

FIBERWEB (INDIA) LIMITED

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2019

A: CORPORATE INFORMATION

Fiberweb (India) Limited is a listed public limited Company, incorporated in India. The Company is engaged in the business of "Manufacture of SPUNBOND NONWOVEN FABRICS from polypropylene. The Company started business activity in U.A.E. through wholly owned (i.e. 100%) subsidiary viz. Sheth Non Wooven Trading FZE in RAS AL Khaima (U.A.E.).

B': SIGNIFICANT ACCOUNTING POLICIES

I. Basis of preparation of financial statements

- a. The financial statements have been prepared and presented under the historical cost convention using the accrual basis of accounting in accordance with the accounting principles generally accepted in India and are in accordance with the applicable Accounting Standards, Guidance Notes and the relevant provisions of the Companies Act, 2013.
- b. The Financial Statements of the Company have been prepared to comply with the Indian Accounting Standards ('Ind AS'), including the rules notified under the relevant provisions of the Companies Act, 2013. Company's Financial Statements are presented in Indian Rupees (₹) which is also its functional currency.
- c. Accounting policies not specifically referred to otherwise are consistent with generally accepted accounting principles.

II. Use of estimates

- a. The preparation of financial statements in conformity with the generally accepted accounting principles in India requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognized in the period in which the results are known / materialized.

III. Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will accrue to the Company and the revenue can be reliably measured, also when it is reasonably certain that the ultimate collection will be made, and that there is buyers' commitment to make the complete payment.

a. Revenue from sale

In case of Sales of Goods – When the property and all significant risk and rewards of ownership are transferred to the buyer or no significant uncertainty exists regarding the amount of consideration that is derived from the sale of goods. It excludes amounts recovered towards Sales Tax and includes amount received towards processing activities done for other, if any.

b. Interest and dividend:

Interest is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable. Dividend income is recognized when right to receive dividend is established.

c. Others:

Other revenues / incomes and costs / expenditure are accounted on accrual, as they are earned or incurred.

IV. Property, Plant and Equipment and depreciation / amortisation

- a. Property, Plant and Equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.
- b. Other Indirect Expenses incurred relating to project, net of income earned during the project development stage prior to its intended use, are considered as pre - operative expenses and disclosed under Capital Work - in - Progress.
- c. Depreciation is provided on the straight line method on the basis of useful life of the asset in the manner specified on schedule II to the Companies Act 2013. Depreciation on the additions to assets or on sale/Disposal of assets is calculated pro rata from the month of such addition, or upto the month of such sale/disposal, as the case may be

V. Lease

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the Statement of Profit and Loss on a straight line basis over the period of the lease in a manner which is representative of the time pattern in which benefit derived from the use of the leased asset is diminished.

VI. Operating Cycle

Receivables and Payables in relation to operations are considered as "Current Assets" and "Current Liabilities" as the case may be considering the nature of business of the Company.

All other Assets and Liabilities have been classified as provided in Schedule III to the Companies Act, 2013.

VII. Inventories

Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence, if any, except in case of by-products which are valued at net realisable value. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads net of recoverable taxes incurred in bringing them to their respective present location and condition.

VIII. Investments

Investments are classified into Current and Non Current Investments . Current Investments are stated at lower of cost and fair value. Long term investments are stated at cost. A provision for diminution is made to recognize decline, other than temporary, in the value of long term investments. The Company has accounted for its investments in Subsidiaries, associates and joint venture at cost less impairment loss (if any).

IX. Employee benefits

- A. Short term employee benefits are recognized as an expense at the undiscounted amount in the statement of profit and loss for the year in which the related service is rendered;
- B. Post Employment Benefits
Defined contribution plans: Company's contribution to State governed Provident Fund Scheme is recognized during the year in which the related service is rendered;
- C. The company has not ascertained liability towards payment of gratuity and hence no provision has been made in accounts. It is accounted for on the basis of payment.
- D. Benefits payable to employees during their tenure of employment viz. Bonus, Leave Encashment etc are accounted on cash basis. Retirement benefits are accounted as and when the same become due for payment.

X. Foreign currency transactions

- A. All transactions in foreign currency are recorded in the reporting currency, based on closing rates of exchange prevalent on the dates of the relevant transactions.
- B. Monetary assets and liabilities in foreign currency, outstanding as on the Balance Sheet date, are translated in reporting currency at the closing rates of exchange prevailing on the said date. Resultant gain or loss is recognized during the year in the statement of profit and loss, except to the extent foreign exchange rate differences which are directly attributable to the acquisition or construction of qualifying assets are capitalized as cost of assets.
- C. Non monetary assets and liabilities denominated in foreign currencies are carried at the exchange rate prevalent on the date of the transaction.
- D. Import and export of goods in foreign currency are accounted at exchange rates prevailing on the date of payment, whichever made.

XI. Segment reporting

The Company is engaged in the business of Polymer Processing and manufacturing of Spun bond non woven fabrics, which as per Ind AS 108 'Segment Reporting' is considered to be the only reportable business segment. The Company is also operating within the same geographical segment. Hence, disclosures under Ind AS - 108 are not applicable.

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XII. Impairment of assets

The carrying amount of assets is reviewed at each Balance Sheet date. If there is any indication of impairment based on internal/external factors, i.e. when the carrying amount of the assets exceeds the recoverable amount, an impairment loss is charged to the statement of profit and loss in the year in which an asset is identified as impaired. An impairment loss recognised in prior accounting periods is reversed or reduced if there has been a favorable change in the estimate of the recoverable amount.

XIII. Treatment of Contingent Liabilities & Contingent Assets

The Company creates a provision when there is present obligation as a result of a past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent gains are not recognized in the accounts.

C': OTHER NOTES ON ACCOUNTS

I. Foreign Currency Transactions:-

The audited statement of accounts of USA Branch have not been received till the date of signing the Audit Report of the company. All original documents are lying with US office. We have verified the same on the basis of Xerox/scanned copy. The Value of total transactions is ₹1,72,60,982/- as against total turnover of ₹ 1,52,70,57,366/-, i.e. 1.13 % which is insignificant, from the materiality point of view.

II. Contingent Liabilities:-

Central Excise Dept. has wrongly ordered Company to pay Anti Dumping duty which in the opinion of Board of Directors is not leviable on the Company as the Company is a 100% EOU situated at Daman. Company has filed an appeal in the Customs, Excise and Service Tax Appellate Tribunal, Ahmedabad, against the Order dated 03/02/2017 issued by the Commissioner of Central Excise, Daman, received by Company on 02/03/2017 demanding Anti Dumping Duty of ₹ 1,37,77,776/- on imported Polypropylene during the period August 2009 to 31.03.2015, together with interest at the appropriate rate and penalty of ₹1,37,77,776/- imposed on the Company and penalty of ₹15,00,000/- on Mr. G. R. Ravindran, Executive Director of the Company, in spite of giving BIFR order in rehabilitation scheme clearly directing the Central Excise & Custom Department to waive penalty and interest.

The Company has made a pre-deposit 7.5% of ₹ 1,37,77,776/- (duty) ₹ 10,33,333/- and 7.5% of ₹15,00,000/- (penalty imposed on Mr. G. Ravindran) ₹ 1,12,500/- and filed the Appeal against the Order before Customs, Excise and Service tax Appellate Tribunal at Ahmadabad on 12/05/2016 and the matter is pending before Tribunal.

III. Extra Ordinary Item:-

Extra Ordinary item includes Research & Development Expenses of ₹ 13,86,93,232/- (Previous Year ₹ NIL) written off, as the Products out of this unique research failed and this department is closed to avoid future losses.

IV. Exceptional Item:-

Exceptional item consists of the fraud by a Company which promised ₹ 50.00 Crores Term Loan @ 9% interest p.a. for a period of 6 years with 2 years moratorium for our Expansion Project. An advance interest of ₹ 1.80 Crores was paid and ₹ 2.00 lacs for documentation Charges. It was a fraud, for which criminal complaint (F.I.R.) was filed in Chennai. Since, there is no chance of recovery, it is written off.

V. Margin Money:-

The Company has availed non funding facilities from its bankers. In this connection ₹ 23,26,552/- (previous year ₹ 21,86,753/-) are kept with Banks as lien / margin money against guarantees opened by the bankers and guarantees issued by them.

VI. The provision for income tax and MAT is not necessary in view of carry forward of Depreciation Loss.

VII. Debtors and Creditors balances are subject to confirmations from the parties.

VIII. In the opinion of the Board of Directors the Current Assets, Loans & Advances except those shown as doubtful have a value on realization in the ordinary course of business at least equal to the amount at which items are stated in the Balance Sheet.

IX. Figures of the previous year have been re-grouped / rearranged /reclassified wherever necessary.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2019

Note 1: Property, Plant and Equipment, Capital Work-in-Progress

Tangible assets	Gross block			Accumulated depreciation and impairment			Net block	
	Balance as at 01 April, 2018	Additions & Revaluation	Disposals	Balance as at 31 March, 2019	Balance as at 01 April, 2018	Eliminated on disposal of assets	Balance as at 31 March, 2019	Balance as at 31 March, 2018
	₹	₹	₹	₹	₹	₹	₹	₹
(a) Land								
Freehold	81,133,080			81,133,080	-	-	81,133,080	81,133,080
Leasehold	-			-	-	-	-	-
(b) Buildings								
Factory Building - Own use	67,756,024	-	-	67,756,024	28,524,983	946,137	29,471,120	38,284,904
Office Building - Own use**	23,772	-	-	23,772	-	-	-	23,772
(c) Plant and Equipment	838,130,781	458,982		838,589,763	609,335,988	29,706,000	639,041,987	199,547,776
(d) Furniture and fixtures	5,522,725	1,033,991		6,556,716	4,328,099	186,062	4,514,161	2,042,555
(e) Vehicles	22,220,071	811,282	579,051	22,452,302	17,164,187	1,472,156	18,299,925	4,152,377
(f) office equipment	2,320,410	24,500		2,344,910	1,556,527	27,358	1,583,885	761,025
(g) Other electrical items	556,583	211,621		768,204	472,221	34,372	506,594	261,610
(h) Computer	2,624,269	149,801		2,774,070	2,600,861	131,675	2,732,536	41,535
(i) Melt Blown - Building	139,575,887	377,338		139,953,225	-	2,010,343	2,010,343	137,942,883
(j) Melt Blown Electrical Installation	4,541,443	-		4,541,443	-	172,575	172,575	4,368,868
(k) Melt Blown Fire Fighting Equipment	6,056,457	-		6,056,457	-	230,145	230,145	5,826,312
(l) Melt Blown Plant & Machinery	338,479,700	3,516,973		341,996,673	-	10,496,287	10,496,287	331,500,387
TOTAL (A)	1,508,941,203	6,584,488	579,051	1,514,946,640	663,982,866	45,413,109	709,059,557	805,887,082
Previous Year Figures	1,019,520,050	489,421,153	-	1,508,941,203	631,495,909	32,486,232	663,982,866	844,958,336
(c) Capital WIP	1,000,000	108,099,969	-	109,099,969	-	-	-	109,099,969
TOTAL (B)	1,000,000	108,099,969	-	109,099,969	-	-	-	109,099,969
TOTAL (A+B)	1,509,941,203	114,684,457	579,051	1,624,046,609	663,982,866	45,413,109	709,059,557	914,987,051
								845,958,336

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Note 2: Non Current investments

Particulars	As at 31 March, 2019	As at 31 March, 2018
	₹	₹
Non current investments (At lower of cost and fair value, unless otherwise stated)		
Quoted		
Investment in equity instruments of other entities - GOA BANK - 107 Shares Fully paid up @ ₹100/- each	10,700	10,700
Total	10,700	10,700

Note 3: Non Current Advances

Particulars	As at 31 March, 2019	As at 31 March, 2018
	₹	₹
(Unsecured, considered good)		
(a) Security deposits	-	7,420,122
(b) To other parties	-	38,903,965
Total	-	46,324,087

Note 4: Current investments

Particulars	As at 31 March, 2019	As at 31 March, 2018
	₹	₹
Investment in Sheth Non-wooven Trading FZE (Wholly owned (100%) Subsidiary in U.A.E.)	9,276,749	6,402,928
Total	9,276,749	6,402,928

Note 5: Inventories

Particulars	As at 31 March, 2019	As at 31 March, 2018
	₹	₹
(Valued at lower of cost or net realisable value)		
(a) Raw materials	80,826,199	80,285,159
(b) Finished goods (other than those acquired for trading)	62,846,245	51,294,914
(c) Stores and spares	19,382,737	20,123,122
(d) Packing Materials	1,698,814	1,919,777
Total	164,753,995	153,622,972

Note 6: Trade receivables

Particulars	As at 31 March, 2019	As at 31 March, 2018
	₹	₹
Trade receivables (Unsecured, considered good)		
Outstanding for a period exceeding six months from the date they were due for payment	-	-
Other trade receivable	246,449,430	399,667,790
Total	246,449,430	399,667,790

Note 7 : Cash and cash equivalents

Particulars	As at 31 March, 2019	As at 31 March, 2018
	₹	₹
(a) Cash on hand	1,194,831	3,475,091
(b) Balances with banks		
(i) In current accounts	4,519,537	19,581,426
(ii) In EEFC (Exchange Earner's Foreign Currency) accounts	27,485,344	19,944,661
(iii) In earmarked accounts		
Balances held as margin money or security against borrowings, guarantees and other commitments (Refer footnote)	2,326,552	2,186,753
Total	35,526,263	45,187,931

Footnote:

Balances with banks include margin monies amounting to ₹ 23,26,552/- (As at 31 March, 2018 ₹21,86,753/-) which have an original maturity of more than 12 months and also, includes Unclaimed Dividend of ₹ 3,06,636/- Previous Year ₹ 4,55,909/-)

Note 8: Loans & Advances

Particulars	As at 31 March, 2019	As at 31 March, 2018
	₹	₹
Unsecured, considered good		
(a) Loans and advances to employees	223,000	361,000
(b) Prepaid expenses	31,510	787,807
(c) Balances with government authorities		
(i) Service Tax credit	-	-
(ii) Excise	-	-

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Particulars	As at 31 March, 2019	As at 31 March, 2018
	₹	₹
(d) Others -Advance to creditors		
Deposit	7,577,427	-
Advances	40,710,073	
(e) <u>Balances with Govt. authorities</u>		
GST	19,671,572	33,426,160
VAT	263,385	263,385
TDS	97,605	46,364
Total	68,574,572	34,884,716

Note 9: Equity share capital

Particulars	As at 31 March, 2019		As at 31 March, 2018	
	Number of shares	₹	Number of shares	₹
(a) Authorised				
Equity shares of ₹10/- each with voting rights	50,000,000	500,000,000	30,000,000	300,000,000
Redeemable preference shares of ₹10/- each	-	-	-	-
(b) Issued, Subscribed				
Equity shares of ₹10/- each with voting rights (6,788 shares forfeited)	28,791,710	287,917,100	28,791,710	287,917,100
(c) Paid up				
Equity shares of ₹10/- each with voting rights	28,791,710	287,917,100	28,791,710	287,917,100
Total	28,791,710	287,917,100	28,791,710	287,917,100

(i) Reconciliation of the number of Equity shares outstanding at the beginning and at the end of the year	As at 31 March, 2019	As at 31 March, 2018
	Nos.	Nos.
Number of shares at the beginning of the year	28,791,710	13,295,855
<u>Add/(Less):</u>		
Issued during the year	-	1,100,000
Bonus shares issued during the year (1:1)	-	14,395,855
Number of shares at the end of the year	28,791,710	28,791,710

(ii) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2019		As at 31 March, 2018	
	Nos.	% holding	Nos.	% holding
Equity shares with voting rights				
Pravin V Sheth	3,427,986	11.91	5,967,194	20.73
Bhavesh P Sheth	4,899,596	17.02	833,096	2.90
Gayatri Pipes and Fittings Pvt Ltd	3,500,000	12.16	3,500,000	12.16
Unnati Pravin Sheth	1,352,329	4.70	2,716,724	9.44

(iii) Terms / rights attached to Equity Shares :

The Company has a single class of equity shares having at par value of `10/- per share. Each holder of equity share 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 the remaining assets of the Company in proportion to the number of equity shares held by each shareholder, after settlement of all preferential obligations.

Note 10: Other equity

Particulars	As at	As at
	31 March, 2019	31 March, 2018
	₹	₹
(a) Securities/Share Premium account		
Opening balance	296,288,755	299,172,305
Add: Additions during the year	-	141,075,000
Less: Capital Reduction Exps	-	143,958,550
Closing balance	296,288,755	296,288,755
(b) Share Reduction Reserve		
Opening balance	42,779,080	42,779,080
Add: Additions during the year	-	-
Less: Capital Reduction Exps	-	-
Closing balance	42,779,080	42,779,080
(c) Revaluation Reserve		
Opening balance	153,776,547	153,776,547
Add: Provided / added with Revaluation Reserve	-	-
Less Deducted in Revaluation Reserve	-	-
Closing balance	153,776,547	153,776,547
(d) General Reserve	21,000,000	21,000,000
(e) Capital Reserve (Gain on Forfeiture of Shares)	63,440	63,440

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Particulars	As at	As at
	31 March, 2019	31 March, 2018
	₹	₹
(f) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	499,160,973	241,477,597
Excess or short provision of income tax	-	-
Add: Profit / (Loss) for the year	52,041,135	257,683,376
Closing balance	551,202,108	499,160,973
Money received against share warrant	-	-
Total	1,065,109,930	1,013,068,795

Disclosures under AS 18

Related party transactions

Details of related parties:

Description of relationship	Names of related parties
Key Management Personnel (KMP)	Pravin Sheth
Relatives of KMP	
Common Director- Soniya P Sheth	Kunststoffe Industries Limited
Daughter	Dhwani Sheth
Son	Bhavesh Sheth
Daughter	Unnati sheth
Subsidiary	Sheth Nonwoven Trading FZE

Note: Related parties have been identified by the management and relied upon by the auditors.

Details of related party transactions during the year :

Particulars	Current Year	Previous Year
	₹	₹
Remuneration & Perquisites		
Pravin Sheth	4,863,322	5,556,053
Rent Paid		
Bhavesh Sheth	-	9,000
Dhwani Sheth	96,000	96,000
Kunststoffe Industries Limited	1,200,000	1,200,000

Note 11: Trade payables

Particulars	As at 31 March, 2019	As at 31 March, 2018
	₹	₹
<u>Trade Payables**</u>		
Duties & Liabilities	663,020	1,534,013
Creditors for goods	46,650,181	201,246,507
Creditors for expenses	27,078,795	23,263,206
Total	74,391,996	226,043,726

** Trade payables in above Note includes ₹ NIL (P.Y. ₹ NIL) due to micro, small and medium enterprises registered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED).

Note 12: Other current financial liabilities

Particulars	As at 31 March, 2019	As at 31 March, 2018
	₹	₹
<u>Advance received from customers</u>	101,727	101,727
<u>Other payables</u>		
(a) Statutory remittances (Contributions to PF, GST, TDS, etc.)	306,043	455,316
(b) Interest Accrued and due on Borrowings	-	-
(c) Loan from Others	-	-
<u>Current Maturities of Term loan (Secured)</u>		
(a) From banks	-	-
Total	407,770	557,043

Note 13: Provisions

Particulars	As at 31 March, 2019	As at 31 March, 2018
	₹	₹
(a) Provision for employee benefits	3,593,940	2,718,049
(b) Provision for expenses	2,399,682	1,754,747
(c) Provision for Proposed Dividend	5,758,342	
Total	11,751,964	4,472,796

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Note 14: Value of sales

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
	₹	₹
(a) Sale of products Net of CST & VAT- GST (Refer footnote)	1,524,152,109	2,058,081,011
(b) Other operating revenues (Refer footnote)	2,905,257	2,198,585
	1,527,057,366	2,060,279,596
Less/ Add: Adjustments	-	-
Total	1,527,057,366	2,060,279,596

Footnote:

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
	₹	₹
(i) Sale of products comprises :		
<u>Manufactured goods</u>		
Sales of Fabrics	1,524,152,109	2,058,081,011
Less/ Add: Adjustments	-	-
Total - Sale of products	1,524,152,109	2,058,081,011
(ii) Other operating revenues:		
Sale of scrap	2,905,257	2,198,585
Total - Other operating revenues	2,905,257	2,198,585

Note 15: Other Income

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
	₹	₹
Other Income		
(a) Interest from banks on Deposits	256,561	225,167
(b) Sale of Old newspaper/ Misc w/off	-	37
(c) Net gain on foreign currency transactions and translation (other than considered as finance cost)	939,517	-
(d) Interest from Others	373,123	178,607
(e) Merchandise Export from India Scheme	4,742,633	-
(f) Profit on Sale of Vehicles	(192,633)	-
Total	6,119,201	403,811

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Note 16: Cost of materials consumed

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
	₹	₹
<u>Opening stock</u>	80,285,159	54,233,641
Add: Purchases	1,283,765,972	1,646,095,263
	1,364,051,131	1,700,328,904
Less: Closing stock	80,826,199	80,285,159
Utilised in Capital WIP	52,314,332	-
Research & Development activity utilisation (Indirect Expenses)	138,693,232	-
Cost of material consumed	1,092,217,368	1,620,043,745

Note 17: Changes in inventories of finished goods, work-in-progress and stock-in-trade

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
	₹	₹
<u>Inventories at the end of the year:</u>		
Finished goods	62,846,245	51,294,914
<u>Inventories at the beginning of the year:</u>		
Finished goods	51,294,914	29,076,788
Net (increase) / decrease	(11,551,331)	(22,218,126)

Note 18: Employee benefits expense

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
	₹	₹
Salaries and wages	45,286,428	42,884,468
Contributions to provident and other funds (Refer footnote)	3,810,500	2,856,962
Staff welfare expenses	3,922,282	3,375,639
Total	53,019,210	49,117,069

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Disclosure under AS 15

Employee benefit plans (Defined contribution plans)

The Company makes Provident Fund and Superannuation Fund contributions to defined contribution plans for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognised ₹38,10,500/- (Year ended 31 March, 2018 ₹28,56,962/-) for Provident Fund contributions in the Statement of Profit and Loss. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.

Note 19: Other expenses

Particulars	For the year ended	For the year ended
	31 March, 2019	31 March, 2018
	₹	₹
Manufacturing Expense		
Consumption of packing materials	13,184,258	11,801,610
Consumption of stores and spare parts	7,443,844	5,235,848
Jobwork expense (incl. Lease Rent)	342,390	2,297,946
Labour Charges	2,799,271	160,981
Power and fuel	13,727,522	8,221,194
Indirect Expenses		
Bank Charges (incl. Bill Discounting Charges)	1,303,218	2,095,907
Canteen Expenses	49,086	135,234
Communication	420,456	760,218
Coolie & Cartage	248,043	1,068,508
DATA Processing Charges	320,837	448,652
Donations and contributions (CSR - see note below)	3,218,650	10,821,001
Festival Celebration Expenses	47,200	93,990
Gardening Charges	2,860	1,120
Guest House Expenses	133,153	338,636
Insurance	1,855,443	678,389
Legal and professional	2,473,285	3,736,414
Miscellaneous expenses	973,123	1,558,762
Motor Car Expenses	1,072,141	1,348,978
Net Loss on foreign currency transactions and translation	-	543,832
Office Expenses	1,180,910	488,536
Payments to auditors (Refer Footnote)	402,000	400,000
Postage Charges	357,547	2,387,353

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Particulars	For the year ended	For the year ended
	31 March, 2019	31 March, 2018
	₹	₹
Printing and stationery	715,565	902,021
Rates and taxes	569,292	1,750,485
Rent including lease rentals	1,457,000	1,415,000
Repairs and maintenance - Buildings	297,096	1,166,374
Repairs and maintenance - Machinery	645,930	372,812
Repairs and maintenance - Others	239,102	701,513
Security Charges	1,661,900	1,626,389
Subscription Books & Periodicals	12,774	16,644
Software expenses-computer	254,172	136,609
Technical consultancy charges	720,000	968,500
Directors Seating fees	135,000	260,000
Travelling and conveyance	3108240	173,502
Branch Expenses (US)	15,190,125	7,933,736
<u>Selling & Distribution Expense</u>		
Advertisement & Publicity	1,040,084	1,284,502
Business promotion	2,423,718	621,937
Freight and forwarding	59,360,267	39,706,902
Sales commission	-	1,200,000
Total	139,385,502	114,860,034

Note 20 : Extraordinary Item

Particulars	For the year ended	For the year ended
	31 March, 2019	31 March, 2018
	₹	₹
Extraordinary Item	18,200,000	-
Total	18,200,000	-

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Notes 21 : Exceptional Item forming part of the financial statements

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
	₹	₹
Research & Development activity utilisation (Indirect Expenses)	138,693,232	-
Total	138,693,232	-

Footnote:

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
	₹	₹
<u>Payments to the auditors comprises (net of service tax input credit, where applicable):</u>		
For Statutory audit	200,000	200,000
For Tax audit	200,000	200,000
For VAT audit	2,000	-
Total	402,000	400,000

Footnote: Corporate Social Responsibility (CSR)

Particulars	For the year ended 31 March, 2019	For the year ended 31 March, 2018
	₹	₹
CSR Amount required to be spent as per section 135 of the Companies Act, 2013 read with Schedule VII thereof, by the Company (₹ In lakhs)	31.99	15.59
<u>Expenditure related to Corporate Social Responsibility:-</u>		
Education	2,300,000	10,500,001
Health / Medical Relief	918,650	300,000
Sports	-	21,000
Total	3,218,650	10,821,001

Note 22: Earning Per Share

Particulars	As at 31 March, 2019	As at 31 March, 2018
	₹	₹
Net Profit as per statement of profit and loss before extraordinary item (₹)	214,692,709	266,394,453
Weighted average number of equity shares outstanding during the year (Nos.)	28,791,710	28,791,710
Earning per equity share (Nominal value per share ₹10/- each)		
Basic and diluted	7.46	9.25
Net Profit as per statement of profit and loss after extraordinary item (₹)	57,799,477	266,394,453
Weighted average number of equity shares outstanding during the year (Nos.)	28,791,710	28,791,710
Earning per equity share (Nominal value per share ₹10/- each)		
Basic and diluted	2.01	9.25

As per our report of even date
For A.V.Jobanputra & Co.
 Chartered Accountants
 Firm Registration No: 104314W

A.V.Jobanputra
 Proprietor
 Membership No. 016352

Place : Mumbai
Date : 14/08/2019

For and on behalf of the Board of Directors

Pravin V. Sheth
 Chairman Emeritus

Bhadresh H Shah
 Director

P.S. Krishnan
 Chief Financial Officer
Place : Mumbai
Date : 14/08/2019