



SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements:

These financial statements have been prepared to comply in all material respects with the Accounting Standards referred to in Section 133 of the Companies Act, 2013 read with rule 7 of Company (Accounts) Rules, 2014 to the extent applicable. The financial statements have been prepared under the historical cost convention on an accrual basis. Accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

2 Use of Estimates:

The preparation of financial statements, in conformity with the generally accepted accounting principles, require estimates and assumption to be made that affect the reported amount of assets and liabilities as on the date of financial statements and the reported amount of revenues and expenses during the reported period. Differences between the actual results and estimates are recognized in the period in which the results materialize.

3 Revenue Recognition :

- a) Sales are recognized as and when goods are dispatched from bonded premises.
- b) Job charges are recognized as income when processed fabric is cleared from bonded premises.
- c) Export Benefits under Duty Draw Back Scheme are recognized on accrual basis.

4. Property, Plant & Equipments:

Property, Plant & Equipments are stated at historical cost less accumulated depreciation. Historical cost comprises direct expenses & any interest attributable to bring in its intended use.

5. Accounting for Government Grants:

Government grants are recognized when there is a reasonable assurance as to its receipt and that the conditions attached there to shall be complied with. Government grants related to capital investments are reduced from the gross value of fixed assets and such grants relating to expenses are reduced from the respective expense head.

6. Depreciation:

Depreciation on Property, Plant & Equipments is provided on written down value method on the basis of their useful life. The Company has adopted useful life of the Property, Plant & Equipments as prescribed in Schedule II of the Companies Act, 2013 except in respect of Plant & Machinery wherein Management has estimated that the useful life worked out as per Companies Act, 1956 represents the estimated useful life of the Plant & Machinery.

7. Inventories:

- Raw Material : At cost or realisable value whichever is lower
Store : At cost or realisable value whichever is lower.
Stock in process : At direct cost
Finished Goods : At cost or market value whichever is lower
Waste : At estimated realisable value

The cost is determined on historical basis on relevant lot/ category of inventory. The cost of inventories comprise all cost of purchase, conversion cost and other costs incurred in bringing the inventories to their present condition.

8 Claims:

Claims are accounted for on merit basis.

9 Foreign Exchange:

- a) Transactions denominated in Foreign Currency are normally recorded at the exchange rates prevailing at the time of transaction.
- b) Foreign Exchange Fluctuation on Export / Import is accounted for in the year in which such fluctuation arose.



Haryana Texprints (Overseas) Limited

10 Retirement Benefits:

Contribution to provident and other funds are accounted for on accrual basis. Gratuity and Leave Encashment is accounted for in the Accounts on the basis of Actuarial valuation.

11. Borrowing Costs:

Borrowing costs that are attributable to the acquisition of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

12. Taxation:

Income Tax expense comprises current tax and deferred tax charge or credit. The deferred tax asset and deferred tax liability is calculated by applying tax rate and tax laws that have been enacted or substantially enacted by the Balance Sheet date. Deferred tax assets arising mainly on account of brought forward losses and unabsorbed depreciation under tax laws are recognised, only if there is a virtual certainty of its realisation, supported by convincing evidence. Deferred tax assets on account of other timing differences are recognised only to the extent there is a reasonable certainty of its realisation. At each Balance Sheet date, the carrying amounts of deferred tax assets are reviewed to reassure realization.

13. Impairment of Assets:

If internal/external indication suggests that an asset of the company may be impaired, the recoverable amount of asset/ cash generating asset is determined on the Balance Sheet date and if it is less than its carrying amount, the carrying amount of the asset / cash generating unit is reduced to the said recoverable amount. The recoverable amount is measured as the higher of Net selling price and value in use of such assets/cash generating unit, which is determined by the present value of the estimated future Cash Flows.

14. Provisions, Contingent Liabilities & Contingent Assets:

- (a) The Company recognizes as Provision, the liabilities being Present obligation arising out of past events, the settlement of which is expected to result in an outflow of resources and which can be measured only by using a substantial degree of estimation.
- (b) When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.
- (c) Contingent Assets are neither recognized nor disclosed.

15. Cash and Cash Equivalents:

For the purpose of cash Flow Statement, cash and cash equivalents includes cash in hand, demand deposits with banks, other short term highly liquid investments with original maturities of three months or less.

16. Earnings Per Share (EPS):

Basic earnings per share are computed using the weighted average number of equity shares outstanding during the year. Diluted earnings per share are computed using the weighted average number of equity and dilutive equity equivalent shares outstanding during the year, except where results would be anti - dilutive.



25th Annual Report 2016-2017

Notes to Financial Statements for the year ended March 31,2017

(All amounts in Rupees unless otherwise stated)

1.1: SHARE CAPITAL

	AS AT March 31, 2017	AS AT March 31, 2016
Authorised		
50000000 (Previous year 50000000) Equity Shares of Re.1/- each	5,00,00,000	5,00,00,000
	<u>5,00,00,000</u>	<u>5,00,00,000</u>
Issued, subscribed & fully paid-up		
50000000 (Previous year 50000000) Equity Shares of Re.1/- each	5,00,00,000	5,00,00,000
	<u>5,00,00,000</u>	<u>5,00,00,000</u>

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares	March 31, 2017		March 31, 2016	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	5,00,00,000	5,00,00,000	5,00,00,000	5,00,00,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	5,00,00,000	5,00,00,000	5,00,00,000	5,00,00,000

(b) Details of Shareholder's holding more than 5% shares in the Company

NAME OF SHARE HOLDERS	As at March 31,2017		As at March 31,2016	
	NO. OF SHARES	%	NO. OF SHARES	%
Shanti Devi Jhanwar	55,40,000	11.08	55,40,000	11.08
N.P.Jhanwar	1,50,20,000	30.04	1,50,20,000	30.04
N.P.Jhanwar	1,50,65,000	30.13	1,50,65,000	30.13
Rangnath Maheshwari	68,63,200	13.73		
Aditya Maheshwari	37,08,838	7.42		
Shri Govind Prasad Maheshwari			32,62,100	6.52
Satya Narayan Maheshwari (HUF)			35,00,000	7.00
Govind Prasad Maheshwari (HUF)			27,00,000	5.40

As per records of the Company, including Its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

(c) Terms/ rights attached to equity shares

The Company has only one class of equity shares having par value of Re.1 per share.Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the company,after distribution of all preferential amounts.The distribution will be in proportion to the number of equity shares held by the shareholders.

The Company declares and pays dividend in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of Shareholders in the ensuing Annual General Meeting.

(d) The Company has not issued any shares for consideration other than in cash or by way of bonus during a period of five years immediately preceding the balance sheet date.



Haryana Texprints (Overseas) Limited

(All amounts in Rupees unless otherwise stated)

1.2: Reserves & Surplus

		AS AT March 31, 2017	AS AT March 31, 2016
Capital Reserves			
Balance at beginning of the year		1,87,95,000	1,87,95,000
Balance at end of the year	(A)	1,87,95,000	1,87,95,000
General Reserves			
Balance at beginning of the year		20,00,000	15,00,000
Additions during the year			5,00,000
Balance at end of the year	(B)	2,000,000	20,00,000
Surplus in Statement of Profit & Loss			
Balance at beginning of the year		4,61,22,164	3,98,91,404
Add :Profit for the year		1,07,31,343	1,27,48,642
Less: Transfer to General Reserves		-	5,00,000
Amount available for appropriation		5,68,53,507	5,21,40,046
Less: Proposed Dividend		-	50,00,000
Tax on Proposed Dividend		-	10,17,882
Balance at end of the year	(C)	5,68,53,507	4,61,22,164
Total	(A+B+C)	7,76,48,507	6,69,17,164

1.3: Long Term Borrowings

	Non-current portion		Current maturities	
	As At	As At	As At	As At
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
Secured				
Term Loans from banks	2,79,01,095	3,71,90,826	1,06,19,343	1,09,80,006
Vehicle loans	9,14,406	9,01,917	9,72,174	7,99,908
Less:Amount disclosed under the head "other current liabilities" (Refer note no. 1.8)			1,15,91,517	1,17,79,914
Total Amount	2,88,15,501	3,80,92,743	-	-

(a) Terms of Repayment of Term Loans and Vehicle Loans are as under :

Particular	Rate of interest	No. of installments	Outstanding as at 31.03.2017	Annual Repayment Schedule				
				2017-18	2018-19	2019-20	2020-21	2021-22
Bank	Base rate+2% to 3.25% p.a. with monthly rests	60	3,85,20,438	1,06,19,343	89,24,004	86,11,091	69,22,002	34,43,998
Vehicle loan	11.30%	34-36	18,86,580	9,72,174	3,15,301	2,22,942	2,45,826	1,30,337

(b) Nature of Security :-

Term loans from bank is secured by hypothecation of plant & machinery, furniture & fixture and other fixed assets (present as well as proposed to be purchased). The Term Loan is also secured by personal guarantee of promoters and equitable mortgage of land & building situated at plot No.3,sector -25,Faridabad.

Vehicle loans are secured by hypothecation of vehicle financed.



25th Annual Report 2016-2017

(All amounts in Rupees unless otherwise stated)

1.4 : OTHER LONG TERM LIABILITIES

	AS AT March 31, 2017	AS AT March 31, 2016
Advance from customers	7,61,850	7,62,723
	<u>7,61,850</u>	<u>7,62,723</u>

1.5 : PROVISIONS

	Long -term		Short -term	
	As At March 31, 2017	As At March 31, 2016	As At March 31, 2017	As At March 31, 2016
Provision for employee benefits	76,63,921	59,19,362	4,97,830	6,91,378
Gratuity	4,83,380	3,52,619	80,608	89,603
Leave Encashment				
Provision for proposed dividend			-	50,00,000
Proposed dividend			-	10,17,882
Tax on proposed dividend				
Total	<u>81,47,301</u>	<u>62,71,981</u>	<u>5,78,438</u>	<u>67,98,863</u>

1.6 : SHORT TERM BORROWINGS

	AS AT March 31, 2017	AS AT March 31, 2016
Secured		
Working Credit Limit	14,11,74,219	12,01,12,209
Unsecured		
Others from Directors & shareholders (Repayable on demand)	55,60,000	55,60,000
Total	<u>14,67,34,219</u>	<u>12,56,72,209</u>

Working Capital facility from Jammu & Kashmir Bank Ltd. is secured by hypothecation of stock of raw material, semi-finished, consumables both (existing & future), receivable. The working capital is also secured by personal guarantee of promoters and equitable mortgage of land & building situated at plot no.3, sector-25, Faridabad. The facility is repayable on demand and carry interest ranging between 10.20 % to 11.50%.

1.7 : TRADE PAYABLES

	AS AT March 31, 2017	AS AT March 31, 2016
Trade Payable		
- Due to Micro, Small and Medium Enterprises	-	-
- Others	16,70,93,708	15,05,80,365
Total	<u>16,70,93,708</u>	<u>15,05,80,365</u>

The information as required to be disclosed under The Micro, Small and Medium Enterprises Development Act, 2006 ("the Act") has been determined to the extent such have been identified by the company, on the basis of information and records available with them. This information has been relied upon by the Auditors.



Haryana Texprints (Overseas) Limited

(All amounts in Rupees unless otherwise stated)

Particulars	AS AT	AS AT
	March 31, 2017	March 31, 2016
A) The principal amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year;	-	-
B) The Amount of interest paid in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
C) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
d) The amount of interest accrued and remaining unpaid at the end of each accounting year ;	-	-
e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the Small Enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

1.8 : OTHER CURRENT LIABILITIES

	AS AT	AS AT
	March 31, 2017	March 31, 2016
Current maturities of long-term borrowings (Refer note no. 1.3)	1,15,91,517	1,17,79,914
Interest accrued and due on borrowings	3,82,075	4,46,949
Interest accrued but not due	8,424	8,298
Unpaid Dividend	4,72,433	2,67,444
Other payables	-	-
(i) Statutory dues	17,11,239	19,33,328
(ii) Employees related liabilities	51,30,719	57,18,418
Total	1,92,96,407	2,01,54,351

1.9 : Property, Plant & Equipments

Particulars	TANGIBLE								Total
	Land	Building (Factory)	Building (Adm.Block)	Plant & Machinery (Main)	Plant & Machinery (Other)	Furniture & Fixtures	Office equipment & Computers	Vehicles	
Gross Block									
At 1 April 2015	9,67,610	2,07,51,453	1,21,19,089	9,62,77,833	4,31,96,422	12,66,238	36,35,538	65,38,971	18,47,53,154
Additions				23,11,132	38,90,741		4,03,586	20,36,028	86,41,487
Disposals				41,73,206				15,29,909	57,03,115
At 31 March 2016	9,67,610	2,07,51,453	1,21,19,089	9,44,15,759	4,70,87,163	12,66,238	40,39,124	70,45,090	18,76,91,526
Additions during the year				4,18,84,054	1,54,14,046		4,25,750	12,04,318	5,89,28,168
Disposals/ Write off/ Adjustments				3,74,56,648	1,50,42,109			8,53,200	5,33,51,957
At 31 March 2017	9,67,610	2,07,51,453	1,21,19,089	9,88,43,165	4,74,59,100	12,66,238	44,64,874	73,96,208	19,32,67,737
Depreciation									
At 1 April 2015		1,75,00,615	62,24,710	5,16,30,626	3,66,07,232	11,09,475	31,49,445	47,67,058	12,09,89,161
Charge for the year		4,33,018	3,42,620	68,53,234	11,03,400	34,919	3,60,669	10,96,882	1,02,24,742
Disposals				39,10,890				13,85,267	52,96,157
At 31 March 2016	-	1,79,33,633	65,67,330	5,45,72,970	3,77,10,632	11,44,394	35,10,114	44,78,673	12,59,17,746
Charge for the year		3,75,476	3,22,728	1,12,78,686	28,64,647	24,366	3,27,713	10,04,918	1,61,98,534



25th Annual Report 2016-2017

(All amounts in Rupees unless otherwise stated)

Disposals				2,90,64,197	1,38,49,788			7,85,196	4,36,99,181
At 31 March 2017	-	1,83,09,109	68,90,058	3,67,87,459	2,67,25,491	11,68,760	38,37,827	46,98,395	9,84,17,099
Net Block									
At 31 March 2016	9,67,610	28,17,820	55,51,759	3,98,42,789	93,76,531	1,21,844	5,29,010	25,66,417	6,17,73,780
At 31 March 2017	9,67,610	24,42,344	52,29,031	6,20,55,706	2,07,33,609	97,478	6,27,047	26,97,813	9,48,50,638

1.10 : DEFERRED TAX ASSETS/(LIABILITY) NET

	AS AT March 31, 2017	AS AT March 31, 2016
Deferred tax assets		
Provision for employee benefits	28,84,991	23,31,921
Total	28,84,991	23,31,921
Deferred tax (Liabilities)		
Timing Differences between Depreciation as per accounts and as per income tax basis	(47,62,709)	(13,70,485)
Total	<u>(47,62,709)</u>	<u>(13,70,485)</u>
Deferred tax Asset / (Liability) Net	<u>(18,77,718)</u>	<u>9,61,436</u>

1.11 : LOANS AND ADVANCES

(Unsecured considered good unless otherwise stated)

	Long - Term		Short - Term	
	As At March 31, 2017	As At March 31, 2016	As At March 31, 2017	As At March 31, 2016
Capital Advance	144000	4798208	0	-
Security Deposits	8,69,323	8,69,323	-	-
Advance for goods / services	-	-	1,14,079	1,68,215
Loan and Advance to employees	-	-	2,51,500	2,31,500
Prepaid Expenses	-	-	6,18,081	2,82,630
Vat receivable	1,09,692	1,09,692	-	-
Balance with statutory authorities	6,591	6,591	-	-
MAT Credit	31,21,347	26,05,725	-	-
TUF Subsidy receivable	-	-	2,28,118	4,90,713
Other receivable	-	-	0	20,51,243
Taxes Recoverable (net of provisions)	48,18,231	45,39,571	-	-
Total	<u>90,69,184</u>	<u>1,29,29,110</u>	<u>12,11,778</u>	<u>32,24,301</u>

1.12 : INVENTORIES

	AS AT March 31, 2017	AS AT March 31, 2016
Raw Materials		
Fabric	10,50,25,388	9,07,83,389
Dyes & Chemicals	1,67,76,437	1,71,71,776
Packing Material	2,11,891	1,74,763
Stores & Other Consumable	39,21,401	43,86,236
Work-in-progress	3,51,12,198	2,96,49,186
Finished goods	7,01,30,638	6,56,08,498
Garments	8,97,500	47,94,578
Total	<u>23,20,75,453</u>	<u>21,25,68,426</u>



Haryana Texprints (Overseas) Limited

(All amounts in Rupees unless otherwise stated)

1.13 : TRADE RECEIVABLES

	AS AT March 31, 2017	AS AT March 31, 2016
Trade receivables (Unsecured considered good)		
Outstanding for a period exceeding six months from the date they are due for payment	95,17,997	89,19,663
Others	14,90,89,223	11,47,34,791
Total	<u>15,86,07,220</u>	<u>12,36,54,454</u>

1.14 : CASH AND BANK BALANCES

	Non - Current		Current	
	As At March 31, 2017	As At March 31, 2016	As At March 31, 2017	As At March 31, 2016
Cash and cash equivalents				
Balances with banks				
In current account			92,212	42,58,888
Cash on hand			1,79,060	5,43,599
Other Bank Balances				
Balances with bank				
In Unpaid Dividend account			4,72,433	2,67,444
Held as Margin money	17,48,974	16,57,550	0	0
Less: Amount disclosed under the head "Other Non Current Assets"(Refer Note no. 1.15)	17,48,974	16,57,550		
Total	<u>0</u>	<u>0</u>	<u>7,43,705</u>	<u>50,69,931</u>

1.15 : OTHER NON CURRENT ASSETS

	As At March 31, 2017	As At March 31, 2016
Interest accrued on FD	2,34,459	1,99,426
Non -Current Bank Balance (Refer note no. 1.14)	17,48,974	16,57,550
TOTAL	<u>19,83,433</u>	<u>18,56,976</u>

1.16 : REVENUE FROM OPERATIONS

	Year ended March 31, 2017		Year ended March 31, 2016	
Sale of products				
Fabric	63,88,85,273		53,90,45,959	
Garment	3,74,073	63,92,59,346	18,09,391	54,08,55,350
Sale of services				
Job		20,17,14,165		25,47,21,325
Other operating revenues				
Sale of scrap	13,41,735		14,78,196	
Export incentives	22,39,311	35,81,046	55,90,919	70,69,115
Total	<u>84,45,54,557</u>		<u>80,26,45,790</u>	



25th Annual Report 2016-2017

(All amounts in Rupees unless otherwise stated)

1.17 : OTHER INCOME

	Year ended March 31, 2017	Year ended March 31, 2016
Interest Income	20,11,664	14,26,004
Exchange gain (net)	8,10,963	10,64,520
Misc. income	2,67,602	3,13,955
Total	30,90,229	28,04,479

1.18 : COST OF MATERIAL CONSUMED

	Year ended March 31, 2017		Year ended March 31, 2016	
Fabric				
Opening Stock	9,07,83,389		7,32,76,272	
Add: Purchases	44,22,57,215		39,26,48,729	
Less: Closing Stock	10,50,25,388	42,80,15,216	9,07,83,389	37,51,41,612
Dyes & Chemicals				
Opening Stock	1,71,71,776		1,62,53,593	
Add: Purchases	12,81,71,928		13,09,67,417	
Less: Closing Stock	1,67,76,437	12,85,67,267	1,71,71,776	13,00,49,234
Packing Material				
Opening Stock	1,74,763		1,80,512	
Add: Purchases	37,83,528		46,64,650	
Less: Closing Stock	2,11,891	37,46,400	1,74,763	46,70,399
Total		56,03,28,883		50,98,61,245

The above consumption figures are disclosed on the basis of derived figures and are after adjusting excess and shortage ascertained on physical count, unserviceable items etc.

1.19 : CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK IN PROGRESS

	Year ended March 31, 2017	Year ended March 31, 2016	(increase) / Decrease
Inventories (At close)			
Finished Goods	7,01,30,638	6,56,08,498	-45,22,140
Work in progress	3,51,12,198	2,96,49,186	-54,63,012
Garments	8,97,500	47,94,578	38,97,078
	10,61,40,336	10,00,52,262	-60,88,074
Inventories (At Opening)			
Finished Goods	6,56,08,498	4,54,15,774	-2,01,92,724
Work in progress	2,96,49,186	7,69,99,165	4,73,49,979
Garments	47,94,578	76,44,215	28,49,637
	10,00,52,262	13,00,59,154	3,00,06,892
(Increase) / Decrease in Inventories	-60,88,074	3,00,06,892	



Haryana Texprints (Overseas) Limited

(All amounts in Rupees unless otherwise stated)

1.20 : EMPLOYEE BENEFITS EXPENSE

	Year ended March 31, 2017	Year ended March 31, 2016
Salaries and incentives	3,47,15,770	2,80,52,722
Wages	4,32,88,371	3,89,88,163
Directors Remuneration	34,13,429	27,81,080
Contributions to Provident fund and Others	47,05,079	42,38,371
Staff welfare expenses	46,82,844	56,56,088
Total	9,08,05,493	7,97,16,424

1.21 : FINANCE COSTS

	Year ended March 31, 2017	Year ended March 31, 2016
Interest expense		
on Term Loans (Net of TUF Interest Subsidy Rs. 883101 Previous Year Rs.453151)	44,84,284	18,52,769
on Working Capital	2,01,94,764	1,84,31,894
Total	2,46,79,048	2,02,84,663

1.22 : DEPRECIATION

	Year ended March 31, 2017	Year ended March 31, 2016
Depreciation of tangible assets	1,61,98,534	1,02,24,742
Total	1,61,98,534	1,02,24,742

1.23: OTHER EXPENSES

	Year ended March 31, 2017	Year ended March 31, 2016
1 Consumption of Stores & Spares	1,41,26,566	1,22,00,790
2 Water Expenses	1,25,25,852	99,35,171
3 Power & Fuel	7,69,22,173	7,47,94,046
4 Repairs to building	14,43,148	8,78,622
5 Repairs to machinery	1,33,00,574	1,47,02,997
6 Repairs to others	8,83,723	13,47,890
7 Insurance	6,69,965	5,40,925
8 Rates & taxes	58,450	58,450
9 Legal & Professional Fees	28,34,997	14,72,020
10 Telephone & Internet Charges	9,50,096	8,09,735
11 Travelling Expense	30,29,929	28,43,635
12 Business Promotion	-	40,000
13 Rent	10,22,840	3,60,000
14 Testing Charges	1,27,217	1,93,579
15 Printing & Stationery	17,71,399	10,45,538
16 Rebate & Claim	58,03,250	50,25,484
17 Freight	40,11,415	49,50,218
18 Miscellaneous Expense	27,07,435	21,34,703
19 Loss on sale / discarding of Fixed Assets (Net)	9,00,255	2,36,958
20 Director Sitting Fees	1,20,000	60,000
21 Bank Charges	27,75,074	25,59,514
22 Payment to Auditors	1,23,002	1,10,312
Total	14,61,07,360	13,63,00,587



25th Annual Report 2016-2017

(All amounts in Rupees unless otherwise stated)

Payments to auditors include :-

	Year ended March 31, 2017	Year ended March 31, 2016
a. Audit Fees	69,000	68,700
b. Certification charges	23,000	22,900
c. For reimbursement of expenses;	31,002	18,712
Total	1,23,002	1,10,312

1.24 : CONTINGENT LIABILITIES

- a) Demand under Haryana VAT ACT 2003 and CST ACT 1956 for the Assessment Year 2003-04, 2004-05, and 2006-07 amounting to Rs. 60.18 Lacs (Previous Year - Rs.60.18 Lacs) against which Company has filed an appeal before Joint Commissioner (Excise & Taxation) Faridabad & Tribunal at Chandigarh.
- b) Textile Committee Cess Rs. 4.06 Lacs upto December 2000 (Previous year Rs. 4.06 Lacs).
- c) Tax Demand of Rs. 21.46 Lacs for assessment year 2000-01 (Previous year - Rs. 21.46 Lacs) under Haryana Local Area Development Tax Act, 2000.
- d) Additional Bonus Liability for the year 2014-15 due to Payment of Bonus (Amendment) Act 2015 stayed by Punjab & Haryana High Court - Rs. 5,61,788.00 Previous Year Rs. 5,61,788.00
- e) The Company (through Faridabad Textile Processors Association) has filed writ petition before Hon'ble Punjab & Haryana High Court in the matter of applicability of Sales Tax on Job work. The company may be liable to pay Sales Tax on Job Work already / to be undertaken by it, if the case is not decided in the favour of the Company / Association the amount of which is unascertainable. (Previous Year-NIL)
- f) Estimated amount of Capital commitment remaining to be executed on capital account (Net of Capital Advance) Rs.237000.00 (Previous Year Rs.1331610)
- g) Bank Guarantees given by the Company (Net of Margin) Rs.1298839.00 (Previous Year Rs. 1395102.00)

1.25 : RELATED PARTY DISCLOSURES

As per Accounting Standard (AS)-18 the disclosure of transactions with the Related Parties as defined in Accounting Standard are given below:-

Related parties with whom transactions have taken place and relationships:

ASSOCIATES

- 1 Shri Balaji Trading Company Firm in which M.D. is Proprietor
- 2 Indian Texprints Firm in which E.D. is Proprietor
- 3 Tanfac Apparels Ltd. Company in which E.D. is Director

KEY MANAGEMENT PERSONNEL

- 1 Shri N.P. Jhanwar Managing Director
- 2 Shri R.N. Maheshwari Executive Director
- 3 Shri S.N. Maheshwari Director
- 4 Shri Aditya Maheshwari CFO
- 5 Ms. Sneha Gera Company Secretary

Relative of Key Management Personnel

- 1 Shri Aditya Maheshwari Son of Executive Director
- 2 Smt. Devki Maheshwari Wife of Director
- 3 Shri Laxmi Narayan S Maheshwari Son of Director



Haryana Texprints (Overseas) Limited

(All amounts in Rupees unless otherwise stated)

(2) Transactions during the year with related parties

A LOANS TAKEN	Associate Enterprises	Key Management Personnel	(Rs. in Lacs) Relatives of Key Management Personnel
Balance as at 1st April, 2016	0.00	39.70	15.90
	(0.00)	(39.70)	(15.90)
Taken during the year	0.00	0.00	0.00
	(0.00)	(0.00)	(0.00)
Repaid/adjusted during the year	0.00	0.00	0.00
	(0.00)	(0.00)	(0.00)
Balance as at 31st March, 2017	0.00	39.70	15.90
	(0.00)	(39.70)	(15.90)
B SALES			
Sale of old Plant and Machinery	34.33		
	(0.00)		
C EXPENDITURE			
Payment to and provisions for Director Remuneration		34.13	
		(27.81)	
Salaries to CFO (also relative of KMP : Son of Executive Director)		17.39	
		(13.22)	
Salaries to Company Secretary		2.62	
		(2.24)	

1.26 : EARNINGS PER SHARE (EPS)

	2016-17	2015-16
a) Net profit after Tax (Rs. In Lacs) (Numerator used for calculation)	107.31	127.49
b) Weighted Average number of Equity Shares (Denominator used for calculation)	50000000	50000000
c) Basic & Diluted earning per Share of Rs. 1/- each (in Rupee)	0.21	0.25



(All amounts in Rupees unless otherwise stated)

1.27 : EMPLOYEE BENEFITS

As per accounting standard (As) -15 (Revised) the disclosure of Employee benefits as defined in The Accounting Standards are given below:-

Sr. No.	Items	Gratuity (Unfunded)	Leave Encashment (Unfunded)	Gratuity (Unfunded)	Leave Encashment (Unfunded)
1	Change in present value of obligation	31.03.2017	31.03.2017	31.03.2016	31.03.2016
a)	Present value of obligation as at the beginning of the period	66,10,740	4,42,222	49,42,718	3,01,216
b)	Acquisition adjustment	--	--	--	--
c)	Interest cost	5,28,859	35,378	4,20,131	25,603
d)	Past service cost	--	--	--	--
e)	Current service cost	7,90,514	1,56,400	6,27,208	1,09,308
f)	Curtailement cost/ (Credit)	---	---	---	---
g)	Settlement cost/ Credit)	---	---	---	---
h)	Benefits Paid	-7,86,004	-2,33,235	-3,37,500	-1,69,370
i)	Actuarial (gain) / loss on obligation	10,17,642	1,63,223	9,58,183	1,75,465
j)	Present Value of obligation as at the end of Period	81,61,751	5,63,988	66,10,740	4,42,222
2	Actuarial gain/ (loss) recognized				
a)	Actuarial gain /(loss) for the period- obligation	-10,17,642	-1,63,223	-9,58,183	-1,75,465
b)	Actuarial gain /(loss) for the period- plan assets	---	---	---	---
c)	Total (gain)/loss for the period	10,17,642	1,63,223	9,58,183	1,75,465
d)	Actuarial (gain)/ loss recognized in the period.	10,17,642	1,63,223	9,58,183	1,75,465
e)	Unrecognized actuarial (gain) losses at the end of period	---	---	---	---
3	Amount Recognised in Balance sheet				
a)	Present Value of obligation as at the end of the period	81,61,751	5,63,988	66,10,740	4,42,222
b)	Fair Value of plan assets as at the end of the period	---	---	---	---
c)	Funded status	-81,61,751	-5,63,988	-66,10,740	-4,42,222
d)	Excess of actual over estimated	---	---	---	---
e)	Unrecognized actuarial (gains)/ losses	---	---	---	---
f)	Net assets/(liability) recognized in balance sheet	-81,61,751	-5,63,988	-66,10,740	-4,42,222
4	Expense recognized in the statement of profit & loss				
a)	Current service cost	7,90,514	1,56,400	6,27,208	1,09,308
b)	Past service cost	---	---	---	---
c)	Interest cost	5,28,859	35,378	4,20,131	25,603
d)	Expected return on plan assets	---	---	---	---
e)	Curtailement cost/(credit)	---	---	---	---
f)	Settlement cost/(credit)	---	---	---	---
g)	Net actuarial (gain)/ loss recognized in the period	10,17,642	1,63,223	9,58,183	1,75,465
h)	Expenses recognized in the statement of profit & loss	23,37,015	3,55,001	20,05,522	3,10,376
5	Actuarial Assumption				
	Discount Rate	7.37%	7.37%	8.00%	8.00%
	Future Increase in salary	4.00%	4.00%	4.00%	4.00%
	Actuarial Method	Projected Unit credit Method	Projected Unit credit Method	Projected Unit credit Method	Projected Unit credit Method
6	Enterprise best estimate of contribution during next year	15,76,580	2,42,677	13,24,092	1,64,139



Haryana Texprints (Overseas) Limited

1.28 : Financial Risk Management

(a) Currency Risk

The Company derives some part of its revenue from exports. During the year ended 31.03.2017, export turnover of the Company amounted to Rs.11032597. Ordinarily company do not have a policy of taking hedging contracts / foreign exchange forward contracts, exposing the company to currency risk. There are no export outstanding as on 31.03.2017. The Company earned foreign exchange fluctuation of Rs. 810963 during the year. The Management of the Company consider currency risk to be lower risk.

(b) Interest Rate Risk

Interest rate risk primarily arises from floating rate borrowings. The Company borrows from bank / financial institution having fixed/ floating rate of interest. The Company's borrowing portfolio requires interest rate to be reviewed by agencies on an annual basis and are influenced by industrial factors as well as company's financial performance.

(c) Credit Risk

Credit risk is the risk of financial loss to the company, if a customer of counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers.

(d) Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring , as far as possible, that it will always have sufficient liquidity to meet its liabilities when due. The Company's finance department is responsible for fund management . In addition, processes and policies related to such risks are overseen by senior management.

(e) Cash & Cash Equivalents

With respect to credit risk arising from financial assets which comprise of cash and cash equivalents, the Company's risk exposure arises from the default of the counterparty, with a maximum exposure equal to the carrying amount of these financial assets at the reporting date. Since the counter party involved is a bank, Company considers the risks of non-performance by the counterparty as non-material.

(f) Trade and Other Receivables

Credit risk is managed through credit approvals, establishing credit limits, continuous monitoring of creditworthiness of customers to which the company grants credit terms in the normal course of business. The Company also assesses the financial reliability of customers taking into account the financial condition, current economic trends and historical bad debts and ageing of accounts receivables.

1.29 : The Equity Shares of the Company were voluntarily delisted from Bombay Stock Exchange under SEBI (Delisting of Equity Shares) Regulation 2009 and SEBI (Delisting of Equity Shares) Amendment Regulations 2015 w.e.f. 20.12.2016 vide letter dated 13.12.2016 of Bombay Stock Exchange, accordingly, as at 31.03.2017 the Company is an unlisted entity.

1.30: Provision on account of impairment of Assets as required under AS - 28 has not been made, as in the opinion of the management , the carrying amount of the Assets is not less than the recoverable amount.

1.31 : The Company is engaged in business of Textile viz Fabric Processing and Garment Manufacturing, which has been considered as one reportable segment, therefore, no disclosure on segment wise revenue etc., has been given.

1.32 : Value of Imports calculated on CIF basis .

	2016-17	2015-16
Capital Goods	-	2,21,70,780

1.33 : Value of Imported & Indigenous Raw Material and Stores & Spares consumed.

Particulars	2016-17	2015-16
Raw Material		
Imported	-	-
Indigenous	56,03,28,883	50,98,61,245



25th Annual Report 2016-2017

Stores & Spares		
Imported	-	-
Indigenous	1,41,26,566	1,22,00,790

1.34 : Earnings in Foreign Exchange (on Accrual basis)

	2016-17	2015-16
FOB value of Exports during the year	1,08,15,399	11,03,02,827

1.35 : Expenditure in Foreign Currency (on accrual basis)

	2016-17	2015-16
Travelling	5,09,483	4,06,230
Fees & Registration	-	56,194

1.36: Additional information as required by Paragraph 6 of the General Instructions for Preparation of Balance Sheet to Schedule III to the Companies Act, 2013 with respect to details of Specified Bank Notes (SBNs) held and transacted during the period 08.11.2016 to 30.12.2016

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016 (*)	-	98751	98751
(+) Permitted receipts (Cash withdraw from bank)	-	831390	831390
(-) Permitted payments	-	788605	788605
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016 (*)		141536	141536

* As certified by the management

For the purpose of this clause, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, in Ministry of Finance, Department of Economic Affairs number S.O. 3407 (E) dated the 8th November, 2016.

1.37: Previous year figures have been re-grouped or rearranged wherever necessary.

The accompanying notes referred to above forms an integral part of the financial statements.

As per our report of even date
For DOOGAR & ASSOCIATES
Chartered Accountants
 Firm Reg.No.000561N

For and on behalf of the BOARD OF DIRECTORS of
Haryana Texprints (Overseas) Ltd.

M.S.Agarwal
 Partner
 M.N.86580

N.P.Jhanwar
 Managing Director
 DIN 00401788

R.N.Maheshwari
 Director
 DIN 00401993

Aditya Maheshwari
 Chief Financial Officer

Sneha Gera
 Company Secretary

Place: Faridabad
 Dated: 30.08.2017