

# LAPOX POLYMERS LTD

## Directors' Report

Dear Members,

The Board of Directors (Board) presents the Annual Report of Lapox Polymers Ltd together with the audited Financial Statements for the year ended March 31, 2019.

### 01. Financial results

(₹)

	2018-19	2017-18
Sales	11,52,08,208	9,53,99,170
Other income	5,86,619	2,89,886
Total revenue	11,57,94,827	9,56,89,056
Profit before tax	67,44,233	34,51,629
Tax	18,25,686	10,96,207
Profit for the year	49,18,547	23,55,422
Balance brought forward	1,05,08,431	80,24,547
Balance carried forward	1,60,80,140	1,05,08,431

### 02. Performance

During 2018-19 the Company generated revenue from operations of ₹ 11.57 cr. The Company has made profit of ₹ 0.67 cr.

### 03. Dividend

The Board does not recommend any dividend on the equity shares for the financial year ended March 31, 2019.

### 04. Conservation of energy, technology absorption, foreign exchange earnings and outgo

Information required under Section 134 (3)(m) of the Companies Act, 2013, read with Rule 8(3) of the Companies (Accounts) Rules, 2014, as amended from time to time, forms a part of this Report which is given as Annexure.

### 05. Insurance

The Company has taken adequate insurance to cover the risks to its employees, property (land and building), plant, equipment, other assets and third parties.

### 06. Risk Management

The Company has identified risks and has initiated a mitigation plan for the same.

### 07. Internal Financial Controls

The Management assessed the effectiveness of the Internal Financial Controls over financial reporting as of March 31, 2019, and the Board believes that the controls are adequate.

### 08. Fixed deposits

During 2018-19, the Company did not accept any fixed deposits.

### 09. Loans, guarantees, investments and security

During 2018-19, the Company has not given any loans, provided guarantees or made investments.

### 10. Subsidiary, associate and joint venture company

The Company have following associate companies.

- Atul Ayurveda Ltd
- Atul Crop Care Ltd
- Atul Elkay Polymers Ltd

### 11. Related Party Transactions

All the transactions entered into with the Related Parties were in ordinary course of business and on arm's length basis. Details of such transactions are given at note number 19. No transactions were entered into by the Company which required disclosure in Form AOC-2.

**12. Corporate Social Responsibility**

The provision of section 135 of the Companies Act, 2013 are not applicable to the Company.

**13. Prevention of Sexual Harassment of Women at Workplace**

Pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Rules, 2013, the Company has framed a Policy on Prevention of Sexual Harassment of Women at Workplace and constituted Internal Complaints Committee. No was complaint received during 2018-19.

**14. Extract of the Annual Return**

This is given as Annexure.

**15. Auditors**

GR Parekh & Co., Chartered Accountants were appointed as the Statutory Auditors of the Company at the 9<sup>th</sup> Annual General Meeting (AGM) until the conclusion of the 14<sup>th</sup> AGM.

The relevant Notes forming part of the accounts are self-explanatory and give full information and explanation in respect of the observations made by the Auditors in their report.

**16. Directors' responsibility statement**

Pursuant to Section 134(5) of the Companies Act, 2013, the Directors confirm that, to the best of their knowledge and belief:

16.1 The applicable Accounting Standards were followed along with proper explanations relating to material departures in the preparation of the annual accounts.

16.2 The Accounting Policies were selected and applied consistently and judgments and estimates were made that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period.

16.3 Proper and sufficient care was taken for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

16.4 The attached annual accounts for the year ended March 31, 2019 were prepared on a going concern basis.

16.5 Adequate Internal Financial Controls to be followed by the Company were laid down; and same were adequate and operating effectively.

16.6 Proper systems were devised to ensure compliance with the provisions of all applicable laws and the same were adequate and operating effectively.

**17. Directors**

17.1 Appointments | Reappointments | Cessations

17.1.1 According to the Articles of Association of the Company, Mr Satej Nabar retires by rotation and being eligible offers himself for reappointment at the forthcoming AGM.

17.2 Policies on appointment and remuneration

The Company will formulate policy on remuneration of Directors as and when it starts paying remuneration to the Directors. The Company appoints directors in accordance with the applicable provisions of the Companies Act, 2013.

**18. Key Managerial Personnel and other employees**

The provision of section 203 of the Companies Act, 2013 are not applicable to the Company.

**19. Analysis of remuneration**

There is no employee who falls within the criteria provided in Sections 134(3)(q) and 197(12) of the of the information in respect thereof is not applicable.

**20. Acknowledgements**

The Board expresses its sincere thanks to all the investors, regulatory and Government authorities for their support.

For and on behalf of the Board of Directors

## Annexure to the Directors' Report

### 1. Conservation of energy, technology absorption and foreign exchange earnings and outgo

#### 1.1 Conservation of energy

##### 1.1.1 Measures taken

No major steps were taken during the current year in view of very low usage of utilities in business activities.

#### 1.2 Technology absorption

No major steps were taken during the current year.

#### 1.3 Total foreign exchange used and earned

Nil

### 2. Extract of the Annual Return

#### Form number MGT – 9

#### Extract of the Annual Return as on March 31, 2019

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

#### 2.1 Registration and other details

- » CIN: U51434GJ2009PLC056053
- » Registration date: February 05, 2009
- » Name of the company: Lapox Polymers Ltd
- » Category | Sub-category of the company: Company limited by shares
- » Address of the registered office and contact details: Anand Darshan, Nr Post Office Atul  
Valsad 396020
- » Telephone: (+91 2632) 230000
- » Whether listed company: No
- » Name, address and contact details of Registrar and Transfer Agent: Link Intime India Pvt Ltd, C-101, 247 Park, L B S Marg, Vikhroli West, Mumbai 400 083, Maharashtra, India, Telephone: (+91 22) 4918 6270

#### 2.2 Principal business activities of the Company

All the business activities contributing 10% or more of the total revenue of the company will be started

No.	Name and description of main products   services	National Industrial Classification code of the product   service	% to total revenue of the Company*
1	Manpower Services	883	100

#### 2.3 Particulars of the holding, the subsidiary and the associate companies

No.	Name and address of the Company	Corporate Identification Number	Holding subsidiary associate	% of shares held	Applicable section
01	Atul Elkay Polymers Ltd E-7, Post Atul, Valsad 396020	U24100GJ2011PLC065979	Associate	50.000	2(6)
02	Atul Ayurveda Ltd E-7, Atul, Post Atul, Valsad 396020	U24233GJ2010PLC062028	Associate	27.778	2(6)
03	Atul Crop Care Ltd RS 3, Hillside Colony - 4, At & Post Atul, Valsad 396020	U01403GJ2010PLC061909	Associate	29.338	2(6)



	<b>Sub total (B)(1)</b>	-	-	-	-	-	-	-	-	-
02.	Non-institutions									
a)	Bodies corporate									
i)	Indian	-	-	-	-	-	-	-	-	-
ii)	Overseas	-	-	-	-	-	-	-	-	-
b)	Individuals	-	-	-	-	-	-	-	-	-
i)	Shareholders holding nominal share capital up to ₹ 1 lakh	-	-	-	-	-	-	-	-	-
ii)	Shareholders holding nominal share capital in excess of ₹ 1 lakh	-	-	-	-	-	-	-	-	-
c)	Non-resident Indians (NRI)									
i)	NRI repatriable	-	-	-	-	-	-	-	-	-
ii)	NRI non-repatriable	-	-	-	-	-	-	-	-	-
iii)	Foreign bodies	-	-	-	-	-	-	-	-	-
iv)	Foreign nationals	-	-	-	-	-	-	-	-	-
d)	Any other	-	-	-	-	-	-	-	-	-
	<b>Sub total (B)(2)</b>	-	-	-	-	-	-	-	-	-
	<b>Total public shareholding</b>	-	-	-	-	-	-	-	-	-
	<b>Total (A)+(B)</b>	50,000	-	50,000	100	50,000	-	50,000	100	-
<b>C.</b>	<b>Shares held by custodians and</b>									
01.	Promoter and promoter group	-	-	-	-	-	-	-	-	-
02.	Public	-	-	-	-	-	-	-	-	-
	<b>Sub total (C)</b>	-	-	-	-	-	-	-	-	-
	<b>Grand total (A)+(B)+(C)</b>	50,000	-	50,000	100	50,000	-	50,000	100	-

No.	Name of the Shareholder	Shareholding as at April 01, 2018			Shareholding as at March 31, 2019			% change in shareholding during the year
		Number of shares held	% of total shares of the Company	% of shares pledged   encumbered to total number of shares	Number of shares held	% of total shares of the Company	% of shares pledged   encumbered to total number of shares	
1	Atul Bio Space Ltd	10,000	20.000	-	10,000	20.000	-	
2	Atul Crop Care Ltd	10,000	20.000	-	10,000	20.000	-	
3	Atul Seeds Ltd	10,000	20.000	-	10,000	20.000	-	
4	Osia Dairy Ltd	10,000	20.000	-	10,000	20.000	-	
5	Jayati Infrastructure Ltd	10,000	20.000	-	10,000	20.000	-	

#### 2.4.3 Change in the promoters' shareholding

No.	Particulars	Reason for change	Shareholding as at April 01, 2018		Cumulative shareholding during 2018-19	
			Number of shares	% of total shares of the Company	Number of shares	% of total shares of the Company
A.	Companies					
	At the beginning of the year	No change	50,000	100%	50,000	100%
	Increase   Decrease during the year	No Change	-	-	-	-
	At the end of the year	No change	50,000	100%	50,000	100%

#### 2.4.4 Shareholding pattern of top 10 Shareholders (other than the Directors, the promoters and the holders of American Depository Receipts and Global Depository Receipts)

No.	Particulars	Reason for change	Shareholding as at April 01, 2018		Cumulative shareholding during 2018-19	
			Number of shares	% of total shares of the Company	Number of shares	% of total shares of the Company
01.	Companies					
	At the beginning of the year		-	-	-	-
	Increase   Decrease during the year		-	-	-	-
	At the end of the year		-	-	-	-

#### 2.4.5 Shareholding of the Directors and the Key Managerial Personnel

No.	Particulars	Reason for change	Shareholding as at April 01, 2018		Cumulative shareholding during 2018-19	
			Number of shares	% of total shares of the Company	Number of shares	% of total shares of the Company
01.	At the beginning of the year		-	-	-	-
	Increase   Decrease during the year		-	-	-	-
	At the end of the year		-	-	-	-

## 2.5 Indebtedness

(₹)				
Particulars	Secured loans excluding deposits	Unsecured loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal amount	-	-	-	-
ii) Interest due, but not paid	-	-	-	-
iii) Interest accrued, but not due	-	-	-	-
<b>Total i) + ii) + iii)</b>	-	-	-	-
Change in indebtedness during the financial year				
Addition	-	-	-	-
Reduction	-	-	-	-
Net change	-	-	-	-
Indebtedness at the end of the financial year	-	-	-	-
i) Principal amount	-	-	-	-
ii) Interest due, but not paid	-	-	-	-
iii) Interest accrued, but not due	-	-	-	-
<b>Total i) + ii) + iii)</b>	-	-	-	-

## 2.6 Remuneration of the Directors and the Key Managerial Personnel

### 2.6.1 Remuneration to the Managing Director, the Whole-time Directors and | or the Manager

(₹)			
No.	Particulars	KMP	Total amount
01.	Gross salary	-	-
	Salary as per provisions under Section 17(1) of the Income Tax Act, 1961	-	-
	Value of perquisites under Section 17(2) of the Income Tax Act, 1961	-	-
	Profits in lieu of salary under Section 17(3) of the Income Tax Act, 1961	-	-
02.	Stock option		
03.	Sweat Equity	-	-
04.	Commission	-	-
05.	Variable pay	-	-
06.	Others	-	-
07.	Total (A)	-	-
08.	Overall ceiling as per the Act		

2.6.2 Remuneration to the other Directors

							₹	
No.	Particulars						Total amount	
01.	Non-executive Independent Directors	-	-	-	-	-	-	
	a) Fee for attending the Board, Committee and other meetings	-	-	-	-	-	-	
	b) Commission	-	-	-	-	-	-	
	Total 1	-	-	-	-	-	-	
02.	Non-executive Non-independent Directors							
	a) Fee for attending the Board, Committee and other meetings	-	-	-	-	-	-	
	b) Commission	-	-	-	-	-	-	
	Total 2	-	-	-	-	-	-	
	Total (B) = (1+2)	-	-	-	-	-	-	
	Total managerial Remuneration (A+B)							-
	Overall ceiling as per the Act							-

2.6.3 Remuneration to the Key Managerial Personnel other than the Managing Director | the Manager | the Whole-time Director

		₹		
No.	Particulars	Key Managerial Personnel		
		CS	CFO	Total amount
01.	Gross salary	-	-	-
	Salary as per provisions under Section 17(1) of the Income Tax Act, 1961	-	-	-
	Value of perquisites under Section 17(2) of the Income Tax Act, 1961	-	-	-
	Profits in lieu of salary under Section 17(3) of the Income Tax Act, 1961	-	-	-
02.	Stock option	-	-	-
03.	Sweat Equity	-	-	-
04.	Commission	-	-	-
05.	Others	-	-	-
	Total	-	-	-

2.7 Penalties | Punishment | Compounding of offences

There were no penalties | punishment | compounding of offences for the year ending March 31, 2019.

## **INDEPENDENT AUDITOR'S REPORT**

### **To the Members of Lapox Polymers Limited Report on the Audit of the Standalone Ind AS Financial Statements**

#### **Opinion**

01. We have audited the accompanying Standalone Ind AS financial statements of Lapox Polymers Limited ("the Company"), which comprise the Balance sheet as at March 31, 2019, and the Statement of Profit and Loss (including Other Comprehensive Income), Statement of changes in equity and Statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and profit, changes in equity and its cash flows for the year ended on that date.

#### **Basis for Opinion**

02. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Ind AS Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Standalone Ind AS financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Management's Responsibility for the Standalone Ind AS Financial Statements**

03. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance, changes in equity 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the

accounting records, relevant to the preparation and presentation of the Standalone Ind AS financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

04 In preparing the Standalone Ind AS financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting. Board of Directors is also responsible for overseeing the Company's financial reporting process

#### **Auditor's Responsibilities for the Audit of the Standalone Ind AS Financial Statements**

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

#### **Report on Other Legal and Regulatory Requirements**

06 As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

07 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 purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid Standalone Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure 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 no pending litigations on March 31, 2019;
- ii. The Company did not have any long-term contracts including derivative 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 GHANSHYAM PAREKH & CO.  
Chartered Accountants  
(Firm's Registration No. 131167W)

G. R. Parekh  
Proprietor  
(Membership No. 030530)

Atul,  
Dated: April 10, 2019

## **Annexure A to the Independent Auditor's Report**

Referred to in paragraph 7(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date.

### **Report on the Internal Financial Controls over financial reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (the Act)**

01. We have audited the Internal Financial Controls over financial reporting of Lapox Polymers Ltd (the Company) as of March 31, 2019 in conjunction with our audit of the Standalone Ind AS Financial Statements of the Company for the year ended on that date.

#### **Management's responsibility for Internal Financial Controls**

02. The Management of the Company is responsible for establishing and maintaining Internal Financial Controls based on the internal controls 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 (the Guidance Note) issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate Internal Financial Controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the policies of the Company, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditor's responsibility**

03. Our responsibility is to express an opinion on the Internal Financial Controls of the Company over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of Internal Financial Controls. These 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.

04. 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.

05. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Internal Financial Controls system over financial reporting of the Company.

### **Meaning of Internal Financial Controls over financial reporting**

06. The Internal Financial Control over financial reporting of a company 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. Internal Financial Control over financial reporting of a Company 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 authorisations of Management and Directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the assets of the Company that could have a material effect on the Financial Statements.

### **Inherent limitations of Internal Financial Controls over financial reporting**

07. 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**

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

**For Ghanshyam Parekh & Co.**  
Chartered Accountants  
Firm Registration Number: 131167W

G. R. Parekh  
**Proprietor**  
Membership Number: 030530

Place: Atul  
Date: April 10, 2019

## **Annexure B to Independent Auditors' Report:**

Referred to in paragraph 10 of the Independent Auditors' Report of the even date to the members of LAPOX POLYMERS LIMITED for the year ended March 31, 2019.

- i.
  - (a) The Company has generally maintained proper records showing full particulars including quantitative details and situation of fixed assets;
  - (b) As explained to us, fixed assets, according to the practice of the Company, are physically verified by the management at reasonable intervals, which, in our opinion, is reasonable, looking to the size of the Company and the nature of its business. According to the information and explanations given to us, discrepancies noticed on physical verification have been adjusted in the books of account;
  - (c) The Company does not have any immovable property, therefore the Clause is not applicable..
- ii. The Company does not hold any inventory, therefore Clause 3(ii) of the Order is not applicable..
- iii. The Company has not granted any loan secured or unsecured to Companies, Firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013.
- iv. The Company has not granted any loans, or made any investments or provided guarantee or security to parties covered under Section 185 and 186 of the Companies Act, 2013, therefore the provisions of clause 3(iv) of the said order are not applicable to the Company.
- v. The company has not accepted any deposits from public within the meaning of sections 73, 74, 75 and 76 of the Act and the Rules framed thereunder.
- vi. The Central Government has not prescribed maintenance of Cost Records under Section 148(1) of the companies Act, 2013.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing undisputed statutory dues including Provident Fund, Income tax, Sales tax, wealth tax, service tax, duty of Customs, duty of Excise, value added tax, cess, GST and other statutory Dues as applicable with the appropriate authorities.  

According to the explanation given to us there are no arrears of statutory dues which have remained outstanding at the last date of financial year, for a period of more than six month from the date they became payable;
- (b) According to the information and explanation given to us, there are no dues of sales tax, income tax, duty of customs, wealth tax, service tax, duty of excise, value added tax, GST or cess which have not been deposited on account of any dispute.
- viii .According to the record of the Company examined by us and information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institution or bank or government or debenture holders as at the Balance Sheet date.

- ix The Company has not raised any money by way of public issue/ follow-on offer (including debt instruments) and term loans. Accordingly, the provisions of Clause 3(ix) of the order are not applicable.
- X During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or on Company by its officers or employees, noticed or reported during the year nor have we been informed of any such case by the Management.
- xi. No managerial remuneration has been paid / provided;
- xii. The Company is not a Nidhi Company therefore the clause 3(xii) of the Order is not applicable.
- xiii. All the transactions with the related parties are in compliance with Section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc as required by the accounting standards and Companies Act, 2013.
- xiv. The company has not made preferential allotment / private placement of shares during the year under review.
- xv. 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.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

Atul

For Ghanshyam Parekh & Co.  
Chartered Accountants  
(Firm Registration No. 131167W)

Date : April 10, 2019

(G. R. Parekh)  
Proprietor  
Membership No.: 030530

# Lapox Polymers Limited

## Balance Sheet as at March 31, 2019

Particulars	Note	As at	As at
		March 31, 2019	March 31, 2018
<b>A ASSETS</b>			
1 <b>Non-current assets</b>			
a) Property, plant and equipment	2	8,235	11,071
		8,235	11,071
b) Investment in subsidiary and associates	3	11,28,287	11,28,287
c) Deferred tax assets (net)	20	8,66,772	9,26,447
d) Other non-current assets	4	11,33,973	7,69,048
<b>Total non-current assets</b>		<b>31,37,267</b>	<b>28,34,853</b>
2 <b>Current assets</b>			
a) Financial assets			
i) Trade receivables	5	1,42,13,281	1,39,54,781
ii) Cash and cash equivalents	6	12,17,256	1,74,213
iii) Bank balances other than cash and cash equivalents above	7	86,16,380	61,10,023
iv) Other financial assets	8	35,75,045	28,73,002
b) Other current assets	4	5,75,565	6,27,773
<b>Total current assets</b>		<b>2,81,97,527</b>	<b>2,37,39,792</b>
<b>Total assets</b>		<b>3,13,34,794</b>	<b>2,65,74,645</b>
<b>B EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
a) Equity share capital	9	5,00,000	5,00,000
b) Other equity		1,60,80,140	1,05,08,431
<b>Total equity</b>		<b>1,65,80,140</b>	<b>1,10,08,431</b>
<b>Liabilities</b>			
1 <b>Non-current liabilities</b>			
a) Provisions	13	21,91,363	30,73,891
2 <b>Current liabilities</b>			
a) Financial liabilities			
i) Trade payables	10	8,17,743	11,52,646
ii) Other financial liabilities	11	85,83,465	81,01,733
b) Other current liabilities	12	19,96,976	27,29,065
c) Provisions	13	11,65,107	5,08,879
<b>Total current liabilities</b>		<b>1,47,54,654</b>	<b>1,55,66,214</b>
<b>Total liabilities</b>		<b>1,47,54,654</b>	<b>1,55,66,214</b>
<b>Total equity and liabilities</b>		<b>3,13,34,794</b>	<b>2,65,74,645</b>

The accompanying Notes form an integral part of the Financial Statements

As per our attached report of even date

For and on behalf of the Board of Directors

**For Ghanshyam Parekh & Co.**

Firm Registration Number: 131167W

Chartered Accountants

**Chairman**

**G R Parekh**

Proprietor

Membership No. 030530

Atul

April 10, 2019

**Director**

Atul

April 10, 2019

# Lapox Polymers Limited

## Statement of Profit and Loss

for the year ended March 31, 2019

Particulars	Note	2018-19	2017-18
<b>Revenue</b>			
Revenue from operations	14	11,52,08,208	9,53,99,170
Other income	15	5,86,619	2,89,886
<b>Total Income</b>		<b>11,57,94,827</b>	<b>9,56,89,056</b>
<b>Expenses</b>			
Employee benefit expense	16	10,52,78,963	8,86,23,766
Finance costs	17	51,951	3,987
Depreciation and amortisation expense	2	2,836	880
Other expenses	18	37,16,844	36,08,794
<b>Total expenses</b>		<b>10,90,50,594</b>	<b>9,22,37,427</b>
<b>Profit before tax</b>		<b>67,44,233</b>	<b>34,51,629</b>
<b>Tax expense</b>			
Current tax	20	17,66,011	11,61,059
Deferred tax	20	59,675	(64,852)
<b>Total tax expense</b>		<b>18,25,686</b>	<b>10,96,207</b>
<b>Profit for the year</b>		<b>49,18,547</b>	<b>23,55,422</b>
<b>Other comprehensive income</b>			
A) Items that will not be reclassified to profit and loss			
Remeasurement gains on defined benefit plans		8,82,652	1,73,013
Income tax on above		(2,29,490)	(44,551)
<b>Total other comprehensive income</b>		<b>6,53,162</b>	<b>1,28,462</b>
<b>Total comprehensive income</b>		<b>55,71,709</b>	<b>24,83,884</b>
Basic and diluted earning ` per Equity share of ` 10 each	22	98.37	47.11
<b>The accompanying Notes form an integral part of the Financial Statements</b>			

As per our attached report of even date

**For Ghanshyam Parekh & Co.**

Firm Registration Number: 131167W

Chartered Accountants

**G R Parekh**

Proprietor

Membership No. 030530

Atul

April 10, 2019

For and on behalf of the Board of Directors

**Chairman**

**Director**

Atul

April 10, 2019

# Lapox Polymers Limited

## Notes to the Financial Statements

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### Background

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Lapox Polymers Limited (the 'Company') is a limited company incorporated and domiciled in India. It is a subsidiary company of Atul Ltd (Holding company). The Company is providing the business auxiliary service to its Holding company. The registered office of the Company is located at Anand Darshan, Near Atul Post Office, Atul 396020, Valsad, Gujarat.

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### Note 1 Significant Accounting Policies

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#### 1 Basis of preparation:

The Financial Statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

The Financial Statements have been prepared on a historical cost basis, except financial assets.

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

#### 2 Fixed Assets & Depreciation Amortizations :

Fixed Assets are stated at cost of acquisition or construction less accumulated depreciation / amortization. The company capitalized all cost relating to the acquisition, installation and construction of fixed assets.

Depreciation on addition to fixed Assets is calculated on pro-rata basis from the month of such addition. The company provides depreciation on SLM Methods at the rates specified under Schedule II of the Companies Act, 2013.

#### 3 Investments:

Investments that are intended to be held for more than a year, from the date of acquisition, are classified as long-term investments and are carried at cost.

#### 4 Revenue Recognition:

Service Income is recognised, net of service tax, when the related service are provided.

#### 5 Employee Benefits:

##### Leave Encashment:

Provision for future liabilities on account of Leave Encashment has been made on the basis of Actuarial Valuation and the same has been charged as current year's expenses.

##### Gratuity:

The Company has taken a policy with LIC and contributed for future gratuity liability and the same has been charged to Profit & Loss statement for the year.

#### 6 Taxation:

Income tax expense comprises current tax and deferred tax charge or credit. Provision for current tax is made on the basis of the assessable income at the tax rate applicable to the relevant assessment year.

Deferred tax asset and deferred tax liability are calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets on account of timing differences are recognised, only to the extent there is a reasonable certainty of its realisation. Deferred tax assets are reviewed at each Balance Sheet date to reassure realisation.

# Lapox Polymers Limited

## Notes to the Financial Statements

### 7 Earning Per Share :

The company reports basic and diluted Earnings per share in accordance with accounting standard 20 "Earning per share". Basic earnings per share are computed by dividing the net profit or loss after tax for the year by the number of Equity Shares outstanding during the year.

### 8 Critical estimates and judgments:

The preparation of Financial Statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. This note provides an overview of the areas that involved a higher degree of judgment or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgments is included in relevant notes together with information about the basis of calculation for each affected line item in the Financial Statements.

Estimates and judgments are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.

# Lapox Polymers Limited

## Statement of changes in Equity for the year ended March 31, 2019

### A. Equity share capital

	Notes	Amount
As at April 01, 2017		5,00,000
Changes in Equity share capital		-
As at March 31, 2018		5,00,000
Changes in Equity share capital		-
As at March 31, 2019	9	5,00,000

### B. Other equity

	Notes	Reserves and surplus Retained Earnings
As at March 31, 2017		80,24,547
Profit for the year		23,55,422
Other comprehensive income		1,28,462
<b>Total comprehensive income for the year</b>		<b>24,83,884</b>
As at March 31, 2018		1,05,08,431
Profit for the year		49,18,547
Other comprehensive income		6,53,162
<b>Total comprehensive income for the year</b>		<b>55,71,709</b>
As at March 31, 2019		1,60,80,140

The accompanying Notes form an integral part of the Financial Statements

As per our attached report of even date

**For Ghanshyam Parekh & Co.**

Firm Registration Number: 131167W

Chartered Accountants

**G R Parekh**

Proprietor

Membership No. 030530

Atul

April 10, 2019

For and on behalf of the Board of Directors

**Chairman**

**Director**

Atul

April 10, 2019

# Cash Flow Statement

## for the year ended March 31, 2019

Particulars	2018-19	2016-17
<b>A. Cash flow from operating activities</b>		
Profit before tax	67,44,233	34,51,629
Add:		
Depreciation and amortisation expenses	2,836	880
Finance costs	51,951	3,987
	56,183	4,867
Less:		
Interest received	5,62,619	1,33,969
Provisions no longer required	-	45,545
	5,62,619	1,79,514
Operating profit before working capital changes	62,37,797	32,76,982
Adjustments for:		
Trade receivables	(2,59,895)	(22,35,154)
Other current financial assets	(7,02,043)	(11,21,959)
Other current assets	52,208	(1,10,108)
Trade payables	(3,34,903)	9,43,925
Other current financial liabilities	4,81,732	7,95,391
Other current liabilities	1,50,563	21,77,954
Current provisions	6,56,228	2,67,351
Non-current provisions	(8,82,528)	5,32,585
	(8,38,638)	12,49,985
Cash generated from operations	53,99,158	45,26,967
Less:		
Direct taxes net of refund	23,60,426	18,07,054
<b>Net cash flow from operating activities</b>	<b>A</b>	<b>30,38,732</b>
<b>B. Cash flow from investing activities</b>		
Purchase of tangible assets	-	(8,800)
Investments Fixed Deposits	(25,06,357)	(61,10,023)
Interest received	5,62,619	1,33,969
<b>Net cash used in investing activities</b>	<b>B</b>	<b>(59,84,854)</b>
<b>C. Cash flow from financing activities</b>		
Interest paid	(51,951)	(3,987)
<b>Net cash used in financing activities</b>	<b>C</b>	<b>(51,951)</b>
<b>Net change in cash and cash equivalents</b>	<b>A+B+C</b>	<b>(32,68,928)</b>
<b>Opening balance - cash and cash equivalents</b>		<b>1,74,213</b>
<b>Closing balance - cash and cash equivalents</b>		<b>1,74,213</b>

1. The accompanying Notes form an integral part of the Financial Statements

As per our attached report of even date

For and on behalf of the Board of Directors

**For Ghanshyam Parekh & Co.**

Firm Registration Number: 131167W

Chartered Accountants

**Chairman**

**G R Parekh**

Proprietor

Membership No. 030530

Atul

April 10, 2019

**Director**

Atul

April 10, 2019

# Notes to the Financial Statements

## Note 2 Property, plant and equipment

	Computers
<b>Gross carrying amount</b>	
<b>As at March 31, 2017</b>	85,579
Additions	8,800
Other adjustments	-
Deductions and adjustments	-
<b>As at March 31, 2018</b>	94,379
Additions	-
Other adjustments	-
Deductions and adjustments	-
<b>As at March 31, 2019</b>	94,379
<b>Depreciation   Amortisation</b>	
<b>Upto March 31, 2017</b>	82,428
For the year	880
Deductions and adjustments	
<b>Upto March 31, 2018</b>	83,308
For the year	2,836
Deductions and adjustments	
<b>Upto March 31, 2019</b>	86,144
<b>Net carrying amount</b>	
As at March 31, 2018	11,071
<b>As at March 31, 2019</b>	<b>8,235</b>

## Notes to the Financial Statements

Note 3 Non-current investments	Face Value	As at March 31, 2019		As at March 31, 2018	
		Number of shares	Value	Number of shares	Value
		<b>A Investment in equity instruments (Fully paid-up)</b>			
<b>Unquoted</b>					
<b>In associate companies measured at cost</b>					
Atul Elkay Polymers Ltd	10/-	25,002	2,50,020	25,002	2,50,020
Atul Clean Energy Ltd	10/-	10,000	1,00,000	10,000	1,00,000
Atul (Retail) Brands Ltd	10/-	10,000	1,00,000	10,000	1,00,000
Atul Crop Care Ltd	10/-	14,669	5,11,597	14,669	5,11,597
Atul Ayurveda Ltd	10/-	16,667	1,66,670	16,667	1,66,670
<b>Total</b>			<b>11,28,287</b>		<b>11,28,287</b>

Particulars	Book value		Market value	
	As at		As at	
	March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
Quoted	-	-	-	-
Unquoted	11,28,287	11,28,287	-	-
<b>Total</b>	<b>11,28,287</b>	<b>11,28,287</b>	<b>-</b>	<b>-</b>

<sup>1</sup> In ` and fully paid

## Notes to the Financial Statements

Note 4 Other assets	As at March 31, 2019		As at March 31, 2018	
	Current	Non current	Current	Non current
a) Balances with the Government department				
ii) Tax paid in advance, net of provisions	-	11,33,973	-	7,69,048
e) Others	5,75,565	-	6,27,773	-
	<b>5,75,565</b>	<b>11,33,973</b>	<b>6,27,773</b>	<b>7,69,048</b>

Note 5 Trade receivables	As at March 31, 2019		As at March 31, 2018	
	a) Unsecured, considered good			
i) Trade receivables		1,42,13,280		1,39,54,781
		<b>1,42,13,280</b>		<b>1,39,54,781</b>

Note 6 Cash and cash equivalents	As at March 31, 2019		As at March 31, 2018	
	a) Balances with banks			
i) In current accounts		12,17,256		1,73,604
b) Cash on hand		-		609
		<b>12,17,256</b>		<b>1,74,213</b>

There are no repatriations restrictions with regard to cash and cash equivalents as at the end of the reporting period and prior period.

Note 7 Bank balances other than cash and cash equivalents above	As at March 31, 2019		As at March 31, 2018	
	Short-term bank deposit with original maturity between 3 to 12 months		86,16,380	
		<b>86,16,380</b>		<b>61,10,023</b>

Note 8 Other financial assets	As at March 31, 2019		As at March 31, 2018	
	Current	Non current	Current	Non current
f) Advances recoverable in cash	35,75,045	-	28,73,002	-
	<b>35,75,045</b>	<b>-</b>	<b>28,73,002</b>	<b>-</b>

<b>Note 9 Equity share capital</b>	<b>As at March 31, 2019</b>	<b>As at March 31, 2018</b>
<b>Authorised</b>		
50,000 (50,000) Equity shares of ` 10 each	5,00,000	5,00,000
<b>Issued</b>		
50,000 (50,000) Equity shares of ` 10 each	5,00,000	5,00,000
<b>Subscribed &amp; Paid-up</b>		
50000 (50000) Equity shares of ` 10 each, fully paid	5,00,000	5,00,000
	<b>5,00,000</b>	<b>5,00,000</b>

a) Movement in Equity share capital

	<b>Number of shares</b>	<b>Equity share capital</b>
As at March 31, 2017	50,000	5,00,000
As at March 31, 2018	50,000	5,00,000
As at March 31, 2019	50,000	5,00,000

b) The Company has only one class of Equity shares having a par value of ` 10 per share. The dividend proposed by the Board of Directors is subject to approval of Shareholders in ensuing Annual General meeting.

c) Details of Shareholders holding more than 5% of Equity shares:

<b>No</b>	<b>Name of the Shareholder</b>	<b>As at March 31, 2019</b>		<b>As at March 31, 2018</b>	
		<b>Holding %</b>	<b>Number of shares</b>	<b>Holding %</b>	<b>Number of shares</b>
		1	Atul Bio Space Limited	20%	10,000
2	Atul Corp Care Limited	20%	10,000	20%	10,000
3	Atul Seeds Ltd	20%	10,000	20%	10,000
4	Osia Dairy Ltd	20%	10,000	20%	10,000
5	Jayati Infrastructure Ltd.	20%	10,000	20%	10,000
		<b>100%</b>	<b>50,000</b>	<b>100%</b>	<b>50,000</b>

<b>Note 10 Trade payables</b>	<b>As at March 31, 2019</b>	<b>As at March 31, 2018</b>
a) Others	8,17,743	11,52,646
	<b>8,17,743</b>	<b>11,52,646</b>

Note 11 Other financial liabilities	As at March 31, 2019		As at March 31, 2018	
	Current	Non current	Current	Non current
	a) Others	85,83,465	-	81,01,733
	<b>85,83,465</b>	-	<b>81,01,733</b>	-

Note 12 Other liabilities	As at March 31, 2019		As at March 31, 2018	
	Current	Non current	Current	Non current
	a) Employee benefits obligation (refer note 21)	(10,52,260)		(3,98,920)
b) Statutory dues	30,49,236		31,27,985	
	<b>19,96,976</b>	-	<b>27,29,065</b>	-

Note 13 Provisions	As at March 31, 2019		As at March 31, 2018	
	Current	Non current	Current	Non current
	a) Provision for leave entitlement	11,65,107	21,91,363	5,08,879
	<b>11,65,107</b>	<b>21,91,363</b>	<b>5,08,879</b>	<b>30,73,891</b>

# Notes to the Financial Statements

<b>Note 14 Revenue from operations</b>	<b>2018-19</b>	<b>2017-18</b>
Sale of services	11,52,08,208	9,53,99,170
	<b>11,52,08,208</b>	<b>9,53,99,170</b>

<b>Note 15 Other income</b>	<b>2018-19</b>	<b>2017-18</b>
Interest from others	5,62,619	1,33,969
Provisions no longer required	-	45,545
Miscellaneous income	24,000	1,10,372
	<b>5,86,619</b>	<b>2,89,886</b>

<b>Note 16 Employee benefit expenses</b>	<b>2018-19</b>	<b>2017-18</b>
Salaries, wages and bonus	10,02,19,858	8,68,82,128
Contribution to Provident and other funds	36,84,354	6,71,538
Staff welfare	13,74,751	10,70,100
	<b>10,52,78,963</b>	<b>8,86,23,766</b>

<b>Note 17 Finance costs</b>	<b>2018-19</b>	<b>2017-18</b>
Interest on others	51,951	3,987
	<b>51,951</b>	<b>3,987</b>

<b>Note 18 Other expenses</b>	<b>2018-19</b>	<b>2017-18</b>
Insurance	1,58,053	1,40,069
Payments to the Statutory Auditors		
a) Audit fees	8,000	8,000
b) Other matters	6,750	750
Miscellaneous expenses	35,44,041	34,59,975
	<b>37,16,844</b>	<b>36,08,794</b>

# Notes to the Financial Statements

## Note 19: Related party transactions

a) Name of the related party and nature of relationship :

Sr.	Name	Relationship
1	Atul Bio Space Limited	
2	Atul Corp Care Limited	
3	Atul Seeds Ltd	Associated Company
4	Osia Dairy Ltd	
5	Jayati Infrastructure Ltd.	
6	Atul Limited	Enterprise by which significant influence exercised
7	Aarnyak Urmi Ltd	
8	Aasthan Dates Ltd	
9	Amal Ltd	
10	Anchor Adhesives Pvt Ltd	
11	Atul Aarogya Ltd	
12	Atul Ayurveda Ltd	
13	Atul Bioscience Ltd	
14	Atul Brasil Quimicos Ltd	
15	Atul China Ltd	
16	Atul Clean Energy Ltd	
17	Atul Deutschland GmbH	
18	Atul Elkay Polymers Limited	
19	Atul Entertainment Ltd	
20	Atul Europe Ltd	
21	Atul Fin Resources Ltd	Subsidiary companies of ultimate holding company
22	Atul Finserv Ltd	
23	Atul Hospitality Ltd	
24	Atul Infotech Pvt Ltd	
25	Atul Middle East FZ-LLC	
26	Atul Nivesh Ltd	
27	Atul Rajasthan Date Palms Ltd	
28	Atul (Retail) Brands Ltd	
29	Atul USA Inc	
30	Biyaban Agri Ltd	
31	DPD Ltd <sup>1</sup>	
32	Osia Infrastructure Ltd	
33	Raja Dates Ltd	
34	Gujarat Synthwood Ltd	
35	Rudolf Atul Chemicals Ltd	Joint operation with holding company
36	Anaven LLP	

b) Details of transactions with related parties

Name of transaction	Enterprise by which significant influence exercised Atul Limited	
	2018-19	2017-18
<b>Income</b>		
- Service Charges Received	11,52,08,208	9,53,99,170
<b>Other transactions</b>		
- Reimbursement of expense	2,85,39,638	2,78,45,209
<b>Outstanding balances as at year end</b>		
---Payables	-	21,819
---Receivables	1,42,13,281	1,39,54,781

# Notes to the Financial Statements

## Note 20 : Current and Deferred tax

The major components of income tax expense for the years ended March 31, 2018 and March 31, 2017 are:

### a) Income tax expense

	March 31, 2019	March 31, 2018
Current tax		
Current tax on profits for the year	17,66,011	11,61,059
Adjustments for current tax of prior periods	-	-
<b>Total current tax expense</b>	<b>17,66,011</b>	<b>11,61,059</b>
Deferred tax		
(Decrease)   increase in deferred tax liabilities	2,185	2,185
Decrease   (increase) in deferred tax assets	57,490	(67,037)
<b>Total deferred tax expense   (benefit)</b>	<b>59,675</b>	<b>(64,852)</b>
<b>Income tax expense</b>	<b>18,25,686</b>	<b>10,96,207</b>

b) No deferred tax has been recorded for recognised in other comprehensive income during the years

c) The reconciliation between the statutory income tax rate applicable to the Company and the effective income tax rate of the Company is as follows :

	March 31, 2019	March 31, 2018
<b>Statutory income tax rate</b>	26.00%	25.75%
Differences due to:		
Expenses not deductible for tax purposes	3.35%	9.23%
Income exempt from income tax	0.00%	0.00%
Income tax incentives	-0.01%	-0.05%
Others	-2.52%	-3.17%
<b>Effective income tax rate</b>	<b>26.82%</b>	<b>31.76%</b>

d) No aggregate amounts of current and deferred tax have arisen in the reporting periods which have not been recognised in net profit or loss or other comprehensive income but directly debited | (credited) to equity

### e) Current tax liabilities

	March 31, 2019	March 31, 2018
Opening balance	-	-
Add: Current tax payable for the year	17,66,011	11,61,059
Less: Taxes paid	(17,66,011)	(11,61,059)
<b>Closing balance</b>	<b>-</b>	<b>-</b>

### f) Deferred tax liabilities (net)

The balance comprises temporary differences attributable to:

	March 31, 2019	March 31, 2018
Property, plant and equipment	-	-
Investment in associates and joint venture	-	-
<b>Total deferred tax liabilities</b>	<b>-</b>	<b>-</b>
Property, plant and equipment	(2,481)	(3,884)
Provision for leave encashment	8,64,291	9,22,563
Provision for doubtful debts	-	-
Provision for doubtful advances	-	-
Investment property	-	-
Voluntary retirement scheme	-	-
MAT credit entitlement	-	-
<b>Total deferred tax assets</b>	<b>8,66,772</b>	<b>9,26,447</b>
<b>Net deferred tax (asset)   liability</b>	<b>(8,66,772)</b>	<b>(9,26,447)</b>

### Movement in deferred tax liabilities | assets

	Property plant and equipment	Provision for leave encashment	Provision for doubtful debts	Provision for doubtful advances	Investment property	Voluntary retirement scheme	MAT credit entitlement	Total
<b>At March 31, 2017</b>	<b>1,699</b>	<b>8,59,896</b>	-	-	-	-	-	<b>8,61,595</b>
(Charged)   credited:								
- to profit or loss	2,185	62,667	-	-	-	-	-	64,852
<b>At March 31, 2018</b>	<b>3,884</b>	<b>9,22,563</b>	-	-	-	-	-	<b>9,26,447</b>
(Charged)   credited:								
- to profit or loss	(1,403)	(58,272)	-	-	-	-	-	(59,675)
<b>At March 31, 2019</b>	<b>2,481</b>	<b>8,64,291</b>	-	-	-	-	-	<b>8,66,772</b>

## Notes to the Financial Statements

### Note 21 :Defined contribution plans

#### Balance sheet amount (Gratuity)

Particulars	Present value of obligation	Fair value of plan assets	Net amount
<b>April 01, 2017</b>	19,12,770	(19,78,516)	(65,746)
Current service cost	6,61,272		6,61,272
Interest expense  (income)	1,37,719	(1,42,453)	(4,734)
<b>Total amount recognised in profit and loss</b>	7,98,991	(1,42,453)	6,56,538
<i>Remeasurements</i>			
Return on plan assets, excluding amount included in interest expense  (income)		18,762	18,762
(Gain ) loss from change in demographic assumptions	(56,783)		(56,783)
(Gain ) loss from change in financial assumptions	1,26,140		1,26,140
Experience (gains) losses	(2,61,132)		(2,61,132)
<b>Total amount recognised in other comprehensive income</b>	(1,91,775)	18,762	(1,73,013)
Employer contributions		(8,16,699)	(8,16,699)
Benefit payments	(71,604)	71,604	-
<b>March 31, 2018</b>	<b>24,48,382</b>	<b>(28,47,302)</b>	<b>(3,98,920)</b>

Particulars	Present value of obligation	Fair value of plan assets	Net amount
<b>March 31, 2018</b>	<b>24,48,382</b>	<b>(28,47,302)</b>	<b>(3,98,920)</b>
Current service cost	8,23,576		8,23,576
Interest expense  (income)	1,90,974	(2,22,090)	(31,116)
<b>Total amount recognised in profit and loss</b>	10,14,550	(2,22,090)	7,92,460
<i>Remeasurements</i>			
Return on plan assets, excluding amount included in interest expense  (income)		(19,613)	(19,613)
(Gain ) loss from change in demographic assumptions	(6,66,548)		(6,66,548)
(Gain ) loss from change in financial assumptions	52,895		52,895
Experience (gains) losses	(2,49,386)		(2,49,386)
<b>Total amount recognised in other comprehensive income</b>	(8,63,039)	(19,613)	(8,82,652)
Employer contributions		(5,63,148)	(5,63,148)
Benefit payments	(3,13,589)	3,13,589	-
<b>March 31, 2019</b>	<b>22,86,304</b>	<b>(33,38,564)</b>	<b>(10,52,260)</b>

The net liability disclosed above relates to funded and unfunded plans are as follows:

Particulars	March 31, 2019	March 31, 2018
Present value of funded obligations	22,86,304	24,48,382
Fair value of plan assets	(33,38,564)	(28,47,302)
<b>Deficit of gratuity plan</b>	<b>(10,52,260)</b>	<b>(3,98,920)</b>

# Notes to the Financial Statements

## Note 22 Earning per share

Earning per share (EPS) - The numerators and denominators used to calculate basic and diluted EPS:

Particulars		2018-19	2017-18
Profit for the year attributable to the Equity Shareholders		49,18,547	23,55,422
Basic   Weighted average number of Equity shares outstanding during the year	Number	50,000	50,000
Nominal value of Equity share		10	10
Basic and diluted Earning per Equity share		98.37	47.11

Note 23 The Financial Statements were authorised for issue by the Board of Directors on April 10, 2019.

As per our attached report of even date

**For Ghanshyam Parekh & Co.**

Firm Registration Number: 131167W

Chartered Accountants

For and on behalf of the Board of Directors

**Chairman**

**G R Parekh**

Proprietor

Membership No. 030530

Atul

April 10, 2019

**Director**

Atul

April 10, 2019