIS / BANKS.	0	0	0	0	0	0	0	0	
(f) Any Other	0	0	0	0	0	0	0	0	
Sub-total (A) (1):-	14661354	14032	14675386	50.845	14800592	0	14800592	43.707	-7.138
(2) FOREIGN									
(a) Individual NRI / For Ind	0	0	0	0	0	0	0	0	0
(b) Other Individual	0	0	0	0	0	0	0	0	0
(c) Bodies Corporates	0	0	0	0	0	0	0	0	0
(d) Banks / FII	0	0	0	0	0	0	0	0	0
(e) Qualified Foreign Investor	0	0	0	0	0	0	0	0	0
(f) Any Other Specify	0	0	0	0	0	0	0	0	0
Sub-total (A) (2):-	0	0	0	0	0	0	0	0	0
Total shareholding of Promoter (A) = (A) (1)+(A)(2)	14661354	14032	14675386	50.845	14800592	0	14800592	43.707	-7.138

Category of Shareholders	No. of Shares held at the beginning of the year 01/04/2017				No. of Shares held at the end of the year 31/03/2018				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
B. PUBLIC SHAREHOLDING									
(1) Institutions									
(a) Mutual Funds	0	0	0	0	0	0	0	0	0
(b) Banks / FI	0	0	0	0	0	0	0	0	0
(c) Central Govt.	0	0	0	0	0	0	0	0	0
(d) State Govt.	0	0	0	0	0	0	0	0	0
(e) Venture Capital Funds	0	0	0	0	0	0	0	0	0
(f) Insurance Companies	0	0	0	0	0	0	0	0	0
(g) FIIs	0	0	0	0	49474	0	49474	0.146	0.146
(h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
(i) Alternative Inv. Fund	0	0	0	0	597627	0	597627	1.765	1.765
Sub-total (B)(1):-	0	0	0	0	647101	0	647101	1.911	1.911
2. Non-Institutions									
(a) Bodies Corp.									
(i) Indian	3031844	18700	3050544	10.569	5022726	16000	5038726	14.880	4.311
(ii) Overseas	0	0	0	0	0	0	0	0	0
(b) Individuals									
(i) Individual shareholders holding nominal share capital upto ₹1 lakh	2117868	257394	2375262	8.229	3080343	213091	3293434	9.726	1.497
(ii) Individual shareholders holding nominal share capital in excess of ₹1 lakh	7839544	156046	7995590	27.702	8848224	31137	8879361	26.221	-1.481
(c). Other (specify)									
Non Resident Indians	126324	0	126324	0.438	669499	0	669499	1.977	1.539
Overseas Corporate Bodies	0	0	0	0	0	0	0	0	0
Foreign Nationals	0	0	0	0	0	0	0	0	0
Clearing Members	639959	0	639959	2.217	489413	0	489413	1.445	-0.772
Trusts	0	0	0	0	4806	0	4806	0.014	0.014
IEPF	0	0	0	0	40133	0	40133	0.119	0.119
Foreign Bodies - D R	0	0	0	0	0	0	0	0	0
Sub-total (B)(2):-	13755539	432140	14187679	49.155	18155144	260228	18415372	54.382	5.227
Total Public Shareholding (B)=(B)(1)+ (B)(2)	13755539	432140	14187679	49.155	18802245	260228	19062473	56.293	7.138
C. Shares held by Custodian for GDRs & ADRs									
	0.000	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	28416893	446172	28863065	100	33602837	260228	33863065	100	0

(ii) Shareholding of Promoters

Sr No.	Shareholders' Name	Shareholding at the beginning of the year 01/04/2017			Shareholding at the end of the year 31/03/2018			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	
1	POLSON TRADERS LLP	3629246	12.574	8.704	3629246	10.717	7.419	-1.857
2	JAISAL VENTURES LLP	1552211	5.378	5.378	1552211	4.584	4.584	-0.794
3	VIJAY JAGANNATH AGGARWAL	1517336	5.257	5.257	1517336	4.481	3.595	-0.776
4	SANJEEV A AGARWAL	653230	2.263	2.19	1305045	3.854	2.237	1.591
5	RISHAV S AGGARWAL	885953	3.07	3.07	885953	2.616	2.616	-0.454
6	NISHI SANJEEV AGGARWAL	784260	2.717	2.717	784260	2.316	2.316	-0.401
7	ASHOK J AGGARWAL	649133	2.249	2.174	734697	2.17	2.163	-0.079
8	NEERAV SANJEEV AGGARWAL	708184	2.454	2.454	708184	2.091	2.091	-0.363
9	REKHA S AGGARWAL	694842	2.407	0	694842	2.052	1.757	-0.355

Sr No.	Shareholders' Name	Shareholding at the beginning of the year 01/04/2017			Shareholding at the end of the year 31/03/2018			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	
10	GAURAV A AGGARWAL	471845	1.635	0.346	577974	1.707	1.707	0.072
11	AMIT V AGGARWAL	549171	1.903	1.903	549171	1.622	1.622	-0.281
12	RADHIKA AGGARWAL	508400	1.761	1.761	508400	1.501	1.501	-0.260
13	PUSHPALATA A AGGARWAL	368259	1.276	1.276	0	0	0	-1.276
14	SPREAD FINTRADE LTD	250524	0.868	0	250524	0.74	0.74	-0.128
15	ASHOK JAGANNATH AGGARWAL HUF	209001	0.724	0.724	176301	0.521	0	-0.203
16	AMITA A AGGARWAL	203864	0.706	0.706	78214	0.231	0	-0.475
17	BINDIYA R AGGARWAL	157233	0.545	0	149433	0.441	0	-0.104
18	SHWETA S AGGARWAL	156709	0.543	0	156709	0.463	0.463	-0.080
19	SHRUTI S AGGARWAL	148449	0.514	0	148449	0.438	0.438	-0.076
20	VEENA V AGGARWAL	116642	0.404	0.404	116642	0.344	0	-0.060
21	ARATI PRAKASH SHAH	106129	0.368	0	0	0	0	-0.368
22	ZITURA INVESTMENT AND FINANCE PVT LTD	93200	0.323	0.323	93200	0.275	0.275	-0.048
23	ARPANA R AGGARWAL	85564	0.296	0	0	0	0	-0.296
24	VIJAY J AGGARWAL HUF	58873	0.204	0.204	58873	0.174	0.174	-0.030
25	SHAMA V AGGARWAL	48138	0.167	0	48138	0.142	0	-0.025
26	CLASSIC CREATION IMPEX PVT LTD	40000	0.139	0.139	40000	0.118	0.118	-0.021
27	SANJEEV A AGGARWAL HUF	17190	0.06	0.06	17190	0.051	0.051	-0.009
28	POLSONS INVESTMENT AND FINANCE PVT LTD	10800	0.037	0.037	10800	0.032	0.032	-0.005
29	SANTOSH R AGGARWAL	0	0	0	7800	0.023	0	0.023
30	SATISH T GUPTA HUF	1000	0.003	0	1000	0.003	0	0.000

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

Sr. No.	Shareholders' Name	Shareholding at the beginning of the year 01/04/2017		Increasing / Decreasing in shareholding	Shareholding at the end of the year 31/03/2018	
		No. of Shares	% of total Shares of the Company		No. of Shares	% of total Shares of the Company
1	AMITA A AGGARWAL	203864	0.706	-125650	78214	0.231
2	ASHOK J AGGARWAL	649133	2.249	85564	734697	2.170
3	ASHOK JAGANNATH AGGARWAL HUF	209001	0.724	-32700	176301	0.521
4	BINDIYA R AGGARWAL	157233	0.545	-7800	149433	0.441
5	GAURAV A AGGARWAL	471845	1.635	106129	577974	1.707
6	ARATI PRAKASH SHAH	106129	0.368	-106129	0	0.000
7	ARPANA AGGARWAL	85564	0.296	-85564	0.000	0.000
8	SANJEEV A AGGARWAL	653230	2.263	651815	1305045	3.854
9	SANTOSH AGGARWAL	0	0.000	7800	7,800	0.023
10	PUSHPALATA AGGARWAL	368259	1.276	-368259	0	0.000

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

Sr. No	Name of Shareholders	Shareholding at the beginning of the year		Date	Increase/ Decrease during the year	Reason	Shareholding at the end of the year	
		Number of Shares	% of total Shares of the company				Number of shares	% of total shares of the Company
1	LADDERUP FINANCE LIMITED	1,000,000	3.465	01-04-2017				
	Closing Balance			31-03-2018	400002	Buy	1400002	4.134
2	LADDERUP VENTURES LLP	700000	2.194	01-12-2017				
	Closing Balance			31-03-2018		No Change	700000	2.067
3	QUIET ENTERPRISES LLP	1,000,000	3.465	01-04-2017				
				05-01-2018	-400000	Sold	600000	1.772
				02-03-2018	-4125	Sold	595875	1.76
				09-03-2018	-8056	Sold	587819	1.736

CORPORATE OVERVIEW	STATUTORY REPORTS	FINANCIAL STATEMENTS	NOTICE
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Sr. No	Name of Shareholders	Shareholding at the beginning of the year		Date	Increase/ Decrease during the year	Reason	Shareholding at the end of the year	
		Number of Shares	% of total Shares of the company				Number of shares	% of total shares of the Company
				16-03-2018	-735	Sold	587084	1.734
	Closing Balance			31-03-2018			587084	1.734
4	SANKARANARAYANAN SANGAMESWARAN	0	0	01-04-2017				
				08-12-2017	578225	Buy	578225	1.708
	Closing Balance			31-03-2018			578225	1.708
5	TCG Funds Fund 1	0	0	01-04-2017				
				09-06-2017	350000	Buy	350000	1.213
				07-07-2017	7500	Buy	357500	1.239
				04-08-2017	54080	Buy	411580	1.426
				25-08-2017	-50000	Sold	361580	1.253
				08-09-2017	-13048	Sold	348532	1.208
				08-12-2017	8000	Buy	356532	1.053
				22-12-2017	275000	Buy	631532	1.865
				02-02-2018	34500	Buy	666032	1.967
				16-02-2018	-31907	Sold	634125	1.873
				23-02-2018	2000	Buy	636125	1.879
				02-03-2018	16800	Buy	652925	1.928
				09-03-2018	-41619	Sold	611306	1.805
				16-03-2018	-25166	Sold	586140	1.731
				23-03-2018	-6329	Sold	579811	1.712
	Closing Balance			31-03-2018	-12184	Sold	567627	1.676
6	RAJESH MADANLAL NUWAL	500000	1.732	01-04-2017				
	Closing Balance			31-03-2018		No Change	500000	1.477
7	PARUL RAJESH MODY	500000	1.732	01-04-2017				
	Closing Balance			31-03-2018		No Change	500000	1.477
8	CHOICE INTERNATIONAL LIMITED	0	0	01-04-2017				
				10-11-2017	3900	Buy	3900	0.014
				24-11-2017	-50	Sold	3850	0.013
				01-12-2017	450000	Buy	453850	1.422
				22-12-2017	-50	Sold	453800	1.34
				19-01-2018	-3800	Sold	450000	1.329
	Closing Balance			31-03-2018	4030	Buy	454030	1.341
9	KAPIL RAJKUMAR AGARWAL	450,000	1.559	01-04-2017				
				02-06-2017	-50000	Sold	400000	1.386
				30-09-2017	-100000	Sold	300000	1.039
				17-11-2017	95000	Buy	395000	1.369
				24-11-2017	-3000	Sold	392000	1.358
				22-12-2017	22133	Buy	414133	1.223
				29-12-2017	-50850	Sold	363283	1.073
				05-01-2018	-1500	Sold	361783	1.068
				12-01-2018	-3700	Sold	358083	1.057
				19-01-2018	25850	Buy	383933	1.134
				26-01-2018	-2550	Sold	381383	1.126
				02-02-2018	-6000	Sold	375383	1.109
				02-03-2018	9000	Buy	384383	1.135
				09-03-2018	15500	Buy	399883	1.181
				23-03-2018	30000	Buy	429883	1.269
	Closing Balance			31-03-2018			429883	1.269
10	PANKAJ KAJARIA	400000	1.386	01-04-2017				
	Closing Balance			31-03-2018		No Change	400000	1.181

(v) Shareholding of Directors and Key Managerial Personnel:

Sr. No.	Name of the Shareholders	Shareholding at the beginning of the year		Increase/ Decrease during the year	Shareholding at the end of the year	
		No. of shares	% of total shares of the Company		No. of shares	% of total shares of the Company
	Directors					
1	Sanjeev Aggarwal	653,230	2.263	651,815	1,305,045	3.854
2	Rishav Aggarwal (Appointed w.e.f. August 22, 2017)	885,953	3.07	0	885,953	2.616
3	Sunil Goyal	-	-	-	-	-
4	H.S. Upendra Kamath (Appointed w.e.f. August 22, 2017)	-	-	-	-	-
5	Praveenkumar Tripathi (Appointed w.e.f. January 10, 2018)	-	-	-	-	-
6	Anjana Motwani	-	-	-	-	-
7	Ashok Aggarwal (ceased to be director w.e.f. May 29, 2017)	649,133	2.249	85,564	734,697	2.170
8	T.V Rao (ceased to be director w.e.f. July 01, 2017)	-	-	-	-	-
	Key Managerial Personnel (KMP's)					
1	Amit Sudhakar - Chief Financial Officer (Appointed w.e.f. November 16, 2017)	-	-	-	-	-
2	Snehal Pawar - Company Secretary (Appointed w.e.f. November 15, 2017)	-	-	-	-	-
3	Priyanka Chauhan - Company Secretary (Cessation w.e.f. September 11, 2017)	-	-	-	-	-
4	Suresh Purohit - Chief Financial Officer (Cessation w.e.f. November 15, 2017)	-	-	-	-	-

(V) INDEBTEDNESS

(₹ In lakhs)

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

Particulars	Secured Loans Excluding Deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	11,350	219	-	11,570
ii) Interest due but not paid	92	-	-	92
iii) Interest accrued but not due	18	-	-	18
Total (i+ii+iii)	11,461	219	-	11680
Change in Indebtedness during the financial year				
• Addition	-	386	-	386
• Reduction	1825	-	-	1825
• Reduction - Interest due but not paid	92	-	-	92
• Reduction - Interest accrued but not due	18	-	-	18
Net Change	(1935)	386	-	(1549)
Indebtedness at the end of the financial year				
i) Principal Amount	9526	605	-	10131
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i + ii + iii)	9526	605	-	10131

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

(₹ In Lakhs)

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

Sr. No.	Particulars of Remuneration	Name of MD/ WTD/ Manager			Total Amount
		Sanjeev Aggarwal	Rishav Aggarwal (Appointed w.e.f. August 22, 2017)*	Ashok Aggarwal (Ceased to be director w.e.f. May 29, 2017)	
1	Gross salary	84.00	18.30	4.00	106.30
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961				
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	- others, specify...	-	-	-	-
5	Others, please specify	-	-	-	-
	Total (A)	84.00	18.30	4.00	106.30

* However, remuneration paid to Mr. Rishav Aggarwal – Whole-time Director during the year, has been refunded in compliance with the provisions of the Schedule - V and other applicable provisions of the Companies Act, 2013

B. Remuneration to other directors:

Sr. No.	Particulars of Remuneration	Name of Directors/Manager					Total Amount
		Sunil Goyal	TV Rao	Anjana Motwani	H.S Upendra Kamath	Praveenkumar Tripathi	
1	Independent Directors						
	• Fee for attending board / committee meetings	-	20,000	90,000	45,000	10,000	165,000
	• Commission	-	-	-	-	-	-
	• Others, please specify	-	-	-	-	-	-
	Total (1)	-	20,000	90,000	45,000	10,000	165,000
2	Other Non-Executive Directors						
	• Fee for attending board / committee meetings	85,000	-	-	-	-	-
	• Commission	-	-	-	-	-	-
	• Others, please specify	-	-	-	-	-	-
	Total (2)	85,000	-	-	-	-	85,000
	Total (B)=(1+2)	85,000	20,000	90,000	45,000	10,000	250,000

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

Sr. No	Particulars of Remuneration paid during the financial year 2017-2018	Key Managerial Personnel				Total
		CFO		CS		
		Suresh Purohit (Ceased to be CFO w.e.f. 15.11.2017)	Amit Sudhakar (Appointed w.e.f. 16.11.2017)	Priyanka Chauhan (Ceased to be CS w.e.f 11.09.2017)	Snehal Pawar (Appointed w.e.f 15.11.2017)	
1	Gross salary					
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	14.25	19.53	1.90	2.80	38.48
	(b) Value of perquisites u/s 17(2) of the Income-tax Act, 1961	-	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) of the Income- tax Act, 1961	-	-	-	-	-
2	Stock Option	-	-	-	-	-
3	Sweat Equity	-	-	-	-	-
4	Commission					
	- as % of profit	-	-	-	-	-
	- others, specify...					
	Others, please specify	-	-	-	-	-
	Total	14.25	19.53	1.90	2.80	38.48

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]
A. COMPANY				
Penalty	-	-	-	-
Punishment	-	-	-	-
Compounding	-	-	-	-
B. DIRECTORS				
Penalty	-	-	-	-
Punishment	-	-	-	-
Compounding	-	-	-	-
C. OTHER OFFICERS IN DEFAULT				
Penalty	-	-	-	-
Punishment	-	-	-	-
Compounding	-	-	-	-

For and on behalf of the Board of Directors
Kisan Mouldings Limited

Sd/-

Sanjeev A. Aggarwal

Chairman & Managing Director
(DIN: 00064076)

Date: August 10, 2018

Place: Mumbai

ANNEXURE - F

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

1) CONSERVATION OF ENERGY:

The Company has strong commitment towards conservation of energy, natural resources and adoption of latest technology in its area of operations. The Company putting best endeavor to reduce energy consumption in all its operations and activities by focusing on:

- 1) Continuously monitoring the energy parameters such as maximum demand, power factor, load factor, TOD tariff utilization on regular basis.
- 2) Achieving the power factor near to unity in all plants by the effective reactive energy management.
- 3) The Company is also looking further exploring the feasibility of utilization of solar power.

The information related to power and fuel consumption of energy is as follows:

Electricity	Unit	2017-18	2016-17
Purchased	KWH	2,48,79,881	2,72,94,361
Total Amount	₹ In lakhs	1,582.99	1,602.24
Average Rate per unit	₹	6.36	5.87

2) TECHNOLOGY ABSORPTION AND RESEARCH & DEVELOPMENT (R & D)

The CAPEX plans of the Company have progressed well, with several key projects either complete or on the verge of completion. The Company has successfully launched the Water Tank division during FY 17, through its plant in Tarapur. Further machines have commenced in North and South India to push the same regionally. The fittings Automation project of Tarapur stands completed as far as all machines related to building products are concerned.

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

(a) The details of technology imported – **Not Applicable**

(b) The year of import- **Not Applicable**

(c) Whether the technology been fully absorbed- **Not Applicable**

(d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and - **Not Applicable**

The expenditure incurred on Research and Development- **Not Significant**

3) FOREIGN EXCHANGE EARNINGS AND OUTGO

The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows.

A. Foreign Exchange Earning = INR 132.48 Lakhs

B. Foreign Exchange Outgo = INR 1935.12 Lakhs

CORPORATE GOVERNANCE REPORT

1. STATEMENT ON COMPANY'S PHILOSOPHY:

The Company strongly believes that good Corporate Governance emerges from the application of the best and sound management practices and compliance with the laws coupled with adherence to the highest standards of transparency and business ethics. Corporate Governance is a system by which an organisation is managed and controlled within the parameters laid down by the regulatory authorities. The Company constantly strives towards betterment of these aspects and thereby perpetuate it into generating long term value for its shareholders, customers, employees, other associated persons and the society as a whole.

The Company understands that the Compliances of applicable legislations and timely disclosures enhance the image of the Company as a good Corporate Citizen in the Country.

2. BOARD OF DIRECTORS:

The Board of Directors of the Company is entrusted with the ultimate responsibility of the management, general affairs, direction and performance of the Company and has been vested with requisite powers, authorities and duties. The Board has a fiduciary relationship in ensuring that the rights of all the stakeholders are protected. The Board action and decision are aligned with the Company's best interest.

A. Board Composition:

The Board of Directors (Board) of the Company is a balanced Board, comprising of Executive and Non- Executive Directors. As on March 31, 2018, the Board consisted of Six Directors. The Chairman of the Company is an Executive Director and majority of the Board members are Non- Executive Directors which includes independent directors also. Out of the Six Directors, Two (i.e. 33.33%) are Executive/Whole-time Directors and Four (i.e. 66.67%) are Non-Executive Directors including a Woman Director. The composition of Board represents an optimal mix of professionalism, knowledge, experience and enables Board to discharge its responsibilities and provide effective leadership to the business. The Board periodically evaluates the need for change in its composition and size.

During the year under review, Mr. Ashok Aggarwal (DIN: 00061943) and Mr. T. V. Rao (DIN: 05273533) resigned from the Directorship due to personal reasons on May 29, 2017 and July 01, 2017 respectively. Further Mr. Rishav Aggarwal (DIN: 05155607) – Whole-time Director, Mr. H.S. Upendra Kamath (DIN: 02648119) – Independent Director were appointed on August 22, 2017. The Board of Directors has passed a resolution by way of circulation for appointment of Mr. PraveenkumarTripathi (DIN: 03154381) as Additional Director (Independent) with effect from January 10, 2018.

As on March 31, 2018 the Company has complied with requirement pursuant to Regulation 17 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 read with Section 149 of the Companies Act, 2013.

The following is the composition of Board of Directors for the Financial Year ended on March 31, 2018:

Sl no.	Name of the Directors	Designation	Category	Particulars of other directorship and committee Membership/ Chairmanship		
				*Other directorship	#Committee Membership	Committee Chairmanship
Executive Directors						
1	Mr. Sanjeev Aggarwal**	Chairman & Managing Director	Promoter	-	1	-
2	Mr. Rishav Aggarwal**	Whole-time Director	Promoter	-	1	-
Non-Executive Directors						
3	Mr. H.S. Upendra Kamath	Independent Director	Non Promoter	1	1	1
4	Mrs. AnjanaMotwani	Woman Independent Director	Non Promoter	1	1	1
5	Mr.PraveenkumarTripathi	Independent Director	Non Promoter	2	3	2
6	Mr. Sunil Goyal	Non- Independent Director	Non Promoter	4	5	1

* Excludes Directorship held in private companies, Foreign Companies, Companies formed under Section 25 of the Companies Act, 1956 and Section 8 of the Companies Act, 2013 and Directorship held as an Alternate Director.

** Mr. Rishav Aggarwal is son of Mr. Sanjeev Aggarwal

Committee includes Audit Committee and Stakeholders Relationship Committee of Indian Companies. It also includes Membership/ Chairmanship of Kisan Mouldings Limited.

B. Board Terms and Conditions for Appointment & Tenure:

The Board of Directors of the Company are appointed by members at the General Meetings. The Nomination and Remuneration Committee works with Board periodically to determine the appropriate skills of the Board as a whole and its individual members.

Pursuant to Section 152 of the Companies Act, 2013 & Rules made thereunder, all Directors, except the Independent Directors of the Company are subject to retire by rotation and if eligible, offer themselves for re-election. The Executive

Directors on the Board serve in accordance with the terms of their contract of service with the Company. The terms and conditions of appointment of Independent Directors are disclosed on the website of the Company. The Company has adopted provisions with respect to appointment and tenure of Independent Director which are consistent with the Companies Act, 2013 and other related Regulations.

Pursuant to Sec 165 of the Companies Act, 2013 and rules made thereunder, none of the Directors on the Board hold office as a director, including any alternate directorship, in more than twenty companies in which the maximum number of public companies does not exceed ten. Further none of them is a member of more than ten committees or chairman of more than five committees across all the public companies in which he is a director. Requisite disclosures pertaining to Committee positions in other public companies as on March 31, 2018 have been made by the Directors to the Compliance Officer.

In terms of the requirement of the Companies Act, 2013 and the Listing Regulations, an annual performance evaluation of the Board was undertaken. A note on Board Evaluation is detailed in the Directors Report.

C. Independent Directors:

The Independent Directors of the Company are Non-Executive Directors as defined under Regulation 16(1)(b) of the SEBI Listing Regulations read with Section 149(6) of the Companies Act, 2013. The maximum tenure of Independent Directors is two terms of five years each. The Company has received necessary declaration from each Independent Directors as prescribed under Section 149(7) of the Companies Act, 2013 that he/she meets the criteria of independence as per aforesaid Regulations.

The Independent Directors met once during the financial year ended March 31, 2018 i.e. on February 12, 2018 without the presence of Executive Directors as prescribed under Regulation 25 of SEBI Listing Regulations and inter alia discussed:

- The performance of Non-Independent Directors and the Board as a whole;
- The performance of the Chairman of the Company, taking into account the views of Executive Directors and Non-Executive Directors;
- The quality, quantity and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties; and
- Other matters arising out of Board / Committee(s) deliberations.

The Independent Directors were also provided with necessary documents/brochures, reports and internal policies to enable them to familiarize with the Company's procedures and practices. The Company has also set up Code of Conduct & Familiarisation Programme for independent Directors which can also be referred from the Company's website i.e. <http://www.kisangroup.com/investorrelations/code-policies.php>

D. Board Meeting and Attendance:

The Board Meetings of the Company are governed by a structured agenda. The Board Members, in consultation with the Chairman, may bring up any matter for the consideration of the Board. All major agenda items are backed by comprehensive background information and supporting documents to enable the Board to take informed decision.

The Board Meetings are pre-scheduled and a tentative date of the Board meeting is communicated to the Directors well in advance to facilitate them to plan their schedule and to ensure meaningful participation in the meetings. The Board Meetings are usually held at the Registered Office of the Company at 26 'A', 3rd Floor, "K" Wing, Tex Centre, Chandivali, Off. Saki Vihar Road, Andheri (East), Mumbai - 400 072.

During the Financial Year 2017-18 total six (6) Meetings of the Board of Directors were held. The maximum gap between two meetings was within the period prescribed under Section 173 of the Companies Act, 2013 and Regulations 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:-

Sr. No.	Date of Board Meeting	Board Strength	Number of directors present
1	May 29, 2017	5	3
2	August 22, 2017	5	4
3	September 02, 2017	5	4
4	September 11, 2017	5	5
5	December 06, 2017	5	4
6	February 12, 2018	6	5

During the year under review, Four Circular resolutions were also passed viz. Three Circular Resolutions on 17.11.2017 & One Circular Resolution on 11.01.2018 which was approved by majority of the Board Members.

The attendance at the Board Meetings and at the Annual General Meeting (AGM) during the Financial Year 2017-18 is as follows:

Sr. No.	Name of Director	Number of Board Meeting entitled to attend	Number of Board Meeting attended	Attendance at the last AGM held on 30.09.2017
1	Mr. Sanjeev Aggarwal	6	6	Yes
2	Mr. Rishav Aggarwal (Appointed w.e.f. 22.08.2017)	5	4	Yes
3	Mr. Ashok Aggarwal (Cessation w.e.f. 29.05.2017)	1	0	NA
4	Mr. H.S. Upendra Kamath (Appointed w.e.f. 22.08.2017)	5	3	No
5	Mrs. Anjana Motwani	6	5	No
6	Mr. Praveen Kumar Tripathi (Appointed w.e.f. 10.01.2018)	1	1	NA
7	Mr. Sunil Goyal	6	5	Yes
8	Mr. T. V. Rao (Cessation w.e.f. 01.07.2017)	1	1	NA

Number of shares and convertible instruments held by Non- Executive Directors:

Details of shares and convertible instruments held by Non- Executive Directors during the Financial Year under review are as under:

Sr. No.	Name of Director	No. of Equity Shares	Convertible instruments
1	Mr. H.S. Upendra Kamath (Appointed w.e.f. 22.08.2017)	0	Not Applicable
2	Mrs. Anjana Motwani	0	Not Applicable
3	Mr. Praveen Kumar Tripathi (Appointed w.e.f. 10.01.2018)	0	Not Applicable
4	Mr. Sunil Goyal	0	Not Applicable
5	Mr. T. V. Rao (Cessation w.e.f. 01.07.2017)	0	Not Applicable

Details of familiarisation programmes of Independent Directors can be accessed on the weblink viz . <http://www.kisangroup.com/investorrelations/code-policies.php>

3. COMMITTEES OF THE BOARD

The Board Committees are the operating system of the Company. It provides organizational structure, and at the same time allows enough flexibility so that the board can adapt quickly to the changing demands of the business environment.

The Company during the Financial Year under review, There were total 5 Committees of the Board;

1. Audit Committee
2. Stakeholders' Relationship Committee
3. Nomination and Remuneration Committee
4. Executive Committee
5. Preferential Issue Committee.

These Board Committees play a crucial role in the governance structure of the Company as it make full use of members' expertise, time and commitment and ensures diversity of opinions on the Board. Meetings of each Board Committee are convened by the respective Committee Chairman. Matters requiring the Board's attention/approval, as emanating from the Board Committee meetings, are placed before the Board by the respective Committee Chairman. The signed minutes of the Committee Meetings are placed before the Board for information and noting.

A. AUDIT COMMITTEE:

(i) Brief description of terms of reference of Audit Committee:

The Audit Committee of the Company provides reassurance to the Board on the existence of an effective internal control environment and is entrusted with the responsibility to supervise the Company's internal controls and financial reporting process and inter alia performs the following functions:

- Overseeing the Company's financial reporting process and disclosure of financial information to ensure that the financial statements are correct, sufficient and credible;
- Reviewing with the management the quarterly financial results before submission to the Board for approval;
- Reviewing and examination with management the annual financial statements before submission to the Board and the auditors' report thereon;
- Reviewing with the management, the statement of uses/application of funds raised through an issue (public issue, rights issue, preferential issue, etc.) the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of public or right issue, and making appropriate recommendations to the board to take up steps in this matter;
- Scrutiny of inter-corporate loans and investments made by the Company;
- Reviewing, approving or subsequently modifying any Related Party Transactions in accordance with the Related Party Transaction Policy of the Company;
- Approving the appointment of Chief Financial Officer after assessing the qualifications, experience and background, etc. of the candidate;
- Recommendation for appointment, remuneration and terms of appointment of Statutory Auditors of the Company and approval for payment of any other services;
- Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
 - (a) matters required to be included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013;
 - (b) changes, if any, in accounting policies and practices and reasons for the same;
 - (c) major accounting entries involving estimates based on the exercise of judgment by management;
 - (d) significant adjustments made in the financial statements arising out of audit findings;
 - (e) compliance with listing and other legal requirements relating to financial statements;
 - (f) disclosure of any related party transactions;
 - (g) modified opinion(s) in the draft audit report;
- Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
- To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
- Reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
- Reviewing, with the management, performance of Statutory Auditors and Internal Auditors, adequacy of the internal control systems;
- Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
- Discussion with internal auditors of any significant findings and follow up thereon;

- Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
- Evaluation of the internal financial controls and risk management systems;
- Evaluating the valuation of undertaking or assets of the Company, wherever it is necessary;
- Reviewing the functioning of the Whistle Blowing Mechanism;
- Carrying out any other function as is mentioned in the terms of reference of the audit committee;
- Shall mandatorily review:
 - (1) management discussion and analysis of financial condition and results of operations;
 - (2) statement of significant related party transactions (as defined by the audit committee), submitted by management;
 - (3) management letters / letters of internal control weaknesses issued by the statutory auditors;
 - (4) internal audit reports relating to internal control weaknesses; and
 - (5) the appointment, removal and terms of remuneration of the chief internal auditor.
 - (6) statement of deviations:
 - (a) quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1).
 - (b) annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/ notice in terms of Regulation 32(7).

(ii) Composition of the Committee:

As on March 31, 2018, the Audit Committee comprised of three Non- Executive Directors, majority of whom are Independent Directors. All members of the Committee are financially literate and possess accounting and financial management expertise.

Composition of the Audit Committee as on March 31, 2018 and status of attendance are as follows:

Sr. No.	Name of Director	Position	No. of Meetings held during the Year	No. of Meetings attended
1	Mr. H.S. Upendra Kamath	Chairman	4	3
2	Mr. Sunil Goyal	Member	4	3
3	Mr. Praveen kumar Tripathi	Member	4	0

During the year under review following changes were undertaken in the composition of the said committee:

- Mr. T. V. Rao ceased to be a member of the Committee w.e.f. July 01, 2017.
- Mr. H.S. Upendra Kamath was appointed as a Chairman of the Committee on August 22, 2017.
- Mr. Praveen kumar Tripathi – Additional Independent Director was appointed as a member in the Committee in place of Mr. Sanjeev Aggarwal – Chairman & Managing Director w.e.f. February 12, 2018.

(iii) Audit Committee Meetings:

The permanent invitees to the Audit Committee Meetings include the Chief Financial Officer, Statutory Auditors and Internal Auditors. The Company Secretary acts as the Secretary to the Committee. The Internal Auditor reports were placed before the Audit Committee Meeting. The minutes of each Audit Committee meeting are placed and confirmed in the next meeting of the Board. The Audit Committee also meets the internal and external auditors separately, without the presence of Management representatives.

During the Financial Year 2017-18, the Audit Committee met four times i.e. on May 29, 2017; September 11, 2017; December 06, 2017 and February 12, 2018. The gap between two meetings did not exceed 120 days.

During the year under review, the Audit Committee has passed a resolution by way of circulation dated November 16, 2017 to recommend the Board for appointment of Mr. Amit Sudhakar as Chief Financial Officer of the Company.

The Chairman of the Audit Committee Mr. H.S Upendra Kamath had authorised Mr. Sunil Goyal to attend the 28th Annual General Meeting of the Company held on September 30, 2017 at the Registered Office of the Company. Accordingly, he had attended AGM and replied to the Shareholder's queries.

B. STAKEHOLDERS' RELATIONSHIP COMMITTEE:

i. Brief description of terms of reference:

The Company has duly constituted a Stakeholders' Relationship Committee as per the provisions of Section 178 of the Companies Act, 2013 and Regulation 20 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Committee oversees redressal of shareholder and investor grievances and, inter alia, take into account any matter pertaining to transmission of shares, transfer of shares, sub-division / consolidation / renewal / issue of duplicate share certificates, non-receipt of annual report and non-receipt of declared dividends etc.

The role of Stakeholders' Relationship Committee, inter alia, includes the following:

- Oversee and review all matters connected with the transfer of Company's securities;
- Approve issue of the Company's duplicate share certificates;
- Consider, resolve and monitor the grievances of shareholders of the Company with respect to transfer of shares, non-receipt of annual report, non-receipt of declared dividend, etc.;
- Ensure expeditious share transfer process;
- Evaluate performance and service standards of the Registrar and Share Transfer Agent of the Company;
- Provide guidance and make recommendations to improve investor service levels for the investors;
- Monitor implementation and compliance with the Company's Code of Conduct for Prohibition of Insider Trading;
- Carry out any other function as is referred by the Board from time to time and / or enforced by any statutory notification / amendment / or modification as may be applicable;
- Perform such other functions as may be necessary or appropriate for the performance of its duties.

ii. Stakeholders' Relationship Committee Composition:

As on March 31, 2018, the Stakeholders' Relationship Committee comprised of total 3 members. The Committee is headed by Mrs. Anjana Motwani, an Independent – Non Executive Director during the Financial Year 2017-18. The Committee met four times i.e. on May 29, 2017, September 11, 2017, December 06, 2017 & February 12, 2018. The composition of committee as on March 31, 2018 and status of attendance of the members is as follows:

Sr. No.	Name of Director	Position	No. of Meetings held during the Year	No. of Meetings attended
1	Mrs. Anjana Motwani	Chairman	4	3
2	Mr. Sanjeev Aggarwal	Member	4	4
3	Mr. Rishav Aggarwal	Member	4	2

During the year under review following changes were undertaken in the composition of the said committee:

- Mr. Rishav Aggarwal – Whole-time Director was appointed as a Member of the Committee on August 22, 2017.
- Mr. Ashok Aggarwal ceased to be member of the Committee w.e.f. May 29, 2017.

iii. Complaints/ request received from shareholders during the Financial Year 2017-18:

During the Financial Year ended March 31, 2018, no complaints were received from the shareholders. No complaints were pending at the end of the year.

iv. Name and Designation of Compliance Officer:

Name : Mr. Dharak Mehta

Designation : Company Secretary & Compliance Officer (w.e.f. August 10, 2018)

Address : Kisan Mouldings Limited

26-A, 3rd Floor, K Wing, Tex Centre, Chandivali, Off Saki Vihar Road, Andheri (East), Mumbai – 400 072

Tel No. : +91 22 4200 9100

Email ID : cs.kisan@kisangroup.com

C. NOMINATION AND REMUNERATION COMMITTEE:

Brief description of terms of reference:

The Nomination and Remuneration Committee of the Company is constituted pursuant to Section 178 of the Companies Act, 2013 and Regulation 19 read with Part D of Schedule II of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015.

The role of Nomination and Remuneration Committee are as follows:

- formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
- during the formulation of above policy it must ensure that—
 - (a) the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the Company successfully;
 - (b) Relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
 - (c) Remuneration to directors, key managerial personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals.
- identifying candidates who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down, and recommend to the Board their appointment and removal;
- formulate criteria and carry out evaluation of each Director's performance and performance of the Board as a whole and review its implementation and compliance;
- determine whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors;
- devising a policy on diversity of board of directors;

Composition of the Committee:

The Nomination and Remuneration Committee comprises of three Non- Executive Directors. The Chairman of the Committee is Mr. H.S. Upendra Kamath – Non Executive Director (Independent Director), Mr. Sunil Goyal – Non-Executive Director (Non-Independent Director) and Mrs. AnjanaMotwani – Non-Executive Director (Independent Director) are the members of the Committee. During the period under review, Mr. T.V. Rao resigned from the Committee w.e.f July 01, 2017 and Mr. H.S. Upendra Kamath was appointed as a Member of the Committee on August 22, 2017.

Meeting of the Nomination and Remuneration Committee and attendance of the members:

During the Financial Year ended March 31, 2018, the Committee met twice i.e. on May 29, 2017 and August 22, 2017.

Name of Director	No. of Meetings held	No. of Meetings attended
Mr. H.S. Upendra Kamath #	2	0
Mr. Sunil Goyal	2	1
Mrs. Anjana Motwani	2	2

Mr. H.S. Upendra Kamath is appointed as Member of the Committee w.e.f August 22, 2017.

During the year under review, the Nomination and Remuneration Committee has passed three resolutions by way of circulation viz. 2 resolutions on November 13, 2017 and one resolution on January 05, 2018.

Remuneration of Directors:

a) All pecuniary relationship or transactions of the Non- Executive Directors:

No pecuniary relationship exists between the Non- Executive Directors and the Company other than drawing sitting fees and reimbursement of expenses to attend meetings of the Board and Committees thereof.

b) Criteria of making payments to Non- Executive Directors:

The Criteria of making payments to Non- Executive Directors of the Company is disseminated on the website of the Company and can be accessed at following weblink: <http://www.kisangroup.com/investorrelations/code-policies.php>

c) Remuneration policy:

The Remuneration Policy of Kisan Mouldings Limited ("the Company") is designed to attract, motivate, retain manpower, improve productivity, encouraging initiatives, personal growth and team work and inculcating a sense of belonging and involvement. The policy reflects the Company's objectives for good corporate governance as well as sustained long term value creation for shareholders.

This Remuneration Policy applies to directors, senior management including Key Managerial Personnel (KMP) of the Company.

1. Remuneration to Manager/ Whole Time Director/ Managing Director:

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

The Nomination and Remuneration Committee shall make such recommendations to the Board of Directors, as it may consider appropriate with regard to remuneration to Managing Director / Whole-time Directors.

Managing Director / Whole-time Directors of the Company is being paid salary, allowances, perquisites, which are of fixed nature and does not involve performance linked incentives and there is no ESOP issued. Payment of remuneration to Whole Time Director and Chairman & Managing Director is governed by the terms and conditions of which have been duly approved by the Board of Directors and the shareholders of the Company.

Service contracts, notice period, severance fees;

The Service Contract entered with Chairman & Managing Director and Whole Time Director are for 3 years w.e.f. April 1, 2016 and August 22, 2017 respectively. The terms of employment stipulate a notice period of 3 (Three) months, for termination of appointment of Whole time director and Chairman & Managing Director, on either side. There is no provision for payment of severance fees.

2. Remuneration to Non- Executive Director/ Independent Director:

- a. The Non-Executive / Independent Directors may receive sitting fees and such other remuneration as permissible under the provisions of Companies Act, 2013 and rules made thereunder. The amount of sitting fees shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors.
- b. All the remuneration of the Non- Executive / Independent Directors (excluding remuneration for attending meetings as prescribed under Section 197 (5) of the Companies Act, 2013) shall be subject to ceiling/ limits as provided under the Companies Act, 2013 and rules made there under or any other enactment for the time being in force. The amount of such remuneration shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors or shareholders, as the case may be.
- c. An Independent Director shall not be eligible to get Stock Options and to participate in any share based payment scheme of the Company.
- d. Any remuneration paid to Non- Executive / Independent Directors for services rendered which are of professional nature shall not be considered as part of the remuneration for the purposes of clause (b) above if the following conditions are satisfied:
 - i. The Services are rendered by such Director in his capacity as the professional; and
 - ii. In the opinion of the Committee, the director possesses the requisite qualification for the practice of that profession.

3. Remuneration to Key Managerial Personnel and Senior Management:

- a. The remuneration to Key Managerial Personnel and Senior Management shall consist of fixed pay and may include incentive pay, in compliance with the provisions of the Companies Act, 2013 and in accordance with the Company's Policy.
- b. The Fixed pay shall include monthly remuneration, employer's contribution to Provident Fund, contribution to pension fund, pension schemes, etc. as decided from time to time.
- c. The Incentive pay shall be decided based on the balance between performance of the Company and performance of the Key Managerial Personnel and Senior Management, to be decided annually or at such intervals as may be considered appropriate.

d) Performance Evaluation criteria for Independent Directors:

The Board works with the Nomination and Remuneration Committee to lay down the evaluation criteria for the performance of the Independent Directors through a peer evaluation, excluding the director being evaluated. An indicative list of factors that may be evaluated include active participation and contribution by a director in long-term strategic planning, commitment to the fulfilment of a director's obligations and fiduciary responsibilities, effective deployment of knowledge and expertise, effective management of relationship with stakeholders, integrity and maintenance of confidentiality and independence of behaviour and judgement.

D. EXECUTIVE COMMITTEE:

Apart from the above Statutory Committees, the Board of Directors has also constituted an Executive Committees for strategic management of the Company's business within Board approved direction/framework. The composition of the Executive Committee is determined by the Board based on the recommendation of the Nomination & Remuneration Committee.

Executive Committee Composition:

As on March 31, 2018, the Executive Committee comprised of all the Executive Directors of the Company i.e. Mr. Sanjeev Aggarwal – Chairman & Managing Director and Mr. Rishav Aggarwal- Whole-time Director as the members of the Committee. During the year under review Mr. Rishav Aggarwal was appointed as a Member of the Committee w.e.f August 22, 2017 and Mr. Ashok Aggarwal ceased to be member w.e.f. May 29, 2017.

Role of Executive Committee:

The primary role of the Executive Committee is to raise the level of governance so as to meet the requisite business needs as per changing business environment. This Committee has been set up to inter alia oversee routine operations that arise in the normal course of the business, such as delegation to represent Company before civil courts, authorising to execute deeds and agreements on behalf of Company, decision on banking relations, delegation of operational powers, appointment of nominees under various statutes, entrusting the responsibility of identifying the surplus assets of the Company and authorising sale and disposal of such surplus property etc. The Committee reports to the Board and the minutes of these meetings are placed before the Board for confirmation.

Executive Committee Meetings:

The Executive Committee met eleven times during the Financial Year ended March 31, 2018 i.e. On 1) April 15, 2017; 2) May 27, 2017; 3) August 23, 2017, 4) September 12, 2017; 5) October 16, 2017; 6) November 17, 2017; 7) December 15, 2017; 8) January 22, 2018; 9) February 12, 2018; 10) March 05, 2018 & 11) March 19, 2018.

E. PREFERENTIAL ISSUE COMMITTEE:

In order to assist the Board for timely discharge of responsibilities in connection with the preferential allotment a Preferential Issue Committee is constituted for the issue and allotment of equity shares and to discuss and freeze their roles and responsibilities.

Preferential Issue Committee Composition:

The Preferential Issue Committee comprises of Mrs. Anjana Motwani – Independent Director as the Chairperson, Mr. Sunil Goyal – Non-Executive (Non-Independent) Director and Mr. Sanjeev Aggarwal – Chairman & Managing Director as the members of the Committee.

Role of Preferential Issue Committee:

The role of Preferential Issue Committee are as follows:

- Review, monitor and provide strategic direction for utilization/usage of application money received from the proposed allottees.
- Obtain in-principle approval from the Stock Exchange where the shares of the Company are listed.
- Allot equity shares to the proposed allottees.
- Carry out formalities for Listing of Equity Shares on the Stock Exchange.
- Carry out any other acts, deeds and activities which may be deemed necessary in relation to the issue of equity shares on preferential basis.

Preferential Issue Committee Meetings:

The Preferential Issue Committee met thrice during the Financial Year ended March 31, 2018 i.e. On September 02, 2017; October 17, 2017 & October 23, 2017. The attendance records of the members at the meeting are as follows:

Name of Director	No. of Meetings held	No. of Meetings attended
Mrs. Anjana Motwani	3	3
Mr. Sunil Goyal	3	3
Mr. Sanjeev Aggarwal	3	3

4. SUBSIDIARY COMPANIES:

During the year under review, KML Tradelinks Private Limited is the only wholly owned subsidiary of the Company. Regulation 16(1)(c) of the Listing Regulations defines a 'material subsidiary' as a subsidiary, whose income or net worth exceeds 20% of the consolidated income or net worth respectively, of the listed entity and its subsidiaries in the immediately preceding accounting year. As per the above Regulation, the Company does not have a material subsidiary as on date of this Report. The Company monitors performance of subsidiary companies, inter alia, by the following means:

- Financial statements, in particular investments made by unlisted subsidiary companies are reviewed quarterly by the Company's Audit Committee.
- Minutes of Board meetings of unlisted subsidiary companies are placed before the Company's Board quarterly.
- A statement containing all significant transactions and arrangements entered into by unlisted subsidiary companies is placed before the Company's Board.

Policy on determining material subsidiaries of the Company can be accessed from the following weblink: <http://www.kisangroup.com/investorrelations/code-policies.php>

5. GENERAL BODY MEETINGS:

Details of the last three Annual General Meetings and the Summary of Special Resolutions passed therein are as under:

AGM	Financial Year ended	Date and Time	Special Resolutions Passed
26th	March 31, 2015	September 25, 2015 at 3.30 p.m.	<ul style="list-style-type: none"> • Increase in remuneration of Mr. Sanjeev Aggarwal, Joint Managing Director of the Company. • Increase in remuneration of Mr. Vijay Aggarwal, Chairman and Whole-time Director of the Company. • Re-appointment and increase in remuneration of Mr. Ashok Aggarwal, Joint Managing Director of the Company.
27th	March 31, 2016	September 03, 2016 at 3.30 p.m.	<ul style="list-style-type: none"> • Re-appointment and increase in remuneration of Mr. Sanjeev Aggarwal, Whole-time Director of the Company. • Issuing Equity Shares on preferential basis to the strategic investors.
28th	March 31, 2017	September 30, 2017 at 11.00 a.m.	<ul style="list-style-type: none"> • To approve appointment and remuneration of Mr. Rishav Aggarwal as the Whole-time Director of the Company. • To approve and issue Equity Shares on preferential basis to the strategic investors.

The above-mentioned AGMs were held at Mirage Hotel, International Airport Approach Road, Marol, Andheri (East), Mumbai: 400059.

During the year under review, no resolution was passed through postal Ballot process.

None of the business proposed to be transacted in the ensuing Annual General Meeting requires passing a Special Resolution through postal ballot process.

6. DISCLOSURES:

a) Disclosures on materially significant related party transactions that may have potential conflict with the Company's interests at large:

During the period under review, the Company had not entered into any material transaction with any of its related parties. Related Party Transactions during the year have been disclosed vide Note no. 43 in notes forming part of the Standalone Financial Statements as per requirements of 'Indian Accounting Standards – 24 on Related Party Disclosure' issued by the Institute of Chartered Accountants of India. The same were placed before the Audit Committee from time to time as required. None of these transactions with any of related parties have any potential conflict with the interest of the Company. No related party transaction was outside the normal course of business of the Company and all related party transactions were entered on arm length basis.

Policy for consideration and approval of Related Party Transactions of the Company can be accessed from the following weblink: <http://www.kisangroup.com/investorrelations/code-policies.php>

b) Details of Non-Compliance by the Company, penalties and strictures imposed on the Company by the Stock Exchanges or SEBI or any Statutory authorities or any matter related to capital market during the last three years:

The Company has complied with the statutory provisions, rules and regulations relating to the Capital Market. There were no non-compliances for which penalties and strictures imposed on the Company by the Stock Exchanges or SEBI or any other statutory authority on any matter related to the capital market during the last three years. The Company has been impleaded in certain legal cases, however, none of these cases are material in nature, which may lead to material loss or expenditure to the Company.

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

The Company has adopted a Whistle Blower Policy and has established the necessary vigil mechanism pursuant to the Section 177 (9) and (10) of the Companies Act, 2013 and Regulation 22 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 to report genuine concerns about unethical behaviour. The Company Secretary is the Vigilance Officer for effective implementation of the policy and dealing with the complaints registered under the policy. All cases registered under the Whistle Blower Policy of the Company, are reported to the Audit Committee for their review. No person has been denied access to the Chairman of the Audit Committee in exceptional cases. The said policy has also been put up on the website of the Company at the following web link: <http://www.kisangroup.com/investorrelations/code-policies.php>

d) Disclosure of Directors disqualification under Section 164 of the Companies Act, 2013:

None of the Directors are disqualified under Section 164 of the Companies Act, 2013.

e) Proceeds from Preferential Issue:

The Company discloses to the Audit Committee, the uses/applications of proceeds/funds raised from Preferential Allotment from time to time.

f) Compliance with the Corporate Governance Framework:

The Board of Directors periodically reviewed the compliance of all applicable laws and steps taken by the Company to rectify instances of non-compliance, if any. The Board Members are qualified for their positions and have a clear understanding of their role in corporate governance and are not subject to undue influence from management or outside concerns. The Company periodically submits a quarterly compliance report on corporate governance in the format as specified under Regulation 27 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015.

g) Details of compliance with the mandatory requirements and adoption of the non mandatory requirements;

The Company has complied with all the mandatory requirements as stipulated under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

M/s. K.M Tulsian & Associates, Internal Auditors of the Company usually submit its report to the Audit Committee from time to time.

7. MEANS OF COMMUNICATION TO SHAREHOLDERS:

Timely disclosure of consistent, comparable, relevant and reliable information on corporate financial performance is at the core of good governance. The Company regularly interacts with shareholders through multiple channels of communication such as results announcement, annual report, Company's website and subject specific communication.

The quarterly, half yearly and annual financial results of the Company are submitted to the BSE Limited immediately after they are approved by the Board of Directors of the Company through online compliances dissemination portal mandated by the BSE Limited. The Results were published in one English newspaper widely circulating in the whole or substantially the whole of India viz. Business Standard and in one Marathi newspaper viz. Mumbai Lakshadeep. These results are also made available on the website of the Company at <http://www.kisangroup.com/investorrelations/financialresults.php>. The Annual Report is also posted to all shareholders of the Company.

During the year under review, there were no official news releases and presentations made to institutional investors or to the analysts. The quarterly financial results, press release, shareholding pattern and all other information disseminated to analysts/ Institutional investors are hosted on the Company's website www.kisangroup.com

8. NON COMPLIANCE OF ANY REQUIREMENTS OF CORPORATE GOVERNANCE REPORT WITH REASONS THEREOF SHALL BE DISCLOSED

During the year under review, the Composition of Board of Directors and Audit Committee was not formed in terms of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Companies Act, 2013. However the Company was in process of identifying a suitable candidate whose knowledge and experience meet the business requirements of the Company. After detailed analysis, the Board of Directors of the Company has appointed Mr. Praveen Kumar Tripathi (DIN: 03154381) as Additional Director (Non- Executive Independent Director) on the Board of the Company and as member in the Audit Committee of the Company. Hence as on March 31, 2018 the composition requirement of the Board and Audit Committee met under the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Companies Act, 2013.

During the year under review, the Chairman of Audit Committee and Nomination and Remuneration Committee, due to pre-occupations, did not attend the Annual General Meeting of the Company held on September 30, 2017. However, they had appointed other Independent Director of the Committee to be present at the Annual General Meeting and resolved any related queries of Shareholders.

9. SHAREHOLDERS' INFORMATION:

a) Particulars of ensuing Annual General Meeting for the financial year 2018-19:

Date	September 22, 2018
Venue	Mirage Hotel, International Airport Approach Road, Marol, Andheri (East), Mumbai: 400059
Time	4:30 P.M
Day	Saturday
Financial Year	March 31, 2018
Dividend payment date	Not Applicable

b) Tentative Calendar for financial year ending March 31, 2019

The tentative dates of meeting of Board of Directors for consideration of quarterly financial results for the financial year ending March 31, 2019 are as follows:

Financial Results for the quarter ending 30.06.2018	On or before 14.08.2018
Financial Results for the quarter ending 30.09.2018	On or before 14.11.2018
Financial Results for the quarter ending 31.12.2018	On or before 14.02.2019
Annual Audited Financial Results for the Financial Year ended 31.03.2019	On or before 30.05.2019

c) Listing in Stock Exchanges and Stock Codes:

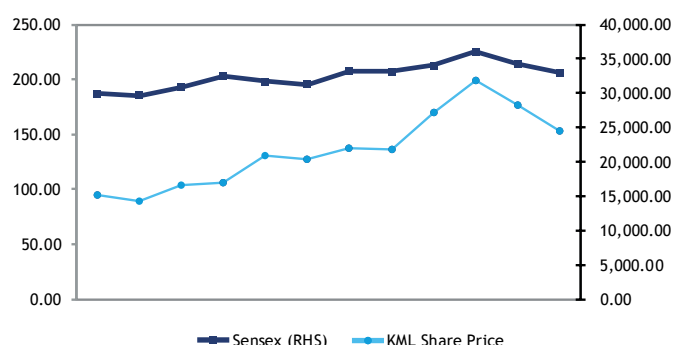
Name of the Stock Exchange	BSE Limited (BSE)
Stock Code	530145
ISIN	INE017C01012
Payment of Annual Listing Fees for 2018-19	Payment is duly made within the time limit.

d) Share Price Data:

The monthly high and low prices of Company's equity shares traded at BSE Limited (BSE) during the financial year ended March 31, 2018 are as follows:

MONTH	HIGH	LOW
April 2017	103.00	86.30
May 2017	101.10	78.25
June 2017	103.35	89.00
July 2017	109.05	97.85
August 2017	132.80	96.55
September 2017	140.80	119.40
October 2017	144.45	121.10
November 2017	147.85	123.20
December 2017	171.40	126.90
January 2018	212.00	165.25
February 2018	205.00	151.00
March 2018	179.70	135.70

Performance of the Company share price in comparison to BSE Sensex



e) Registrar and Share Transfers Agents:

M/s. Sharex Dynamics (India) Pvt. Ltd.,

Unit -1, Luthra Industrial Premises, Safed Pool, Andheri Kurla Road, Andheri (East), Mumbai - 400 072

Tel.: +91 22 2851 5606/2851 5644, Fax: 28512885, Email: sharexindia@vsnl.com

f) Share Transfer System:

Share Transfers and Share Certificates are processed and returned within time stipulated by the Companies Act, 2013 subject to the documents being valid and complete in all respects by Sharex Dynamics (India) Private Limited – RTA of the Company. A summary of transfers/transmission of securities of the Company from the Registrar and Transfer Agent is placed before every Stakeholders Relationship Committee Meeting.

g) Distribution of Shareholding as on March 31, 2018:

HOLDINGS	SHAREHOLDERS		SHARES	
	NUMBER	%	NUMBER	%
Up to 5000	6242	78.77	9282690	2.74
5001 to 10000	674	8.51	5559670	1.64
10001 to 20000	413	5.21	6416830	1.89
20001 to 30000	160	2.02	4105050	1.21
30001 to 40000	63	0.80	2266260	0.67
40001 to 50000	63	0.80	2974340	0.88
50001 to 100000	106	1.34	7907660	2.34
100001 to above	203	2.56	300118150	88.63
Total	7924	100.00	338630650	100.00

h) Shareholding Pattern as on March 31, 2018:

Category code	Category of Shareholder	Number of Shareholders	Total number of shares	Total Shareholding as a % of Total No. of Shares
A) SHAREHOLDING OF PROMOTER AND PROMOTER GROUP:				
1. Indian		27	148,00,592	43.71
2. Foreign		0	0	0
Total Shareholding of Promoter and Promoter Group		27	148,00,592	43.71
B) PUBLIC SHAREHOLDING:				
1. Institutions		4	647101	1.91
2. Non -Institutions		7895	18415372	54.38
Total Public Shareholding		7899	19062473	56.29
TOTAL (A) + (B)		7926	33863065	100

i) Dematerialization of Shares:

The shares of the Company are compulsorily traded in dematerialised form on BSE Limited and are available for trading in both the depository systems of NSDL and CDSL. 100% of the holding of the promoters and promoter Group are in dematerialised form. Under the Depository System, the International Securities Identification Number (ISIN) allotted to the Company's shares is INE017C01012.

Details of shareholding of the Company in dematerialised and physical mode are as under:

Category	No. of Shares		% of Total Issued Capital
	Shareholders	Shares	
CDSL	2805	126,27,318	37.289%
NSDL	4201	209,75,419	61.942%
Physical	1094	260,328	0.769%
Total	8100	338,63,065	100%

j) Postal Ballot:

The Company has not passed any special resolution through postal ballot during the last financial year i.e. 2017-18 and as of now no special resolution is proposed to be conducted through postal ballot.

k) Outstanding GDRs/ADRs/Warrants or any Convertible Instruments, conversion date and likely impact on equity.

The Company in the past has not issued any GDRs/ ADRs/ Warrants or any Convertible Instruments and therefore as on March 31, 2018, the Company does not have any outstanding GDRs/ ADRs/ Warrants or any Convertible Instruments which will likely impact the Equity Share Capital of the Company.

l) Commodity price risk or foreign exchange risk and hedging activities:

During the year under review, the company has managed the commodity risk, foreign exchange risk and hedging activities. The company monitors these risks on regular basis to ensure they are mitigated and margins are not adversely impacted.

m) Plant Locations are as under:

- Survey No. 64/1, 63/1, 70, 71, 72, 74/1/1 Village-Mahagaon, Taluka-Palghar, Boisar, Dist-Thane (Maharashtra).
- Survey No. 34/1/1, Village - Umerkui, Silvassa - D. & N.H. (U. T.).
- Plot No. 5-A/5 Industrial Area No. 2, Dewas, Madhya Pradesh - 455001.
- Plot No. 172-B and 173-A Village Nogenhalli, Kora Hubli, Tumkur Taluka, Karnataka.
- Survey No. 108/1/6, Surangi Road, Near Khadoli Sub Station, Silvassa.

n) Address for Investor Correspondence:

Kisan Mouldings Limited

26 'A', 3rd Floor, 'K' Wing, Tex Centre,
Chandivali, Off. Saki Vihar Road, Andheri (East),
Mumbai - 400 072
Tel. No.: 022 - 42009100
E-mail: cs.kisan@kisangroup.com
investor.relations@kisangroup.com

Registrar and Share Transfer Agent

Sharex Dynamic (India) Private Limited

Unit - 1, Luthra Industrial Premises, Safed Pool,
Andheri Kurla Road, Andheri (East),
Mumbai - 400 072
Tel.No.: 022 - 2851 5606, 2851 5644
Fax No.: 022 - 2851 2885.
Email: sharexindia@vsnl.com

o) CEO/CFO Certificate

Certificate from Mr. Sanjeev A Aggarwal (DIN: 00064076), Chairman & Managing Director and Mr. Amit Sudhakar, Chief Financial Officer of the Company, in terms of Regulation 17(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, for the Financial Year 2017-18 was placed before the Board at its meeting held on May 21, 2018 and also form part of this Annual Report.

p) Code of Conduct for Members of Board and Senior Management:

The Company has adopted the Code of Conduct for Executive Directors, Non-Executive Directors, Senior Management Personnel and members who are at the level of one rank below the members of the Board of Directors of the Company. A declaration has been received from Independent Directors, Non-executive Directors and Senior Management regarding compliance of the Code for the year under review in terms of SEBI Listing Regulations. The said code is posted on the website of the Company.

Declaration regarding compliance by Board Members and Senior Management Personnel with the Company Code of Conduct

I, Mr. Sanjeev A Aggarwal, Chairman & Managing Director of the Company, hereby declare that the all the Board members and Senior Management Personnel affirmed for the Financial Year 2017-18 compliance with the Code of Conduct of the Company laid down for them pursuant to Regulation 17(5) read with Schedule V (D) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

For Kisan Mouldings Limited

Sd/-

Sanjeev A. Aggarwal

Chairman & Managing Director

(DIN: 00064076)

Date: May 21, 2018

Place: Mumbai

CEO/CFO CERTIFICATION

To

The Board of Directors
KISAN MOULDINGS LIMITED

In compliance with Regulation 17(8) read with Schedule II Part B of the SEBI (Listing Obligation And Disclosure Requirement) Regulations, 2015, We hereby certify that:

1. We have reviewed financial statements and the cash flow statement of KISAN MOULDINGS LIMITED for the year ended 31st March, 2018 and to the best of our knowledge and belief:
 - i. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violate the Company's Code of Conduct.
3. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of Company's internal control systems pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
4. We have indicated to the Auditors and the Audit Committee:
 - i. That there are no significant changes in internal control over financial reporting during the year;
 - ii. That there are no significant changes in accounting policies during the year; and
 - iii. That there are no instances of significant fraud of which we have become aware 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.

FOR KISAN MOULDINGS LIMITED

Sd/-
Sanjeev A. Aggarwal
Chairman & Managing Director
(DIN: 00064076)

Sd/-
Amit Sudhakar
Chief Financial Officer

Date: May 21, 2018
Place: Mumbai

CERTIFICATE OF COMPLIANCE WITH THE CORPORATE GOVERNANCE

CERTIFICATE OF COMPLIANCE WITH THE CORPORATE GOVERNANCE REQUIREMENTS UNDER SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

To
The Members of
Kisan Mouldings Limited

We have examined the compliance of corporate governance by Kisan Mouldings Limited for the year ended 31st March, 2018 in Regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 of the said Company with stock exchange(s).

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

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Directors and the management, We certify that the Company has complied with the conditions of Corporate Governance as stipulated in Regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 except mentioned in Secretarial Audit Report issued by us.

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

For AVS & Associates
Company Secretaries

Sd/-

Vijay Yadav
Partner
Membership No. A39251
C.P. No: 16806

Place: Dombivli
Date: 10/08/2018

FINANCIAL STATEMENTS



Independent Auditor Report

To the Members of
Kisan Mouldings Limited

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying (standalone) financial statements of Kisan Mouldings Limited (“**the Company**”) which comprise the Balance Sheet as at March 31 2018, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT’S RESPONSIBILITY FOR THE (STANDALONE) FINANCIAL STATEMENTS

The Company’s Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (“the Act”) with respect to the preparation of these (standalone) financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

AUDITOR’S RESPONSIBILITY

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

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

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

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

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

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid (standalone) financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, and its Loss and its Cash Flow for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor’s Report) Order, 2016 (“the Order”), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the “**Annexure A**” a statement on the matters specified in paragraphs 3 and 4 of the Order.

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

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

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

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

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

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

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

g. With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 44 to the financial statements;

ii. The Company did not have any long term contracts for which there were any material foreseeable losses.

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For and on behalf of

ADV & Associates

Chartered Accountants

FRN:- 128045W

Sd/-

Ankit Rathi

Partner

M. No.- 162441

Place: Mumbai

Date: 21st May, 2018

“ANNEXURE A” TO THE INDEPENDENT AUDITORS’ REPORT

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

1.(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;

(b) The Fixed Assets have been physically verified by the management in a phased manner which in our opinion is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.

(c) The title deeds of immovable properties are held in the name of the company. Except two immovable properties acquired under the scheme of merger.

2.(a) The management has conducted the physical verification of inventory reasonable intervals.

(b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.

3. According to information & explanations given to us and based upon audit procedures conducted by us, The Company has not granted any loans, secured or unsecured to companies, firms, Limited liability Partnership or other parties covered in the register maintained under section 189 of the companies Act, 2013.

4. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013.

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

6. We have broadly reviewed the books of accounts maintained by the company in respect of products where pursuant to rules made by the central government, the maintenance of cost records have been prescribed under section 148(1) of the act. We are of opinion that prima facie the prescribed accounts and records have been made and maintained. The contents of these accounts and records have not been examined by us.

7.(a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2018 for a period of more than six months from the date on when they become payable except Indirect taxes of Rs 218.32 lakh.

b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any disputes, except as mentioned below:

Name of the statute	Nature of Dues	Amount in lacs	Period to which amount relates	Forum where dispute is pending
The Central Sales Tax Act 1956 and Sales Tax / Vat/ Entry Act of Various States	VAT, CST, ENTRY TAX	8650.20	1993 TO 2014	DY. COM. SALES TAX (APPEAL) NAVI MUMBAI, DY. AND ASST. COMMISSIONER OF SALES TAX, DC/ APPEAL SALES TAX, PALGARH, DC SALES TAX BELAPUR NODOL OFFICE, JC APPEALS SALES TAX BHAYANDAR
The Central Excise Act, 1944	EXCISE DUTY, SERVICE TAX	2191.14	1998 TO 2015	COMMISSIONER CENTRAL EXCISE, RAIGAD, DY. COMMISSIONER OF ALIBAUG DIVISION, A.C. DIVISION SILVASSA, ADD. DIRECTOR GENERAL OF CENTRAL EXCISE INTELLIGENCE, ADD. COMMISSIONER VAPI, D.C. DIV.-IV SILVASSA, ADDL. COMMISSIONER THANE-ii, ASSISTANT & DEPUTY COMMISSIONER

8. In our opinion and according to the information and explanations given to us, the Company has defaulted in the repayment of dues to banks as mentioned below. The company did not have any outstanding dues to debenture holders during the year.

Name Of Lender	Amount (in Lakhs)	Delay In Days	Remarks if Any
Cholamandalam Investment and Finance Co. Ltd	1.23	1 to 11	Vehicle loan
Dailmer Financial Services India Private Limited	2.36	1 to 22	Vehicle loan
Union Bank Of India	116.32	1 to 90	Term Loan
Punjab National Bank	305.65	1 to 106	Term Loan
Industrial Development Banks Of India (IDBI)	337.32	1 to 65	Term Loan
Industrial Credit and Investment Corporation of India (ICICI)	385.31	1 to 60	Term Loan
Shamrao Vithal Co-operative Bank	322.06	1 to 28	Term Loan
The Housing Development Finance Corporation (HDFC)	11.17	1 to 26	Vehicle loan
Kotak Mahindra Bank	1.71	1 to 14	Vehicle loan
Mahindra And Mahindra Financial Services Ltd.	5.76	1 to 23	Vehicle loan
Industrial Credit and Investment Corporation of India (ICICI)	0.53	1 to 7	Vehicle loan

9. Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
10. Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
11. Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
12. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
13. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
14. Based upon the audit procedures performed and the information and explanations given by the management, the company has made preferential allotment of 50,00,000 shares during the year under review and the money raised from the issue has been utilized for the purpose for which shares has been issued.
15. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
16. In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For and on behalf of
ADV & Associates
Chartered Accountants
FRN:- 128045W

Sd/-

Ankit Rathi
Partner
M. No.- 162441
Place: Mumbai
Date: 21st May, 2018

“ANNEXURE B” TO THE INDEPENDENT AUDITOR’S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF KISAN MOULDINGS LIMITED “THE COMPANY”

REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 (“THE ACT”)

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

MANAGEMENT’S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Company’s management is responsible for establishing and maintaining internal financial controls. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

AUDITORS’ RESPONSIBILITY

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

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

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

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

OPINION

In our opinion, 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, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For and on behalf of

ADV & Associates

Chartered Accountants

FRN:- 128045W

Sd/-

Ankit Rathi

Partner

M. No.- 162441

Place: Mumbai

Date: 21st May, 2018

Standalone Balance Sheet as at 31st March, 2018

(₹ In Lakhs)

Particulars	Notes	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
ASSETS				
Non - current assets				
Property, plant and equipment	2	17,045.36	17,243.49	16,364.27
Capital work-in-progress	2	30.48	4.92	367.26
Intangible assets	3	4.84	7.22	8.20
Investment in subsidiary	4	1.00	1.00	-
Financial assets				
Investment	5	6.56	6.56	6.91
Other Financial Assets	6	218.81	214.55	212.03
Non-current tax assets (net)	7	257.98	214.59	202.43
Deferred tax assets (net)	8	1,701.60	1,327.06	116.26
Other non-current assets	9	527.25	132.78	74.08
		19,793.88	19,152.17	17,351.44
Current assets				
Inventories	10	19,672.54	14,702.87	14,051.18
Financial assets				
Trade receivables	11	15,278.33	11,799.80	11,044.78
Cash and cash equivalents	12	362.44	198.32	549.88
Bank balances other than cash and cash equivalents mentioned above	13	1,094.57	1,003.83	858.21
Loans	14	215.58	193.46	184.33
Other financial assets	15	857.12	760.73	933.77
Other current assets	16	1,373.29	1,455.38	1,389.63
Assets Classified as held for sale	17	828.23	1029.97	1029.97
		39682.10	31144.36	30041.75
TOTAL		59,475.98	50,296.53	47,393.19
EQUITY AND LIABILITIES				
EQUITY				
Equity share capital	18	3,386.31	2,886.31	2,032.51
Other equity	19	14,004.45	8,602.41	6,353.13
Total Equity		17,390.76	11,488.72	8,385.64
LIABILITIES				
Non-Current Liabilities				
Financial liabilities				
Borrowings	20	8,302.57	9,516.14	11,787.62
Other Financial Liabilities	21	311.59	371.92	162.55
Provisions	22	183.45	140.25	100.04
		8,797.61	10,028.31	12,050.21
Current liabilities				
Financial liabilities				
Borrowings	23	11,503.01	11,467.93	10,840.87
Trade payables	24	15,222.41	9,721.36	10,192.17
Other financial liabilities	25	3,715.12	4,115.84	2,068.46
Other Current Liabilities	26	1,799.61	2,093.56	2,444.12
Provisions	27	1,047.46	1,380.81	1,411.72
		33,287.61	28,779.50	26,957.34
TOTAL		59,475.98	50,296.53	47,393.19
Significant accounting policies	1			

The accompanying notes form an integral part of these Financial Statements.

As per our attached report of even date

For A D V & Associates

Chartered Accountants

Firm Registration No. 128045W

Ankit Rathi

Partner

Membership No. 162441

Date:- May 21, 2018

Place:- Mumbai

**For and on behalf of the Board of Directors of,
Kisan Mouldings Limited.**
Sanjeev A. Aggarwal

DIN: 00064076

Rishav S. Aggarwal

DIN: 05155607

Amit Sudhakar

ICAI.M.No. 90429

Chairman & Managing Director
Whole Time Director
Chief Financial Officer

Standalone Statement of Profit and Loss for the year ended 31st March, 2018

(₹ In Lakhs)

Particulars	Notes	For the year ended March 31, 2018	For the year ended March 31, 2017
Income			
Revenue from operations	28	48,217.34	48,506.04
Other income	29	534.08	183.25
Total Income		48,751.42	48,689.29
Expenses			
Cost of materials consumed	30	30,503.40	28,609.37
Purchases of stock-in-trade	31	7,029.26	1,783.65
Changes in inventories of finished goods, work-in-progress and stock-in-trade	32	(4,512.89)	(406.59)
Excise duty	33	857.34	4,958.41
Employee benefits expense	34	2,012.43	1,653.96
Finance costs	35	3,587.13	3,805.88
Depreciation and Amortisation expense	2 & 3	1,413.54	1,207.71
Other expenses	36	8,226.54	8,387.45
Total Expenses		49,116.75	49,999.84
Profit / (Loss) for the year before tax		(365.33)	(1,310.55)
Tax expense:			
Current tax			
Deferred tax charge/(credit)	8	(376.91)	(1,213.68)
Profit / (Loss) for the year (A)		11.58	(96.87)
Other Comprehensive Income			
<i>Items that will not be reclassified to Profit & Loss</i>			
Remeasurements gains/(losses) on defined benefit plan		6.95	8.86
Income tax effect on above		(2.37)	(2.89)
Total other comprehensive income / (loss) for the year (B)		4.58	5.97
Total comprehensive income / (loss) for the year (A+B)		16.16	(90.90)
Earnings per equity share of face value of ₹5 each fully paid up			
Basic ₹	37	0.04	(0.38)
Diluted ₹	37	0.04	(0.38)
Significant accounting policies	1		
The accompanying notes form an integral part of these Financial Statements.			

As per our attached report of even date

For A D V & Associates

Chartered Accountants

Firm Registration No. 128045W

Ankit Rathi

Partner

Membership No. 162441

Date:- May 21, 2018

Place:- Mumbai

**For and on behalf of the Board of Directors of,
Kisan Mouldings Limited.**
Sanjeev A. Aggarwal

DIN: 00064076

Rishav S. Aggarwal

DIN: 05155607

Amit Sudhakar

ICAI.M.No. 90429

Chairman & Managing Director
Whole Time Director
Chief Financial Officer

Standalone Statement of changes in equity for the year ended 31st March, 2018

(a) Equity Share Capital

(₹ In Lakhs)

	Amount
Balance as at April 01, 2016	2,032.51
Changes in equity during F.Y 2016-17	853.80
Balance as at March 31, 2017	2,886.31
Changes in equity during F.Y 2017-18	500.00
Balance as at March 31, 2018	3,386.31

(b) Other Equity

(₹ In Lakhs)

	Reserves & Surplus			Other comprehensive income	Total
	Securities Premium	General Reserves	Retained Earnings	Remeasurements of defined benefit plans	
Balance as at April 01, 2016	2,578.83	366.46	3,407.84	-	6,353.13
Addition during the year	2,345.19				2,345.19
Prior period adjustment			(5.01)		(5.01)
Profit / (Loss) for the year	-	-	(96.87)		(96.87)
Other comprehensive income	-	-		5.97	5.97
Balance as at March 31, 2017	4,924.02	366.46	3,305.96	5.97	8,602.41
Addition during the year	5,385.88	-	-		5,385.88
Profit / (Loss) for the year	-	-	11.58	-	11.58
Other comprehensive income	-	-	-	4.58	4.58
Balance as on March 31, 2018	10,309.90	366.46	3,317.54	10.55	14,004.45

As per our attached report of even date

For A D V & Associates

Chartered Accountants

Firm Registration No. 128045W

Ankit Rathi

Partner

Membership No. 162441

Date:- May 21, 2018

Place:- Mumbai

**For and on behalf of the Board of Directors of,
Kisan Mouldings Limited.**

Sanjeev A. Aggarwal

DIN: 00064076

Chairman & Managing Director

Rishav S. Aggarwal

DIN: 05155607

Whole Time Director

Amit Sudhakar

ICAI.M.No. 90429

Chief Financial Officer

Standalone Statement of Cash Flows for the year ended 31st March, 2018

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
A. CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES:		
Profit before tax	(365.33)	(1,310.55)
Adjustments for :		
Depreciation and amortisation	1,413.54	1,207.71
Interest expenses	3,587.13	3,805.88
(Profit)/Loss on sale of property, plant and equipments	(47.49)	2.19
Dividend income	(0.60)	(0.77)
Provision for doubtful debts	(122.65)	198.91
Interest income	-	(36.18)
Liability written back	(272.99)	-
Cash Generated from operations before working capital changes	4,191.61	3,867.19
(Increase) / Decrease in inventories	(4,969.67)	(651.69)
(Increase) / Decrease in trade receivables	(3,355.89)	(953.93)
(Increase) / Decrease in other non-current financial assets	(4.26)	(2.52)
(Increase) / Decrease in other non-current assets	(394.47)	(58.70)
(Increase) / Decrease in other current financial assets	(118.51)	163.91
(Increase) / Decrease in other current assets	82.09	(65.75)
Increase / (Decrease) in non-current provisions	43.20	40.21
Increase / (Decrease) in current provisions	(333.35)	(30.91)
Increase / (Decrease) in other non-current financial liabilities	(60.33)	209.37
Increase / (Decrease) in other current financial liabilities	5,373.32	1,576.57
Increase / (Decrease) in other current liabilities	(293.95)	(350.56)
Cash generated from operations	159.79	3,743.19
Income taxes paid	-	-
Net cash generated from / (used in) operating activities (A)	159.79	3,743.19
B. CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES:		
Purchase of property, plant and equipment and additions to capital work in progress	(1,408.07)	(2,094.19)
Proceeds from sale of property, plant and equipment	382.28	360.07
Investment in subsidiary	-	(1.00)
Sale of investment	-	0.35
Interest received	-	36.18
Dividend received	0.60	0.77
Movement in bank balances other than cash and cash equivalents	(90.74)	(145.62)
Net cash from / (used in) investing activities (B)	(1,115.93)	(1,843.44)

Standalone Statement of Cash Flows for the year ended 31st March, 2018

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
C. CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES:		
Proceeds from issuance of share capital	500.00	853.80
Premium on issue of shares	5,385.88	2,345.19
Repayment of non-current borrowings	(1,213.57)	(2,271.48)
Proceeds from current borrowings	35.08	627.06
Interest paid	(3,587.13)	(3,805.88)
Net cash from / (used in) financing activities (C)	1,120.26	(2,251.31)
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	164.12	(351.56)
CASH AND CASH EQUIVALENTS, beginning of year	198.32	549.88
Unrealised gain / (loss) on foreign currency cash and cash equivalents	-	-
CASH AND CASH EQUIVALENTS, end of year	362.44	198.32
Components of cash and cash equivalents, as at March 31		
Cash on hand	8.07	25.20
Cash in current account	354.37	173.12
	362.44	198.32

Notes:

- A. The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'.
- B. All figures in bracket are outflow.

As per our attached report of even date

For A D V & Associates

Chartered Accountants

Firm Registration No. 128045W

Ankit Rathi

Partner

Membership No. 162441

Date:- May 21, 2018

Place:- Mumbai

**For and on behalf of the Board of Directors of,
Kisan Mouldings Limited.**

Sanjeev A. Aggarwal

DIN: 00064076

Chairman & Managing Director

Rishav S. Aggarwal

DIN: 05155607

Whole Time Director

Amit Sudhakar

ICAI.M.No. 90429

Chief Financial Officer

Notes to the Standalone Financial Statements for the year ended 31st March, 2018

BACKGROUND

Kisan Mouldings Limited (the 'Company') is a public limited Company domiciled in India with its registered office located at 26 'A', 3rd Floor, K-wing, "Tex Centre", Chandivali, Off Saki Vihar Road, Andheri (East), Mumbai - 400 072. The Company is listed on the Bombay Stock Exchange (BSE). The Company is a well-known brand in the PVC Pipes, Fittings and Allied Products. Its pipes and fittings are widely used for water management, irrigation, water distribution, cable ducting, drinking water, tube wells and sewage disposal systems. The Company has also engaged itself in the manufacturing of Custom Moulded Articles and Moulded Furniture. The Company has manufacturing facilities across the country and sells primarily in India through independent distributors.

1. BASIS OF PREPARATION

A. Statement of compliance

The financial statements have been prepared in compliance with Indian Accounting Standards (hereinafter referred to as the 'Ind AS') notified under Section 133 of the Companies Act, 2013 (the Act) read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, Companies (Indian Accounting Standards) Amendment Rules, 2016 and other relevant provisions of the Act.

These financial statements for the year ended March 31st, 2018 are the first that the Company has prepared under Ind AS. For all periods up to and including the year ended March 31, 2017, the Company prepared its financial statements in accordance with the accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (hereinafter referred to as 'Previous GAAP') used for its statutory reporting requirement in India immediately before adopting Ind AS. The financial statements for the year ended March 31st, 2017 and the opening Balance Sheet as at April 1st, 2016 have been restated in accordance with Ind AS for comparative information. Reconciliations and explanations of the effect of the transition from Previous GAAP to Ind AS on the Company's Balance Sheet, Statement of Profit and Loss and Statement of Cash Flows are provided in note 46.

The financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in the financial statements, including the preparation of the opening Ind AS Balance Sheet as at April 1st, 2016 being the 'date of transition to Ind AS'. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria as set out in the Division II of Schedule III to the Companies Act, 2013. Based on the nature of products and the time between acquisition

of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

The financial statements of the Company for the year ended March 31st, 2018 were approved for issue in accordance with the resolution of the Board of Directors on May 21st, 2018.

B. Standards issued but not yet effective

In March 2018, the Ministry of Corporate Affairs issued the Companies (Indian Accounting Standards) Amendment Rules, 2018, notifying Ind AS 115 'Revenue from Contracts with Customers' (New Revenue Standard), which replaces Ind AS 11 'Construction Contracts' and Ind AS 18 'Revenue'. The core principle of the New Revenue Standard is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Some of the key changes introduced by the New Revenue Standard include additional guidance for multiple-element arrangements, measurement approaches for variable consideration, adjustments for time value of money etc. Significant additional disclosures in relation to revenue are also prescribed. The New Revenue Standard also provides two broad alternative transition options - Retrospective Method and Cumulative Effect Method - with certain practical expedients available under the Retrospective Method. The Company is in the process of evaluating the impact of the New Revenue Standard on the present and future arrangements and shall determine the appropriate transition option once the said evaluation has been completed.

Also Appendix B to Ind AS 21, foreign currency transactions and advance consideration was notified along with the same notification which clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income, when an entity has received or paid advance consideration in a foreign currency. The company is in the process of evaluating the effect of these on the financial statements.

The amendments will come into force from April 1, 2018.

C. Functional and presentation currency

These financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts have been rounded-off to the nearest lakhs, unless otherwise indicated.

D. Basis of measurement

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

E. Key estimates and assumptions

The preparation of the Company's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenue, expenses, assets, liabilities and the accompanying disclosures along with contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require material adjustments to the carrying amount of assets or liabilities affected in future periods. The Company continually evaluates these estimates and assumptions based on the most recently available information. The Management believes that the estimates used in preparation of the Financial Statements are prudent and reasonable.

In particular, information about significant areas of estimates and judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are included in the following notes:

- Financial instruments (Refer note 41 & 42);
- Estimates of useful lives and residual value of Property, Plant and Equipment and Intangible assets (Refer note 2&3);
- Estimates of fair value of property, plant and equipment's (Refer note 2);
- Estimates of fair value less cost to sale for assets held for sale (Refer note 17);
- Valuation of inventories (Refer note 10);
- Measurement of Defined Benefit Obligation, key actuarial assumptions (Refer note 39);
- Provisions and Contingencies (Refer note 22 and 27) and
- Evaluation of recoverability of deferred tax assets (Refer note 8)

Revisions to accounting estimates are recognized prospectively in the Statement of Profit and Loss in the period in which the estimates are revised and in any future periods affected.

F. Measurement of fair values

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

The Company has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the chief financial officer.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the

requirements of Ind AS, including the level in the fair value hierarchy in which the valuations should be classified.

Significant valuation issues are reported to the Company's audit committee.

Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

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

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred

Further information about the assumptions made in measuring fair values is included in the following notes:

Note 40 – Financial instruments – Fair values and risk management

2. Significant Accounting policies

1. Property, Plant and Equipment (PPE)

i. Recognition and measurement

PPE are measured at cost / deemed cost, less accumulated depreciation and impairment losses, if any.

The cost of an item of PPE comprises:

- a) its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates.
- b) any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Pre-operative expenses, including interest on borrowings upto the date of commercial operations, are treated as part of project cost and capitalised.

Pre-operative expenses, including interest on borrowings upto the date of commercial operations, are treated as part of project cost and capitalised.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labor,

any other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Income and expenses related to the incidental operations, not necessary to bring the item to the location and condition necessary for it to be capable of operating in the manner intended by management, are recognized in profit or loss.

Any gain or loss on disposal of an item of PPE is recognized in profit and loss.

Transition to Ind AS

On transition to Ind AS, the Company has opted to consider the fair value of certain land and buildings as on the date of transition i.e. April 1, 2016 as deemed cost. All other items of property, plant and equipment have been restated by applying Ind AS 16, Property, plant and equipment retrospectively.

ii. Subsequent expenditure

Subsequent expenditure is capitalized only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

iii. Depreciation

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation on PPE (other than leasehold land) has been provided based on useful life of the assets as estimated by the management on Straight Line Method. The useful lives used, are in agreement with those specified in Schedule II of the Companies Act, 2013.

Leasehold land are amortized over the lease period. Buildings constructed on leasehold land are depreciated based on the management estimate of useful life, where the lease period is beyond the life of the building. In other cases, buildings constructed on leasehold land is amortized over the primary lease period of the land.

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

Profit and loss on disposals are determined by comparing proceeds with carrying amount. These are included in statement of profit and loss.

2. Intangible assets

i. Recognition and measurement

Intangible assets are carried at cost less accumulated amortization and impairment losses, if any. The cost of an intangible asset comprises of its purchase price, including

any import duties and other taxes (other than those subsequently recoverable from the taxing authorities), and any directly attributable expenditure on making the asset ready for its intended use.

Transition to Ind AS

On transition to Ind AS, the carrying value of all of intangible assets have been restated applying Ind AS 38, Intangible assets retrospectively.

ii. Subsequent expenditure

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates.

iii. Amortization

Intangible asset comprises computer software purchased, which are not an integral part of the related hardware and are amortized on a straight line basis over a period of 8 years, which in Management's estimate represents the period during which the economic benefits will be derived from their use.

iv. Research and development cost:

(1) Research cost:

Revenue expenditure on research is charged to statement of profit and loss under the respective heads of accounts in the period in which it is incurred.

(2) Development cost:

Development expenditure on new product is capitalized as intangible asset, if all of the following can be demonstrated.

- (i) the technical feasibility of completing the intangible asset so that it will be available for use or sale;
- (ii) the Company has intention to complete the development of intangible asset and use or sell it;
- (iii) the Company has ability to use or sell the intangible asset;
- (iv) the manner in which the probable future economic benefit will be generated including the existence of a market for output of the intangible asset or the intangible asset itself or if it is to be used internally, the usefulness of the intangible asset;
- (v) the availability of adequate technical, financial and other resources to complete the development and to use or sell the intangible asset; and
- (vi) the Company has ability to measure the expenditure attributable to the intangible asset during the development reliably.

Development costs on the intangible assets, fulfilling the criteria are amortized over a period of five years, otherwise are expensed in the period in which they are incurred.

3. Investment in subsidiary

Investments in subsidiary is carried at cost less accumulated impairment losses, if any. Where an

indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount.

Transition to Ind AS

Upon first-time adoption of Ind AS, the Company has elected to measure its investments in subsidiary at the Previous GAAP carrying amount as its deemed cost on the date of transition to Ind AS i.e., April 1st, 2016.

4. Inventories

Inventories are valued after providing for obsolescence, if any, as under:

- (a) Raw materials, components, stores and spare parts and packing materials : At lower of cost computed, on FIFO basis and net realizable value
- (b) Work -in-progress - Manufacturing : At lower of cost of materials, plus appropriate production overheads and net realizable value.
- (c) Finished goods – Manufacturing : At lower of cost of materials plus appropriate production overheads/ payable on such goods and net realizable value.
- (d) Finished goods – Trading (others) : At lower of cost computed, on FIFO basis and net realizable value
- (e) Scrap (Reusable) : At cost computed on FIFO basis
The cost of inventories have been computed to include all cost of purchases, cost of conversion and other related costs incurred in bringing the inventories to their present location and condition. Materials and supplies held for use in the production of inventories are not written down, if the finished goods in which they will be used are expected to be sold at or above cost.

5. Cash and cash equivalents

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

6. Assets Held for Sale:

Non-current assets comprising of land and buildings are classified as 'held for sale' when all of the following criteria's are met:

- (i) decision has been made to sell;
- (ii) the assets are available for immediate sale in its present condition;
- (iii) the assets are being actively marketed and
- (iv) sale has been agreed or is expected to be concluded within 12 months of the Balance Sheet date.

Subsequently, such non-current assets classified as held for sale are measured at the lower of its carrying value and fair

value less costs to sell. Non-current assets held for sale are not depreciated.

7. Financial instruments

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

i. Financial assets

Classification

The Company shall classify financial assets as subsequently measured at amortized cost, fair value through other comprehensive income (FVOCI) or fair value through profit and loss (FVTPL) on the basis of its business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

Initial recognition and measurement

All financial assets are recognized 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. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognized on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

Debt instruments

- A 'debt instrument' is measured at the amortized cost if both the following conditions are met:
 - a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
 - b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.
- After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the profit and loss.
- Debt instruments included within the fair value through profit and loss (FVTPL) category are measured at fair value with all changes recognized in the statement of profit and loss.

Equity instruments

The Company subsequently measures all equity investments in companies including equity investments in subsidiaries at cost. Dividends from such investments are recognized in profit and loss as other income when the Company's right to receive payments is established.

De-recognition

- A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognized (i.e. removed from the Company's balance sheet) 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 recognize the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.
- Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

Impairment of financial assets

In accordance with IndAS 109, the Company applies Expected Credit Loss (ECL) model for recognition and measurement of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments, and are measured at amortized cost e.g. deposits and bank balance;
- b) Trade receivables - The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECL's at each reporting date, right from its initial recognition.

ii. Financial liabilities

Classification

The Company classifies all financial liabilities as subsequently measured at amortized cost, except for financial liabilities at fair value through profit and loss.

Such liabilities shall be subsequently measured at fair value.

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings or as payables as appropriate.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables and loans and borrowings including bank overdrafts.

Financial liabilities at fair value through profit and loss

Financial liabilities at fair value through profit and loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit and loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term.

Gains or losses on liabilities held for trading are recognized in the profit and loss.

Financial liabilities designated upon initial recognition at fair value through profit and loss are designated at the initial date of recognition, and only if the criteria in Ind-AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ loss are not subsequently transferred to profit and loss. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognized in the statement of profit and loss. The Company has not designated any financial liability as at fair value through profit and loss.

Loans and borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit and loss when the liabilities are derecognized.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or transaction costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit and loss.

This category generally applies to interest-bearing loans and borrowings.

Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another

from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit and loss.

Offsetting of financial instruments

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

8. Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized if as a result of a past event, the Company has a present obligation (legal or constructive) that can be estimated reliably and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are recognized at the best estimate of the expenditure required to settle the present obligation at the balance sheet date. If the effect of time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability.

A contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions but are disclosed unless the possibility of outflow of resources is remote. Contingent assets are disclosed in the financial statements when an inflow of economic benefit is probable. However, when the realization of income is virtually certain, then the related asset is not a contingent asset and its recognition is appropriate.

9. Revenue recognition

Sale of goods

Revenue is measured at the fair value of the consideration received or receivable. Revenue from sale of goods is recognized when the significant risks and rewards in respect of ownership of products are transferred by the Company, the entity retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold and no significant uncertainty exist regarding the amount of consideration that will be derived from the sale of goods as well as regarding its ultimate collection. Amounts disclosed as revenue are inclusive of excise duty and net of returns, Trade Discounts, Rebates, incentives, Goods and Service Tax Act / Value added taxes / Central Sales Tax and amounts collected on behalf of third parties.

The Company recognizes revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity.

Sale of services

Service income is recognized as per the terms of the contracts / arrangements with the customers on proportionate completion method. When no significant uncertainty exists regarding the amount of the consideration that will be derived from rendering the service and is recognized net of Goods and service tax / Service tax as applicable.

Dividend income

Dividend is recognized as revenue when the right to receive payment has been established.

Interest income

For all interest bearing financial assets measured at amortized cost, interest income is recorded using the Effective Interest Rate (EIR). EIR is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset.

10. Employee benefits

i. Short term employee benefits

Short term employee benefits consisting of salaries, wages, short-term compensated absences, performance incentives, etc., and the expected cost of bonus, ex-gratia are benefits payable and recognized in 12 months. Short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognized undiscounted during the year as the related service are rendered by the employee.

ii. Defined contribution plans

Company's contribution for the year paid/payable to defined contribution retirement benefit schemes are charged to Statement of Profit and Loss.

The Company's contribution towards provident fund, superannuation fund and employee state insurance scheme, employee pension scheme and labour welfare fund for certain eligible employees are considered to be defined contribution plan for which the Company made contribution on monthly basis.

iii. Defined benefit plans

Company's liabilities towards defined benefit plans viz. gratuity which is expected to occur after twelve months, is determined using the Projected Unit Credit Method. Actuarial valuations under the Projected Unit Credit Method are carried out at the balance sheet date. Actuarial gains and losses are recognized in the Statement of other comprehensive income in the period of occurrence of such gains and losses for gratuity. The retirement benefit obligation recognized in the balance sheet represents the present value of the defined benefit obligation as adjusted

for unrecognized past service cost, and as reduced by the fair value of scheme assets, if any.

Other long term employee benefits such as compensated absences payable to the employees is provided for in the books of accounts on accrual basis.

iv. Termination benefits

Termination benefits are recognised as an expense in the period in which they are incurred, if any.

11. Impairment of non-financial assets

The carrying amount of the assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal / external factors. An asset is impaired when the carrying amount of the asset exceeds its recoverable amount. The recoverable amount is higher of the asset's fair value less costs of disposal and value in use, which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. For the purposes of assessing impairment, assets are grouped at their lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash generating units). Impairment loss is charged to the profit and loss account in the year in which the asset is identified as impaired.

An impairment loss for an asset is reversed if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized or relates to a change in the estimate of the recoverable amount in the previous periods. The carrying amount of an asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

12. Income Tax

Income tax expense comprises current and deferred tax. It is recognized in profit and loss except to the extent that it relates to items recognized directly in equity or in OCI.

i. Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. It is measured using tax rates enacted or substantively enacted as at the reporting date.

Current tax assets and liabilities are offset only if:

- a) there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority; and

- b) there is intention either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

ii. Deferred tax

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. However, deferred tax liabilities are not recognized if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss).

Deferred tax assets are recognized for deductible temporary differences (if any) to the extent that it is probable that future taxable profits will be available against which they can be used. The existence of unused tax losses is strong evidence that future taxable profit may not be available. Therefore in case of history of recent losses, the Company recognises a deferred tax asset only to the extent that it has sufficient taxable temporary difference or there is convincing other evidence that sufficient taxable profits will be available against which such deferred tax asset can be realized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized. Unrecognized deferred tax assets are reassessed at each reporting date and recognized to the extent that it has become probable that future taxable profits will be available against which they can be used.

Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred tax assets and liabilities are offset only if they relate to income taxes levied by the same taxation authority on the same taxable entity.

13. Operating lease

Assets taken on lease under which substantially all risks and rewards of ownership are effectively retained by the lessor are classified as operating lease. Payments made under operating leases are generally recognised in profit or loss on a straight-line basis over the term of lease unless such payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases. Lease incentives received are recognised as an integral part of the total lease expense over the term of the lease.

14. Foreign currency

(i) Foreign currency transactions

Transactions in foreign currencies are translated into the respective functional currencies of company at the exchange rates at the dates of the transactions or an average rate if the average rate approximates the actual rate at the date of the transaction.

(ii) Transactions and balances

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined.

15. Earnings per share (EPS)

Basic EPS is computed using the weighted average number of equity shares outstanding during the period. Diluted EPS is computed using the weighted average number of equity and dilutive equity equivalent shares outstanding during the period except where the results would be anti-dilutive.

16. Borrowing cost

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

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.

Other borrowing costs are expensed in the period in which they are incurred.

17. Segment accounting

(a) Segment accounting policies:

Segment accounting policies are in line with the accounting policies of the Company. The Company identifies primary business segment based on the different risks and returns, the organisation structure and the internal reporting systems. Secondary segments are identified on the basis of geography in which sales have been effected. In addition, the following specific accounting policies have been followed for segment reporting:

- 1) Segment revenue includes sales and other income directly identifiable with / allocable to the segment including inter-segment revenue.
- 2) Expenses that are directly identifiable with/ allocable to segments are considered for determining the segment

result. Expenses which relate to the Company as a whole and not allocable to segments are included under unallocable expenditure.

- 3) Income which relates to the Company as a whole and not allocable to segments is included in unallocable income.
- 4) Segment result includes margins on inter-segment and sales which are reduced in arriving at the profit before tax of the Company.
- 5) Segment assets and liabilities include those directly identifiable with the respective segments. Unallocable assets and liabilities represent the assets and liabilities that relate to the Company as a whole and not allocable to any segment.

(b) Inter-segment transfer pricing:

Segment revenue resulting from transactions with other business segments is accounted on the basis of transfer price agreed between the segments. Such transfer prices are either determined to yield a desired margin or agreed on a negotiated basis.

18. Current vs non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- 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.

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

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 realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

CORPORATE OVERVIEW	STATUTORY REPORTS	FINANCIAL STATEMENTS	NOTICE
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Note 2

Property, Plant & Equipment

(₹ In Lakhs)

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	As at April 01, 2017	Additions	Disposals	As at March 31, 2018	As at April 01, 2017	Depreciation charge for the year	Deduction / Transfer	As at March 31, 2018	As at March 31, 2018	As at March 31, 2017
Freehold Land	5,363.48	-	-	5,363.48	-	-	-	-	5,363.48	5,363.48
Leasehold land	619.55	-	-	619.55	11.45	10.87	-	22.32	597.23	608.10
Residential & Office Premises	5.00	-	-	5.00	0.10	0.09	-	0.19	4.81	4.90
Office & Godowns	994.26	-	-	994.26	22.14	21.04	-	43.18	951.08	972.12
Factory Buildings	3,458.15	168.52	-	3,626.67	61.24	64.86	-	126.10	3,500.57	3,396.91
Plant & Machinery	4,965.04	691.73	74.44	5,582.33	714.91	813.36	18.69	1,509.58	4,072.75	4,250.13
Dies & Moulds	1,383.13	347.60	8.64	1,722.09	197.39	230.13	-	427.52	1,294.57	1,185.74
Lab Equipments & Instruments	20.53	8.76	0.01	29.28	2.64	2.29	-	4.93	24.35	17.89
Office Equipments & Devices	32.62	15.90	1.17	47.35	5.22	8.75	-	13.97	33.38	27.40
Factory Equipments & Devices	296.04	1.78	25.68	272.14	29.48	32.06	-	61.54	210.60	266.56
Computers & Peripherals	28.56	14.79	0.10	43.25	8.98	10.82	-	19.80	23.45	19.58
Furniture & Fixtures	160.41	7.88	0.43	167.86	21.76	22.39	-	44.15	123.71	138.65
Electrical Fittings & Installations	455.69	26.96	30.74	451.91	49.32	89.01	-	138.33	313.58	406.37
Air condition	6.46	1.53	-	7.99	1.63	2.25	-	3.88	4.11	4.83
Transformer	50.47	0.23	-	50.70	2.88	7.45	-	10.33	40.37	47.59
Vehicles	567.44	96.83	52.47	611.80	74.22	93.30	6.60	160.92	450.88	493.22
Eot crane	30.25	-	-	30.25	1.79	2.01	-	3.80	26.45	28.46
Generator	13.14	-	-	13.14	1.58	1.57	-	3.15	9.99	11.56
Total	18,450.22	1,382.51	193.68	19,639.05	1,206.73	1,412.25	25.29	2,593.69	17,045.36	17,243.49

Capital Work In Progress

30.48 4.92

(₹ In Lakhs)

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	As at April 01, 2016	Additions	Disposals	As at March 31, 2017	As at April 01, 2016	Depreciation charge for the year	Deduction / Transfer	As at March 31, 2017	As at March 31, 2017	As at April 01, 2016
Freehold Land	5,363.48	-	-	5,363.48	-	-	-	-	5,363.48	5,363.48
Leasehold land	619.55	-	-	619.55	-	11.45	-	11.45	608.10	619.55
Residential & Office Premises	5.00	-	-	5.00	-	0.10	-	0.10	4.90	5.00
Office & Godowns	1,300.21	0.06	306.01	994.26	-	27.15	5.01	22.14	972.12	1,300.21
Factory Buildings	3,074.95	383.20	-	3,458.15	-	61.24	-	61.24	3,396.91	3,074.95
Plant & Machinery	3,747.80	1,234.30	17.06	4,965.04	-	717.34	2.43	714.91	4,250.13	3,747.80
Dies & Moulds	892.25	495.00	4.12	1,383.13	-	197.49	0.10	197.39	1,185.74	892.25
Lab Equipments & Instruments	20.53	-	-	20.53	-	2.64	-	2.64	17.89	20.53
Office Equipments & Devices	29.12	4.42	0.92	32.62	-	5.28	0.06	5.22	27.40	29.12
Factory Equipments & Devices	302.62	7.76	14.34	296.04	-	29.48	-	29.48	266.56	302.62
Computers & Peripherals	24.96	3.60	-	28.56	-	8.98	-	8.98	19.58	24.96
Furniture & Fixtures	151.85	8.56	-	160.41	-	21.76	-	21.76	138.65	151.85
Electrical Fittings & Installations	423.81	45.93	14.05	455.69	-	50.04	0.72	49.32	406.37	423.81
Air condition	6.08	0.40	0.02	6.46	-	1.63	-	1.63	4.83	6.08
Transformer	22.48	13.53	(14.46)	50.47	-	2.88	-	2.88	47.59	22.48
Vehicles	338.20	257.76	28.52	567.44	-	77.90	3.68	74.22	493.22	338.20
Eot crane	28.94	1.31	-	30.25	-	1.79	-	1.79	28.46	28.94
Generator	12.44	0.70	-	13.14	-	1.58	-	1.58	11.56	12.44
Total	16,364.27	2,456.53	370.58	18,450.22	-	1,218.73	12.00	1,206.73	17,243.49	16,364.27

Capital Work In Progress

4.92 367.26

Notes:

(a) The Company has elected the option of fair value as deemed cost for certain Land and Buildings, as on the date of transition to Ind AS. Other tangible assets are restated retrospectively. This has resulted in net increase in the value of Land and Buildings by ₹5919.68 lakhs with corresponding increase in the Retained Earnings.

(b) Measurement of Fair value

The Group has in accordance with provisions of Ind-AS 101 "First time adoption of Indian Accounting Standards", considered fair value for certain properties viz. freehold and leasehold land as the deemed cost as on the transition date to Ind-AS. Accordingly:

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i) Fair value hierarchy:

The Fair value of freehold and leasehold land has been determined by external, independent property valuers, having appropriate recognised professional qualifications and experience in the category of the property being valued.

ii) Valuation technique:

Value of the property has been arrived at using market approach using market corroborated inputs. Adjustments have been made for factors specific to the assets valued including location and condition of the assets, the extent to which inputs relate to items that are comparable to the asset and the volume or level of activity in the markets within which the inputs are observed.

Note 3

Intangible assets

(₹ In Lakhs)

Particulars	Gross Block				Accumulated Amortization				Net Block	
	As at April 01, 2017	Additions	Disposals	As at March 31, 2018	As at April 01, 2017	Amortization charge for the year	Deduction / Transfer	As at March 31, 2018	As at March 31, 2018	As at March 31, 2017
Computer software	8.20	-	(1.09)	7.11	0.98	1.29	-	2.27	4.84	7.22
Total	8.20	-	(1.09)	7.11	0.98	1.29	-	2.27	4.84	7.22

(₹ In Lakhs)

Particulars	Gross Block				Accumulated Amortization				Net Block	
	As at April 01, 2016	Additions	Disposals	As at March 31, 2017	As at April 01, 2016	Amortization charge for the year	Deduction / Transfer	As at March 31, 2017	As at March 31, 2017	As at April 01, 2016
Computer software	8.20	-	-	8.20	-	0.98	-	0.98	7.22	8.20
Total	8.20	-	-	8.20	-	0.98	-	0.98	7.22	8.20

Note: The Company has chosen to value the above as per the requirements of Ind AS retrospectively as applicable.

Note 4

Investment in subsidiary

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Investment in subsidiary carried at amortised cost			
10,000 shares (March 31, 2017: 10,000 and April 01, 2016: Nil) of KML Tradelink Pvt. Ltd. of ₹10/- each	1.00	1.00	-
TOTAL	1.00	1.00	-

Note 5

Non-current financial assets - Investments

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Investment in equity shares at cost			
Unquoted, fully paid up			
In Government or Trust Securities Nation Saving Certificate (NSC)	0.95	0.95	0.95
22,453 shares (March 31, 2017: 22,453 and April 01, 2016: 22,453) of The Shamrao Vithal Co-op Bank Ltd of ₹25/- each *	5.61	5.61	5.61
Nil shares (March 31, 2017: Nil and April 01, 2016: 3,488) of Malad Sahkari Bank Ltd of ₹10/- each	-	-	0.35
TOTAL	6.56	6.56	6.91

* Out of the 22,453 number of shares, 2,453 shares are held in the erstwhile name of company Bhagirath Agro Plast Ltd. and Kisan Irrigations Ltd. which had merged with Kisan Mouldings Ltd.

Note 6

Non - current financial assets - others

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Other financial assets carried at amortised cost			
Security Deposits	218.81	214.55	212.03
TOTAL	218.81	214.55	212.03

Note 7

Non - current tax assets

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Advance for Income Tax (Net of Provision Tax Paid)	257.98	214.59	202.43
TOTAL	257.98	214.59	202.43

Note 8

Income Tax

(a) Tax recognised in profit and loss

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Current tax charge/(credit)	-	-
Deferred tax charge/(credit), net		
Origination and reversal of temporary differences	(376.91)	(1,213.68)
Deferred tax charge/(credit)	(376.91)	(1,213.68)
Tax charge/(credit) for the year	(376.91)	(1,213.68)

(b) Tax recognised in other comprehensive income

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018			For the year ended March 31, 2017		
	"Before tax (charge) / credit "	"Tax (charge) / credit "	"Net of tax (charge) / credit "	"Before tax (charge) / credit "	"Tax (charge) / credit "	"Net of tax (charge) / credit "
Items that will not be reclassified to profit or loss						
Remeasurements of the defined benefit plans	6.95	(2.37)	4.58	8.86	(2.89)	5.97
TOTAL	6.95	(2.37)	4.58	8.86	(2.89)	5.97

(c) Reconciliation of effective tax rate

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Profit/(loss) before tax	(365.33)	(1,310.55)
Tax using the Company's domestic tax rate (Current year - 34.608% and Previous year - 33.063%)	(126.43)	(433.31)
Non-deductible tax expenses	5.70	3.62
Current-year losses for which no deferred tax asset is recognised	120.73	429.69
	-	-

(d) Movement in deferred tax assets and liabilities

(₹ In Lakhs)

Particulars	" Net deferred tax assets/(liabilities) as on April 01, 2017 "	Recognised in profit or loss	" Recognised in other comprehensive income "	" Net deferred tax assets/ (liabilities) as on March 31, 2018 "
Deferred tax asset/(liabilities)				
Property, plant and equipment	(1,163.90)	77.75		(1,086.15)
Non current asset held for sale	110.89	(110.89)		-
Borrowings	(7.86)	-		(7.86)
Provision for doubtful debts	775.04	-		775.04
Expenses allowable for tax purposes when paid	437.28	148.74		586.02
Brought forward losses	1,178.49	181.50		1,359.99
Employee benefits	(2.89)	75.15	2.37	74.56
Deferred tax assets/(liabilities)	1,327.06	376.98	2.37	1,701.60

(e) Movement in deferred tax assets and liabilities

(₹ In Lakhs)

Particulars	" Net deferred tax assets/(liabilities) as on April 01, 2016 "	Recognised in profit or loss	" Recognised in other comprehensive income "	" Net deferred tax assets/ (liabilities) as on March 31, 2017 "
Deferred tax asset/(liabilities)				
Property, plant and equipment	(1,087.64)	(76.26)	-	(1,163.90)
Non current asset held for sale	110.89	0.01	-	110.90
Borrowings	(10.45)	2.59		(7.86)
Provision for doubtful debts	710.09	64.95	-	775.04
Expenses allowable for tax purposes when paid	393.37	43.91		437.28
Brought forward losses	-	1,178.49		1,178.49
Employee benefits	-	-	(2.89)	(2.89)
Deferred tax assets/(liabilities)	116.26	1,213.68	(2.89)	1,327.06

Tax losses carried forward

Deferred tax assets have not been recognised in respect of the following items, because it is not probable that future capital gains profit will be available against which the Company can use the benefits therefrom.

(₹ In Lakhs)

Particulars	31-Mar-18 Gross amount	31-Mar-17 Gross amount	01-Apr-16 Gross amount
Unabsorbed business loss	3,965.50	3,564.38	3,304.39
Expiry	2025-26	2024-25	2023-24

Note 9

Other non - current assets

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Prepaid Expense	243.01	66.79	-
Balance with Excise Authority	0.31	0.31	0.31
Balance with Vat Authority	283.93	65.68	73.77
Total	527.25	132.78	74.08

Note 10

Inventories

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
a) Raw Materials and components	2,056.28	1,315.18	1,014.10
Goods-in transit	28.79	-	-
b) Work-in-progress	4,259.25	3,947.42	2,495.27
c) Finished goods	12,039.15	8,217.72	9,262.30
Goods-in transit	100.12	246.76	148.74
d) Stock-in-trade	445.06	434.80	484.53
e) Stores and spares	743.89	540.99	646.24
Total	19,672.54	14,702.87	14,051.18

Note:

Inventories are valued at cost or net realizable value, whichever is lower.

Note 11

Trade receivables

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Unsecured, considered good	16,914.80	13,647.82	12,722.33
Less: Allowance for credit loss	(1,636.47)	(1,848.02)	(1,677.55)
	15,278.33	11,799.80	11,044.78
Unsecured, considered doubtful	575.35	575.35	611.06
Less: Allowance for credit loss	(575.35)	(575.35)	(611.06)
	-	-	-
Total	15,278.33	11,799.80	11,044.78

Note:

Trade receivables include dues from private companies in which any director is a partner, director or a member is ₹46.96 lakhs (31 March 2017: Nil; 01 April 2016: Nil)

Note 12

Cash and Cash Equivalents

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Cash and Cash Equivalents			
Balances with banks			
On current account	354.37	173.12	516.59
	354.37	173.12	516.59
Cash on hand	8.07	25.20	33.29
Total	362.44	198.32	549.88

Note 13

Bank balances other than Cash and Cash Equivalents

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Deposits with banks (earmarked for electricity/Sales tax/Margin money)	1,089.07	996.41	849.11
Unclaimed dividend	5.50	7.42	9.10
Total	1,094.57	1,003.83	858.21

Note 14

Loans

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Other financial assets carried at amortised cost			
Loan to employees	215.58	193.46	184.33
Total	215.58	193.46	184.33

Note 15

Other Current Financial Assets

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Interest accrued and due on fixed deposits	5.37	15.45	3.88
Insurance claim receivable	263.01	64.87	64.87
Recoverable in cash from :			
Relatives	4.20	181.89	341.20
Other than relatives	44.59	214.97	235.62
Sale of assets	65.05	73.15	102.62
Security Deposits	474.90	210.40	185.58
Total	857.12	760.73	933.77

Note 16

Other current assets

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Capital advances	369.30	331.74	277.93
Advance/claim recoverable for expenses	383.64	188.01	96.42
Prepaid expenses	224.90	130.41	126.75
Balance with Excise Authority	169.13	601.21	679.40
Balance with VAT Authority	226.32	204.01	209.13
Total	1,373.29	1,455.38	1,389.63

Note 17

Assets Held for Sale

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Land	312.12	312.12	312.12
Building	516.11	717.85	717.85
Total	828.23	1,029.97	1,029.97

Note 18

Equity Share Capital

Particulars	As at March 31, 2018		As at March 31, 2017		As at April 01, 2016	
	No. of Shares	Amount (₹ In Lakhs)	No. of Shares	Amount (₹ In Lakhs)	No. of Shares	Amount (₹ In Lakhs)
Authorised						
Equity shares of ₹10/- each	35,000,000	3500.00	35,000,000	3500.00	25,000,000	2500.00
Issued, Subscribed & Paid up						
Equity shares of ₹10/- each fully paid up						
Shares outstanding as at the beginning of the Year	28,863,065	2886.31	20,325,065	2032.51	20,325,065	2032.51
Add: Shares issued during the year	50,000,00	500.00	85,380,00	853.80	-	-
Shares outstanding as at the end of the year	33,863,065	3386.31	28,863,065	2886.31	20,325,065	2032.51

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a) The Company has only one class of equity shares having at par value of ₹10 per share. Each holder of equity shares is entitled to one vote per share.

b) Details of equity shares held by each shareholders holding more than 5% of total equity shares:

	As at March 31, 2018		As at March 31, 2017		As at April 01, 2016	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Jaisal Venture L.L.P. (Formerly known - Jaisal Finance Pvt. Ltd.)	1,552,211	4.58%	1,552,211	5.38%	1,552,211	7.64%
Polson Traders LLP	3,629,246	10.72%	3,629,246	12.57%	822,000	3.99%
Vijay J. Aggarwal	1,517,336	4.48%	1,517,336	5.26%	1,090,815	5.37%
Veena V. Aggarwal	116,642	0.34%	116,642	0.40%	1,016,652	5.00%

Note 19

Other Equity

a) Summary of other Equity balances

(₹ In Lakhs)

	As at March 31 2018	As at March 31 2017	As at April 01 2016
Securities premium	10,309.90	4,924.02	2,578.83
General reserve	366.46	366.46	366.46
Retained earnings	3,317.54	3,305.96	3,407.84
Other Comprehensive Income			
Remeasurements of net defined benefit plan	10.55	5.97	-
	14,004.45	8,602.41	6,353.13

Refer Statement of Changes in Equity for detailed movement in equity balance.

b) Nature and purpose of the reserve

Securities Premium

Securities premium is used to record the premium received on issue of shares. It shall be utilised in accordance with the provisions of the Companies Act, 2013.

General Reserve

General reserve forms part of the retained earnings and is permitted to be distributed to shareholders as part of dividend.

Retained Earnings

Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders.

Other Comprehensive Income - Remeasurements of defined benefit plans

It represents Remeasurements of defined benefit plan i.e. actuarial gains and losses and the return on plan assets, excluding amounts included in the net interest expense on the net defined benefit liability are recognised in other comprehensive income instead of profit and loss.

Note 20

Non-Current Financial Liabilities - Borrowings

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Secured			
Term loans from banks	7,572.40	9,144.30	11,190.64
Vehicle loans	124.73	152.65	8.77
	7,697.13	9,296.95	11,199.41
Unsecured			
Loans from others	605.44	219.19	588.21
	605.44	219.19	588.21
Total	8,302.57	9,516.14	11,787.62

Additional Information to Secured Long Term Borrowings

"The long term portion of term loans are shown under long term borrowings and the current maturities of the long term borrowings are shown under other Current Liabilities as per disclosure requirements of the Schedule III."

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Details Relating to Term Loans

Secured by way of :-

1. First charge on pari-passu basis on entire fixed assets both present and future of the Company.
2. Second charge on pari-passu basis on current assets of the Company.
3. Personal Guarantee of Mr. Sanjeev A. Aggarwal - Chairman & Managing Director, Mr. Ashok J. Aggarwal - Whole Time Director, Mr. Satish J. Aggarwal and Mr. Vijay J. Aggarwal.
4. Pledge of 1,21,56,355 Lakhs equity shares held by the following directors/associates/their relative of the Company on parri-passu basis with working capital bankers.

Name of the holders	Relation	"No. of the Equity Shares"	Name of the holders	Relation	"No. of the Equity Shares"
Polson Traders LLP	Associates	25,12,246	Gaurav A. Aggarwal	Director's relative	5,77,974
Jaisal Venture LLP	Associates	15,52,211	Rishav S. Aggarwal	Whole Time Director	8,85,953
Shruti S. Aggarwal	Director's relative	1,48,449	Amit V. Aggarwal	Director's relative	5,49,171
Shweta S. Aggarwal	Director's relative	1,56,709	Rekha S. Aggarwal	Director's relative	5,94,842
Sanjeev A. Aggarwal	Chairman & MD	7,57,436	Ashok J. Aggarwal	Director's relative	7,32,597
Nishi S. Aggarwal	Director's relative	7,84,260	Vijay J. Aggarwal [HUF]	Director's relative	58,873
Vijay J. Aggarwal	Director's relative	12,17,336	Neerav Aggarwal	Director's relative	7,08,184
Zitura Investment & Finance Pvt Ltd	Associates	93,200	Spread Fintrade Limited	Others	2,50,524
Classic Creation Impex Pvt Ltd	Associates	40,000	Sanjeev A. Aggarwal [HUF]	Director's relative	17,190
Polsons Investment & Finance Pvt Ltd	Associates	10,800	Radhika Aggarwal	Director's relative	5,08,400
Total - A		72,72,647	Total - B		48,83,708
Grand Total [A+B]					1,21,56,355

Terms of repayment

Bank Name	Sanction Amount (₹ In lakhs)	Revised Sanction Loan as per CDR Agreement*	Rate of Interest	No. of Installment/Term	First Installment Date
The SVC Bank Limited	250.00	**	PLR - 3.75%	72 [Monthly]	30-Apr-10
The SVC Bank Limited	700.00	123.75	PLR - 5.50%	15 [Monthly]	31-Jan-17
The SVC Bank Limited	500.00	338.94	PLR - 5.50%	33 [Monthly]	31-Jan-17
The SVC Bank Limited	500.00	486.79	PLR - 5.50%	83 [Monthly]	31-Jan-17
Punjab National Bank	1,500.00	495.00	BR + 1.25% + TP 0.5%	23 [Monthly]	31-Jan-17
IDBI Bank Ltd	1,000.00	1,000.00	BBR + 1.75%	36 [Monthly]	01-Jan-17
Union Bank of India	1,200.00	269.00	12% Fixed	15 [Monthly]	01-Jan-17
Punjab National Bank	950.00	418.00	BR + 1.25% + TP 0.5%	34 [Monthly]	31-Jan-17
ICICI Bank Ltd***	\$ 74.5 [Million]	2,957.00	PNB BASE RATE + 1.75%	96 [Monthly]	31-Jan-17

* The original sanction Term Loan outstanding as on 31/12/2014 is considered for the Corporate Debts restructuring with revised term and condition.

**Term Loan is not part of the Corporate Debts Restructuring Scheme.

*** The ICICI Bank Original Sanction Loan in Foreign Currency which outstanding \$4.48 million dated on 21.04.15 has been considered for conversion into the India Rupees under the corporate debts restructuring scheme and cover under the same term on first and second charges creation on pari passu basis on entire fixed and current assets of the Company with other members of the Consortium of bank.

Details Terms of repayment of Working Capital Term Loan.

Bank Name	Sanction Amount (₹ In lakhs)	Rate of Interest	No. of Installment	First Installment Date
The SVC Bank Limited	900.00	PLR - 5.50%	60 [Monthly]	31-Jan-17
Punjab National Bank	1,200.00	BR + 1.25% + TP 0.5%	60 [Monthly]	31-Jan-17
Union Bank of India	1,000.00	12% Fixed	60 [Monthly]	01-Jan-17
IDBI Bank Ltd	800.00	BBR + 1.75%	60 [Monthly]	01-Jan-17
Union Bank of India	1,000.00	12% Fixed	60 [Monthly]	01-Jan-17
ICICI Bank Ltd	100.00	PNB BASE RATE + .75%	12 [Monthly]	31-Jan-17

Details Terms of repayment of Funded Interest on Term Loan & Working Capital Term Loan.

Bank Name	Sanction Amount (₹ In lakhs)	Rate of Interest	No. of Installment	First Installment Date
The SVC Bank Limited	135.00	PLR - 6.50%	48 [Monthly]	31-Jan-17
The SVC Bank Limited	18.55	PLR - 6.50%	48 [Monthly]	31-Jan-17
The SVC Bank Limited	50.81	PLR - 6.50%	48 [Monthly]	31-Jan-17
The SVC Bank Limited	72.98	PLR - 6.50%	48 [Monthly]	31-Jan-17
Punjab National Bank	319.00	BR + 0.25% + TP 0.5%	48 [Monthly]	31-Jan-17
Union Bank of India	40.00	11.00%	48 [Monthly]	01-Jan-17
IDBI Bank Ltd	270.00	BBR + 0.75%	48 [Monthly]	01-Jan-17
Union Bank of India	150.00	11.00%	48 [Monthly]	01-Jan-17
ICICI Bank Ltd	444.00	PNB BASE RATE + 0.75%	48 [Monthly]	31-Jan-17
ICICI Bank Ltd	15.00	PNB BASE RATE + 0.75%	48 [Monthly]	31-Jan-17

Note 21

Non-Current Financial Liabilities - Others

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Other financial liabilities carried at amortised cost			
Sundry Deposits	311.59	371.92	162.55
Total	311.59	371.92	162.55

Note 22

Non - Current Provisions

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Provision for employee benefits (Refer note 39)			
Gratuity	183.45	140.25	100.04
Total	183.45	140.25	100.04

Note 23

Current Financial Liabilities - Borrowings

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Secured			
Working Capital Loans :			
From Banks (Cash credit accounts)	11,503.01	11,467.93	10,840.87
Total	11,503.01	11,467.93	10,840.87

Note 24

Current Financial Liabilities - Trade Payables

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Trade payables			
Total outstanding dues of micro enterprises and small enterprises	-	-	-
Others	15,222.41	9,721.36	10,192.17
Total	15,222.41	9,721.36	10,192.17

Trade payables include dues from private companies in which any director is a partner, director or a member is ₹40.37 lakhs (31 March 2017: Nil; 01 April 2016: Nil)

Note 25

Current - Other Financial Liabilities

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Other financial liabilities carried at amortised cost			
Current maturities of long-term debt:			
Interest accrued			
Term Loans	1,732.00	1,980.52	654.01
Vehicle Loans	96.85	73.02	48.86
Interest accrued but not due on borrowing	-	18.40	56.18
Interest accrued and due on borrowing	-	91.89	-
Other payable for expenses	1,301.22	1,283.53	1,004.05
Payable towards Property, Plant & Equipment	579.55	661.07	296.26
Unclaimed dividends	5.50	7.41	9.10
Total	3,715.12	4,115.84	2,068.46

Note 26

Other current liabilities

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Advance from customers	960.13	735.96	949.53
Statutory dues	839.48	1,357.60	1,494.59
Total	1,799.61	2,093.56	2,444.12

Note 27

Current Provisions

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Provision for employee benefits			
Salary & Reimbursement	403.69	485.32	483.21
Gratuity	47.19	42.93	41.55
	450.88	528.25	524.76
Other provisions			
Provision for expenses	596.58	530.10	614.56
Provision for excise	-	322.46	272.40
	596.58	852.56	886.96
Total	1,047.46	1,380.81	1,411.72

Note 28

Revenue From Operations

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Sale of products		
a) Manufactured goods	40,610.15	46,532.48
b) Traded goods	7,292.53	1,914.88
Other operating revenues		
Insurance claim	221.92	-
Sales-Scrap	48.00	25.83
Sales -Other than empty bags	44.74	32.85
Total	48,217.34	48,506.04

Note 29

Other income

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Liability no longer required written back	272.99	-
Provision for doubtful debts reversed	122.65	-
Rent income	58.20	5.50
Profit on sale of assets	47.49	-
Recovery on sales & service	16.02	7.61
Job work income	7.79	10.25
Other miscellaneous income	5.61	6.89
Foreign currency gain	2.73	45.36
Dividend income	0.60	0.77
Interest income - Other	-	36.18
Sales Tax refund	-	70.03
Interest on Income Tax refund	-	0.66
Total	534.08	183.25

Note 30

Cost of material consumed

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Opening stock of raw materials	1,315.18	1,014.10
Add: Purchases of raw materials	-	-
Resins & chemical	30,739.07	27,682.32
Carriage inwards	534.23	1,228.13
Less:- Closing stock of raw materials	(2,085.08)	(1,315.18)
Total	30,503.40	28,609.37

Note 31

Purchase of stock-in-trade

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Purchase of stock-in-trade	7,029.26	1,783.65
Total	7,029.26	1,783.65

Note 32

Changes in inventories of finished goods, work-in-progress and stock-in-trade

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Opening Inventories		
Finished goods	8,464.48	9,411.04
Stock in trade	434.80	484.53
Work-in-progress	3,947.42	2,495.27
	12,846.70	12,390.84
Closing Inventories		
Finished goods	12,139.27	8,464.48
Stock in trade	445.06	434.80
Work-in-progress	4,259.25	3,947.42
	16,843.58	12,846.70
Provision for Excise /Excise Credit Taken	(516.01)	49.27
Total	(4,512.89)	(406.59)

Note 33

Excise duty

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Excise duty	857.34	4,958.41
Total	857.34	4,958.41

Note 34

Employee benefit expenses

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Salaries and wages	1,541.69	1,303.19
Staff welfare expenses	150.33	112.46
Contribution to provident and other funds	126.32	95.97
Directors remuneration	106.30	123.00
Gratuity fund contributions	87.79	19.34
Total	2,012.43	1,653.96

Details of remuneration paid to Directors is as under:

(₹ In Lakhs)

Name of Director & Designation	For the year ended March 31, 2018	For the year ended March 31, 2017
Sanjeev A. Aggarwal - Chairman & Managing Director	84.00	84.00
Rishav A. Aggarwal - Whole Time Director	18.30	-
Vijay J. Aggarwal - Whole Time Director *	-	15.00
Ashok J. Aggarwal - Whole Time Director *	4.00	24.00
Total	106.30	123.00

*Note: Mr. Vijay Aggarwal and Mr. Ashok Aggarwal, Whole-time Director of the Company has resigned from their respective posts w.e.f. February 09, 2017 and May 29, 2017 respectively.

Note 35

Finance cost

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Interest expense		
On Borrowing	1,209.10	1,372.67
On working capital facility	1,359.42	1,568.04
On purchase	916.91	796.90
On vehicle loan	24.25	15.37
Bank charges & processing fees	77.45	48.02
Foreign exchange fluctuation	-	4.88
Total	3,587.13	3,805.88

Note 36

Other expenses

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
MANUFACTURING EXPENSES		
Labor cost	1,998.11	1,888.78
Power and fuel	1,582.99	1,602.24
Consumption of packing material	602.88	534.71
Consumption of stores and spare parts	332.98	506.42
Repair & Maintenance		
- Plant & Machinery	137.18	139.72
- Buildings	38.23	26.26
Security expenses	79.26	66.29
Laboratory expenses	40.22	36.26
Insurance- Plant & Machinery	10.32	16.37
License & Renewal charges	10.04	15.40
Factory expenses	3.30	13.53
Total - A	4,835.51	4,845.98
ADMINISTRATIVE, SELLING & DISTRIBUTION EXPENSES		
Cartage outwards	1,353.94	1,619.39
Travelling & Conveyance expenses	426.01	389.29
Sales promotion expenses	306.82	202.91
Advertisement expenses	217.18	93.20
Legal and Professional	207.46	134.84
Commission & Brokerage	198.60	181.21
Rates and Taxes	171.92	254.59
Loading & Unloading	143.05	118.73
General expenses	70.74	55.39
Rent	70.14	89.71
Telephone & Postage	52.29	51.27
Printing & Stationery	36.82	29.24
Repair & Maintenance		
- Office	34.40	20.31
- Motor car	16.14	13.09
Electricity charges	22.52	25.13
Insurance - Other	20.76	12.00
Security expenses other than plant	14.99	17.61
Auditor's Remuneration		
- Audit fees	10.00	9.95
- Tax Audit fees	2.00	2.00
Postage & Courier expenses	9.74	8.33
Charity & Donation	4.35	2.91
Membership & Subscription	0.95	0.89
Books & Periodical	0.19	0.21
Provision For doubtful debts	0.01	198.91
Sundry balance written off	0.01	8.17
Loss on sale of fixed assets	-	2.19
Total - B	3,391.03	3,541.47
Total (A+B)	8,226.54	8,387.45

Note 37

Earnings per share

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Profit / (loss) attributable to equity share holders of the Company (In Lakhs)	11.58	(96.87)
Reconciliation of number of shares	No. of Shares	No. of Shares
Weighted average number of shares in calculating Basic & Diluted EPS	31,118,216	25,295,284
Earnings per share (face value ₹10/- each)		
Earnings per share - Basic in Rupees	0.04	(0.38)
Earnings per share - Diluted in Rupees	0.04	(0.38)

Note 38

Leases

As Lessee:

a) Operating Lease:

The Company has taken office premises on operating lease which are cancellable. These leave and license agreements for the office premises are generally for a period not exceeding one year and are in most cases renewable by mutual consent, on mutually agreeable terms. There are no restrictions imposed by lease arrangements or any contingent rents payable. There are no subleases.

b) Finance lease:

The company has entered into long-term leasing arrangements for land with government authorities which are in the nature of finance lease. These arrangements do not involve any material recurring payments, hence other disclosures are not given.

Note 39

Employee benefits

(A) Defined benefit plans -

Gratuity liability is provided in accordance with the provisions of the Payment of Gratuity Act, 1972 based on actuarial valuation. The plan provides a lump sum gratuity payment to eligible employee at retirement or termination of their employment. The amounts are based on the respective employee's last drawn salary and the years of employment with the Company.

The most recent actuarial valuation of the defined benefit obligation was carried out at the balance sheet date. The present value of the defined benefit obligations and the related current service cost and past service cost were measured using the Projected Unit Credit Method.

Based on the actuarial valuation obtained in this respect, the following table sets out the details of the employee benefit obligation as at balance sheet date:

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018 Gratuity (Funded)	For the year ended March 31, 2017
I Expenses recognised in profit or loss:		
1. Current Service Cost	42.93	41.56
2. Interest cost	11.48	8.90
3. Past Service Cost	-	-
Total Expenses	54.41	50.46
II Expenses recognised in Other Comprehensive Income		
1. Actuarial changes arising from changes in demographic assumptions	-	-
2. Actuarial changes arising from changes in financial assumptions	(10.85)	12.06
3. Actuarial changes arising from changes in experience adjustments	3.13	(22.31)
4. Return on plan assets excluding amounts included in interest income	0.78	1.40
Total Expenses	(6.94)	(8.85)
III Reconciliation of defined benefit obligation		
Defined Obligations at the beginning of the year	240.87	259.95
Current Service Cost	42.93	41.56
Interest cost	15.76	18.39
Actuarial changes arising from changes in financial assumptions	(10.85)	12.06
Actuarial changes arising from changes in experience adjustments	3.13	(22.31)
Benefit paid	(16.77)	(68.78)
Net asset / (liability) at the end of the year	275.07	240.87
IV Reconciliation of plan assets		
Opening value of plan assets	57.68	118.35
Interest Income	4.28	9.49
Return on plan assets excluding amounts included in interest income	(0.78)	(1.40)
Contributions by employer	-	0.02
Benefits paid	(16.77)	(68.78)
Closing value of plan assets	44.41	57.68
(Plan assets comprise 100% of insurance policies)		
V Quantitative sensitivity analysis for significant assumptions is as below:		
1 Increase/(decrease) on present value of defined benefit obligation at the end of the year		
(i) 0.5 percent point increase in discount rate	264.97	232.14
(ii) 0.5 percent point decrease in discount rate	(285.91)	(250.26)
(iii) 0.5 percent point increase in rate of salary increase	285.97	249.69
(iv) 0.5 percent point decrease in rate of salary increase	(265.11)	(232.60)
(v) 10 percent point increase in withdrawal rate	276.82	241.88
(vi) 10 percent point decrease in withdrawal rate	(273.08)	(239.73)
2 Sensitivity analysis method		

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
	Gratuity (Funded)	

Sensitivity analysis is determined based on the expected movement in liability if the assumptions were not proved to be true on different count.

VI The expected future cash flows were as follows:		
1 st following year	40.28	37.87
2 nd following year	21.01	18.55
3 rd following year	22.00	23.80
4 th following year	31.09	18.75
5 th following year	23.48	19.72
Years 6 to 10	117.02	97.48

(₹ In Lakhs)

	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
VII Net Asset / (Liability) recognised as at balance sheet date:			
1 Present value of defined benefit obligation	275.07	240.87	259.95
2 Fair value of plan assets	44.41	57.68	118.35
3 Net Asset /(Liability)	(230.66)	(183.19)	(141.60)
VIII Actuarial Assumptions:			
1 Discount rate	7.60%	7.60%	7.80%
2 Expected rate of salary increase	6.00%	6.00%	6.00%
3 Withdrawal rate	7.00%	7.00%	7.00%
4 Mortality	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate

Notes:

- Amount recognised as an expense in the Statement of Profit and Loss and included in Note 34 under "Employee benefit expenses": Gratuity ₹87.79 lakhs (Previous year - ₹19.34 lakhs).
- The estimates of future salary increases considered in the actuarial valuation take account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.
- The plan above is typically exposed to actuarial risk such as interest risk, mortality risk and salary risk
 - Interest risk: The decrease in the bond interest rate will increase the liability.
 - Mortality risk: The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.
 - Salary risk: The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

(B) Defined contribution plan -

The Company makes contributions towards provident fund and other funds which are in the nature of defined contribution post employment benefit plans. Under the plan, the Company is required to contribute a specified percentage of payroll cost to fund the benefits.

Amount recognised as an expense in the Statement of Profit and Loss - included in Note 34 - "Contribution to provident and other funds" ₹126.32 lakhs (Previous year - ₹95.97 lakhs).

The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.

Note 40

Financial Instruments - Fair Value

- Carrying value of financial assets and financial liabilities, are presented below.
- It does not include the 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.

(₹ In Lakhs)

As at March 31, 2018	Carrying Value	
	Amortised Cost	Total
Financial Assets		
Other Non Current Investments	6.56	6.56
Security deposits	693.71	693.71
Loans to employees	215.58	215.58

(₹ In Lakhs)

As at March 31, 2018	Carrying Value	
	Amortised Cost	Total
Trade receivables	15,278.33	15,278.33
Cash and cash equivalents	362.44	362.44
Bank balance (other than Cash and Cash Equivalents)	1,094.57	1,094.57
Other Current Financial Asset	382.22	382.22
Total	18,033.41	18,033.41
Financial Liabilities		
Borrowings	19,805.58	19,805.58
Deposits	311.59	311.59
Trade payables	15,222.41	15,222.41
Other financial liabilities	3715.12	3715.12
Total	39,054.70	39,054.70

(₹ In Lakhs)

As at March 31, 2017	Carrying Value	
	Amortised Cost	Total
Financial Assets		
Other Non Current Investments	6.56	6.56
Deposits	424.95	424.95
Loans and Advances	193.46	193.46
Trade receivables	11,799.80	11,799.80
Cash and cash equivalents	198.32	198.32
Bank balance (other than Cash and Cash Equivalents)	1,003.83	1,003.83
Other Current Financial Asset	550.33	550.33
Total	14,177.25	14,177.25
Financial Liabilities		
Borrowings	20,984.07	20,984.07
Deposits	371.92	371.92
Trade payables	9,721.36	9,721.36
Other financial liabilities	4,115.84	4,115.84
Total	35,193.19	35,193.19

(₹ In Lakhs)

As at April 01, 2016	Carrying Value	
	Amortised Cost	Total
Financial Assets		
Other Non Current Investments	6.91	6.91
Deposits	397.61	397.61
Loans and Advances	184.33	184.33
Trade receivables	11,044.78	11,044.78
Cash and cash equivalents	549.88	549.88
Bank balance (other than Cash and Cash Equivalents)	858.21	858.21
Other Current Financial Asset	748.19	748.19
Total	13,789.91	13,789.91
Financial Liabilities		
Borrowings	22,628.49	22,628.49
Deposits	162.55	162.55
Trade payables	10,192.17	10,192.17
Other financial liabilities	2,068.46	2,068.46
Total	35,051.67	35,051.67

Note 41

Financial risk management

The Company has exposure to the following risks arising from financial instruments:

- Credit risk ;
- Liquidity risk ; and
- Market risk

Risk management framework

The Company's Risk Management Framework encompasses practices relating to the identification, analysis, evaluation, treatment,

mitigation and monitoring of the strategic, external and operational controls risks in achieving key business objectives.

The Company has laid down the procedure for risk assessment and their mitigation through an internal Risk Committee. Key risks and their mitigation arising out of periodic reviews by the Committee are assessed and reported to the Audit Committee, on a periodic basis.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to policies and procedures.

The Company has an independent Internal Audit and assurance team. There is a practice of reviewing various key select risks and report to Audit Committee from time to time. The Company, has also, during the year, has adopted a co-sourced model for internal audit. The internal audit team carry out internal audit reviews in accordance with the approved internal audit plan. Internal audit team reviews the status of implementation of internal audit recommendations. Summary of Critical observations if any and recommendations under implementation are reported to the Audit Committee.

i. Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers, deposits and cash and cash equivalents. The Company makes provision on trade receivables based on Expected Credit loss (ECL) method based on provision matrix.

Trade and other receivables

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. The Company has a detailed review mechanism of overdue trade receivables at various levels in the organisation to ensure proper attention and focus on realisation.

Summary of the Company's exposure to credit risk by age of the outstanding from various customers is as follows: (₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Not past due	5,517.67	4,378.50	4,862.03
Past due 1-360 days	6,253.40	4,372.00	3,532.80
Past due 361- 720 days	839.29	1,003.45	1,063.14
more than 720 days	2,667.97	2,045.85	1,586.81
	15,278.33	11,799.80	11,044.78

Expected credit loss assessment

Exposures to customers outstanding at the end of each reporting period are reviewed by the Company to determine incurred and expected credit losses. Management believes that the unimpaired amounts that are past due are still collectible in full, based on historical payment behaviour and extensive analysis of customer credit risk

The movement in the allowance for impairment in respect of trade receivables during the year was as follows: (₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	2,423.37	2,288.61
Changes during the year	(211.55)	134.76
Closing Balance	2,211.82	2,423.37

Cash and cash equivalents

The Company held cash and cash equivalents and bank deposits with banks. The credit worthiness of such banks are evaluated by the management on an on-going basis and is considered to be good.

Others

Other than trade receivables reported above, the Company has no other financial assets that is past due but not impaired.

ii. Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure that it will have sufficient liquidity to meet its liabilities. The Company monitors the net liquidity position through forecasts on the basis of expected cash flows.

The Company has obtained fund and non-fund based working capital lines from various banks.

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

Contractual cash flows

(₹ In Lakhs)

As at March 31, 2018	Carrying amount	Total	0-12 months	1- 5 years	More than 5 years
Non-derivative financial liabilities					
Term loans from banks/Financial Institutions (including interest)	9,304.40	12,102.65	2,733.48	8,584.28	784.89
Vehicle loan	221.58	382.63	102.76	279.25	0.62

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Working capital loans from banks	11,503.01	11,503.01	11,503.01	-	-
Trade payables and Other Current Financial Liabilities	18,937.53	18,937.53	18,937.53	-	-
	39,966.52	42,925.82	33,276.78	8,863.53	785.51

(₹ In Lakhs)

As at March 31, 2017	Carrying amount	Total	0-12 months	1- 5 years	More than 5 years
Non-derivative financial liabilities					
Term loans from banks/Financial Institutions (including interest)	11,124.82	15,175.88	3,073.23	10,720.21	1,382.43
Vehicle loan	225.67	285.52	79.43	188.93	17.16
Working capital loans from banks	11,467.93	11,467.93	11,467.93	-	-
Trade payables and Other Current Financial Liabilities	13,837.20	13,837.20	13,837.20	-	-
	36,655.62	40,766.53	28,457.79	10,909.14	1,399.59

(₹ In Lakhs)

As at April 01, 2016	Carrying amount	Total	0-12 months	1- 5 years	More than 5 years
Non-derivative financial liabilities					
Term loans from banks/Financial Institutions (including interest)	11,844.65	15,929.68	753.80	11,015.78	4,160.10
Vehicle loan	57.63	62.39	25.50	36.90	-
Working capital loans from banks	10,840.87	10,840.87	10,840.87	-	-
Trade payables and Other Current Financial Liabilities	12,260.63	12,260.63	12,260.63	-	-
	35,003.78	39,093.57	23,880.80	11,052.68	4,160.10

iii. Interest rate risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing instruments because of fluctuations in the interest rates. Cash flow interest rate risk is the risk that the future cash flows of floating interest bearing instruments will fluctuate because of fluctuations in the interest rates.

Exposure to interest rate risk

The interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the Company is as follows.

(₹ In Lakhs)

Particulars	Nominal amount		
	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Variable-rate instruments			
Financial liabilities	20,826.88	21,994.75	22,079.13
	20,826.88	21,994.75	22,079.13
Fixed-rate instruments			
Financial liabilities	1,119.14	1,414.78	1,414.78
Financial asset	693.71	424.95	397.61
	1,812.85	1,839.73	1,812.39

Interest rate sensitivity - fixed rate instruments

The Company does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss for any of these fixed interest bearing financial instruments.

Interest rate sensitivity - variable rate instruments

A reasonably possible change of 100 basis points in interest rates at the reporting date would have increased / (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency exchange rates, remain constant.

Variable-rate instruments

Impact on Profit/ (loss)-

Increase / (Decrease) in Profit (₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
100 bp increase	(208.27)	(219.95)
100 bp decrease	208.27	219.95

iv. Market risk

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and other prices such as equity price. These will affect the Company's income or the value of its holdings of financial instruments. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables and long term debt. Financial instruments affected by market risk include loans, borrowings and deposits. The Market risk which the Company is exposed can be classified as Currency risk and Interest rate risk.

v. Currency risk:

The Company is exposed to currency risk on account of its operations in other countries. The functional currency of the Company is Indian Rupee. The Company evaluates exchange rate exposure arising from foreign currency transactions and follows established risk management policies.

Particulars	Currency	As at March 31, 2018			As at March 31, 2017			As at April 01, 2016		
		Amount in Foreign Currency	Exchange Rate	₹ in lakhs	Amount in Foreign Currency	Exchange Rate	₹ in lakhs	Amount in Foreign Currency	Exchange Rate	₹ in lakhs
Trade Payables	USD	64,639	65.29	42.20	1,038,470	64.81	673.00	254,228	66.26	168.45

Note 42

Capital Management

The Company's capital management is intended to create value for shareholders by facilitating the meeting of long-term and short-term goals of the Company.

The Company determines the amount of capital required on the basis of annual and long-term strategic plans. The Company's policy is aimed at combination of short-term and long-term borrowings.

The Company monitors the capital structure on the basis of 'adjusted net debt' to 'adjusted equity'. For this purpose adjusted net debt is defined as total liabilities comprising interest bearing loans and borrowings and obligations under finance lease, less cash and cash equivalents, Bank balance and current investments. Adjusted equity comprises Equity attributable to the shareholders of the Company (other than amounts accumulated in the hedging reserve, if any.)

The following table summarizes the capital of the Company:

(₹ In Lakhs)

	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Total Borrowings (including accrued interest)	21,634.43	23,037.61	23,331.36
Less : Cash and cash equivalents, Bank balance and Current investment	1,463.57	1,208.70	1,415.00
Adjusted net debt	20,170.86	21,828.90	21,916.36
Adjusted equity	17,390.76	11,488.72	8,385.64
Adjusted net debt to adjusted equity ratio	1.16	1.90	2.61

Note 43

Related Party Disclosure

As per Indian Accounting Standard 24, the disclosures of transactions with the related parties are given below:

a) Subsidiary Company

KML Tradelinks Pvt. Ltd.

b) Associate Company

Polson Traders LLP.

Reliance Industrial Products

Zitura Investment & Finance Pvt. Ltd.

c) Key managerial personnel

Sanjeev A. Aggarwal - Chairman & Managing Director

Ashok J. Aggarwal - Whole Time Director*

Vijay J. Aggarwal*

Rishav S. Aggarwal

Anjana Motwani

Sunil Goyal

Pravin Kumar Tripathi

T.V. Rao*

Upendra Kamath

d) Relatives of Key managerial personnel

Nishi Sanjeev Aggarwal

Neerav Sanjeev Aggarwal

Amit V Aggarwal

Shasha Thakar

Radhika A Aggarwal

Rishav Aggarwal

Gaurav Aggarwal

Veena V Aggarwal

Amita A Aggarwal

Sarita Gupta

***Note:** Mr. Vijay Aggarwal and Mr. Ashok Aggarwal, Whole-time Director of the Company has resigned from their respective posts w.e.f. February 09, 2017 and May 29, 2017 respectively. Mr. T. V. Rao, Independent Director of the Company has resigned from the Company w.e.f. July 01, 2017.

e) Transactions with related parties during the year

(₹ In Lakhs)

	For the year ended March 31, 2018	For the year ended March 31, 2017
i) Directors remuneration		
Key managerial personnel and Relatives	106.30	123.00
ii) Sitting fees		
Relatives of key managerial personnel	2.50	2.55
iii) Salary		
Relatives of key managerial personnel	12.66	76.87
iv) Rent Received		
Subsidiary	3.24	-
v) Investment		
Subsidiary	-	1.00
vi) Loans & Advances		
Associate	7.50	474.13
vii) Other expenses		
Key managerial personnel	0.28	-
Associate (Rent)	9.00	9.00
viii) Income		
Associate	16.11	
ix) Sale Transaction		
Subsidiary	272.57	
x) Purchase Transaction		
Subsidiary	54.73	

f) Related party balances

(₹ In Lakhs)

	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
i) Directors remuneration payable*			
Key managerial personnel	9.50	10.25	7.00
ii) Sitting fees payable			
Relatives of key managerial personnel	2.30	2.55	2.25
iii) Salary payable			
Relatives of key managerial personnel	1.27	29.16	28.81
iv) Investment			
Subsidiary	1.00	1.00	-
v) Trade Receivables			
Subsidiary	46.96	-	-
vi) Loans & Advances			
Associate	-	63.02	537.15
Subsidiary	-	10.00	-
vii) Security deposit			
Associate	65.05	73.15	102.62
viii) Trade/Expenses/Loan payables			
Subsidiary	50.49	-	-
Associate	7.50	-	-
Relative of Director's	-	-	1.55
Key managerial personnel	5.92	10.24	-

*As the liabilities for defined benefit plans are provided on actuarial basis for the Company as a whole, the amounts pertaining to Key Management Personnel are not included.

Note 44

Contingent Liabilities and Commitments (to the extent not provided for)

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Contingent Liabilities			
Guarantees given by Banks and Financial Institutions against Export	618.95	313.10	433.67
Demand of Sales Tax which under the appeal	8,650.20	3,648.29	1,781.71
Demand of Central Excise which under the appeal	2,191.14	1,998.54	2,088.21

Note 45

Operating Segments

The Company has presented segment information in the consolidated financial statements which are presented in the same financial report.

Accordingly, in terms of Paragraph 3 of Ind AS 108 'Operating Segments', no disclosures related to segments are presented in this standalone financial statements.

Note 46

First-time adoption of Ind AS

These are Company's first financial statements prepared in accordance with Ind AS. The accounting policies set out in note 1 have been applied in preparing the financial statements for the year ended March 31, 2018, the comparative information presented in these financial statements for the year ended March 31, 2017 and in the preparation of an opening Ind AS balance sheet at April 01, 2016 (the Company's date of transition). In preparing its opening Ind AS balance sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP).

A. Exemptions and exceptions availed

A.1 Ind AS mandatory exceptions

A.1.1 Estimates

An entity's estimates in accordance with Ind ASs at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error. Ind AS estimates as at 1 April 2016 are consistent with the estimates as at the same date made in conformity with previous GAAP.

The Company made estimates for following items in accordance with Ind AS at the date of transition as these were not required under previous GAAP:

1. Determination of the discounted value for financial instruments carried at amortised cost.
2. Impairment of financial assets based on expected credit loss model.

A.1.2 Classification and measurement of financial assets

Ind AS 101 requires an entity to assess classification of financial assets on the basis of facts and circumstances existing as on the date of transition. Further, the standard permits measurement of financial assets accounted at amortised cost based on facts and circumstances existing at the date of transition if retrospective application is impracticable.

A.2 Ind AS optional exemptions

A.2.1 Deemed cost - Property plant and equipment and intangible assets

Ind AS 101 permits a first time adopter to elect to measure an item of property, plant and equipment at the date of transition to Ind AS at its fair value and use that fair value as its deemed cost in the financial statements at the date of transition to Ind AS. This exemption can also be used for intangible assets covered by Ind AS 38 Intangible assets. Accordingly, the Company has elected to measure land and buildings at fair value as at transition date and use that fair value as deemed cost for those assets. All other items of property, plant and equipment and intangible assets have been retrospectively restated using Ind AS 16, property, plant and equipment and Ind AS 38, Intangible assets.

A.2.2 Deemed cost - Investments in subsidiary

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its Investments in subsidiary as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition.

Accordingly, the Company has elected to measure its Investment in subsidiary at their previous GAAP carrying value.

B. Reconciliations between previous GAAP and Ind AS

For the purposes of reporting as set out in note 1, we have transitioned our basis of accounting from Indian Generally Accepted Accounting Principles ("IGAAP") to Ind AS. The accounting policies set out in note 1 have been applied in preparing the financial statements for the year ended 31 March 2018, the comparative information presented in these financial statements for the year ended 31 March 2017 and in the preparation of opening Ind AS balance sheet at 1 April 2016 (the "transition date").

In preparing our opening Ind AS balance sheet, we have adjusted amounts reported in financial statements prepared in accordance with IGAAP. An explanation of how the transition from IGAAP to Ind AS has affected our financial position, financial performance and cash flows is set out in the following tables and the notes that accompany the tables. On transition, we did not revise estimates previously made under IGAAP except where required by Ind AS.

I. Reconciliation of Equity as at 1st April 2016

(₹ In Lakhs)

Particulars	Notes	Amount as per IGAAP	Effects of transition to Ind AS	Amount as per Ind AS
ASSETS				
Non - current assets				
Property, plant and equipment	1 & 3	11,741.01	4,623.26	16,364.27
Capital work-in-progress		367.26	-	367.26
Intangible assets		8.20	-	8.20
Financial assets				
Investments		6.91	-	6.91
Other financial assets		212.03	-	212.03
Non-current tax assets (net)		202.43	-	202.43
Deferred tax assets/(liabilities) (net)	7	(602.73)	718.99	116.26
Other non-current assets		74.08	-	74.08
		12,009.19	5,342.25	17,351.44
Current assets				
Inventories		14,051.18	-	14,051.18
Financial assets			-	
Trade receivables	2	13,233.39	(2,188.61)	11,044.78
Cash and cash equivalents		549.88	-	549.88
Bank balances other than cash and cash equivalents mentioned above		858.21	-	858.21
Loans		184.33	-	184.33
Other financial assets		933.77	-	933.77
Other current assets		1,389.63	-	1,389.63
Assets classified as held for sale	3	-	1,029.97	1,029.97
		31,200.39	(1,158.64)	30,041.75
TOTAL		43,209.58	4,183.61	47,393.19
EQUITY AND LIABILITIES				
EQUITY				
Equity share capital		2,032.51	-	2,032.51
Other equity	8	2,135.62	4,217.51	6,353.13
Total Equity		4,168.13	4,217.51	8,385.64
LIABILITIES				
Non - current liabilities				
Financial liabilities				
Borrowings	4	11,813.56	(25.94)	11,787.62
Other financial liabilities		162.55	-	162.55
Provisions		100.04	-	100.04
		12,076.15	(25.94)	12,050.21
Current liabilities				
Financial liabilities				
Borrowings	4	10,848.83	(7.96)	10,840.87
Trade payables		10,192.17	-	10,192.17
Other financial liabilities		2,068.46	-	2,068.46
Other current liabilities		2,444.12	-	2,444.12
Provisions		1,411.72	-	1,411.72
		26,965.30	(7.96)	26,957.34
TOTAL		43,209.58	4,183.61	47,393.19

II. Reconciliation of Equity as at 31st March 2017

(₹ In Lakhs)

Particulars	Notes	Amount as per IGAAP	Effects of transition to Ind AS	Amount as per Ind AS
ASSETS				
Non - current assets				
Property, plant and equipment	1 & 3	12,669.84	4,573.65	17,243.49
Capital work-in-progress		4.92	-	4.92
Intangible assets		7.22	-	7.22
Investment in subsidiary		1.00	-	1.00
Financial assets				
Investments		6.56	-	6.56
Other financial assets		214.55	-	214.55
Non-current tax assets (net)		214.59	-	214.59
Deferred tax assets (net)	7	559.58	767.48	1,327.06
Other non-current assets		132.78	-	132.78
		13,811.04	5,341.13	19,152.17
Current assets				
Inventories		14,702.87	-	14,702.87
Financial assets				
Trade receivables	2	14,187.31	(2,387.51)	11,799.80
Cash and cash equivalents		198.32	-	198.32
Bank balances other than cash and cash equivalents mentioned above		1,003.83	-	1,003.83
Loans		193.46	-	193.46
Other financial assets		760.73	-	760.73
Other current assets		1,455.38	-	1,455.38
Assets classified as held for sale	3	-	1,029.97	1,029.97
		32,501.90	(1,357.54)	31,144.36
TOTAL		46,312.94	3,983.59	50,296.53
EQUITY AND LIABILITIES				
EQUITY				
Equity share capital		2,886.31	-	2,886.31
Other equity	8	4,592.88	4,009.53	8,602.41
Total Equity		7,479.19	4,009.53	11,488.72
LIABILITIES				
Non - Current liabilities				
Financial liabilities				
Borrowings	4	9,534.11	(17.98)	9,516.14
Other financial liabilities		371.92	-	371.92
Provisions		140.25	-	140.25
		10,046.28	(17.98)	10,028.31
Current liabilities				
Financial liabilities				
Borrowings	4	11,475.90	(7.96)	11,467.93
Trade payables		9,721.36	-	9,721.36
Other financial liabilities		4,115.84	-	4,115.84
Other current liabilities		2,093.56	-	2,093.56
Provisions		1,380.81	-	1,380.81
		28,787.47	(7.96)	28,779.50
TOTAL		46,312.94	3,983.59	50,296.53

III. Reconciliation of Statement of Profit and Loss for the year ended 31st March, 2017

(₹ In Lakhs)

Particulars	Notes	Amount as per IGAAP	Effects of transition to Ind AS	Amount as per Ind AS
Income				
Revenue from operations	6	43,547.62	4,958.42	48,506.04
Other income		183.25	-	183.25
Total Income		43,730.87	4,958.42	48,689.29
Expenses				
Cost of materials consumed		28,609.37	-	28,609.37
Purchases of stock-in-trade		1,783.65	-	1,783.65
Changes in inventories of finished goods, work-in-progress and stock-in-trade		(406.59)	-	(406.59)
Excise duty	6	-	4,958.41	4,958.41
Employee benefits expense		1,653.96	-	1,653.96
Finance costs	4	3,813.84	(7.96)	3,805.88
Depreciation and amortisation expense	1 & 3	1,158.10	49.61	1,207.71
Other expenses	2	8,586.36	(198.91)	8,387.45
Total Expenses		45,198.69	4,801.15	49,999.84
Profit / (Loss) for the year before tax		(1,467.82)	157.27	(1,310.55)
Tax expense:				
Current tax		-		-
Deferred tax charge / (credit)		(1,162.31)	51.37	(1,213.68)
Profit / (Loss) for the year (A)		(305.51)	208.64	(96.87)
Other comprehensive income				
Items that will not be reclassified to profit or loss				
Remeasurements gains/(losses) on defined benefit plan	5	-	8.86	8.86
Income tax effect on above		-	(2.89)	(2.89)
Total other comprehensive income / (loss) for the year (B)		-	5.97	5.97
Total comprehensive income / (loss) for the year (A+B)		(305.51)	214.61	(90.90)

IV. Adjustments to Statement of Cash flows

There were no material differences between the Statement of Cash Flows presented under Ind AS and the Previous GAAP.

Notes to reconciliation

1. Property, plant and equipment:

On transition to Ind AS, the Company has opted to consider the fair value of certain land and buildings as on the date of transition i.e. April 1, 2016 as deemed cost. All other items of property, plant and equipment have been restated by applying Ind AS 16, Property, plant and equipment retrospectively.

2. Trade receivables:

Under previous GAAP, the Company had recognised provision on trade receivables based on a provisioning policy basis actual losses estimated by the management. Under Ind AS, the Company provides loss allowance on receivables based on the Expected Credit Loss (ECL) model which is measured following the "simplified approach" at an amount equal to the lifetime ECL at each reporting date.

3. Assets held for sale:

Under Ind AS 105, Non current assets held for sale and disposal group, certain land and buildings are classified as held for sale and initially measured at fair value less cost to sale and subsequent as lower of carrying value or fair value less cost to sale.

4. Borrowings:

Under previous GAAP, transaction cost incurred on origination of borrowings were expensed out in the period in which the borrowings originated. Under Ind AS 109, transaction cost incurred towards origination of borrowings is to be deducted from the carrying amount of borrowings on initial recognition. These costs are recognised in the statement of profit and loss over the tenure of the borrowing as part of the interest expense by applying the effective interest rate method.

5. Actuarial gain and loss:

Under the previous GAAP, the actuarial gains and losses were forming part of the profit or loss for the year. Under Ind AS, Remeasurements i.e. actuarial gains and losses and the return on plan assets, excluding amounts included in the net interest expense on the net defined benefit liability are recognised in other comprehensive income instead of profit or loss.

6. Excise Duty:

Under the previous GAAP, revenue from sale of goods was presented net of excise duty on sales. Under Ind AS, revenue from sale of goods is presented inclusive of excise duty. Excise duty is presented in the statement of profit and loss as expense.

7. Deferred Tax:

Under Previous GAAP, deferred taxes were recognized for the tax effect of timing differences between accounting profit and taxable profit for the year using the income statement approach. Under Ind AS, deferred taxes are recognized using the balance sheet for future tax consequences of temporary differences between the carrying value of assets and liabilities and their respective tax bases. The above difference, together with the consequential tax impact of the other Ind AS transitional adjustments lead to temporary differences. Deferred tax adjustments are recognized in correlation to the underlying transaction either in retained earnings or through other comprehensive income.

8. Retained earnings:

Retained earnings has been adjusted to reflect the above Ind AS transition adjustments.

As per our attached report of even date

For A D V & Associates

Chartered Accountants

Firm Registration No. 128045W

Ankit Rathi

Partner

Membership No. 162441

Date:- May 21, 2018

Place:- Mumbai

**For and on behalf of the Board of Directors of,
Kisan Mouldings Limited.**

Sanjeev A. Aggarwal

DIN: 00064076

Chairman & Managing Director

Rishav S. Aggarwal

DIN: 05155607

Whole Time Director

Amit Sudhakar

ICAI.M.No. 90429

Chief Financial Officer

Independent Auditor Report

To the Members of Kisan Mouldings Limited

REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS

We have audited the accompanying consolidated financial statements of KISAN MOULDINGS LIMITED (“the Holding Company”) and its subsidiary which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT’S RESPONSIBILITY FOR THE CONSOLIDATED 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 consolidated financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

AUDITOR’S RESPONSIBILITY

Our responsibility is to express an opinion on these consolidated financial statements based on our audit.

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

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

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

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

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, and its Profit/Loss and its Cash Flow for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

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

- a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c. the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
- d. in our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of written representations received from the directors as on March 31, 2018 taken on record by the

Board of Directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.

f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure-A”.

g. With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 44 to the financial statements;

ii. The Company did not have any long term contracts for which there were any material foreseeable losses.

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For and on behalf of

ADV & Associates

Chartered Accountants

FRN:- 128045W

Ankit Rathi

Partner

Membership Number: 162441

Place of Signature: Mumbai

Date: 21st May, 2018

“ANNEXURE A” TO THE INDEPENDENT AUDITOR’S REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF KISAN MOULDINGS LIMITED

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

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

MANAGEMENT’S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (“ICAI”).

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

AUDITORS’ RESPONSIBILITY

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

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

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

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

OPINION

In our opinion, 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, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For and on behalf of

ADV & Associates

Chartered Accountants

FRN:- 128045W

Ankit Rathi

Partner

Membership Number: 162441

Place of Signature: Mumbai

Date: 21st May, 2018

Consolidated Balance Sheet as at 31st March, 2018

(₹ In Lakhs)

Particulars	Notes	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
ASSETS				
Non - current Assets				
Property, plant and equipment	2	17,045.36	17,243.49	16,364.27
Capital work-in-progress	2	30.48	4.92	367.26
Intangible assets	3	4.84	7.22	8.20
Financial assets				
Investments	4	6.56	6.56	6.91
Other financial Assets	5	218.81	214.55	212.03
Non-current tax Assets (net)	6	257.98	214.59	202.43
Deferred tax assets (net)	7	1,701.60	1,327.06	116.26
Other non-current assets	8	527.25	132.78	74.08
		19,792.88	19,151.17	17,351.44
Current assets				
Inventories	10	19,672.54	14,702.87	14,051.18
Financial assets				
Trade receivables	10	16,245.51	12,551.18	11,044.78
Cash and cash equivalents	11	366.65	212.09	549.88
Bank balances other than cash and cash equivalents mentioned above	12	1,094.57	1,003.83	858.21
Loans	13	215.58	193.46	184.33
Other financial assets	14	857.38	750.72	933.77
Other current assets	15	1,373.29	1,455.38	1,389.63
Assets classified as held for sale	16	828.23	1,029.97	1,029.97
		40,653.75	31,899.50	30,041.75
TOTAL		60,446.63	51,050.67	47,393.19
EQUITY AND LIABILITIES				
EQUITY				
Equity share capital	17	3,386.31	2,886.31	2,032.51
Other equity	18	14,046.39	8,613.21	6,353.13
Total Equity		17,432.70	11,499.52	8,385.64
LIABILITIES				
Non - current liabilities				
Financial liabilities				
Borrowings	19	8,301.93	9,517.14	11,787.62
Other financial liabilities	20	311.59	371.92	162.55
Provisions	21	183.45	140.25	100.04
		8,796.97	10,029.31	12,050.21
Current liabilities				
Financial liabilities				
Borrowings	22	11,503.01	11,467.93	10,840.87
Trade payables	23	16,137.30	10,460.39	10,192.17
Other financial liabilities	24	3,715.12	4,115.84	2,068.46
Other current liabilities	25	1,801.60	2,093.56	2,444.12
Provisions	26	1,047.46	1,380.81	1,411.72
Current tax liabilities		12.47	3.31	-
		34,216.96	29,521.84	26,957.34
TOTAL		60,446.63	51,050.67	47,393.19
Significant accounting policies	1			
The accompanying notes form an integral part of these Financial Statements.				
As per our attached report of even date				

For A D V & Associates
Chartered Accountants
Firm Registration No. 128045W

Ankit Rathi
Partner
Membership No. 162441

Date:- May 21, 2018
Place:- Mumbai

For and on behalf of the Board of Directors of,
Kisan Mouldings Limited.

Sanjeev A. Aggarwal
DIN: 00064076

Rishav S. Aggarwal
DIN: 05155607

Amit Sudhakar
ICAI.M.No. 90429

Chairman & Managing Director

Whole time Director

Chief Financial Officer

Consolidated Statement of Profit and Loss for the year ended 31st March, 2018

(₹ In Lakhs)

Particulars	Notes	As at March 31, 2018	As at March 31, 2017
Income			
Revenue from operations	27	56,786.89	52,924.48
Other income	28	534.08	191.75
Total Income		57,320.97	53,116.23
Expenses			
Cost of materials consumed	29	30,503.40	28,609.37
Purchases of stock-in-trade	30	15,533.88	6,193.64
Changes in inventories of finished goods, work-in-progress and stock-in-trade	31	(4,512.89)	(406.59)
Excise duty	32	857.34	4,958.41
Employee benefits expense	33	2,014.05	1,654.23
Finance costs	34	3,592.56	3,805.88
Depreciation and amortisation expense	2 & 3	1,413.54	1,207.71
Other expenses	35	8,239.37	8,389.60
Total Expenses		57,641.25	54,412.25
Profit / (Loss) for the year before tax		(320.28)	(1,296.02)
Tax expense:			
Current tax		13.91	3.73
Deferred tax charge / (credit)	7	(376.91)	(1,213.68)
Profit / (Loss) for the year (A)		42.72	(86.07)
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Remeasurements gains/(losses) on defined benefit plan		6.95	8.86
Income tax effect on above		(2.37)	(2.89)
Total other comprehensive income / (loss) for the year (B)		4.58	5.97
Total comprehensive income / (loss) for the year (A+B)		47.30	(80.10)
Earnings per equity share of face value of ₹5 each fully paid up			
Basic ₹	36	0.14	(0.34)
Diluted ₹	36	0.14	(0.34)
Significant accounting policies	1		
The accompanying notes form an integral part of these Financial Statements.			

As per our attached report of even date

For A D V & Associates

Chartered Accountants
Firm Registration No. 128045W

Ankit Rathi

Partner
Membership No. 162441

Date:- May 21, 2018

Place:- Mumbai

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Chairman & Managing Director
Rishav S. Aggarwal
DIN: 05155607

Whole time Director
Amit Sudhakar
ICAI.M.No. 90429

Chief Financial Officer

Consolidated Statement of changes in equity for the year ended 31st March, 2018

(a) Equity Share Capital

(₹ In Lakhs)

	Amount
Balance as at April 01, 2016	2,032.51
Changes in equity during FY 2016-17	853.80
Balance as at March 31, 2017	2,886.31
Changes in equity during FY 2017-18	500.00
Balance as at March 31, 2018	3,386.31

(b) Other Equity

(₹ In Lakhs)

	Reserves & Surplus			Other comprehensive income	Total
	Securities Premium	General Reserves	Retained Earnings	Remeasurements of defined benefit plans	
Balance as at April 01, 2016	2,578.83	366.46	3,407.84	-	6,353.13
Addition during the year	2,345.19				2,345.19
Prior period adjustment			(5.01)		(5.01)
Profit / (Loss) for the year	-	-	(86.07)		(86.07)
Other comprehensive income	-	-		5.97	5.97
Balance as at March 31, 2017	4,924.02	366.46	3,316.76	5.97	8,613.21
Addition during the year	5,385.88	-	-		5,385.88
Profit / (Loss) for the year	-	-	42.72	-	42.72
Other comprehensive income	-	-	-	4.58	4.58
Balance as on March 31, 2018	10,309.90	366.46	3,359.48	10.55	14,046.39

For A D V & Associates

Chartered Accountants
Firm Registration No. 128045W

Ankit Rathi

Partner
Membership No. 162441

For and on behalf of the Board of Directors of, Kisan Mouldings Limited.

Sanjeev A. Aggarwal
DIN: 00064076

Chairman & Managing Director

Rishav S. Aggarwal
DIN: 05155607

Whole time Director

Amit Sudhakar
ICAI.M.No. 90429

Chief Financial Officer

Date:- May 21, 2018

Place:- Mumbai

Consolidated Statement of Cash Flows for the year ended 31st March, 2018

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
A. CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES:		
Profit before tax	(320.28)	(1,296.02)
Adjustments for :		
Depreciation and amortisation	1,413.54	1,207.71
Interest expenses	3,592.56	3,805.88
(Profit)/Loss on sale of property, plant and equipments	(47.49)	2.19
Dividend income	(0.60)	(0.77)
Provision for doubtful debts	(122.65)	198.91
Interest income	-	(36.18)
Liability written back	(272.99)	-
Cash Generated from operations before working capital changes	4,242.09	3,881.72
(Increase) / Decrease in inventories	(4,969.67)	(651.69)
(Increase) / Decrease in trade receivables	(3,571.68)	(1,705.31)
(Increase) / Decrease in other non-current financial assets	(4.26)	(2.52)
(Increase) / Decrease in other non-current assets	(394.47)	(58.70)
(Increase) / Decrease in other current financial assets	(128.78)	173.91
(Increase) / Decrease in other current assets	82.09	(65.75)
Increase / (Decrease) in non-current provisions	43.20	40.21
Increase / (Decrease) in current provisions	(333.35)	(30.91)
Increase / (Decrease) in other non-current financial liabilities	(60.33)	209.37
Increase / (Decrease) in other current financial liabilities	5,549.17	2,315.62
Increase / (Decrease) in other current liabilities	(291.96)	(350.56)
Cash generated from operations	162.05	3,755.39
Income taxes paid	-	-
Net cash generated from / (used in) operating activities (A)	162.05	3,755.39
B. CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES:		
Purchase of property, plant and equipment and additions to capital work in progress	(1,408.07)	(2,094.19)
Proceeds from sale of property, plant and equipment	377.52	359.64
Investment in subsidiary	-	-
Sale of investment	-	0.35
Interest received	-	36.18
Dividend received	0.60	0.77
Movement in bank balances other than cash and cash equivalents	(90.74)	(145.62)
Net cash from / (used in) investing activities (B)	(1,120.69)	(1,842.87)

Consolidated Statement of Cash Flows for the year ended 31st March, 2018

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
C. CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES:		
Proceeds from issuance of share capital	500.00	853.80
Premium on issue of shares	5,385.88	2,345.19
Repayment of non-current borrowings	(1,215.20)	(2,270.48)
Proceeds from current borrowings	35.08	627.06
Interest paid	(3,592.56)	(3,805.88)
Net cash from / (used in) financing activities (C)	1,113.20	(2,250.31)
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	154.56	(337.79)
CASH AND CASH EQUIVALENTS, beginning of year	212.09	549.88
Unrealised gain / (loss) on foreign currency cash and cash equivalents	-	-
CASH AND CASH EQUIVALENTS, end of year	366.65	212.09
Components of cash and cash equivalents, as at March 31		
Cash on hand	8.92	26.05
Cash in current account	357.73	186.04
	366.65	212.09

Notes:

A. The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'.

B. All figures in bracket are outflow.

As per our attached report of even date
For A D V & Associates

Chartered Accountants

Firm Registration No. 128045W

Ankit Rathi

Partner

Membership No. 162441

**For and on behalf of the Board of Directors of,
Kisan Mouldings Limited.**
Sanjeev A. Aggarwal

DIN: 00064076

Chairman & Managing Director
Rishav S. Aggarwal

DIN: 05155607

Whole time Director
Amit Sudhakar

ICAI.M.No. 90429

Chief Financial Officer

Date:- May 21, 2018

Place:- Mumbai

Notes to the Consolidated Financial Statements for the year ended 31st March, 2018

BACKGROUND

Kisan Mouldings Limited (the 'Group') is a public limited company domiciled in India with its registered office located at 26 'A', 3rd Floor, K-wing, "Tex Centre", Chandivali, Off Saki Vihar Road, Andheri (East), Mumbai - 400 072. The Group is listed on the Bombay Stock Exchange (BSE). The Group is a well-known brand in the PVC Pipes, Fittings and Allied Products. Its pipes and fittings are widely used for water management, irrigation, water distribution, cable ducting, drinking water, tube wells and sewage disposal systems. The Group has also engaged itself in the manufacturing of Custom Moulded Articles and Moulded Furniture. The Group has manufacturing facilities across the country and sells primarily in India through independent distributors.

1. Basis of preparation

A. Statement of compliance

The financial statements have been prepared in compliance with Indian Accounting Standards (hereinafter referred to as the 'Ind AS') notified under Section 133 of the Companies Act, 2013 (the Act) read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, Companies (Indian Accounting Standards) Amendment Rules, 2016 and other relevant provisions of the Act.

These financial statements for the year ended March 31st, 2018 are the first that the Group has prepared under Ind AS. For all periods up to and including the year ended March 31, 2017, the Group prepared its financial statements in accordance with the accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (hereinafter referred to as 'Previous GAAP') used for its statutory reporting requirement in India immediately before adopting Ind AS. The financial statements for the year ended March 31st, 2017 and the opening Balance Sheet as at April 1st, 2016 have been restated in accordance with Ind AS for comparative information. Reconciliations and explanations of the effect of the transition from Previous GAAP to Ind AS on the Group's Balance Sheet, Statement of Profit and Loss and Statement of Cash Flows are provided in note 46.

The financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in the financial statements, including the preparation of the opening Ind AS Balance Sheet as at April 1st, 2016 being the 'date of transition to Ind AS'. All assets and liabilities

have been classified as current or non-current as per the Group's normal operating cycle and other criteria as set out in the Division II of Schedule III to the Companies Act, 2013. Based on the nature of products and the time between acquisition of assets for processing and their realization in cash and cash equivalents, the Group has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

The financial statements of the Group for the year ended March 31st, 2018 were approved for issue in accordance with the resolution of the Board of Directors on May 21st, 2018.

B. Standards issued but not yet effective

In March 2018, the Ministry of Corporate Affairs issued the Companies (Indian Accounting Standards) Amendment Rules, 2018, notifying Ind AS 115 'Revenue from Contracts with Customers' (New Revenue Standard), which replaces Ind AS 11 'Construction Contracts' and Ind AS 18 'Revenue'. The core principle of the New Revenue Standard is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Some of the key changes introduced by the New Revenue Standard include additional guidance for multiple-element arrangements, measurement approaches for variable consideration, adjustments for time value of money etc. Significant additional disclosures in relation to revenue are also prescribed. The New Revenue Standard also provides two broad alternative transition options - Retrospective Method and Cumulative Effect Method - with certain practical expedients available under the Retrospective Method. The Group is in the process of evaluating the impact of the New Revenue Standard on the present and future arrangements and shall determine the appropriate transition option once the said evaluation has been completed.

Also Appendix B to Ind AS 21, foreign currency transactions and advance consideration was notified along with the same notification which clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income, when an entity has received or paid advance consideration in a foreign currency. The Group is in the process of evaluating the effect of these on the financial statements.

The amendments will come into force from April 1, 2018.

C. Functional and presentation currency

These financial statements are presented in Indian Rupees (INR), which is also the Group's functional currency. All amounts have been rounded-off to the nearest lakhs, unless otherwise indicated.

D. Basis of measurement

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

Items	Measurement basis
Certain financial assets and liabilities	Fair value
Assets held for sale at fair value less cost to sale	Measured at fair value less cost to sale
Net defined benefit (asset)/ liability	value of plan assets less present value of defined benefit obligations

- Net defined benefit (asset)/ liability Fair value of plan assets less present value of defined benefit obligations

E. Key estimates and assumptions

The preparation of the Group's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenue, expenses, assets, liabilities and the accompanying disclosures along with contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require material adjustments to the carrying amount of assets or liabilities affected in future periods. The Group continually evaluates these estimates and assumptions based on the most recently available information. The Management believes that the estimates used in preparation of the Financial Statements are prudent and reasonable.

In particular, information about significant areas of estimates and judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are included in the following notes:

- Financial instruments (Refer note 41 & 42);
- Estimates of useful lives and residual value of Property, Plant and Equipment and Intangible assets (Refer note 2&3);
- Estimates of fair value of property, plant and equipment's (Refer note 2);
- Estimates of fair value less cost to sale for assets held for sale (Refer note 17);
- Valuation of inventories (Refer note 10);
- Measurement of Defined Benefit Obligation, key actuarial assumptions (Refer note 39);
- Provisions and Contingencies (Refer note 22 and 27) and

- Evaluation of recoverability of deferred tax assets (Refer note 8)

Revisions to accounting estimates are recognized prospectively in the Statement of Profit and Loss in the period in which the estimates are revised and in any future periods affected.

F. Measurement of fair values

A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

The Group has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the chief financial officer.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which the valuations should be classified.

Significant valuation issues are reported to the Group's audit committee.

Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

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

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Group recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred

Further information about the assumptions made in measuring fair values is included in the following notes:

Note 40 – Financial instruments – Fair values and risk management

2. Significant Accounting policies

1. Property, Plant and Equipment (PPE)

i. Recognition and measurement

PPE are measured at cost / deemed cost, less accumulated depreciation and impairment losses, if any

The cost of an item of PPE comprises:

- a) its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates.
- b) any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Pre-operative expenses, including interest on borrowings upto the date of commercial operations, are treated as part of project cost and capitalised.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labor, any other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Income and expenses related to the incidental operations, not necessary to bring the item to the location and condition necessary for it to be capable of operating in the manner intended by management, are recognized in profit or loss.

Any gain or loss on disposal of an item of PPE is recognized in profit and loss.

Transition to Ind AS

On transition to Ind AS, the Group has opted to consider the fair value of certain land and buildings as on the date of transition i.e. April 1, 2016 as deemed cost. All other items of property, plant and equipment have been restated by applying Ind AS 16, Property, plant and equipment retrospectively.

Transition to Ind AS

On transition to Ind AS, the Group has opted to consider the fair value of certain land and buildings as on the date of transition i.e. April 1, 2016 as deemed cost. All other items of property, plant and equipment have been restated by applying Ind AS 16, Property, plant and equipment retrospectively.

ii. Subsequent expenditure

Subsequent expenditure is capitalized only if it is probable that the future economic benefits associated with the expenditure will flow to the Group.

iii. Depreciation

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation on PPE (other than leasehold land) has been provided based on useful life of the assets as estimated by the management on Straight Line Method. The useful lives used, are in agreement with those specified in Schedule II of the Companies Act, 2013.

Leasehold land are amortized over the lease period. Buildings constructed on leasehold land are depreciated based on the management estimate of useful life, where the lease period is beyond the life of the building. In other cases, buildings constructed on leasehold land is amortized over the primary lease period of the land.

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

Profit and loss on disposals are determined by comparing proceeds with carrying amount. These are included in statement of profit and loss.

2. Intangible assets

i. Recognition and measurement

Intangible assets are carried at cost less accumulated amortization and impairment losses, if any. The cost of an intangible asset comprises of its purchase price, including any import duties and other taxes (other than those subsequently recoverable from the taxing authorities), and any directly attributable expenditure on making the asset ready for its intended use.

Transition to Ind AS

On transition to Ind AS, the carrying value of all of intangible assets have been restated applying Ind AS 38, Intangible assets retrospectively.

ii. Subsequent expenditure

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates.

iii. Amortization

Intangible asset comprises computer software purchased, which are not an integral part of the related hardware and are amortized on a straight line basis over a period of 8 years, which in Management's estimate represents the period during which the economic benefits will be derived from their use.

iv. Research and development cost:

(1) Research cost:

Revenue expenditure on research is charged to statement of profit and loss under the respective heads of accounts in the period in which it is incurred.

(2) Development cost:

Development expenditure on new product is capitalized as intangible asset, if all of the following can be demonstrated.

- (i) the technical feasibility of completing the intangible asset so that it will be available for use or sale;
- (ii) the Group has intention to complete the development of intangible asset and use or sell it;
- (iii) the Group has ability to use or sell the intangible asset;
- (iv) the manner in which the probable future economic benefit will be generated including the existence of a market for output of the intangible asset or the intangible asset itself or if it is to be used internally, the usefulness of the intangible asset;
- (v) the availability of adequate technical, financial and other resources to complete the development and to use or sell the intangible asset; and
- (vi) the Group has ability to measure the expenditure attributable to the intangible asset during the development reliably.

Development costs on the intangible assets, fulfilling the criteria are amortized over a period of five years, otherwise are expensed in the period in which they are incurred.

3. Investment in subsidiary

Investments in subsidiary is carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount.

Transition to Ind AS

Upon first-time adoption of Ind AS, the Group has elected to measure its investments in subsidiary at the Previous GAAP carrying amount as its deemed cost on the date of transition to Ind AS i.e., April 1st, 2016.

4. Inventories

Inventories are valued after providing for obsolescence, if any, as under:

(a) Raw materials, components, stores and spare parts and packing materials	: At lower of cost computed, on FIFO basis and net realizable value
(b) Work -in-progress - Manufacturing	: At lower of cost of materials, plus appropriate production overheads and net realizable value.

(c) Finished goods - Manufacturing	: At lower of cost of materials plus appropriate production overheads/ payable on such goods and net realizable value.
(d) Finished goods - Trading (others)	: At lower of cost computed, on FIFO basis and net realizable value
(e) Scrap (Reusable)	: At cost computed on FIFO basis

The cost of inventories have been computed to include all cost of purchases, cost of conversion and other related costs incurred in bringing the inventories to their present location and condition. Materials and supplies held for use in the production of inventories are not written down, if the finished goods in which they will be used are expected to be sold at or above cost.

5. Cash and cash equivalents

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

6. Assets Held for Sale:

Non-current assets comprising of land and buildings are classified as 'held for sale' when all of the following criteria's are met:

- (i) decision has been made to sell;
- (ii) the assets are available for immediate sale in its present condition;
- (iii) the assets are being actively marketed and
- (iv) sale has been agreed or is expected to be concluded within 12 months of the Balance Sheet date.

Subsequently, such non-current assets classified as held for sale are measured at the lower of its carrying value and fair value less costs to sell. Non-current assets held for sale are not depreciated.

7. Financial instruments

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

i. Financial assets

Classification

The Group shall classify financial assets as subsequently measured at amortized cost, fair value through other comprehensive income (FVOCI) or fair value through profit and loss (FVTPL) on the basis of its business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

Initial recognition and measurement

All financial assets are recognized 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. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognized on the trade date, i.e., the date that the Group commits to purchase or sell the asset.

Debt instruments

- A 'debt instrument' is measured at the amortized cost if both the following conditions are met:
 - a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
 - b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.
- After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the profit and loss.
- Debt instruments included within the fair value through profit and loss (FVTPL) category are measured at fair value with all changes recognized in the statement of profit and loss.

Equity instruments

The Group subsequently measures all equity investments in companies including equity investments in subsidiaries at cost. Dividends from such investments are recognized in profit and loss as other income when the Group's right to receive payments is established.

De-recognition

- A financial asset (or, where applicable, a part of a financial asset or part of a Group of similar financial assets) is primarily derecognized (i.e. removed from the Group's balance sheet) when:
 - a) The rights to receive cash flows from the asset have expired, or
 - b) The Group 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 Group has transferred substantially all the risks and rewards of the asset, or (b) the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

- When the Group 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 Group continues to recognize the transferred asset to the extent of the Group's continuing involvement. In that case, the Group also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Group has retained.
- Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Group could be required to repay.

Impairment of financial assets

In accordance with IndAS 109, the Group applies Expected Credit Loss (ECL) model for recognition and measurement of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments, and are measured at amortized cost e.g. deposits and bank balance;
- b) Trade receivables - The application of simplified approach does not require the Group to track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECL's at each reporting date, right from its initial recognition.

ii. Financial liabilities

Classification

The Group classifies all financial liabilities as subsequently measured at amortized cost, except for financial liabilities at fair value through profit and loss. Such liabilities shall be subsequently measured at fair value.

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings or as payables as appropriate.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Group's financial liabilities include trade and other payables and loans and borrowings including bank overdrafts.

Financial liabilities at fair value through profit and loss

Financial liabilities at fair value through profit and loss include financial liabilities held for trading and financial

liabilities designated upon initial recognition as at fair value through profit and loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term.

Gains or losses on liabilities held for trading are recognized in the profit and loss.

Financial liabilities designated upon initial recognition at fair value through profit and loss are designated at the initial date of recognition, and only if the criteria in Ind-AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ loss are not subsequently transferred to profit and loss. However, the Group may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognized in the statement of profit and loss. The Group has not designated any financial liability as at fair value through profit and loss.

Loans and borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit and loss when the liabilities are derecognized.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or transaction costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit and loss.

This category generally applies to interest-bearing loans and borrowings.

Derecognition

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

Offsetting of financial instruments

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

8. Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized if as a result of a past event, the Group has a present obligation (legal or constructive) that can be estimated reliably and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are recognized at the best estimate of the expenditure required to settle the present obligation at the balance sheet date. If the effect of time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability.

A contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions but are disclosed unless the possibility of outflow of resources is remote. Contingent assets are disclosed in the financial statements when an inflow of economic benefit is probable. However, when the realization of income is virtually certain, then the related asset is not a contingent asset and its recognition is appropriate.

9. Revenue recognition

Sale of goods

Revenue is measured at the fair value of the consideration received or receivable. Revenue from sale of goods is recognized when the significant risks and rewards in respect of ownership of products are transferred by the Group, the entity retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold and no significant uncertainty exist regarding the amount of consideration that will be derived from the sale of goods as well as regarding its ultimate collection. Amounts disclosed as revenue are inclusive of excise duty and net of returns, Trade Discounts, Rebates, incentives, Goods and Service Tax Act / Value added taxes / Central Sales Tax and amounts collected on behalf of third parties.

The Group recognizes revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity.

Sale of services

Service income is recognized as per the terms of the contracts / arrangements with the customers on proportionate completion method. When no significant uncertainty exists regarding the amount of the consideration that will be derived from rendering the service and is recognized net of Goods and service tax / Service tax as applicable.

Dividend income

Dividend is recognized as revenue when the right to receive payment has been established.

Interest income

For all interest bearing financial assets measured at amortized cost, interest income is recorded using the Effective Interest Rate (EIR). EIR is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset.

10. Employee benefits

i. Short term employee benefits

Short term employee benefits consisting of salaries, wages, short-term compensated absences, performance incentives, etc., and the expected cost of bonus, ex-gratia are benefits payable and recognized in 12 months. Short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognized undiscounted during the year as the related service are rendered by the employee.

ii. Defined contribution plans

Group's contribution for the year paid/payable to defined contribution retirement benefit schemes are charged to Statement of Profit and Loss.

The Group's contribution towards provident fund, superannuation fund and employee state insurance scheme, employee pension scheme and labour welfare fund for certain eligible employees are considered to be defined contribution plan for which the Group made contribution on monthly basis.

iii. Defined benefit plans

Group's liabilities towards defined benefit plans viz. gratuity which is expected to occur after twelve months, is determined using the Projected Unit Credit Method. Actuarial valuations under the Projected Unit Credit Method are carried out at the balance sheet date. Actuarial gains and losses are recognized in the Statement of other comprehensive income in the period of occurrence of such gains and losses for gratuity. The retirement benefit obligation recognized in the balance sheet represents the present value of the defined benefit obligation as adjusted for unrecognized past service cost, and as reduced by the fair value of scheme assets, if any.

Other long term employee benefits such as compensated absences payable to the employees is provided for in the books of accounts on accrual basis.

iv. Termination benefits

Termination benefits are recognised as an expense in the period in which they are incurred, if any.

11. Impairment of non-financial assets

The carrying amount of the assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal / external factors. An asset is impaired when the carrying amount of the asset exceeds its recoverable amount. The recoverable amount is higher of the asset's fair value less costs of disposal and value in use, which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. For the purposes of assessing impairment, assets are grouped at their lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or group of assets (cash generating units). Impairment loss is charged to the profit and loss account in the year in which the asset is identified as impaired.

An impairment loss for an asset is reversed if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized or relates to a change in the estimate of the recoverable amount in the previous periods. The carrying amount of an asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

12. Income Tax

Income tax expense comprises current and deferred tax. It is recognized in profit and loss except to the extent that it relates to items recognized directly in equity or in OCI.

i. Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. It is measured using tax rates enacted or substantively enacted as at the reporting date.

Current tax assets and liabilities are offset only if:

- there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority; and
- there is intention either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

ii. Deferred tax

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. However, deferred tax liabilities are not recognized if they arise from the initial recognition of goodwill. Deferred income tax is

also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss).

Deferred tax assets are recognized for deductible temporary differences (if any) to the extent that it is probable that future taxable profits will be available against which they can be used. The existence of unused tax losses is strong evidence that future taxable profit may not be available. Therefore in case of history of recent losses, the Group recognises a deferred tax asset only to the extent that it has sufficient taxable temporary difference or there is convincing other evidence that sufficient taxable profits will be available against which such deferred tax asset can be realized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized. Unrecognized deferred tax assets are reassessed at each reporting date and recognized to the extent that it has become probable that future taxable profits will be available against which they can be used.

Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred tax assets and liabilities are offset only if they relate to income taxes levied by the same taxation authority on the same taxable entity.

13. Operating lease

Assets taken on lease under which substantially all risks and rewards of ownership are effectively retained by the lessor are classified as operating lease. Payments made under operating leases are generally recognised in profit or loss on a straight-line basis over the term of lease unless such payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases. Lease incentives received are recognised as an integral part of the total lease expense over the term of the lease.

14. Foreign currency

(i) Foreign currency transactions

Transactions in foreign currencies are translated into the respective functional currencies of Group at the exchange rates at the dates of the transactions or an average rate if the average rate approximates the actual rate at the date of the transaction.

(ii) Transactions and balances

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at

the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined.

15. Earnings per share (EPS)

Basic EPS is computed using the weighted average number of equity shares outstanding during the period. Diluted EPS is computed using the weighted average number of equity and dilutive equity equivalent shares outstanding during the period except where the results would be anti-dilutive.

16. Borrowing cost

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

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.

Other borrowing costs are expensed in the period in which they are incurred.

17. Segment accounting

(a) Segment accounting policies:

Segment accounting policies are in line with the accounting policies of the Group. The Group identifies primary business segment based on the different risks and returns, the organisation structure and the internal reporting systems. Secondary segments are identified on the basis of geography in which sales have been effected. In addition, the following specific accounting policies have been followed for segment reporting:

- 1) Segment revenue includes sales and other income directly identifiable with / allocable to the segment including inter-segment revenue.
- 2) Expenses that are directly identifiable with/ allocable to segments are considered for determining the segment result. Expenses which relate to the Group as a whole and not allocable to segments are included under unallocable expenditure.
- 3) Income which relates to the Group as a whole and not allocable to segments is included in unallocable income.
- 4) Segment result includes margins on inter-segment and sales which are reduced in arriving at the profit before tax of the Group.

5) Segment assets and liabilities include those directly identifiable with the respective segments. Unallocable assets and liabilities represent the assets and liabilities that relate to the Group as a whole and not allocable to any segment.

(b) Inter-segment transfer pricing:

Segment revenue resulting from transactions with other business segments is accounted on the basis of transfer price agreed between the segments. Such transfer prices are either determined to yield a desired margin or agreed on a negotiated basis.

18. Current vs non-current classification

The Group presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- 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.

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Group classifies all other liabilities as non-current.

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 realisation in cash and cash equivalents. The Group has identified twelve months as its operating cycle.

Notes to the Consolidated financial statements for the year ended 31st March, 2018

Note 2

Property, Plant & Equipment

(₹ In Lakhs)

Particulars	Gross Block			As at March 31, 2018	Accumulated Depreciation			As at March 31, 2018	Net Block	
	As at April 01, 2017	Additions	Disposals		As at April 01, 2017	Depreciation charge for the year	Deduction / Transfer		As at March 31, 2018	As at March 31, 2017
All figures in bracket are outflow.	5,363.48	-	-	5,363.48	-	-	-	-	5,363.48	5,363.48
Leasehold land	619.55	-	-	619.55	11.45	10.87	-	22.32	597.23	608.11
Residential & Office Premises	5.00	-	-	5.00	0.10	0.09	-	0.19	4.81	4.90
Office & Godowns	994.26	-	-	994.26	22.14	21.04	-	43.18	951.08	972.12
Factory Buildings	3,458.15	168.52	-	3,626.67	61.24	64.86	-	126.10	3,500.57	3,396.91
Plant & Machinery	4,965.04	691.73	74.44	5,582.33	714.91	813.36	18.69	1,509.58	4,072.75	4,250.13
Dies & Moulds	1,383.13	347.60	8.64	1,722.09	197.39	230.13	-	427.52	1,294.57	1,185.74
Lab Equipments & Instruments	20.53	8.76	0.01	29.28	2.64	2.29	-	4.93	24.35	17.89
Office Equipments & Devices	32.62	15.90	1.17	47.35	5.22	8.75	-	13.97	33.38	27.40
Factory Equipments & Devices	296.04	1.78	25.68	272.14	29.48	32.06	-	61.54	210.60	266.56
Computers & Peripherals	28.56	14.79	0.10	43.25	8.98	10.82	-	19.80	23.45	19.58
Furniture & Fixtures	160.41	7.88	0.43	167.86	21.76	22.39	-	44.15	123.71	138.65
Electrical Fittings & Installations	455.69	26.96	30.74	451.91	49.32	89.01	-	138.33	313.58	406.37
Air condition	6.64	1.53	-	7.99	1.63	2.25	-	3.88	4.11	4.83
Transformer	50.47	0.23	-	50.70	2.88	7.45	-	10.33	40.37	47.59
Vehicles	567.44	96.83	52.47	611.80	74.22	93.30	6.60	160.92	450.88	493.23
Eot crane	30.25	-	-	30.25	1.79	2.01	-	3.80	26.45	28.46
Generator	13.14	-	-	13.14	1.58	1.57	-	3.15	9.99	11.56
Total	18,450.22	1,382.51	193.68	19,639.05	1,206.73	1,412.25	25.29	2,593.69	17,045.36	17,243.49

Capital Work In Progress

30.48

4.92

(₹ In Lakhs)

Particulars	Gross Block			As at March 31, 2017	Accumulated Depreciation			As at March 31, 2017	Net Block	
	As at April 01, 2016	Additions	Disposals		As at April 01, 2016	Depreciation charge for the year	Deduction / Transfer		As at March 31, 2017	As at April 01, 2016
Freehold Land	5,363.48	-	-	5,363.48	-	-	-	-	5,363.48	5,363.48
Leasehold land	619.55	-	-	619.55	-	11.45	-	11.45	608.10	619.55
Residential & Office Premises	5.00	-	-	5.00	-	0.10	-	0.10	4.90	5.00
Office & Godowns	1,300.21	0.06	306.01	994.26	-	27.15	5.01	22.14	972.12	1,300.21
Factory Buildings	3,074.95	383.20	-	3,458.15	-	61.24	-	61.24	3,396.91	3,074.95
Plant & Machinery	3,747.80	1,234.30	17.06	4,965.04	-	717.34	2.43	714.91	4,250.13	3,747.80
Dies & Moulds	892.25	495.00	4.12	1,383.13	-	197.49	0.10	197.39	1,185.74	892.25
Lab Equipments & Instruments	20.53	-	-	20.53	-	2.64	-	2.64	17.89	20.53
Office Equipments & Devices	29.12	4.42	0.92	32.62	-	5.28	0.06	5.22	27.40	29.12
Factory Equipments & Devices	302.62	7.76	14.34	296.04	-	29.48	-	29.48	266.56	302.62
Computers & Peripherals	24.96	3.60	-	28.56	-	8.98	-	8.98	19.58	24.96
Furniture & Fixtures	151.85	8.56	-	160.41	-	21.76	-	21.76	138.65	151.85
Electrical Fittings & Installations	423.81	45.93	14.05	455.69	-	50.04	0.72	49.32	406.37	423.81
Air condition	6.08	0.40	0.02	6.46	-	1.63	-	1.63	4.83	6.08
Transformer	22.48	13.53	(14.46)	50.47	-	2.88	-	2.88	47.59	22.48
Vehicles	338.20	257.76	28.52	567.44	-	77.90	3.68	74.22	493.22	338.20
Eot crane	28.94	1.31	-	30.25	-	1.79	-	1.79	28.46	28.94
Generator	12.44	0.70	-	13.14	-	1.58	-	1.58	11.56	12.44
Total	16,364.27	2,456.53	370.58	18,450.22	-	1,218.73	12.00	1,206.73	17,243.49	16,364.27

Capital Work In Progress

4.92

367.26

Notes:

- (a) The Group has elected the option of fair value as deemed cost for certain Land and Buildings, as on the date of transition to Ind AS. Other tangible assets are restated retrospectively. This has resulted in net increase in the value of Land and Buildings by ₹ 5919.68 lakhs with corresponding increase in the Retained Earnings.

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(b) Measurement of Fair value

The Group has in accordance with provisions of Ind-AS 101 "First time adoption of Indian Accounting Standards", considered fair value for certain properties viz. freehold and leasehold land as the deemed cost as on the transition date to Ind-AS. Accordingly:

i) Fair value hierarchy:

"The Fair value of freehold and leasehold land has been determined by external, independent property valuers, having appropriate recognised professional qualifications and experience in the category of the property being valued."

ii) Valuation technique:

Value of the property has been arrived at using market approach using market corroborated inputs. Adjustments have been made for factors specific to the assets valued including location and condition of the assets, the extent to which inputs relate to items that are comparable to the asset and the volume or level of activity in the markets within which the inputs are observed.

Note 3

Intangible Assets

(₹ In Lakhs)

Particulars	Gross Block				Accumulated Amortization				Net Block	
	As at April 01, 2017	Additions	Disposals	As at March 31, 2018	As at April 01, 2017	Amortization charge for the year	Deduction / Transfer	As at March 31, 2018	As at March 31, 2018	As at March 31, 2017
Computer software	8.20	-	(1.09)	7.11	0.98	1.29	-	2.27	4.84	7.22
Total	8.20	-	(1.09)	7.11	0.98	1.29	-	2.27	4.84	7.22

(₹ In Lakhs)

Particulars	Gross Block				Accumulated Amortization				Net Block	
	As at April 01, 2016	Additions	Disposals	As at March 31, 2017	As at April 01, 2016	Amortization charge for the year	Deduction / Transfer	As at March 31, 2017	As at March 31, 2017	As at April 01, 2016
Computer software	8.20	-	-	8.20	-	0.98	-	0.98	7.22	8.20
Total	8.20	-	-	8.20	-	0.98	-	0.98	7.22	8.20

Note: The Company has chosen to value the above as per the requirements of Ind AS retrospectively as applicable.

Note 4

Non-Current Financial Assets - Investments

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Unquoted, fully paid up			
Investment in government securities			
In Government or Trust Securities Nation Saving Certificate (NSC)	0.95	0.95	0.95
Investment in equity shares at cost			
22,453 shares (March 31, 2017: 22,453 and April 01, 2016: 22,453) of The Shamrao Vithal Co-op Bank Ltd of ₹25/- each *	5.61	5.61	5.61
Nil shares (March 31, 2017: Nil and April 01, 2016: 3,488) of Malad Sahkari Bank Ltd of ₹10/- each	-	-	0.35
Total	6.56	6.56	6.91

* Out of the 22,453 number of shares, 2,453 shares are held in the erstwhile name of company Bhagirath Agro Plast Ltd. and Kisan Irrigations Ltd. which had merged with Kisan Mouldings Ltd.

Note 5

Non - Current Financial Assets - Others

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Other financial assets carried at amortised cost			
Security Deposits	218.81	214.55	212.03
Total	218.81	214.55	212.03

Note 6

Non - Current Tax Assets

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Advance for Income Tax	257.98	214.59	202.43
Total	257.98	214.59	202.43

Note 7

Income tax

(a) Tax recognised in Profit And Loss

(₹ In Lakhs)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
Current tax charge/(credit)	13.91	3.73
Deferred tax charge/(credit), net		
Origination and reversal of temporary differences	(376.91)	(1,213.68)
Deferred tax charge/(credit)	(376.91)	(1,213.68)
Tax charge/(credit) for the year	(376.91)	(1,213.68)

(b) Tax recognised in other comprehensive income

(₹ In Lakhs)

	For the year ended March 31, 2018			For the year ended March 31, 2017		
	"Before tax (charge) / credit"	"Tax (charge) / credit"	"Net of tax (charge) / credit"	"Before tax (charge) / credit"	"Tax (charge) / credit"	"Net of tax (charge) / credit"
Items that will not be reclassified to profit or loss						
Remeasurements of the defined benefit plans	6.95	(2.37)	4.58	8.86	(2.89)	5.97
Total	6.95	(2.37)	4.58	8.86	(2.89)	5.97

(c) Reconciliation of effective tax rate

(₹ In Lakhs)

	For the year ended	For the year ended
	March 31, 2018	March 31, 2017
Profit/(loss) before tax	(320.28)	(1,296.02)
Tax using the Group's domestic tax rate (Current year - 34.608% and Previous year - 33.063%)	(110.84)	(428.50)
Non-deductible tax expenses	5.70	3.62
Current-year losses for which no deferred tax asset is recognised	105.14	424.89

(d) Movement in deferred tax assets and liabilities

(₹ In Lakhs)

Particulars	" Net deferred tax assets/(liabilities) as on April 01, 2017 "	Recognised in profit or loss	" Recognised in other comprehensive income "	" Net deferred tax assets/(liabilities) as on March 31, 2018 "
Deferred tax asset/(liabilities)				
Property, plant and equipment	(1,163.90)	77.75		(1,086.15)
Non current asset held for sale	110.90	(110.90)		-
Borrowings	(7.86)	-		(7.86)
Provision for doubtful debts	775.04	-		775.04
Expenses allowable for tax purposes when paid	437.28	148.74		586.02
Brought forward losses	1,178.49	181.50		1,359.99
Employee benefits	(2.89)	75.15	2.37	74.56
Deferred tax assets/(liabilities)	1,327.06	376.98	2.37	1,701.60

(e) Movement in deferred tax assets and liabilities

(₹ In Lakhs)

Particulars	" Net deferred tax assets/(liabilities) as on April 01, 2017 "	Recognised in profit or loss	" Recognised in other comprehensive income "	" Net deferred tax assets/(liabilities) as on March 31, 2018 "
Deferred tax asset/(liabilities)				
Property, plant and equipment	(1,087.64)	(76.26)	-	(1,163.90)
Non current asset held for sale	110.89	0.01	-	110.90
Borrowings	(10.45)	2.59		(7.86)
Provision for doubtful debts	710.09	64.95	-	775.04
Expenses allowable for tax purposes when paid	393.37	43.91		437.28
Brought forward losses	-	1,178.49		1,178.49
Employee benefits	-	-	(2.89)	(2.89)
Deferred tax assets/(liabilities)	116.26	1,213.68	(2.89)	1,327.06

Tax losses carried forward

Deferred tax assets have not been recognised in respect of the following items, because it is not probable that future capital gains profit will be available against which the Group can use the benefits therefrom.

(₹ In Lakhs)

	31-Mar-18	31-Mar-17	1-Apr-16
	Gross amount	Gross amount	Gross amount
Unabsorbed business loss	3,965.50	3,564.38	3,304.39
Expiry	2025-26	2024-25	2023-24

Note 8

Other non - current assets

(₹ In Lakhs)

Particulars	As at	As at	As at
	March 31, 2018	March 31, 2017	April 1, 2016
Prepaid Expense	243.01	66.79	-
Balance with Excise Authority	0.31	0.31	0.31
Balance with Vat Authority	283.93	65.68	73.77
Total	527.25	132.78	74.08

Note 9

Inventories

(₹ In Lakhs)

Particulars	As at	As at	As at
	March 31, 2018	March 31, 2017	April 1, 2016
a) Raw Materials and components	2,056.28	1,315.18	1,014.10
Goods-in transit	28.79	-	-
b) Work-in-progress	4,259.25	3,947.42	2,495.27
c) Finished goods	12,039.15	8,217.72	9,262.30
Goods-in transit	100.12	246.76	148.74
d) Stock-in-trade	445.06	434.80	484.53
e) Stores and spares	743.89	540.99	646.24
Total	19,672.54	14,702.87	14,051.18

Note:

Inventories are valued at cost or net realizable value, whichever is lower.

Note 10

Trade receivables

(₹ In Lakhs)

Particulars	As at	As at	As at
	March 31, 2018	March 31, 2017	April 1, 2016
Unsecured, considered good	17,881.98	14,399.20	12,722.33
Less: Allowance for credit loss	(1,636.47)	(1,848.02)	(1,677.55)
	16,245.51	12,551.18	11,044.78
Unsecured, considered doubtful	575.35	575.35	611.06
Less: Allowance for credit loss	(575.35)	(575.35)	(611.06)
	-	-	-
Total	16,245.51	12,551.18	11,044.78

Note:

Trade receivables include dues from private companies in which any director is a partner, director or a member is ₹46.96 lakhs (31 March 2017: Nil; 01 April 2016: Nil)

Note 11

Cash And Cash Equivalents

(₹ In Lakhs)

Particulars	As at	As at	As at
	March 31, 2018	March 31, 2017	April 01, 2016
Cash and cash equivalents			
Balances with banks			
On current account	357.73	186.04	516.59
	357.73	186.04	516.59
Cash on hand	8.92	26.05	33.29
Total	366.65	212.09	549.88

Note 12

Bank balances other than cash and cash equivalents

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Deposits with banks (earmarked for electricity/Sales tax/Margin money)	1,089.07	996.41	849.11
Unclaimed dividend	5.50	7.42	9.10
Total	1,094.57	1,003.83	858.21

Note 13

Loans

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Other financial assets carried at amortised cost			
Loan to employees	215.58	193.46	184.33
Total	215.58	193.46	184.33

Note 14

Other current financial assets

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2018	As at March 31, 2017
Interest accrued and due on fixed deposits	5.37	15.45	3.88
Insurance claim receivable	263.01	64.87	64.87
Recoverable in cash from :			
Relatives	4.20	181.89	341.20
Other than relatives	44.85	204.97	235.62
Sale of assets	65.05	73.15	102.62
Security Deposits	474.90	210.39	185.58
Total	857.38	750.72	933.77

Note 15

Other current assets

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2018	As at March 31, 2017
Capital advances	369.30	331.74	277.93
Advance/claim recoverable for expenses	383.64	188.01	96.42
Prepaid expenses	224.90	130.41	126.75
Balance with Excise authority	169.13	601.21	679.40
Balance with VAT authority	226.32	204.01	209.13
Total	1,373.29	1,455.38	1,389.63

Note 16

Assets held for sale

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2018	As at March 31, 2017
Land	312.12	312.12	312.12
Building	516.11	717.85	717.85
Total	828.23	1,029.97	1,029.97

Note 17

Equity share capital

Particulars	As at March 31, 2018		As at March 31, 2017		As at April 01, 2016	
	No. of Shares	Amount (₹ In Lakhs)	No. of Shares	Amount (₹ In Lakhs)	No. of Shares	Amount (₹ In Lakhs)
Authorised						
Equity shares of ₹10/- each	3,50,00,000	3,500	3,50,00,000	3,500	2,50,00,000	2,500
Issued, Subscribed & Paid up						
Equity shares of ₹10/- each fully paid up						
Shares outstanding as at the beginning of the Year	2,88,63,065	2,886.310	2,03,25,065	2,032.510	2,03,25,065	2,032.510
Add: Shares issued during the year	50,00,000	500.000	85,38,000	853.800	-	-
Shares outstanding as at the end of the year	3,38,63,065	3,386.31	2,88,63,065	2,886.31	2,03,25,065	2,032.51

- a) The Group has only one class of equity shares having at par value of ₹10 per share. Each holder of equity shares is entitled to one vote per share.

b) Details of equity shares held by each shareholders holding more than 5% of total equity shares:

Particulars	As at March 31, 2018		As at March 31, 2017		As at April 01, 2016	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Jaisal Venture L.L.P. (Formerly known - Jaisal Finance Pvt. Ltd.)	15,52,211	4.58%	15,52,211	5.38%	15,52,211	7.64%
Polson Traders LLP	36,29,246	10.72%	36,29,246	12.57%	8,22,000	3.99%
Vijay J. Aggarwal	15,17,336	4.48%	15,17,336	5.26%	10,90,815	5.37%
Veena V. Aggarwal	1,16,642	0.34%	1,16,642	0.40%	10,16,652	5.00%

Note 18

Other Equity

a) Summary of other equity balances

(₹ In Lakhs)

	As at March 31 2018	As at March 31 2017	As at April 01 2016
Securities premium	10,309.90	4,924.02	2,578.83
General reserve	366.46	366.46	366.46
Retained earnings	3,359.48	3,316.76	3,407.84
Other Comprehensive Income			
Remeasurements of net defined benefit plan	10.55	5.97	-
	14,046.39	8,613.21	6,353.13

Refer Statement of Changes in Equity for detailed movement in equity balance.

b) Nature and purpose of the reserve

Securities Premium

Securities premium is used to record the premium received on issue of shares. It shall be utilised in accordance with the provisions of the Companies Act, 2013.

General Reserve

General reserve forms part of the retained earnings and is permitted to be distributed to shareholders as part of dividend.

Retained Earnings

Retained earnings are the profits that the Group has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders.

Other Comprehensive Income - Remeasurements of defined benefit plans

It represents Remeasurements of defined benefit plan i.e. actuarial gains and losses and the return on plan assets, excluding amounts included in the net interest expense on the net defined benefit liability are recognised in other comprehensive income instead of profit and loss.

Note 19

Non - current financial liabilities - borrowings

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Secured			
Term loans from banks	7,572.40	9,144.30	11,190.64
Vehicle loans	124.73	152.65	8.77
	7,697.13	9,296.95	11,199.41
Unsecured			
Loans from others	604.80	220.19	588.21
	604.80	220.19	588.21
Total	8,301.93	9,517.14	11,787.62

Additional Information to Secured Long Term Borrowings

"The long term portion of term loans are shown under long term borrowings and the current maturities of the long term borrowings are shown under other Current Liabilities as per disclosure requirements of the Schedule III."

Details Relating to Term Loans

Secured by way of :

1. First charge on pari-passu basis on entire fixed assets both present and future of the Company.
2. Second charge on pari-passu basis on current assets of the Company.

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3. Personal Guarantee of Mr. Sanjeev A. Aggarwal - Chairman & Managing Director, Mr. Ashok J. Aggarwal - Whole Time Director, Mr. Satish J. Aggarwal and Mr. Vijay J. Aggarwal.
4. Pledge of 1,14,95,391 Lakhs equity shares held by the following directors/associates/their relative of the Company on parri-passu basis with working capital bankers.

Terms of repayment

Name of the holders	Relation	"No. of the Equity Shares"	Name of the holders	Relation	"No. of the Equity Shares"
Polson Traders LLP	Associates	25,12,246	Gaurav A. Aggarwal	Director's relative	5,77,974
Jaisal Venture LLP	Associates	15,52,211	Rishav S. Aggarwal	Whole Time Director	8,85,953
Shruti S. Aggarwal	Director's relative	1,48,449	Amit V. Aggarwal	Director's relative	5,49,171
Shweta S. Aggarwal	Director's relative	1,56,709	Rekha S. Aggarwal	Director's relative	5,94,842
Sanjeev A. Aggarwal	Chairman & MD	7,57,436	Ashok J. Aggarwal	Director's relative	7,32,597
Nishi S. Aggarwal	Director's relative	7,84,260	Vijay J. Aggarwal [HUF]	Director's relative	58,873
Vijay J. Aggarwal	Director's relative	12,17,336	Neerav Aggarwal	Director's relative	7,08,184
Zitura Investment & Finance Pvt Ltd	Associates	93,200	Spread Fintrade Limited	Others	2,50,524
Classic Creation Impex Pvt Ltd	Associates	40,000	Sanjeev A. Aggarwal [HUF]	Director's relative	17,190
Polsons Investment & Finance Pvt Ltd	Associates	10,800	Radhika Aggrwal	Director's relative	5,08,400
Total - A		72,72,647	Total - B		48,83,708
Grand Total [A+B]					1,21,56,355

Details Terms of repayment of Working Capital Term Loan.

Bank Name	Sanction Amount (₹ In lakhs)	Rate of Interest	No. of Installment	First Installment Date
The SVC Bank Limited	900.00	PLR - 5.50%	60 [Monthly]	31-Jan-17
Punjab National Bank	1,200.00	BR + 1.25% + TP 0.5%	60 [Monthly]	31-Jan-17
Union Bank of India	1,000.00	12% Fixed	60 [Monthly]	01-Jan-17
IDBI Bank Ltd	800.00	BBR + 1.75%	60 [Monthly]	01-Jan-17
Union Bank of India	1,000.00	12% Fixed	60 [Monthly]	01-Jan-17
ICICI Bank Ltd	100.00	PNB BASE RATE + .75%	12 [Monthly]	31-Jan-17
Union Bank of India	1,200.00	12% Fixed	15 [Monthly]	01-Jan-17
Punjab National Bank	950.00	BR + 1.25% + TP 0.5%	34 [Monthly]	31-Jan-17
ICICI Bank Ltd***	\$ 74.5 [Million]	PNB BASE RATE + 1.75%	96 [Monthly]	31-Jan-17

* The original sanction Term Loan outstanding as on 31/12/2014 is considered for the Corporate Debts restructuring with revised term and condition.

** Term Loan is not part of the Corporate Debts Restructuring Scheme.

*** The ICICI Bank Original Sanction Loan in Foreign Currency which outstanding \$4.48 million dated on 21.04.15 has been considered for conversion into the India Rupees under the corporate debts restructuring scheme and cover under the same term on first and second charges creation on pari passu basis on entire fixed and current assets of the Company with other members of the Consortium of bank.

Details Terms of repayment of Funded Interest on Term Loan & Working Capital Term Loan.

Bank Name	Sanction Amount (₹ In lakhs)	Rate of Interest	No. of Installment	First Installment Date
The SVC Bank Limited	135.00	PLR - 6.50%	48 [Monthly]	31-Jan-17
The SVC Bank Limited	18.55	PLR - 6.50%	48 [Monthly]	31-Jan-17
The SVC Bank Limited	50.81	PLR - 6.50%	48 [Monthly]	31-Jan-17
The SVC Bank Limited	72.98	PLR - 6.50%	48 [Monthly]	31-Jan-17
Punjab National Bank	319.00	BR + 0.25% + TP 0.5%	48 [Monthly]	31-Jan-17
Union Bank of India	40.00	11.00%	48 [Monthly]	01-Jan-17
IDBI Bank Ltd	270.00	BBR + 0.75%	48 [Monthly]	01-Jan-17
Union Bank of India	150.00	11.00%	48 [Monthly]	01-Jan-17
ICICI Bank Ltd	444.00	PNB BASE RATE + 0.75%	48 [Monthly]	31-Jan-17
ICICI Bank Ltd	15.00	PNB BASE RATE + 0.75%	48 [Monthly]	31-Jan-17

Note 20

Non - current financial liabilities - others

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Other financial liabilities carried at amortised cost			
Sundry Deposits	311.59	371.92	162.55
Total	311.59	371.92	162.55

Note 21

Non - current provisions

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Provision for employee benefits (Refer note 39)			
Gratuity	183.45	140.25	100.04
Total	183.45	140.25	100.04

Note 22

Current financial liabilities - borrowings

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Secured			
Working Capital Loans :			
From Banks (Cash credit accounts)	11,503.01	11,467.93	10,840.87
Total	11,503.01	11,467.93	10,840.87

Note 23

Current financial liabilities - Trade payables

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Trade payables			
Total outstanding dues of micro enterprises and small enterprises	-	-	-
Others	16,137.30	10,460.39	10,192.17
Total	16,137.30	10,460.39	10,192.17

Trade payables include dues from private companies in which any director is a partner, director or a member is ₹40.37 lakhs (31 March 2017: Nil; 01 April 2016: Nil)

Note 24

Current - Other financial liabilities

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Other financial liabilities carried at amortised cost			
Current maturities of long-term debt:			
Interest accrued term loans	1,732.00	1,980.52	654.01
Interest accrued vehicle loans	96.85	73.02	48.86
Interest accrued but not due on borrowing	-	18.40	56.18
Interest accrued and due on borrowing	-	91.89	-
Payable towards Property, Plant & Equipment	579.55	661.07	296.26
Unclaimed dividends	5.50	7.41	9.10
Other payable for expenses	1,301.22	1,283.53	1,004.05
Other payable for expenses	1,301.22	1,283.53	1,004.05
Total	3,715.12	4,115.84	2,068.46

Note 25

Other current liabilities

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Advance from customers	960.13	735.96	949.53
Statutory dues	841.47	1,357.60	1,494.59
Total	1,801.60	2,093.56	2,444.12

Note 26

Current Provisions

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Provision for employee benefits			
Salary & Reimbursement	403.69	485.32	483.21
Gratuity	47.19	42.93	41.55
	450.88	528.25	524.76
Other provisions			
Provision for expenses	596.58	530.10	614.56
Provision for excise	-	322.46	272.40
	596.58	852.56	886.96
Total	1,047.46	1,380.81	1,411.72

Note 27

Revenue from operations

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Sale of products		
a) Manufactured goods	40,610.15	46,532.48
b) Traded goods	15,862.08	6,333.32
Other operating revenues		
Insurance claim	221.92	0.00
Sales-Scrap	48.00	25.83
Sales -Other than empty bags	44.74	32.85
Total	56,786.89	52,924.48

Note 28

Other income

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Liability no longer required written back	272.99	-
Provision for doubtful debts	122.65	-
Rent income	58.20	5.50
Profit on sale of assets	47.49	-
Other miscellaneous income	5.61	6.89
Recovery on sales & service	16.02	7.61
Job work income	7.79	10.25
Foreign currency gain	2.73	45.36
Dividend income	0.60	0.77
Interest income - Other	-	36.18
Sales Tax refund	-	70.03
Interest on Income Tax refund	-	0.66
Commission income	-	8.50
Total	534.08	191.75

Note 29

Cost of material consumed

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Opening stock of raw materials	1,315.18	1,014.10
Add: Purchases of raw materials	-	-
Resins & chemical	30,739.07	27,682.32
Carriage inwards	534.23	1,228.13
Less:- Closing stock of raw materials	(2,085.08)	(1,315.18)
Total	30,503.40	28,609.37

Note 30

Purchase of stock-in-trade

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Purchase of stock-in-trade	15,533.88	6,193.64
Total	15,533.88	6,193.64

Note 31

Changes in inventories of finished goods, work-in-progress and stock-in-trade

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Opening Inventories		
Finished goods	8,464.48	9,411.04
Stock in trade	434.80	484.53
Work-in-progress	3,947.42	2,495.27
	12,846.70	12,390.84
Closing Inventories		
Finished goods	12,139.27	8,464.48
Stock in trade	445.06	434.80
Work-in-progress	4,259.25	3,947.42
	16,843.58	12,846.70
Provision for Excise /Excise Credit Taken	(516.01)	49.27
Total	(4,512.89)	(406.59)

Note 32

Excise duty

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Excise duty	857.34	4,958.41
Total	857.34	4,958.41

Note 33

Employee benefit expenses

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Salaries and wages	1,541.69	1,303.19
Staff welfare expenses	151.95	112.73
Contribution to provident and other funds	126.32	95.97
Directors remuneration	106.30	123.00
Gratuity fund contributions	87.79	19.34
Total	2,014.05	1,654.23

Details of remuneration paid to Directors is as under:

(₹ In Lakhs)

Name of Director & Designation	For the year ended March 31, 2018	For the year ended March 31, 2017
Sanjeev A. Aggarwal - Chairman & Managing Director	84.00	84.00
Rishav A. Aggarwal - Whole time Director	18.30	-
Vijay J. Aggarwal - Whole Time Director *	-	15.00
Ashok J. Aggarwal - Whole Time Director *	4.00	24.00
Total	106.30	123.00

*Note: Mr. Vijay Aggarwal and Mr. Ashok Aggarwal, Whole-time Director of the Company has resigned from their respective posts w.e.f. February 09, 2017 and May 29, 2017 respectively.

Note 34

Finance cost

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Interest expense		
On working capital facility	1,359.42	1,568.04
On Borrowing	1,209.10	1,372.67
On purchase	916.91	796.90
On vehicle loan	24.25	15.37
Bank charges & processing fees	82.88	48.02
Foreign exchange fluctuation	-	4.88
Total	3,592.56	3,805.88

Note 35

Other expenses

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
MANUFACTURING EXPENSES		
Labor cost	1,998.11	1,888.78
Power and fuel	1,582.99	1,602.24
Consumption of packing material	602.88	534.71
Consumption of stores and spare parts	332.98	506.42
Repair & Maintenance		
- Plant & Machinery	137.18	139.72
- Buildings	38.23	26.26
Security expenses	79.26	66.29
Laboratory expenses	40.22	36.26
Insurance- Plant & Machinery	10.32	16.37
License & Renewal charges	10.04	15.40
Factory expenses	3.30	13.53
Job work charges	-	-
Total - A	4,835.51	4,845.98
ADMINISTRATIVE, SELLING & DISTRIBUTION EXPENSES		
Cartage outwards	1,353.94	1,619.39
Travelling & Conveyance expenses	429.61	389.89
Sales promotion expenses	307.24	202.91
Advertisement expenses	217.18	93.20
Legal and Professional	207.46	134.94
Commission & Brokerage	198.60	181.21
Rates and Taxes	173.18	254.59
Loading & Unloading	143.05	118.73
General expenses	71.64	55.39
Rent	71.34	89.91
Telephone & Postage	53.97	51.53
Printing & Stationery	38.26	29.47
Electricity charges	24.32	25.49
Insurance - Other	20.76	12.00
Repair & Maintenance		
- Office	34.40	20.31
- Motor car	16.14	13.09
Security expenses other than plant	14.99	17.61
Postage & Courier expenses	10.28	8.33
Auditor's Remuneration		
- Audit fees	10.00	10.20
- Tax Audit fees	2.00	2.00
Charity & Donation	4.35	2.91
Membership & Subscription	0.95	0.89
Books & Periodical	0.20	0.21

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Provision For doubtful debts	-	198.91
Sundry balance written off	-	8.32
Loss on sale of fixed assets	-	2.19
Total - B	3,403.86	3,543.62
Total (A+B)	8,239.37	8,389.60

Note 36

Earnings per share

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Profit / (loss) attributable to equity share holders of the Group (In Lakhs)	42.72	(86.07)
Reconciliation of number of shares	No. of Shares	No. of Shares
Weighted average number of shares in calculating Basic & Diluted EPS	3,11,18,216	2,52,95,284
Earnings per share (face value ₹10/- each)		
Earnings per share - Basic in Rupees	0.14	(0.34)
Earnings per share - Diluted in Rupees	0.14	(0.34)

Note 37

Leases

As Lessee:

a) Operating Lease:

The Group has taken office premises on operating lease which are cancellable. These lease and license agreements for the office premises are generally for a period not exceeding one year and are in most cases renewable by mutual consent, on mutually agreeable terms. There are no restrictions imposed by lease arrangements or any contingent rents payable. There are no subleases.

b) Finance lease:

The Group has entered into long-term leasing arrangements for land with government authorities which are in the nature of finance lease. These arrangements do not involve any material recurring payments, hence other disclosures are not given.

Note 38

Employee benefits

(A) Defined benefit plans -

Gratuity liability is provided in accordance with the provisions of the Payment of Gratuity Act, 1972 based on actuarial valuation. The plan provides a lump sum gratuity payment to eligible employee at retirement or termination of their employment. The amounts are based on the respective employee's last drawn salary and the years of employment with the Group.

The most recent actuarial valuation of the defined benefit obligation was carried out at the balance sheet date. The present value of the defined benefit obligations and the related current service cost and past service cost were measured using the Projected Unit Credit Method.

Based on the actuarial valuation obtained in this respect, the following table sets out the details of the employee benefit obligation as at balance sheet date:

(₹ In Lakhs)

Particulars	For the year ended March 31, 2018 "Gratuity (Funded)"	For the year ended March 31, 2017 "Gratuity (Funded)"
I Expenses recognised in profit or loss:		
1 Current Service Cost	42.93	41.56
2 Interest cost	11.48	8.90
3 Past Service Cost	-	-
Total Expenses	54.41	50.46
II Expenses recognised in Other Comprehensive Income		
1 Actuarial changes arising from changes in demographic assumptions	-	-
2 Actuarial changes arising from changes in financial assumptions	(10.85)	12.06
3 Actuarial changes arising from changes in experience adjustments	3.13	(22.31)
4 Return on plan assets excluding amounts included in interest income	0.78	1.40
Total Expenses	(6.94)	(8.85)
III Reconciliation of defined benefit obligation		
"Defined Obligations at the beginning of the year"	240.87	259.95

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(₹ In Lakhs)

Particulars	For the year ended March 31, 2018 "Gratuity (Funded)"	For the year ended March 31, 2017 "Gratuity (Funded)"
Current Service Cost	42.93	41.56
Interest cost	15.76	18.39
Actuarial changes arising from changes in financial assumptions	(10.85)	12.06
Actuarial changes arising from changes in experience adjustments	3.13	(22.31)
Benefit paid	(16.77)	(68.78)
Net asset / (liability) at the end of the year	275.07	240.87
IV Reconciliation of plan assets		
Opening value of plan assets	57.68	118.35
Interest Income	4.28	9.49
Return on plan assets excluding amounts included in interest income	(0.78)	(1.40)
Contributions by employer	-	0.02
Benefits paid	(16.77)	(68.78)
Closing value of plan assets	44.41	57.68
(Plan assets comprise 100% of insurance policies)		

(₹ In Lakhs)

	As at March 31, 2018	As at March 31, 2017
V Quantitative sensitivity analysis for significant assumptions is as below:		
1 Increase/(decrease) on present value of defined benefit obligation at the end of the year		
(i) 0.5 percent point increase in discount rate	264.97	232.14
(ii) 0.5 percent point decrease in discount rate	(285.91)	(250.26)
(iii) 0.5 percent point increase in rate of salary increase	285.97	249.69
(iv) 0.5 percent point decrease in rate of salary increase	(265.11)	(232.60)
(v) 10 percent point increase in withdrawal rate	276.82	241.88
(vi) 10 percent point decrease in withdrawal rate	(273.08)	(239.73)

2 Sensitivity analysis method

Sensitivity analysis is determined based on the expected movement in liability if the assumptions were not proved to be true on different count.

(₹ In Lakhs)

	As at March 31, 2018	As at March 31, 2017
VI The expected future cash flows were as follows:		
1 st following year	40.28	37.87
2 nd following year	21.01	18.55
3 rd following year	22.00	23.80
4 th following year	31.09	18.75
5 th following year	23.48	19.72
Years 6 to 10	117.02	97.48

(₹ In Lakhs)

	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
VII Net Asset / (Liability) recognised as at balance sheet date:			
1 Present value of defined benefit obligation	275.07	240.87	259.95
2 Fair value of plan assets	44.41	57.68	118.35
3 Net Asset /(Liability)	(230.66)	(183.19)	(141.60)
VIII Actuarial Assumptions:			
1 Discount rate	7.60%	7.60%	7.80%
2 Expected rate of salary increase	6.00%	6.00%	6.00%
3 Withdrawal rate	7.00%	7.00%	7.00%
4 Mortality	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate

Notes:

- a) Amount recognised as an expense in the Statement of Profit and Loss and included in Note 34 under "Employee benefit expenses"
: Gratuity ₹87.79 lakhs (Previous year - ₹19.34 lakhs).

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- b) The estimates of future salary increases considered in the actuarial valuation take account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.
- c) "The plan above is typically exposed to actuarial risk such as interest risk, mortality risk and salary risk
- a) Interest risk: The decrease in the bond interest rate will increase the liability.
- b) Mortality risk: The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.
- c) Salary risk: The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability."

(B) Defined contribution plan -

The Group makes contributions towards provident fund and other funds which are in the nature of defined contribution post employment benefit plans. Under the plan, the Group is required to contribute a specified percentage of payroll cost to fund the benefits.

Amount recognised as an expense in the Statement of Profit and Loss - included in Note 34 - "Contribution to provident and other funds" ₹126.32 lakhs (Previous year - ₹ 95.97 lakhs).

The contributions payable to these plans by the Group are at rates specified in the rules of the schemes.

Note 39

Financial Instruments - Fair Value

- Carrying value of financial assets and financial liabilities, are presented below.
- It does not include the 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."

(₹ In Lakhs)

As at March 31, 2018	Carrying Value	
	Amortised Cost	Total
Financial Assets		
Other Non Current Investments	6.56	6.56
Security deposits	693.71	693.71
Loans to employees	215.58	215.58
Trade receivables	16,245.51	16,245.51
Cash and cash equivalents	366.65	366.65
Bank balance (other than Cash and cash equivalents)	1,094.57	1,094.57
Other Current Financial Asset	382.48	382.48
Total	19,005.06	19,005.06
Financial Liabilities		
Borrowings	19,804.94	19,804.94
Deposits	311.59	311.59
Trade payables	16,137.30	16,137.30
Other financial liabilities	3,715.12	3,715.12
Total	39,968.95	39,968.95
Financial Assets		
Other Non Current Investments	6.56	6.56
Deposits	424.94	424.94
Loans and Advances	193.46	193.46
Trade receivables	12,551.18	12,551.18
Cash and cash equivalents	212.09	212.09
Bank balance (other than Cash and cash equivalents)	1,003.83	1,003.83
Other Current Financial Asset	540.33	540.33
Total	14,932.39	14,932.39
Financial Liabilities		
Borrowings	20,985.07	20,985.07
Deposits	371.92	371.92
Trade payables	10,460.39	10,460.39
Other financial liabilities	4,115.84	4,115.84
Total	35,933.22	35,933.22

(₹ In Lakhs)

As at April 01, 2016	Carrying Value	
	Amortised Cost	Total
Financial Assets		
Other Non Current Investments	6.91	6.91
Deposits	397.60	397.60
Loans and Advances	184.33	184.33
Trade receivables	11,044.78	11,044.78
Cash and cash equivalents	549.88	549.88
Bank balance (other than Cash and cash equivalents)	858.21	858.21
Other Current Financial Asset	748.19	748.19
Total	13,789.90	13,789.90
Financial Liabilities		
Borrowings	22,628.49	22,628.49
Deposits	162.55	162.55
Trade payables	10,192.17	10,192.17
Other financial liabilities	2,068.46	2,068.46
Total	35,051.67	35,051.67

Note 40

Financial risk management

The Group has exposure to the following risks arising from financial instruments:

- Credit risk ;
- Liquidity risk ; and
- Market risk

Risk management framework

“The Group’s Risk Management Framework encompasses practices relating to the identification, analysis, evaluation, treatment, mitigation and monitoring of the strategic, external and operational controls risks in achieving key business objectives.

The Group has laid down the procedure for risk assessment and their mitigation through an internal Risk Committee. Key risks and their mitigation arising out of periodic reviews by the Committee are assessed and reported to the Audit Committee, on a periodic basis.

The Group’s risk management policies are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls and to monitor risks and adherence to policies and procedures.

The Group has an independent Internal Audit and assurance team. There is a practice of reviewing various key select risks and report to Audit Committee from time to time. The Group, has also, during the year, has adopted a co-sourced model for internal audit. The internal audit team carry out internal audit reviews in accordance with the approved internal audit plan. Internal audit team reviews the status of implementation of internal audit recommendations. Summary of Critical observations if any and recommendations under implementation are reported to the Audit Committee.”

i. Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group’s receivables from customers, deposits and cash and cash equivalents. The Group makes provision on trade receivables based on Expected Credit loss (ECL) method based on provision matrix.

Trade and other receivables

The Group’s exposure to credit risk is influenced mainly by the individual characteristics of each customer. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Group grants credit terms in the normal course of business. The Group has a detailed review mechanism of overdue trade receivables at various levels in the organisation to ensure proper attention and focus on realisation.

Summary of the Group’s exposure to credit risk by age of the outstanding from various customers is as follows: (₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Not past due	6,484.85	5,129.88	4,862.03
Past due 1-360 days	6,253.40	4,372.00	3,532.80
Past due 361- 720 days	839.29	1,003.45	1,063.14
more than 720 days	2,667.97	2,045.85	1,586.81
	16,245.51	12,551.18	11,044.78

Expected credit loss assessment

Exposures to customers outstanding at the end of each reporting period are reviewed by the Group to determine incurred and expected credit losses. Management believes that the unimpaired amounts that are past due are still collectible in full, based on historical payment behaviour and extensive analysis of customer credit risk.

The movement in the allowance for impairment in respect of trade receivables during the year was as follows: (₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	2,423.37	2,288.61
Changes during the year	(211.55)	134.76
Impairment loss recognised/(reversed)	(88.90)	(64.15)
Bad debts	(122.65)	198.91
Closing Balance	2,211.82	2,423.37

Cash and cash equivalents

The Group held cash and cash equivalents and bank deposits with banks. The credit worthiness of such banks are evaluated by the management on an on-going basis and is considered to be good.

Others

Other than trade receivables reported above, the Group has no other financial assets that is past due but not impaired.

ii. Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group's approach to managing liquidity is to ensure that it will have sufficient liquidity to meet its liabilities. The Group monitors the net liquidity position through forecasts on the basis of expected cash flows.

The Group has obtained fund and non-fund based working capital lines from various banks.

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

Contractual cash flows

(₹ In Lakhs)

As at March 31, 2018	Carrying amount	Total	0-12 months	1- 5 years	More than 5 years
Non-derivative financial liabilities					
Term loans from banks/Financial Institutions (including interest)	9,304.40	12,102.65	2,733.48	8,584.28	784.89
Vehicle loan	221.58	382.63	102.76	279.25	0.62
Working capital loans from banks	11,503.01	11,503.01	11,503.01	-	-
Trade payables and Other Current Financial Liabilities	18,939.96	18,939.96	18,939.96	-	-
	39,968.95	42,928.25	33,279.21	8,863.53	785.51

(₹ In Lakhs)

As at March 31, 2017	Carrying amount	Total	0-12 months	1- 5 years	More than 5 years
Non-derivative financial liabilities					
Term loans from banks/Financial Institutions (including interest)	11,124.82	15,175.87	3,073.23	10,720.21	1,382.43
Vehicle loan	225.67	285.52	79.43	188.93	17.16
Working capital loans from banks	11,467.93	11,467.93	11,467.93	-	-
Trade payables and Other Current Financial Liabilities	13,114.80	13,114.80	13,114.80	-	-
	35,933.22	40,044.12	27,735.39	10,909.14	1,399.59

(₹ In Lakhs)

As at April 01, 2016	Carrying amount	Total	0-12 months	1- 5 years	More than 5 years
Non-derivative financial liabilities					
Term loans from banks/Financial Institutions (including interest)	11,844.65	15,929.68	753.80	11,015.78	4,160.10
Vehicle loan	57.63	62.40	25.50	36.90	-
Working capital loans from banks	10,840.87	10,840.87	10,840.87	-	-
Trade payables and Other Current Financial Liabilities	12,308.52	12,308.52	12,308.52	-	-
	35,051.67	39,141.47	23,928.69	11,052.68	4,160.10

iii. Interest rate risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing instruments because of fluctuations in the interest rates. Cash flow interest rate risk is the risk that the future cash flows of floating interest bearing instruments will fluctuate because of fluctuations in the interest rates.

Exposure to interest rate risk

The interest rate profile of the Group's interest-bearing financial instruments as reported to the management of the Group is as follows. (₹ In Lakhs)

Particulars	Nominal amount		
	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
Variable-rate instruments			
Financial liabilities	20,826.24	21,995.75	22,079.13
	20,826.24	21,995.75	22,079.13
Fixed-rate instruments			
Financial liabilities	1,119.14	1,414.78	1,414.78
Financial asset	693.71	424.94	397.60
	1,812.85	1,839.72	1,812.38

Interest rate sensitivity - fixed rate instruments

The Group does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss for any of these fixed interest bearing financial instruments.

Interest rate sensitivity - variable rate instruments

A reasonably possible change of 100 basis points in interest rates at the reporting date would have increased / (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency exchange rates, remain constant.

Variable-rate instruments

Impact on Profit/ (loss)- Increase/(Decrease) in Profit (₹ In Lakhs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
100 bp increase	(208.26)	(219.96)
100 bp decrease	208.26	219.96

iv. Market risk

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and other prices such as equity price. These will affect the Group's income or the value of its holdings of financial instruments. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables and long term debt. Financial instruments affected by market risk include loans, borrowings and deposits. The Market risk which the Group is exposed can be classified as Currency risk and Interest rate risk.

v. Currency risk:

The Group is exposed to currency risk on account of its operations in other countries. The functional currency of the Group is Indian Rupee. The Group evaluates exchange rate exposure arising from foreign currency transactions and follows established risk management policies.

Particulars	Currency	As at March 31, 2018			As at March 31, 2017			As at April 01, 2016		
		Amount in Foreign Currency	Exchange Rate	₹ in lakhs	Amount in Foreign Currency	Exchange Rate	₹ in lakhs	Amount in Foreign Currency	Exchange Rate	₹ in lakhs
Trade Payables	USD	64,639	65.29	42.20	10,38,470	64.81	673.00	2,54,228	66.26	168.45

Note 41

Capital Management

"The Group's capital management is intended to create value for shareholders by facilitating the meeting of long-term and short-term goals of the Group.

The Group determines the amount of capital required on the basis of annual and long-term strategic plans. The Group's policy is aimed at combination of short-term and long-term borrowings.

The Group monitors the capital structure on the basis of 'adjusted net debt' to 'adjusted equity'. For this purpose adjusted net debt is defined as total liabilities comprising interest bearing loans and borrowings and obligations under finance lease, less cash and cash equivalents, Bank balance and current investments. Adjusted equity comprises Equity attributable to the shareholders of the Group (other than amounts accumulated in the hedging reserve, if any.)

The following table summarizes the capital of the Group:"

(₹ In Lakhs)

Particulars	As at	As at	As at
	March 31, 2018	March 31, 2017	April 01, 2016
Total Borrowings (including accrued interest)	21,633.79	23,038.61	23,331.36
Less : Cash and cash equivalents, Bank balance and Current investment	1,467.78	1,222.48	1,415.00
Adjusted net debt	20,166.01	21,816.13	21,916.36
Adjusted equity	17,432.70	11,499.52	8,385.64
Adjusted net debt to adjusted equity ratio	1.16	1.90	2.61

Note 42

Related Party Disclosure

As per Indian Accounting Standard 24, the disclosures of transactions with the related parties are given below:

a) **Associate Company**

Polson Traders LLP.
Reliance Industrial Products
Zitura Investment & Finance Pvt. Ltd.

b) **Key managerial personnel**

Sanjeev A. Aggarwal - Chairman & Managing Director
"Ashok J. Aggarwal - Whole Time Director*"
Vijay J. Aggarwal*
Rishav S. Aggarwal
Anjana Motwani
Sunil Goyal
Pravin Kumar Tripathi
T.V. Rao*
Upendra Kamath

c) **Relatives of Key managerial personnel**

Nishi Sanjeev Aggarwal
Neerav Sanjeev Aggarwal
Amit V Aggarwal
Shasha Thakar
Radhika A Aggarwal
Rishav Aggarwal
Gaurav Aggarwal
Veena V Aggarwal
Amita A Aggarwal
Sarita Gupta

*Note: Mr. Vijay Aggarwal and Mr. Ashok Aggarwal, Whole-time Director of the Company has resigned from their respective posts w.e.f. February 09, 2017 and May 29, 2017 respectively. Mr. T. V. Rao, Independent Director of the Company has resigned from the Company w.e.f. July 01, 2017.

d) **Transactions with related parties during the year**

(₹ In Lakhs)

	As at	As at
	March 31, 2018	March 31, 2017
i. Directors remuneration*		
Key managerial personnel	106.30	123.00
ii. Sitting fees		
Relatives of key managerial personnel	2.50	2.55
iii. Salary		
Relatives of key managerial personnel	12.66	76.87
iv. Rent Received		
Subsidiary	3.24	-
v. Loans and advances		
Associate	7.50	474.13
vi. Other expenses		
Associate (Rent)	9.00	9.00
Key managerial personnel	0.28	-
vii. Income		
Associate	16.11	-

e) Related party balances

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 01, 2016
i. Directors remuneration payable*			
Key managerial personnel	9.50	10.25	7.00
ii. Sitting fees payable			
Relatives of key managerial personnel	2.30	2.55	2.25
iii. Salary payable			
Relatives of key managerial personnel	1.27	29.16	28.81
iv. Loans and advances			
Associate	-	63.02	537.15
v. Security deposit			
Associate	65.05	73.15	102.62
vi. Trade/Expenses/Loan Payables			
Associate	7.50	-	-
Relative of Director's	-	-	1.55
Key managerial personnel	5.92	10.24	-

*As the liabilities for defined benefit plans are provided on actuarial basis for the Group as a whole, the amounts pertaining to Key Management Personnel are not included.

Note 43

Contingent Liabilities and Commitments (to the extent not provided for)

(₹ In Lakhs)

Particulars	As at March 31, 2018	As at March 31, 2017	As at April 1, 2016
Contingent Liabilities			
Guarantees given by Banks and Financial Institutions against Export	618.95	313.10	433.67
Demand of Sales Tax which under the appeal	8,650.20	3,648.29	1,781.71
Demand of Central Excise which under the appeal	2,191.14	1,998.54	2,088.21

Note 44

Segment Reporting

(₹ In Lakhs)

Particulars	Pipes & Fittings		Moulded Furniture		Commodities		Total	
	For the year ended March 31, 2018	For the year ended March 31, 2017	For the year ended March 31, 2018	For the year ended March 31, 2017	For the year ended March 31, 2018	For the year ended March 31, 2017	For the year ended March 31, 2018	For the year ended March 31, 2017
Segment revenue								
Sales From Operation	44,252.85	40,690.97	2,780.06	2,856.66	8,896.64	4,418.44	55,929.55	47,966.07
Other Income	478.46	175.57	55.62	7.68		8.50	534.08	191.75
Total Revenue - Income From Operation	44,731.31	40,866.54	2,835.68	2,864.34	8,896.64	4,426.94	56,463.63	48,157.82
Segment Result								
Profit / (Loss)] before Depreciation, Interest & Tax	4,182.59	3,147.85	471.25	561.17	36.55	14.53	4,690.39	3,723.55
Interest (Net)	3,370.55	3,506.43	216.58	299.46	5.43	-	3,592.56	3,805.89
Depreciation	1,211.35	1,129.88	202.19	77.83	-	-	1,413.54	1,207.71
Profit Before Tax	(399.31)	(1,488.46)	52.48	183.88	31.12	14.53	(315.71)	(1,290.05)
Provision for Tax							13.91	3.73
Deferred Tax Liabilities/ (Assets)							(376.91)	(1,213.68)
Profit after Tax	(399.31)	(1,488.46)	52.48	183.88	31.12	14.53	47.30	(80.10)
Other Information								
Segment Assets	31,071.68	23,468.19	2,924.01	2,298.51	966.70	765.17	34,962.39	26,531.87
Segment Liabilities	15,186.48	10,451.12	1,163.76	695.08	966.70	765.17	17,316.94	11,911.37
Unallocable Assets	-	-	-	-			25,484.21	24,518.27
Unallocable Liabilities	-	-	-	-			43,129.66	39,138.77

Note 45

Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as subsidiary

Name of the Enterprise	Net Assets i.e. total assets minus total liabilities		"Share in profit or loss"		Share in other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	"Amount Rs in lakhs"	"As % of consolidated profit or loss"	"Amount Rs in lakhs"	"As % of consolidated other comprehensive income"	"Amount Rs in lakhs"	"As % of total comprehensive income"	"Amount Rs in lakhs"
Parent								
Kisan Mouldings Limited	99.75	17,390.76	27.13	11.58	100.00	4.58	34.19	16.17
Subsidiaries								
KML Tradelink Pvt Ltd	0.25	42.91	72.87	31.12	-	-	65.80	31.12
Sub Total	100.00	17,433.67	100.00	42.70	100.00	4.58	100.00	47.29
Add / (Less): Effect of Inter Company elimination / adjustment	-	(1.00)	-	-	-	-	-	-
Total	100.00	17,432.67	100.00	42.70	100.00	4.58	100.00	47.29

Note 46

First-time adoption of Ind AS

These are Group's first financial statements prepared in accordance with Ind AS. The accounting policies set out in note 1 have been applied in preparing the financial statements for the year ended March 31, 2018, the comparative information presented in these financial statements for the year ended March 31, 2017 and in the preparation of an opening Ind AS balance sheet at April 01, 2016 (the Group's date of transition). In preparing its opening Ind AS balance sheet, the Group has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP).

A. Exemptions and exceptions availed

A.1 Ind AS mandatory exceptions

A. 1.1 Estimates

"An entity's estimates in accordance with Ind ASs at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error. Ind AS estimates as at 1 April 2016 are consistent with the estimates as at the same date made in conformity with previous GAAP.

The Group made estimates for following items in accordance with Ind AS at the date of transition as these were not required under previous GAAP:

1. Determination of the discounted value for financial instruments carried at amortised cost.
2. Impairment of financial assets based on expected credit loss model."

A. 1.2 Classification and measurement of financial assets

Ind AS 101 requires an entity to assess classification of financial assets on the basis of facts and circumstances existing as on the date of transition. Further, the standard permits measurement of financial assets accounted at amortised cost based on facts and circumstances existing at the date of transition if retrospective application is impracticable.

A.2 Ind AS optional exemptions

A.2.1 Deemed cost - Property plant and equipment and intangible assets

Ind AS 101 permits a first time adopter to elect to measure an item of property, plant and equipment at the date of transition to Ind AS at its fair value and use that fair value as its deemed cost in the financial statements at the date of transition to Ind AS. This exemption can also be used for intangible assets covered by Ind AS 38 Intangible assets. Accordingly, the Group has elected to measure land and buildings at fair value as at transition date and use that fair value as deemed cost for those assets. All other items of property, plant and equipment and intangible assets have been retrospectively restated using Ind AS 16, property, plant and equipment and Ind AS 38, Intangible assets.

B. Reconciliations between previous GAAP and Ind AS

"For the purposes of reporting as set out in note 1, we have transitioned our basis of accounting from Indian Generally Accepted Accounting Principles ("IGAAP") to Ind AS. The accounting policies set out in note 1 have been applied in preparing the financial statements for the year ended 31 March 2018, the comparative information presented in these financial statements for the year ended 31 March 2017 and in the preparation of opening Ind AS balance sheet at 1 April 2016 (the "transition date").

In preparing our opening Ind AS balance sheet, we have adjusted amounts reported in financial statements prepared in accordance with IGAAP. An explanation of how the transition from IGAAP to Ind AS has affected our financial position, financial performance and cash flows is set out in the following tables and the notes that accompany the tables. On transition, we did not revise estimates previously made under IGAAP except where required by Ind AS."

I. Reconciliation of Equity as at 1st April 2016

(₹ In Lakhs)

Particulars	Notes	Amount as per IGAAP*	Effects of transition to Ind AS	Amount as per Ind AS
ASSETS				
Non - current assets				
Property, plant and equipment	1 & 3	11,741.01	4,623.26	16,364.27
Capital work-in-progress		367.26	-	367.26
Intangible assets		8.20	-	8.20
Financial assets				
Investments		6.91	-	6.91
Other financial assets		212.03	-	212.03
Non-current tax assets (net)		202.43	-	202.43
Deferred tax assets/(liabilities) (net)	7	-602.73	718.99	116.26
Other non-current assets		74.08	-	74.08
		12,009.19	5,342.25	17,351.44
Current assets				
Inventories		14,051.18	-	14,051.18
Financial assets			-	
Trade receivables	2	13,233.39	(2,188.61)	11,044.78
Cash and cash equivalents		549.88	-	549.88
Bank balances other than cash and cash equivalents mentioned above		858.21	-	858.21
Loans		184.33	-	184.33
Other financial assets		933.77	-	933.77
Other current assets		1,389.63	-	1,389.63
Assets classified as held for sale	3	-	1,029.97	1,029.97
		31,200.39	(1,158.64)	30,041.75
TOTAL		43,209.58	4,183.61	47,393.19
EQUITY AND LIABILITIES				
Equity				
Equity share capital		2,032.51	-	2,032.51
Other equity	8	2,135.62	4,217.51	6,353.13
Total Equity		4,168.13	4,217.51	8,385.64
LIABILITIES				
Non - Current Liabilities				
Financial liabilities				
Borrowings	4	11,813.56	(25.94)	11,787.62
Other financial liabilities		162.55	-	162.55
Provisions		100.04	-	100.04
		12,076.15	(25.94)	12,050.21
Current liabilities				
Financial liabilities				
Borrowings	4	10,848.83	(7.96)	10,840.87
Trade payables		10,192.17	-	10,192.17
Other financial liabilities		2,068.46	-	2,068.46
Other current liabilities		2,444.12	-	2,444.12
Provisions		1,411.72	-	1,411.72
		26,965.30	(7.96)	26,957.34
TOTAL		43,209.58	4,183.61	47,393.19

II. Reconciliation of Equity as at 31st March 2017

(₹ In Lakhs)

Particulars	Notes	Amount as per IGAAP*	Effects of transition to Ind AS	Amount as per Ind AS
ASSETS				
Non - current assets				
Property, plant and equipment	1 & 3	12,669.84	4,573.65	17,243.49
Capital work-in-progress		4.92	-	4.92
Intangible assets		7.22	-	7.22
Investment in subsidiary		-	-	-
Financial assets				
Investments		6.56	-	6.56
Other financial assets		214.55	-	214.55
Non-current tax assets (net)		214.59	-	214.59
Deferred tax assets (net)	7	559.58	767.48	1,327.06
Other non-current assets		132.78	-	132.78
		13,810.04	5,341.13	19,151.17
Current assets				
Inventories		14,702.87	-	14,702.87
Financial assets				
Trade receivables	2	14,938.70	(2,387.52)	12,551.18
Cash and cash equivalents		212.09	-	212.09
Bank balances other than cash and cash equivalents mentioned above		1,003.83	-	1,003.83
Loans		193.46	-	193.46
Other financial assets		750.72	-	750.72
Other current assets		1,455.38	-	1,455.38
Assets classified as held for sale	3	-	1,029.97	1,029.97
		33,257.05	(1,357.55)	31,899.50
TOTAL		47,067.09	3,983.58	51,050.67
EQUITY AND LIABILITIES				
EQUITY				
Equity share capital		2,886.31	-	2,886.31
Other equity	8	4,603.69	4,009.52	8,613.21
Total Equity		7,490.00	4,009.52	11,499.52
LIABILITIES				
Non - current liabilities				
Financial liabilities				
Borrowings	4	9,535.12	(17.98)	9,517.14
Other financial liabilities		371.92	-	371.92
Provisions		140.25	-	140.25
		10,047.29	(17.98)	10,029.31
Current liabilities				
Financial liabilities				
Borrowings	4	11,475.89	(7.96)	11,467.93
Trade payables		10,460.39	-	10,460.39
Other financial liabilities		4,115.84	-	4,115.84
Other current liabilities		2,093.56	-	2,093.56
Provisions		1,380.81	-	1,380.81
Current tax liabilities		3.31	-	3.31
		29,529.80	(7.96)	29,521.84
TOTAL		47,067.09	3,983.58	51,050.67

III. Reconciliation of Statement of Profit and Loss for the year ended 31st March, 2017

(₹ In Lakhs)

Particulars	Notes	Amount as per IGAAP*	Effects of transition to Ind AS	Amount as per Ind AS
Income				
Revenue from operations	6	47,966.06	4,958.42	52,924.48
Other income		191.75	-	191.75
Total Income		48,157.81	4,958.42	53,116.23
Expenses				
Cost of materials consumed		28,609.37	-	28,609.37
Purchases of stock-in-trade		6,193.64	-	6,193.64
Changes in inventories of finished goods, work-in-progress and stock-in-trade		(406.59)	-	(406.59)
Excise duty	6	-	4,958.41	4,958.41
Employee benefits expense		1,654.23	-	1,654.23
Finance costs	4	3,813.84	(7.96)	3,805.88
Depreciation and amortisation expense	1 & 3	1,158.10	49.61	1,207.71
Other expenses	2	8,588.51	(198.91)	8,389.60
Total Expenses		49,611.10	4,801.15	54,412.25
Profit / (Loss) for the year before tax		(1,453.29)	157.27	(1,296.02)
Tax expense:				
Current tax		3.73		3.73
Deferred tax charge / (credit)		(1,162.31)	51.37	(1,213.68)
Profit / (Loss) for the year (A)		(294.71)	208.64	(86.07)
Other comprehensive income				
Items that will not be reclassified to profit or loss				
Remeasurements gains/(losses) on defined benefit plan	5	-	8.86	8.86
Income tax effect on above		-	(2.89)	(2.89)
Total other comprehensive income / (loss) for the year (B)		-	5.97	5.97
Total comprehensive income / (loss) for the year (A+B)		(294.71)	214.61	(80.10)

IV. Adjustments to Statement of Cash flows

There were no material differences between the Statement of Cash Flows presented under Ind AS and the Previous GAAP.

*The previous GAAP figures have been reclassified to confirm to Ind AS presentation requirements for the purpose of this note.

Notes to reconciliation

1. Property, plant and equipment:

On transition to Ind AS, the Group has opted to consider the fair value of certain land and buildings as on the date of transition i.e. April 1, 2016 as deemed cost. All other items of property, plant and equipment have been restated by applying Ind AS 16, Property, plant and equipment retrospectively.

2. Trade receivables:

Under previous GAAP, the Group had recognised provision on trade receivables based on a provisioning policy basis actual losses estimated by the management. Under Ind AS, the Group provides loss allowance on receivables based on the Expected Credit Loss (ECL) model which is measured following the "simplified approach" at an amount equal to the lifetime ECL at each reporting date."

3. Assets held for sale:

Under Ind AS 105, Non current assets held for sale and disposal group, certain land and buildings are classified as held for sale and initially measured at fair value less cost to sale and subsequent as lower of carrying value or fair value less cost to sale.

4. Borrowings:

Under previous GAAP, transaction cost incurred on origination of borrowings were expensed out in the period in which the borrowings originated. Under Ind AS 109, transaction cost incurred towards origination of borrowings is to be deducted from the carrying amount of borrowings on initial recognition. These costs are recognised in the statement of profit and loss over the tenure of the borrowing as part of the interest expense by applying the effective interest rate method.

5. Actuarial gain and loss:

Under the previous GAAP, the actuarial gains and losses were forming part of the profit or loss for the year. Under Ind AS, Remeasurements i.e. actuarial gains and losses and the return on plan assets, excluding amounts included in the net interest expense on the net defined benefit liability are recognised in other comprehensive income instead of profit or loss.

6. Excise Duty:

Under the previous GAAP, revenue from sale of goods was presented net of excise duty on sales. Under Ind AS, revenue from sale of goods is presented inclusive of excise duty. Excise duty is presented in the statement of profit and loss as expense.

7. Deferred Tax:

Under Previous GAAP, deferred taxes were recognized for the tax effect of timing differences between accounting profit and taxable profit for the year using the income statement approach. Under Ind AS, deferred taxes are recognized using the balance sheet for future tax consequences of temporary differences between the carrying value of assets and liabilities and their respective tax bases. The above difference, together with the consequential tax impact of the other Ind AS transitional adjustments lead to temporary differences. Deferred tax adjustments are recognized in correlation to the underlying transaction either in retained earnings or through other comprehensive income.

8. Retained earnings:

Retained earnings has been adjusted to reflect the above Ind AS transition adjustments.

For A D V & Associates

Chartered Accountants
Firm Registration No. 128045W

Ankit Rathi

Partner
Membership No. 162441

For and on behalf of the Board of Directors of, Kisan Mouldings Limited.

Sanjeev A. Aggarwal
DIN: 00064076

Chairman & Managing Director

Rishav S. Aggarwal
DIN: 05155607

Whole time Director

Amit Sudhakar
ICAI.M.No. 90429

Chief Financial Officer

Date:- May 21, 2018
Place:- Mumbai

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT THE TWENTY NINTH ANNUAL GENERAL MEETING OF THE MEMBERS OF KISAN MOULDINGS LIMITED WILL BE HELD ON 22nd DAY OF SEPTEMBER, 2018 AT 4:30 P.M. AT MIRAGE HOTEL, INTERNATIONAL AIRPORT APPROACH ROAD, ANDHERI-KURLA ROAD, MAROL, ANDHERI (EAST), MUMBAI - 400 059 TO TRANSACT THE FOLLOWING BUSINESS:-

ORDINARY BUSINESS:

1. ADOPTION OF ANNUAL AUDITED FINANCIAL STATEMENTS AND REPORT THEREON

To receive, consider and adopt

- The audited financial statements of the Company for the Financial Year ended on March 31, 2018 together with the Reports of the Board of Directors and the Auditors thereon.
- The audited consolidated financial statements of the Company for the Financial Year ended on March 31, 2018 and the reports of auditors thereon.

2. APPOINTMENT OF DIRECTOR IN PLACE OF THOSE RETIRING BY ROTATION

To appoint a Director in place of Mr. Sunil Goyal (DIN: 00503570), Non-Executive Director, who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

3. RATIFICATION OF REMUNERATION TO COST AUDITORS FOR THE FINANCIAL YEAR ENDING MARCH 31, 2019

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

“RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), the remuneration payable to M/s Bhanwarlal Gurjar & Co., Cost Accountants, (Firm Registration Number: 101540) Mumbai, appointed by the Board of Directors of the Company, on recommendation of Audit Committee, to conduct the Cost audit of cost records of the Company for the Financial Year ending March 31, 2019, amounting to ₹2,50,000/- (Rupees Two Lakhs Fifty Thousand only) plus applicable taxes and re-imbursement of out of pocket expenses incurred by

them in connection with the aforesaid audit be and is hereby ratified and confirmed.

RESOLVED FURTHER THAT the Board of Directors and/or the Company Secretary be and hereby severally authorised to settle any question, difficulty or doubt, that may arise in giving the effect to this resolution and to do all such acts, deeds, and things as may be necessary, expedient and desirable for the purpose of giving effect to this resolution.”

4. APPOINTMENT OF MR. PRAVEENKUMAR RAMNIRANJAN TRIPATHI (DIN: 03154381) AS AN INDEPENDENT DIRECTOR

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

“RESOLVED THAT pursuant to the provisions of Section 149, 152, and other applicable provisions, if any, of the Companies Act, 2013 (‘the Act’) and Rules made thereunder read with Schedule IV of the Act, as amended from time to time, Mr. Praveen Kumar Ram Niranjana Tripathi (DIN: 03154381), who was appointed as an Additional Director, by the Board of Directors of the Company with effect from January 10, 2018, to hold office upto the date of this Annual General Meeting and who has submitted a declaration that he meets the criteria of Independence as provided under Section 149(6) of the Act and is eligible for appointment and in respect of whom the Company has received a notice in writing as required under Section 160 of the Act proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company, for a period of five (5) consecutive years, with effect from January 10, 2018 AND THAT Mr. Praveen Kumar Ram Niranjana Tripathi shall not be liable to retire by rotation during the said period.

5. RE-CLASSIFICATION OF THE PROMOTERS OF THE COMPANY

To consider and, if thought fit, to pass the following Resolution, with or without modification(s), as a Special Resolution:-

“RESOLVED THAT pursuant to Regulation 31A and other relevant provisions of the SEBI (Listing Obligations and Disclosure Requirements) (LODR) Regulations, 2015, the applicable provisions of the Companies Act, 2013 (‘Act’) read with the Rules framed there under (‘the Act’), and subject to the necessary approvals from the Securities and Exchange Board of India (SEBI), Stock Exchange and other appropriate statutory authorities as may be required, the approval of the Members be and is hereby

accorded for re-classification of Surinder Jagannath Aggarwal (HUF), Vandana Surendra Aggarwal, Surinder J. Aggarwal (HUF), Surinder J. Aggarwal and Pooja S. Aggarwal ("Personal Promoter group"/ "Outgoing Promoters") forming part of the existing Promoters of the Company from Promoter category to Public category.

RESOLVED FURTHER THAT that the Promoters seeking re-classification along with their personal promoter group entities and person acting in concert do / will not:

- i. have any special rights through formal or informal agreements.
- ii. hold more than 10% of the paid-up capital of the Company.
- iii. act as a Key Managerial Person for a period of more than three years from the date of Shareholders approval.

RESOLVED FURTHER THAT pursuant to re-classification of Outgoing Promoters as Public Shareholders, there shall be no change of management or control of the Company and the Outgoing Promoters shall not, directly or indirectly, exercise control, over the affairs of the Company.

RESOLVED FURTHER THAT the reclassification of Outgoing Promoters as Public Shareholders is/ shall not be initiated for achieving the Minimum Public Shareholding requirement under rule 19A of the Securities Contracts (Regulations) Rules, 1957, and the provisions of SEBI (LODR) Regulations.

RESOLVED FURTHER THAT the Board be and is hereby authorized to take all such steps as may be necessary, proper and expedient to give effect to this resolution.

RESOLVED FURTHER THAT the Board be and is hereby authorized to delegate all or any of the powers conferred on it by or under this Resolution to any Committee of Directors of the Company or to any Director of the Company or any other officer(s) or employee(s) of the Company as it may consider appropriate in order to give effect to this Resolution including filing of necessary forms and returns with the Ministry of Corporate Affairs, Stock Exchange(s) and other concerned authorities."

NOTES:

1. The Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013, relating to the Special Business to be transacted at the Annual General Meeting ('AGM') and the relevant details of director seeking appointment and re-appointment as required under Regulation 26(4) and Regulation 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, and as required under Secretarial Standards -2 on General Meetings issued by the Institute of Company Secretaries of India is annexed thereto.
2. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY OR

PROXIES TO ATTEND AND VOTE ON A POLL ONLY, ON HIS/HER BEHALF AND THE PROXY SO APPOINTED NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY FORM IN ORDER TO BE EFFECTIVE, SHOULD BE DULY COMPLETED, STAMPED AND SIGNED, MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE COMMENCEMENT OF THE MEETING. A PROXY FORM FOR THE ANNUAL GENERAL MEETING IS ENCLOSED.

3. The requirement to place the matter relating to appointment of Auditors for ratification by members at every Annual General Meeting is done away with vide notification dated May 7, 2018 issued by the Ministry of Corporate Affairs, New Delhi. Accordingly, no resolution is proposed for ratification of appointment of Auditors, who were appointed in the Annual General Meeting, held on September 03, 2016.
4. Members/ Proxies are requested to bring this notice and Annual Report for their reference.
5. A person can act as a proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent (10%) of the total share capital of the Company carrying voting rights. A proxy form is annexed to this Report.
6. Proxies submitted on behalf of limited companies, societies, Partnership Firm etc. must be supported by an appropriate resolution/authority, as applicable.
7. Corporate members intending to send their authorised representative(s) to attend the meeting are requested to send to the Company, a duly certified true copy of the Board resolution pursuant to section 113 of the Companies Act, 2013 together with their respective specimen signature authorising their representative to attend and vote on their behalf at the Annual General Meeting.
8. In case of joint holders attending the meeting, the members whose name appears first holder in the order of names as per Register of Members of the Company will be entitled to vote.
9. The notice is being sent to all the shareholders, whose name appear on the Register of Members/ List of Beneficial owners as received from M/s. Sharex Dynamic (India) Private Limited (RTA) as on August 24, 2018.
10. The Register of Members and Share Transfer Books of the Company will remain closed from September 15, 2018 to September 22, 2018 (both days inclusive) for the purpose of AGM.
11. Members who wish to claim dividends, which have remained unclaimed, are requested to contact the Secretarial Department, at the Registered Office of the Company or office of the Registrar and Share Transfer Agent of the Company i.e. M/s. Sharex Dynamics (India) Private Limited. Members are requested to note that dividends not claimed within seven years from the

date of transfer to the Company's unpaid Dividend account will be transferred to the Investor Education Protection Fund (IEPF), as per provisions of Section 124 of the Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) for the time being in force). Dividend for the Financial Year 2010-11 is due for transfer to IEPF in the month of November, 2018. Shareholders are requested to ensure that they claim the dividend before transfer of the said amount to IEPF. The Company has uploaded the information of unclaimed/ unpaid dividend in respect of the Financial years on the website of IEPF viz. "www.iepf.gov.in" and under "Investor Relations" Section on the website of the Company viz. "www.kisangroup.com"

12. Members holding shares in physical form are requested to consider converting their holdings to dematerialized form to eliminate the risk associated with physical shares and for ease of portfolio management. Also, they are requested to intimate any change of address and/or details of PAN and Bank account details to M/s. Sharex Dynamics (India) Private Limited, the Registrar and Share Transfer Agent of the Company immediately.
13. Members, Proxies and Authorised Representatives are requested to bring to the Meeting, the Attendance Slip enclosed herewith, duly completed and signed, mentioning therein details of their DP ID and Client ID/ Folio No.
14. Pursuant to Section 101 and Section 136 of the Companies Act, 2013 read with relevant Rules made thereunder, companies can serve Annual Reports and other communications through electronic mode to those Members who have registered their email address either with the Company or with the Depository Participant(s). Members who have not registered their email address with the Company can now register the same by submitting a letter to M/s. Sharex Dynamics (India) Private Limited of the Company. Members holding shares in demat form are requested to register their email address with their Depository Participant(s) only. Members of the Company who have registered their email address are also entitled to receive such communication in physical form, upon request.
15. As a part of green initiative, Notice of the AGM, Annual Report and Attendance Slip are being sent in electronic mode to Members whose email address are registered with the Company or the Depository Participant(s), unless the Members have registered their request for the hard copy of the same. Physical copy of Notice of the AGM, Annual Report and Attendance Slip are being sent to those Members who have not registered their email address with the Company or Depository Participant(s). Members who have received the Notice of AGM, Annual Report and Attendance Slip in electronic mode are requested to print the Attendance Slip and submit a duly filled in Attendance Slip at the Registration Counter at the AGM.

16. The route map showing directions to reach the venue of this AGM is annexed to this notice.

17. The Board of Directors has appointed M/s. AVS & Associates, Practicing Company Secretaries as the Scrutinizer to scrutinize the voting at the meeting and remote e-voting process in a fair and transparent manner.

18. Members may note that the Notice of 29th Annual General Meeting and the Annual Report for the Financial Year 2017-18 is available on the Company's website viz. <http://www.kisangroup.com/investorrelations/annualreport.php>

The physical copy of the aforesaid documents will also be available at the registered office of the Company for inspection during normal business hours on working days. A printed copy of the Notice will be furnished to the member, free of cost upon receipt of a duly signed request for the same.

19. SEBI vide circular No. SEBI/HO/MIRSD/DOP1/CIR/P/2018/73 dated April 20, 2018 & BSE Circular No. LIST/comp/15/2018-19 and LIST/comp/17/2018-19 dated 5th & 16th July, 2018 respectively by which they have directed all listed Companies to record the PAN, Bank account details of all their shareholders and advise them to dematerialise their physical securities. Relevant letters has been dispatched to the concerned shareholders who is holding shares in physical mode.

20. In compliance with the provisions of Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 and Provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Secretarial Standards-2 on General Meetings issued by the Institute of Company Secretaries of India, the Company is pleased to provide the facility to Members of the Company to cast their vote on the resolutions proposed to be passed at AGM by electronic means, through the e-voting services provided by the Central Depository Services (India) Limited ('CDSL').

21. The Members, whose names appear in the Register of Members / list of Beneficial Owners as on September 15, 2018 (Saturday), are entitled to vote on the Resolutions set forth in this Notice. The e-voting period will commence at 9.00 a.m. on September 18, 2018 (Tuesday) and will end at 5.00 p.m. on September 21, 2018 (Friday). In addition, the Members attending the AGM who have not cast their vote by remote e-voting shall be eligible to vote at the AGM. The Members desiring to vote through remote e-voting are requested to refer to the detailed procedure given hereinafter.

22. Procedure for Remote E-voting

The Company has entered into an arrangement with Central Depository Services (India) Limited (CDSL) for facilitating remote e-voting for AGM. The instructions for remote e-voting are as under:

- (i) The voting period begins on 9.00 a.m. on September 18, 2018 (Tuesday) and will end at 5.00 p.m. on September 21, 2018 (Friday). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of September 15, 2018 (Saturday) may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website www.evotingindia.com
- (iii) Click on Shareholders/Members.
- (iv) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (vii) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)
PAN	<ul style="list-style-type: none"> Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number in the PAN field which is printed on Postal Ballot / Attendance Slip indicated in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).

- (viii) After entering these details appropriately, click on "SUBMIT" tab.
- (ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form

will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for the relevant <KISAN MOULDINGS LIMITED > on which you choose to vote.
- (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xvii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xviii) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Apple and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- (xix) Note for Non - Individual Shareholders and Custodians
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.

- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com

Other Instructions

- The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of September 15, 2018 (Saturday).
- The Chairman shall, at the AGM, 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 AGM but have not cast their votes by availing the remote e-voting facility.
- The scrutinizer shall after the conclusion of voting at the AGM, 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 not in the employment of the Company and shall make, not later than three days of the conclusion of the AGM, 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 the Chairman or the person authorized by him in writing shall 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 <http://www.kisangroup.com/investorrelations/annualreport.php> and on the website of CDSL 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 BSE Limited, Mumbai.

By order of the Board of Directors

Sd/-

Sanjeev A. Aggarwal

Chairman & Managing Director
(DIN: 00064076)

Date: August 10, 2018

Place: Mumbai

Kisan Mouldings Limited
L17120MH1989PLC054305

Registered Office:

26 'A', 3rd Floor, K-wing, "Tex Centre",
Chandivali, Off Saki Vihar Road,
Andheri (East), Mumbai - 400 072
CIN: L17120MH1989PLC054305
Tel.: 022- 4200 9100/ 9200.
Fax: 28478508.
E-mail: cs.kisan@kisangroup.com

EXPLANATORY STATEMENT

As required by Section 102 of the Companies Act, 2013 (“the Act”), the following Statement sets out all material facts relating to the Special Business mentioned in the accompanying Notice:

Item No. 3

The Board of Directors at its meeting held on May 21, 2018, on the recommendation of the Audit Committee, had considered and approved the appointment and remuneration of M/s. Bhanwarlal Gurjar & Co., Cost Accountants (Firm Registration No. 101540), as the Cost Auditor for the audit of the cost accounting records of the Company for the Financial Year ending March 31, 2019, at a remuneration of ₹ 2.50 lakhs (Rupees Two Lakhs Fifty Thousand only) excluding taxes and reimbursement of out of pocket expenses at actuals, if any, in connection with audit.

M/s. Bhanwarlal Gurjar & Co., Cost Accountants (Firm Registration No. 101540) have confirmed that they hold a valid certificate of practice under sub section (1) of Section 6 of the Cost and Work Accountants Act, 1959.

Pursuant to provisions of Section 148(3) of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 and Companies (Cost records and Audit) Rules, 2014 (including any statutory modification(s) and/or re-enactment(s) for the time being in force), the remuneration payable to Cost Auditor has to be ratified by the members of the Company.

Accordingly, ratification by the members is sought to the remuneration payable to the Cost Auditors for conducting the audit of the cost records of the Company, if required, for the financial year ending March 31, 2019.

None of the Directors and Key Managerial Personnel of the Company or their relatives are, in any way, concerned or interested, financially or otherwise, in the proposed ordinary resolution set out at Item No. 3 of the Notice.

Item No. 4

Pursuant to recommendation of the Nomination and Remuneration Committee (NRC) of the Board of Directors of the Company, the Board of Directors of the Company approved the appointment of Mr. Praveen kumar Ram niranjan Tripathi (DIN: 03154381) as an Additional Non-Executive (Independent) Director of the Company, for a period of five (5) consecutive years, w.e.f. January 10, 2018. Under Section 161 of the Companies Act, 2013, read with Article 85 of the Articles of Association of the Company, he continues to hold office as an Additional Non-Executive (Independent) Director of the Company, until the conclusion of the ensuing Annual General Meeting.

Notice under Section 160 of the Companies Act, 2013 has been received from a Member indicating his intention to propose Mr. Praveen kumar Ram niranjan Tripathi for the office of Director at the ensuing AGM.

The NRC at its meeting held on August 10, 2018 had determined that Mr. Praveen kumar Tripathi is a fit and proper person to be appointed as a Director of the Company, and that he has provided to the Company his consent to act as Director of the Company and has given declaration to the Board that he meets the criteria of Independent Director as provided under Section 149 of the Companies Act, 2013 and Regulation 16 of the SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015 (“SEBI Listing Regulations 2015”).

The brief profile of Mr. Praveenkumar Tripathi, in terms of the Regulation 36(3) of the SEBI Listing Regulations, 2015 and the Secretarial Standard on General Meeting (SS-2) issued by the Institute of Company Secretaries of India, have been provided to this Notice.

Pursuant to Section 149 and Schedule IV of the Companies Act, 2013 and rules made thereunder (including any statutory modification(s) and/or re-enactment(s) for the time being in force), Mr. Praveen kumar Tripathi, if appointed, shall not be liable to retire by rotation during the said period. He will be paid sitting fees and reimbursement of out of pocket expenses at actual.

Except for Mr. Praveen kumar Tripathi and his relatives, none of the other Directors and the Key Managerial Personnel of the Company and their relatives are in any way financially or otherwise concerned or interested in the passing of the resolution as set out in item no. 4 of this notice.

The Board recommends the passing of the Ordinary resolution, as set out in item 4 of this notice.

Item No. 5

The Board of the Directors of the Company at their meeting held on May 23, 2016 have considered that Surinder Jagannath Aggarwal (HUF), Vandana Surendra Aggarwal, Surinder J. Aggarwal (HUF), Surinder J. Aggarwal and Pooja S. Aggarwal shall not be classified under the category of Promoter/ Promoter group of the Company for the purpose of reportings to SEBI/ Stock Exchange (s) and/ or other Statutory Authorities/ Regulatory requirements.

Mr. Surinder Jagannath Agarwal, Place of Birth – Amritsar, Punjab, Adult, Indian Inhabitant, is the second eldest son of late Shri Jagannath Agarwal and Smt. Premlata J. Aggarwal. His Holding in M/s. Kisan Mouldings Limited as Promoter is due to the following flow of sequence:

Mr. Surinder Aggarwal was initially holding 68,200 shares in Kisan Mouldings Limited.

Mr. Surinder J Aggarwal was associated with M/s. Gaurav Agro Plast Limited. The said Company was merged with Kisan Mouldings Limited vide Bombay High Court Order

dated August 5, 2005. Mr. Surinder J. Aggarwal was allotted 32,511 Equity Shares of Kisan Mouldings Ltd. in lieu of his shareholding in Gaurav Agro Plast Ltd. at that time.

In the late 1980s, he was a shareholder and Director in Bhagirath Agro Plast Private Limited which started business of Manufacturing of Rigid PVC Pipes and in the year 1994-95 he was a shareholder in Kisan Extrusions Private Limited which started the manufacturing Business of PVC Pipes at Pithampur. In the year 2007, both the aforesaid Companies decided to amalgamate into M/s. Kisan Irrigations Limited.

At the time of merger of Bhagirath Agro Plast Ltd. with Kisan Irrigations Ltd, Mr. Surinder J. Aggarwal was holding 47,700 Equity Shares of ₹ 10 each, out of total equity Shares of 5,56,000 i.e. holding 8.58 %.

At the time of merger of Kisan Extrusions Ltd. with Kisan Irrigations Ltd, Mr. Surinder J. Aggarwal was holding 30,300 Equity Shares of ₹ 10 each, out of total equity Shares of 10,00,000 i.e. holding 3.03%.

Consequent effect of order of Bombay High Court regarding the amalgamation in 2006, Mr. Surinder J. Aggarwal was allotted 3900 Equity Shares in Kisan Irrigations Ltd. in lieu of his shareholding in transferee Companies in the following proportion:

Sr. No.	Name of Transferor Company	Shares held in transferor Co.	Shares allotted by transferee Co.
1	Bhagirath Agro Plast Ltd.	47,700	2385
2	Kisan Extrusions Ltd.	30,300	1515

Later, effective from 2010 the Roha and Silvassa Undertakings of Kisan Irrigations Ltd. as going concern were demerged from the Company and merged with Kisan Mouldings Ltd. vide Bombay High Court Order dated 29-06-2012.

Due to which, Mr. Surinder J. Aggarwal was allotted 1,18,541 Equity Shares of Kisan Mouldings Ltd. in lieu of his shareholding of 3900 Equity Shares in Kisan Irrigations Ltd.

The Summary of holding of Mr. Surinder J. Aggarwal in Kisan Mouldings Ltd is as under:

Sr. No.	Particulars	No. of Shares
1	Initial Subscription/ holding in Kisan Mouldings Ltd.	68,200
2	Shares allotted in pursuance to amalgamation of Gaurav Agro Plast Limited	32,511
3	Shares allotted in pursuance to merger of Roha & Silvassa undertakings of Kisan Irrigations Ltd. into Kisan Mouldings Ltd.	1,18,541
	Total	2,19,252

Mr. Surinder J Aggarwal or his core family members were neither Director on the Board of Kisan Mouldings Limited nor do they hold any executive position in the Company. They are engaged in their independent interests and do

not have power to direct or influence the Board of the said Company and/or other persons who continue to be classified under Promoter and Promoters Group of the Company in any way.

Mr. Surinder J Aggarwal is now engaged in acquiring and selling Equity Shares of Kisan Mouldings Ltd but no information regarding such transactions are intimated to the Company under the provisions of SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.

As per the Shareholding Pattern filed by the Company i.e. as on 31st March, 2016 the aggregate holding of Mr. Surinder Aggarwal and his Family members is increased to 3,03,326 Equity Shares.

Therefore, in order to safeguard the Company from attracting the provisions of Open Offer or any other provisions of SEBI (Substantial Acquisitions of Shares and Takeovers), Regulations, 2011, the Board decided to re-classify the holding of Mr. Surinder J Aggarwal and his family members under the category "Public and other Shareholders" and took note that the Company or the remaining Promoter/Promoter group shall not be held responsible for any action taken by the said holder in respect to buying or selling of Company's shares.

None of the Directors, Key Managerial Person or their relatives is concerned or interested in this resolution except to the extent and manner set out in the resolution.

The Board recommends the passing of said Special Resolution as set out in item no. 5 for your approval.

By order of the Board of Directors

Sd/-

Sanjeev A. Aggarwal

Chairman & Managing Director
(DIN: 00064076)

Date: August 10, 2018

Place: Mumbai

Kisan Mouldings Limited

L17120MH1989PLC054305

Registered Office:

26 'A', 3rd Floor, K-wing, "Tex Centre",
Chandivali, Off Saki Vihar Road,
Andheri (East), Mumbai - 400 072
CIN: L17120MH1989PLC054305
Tel.: 022- 4200 9100/ 9200, Fax: 28478508.
E-mail: cs.kisan@kisangroup.com

ANNEXURE “A”

Details of Director (s) seeking appointment/re-appointment at the 29th Annual General Meeting (pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and applicable provisions of Secretarial Standard - 2):

Name of the Directors	Sunil Goyal	Praveen kumar Ram niranjan Tripathi
Director Identification Number	00503570	03154381
Designation	Non- Executive Director (Non Independent)	Additional Non-Executive (Independent) Director
Date of Birth	October 04, 1967	July 04, 1957
Date of Appointment on the Board	December 24, 2005	January 10, 2018
Expertise in Specific Functional Areas	Specialised in the field of Finance and Management, Business consultancy which includes fund mobilisation, Business Restructuring, Business Valuation, Mergers/ Amalgamation Wealth Management, Capital Market and Strategic Alliances.	Expertise in Market Research, Branding and Marketing
Qualifications	Chartered Accountants	B.Tech from Indian Institute of Technology and PGDM from Indian Institute of Management, Ahmedabad
Directorship in other Companies /Chairmanship/ Membership of Committees of other Board.	Directorship in other Companies: <ol style="list-style-type: none"> Ladderup Finance Limited - Managing Director Parag Milk Foods Limited – Director Indigo Paints Private Limited – Director Annapurna Pet Private Limited – Director Ladderup Infra Private Limited – Director Jumboking Foods Private Ltd. - Nominee Director Chetan Securities Private Limited – Director Ladderup Corporate Advisory Private Limited - MD Ladderup Wealth Management Private Ltd.- Director Ladderup Enterprises Private Limited – Director Motilal Oswal Trustee Company Limited – Director Gini & Jony Limited – Director 	Directorship in other Companies: <ol style="list-style-type: none"> Motilal Oswal Financial Services Limited – Director Indigo Paints Private Limited – Director Motilal Oswal Securities Limited – Director Magic9 Media & Consumer Knowledge Private Limited – Director Magic9 Media & Analytics Private Limited – Director
	Chairmanship/ Membership of Committees of other Boards: <p>Ladderup Finance Limited</p> <ol style="list-style-type: none"> Audit Committee – Member Stakeholders Relationship Committee – Member Investment Committee – Member Prevention of Sexual Harassment Committee – Member Corporate Social Responsibility Committee – Chairman <p>Parag Milk Foods Limited</p> <ol style="list-style-type: none"> Audit Committee – Member <p>Motilal Oswal Trustee Company Limited</p> <ol style="list-style-type: none"> Audit Committee – Chairman 	Chairmanship/ Membership of Committees of other Boards: <p>Motilal Oswal Securities Limited</p> <ol style="list-style-type: none"> Audit Committee – Chairman Nomination and Remuneration Committee – Chairman Corporate Social Responsibility Committee – Chairman <p>Motilal Oswal Financial Services Limited</p> <ol style="list-style-type: none"> Audit Committee – Chairman Nomination and Remuneration Committee – Member Corporate Social Responsibility Committee – Member
Shareholding of Director in the Company as on March 31, 2018.	NIL	NIL
Relationship Between Directors	NIL	NIL
Board Meeting Attended (F.Y. 2017-18)	Five	One
Justification for appointment	Director retiring by rotation	Mr. Praveen kumar Ram Niranjan Tripathi has rich experience in media research, media planning, advertising, brand consulting and market research. Considering his huge experience & criteria of Independent Director, the Board proposed his appointment as Independent Director.

Route map



HOTEL ADDRESS

Mirage Hotel,
International Airport Approach Road,
Marol, Andheri (E), Mumbai - 400 059,
+91-22-6672 1234
+91-22-6672 1200

FORM NO. MGT 11

PROXY FORM

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

Name of the member(s):	
Registered Address:	
E-mail Id:	
Folio No/ *DP ID and Client ID:	

I/We, being the member(s) of _____ shares of KISAN MOULDINGS LIMITED, hereby appoint:

1 Name: _____ E-mail ID: _____
Address: _____

Signature Or failing him/her

2 Name: _____ E-mail ID: _____
Address: _____

Signature Or failing him/her

3 Name: _____ E-mail ID: _____
Address: _____

Signature Or failing him/her

as my/our proxy to attend and vote, in case of poll, for me/us and on my/our behalf at the 29th Annual General Meeting of the Company to be held on Saturday, the 22nd day of September, 2018 at 4:30 p.m. at Mirage Hotel, International Airport Approach Road, Andheri-Kurla Road, Marol, Andheri (East), Mumbai - 400 059 and at any adjournment thereof in respect of such resolutions and in such manner as are indicated below:

Reso. No	Description	For	Against
1.	Adoption of Audited Financial Statements together with the Reports of the Board of Directors' and the Auditors thereon for the Financial year ended 31 st March, 2018.		
2.	Appoint a Director in place of Mr. Sunil Goyal (DIN: 00503570), who retires by rotation and being eligible, offers himself for re-appointment.		
3.	Ratification of the remuneration of Cost Auditors for the financial year ending March 31, 2019.		
4.	To appoint Mr. Praveen Kumar Ram Nirajan Tripathi (DIN: 03154381) as the Independent Director of the Company.		
5.	Re-classification of the promoters of the company		

Signed this ____ day of _____ 2018

Affix Re. 1 Revenue Stamp

(Signature of shareholder)

NOTES :

- This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not later than FORTY-EIGHT hours before the commencement of the aforesaid Meeting.
- Please put a 'X' in the appropriate column against the respective resolutions. If you leave the 'For' or 'Against' column blank against any or all the resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.
- In the case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.
- A 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 Proxy on behalf of not more than fifty Members and holding in aggregate not more than ten percent of the total Share Capital of the Company carrying voting rights. Members holding more than ten percent of the total Share Capital of the Company carrying voting rights may appoint a single person as Proxy, who shall not act as Proxy for any other Member.



IF UNDELIVERED PLEASE RETURN TO:

KISAN MOULDINGS LIMITED

(A Kisan Group Company)

Tex Centre, K-Wing, 3rd Floor, 26 - A, Chandivali Road,
Off Saki Vihar Road, Andheri (East), Mumbai - 400072. India.

T: +91-22-4200 9100/9200. Fax: +91-22-2847 8508.

E: customercare@kisangroup.com

W: www.kisangroup.com