

Notes To Financial Statements

1. CORPORATE INFORMATION

Star Ferro and Cement Limited (the Company) is a public Company domiciled in India and incorporated under the provisions of the Companies Act, 1956. Its shares are listed on National Stock Exchange (NSE) and Bombay Stock Exchange (BSE) in India. The Company is holding investments in its subsidiaries which are engaged in manufacture of Cement, Cement Clinker and generation of Power.

1.1 Basis of Preparation

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013, to the extent notified. The financial statements are prepared under the historical cost convention on accrual basis and on the basis of going concern. The accounting policies are consistently followed by the Company and changes in accounting policy are separately disclosed.

1.2 Summary of Significant Accounting Policies

(i) Revenue Recognition

- (a) Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.
- (b) Dividend income is recognized when the shareholders' right to receive the payment is established.
- (c) Interest income is recognized on a time proportion basis taking into account the amount outstanding and rate applicable.

(ii) Fixed Assets

Fixed Assets are stated at their cost of acquisition or construction less accumulated depreciation/amortization and impairment loss, if any. Cost comprises the purchase price, installation and attributable cost of bringing the asset to its working condition for its intended use.

(iii) Intangible Assets

Intangible assets are recognized when it is probable that the future economic benefit that are attributable to the assets will flow to the Company and the cost of the assets can be measured reliably. The amortizable amount of an intangible asset is allocated over its estimated useful life.

(iv) Impairment of Assets

The carrying amounts of assets are reviewed at each balance sheet date to determine if there is any indication of impairment based on external/internal factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount which represents the greater of the net selling price and 'Value in use' of the assets. In assessing the value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset.

(v) Depreciation

Depreciation on fixed assets is provided under Written Down Value (WDV) method in accordance with the provisions of Schedule II to the Companies Act, 2013 and considering the useful lives for computing depreciation specified in Part 'C', thereof. Depreciation is provided on components that have homogenous useful lives by using the WDV method so as to depreciate the initial cost down to the residual value over the estimated useful lives. Useful lives, components and residual amounts are reviewed annually. In respect of an asset for which impairment loss is recognized, depreciation is provided on the revised carrying amount of the assets over its remaining useful life.

(vi) Investments

Investments that are readily realisable and intended to be held for not more than a year are classified as Current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and market/fair value on individual investment basis. Long Term Investments are considered at cost, unless there is an "other than temporary" decline in value, in which case adequate provision is made for the diminution in the value of Investments.

Notes To Financial Statements (contd.)

(vii) Retirement and other employee benefits

- (a) Retirement benefit in the form of Provident Fund is a defined contribution scheme and is charged to the Statement of Profit and Loss for the year when the contributions to the respective funds are due. The Company has no obligations other than the contribution payable to the respective funds.
- (b) Gratuity liability, being a defined benefit obligation, is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each Financial Year.
- (c) Short term compensated absences are provided for based on estimates. Long term compensated absences are provided for based on actuarial valuation which is done as per projected unit credit method at the end of each Financial Year.
- (d) Actuarial gains / losses are immediately taken to the statement of profit and loss and are not deferred.

(viii) Earnings per Share

Basic Earnings per Share is calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deductible preference dividend and attributable taxes) by the weighted number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effect of all dilutive potential equity shares.

(ix) Taxation

Tax expenses comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961. Deferred income taxes reflect the impact of current year timing differences between taxable income for the year and reversal of timing differences of earlier years.

The deferred tax for timing differences between the book and tax profits for the year is accounted for using the tax rates and laws that have been substantively enacted as of the Balance Sheet date. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. If the Company has carry forward unabsorbed depreciation and tax losses, deferred tax assets are recognized only to the extent there is virtual certainty supported by convincing evidence that sufficient taxable income will be available against which such deferred tax asset can be realized.

The carrying amounts of deferred tax assets are reviewed at each Balance Sheet date. The Company writes-down the carrying amount of deferred tax assets to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax assets can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

Minimum Alternative Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the Minimum Alternative Tax (MAT) credit becomes eligible to be recognized as an asset in accordance with the recommendation contained in guidance note issued by the Institute of Chartered Accountants of India, the said assets is created by way of a credit to the Statement of Profit and Loss and shown as MAT credit entitlement. The Company reviews the carrying amount of MAT at each Balance Sheet date and writes down MAT credit entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal income-tax during specified period.

(x) Cash and Cash equivalents

Cash and cash equivalents for the purpose of Cash Flow Statement comprise cash in hand, demand deposits with Banks and other short-term highly liquid investments / deposits with an original maturity of three months or less.

Notes To Financial Statements (contd.)

(xi) Provision

A provision is recognized when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions made in terms of Accounting Standard 29 are not discounted to their present value and are determined based on best estimates required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

(xii) Contingent Liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements. Contingent assets are neither recognized nor disclosed in the financial statements.

Notes To Financial Statements (contd.)

2. SHARE CAPITAL

	(₹ in Lacs)	
	31.03.2016	31.03.2015
Authorised		
23,00,00,000 (23,00,00,000 as at 31.03.2015) Equity Shares of ₹ 1/- each fully paid up	2,300.00	2,300.00
Total	2,300.00	2,300.00
Issued		
22,21,72,990 (22,21,72,990 as at 31.03.2015) Equity Shares of ₹ 1/- each fully paid up	2,221.73	2,221.73
Total	2,221.73	2,221.73
Subscribed and Paid up		
22,21,72,990 (22,21,72,990 as at 31.03.2015) Equity Shares of ₹ 1/- each fully paid up	2,221.73	2,221.73
Total	2,221.73	2,221.73

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

Equity Shares	31.03.2016		31.03.2015	
	No. of Shares	₹ in Lacs	No. of Shares	₹ in Lacs
At the Beginning of the year	22,21,72,990	2,221.73	22,21,72,990	2,221.73
Issued/Cancelled during the year	-	-	-	-
Outstanding at the end of the year	22,21,72,990	2,221.73	22,21,72,990	2,221.73

b) Terms/Rights attached to the Equity Shares & Notes

The Company has only one class of equity shares having par value of ₹ 1/- per share. Each holder of equity shares is entitled to one vote per share.

The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting except in case of interim dividend.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive 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.

c) Terms of issue of shares other than cash

Pursuant to the Scheme of Arrangement ("the scheme") between Century Plyboards (India) Limited (CPIL), the Company and their respective shareholders as approved by the Hon'ble High Court at Kolkata vide its order dated 17th May, 2013, the Company has issued and allotted 22,21,72,990 Equity Shares to the shareholders of CPIL in ratio of 1 (one) Equity share of ₹ 1/- each of the Company as fully paid up for every 1 (one) Equity Share of ₹ 1/- each held by them in CPIL.

d) Details of Shareholders holding more than 5% shares in the Company

Particulars	31.03.2016		31.03.2015	
	No. of Shares	% of holding	No. of Shares	% of holding
Equity Shares of ₹ 1/- each fully paid-up				
Mr. Prem Kumar Bhajanka	2,79,44,845	12.58%	2,73,69,386	12.32%
Mr. Sanjay Agarwal	1,94,82,445	8.77%	1,95,39,245	8.79%
Mr. Sajjan Bhajanka	1,66,15,675	7.48%	1,67,72,675	7.55%
Mrs. Santosh Bhajanka	1,50,49,500	6.77%	1,50,49,500	6.77%
Mrs. Divya Agarwal	1,44,88,750	6.52%	1,44,88,750	6.52%
Mr. Subham Agarwal	1,11,41,198	5.01%	-	-

As per records of the Company, including its register of shareholders/members, the above shareholding represents legal ownerships of shares

Notes To Financial Statements (contd.)

3. RESERVES & SURPLUS

	(₹ in Lacs)	
	31.03.2016	31.03.2015
Capital Reserves		
Balance as per last account	643.53	8,948.03
Addition/(Deduction) during the year	-	-
Less : Amount adjusted pursuant to the Scheme of Arrangement	-	8,304.50
Closing Balance	643.53	643.53
General Reserve		
Balance as per the last account	101.00	101.00
Addition/(Deduction) during the period	-	-
Closing Balance	101.00	101.00
Surplus as per Statement of Profit & Loss		
Balance as per the last account	41.61	180.20
Add: Profit /(Loss) for the period	2,270.48	(138.58)
Less: Appropriations	-	-
- Interim Equity Dividend ₹ 1/- (₹ Nil) per share	2,221.73	-
Total Appropriations	2,221.73	-
Net Surplus in the Statement of Profit and Loss	90.36	41.61
Total	834.89	786.14

4. LONG TERM PROVISIONS

	(₹ in Lacs)	
	31.03.2016	31.03.2015
Provisions for employee benefits		
-Gratuity	4.97	3.11
-Leave Encashment	5.53	2.95
Total	10.50	6.06

5. OTHER CURRENT LIABILITIES

	(₹ in Lacs)	
	31.03.2016	31.03.2015
Other Payables		
-Statutory Liabilities	1.16	2.89
-Creditors-Micro, Small & Medium Enterprises (Refer Note no. 21)	-	-
-Salary & Bonus Payable to Employees	2.06	1.61
-Unclaimed dividends**	1.65	1.67
-Other Liabilities	3.01	11.18
Total	7.88	17.36

** Amount to be transferred to the Investor Education and Protection Fund shall be determined on the respective due date.

6. SHORT TERM PROVISIONS

	(₹ in Lacs)	
	31.03.2016	31.03.2015
Provisions for employee benefits		
-Gratuity	0.23	0.14
-Leave Encashment	0.19	0.13
Total	0.42	0.27

Notes To Financial Statements (contd.)

8. INTANGIBLE ASSETS

	(₹ in Lacs)
	Computer Software
Cost	
As at 1st April, 2014	1.75
Transferred to the resulting Company pursuant to Scheme of Arrangement	1.75
As at 31st March, 2015	-
Additions	-
Disposals	-
As at 31 March, 2016	-
Depreciation	
As at 1st April, 2014	0.63
Transferred to the resulting Company pursuant to Scheme of Arrangement	0.63
As at 31st March, 2015	-
Charge for the year	-
Disposals	-
As at 31st March, 2016	-
Net Block	
As at 31st March, 2015	-
As at 31st March, 2016	-

9. DEFERRED TAX ASSET / (LIABILITY) (NET)

	(₹ in Lacs)	
	31.03.2016	31.03.2015
Deferred Tax Asset		
Business Loss Carried forward	41.19	-
Impact of expenditure charged to the Statement of Profit and Loss in the current year but allowable for tax purposes upon payment	3.37	-
	44.56	-
Deferred Tax Liability	-	-
Net Deferred Tax Asset / (Liability)	44.56	-

10. NON CURRENT INVESTMENTS

	(₹ in Lacs)	
	31.03.2016	31.03.2015
Trade Investments (valued at cost unless stated otherwise)		
Investment in Unquoted Equity Instruments		
Investment in subsidiary		
Cement Manufacturing Company Limited		
29,54,75,000 (2,95,47,500 of ₹ 10/- as at 31.03.15) Equity Shares of ₹ 1/- each fully paid up	2,954.75	2,954.75
Total	2,954.75	2,954.75

11. CURRENT INVESTMENTS

	(₹ in Lacs)	
	31.03.2016	31.03.2015
Trade Investments (valued at cost unless stated otherwise)		
Investment in Unquoted Equity Instruments		
Investment in subsidiary		
Shyam Century Ferrous Limited		
Nil (5,00,000 as at 31.03.15) Equity Shares of ₹ 1/- each fully paid up	-	5.00
Less : Provision	-	5.00
Total	-	-

Notes To Financial Statements (contd.)

12. CASH & CASH EQUIVALENTS

	(₹ in Lacs)	
	31.03.2016	31.03.2015
Cash on Hand	0.10	0.00
Cheque in Hand	16.16	-
Balance with Banks:		
- In current accounts	4.11	4.27
- On unpaid Dividend Account	1.65	1.67
- Held as Fixed Deposit	50.00	-
Total	72.02	5.94

13. SHORT TERM LOANS AND ADVANCES

	(₹ in Lacs)	
	31.03.2016	31.03.2015
Others		
Advance Income Tax	0.84	0.00
Loans and Advances to Related Party		
Advance recoverable from an associate	-	70.87
Total	0.84	70.87

14. OTHER CURRENT ASSETS

	(₹ in Lacs)	
	31.03.2016	31.03.2015
Other Receivables		
Prepaid Expenses	0.11	-
Interest Receivable	3.14	-
Total	3.26	-

15. OTHER INCOME

	(₹ in Lacs)	
	2015-16	2014-15
Other Income		
Dividend Income	2,363.80	-
Interest Income	11.58	0.10
Total	2,375.38	0.10

16. COST OF RAW MATERIALS CONSUMED

	(₹ in Lacs)	
	2015-16	2014-15
Inventory at the beginning of the year	-	204.80
Less : Stock transferred to the resulting Company pursuant to the Scheme of Arrangement	-	204.80
Add: Purchases	-	-
Less: Inventory at the end of the period	-	-
Cost of Material Consumed	-	-

Notes To Financial Statements (contd.)

17. (INCREASE)/DECREASE IN INVENTORIES

	(₹ in Lacs)	
	2015-16	2014-15
Inventory at the beginning of the year - Finished Goods	-	219.16
Less : Inventories transferred to the resulting Company pursuant to the Scheme of Arrangement	-	219.16
Inventory at the end of the period	-	-
(Increase) /Decrease	-	-

18. EMPLOYEE BENEFIT EXPENSES

	(₹ in Lacs)	
	2015-16	2014-15
Salaries & Wages	61.21	48.98
Contribution to Provident Fund and other Funds	3.20	2.37
Staff Welfare Expenses	0.05	0.26
Total	64.46	51.61

19. FINANCE COSTS

	(₹ in Lacs)	
	2015-16	2014-15
Interest Expenses		
-On Other Loans	-	0.03
Other Finance Costs	0.01	0.00
Total	0.01	0.03

20. OTHER EXPENSES

	(₹ in Lacs)	
	2015-16	2014-15
Rent, Rates & Taxes	6.28	1.93
Travelling and Conveyance	1.43	4.95
Corporate Social Responsibility	7.20	5.00
Listing Expenses (including publication)	26.19	27.22
Legal and Professional Expenses	29.61	22.21
Miscellaneous Expenses	14.26	25.72
Total	84.98	87.04

21. There are no Micro, Small and Medium Enterprises, as defined in the Micro, Small and Medium Enterprises Development Act, 2006 to whom the Company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made. The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of the information available with the Company.

22. PAYMENT TO AUDITORS

	(₹ in Lacs)	
Particulars	31.03.2016	31.03.2015
As Auditor		
-Audit Fees	2.25	1.25
-Limited Review Fees	6.00	6.00
-Tax Audit Fees	-	-
In Other Capacity		
Certification and Other Services	0.20	0.55
Total	8.45	7.80

Notes To Financial Statements (contd.)

23. EMPLOYEE DEFINED BENEFITS

- (a) Defined Contribution Plans : The Company has recognized an expense of ₹ 3.20 Lacs (Previous year ₹ 2.37 Lacs) towards the defined contribution plans.
- (b) The Company has a defined benefit gratuity plan. Every employee who has completed five years or more service is entitled to Gratuity on terms not less than the provisions of The Payment of Gratuity Act, 1972. The following tables summarize the components of net benefit expenses recognized in the Statement of Profit & Loss and amounts recognized in the Balance Sheet for the Gratuity.
- (c) Under leave encashment scheme, the Company allows its employees to encash accumulated leave over and above thirty days at any time during the year.
- (d) Defined Benefit Plans – As per Actuarial Valuation as at 31st March, 2016.

Particulars	(₹ in Lacs)			
	2015-16		2014-15	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
I. Expense recognized in the Statement of Profit and Loss for the year ended 31st March, 2016				
1. Current Service Cost	1.03	1.79	0.73	1.25
2. Interest Cost	0.34	0.35	0.13	0.12
3. Employee Contribution	-	-	-	-
4. Expected Return on Plan Assets	-	-	-	-
5. Actuarial (Gains)/Losses	0.58	0.50	2.38	2.55
6. Actuarial (Gains)/Losses on plan Assets	-	-	-	-
7. Total Expense	1.95	2.64	3.25	3.93
II. Net Asset/(Liability) recognized in the Balance Sheet as at 31st March, 2016				
1. Present Value of Defined Benefit Obligation	5.20	5.72	3.25	3.08
2. Fair Value of Plan Assets	-	-	-	-
3. Funded Status [Surplus/(Deficit)]	(5.20)	(5.72)	(3.25)	(3.08)
4. Net Asset/(Liability) as at 31st March, 2016	(5.20)	(5.72)	(3.25)	(3.08)
III. Change in Obligation during the Year ended 31st March, 2016				
1. Present value of Defined Benefit Obligation at the beginning of the year	3.25	3.08	-	-
2. Current Service Cost	1.03	1.79	0.73	1.25
3. Interest Cost	0.34	0.35	0.13	0.12
4. Past Service Cost	-	-	-	-
5. Employee Contribution	-	-	-	-
6. Liabilities assumed on acquisition/(settled on divesture)	-	-	-	-
7. Actuarial (Gains)/Losses	0.58	0.50	2.38	2.55
8. Benefits Payments	-	-	-	(0.84)
9. Present Value of Defined Benefit Obligation at the end of the year	5.20	5.72	3.25	3.08
IV. Change in assets during the Year ended 31st March, 2016				
1. Plan Assets at the beginning of the year	-	-	-	-
2. Assets acquired on amalgamation in previous year	-	-	-	-
3. Actual return on plan assets	-	-	-	-
4. Contributions by employer	-	-	-	0.84
5. Actual Benefit Paid	-	-	-	(0.84)

Notes To Financial Statements (contd.)

(₹ in Lacs)

Particulars	2015-16		2014-15	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
6. Actuarial Gains/(Losses)	-	-	-	-
7. Plan Assets at the end of the year	-	-	-	-
8. Actual Return on plan assets	-	-	-	-
V. The Principal actuarial assumptions are as follows:				
- Discount Rate	8.00%	8.00%	8.00%	8.00%
- Expected Return on Plan Assets	-	-	-	-
- Salary increase	6%	6%	5%	5%
- Withdrawal rates (Varying between per annum depending upon the duration and age of the employees)	1%-8%	1%-8%	1%-8%	1%-8%

(e) The details of the Experience adjustments for the current and previous periods are as follows:

(₹ in Lacs)

Particulars	2015-16		2014-15	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
1. Defined Benefit Obligation	5.20	5.72	3.25	3.08
2. Plan Assets	-	-	-	-
3. Surplus / (Deficit)	(5.20)	(5.72)	(3.25)	(3.08)
4. Experience adjustments on Plan Liability	0.36	0.40	0.06	0.06
5. Experience adjustments on Plan Assets	-	-	-	-

24. EARNINGS PER SHARE (EPS):

In terms of Accounting Standard - 20, the calculation of EPS is given below: -

(₹ in Lacs)

Particulars	2015-16	2014-15
Profit/(Loss) attributable to Equity Shareholders for basic and diluted EPS	2,270.48	(138.58)
Weighted average number of Equity Shares for basic EPS	22,21,72,990	22,21,72,990
Weighted average number of Equity Shares for diluted EPS	22,21,72,990	22,21,72,990
Nominal value of equity shares (₹)	1.00	1.00
Basic earnings per share (EPS) (₹)	1.02	(0.06)
Diluted earnings per share (DPS) (₹)	1.02	(0.06)

25. RELATED PARTY DISCLOSURES

Name of the related parties and related party relationship:

A	Names of the related parties where control exists	Nature of relationship
	Cement Manufacturing Company Limited	Subsidiary Company
	Megha Technical & Engineers Private Limited	Subsidiary Company
	Meghalaya Power Limited	Subsidiary Company
	Star Cement Meghalaya Limited	Subsidiary Company
	NE Hills Hydro Limited	Subsidiary Company
	Sriram Merchants Private Limited	Enterprises Owned/ Influenced by Key Management Personnel or their relatives
	Sriram Vanijya Private Limited	Enterprises Owned/ Influenced by Key Management Personnel or their relatives

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Brijdham Merchants Private Limited	Enterprises Owned/ Influenced by Key Management Personnel or their relatives
Auroville Investments Private Limited	Enterprises Owned/ Influenced by Key Management Personnel or their relatives
Sumangal International Private Limited	Enterprises Owned/ Influenced by Key Management Personnel or their relatives
Sumangal Business Private Limited	Enterprises Owned/ Influenced by Key Management Personnel or their relatives
Hari Prasad Agarwala (HUF)	Enterprises Owned/ Influenced by Key Management Personnel or their relatives
B Others - with whom transactions have taken place during the year	
a) Key Management Personnel of the Company	
Names of related parties	Nature of relationship
Mr. Sajjan Bhajanka	Chairman
Mr. Sanjay Agarwal	Director
Mr. Hari Prasad Agarwal	Director
Mr. Dilip Kumar Agarwal	Chief Financial Officer
Mr. Debabrata Thakurta	Company Secretary
b) Relatives of Key Management Personnel of the Company	
Names of the related parties	Nature of relationship
Mrs. Santosh Bhajanka	Wife of Mr. Sajjan Bhajanka
Mr. Keshav Bhajanka	Son of Mr. Sajjan Bhajanka
Mrs. Sonu Kajaria	Daughter of Mr. Sajjan Bhajanka
Mrs. Payal Agarwal	Daughter of Mr. Sajjan Bhajanka
Mrs. Shradha Agarwal	Daughter of Mr. Sajjan Bhajanka
Mrs. Divya Agarwal	Wife of Mr. Sanjay Agarwal
Mrs. Sumitra Devi Agarwal	Wife of Mr. Hari Prasad Agarwal
Mr. Rajesh Kumar Agarwal	Son of Mr. Hari Prasad Agarwal
Mrs. Bhawna Agarwal	Daughter in law of Mr. Hari Prasad Agarwal

Details of transactions between the Company and related parties and the status of outstanding balance as at 31st March, 2016 are given hereunder:

Sl. No.	Type of Transactions	(₹ in Lacs)							
		Subsidiary Companies		Enterprises Owned / Influenced by KMP		Key Management Personnel		Relatives of KMP	
		2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15
1.	Remuneration Paid								
	Mr. Hari Prasad Agarwal	-	-	-	-	-	1.25	-	-
	Mr. Dilip Kumar Agarwal	-	-	-	-	45.00	20.75	-	-
	Mr. Debabrata Thakurta	-	-	-	-	14.62	8.69	-	-
	Mr. Om Prakash Lohia	-	-	-	-	-	8.83	-	-
	Mr. Ravi Prakash Mundra	-	-	-	-	-	4.32	-	-
2.	Dividend Received								
	Cement Manufacturing Company Limited	2,363.80	-	-	-	-	-	-	-
3.	Dividend Paid								
	Mr. Sajjan Bhajanka	-	-	-	-	166.16	-	180.02	-
	Mr. Hari Prasad Agarwal	-	-	-	-	24.36	-	47.43	-
	Mr. Sanjay Agarwal	-	-	-	-	195.08	-	144.89	-
	Sriram Merchants Private Limited	-	-	67.40	-	-	-	-	-
	Sriram Vanijya Private Limited	-	-	85.02	-	-	-	-	-
	Brijdham Merchants Private Limited	-	-	77.44	-	-	-	-	-
	Auroville Investments Private Limited	-	-	18.45	-	-	-	-	-
	Sumangal International Private Limited	-	-	76.67	-	-	-	-	-

Notes To Financial Statements (contd.)

(₹ in Lacs)

Sl. No.	Type of Transactions	Subsidiary Companies		Enterprises Owned / Influenced by KMP		Key Management Personnel		Relatives of KMP	
		2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15
	Sumangal Business Private Limited	-	-	68.31	-	-	-	-	-
	Hari Prasad Agarwala (HUF)	-	-	15.31	-	-	-	-	-
4.	Outstanding Balances as at 31st March, 2016								
	-Advances Receivable								
	Shyam Century Ferrous Limited	-	-	-	72.36	-	-	-	-
	Investments								
	Cement Manufacturing Company Limited	2,954.75	2,954.75	-	-	-	-	-	-

26. The Company does not have any reportable segment in accordance with the principle outlined in Accounting Standard (AS 17), "Segment Reporting". Therefore, the disclosure requirements on "Segment Reporting" is not applicable.

27. As per Section 135 of the Companies Act, 2013, a Company, meeting the applicability threshold, needs to spend at least 2% of its average net profit for the immediately preceding three Financial Years on Corporate Social Responsibility (CSR) activities. The areas for CSR activities are eradication of hunger and malnutrition, promoting education, art and culture, healthcare, destitute care and rehabilitation, environment sustainability, disaster relief and rural developments projects.

A CSR Committee has been formed by Company as per the Act. The funds were primarily utilized through out the year on these activities which are specified in Schedule VII of the Companies Act, 2013.

- Gross Amount required to be spent by the Company during the year is ₹ 2.23 Lacs (₹ 3.15 Lacs)
- Amount spent during the year on:

Sl. No.	Nature of Expenditure	(₹ in Lacs)	
		2015-16	2014-15
(i)	Education	7.20	5.00
Total		7.20	5.00

28. Figures have been rounded off to the nearest ₹ in Lacs. Previous year's figures including those given in brackets have been rearranged and regrouped where necessary to confirm to the current year's classifications.

For **Kailash B. Goel & Co.**
Firm Registration No. 322460E
Chartered Accountants

For and on Behalf of the Board of Directors

CA. Arun Kumar Sharma
Partner
Membership No : 057329

Dilip Kumar Agarwal
Chief Financial Officer

Sajjan Bhajanka
Chairman & Director
DIN : 00246043

Place: Kolkata
Date : 3rd May, 2016

Debabrata Thakurta
Company Secretary

Hari Prasad Agarwal
Director
DIN : 00266005