REMI PROCESS PLANT AND MAHINERY LIMITED

Corporate Information

REMI Process Plant and Machinery Limited is Public Company domiciled in India and incorporated under the provisions of the Companies Act, 1956 having Corporate Identity Number **L28920MH1974PLC017683**. Its shares are listed on Bombay Stock Exchange in India. The Company is engaged in the business of manufacturing of **Industrial Mixer.** The principal place of business of the company is at Goregaon Mumbai Maharashtra. The Company caters to both domestic and international markets. It has certifications likes ISO 9001 registration for products thereby complying with globally accepted quality standards.

NOTE-1

1. Significant Accounting Policies:-

Basis of Preparation of Financial Statements:-

The Financial Statements are prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 ("Act") read with Companies (Indian Accounting Standards) Rules, 2015; and the other relevant provisions of the Act and Rules thereunder.

The Financial Statements have been prepared under historical cost convention basis, except for certain assets and liabilities measured at fair value.

The Company has adopted all the Ind AS and the adoption was carried out in accordance with Ind AS 101 'First time adoption of Indian Accounting Standards'. The transition was carried out from Generally Accepted Accounting Principles in India (Indian GAAP) as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, which was the "Previous GAAP".

The Company's presentation and functional currency is Indian Rupees (Rs.). All figures appearing the financial statements are rounded off to the Rupee, except where otherwise indicated.

1.1 Authorization of Financial Statements:-

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

⇒ Assessment of functional currency;

⇒ Financial instruments;

⇒ Estimates of useful lives and residual value of Property, Plant and Equipment and Intangible assets;

⇒ Valuation of Inventories

⇒ Measurement of Defined Benefit Obligations and actuarial assumptions;

⇒ Provisions;

⇒ Evaluation of recoverability deferred tax assets; and

⇒ Contingencies.

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

1.2 Property, Plant and Equipment

1.2.1 Property, Plant and Equipment are stated at cost net of accumulated depreciation and accumulated impairment losses, if any.

1.2.2 The initial costs of an asset comprises its purchase price or construction costs (including import duties and non-refundable taxes), any costs directly attributable to bringing the asset into the location and condition necessary for it to be capable of operating in the manner intended by management, the initial estimate of any decommissioning obligation, if any, and borrowing cost for qualifying assets (i.e. assets that necessarily take a substantial period of time to get ready for their intended use).

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

1.2.4 Spare parts which meet the definition of Property, Plant and Equipment are capitalized as Property, Plant and Equipment in case the unit value of the spare part is above the threshold limit. In other cases, the spare part is inventorised on procurement and charged to Statement of Profit and Loss on consumption.

1.2.5 An item of Property, Plant and Equipment and any significant part initially recognized separately as part of Property, Plant and Equipment is de-recognized upon disposal; or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset is included in the Statement of Profit and Loss when the asset is de-recognized.

1.2.6 The residual values and useful lives of Property, Plant and Equipment are reviewed at each financial year end and changes, if any are accounted in line with revisions to accounting estimates.

1.2.7 The Company has elected to use exemption available under Ind AS 101 to continue the carrying value for all its Property, Plant and Equipment as recognised in the financial statements as at the date of transition to Ind ASs, measured as per previous GAAP and use that as its deemed cost as at the date of transition (1st April, 2016).

1.2.8 Cost of assets not ready for use at the balance sheet date is disclosed under Capital Work-in-Progress. Expenditure during Construction period is included under Capital Work-in-Progress & the same is allocated to the respective Property, Plant and equipment on the completion of its construction.

1.3. Depreciation

Depreciation on Property, Plant and Equipment are provided on straight line basis, over the estimated useful lives of assets (after retaining the estimated residual value of 5%). These useful lives determined are in line with the useful lives as prescribed in the Schedule II of the Act.

1.3.1 Components of the main asset that are significant in value and have different useful lives as compared to the main asset are depreciated over their estimated useful life. Useful life of such components has been assessed based on historical experience and internal technical assessment.

1.3.2 Depreciation on spare parts specific to an item of Property, Plant and Equipment is based on life of the related Property, Plant and Equipment. In other cases, the spare parts are depreciated over their estimated useful life based on the technical assessment.

1.3.3 Depreciation is charged on additions/deletions on pro-rata monthly basis including the month of addition/deletion.

1.4 Intangible Assets

1.4.1 Intangible assets are carried at cost net of accumulated amortization and accumulated impairment losses, if any.

1.5 Investment Property

1.5.1 Investment property is property (land or a building – or part of building – or both) held either to earn rental income or a capital appreciation or for both, but not for sale in the ordinary course of business, use in production or supply of goods or services or for administrative purposes.

1.5.2 Any gain or loss on disposal of investment property calculated as the difference between the net proceeds and the carrying amount of the Investment Property is recognised in Statement of Profit and Loss.

1.6 Borrowing Costs

1.6.1 Borrowing costs consist of interest and other costs incurred in connection with the borrowing of funds. Borrowing costs also include exchange differences to the extent regarded as an adjustment to the borrowing costs.

1.6.2 Borrowing costs that are attributable to the acquisition or construction of qualifying assets (i.e. an asset that necessarily takes a substantial period of time to get ready for its intended use) are capitalized as a part of the cost of such assets. All other borrowing costs are charged to the Statement of Profit and Loss.

1.7 Impairment of Non-financial Assets

1.7.1 Non-financial assets other than inventories, deferred tax assets and non-current assets classified as held for sale are reviewed at each Balance Sheet date to determine whether there is any indication of impairment. If any such indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. The recoverable amount is higher of the assets or Cash-Generating Units (CGU's) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or group of assets.

1.7.2 When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

1.8 Inventories

1.8.1 The cost for the purpose of valuation of goods is arrived at on FIFO basis and includes Cost of conversion and other cost incurred in bringing the inventories to their present location and condition. Due allowance is estimated and made for defective and obsolete items, wherever necessary, based on the past experience of the company.

The mode of valuing closing stock is as under:

- ⇒ Raw Materials and General Stores are valued at cost or net realizable value, whichever is less, excluding CENVAT and VAT/GST credit, by FIFO method.
- ⇒ Work-in-Process is valued at raw material cost plus estimated overheads or net realizable value; whichever is less but excluding CENVAT and VAT/GST credit.
- ⇒ Finished Goods valued at cost including estimated overheads or net realizable value whichever is less.
- ⇒ Scrap is valued at realizable value.

1.8.2 Raw materials held for use in the production of finished goods are not written down below cost except in cases where raw material prices have declined and it is estimated that the cost of the finished goods will exceed their net realizable value.

1.8.3 Obsolete, slow moving, surplus and defective stocks are identified at the time of physical verification of stocks and where necessary, provision is made for such stocks.

1.9 Revenue Recognition

1.9.1 **Sale of Goods**

Revenue from the sale of goods is recognized when the significant risks and rewards of the ownership of the goods have passed to the buyer, the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold, revenue and the associated costs can be estimated reliably and it is probable that economic benefits associated with the transaction will flow to the Company.

Revenue from sale of goods includes excise duty & sales tax but excludes GST and is measured at the fair value of the consideration received or receivable (after including fair value allocations related to multiple deliverable and/or linked arrangements), after the deduction of any trade discounts, volume rebates, net of returns, taxes or duties collected on behalf of the government.

When the Company acts as an agent on behalf of a third party, the associated income is recognized on net basis.

Export Sales are accounted for on the basis of the date of Bill of Lading.

1.9.2 Claims are recognized on settlement. Export incentives are accounted for in year exports are made.

1.9.3 Interest income is recognized using Effective Interest Rate (EIR) method.

1.10 Classification of Income/ Expenses

1.10.1 Income/ expenditure are recognized on accrual basis except in case of significant uncertainty like claims payable & receivable, which have accounted on acceptance basis. Purchases are reported of net of trade discounts, returns VAT/GST (to extent refundable/adjustable)

1.11 Employee benefits

1.11.1 Short term employment benefits

Short term employee benefits such as salaries, wages, short-term compensated absences, performance incentives etc., and the expected cost of bonus, ex-gratia are recognized as an undiscounted amount in the Statement of Profit and Loss of the year in which the related services are rendered.

1.11.2 Defined Contribution Plans

⇒ **<u>Employee's Family Pension:</u>**

The Company has Defined Contribution Plan for Post-employment benefits in the form of family pension for all eligible employees, which is administered by the Regional Provident Fund Commissioner and is charged to revenue every year. Company has no further obligation beyond its monthly contributions.

⇒ **<u>Provident Fund:</u>**

The Company has Defined Contribution Plan for Post-employment benefits in the form of Provident Fund for all eligible employees; which is administered by the Regional Provident Fund Commissioner and is charged to revenue every year. Company has no further obligations beyond its monthly contributions.

1.11.3 **Defined Benefit Plans**

⇒ **Gratuity:**
The Company has a Defined Benefit Plan for Post-employment benefit in the form of gratuity for all eligible employees which is administered through Life Insurance Corporation (LIC) and a trust which is administered by the trustees. Liability for above defined benefit plan is provided on the basis of actuarial valuation as at the Balance Sheet date, carried out by an independent actuary. The actuarial method used for measuring the liability is the Projected Unit Credit method.

⇒ **Compensated Absences :**
Liability for Compensated Absences is provided on the basis of valuation, as at the Balance Sheet date, carried out by an independent actuary. The Actuarial valuation method used for measuring the liability is the Projected Unit Credit method. Under this method, the Defined Benefit Obligation is calculated taking into account pattern of availment of leave whilst in service and qualifying salary on the date of availment of leave. In respect of encashment of leave, the Defined Benefit obligation is calculated taking into account all types of the increment, salary growth, attrition rate and qualifying salary projected up to the assumed date of encashment.

1.11.4 **Termination Benefits:**

⇒ Termination benefits are recognised as an expense as and when incurred.

1.11.5 The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end ofthe reporting period on Government bonds that have terms approximating to the terms of the related obligation.

1.11.6 The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost isincluded in employee benefit expense in the Statement of Profit and Loss.

1.11.7 Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur directly in Other Comprehensive Income. They are included in retained earnings in the Statement of changes in equity and in the Balance Sheet.

1.11.8 Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in profit or loss as past service cost.

1.12 Foreign Currency Transactions

1.12.1 Monetary Items

Transactions in foreign currencies are initially recorded at their respective exchange rates at the date the transaction first qualifies for recognition.

Monetary assets and liabilities denominated in foreign currencies are translated at exchange rates prevailing on the reporting date.
Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss either as profit or loss on foreign currency transaction and translation or as borrowing costs to the extent regarded as an adjustment to borrowing costs.

1.12.2 Non – Monetary items:

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions.

1.13 Provisions, Contingent Liabilities and Capital Commitments

1.13.1 Provisions are recognized when there is a present obligation (legal or constructive) as a result of a past event, 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.

1.13.2 The expenses relating to a provision is presented in the Statement of Profit and Loss net of reimbursements, if any.

1.13.3 Contingent liabilities are possible obligations whose existence will only be confirmed by future events not wholly within the control of the Company, or present obligations where it is not probable that an outflow of resources will be required or the amount of the obligation cannot be measured with sufficient reliability.

1.13.4 Contingent liabilities are not recognized in the financial statements but are disclosed unless the possibility of an outflow of economic resources is considered remote.

1.14 Fair Value measurement

1.14.1 The Company measures certain financial instruments at fair value at each reporting date.

1.14.2 Certain accounting policies and disclosures require the measurement of fair values, for both financial and non- financial assets and liabilities.

1.14.3 Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Company has access at that date. The fair value of a liability also reflects its non-performance risk.

1.14.4 The best estimate of the fair value of a financial instrument on initial recognition is normally the transaction price – i.e. the fair value of the consideration given or received. If the Company determines that the fair value on initial recognition differs from the transaction price and the fair value is evidenced neither by a quoted price in an active market for an identical asset or liability nor based on a valuation technique that uses only data from observable markets, then the financial instrument is initially measured at fair value, adjusted to defer the difference between the fair value on initial recognition and the transaction price. Subsequently that difference is recognised in Statement of Profit and Loss on an appropriate basis over the life of the instrument but no later than when the valuation is wholly supported by observable market data or the transaction is closed out.

1.15 Financial Assets

1.15.1 Initial recognition and measurement

Trade Receivables and debt securities issued are initially recognised when they are originated. All other financial assets are initially recognised when the Company becomes a party to the contractual provisions of the instrument. All financial assets other than those measured subsequently at fair value through profit and loss, are recognised initially at fair value plus transaction costs that are attributable to the acquisition of the financial asset.

1.15.2 Subsequent measurement

Subsequent measurement is determined with reference to the classification of the respective financial assets. Based on the business model for managing the financial assets and the contractual cash flow characteristics of the financial asset, the Company classifies financial assets as subsequently measured at amortised cost, fair value through other comprehensive income or fair value through profit and loss.

1.15.3 Impairment of financial assets

In accordance with Ind AS 109, the Company applies Expected Credit Loss ("ECL") model for measurement and recognition of impairment loss on the financial assets measured at amortised cost and debt instruments measured at FVOCI.

Loss allowances on trade receivables are measured following the 'simplified approach' at an amount equal to the lifetime ECL at each reporting date. The application of simplified approach does not require the Company to track changes in credit risk. Based on the past history and track records the company has assessed the risk of default by the customer and expects the credit loss to be insignificant. In respect of other financial assets such as debt securities and bank balances, the loss allowance is measured at 12 month ECL only if there is no significant deterioration in the credit risk since initial recognition of the asset or asset is determined to have a low credit risk at the reporting date.

1.16 Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet, if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

1.17 Taxes on Income

1.17.1 Current Tax

Income-tax Assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, by the end of reporting period.

Current Tax items are recognised in correlation to the underlying transaction either in the Statement of Profit and Loss, other comprehensive income or directly in equity.

1.17.2 Deferred tax

Deferred tax is provided using the Balance Sheet method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted at the reporting date.

Deferred Tax items are recognised in correlation to the underlying transaction either in the Statement of Profit and Loss, other comprehensive income or directly in equity.

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 taxes relate to the same taxable entity and the same taxation authority.

1.18 Earnings per share

Basic earnings per share are calculated by dividing the profit or loss for the period attributable to equity shareholders (after deducting preference dividends, if any, and attributable taxes) by the weighted average number of equity shares outstanding during the period.

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

1.19 Classification of Assets and Liabilities as Current and Non-Current:

All assets and liabilities are classified as current or non-current as per the Company's normal operating cycle (determined at 12 months) and other criteria set out in Schedule III of the Act.

1.20 Cash and Cash equivalents

Cash and cash equivalents in the Balance Sheet include cash at bank, cash, cheque, draft on hand and demand deposits with an original maturity of less than three months, which are subject to an insignificant risk of changes in value.

For the purpose of Statement of Cash Flows, Cash and cash equivalents include cash at bank, cash, cheque and draft on hand. The Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

1.21 Cash Flows

Cash flows are reported using the indirect method, where by net profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities are segregated.

1.22 Goods and Services Tax (GST)

Goods and Services Tax (GST) has been implemented with applied from 1st July 2017 and therefore the Revenue from operations from 1st July 2017 are net of GST. Revenue from operations for the quarter and previous year ended 31st March 2017 having inclusive of excise duty are not comparable with the corresponding figures for the quarter and year ended 31st March 2018.

REMI PROCESS PLANT AND MACHINERY LIMITED

Standalone Statement of Changes in Equity for the year ended March 31, 2018

NOTE - 2

EQUITY SHAE CAPITAL :

(Rs. In Lakhs)

Particulars	Balance as at April 1, 2016	Changes in equity share capital during the year	Balance as at April 1, 2017	Changes in equity share capital during the year	Balance as at March 31, 2018
Paid up Capital (Equity shares of Rs.10/- each issued, subscribed & fully paid up)	17,600,000	-	17,600,000	-	17,600,000

OTHER EQUITY :

Particulars	Capital Reserve	Securities Premium Reserve	General Reserve	Retained Earnings	Other Comprehensive Income	Total
Balance as at April 1, 2016			60,834,276	71,140,629	-	131,974,905
Profit for the year				9,079,847		9,079,847
Other Comprehensive Income:				(370,811)		(370,811)
Remeasurements of net defined						-
benefit plans (Net of tax)					-	-
Others			1,500,000	(1,500,000)		-
Balance as at March 31, 2017			62,334,276	78,349,665	-	140,683,941
Profit for the year				15,884,187		15,884,187
Other Comprehensive Income:				(1,127,291)		(1,127,291)
Remeasurements of net defined				-		-
benefit plans (Net of tax)			2,500,000	(2,500,000)		-
Balance as at March 31, 2018			64,834,276	90,606,561	-	155,440,837

The accompanying notes form an integral part of the standalone financial statements

As per our report of even date
For SUNDARLAL DESAI & KANODIA
CHARTERD ACCOUNTANTS
(Firm Registration No. 110560W)

For and on behalf of Board of Directors

Sd/-
(M.B. DESAI)
PARTNER
Membership No.33978

Sd/-
R.C. SARAF
Managing Director
DIN:00161412

Sd/-
R.R. SARAF
Director
DIN:00161435

Sd/-
BHAGIRATH SINGH
CHIEF FINANCIAL OFFICER

Place : Mumbai
Dated: 30th May, 2018

REMI PROCESS PLANT AND MACHINERY LIMITED.

NOTE -03

(Amount in ₹)

Particular	Usefull Life	GROSS CARRYING AMOUNT				DEPRECIATION					NET CARRYING AMOUNT	
		As on 01.04.2017	Addition/ adjustment	Deduction	**As on 31.03.2018**	Upto 31.03.2017	Excess provision in earlier year w/back	For the Year	Deduction	**Upto 31.03.2018**	**As on 31.03.2018**	As on 31.03.2017
(a) **TANGIBLE ASSETS:**												
1. Land		9,451,760	-	-	**9,451,760**	-		-	-	**-**	**9,451,760**	9,451,760
2. Factory Building	30	41,161,241	-	-	**41,161,241**	16,245,417	-	1,055,987	-	**17,301,404**	**23,859,837**	24,915,824
3. Plant And Machinery	15	25,037,892	832,455	-	**25,870,347**	16,851,046	-	998,049	-	**17,849,095**	**8,021,252**	8,186,846
4. Computers	3	742,600	199,261	-	**941,861**	611,346	-	87,277	-	**698,623**	**243,238**	131,254
5. Office Equipment	5	2,250,610	-	-	**2,250,610**	1,498,381	-	211,420	-	**1,709,801**	**540,809**	752,229
6. Wind Mill	22	35,188,472	-	-	**35,188,472**	19,277,395	-	1,316,433	-	**20,593,828**	**14,594,644**	15,911,077
7. Electrical Instalation	10	7,634,793	-	-	**7,634,793**	5,380,855	-	764,459	-	**6,145,314**	**1,489,479**	2,253,938
8. Air Conditioners	5	1,144,540	64,000	-	**1,208,540**	983,084	-	38,713	-	**1,021,797**	**186,743**	161,456
9. Furniture & Fixture	10	1,587,812	8,344	-	**1,596,156**	1,293,313	-	127,190	-	**1,420,503**	**175,653**	294,499
10. Vehicles	8	9,406,168	-	785,822	**8,620,346**	3,255,466	-	1,034,878	479,697	**3,810,647**	**4,809,699**	6,150,702
11 Solar System	28	-	9,123,801	-	**9,123,801**	-	-	80,329		**80,329**	**9,043,472**	-
Total (a)		133,605,888	10,227,861	785,822	**143,047,927**	65,396,303	-	5,714,735	479,697	**70,551,012**	**72,416,586**	68,209,585
(b) **Capital Work-in-progress**		-	-	-	**-**	-	-	-	-	**-**	**1,954,635**	-
('c) **INTANGIBLE ASSETS:**												
Computer Software	3	1,554,635	-	-	**1,554,635** -	1,542,763	-	10,323	-	**1,553,086**	**1,549**	11,872
Total (b)		1,554,635	-	-	**1,554,635**	1,542,763	-	10,323	-	**1,553,086**	**1,956,184**	11,872
Total (a) + (b)		**135,160,523**	**10,227,861**	**785,822**	**144,602,562**	**66,939,066**	**-**	**5,725,058**	**479,697**	**72,104,098**	**74,372,770**	**68,221,457**
PREVIOUS YEAR TOTAL		138,073,668	1,741,516	4,654,661	135,160,523	65,306,431	***(74,742)**	5,934,963	4,227,586	66,939,066	68,221,457	72,767,237

NOTES TO FINANCIAL STATEMENT

Particulars		AS AT 31/03/2018	AS AT 31/03/2017	AS AT 01/04/2016
		Amount in (Rs.)		
NOTE - 4				
INVESTMENTS				
(Long Term Investment , Non Trade Unquoted)				
(100) Equity Share of Vastupurna Property Holdings Pvt Ltd of ₹ 10/- each fully paid		-	1,000	1,871,000
(4650) Equity Share of Vishwakarma Job Works Ltd of ₹10/- each fully paid				1,548,450
Avendus Absolute Return Fund		**10,319,345**		
(Long Term Investment , Quoted)				
7.50% Non Convertible Preference Share of Tata Capital Ltd of ₹100/-each fully paid (NAV as 31.03.18 ₹ 2,50,00,000/- P.Y. NIL)		**25,000,000**	-	-
10.000 Units of IRB INVIT FUND of ₹ 10/- each (NAV 31.03.18 ₹ 8,20,400/- P.Y. NIL)		**820,400**	-	-
	Total	**36,139,745**	1,000	3,419,450
NOTE - 5				
OTHER FINANCIAL ASSETS				
Fixed Deposits with maturity of more than 12 months		1,143,750	-	1,000,000
(Pledged with SBI against Bank Guarantees and L/Cs as margin)				
	Total	**1,143,750**	-	1,000,000
NOTE - 6				
OTHER NON-CURRENT ASSETS				
(Unsecured and considered good)				
Security Deposits		**3,593,820**	3,593,820	4,930,307
Advance towards Lease Rent		**740,822**	804,822	868,822
	Total	**4,334,642**	4,398,642	5,799,129
NOTE - 7				
INVENTORIES				
(As per Inventory taken,valued and certified by management)				
Raw Materials (including goods in transit ₹ 86,,202/-; P.Y. ₹ 98,783/-)		**14,999,702**	17,763,667	12,571,315
Work-In -Process		**5,950,712**	7,356,632	5,313,000
Finished goods		**6,006,448**	6,567,644	13,639,040
	Total	**26,956,862**	31,687,943	31,523,355
NOTE - 8				
Iestments				
Investment in Mutual Funds				
1760497.744 (3309796.697) Units of Franklin India Ultra Short Bond Fund-Super Institutional Growth Plan of ₹10/- each (NAV as 31.03.18 ` ₹4,25,00,000/- P.Y. ₹ 73,690,969)		**42,500,000**	73,690,969	-
(5578.635) Units of SBI Magnum Insta Cash Regular Plan- Growth of ₹ 1000/- each			20,005,268	-
676187.385 Units of ICICI Prudential Equity Arbitrage Fund of ₹ 10/- each (NAV as 31.03.18 ₹ 97,66,715/- P.Y. NIL)		**9,766,715**	-	-
4209610,481 Units of Kotak Equity Arbitrage Fund of ₹ 10 /- each (NAV as 31.03.18 ₹ 4,62,69,934/- P.Y. NIL)		**46,269,934**	-	-
	Total	**98,536,649**	93,696,237	-
NOTE - 9				
TRADE RECEIBVABLE				
(Unsecured and considered good)				
Outstanding for More than six month from due date		**4,925,416**	792,530	17,944,457
Others		**45,285,202**	30,440,218	17,775,319
	Total	**50,210,618**	31,232,748	35,719,776
NOTE - 10				
CASH AND CASH EQUIVALENTS:				
Cash on Hand		**178,600**	229,735	161,365
	Total	**178,600**	229,735	161,365
NOTE - 11				
BALANCE WITH BANK				
In current accounts		**14,030,623**	44,447	32,061,504
Fixed Deposits with maturity of less than 12 months		**2,539,118**	3,770,541	1,083,646
(pledged with SBI against Bank Guarantees and L/Cs as margin)				
	Total	**16,569,741**	3,814,988	33,145,150
NOTE - 12				
LOANS				
SHORT TERM LOAN AND ADVANCES (Unsecured Considerd goods)				
Loans and advance to related parties		**23,854,368**	86,640,137	108,570,373
Others Loans and advances		**25,000,000**	-	-
	Total	**48,854,368**	86,640,137	108,570,373
NOTE - 13				
OTHER FINANCIAL ASSETS				
Advances recoverable in cash or in kind for value to be received		**1,485,057**	7,041,453	2,599,898
Prepaid Expenses		**1,592,521**	1,754,474	982,683
	Total	**3,077,578**	8,795,927	3,582,581
NOTE - 14				
CURRENT TAX ASSETS (NET)				
Payment of Advance Income Tax, TDS (Net)		**1,011,845**	1,064,349	529,520
Balances with Central Excise and Cenvat Refundable		**205,686**	962,731	861,896
Sales Tax Receivable		**2,568,795**	4,400,350	4,010,783
GST Receivable		**410,367**	-	-
Mat Credit Receivable		**1,685,831**	1,685,831	-
	Total	**5,882,524**	8,113,261	5,402,199
NOTE - 15				
OTHER CURRENT ASSETS				
Interest accrued but not due		**375,042**	243,386	158,813
	Total	**375,042**	243,386	158,813

REMI PROCESS PLANT AND MACHINERY LIMITED

Statement of Changes in Equity for the period ended 31st March 2018

Equity Share Capital	Balance at the beginning of the reporting period (₹)	Changes in equity share capital during the year (₹)	Balance at the end of the reporting period (₹)
NOTE - 16			
SHARE CAPITAL			
AUTHORISED:			
18,00,000 (18,00,000) Equity Shares of ₹ 10/- Each	18,000,000	-	18,000,000
ISSUED, SUBSCRIBED AND PAID UP :			
17,60,000 (P.Y. 17,60,000) Equity Shares of ₹ 10/- each	17,600,000	-	17,600,000

(a) **Terms/ Rights Attached to Equity Shares:**

The company has only one class of equity shares having par value of Rs. 10. 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.

(b) During the year ended 31st March 2018, the amount of per share dividend recognised as distributions to equity shareholders was ₹ 0.00 (31st March 2017 ₹ 0.00)

(c) In the event of liquidation of the company, the holders of the 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.

(d) **Details of Shareholders Holding more than 5% Shares of the Company:**

Sr. No.	Name of the Shareholder	**No. of shares as on 31-03-2018**	No. of shares as on 31-03-2017
1	Rishabh R. Saraf	**124800**	124800
2	Rajendra Chiranjilal H.U.F.	**127200**	127200
3	Vishwambhar Chiranjilal H.U.F.	**135200**	135200
4	Minakshi R. Saraf	**156000**	156000
5	Vandana V. Saraf	**260000**	260000
6	Shruti R. Saraf	**286400**	286400
7	Fulidevi Saraf Family Trust	**126000**	126000
8	Lakshminarayan Realfinvent Ltd.	**209000**	209000
9	Hanuman Forging And Engineering Pvt. Ltd.	**220000**	220000

REMI PROCESS PLANT AND MACHINERY LTD

NOTES TO PROFIT AND LOSS ACCOUNT

NOTE - 17			
Other Equity			
General Reserve:			
Opening Balance	**62,334,276**	60,834,276	59,334,276
Add: Transferred from surplus balance in Statement of Profit & Loss	**2,500,000**	1,500,000	1,500,000
	64,834,276	62,334,276	60,834,276
Surplus:			
Opening Balance	**78,349,665**	71,140,629	66,932,486
Add: Profit for the period	**15,884,187**	9,079,847	7,828,218
Other Conprehensiv Income	**(1,127,291)**	(370,811)	(1,696)
Less: Appropriations:			
Transferred to General reserve	**2,500,000**	1,500,000	1,500,000
Proposed dividend	**-**	-	1,760,000
Provision for tax on dividend	**-**	-	358,379
Net surplus in the statement of profit & loss	**90,606,561**	78,349,665	71,140,629
Total reserves and surplus	**155,440,837**	140,683,941	131,974,905
NOTE - 18			
BORROWINGS			
secured Loans			
From HDFC Bank Ltd (Secured against the Vehicle financed)	**282,714**	1,342,447	2,296,958
Total	**282,714**	1,342,447	2,296,958
NOTE - 19			
Provisions			
Provision For Leave Encashment	**3,227,504**	1,889,205	1,079,232
Total	**3,227,504**	1,889,205	1,079,232
NOTE - 20			
Deferred Tax Liabilities (Net)			
Deferred Tax Liabilities (Net)	**7,363,756**	8,771,614	7,720,708
Total	**7,363,756**	8,771,614	7,720,708
NOTE - 21			
Other Non-Current Liabilities			
Deposit Received	**13,893,476**	10,530,483	13,357,543
Deferred Payment Liability Sales Tax	-	343,332	686,665
Total	**13,893,476**	10,873,815	14,044,208
NOTE - 22			
Borrowings			
Secured Loans:			
Working Capital from State Bank of India			
[Secured by hypothecation of Company's entire current assets, movable Plant & Machinery, Furniture & Fixtures, etc., and extension of equitable mortgage of Land & Building at Palghar and at Dhule and further guaranteed by two of the Directors]	**8,379,221**	24,481,447	21,484,841
Total	**8,379,221**	24,481,447	21,484,841
NOTE - 23			
Trade Payables			
(Including ₹ 12,807/- P.Y. ₹. 82,417/- Payable to MSME Units)	**28,987,529**	11,304,899	11,091,071
Total	**28,987,529**	11,304,899	11,091,071
NOTE - 24			
Other Financial Liabilities			
Current Maturities of long term debts	1,403,064	1,297,844	1,203,069
Total	**1,403,064**	1,297,844	1,203,069
NOTE - 25			
OTHER CURRENT LIABILITIES			
Advance from Customers	**18,995,693**	27,903,808	14,623,828
Other Statutory Dues Payable	**5,067,576**	1,562,013	2,247,488
Lease Rent And Interest theron	**96,877,411**	81,983,035	68,160,956
Other Liabilities	**4,541,767**	4,221,681	4,349,229
Prepaid Rent Income (Ind As Adj)	**708,681**	276,272	437,731
Total	**126,191,128**	115,946,809	89,819,232
NOTE - 26			
PROVISIONS			
Short Term Provisions			
Provision For Leave Encashment	**513,800**	1,740,304	2935204
Provision For Gratuity	**3,349,860**	1,143,135	-
Total	**3,863,660**	2,883,439	2,935,204

REMI PROCESS PLANT AND MACHINERY LTD

NOTES TO PROFIT AND LOSS ACCOUNT

Particulars	Year Ended 31/03/2018	Year Ended 31/03/2017
	Amount in (Rs.)	
NOTE - 27		
Revenue from Operations:		
(a) Sale of Products:		
Local Sales	**168,109,358**	148,912,729
Export Sales	**463,402**	6,602,047
Trading Sales	**16,957,981**	5,570,285
Income from Wind Power	**4,743,567**	5,592,741
	190,274,308	166,677,802
(b) Other Operating Revenues:		
Sale of scrap	**801,540**	595,532
Job Work & Service Charges	**956,144**	36,500
Conducting Charges	**9,500,000**	6,950,000
	11,257,684	7,582,032
Revenue from operations	**201,531,992**	174,259,834
Product wise details		
Process Plant and Machinery	**168,572,760**	155,514,776
Sale of Wind Power	**4,743,567**	5,592,741
Others	**16,957,981**	5,570,285
Total	**190,274,308**	166,677,802
NOTE - 28		
Other Income		
(a) Interest	**8,380,680**	13,264,116
(b) **Other Non - Operating Income**		
Dividend Received	**2,611,025**	-
Foreign Exchange Gain	**-**	48,048
Deposit Forfited	**-**	3,000,000
Rent Received	**6,116,238**	6,245,700
Rent Income (Ind AS Adj)	**411,660**	161,459
Capital Gain on Sale of Investment	**3,989,605**	10,046,238
Increase in value of current Investments	**-**	196,237
Miscellaneous Income	**636,591**	859,306
Total	**22,145,799**	33,821,104
NOTE - 29		
Cost of Materials consumed		
Inventory at the begnining of the year	**17,763,667**	12,571,315
Add: Purchases	**69,183,054**	63,652,000
	86,946,721	76,223,315
Less: Inventory at the end of the year	**14,999,702**	17,763,668
Cost of Materials Consumed	**71,947,019**	58,459,647
Product wise details		
Electric Motor	**8,836,227**	6,526,501
Gear Box	**15,324,776**	12,368,063
Steel Goods	**27,160,121**	25,357,192
Others	**20,625,895**	14,207,891
Total	**71,947,019**	58,459,647
NOTE - 30		
Purchases of Stock-in-Trade		
Stainless Steel goods	-	4,911,916
Steamer Vessel	**15,860,400**	-
Total	**15,860,400**	4,911,916

REMI PROCESS PLANT AND MACHINERY LTD

NOTES TO PROFIT AND LOSS ACCOUNT

NOTE - 31		
(a) **(Increase) / decrease in inventories**		
Inventories at the end of the year		
Work-in-progress	**5,950,712**	7,356,632
Finished goods	**6,006,448**	6,567,644
	11,957,160	13,924,276
(b) **Inventories at the beginning of the year**		
Work-in-progress	**7,356,632**	5,313,000
Finished goods	**6,567,644**	13,639,040
	13,924,276	18,952,040
Net (Increase)/Decrease	**1,967,116**	5,027,764
NOTE - 32		
Employee Benefit expenses:		
Salaries, wages and bonus etc.	**40,634,370**	37,402,985
Contribution to provident & Gratuity funds	**3,665,812**	2,996,873
Staff welfare expenses	**1,191,798**	971,247
Total	**45,491,980**	41,371,105
NOTE - 33		
Finance Costs		
Interest expenses	**9,405,976**	8,431,896
Other Financial Charges	**615,054**	577,915
Interest expenses (Ind As Adj)	**407,062**	172,940
Total	**10,428,092**	**9,182,751**
NOTE - 34		
Other Expenses:		
Manufacturing Expenses :		
Power and fuel	**1,978,234**	1,906,218
Job Work Charges	**16,435,634**	8,281,310
Royalty	**454,596**	366,887
Excise duty on increase / (decrease) in Closing Stock of Finished Goods	**(767,535)**	(601,799)
Testing and Inspection	**285,566**	554,620
Repairs and maintenance:		
Building	**-**	8,450
Machinery	**1,323,115**	1,431,495
Others	**1,308,426**	1,112,604
Adminstrative,Selling & Other Expenses :		
Rent and Taxes	**1,300,399**	1,761,142
Insurance	**316,874**	328,671
Property Tax and Lease Rent	**8,725,812**	8,725,812
Travelling & Conveyance	**6,154,948**	6,567,510
Advertisement & Sales Promotion	**1,058,630**	1,216,828
Director Sitting Fees	**88,745**	76,435
Director Commission	**156,857**	10,220
Legal and professional fees	**3,366,317**	2,085,486
Brokerage & Commission	**132,536**	145,646
Late Delivery Charges	**1,532,399**	638,319
Bad Debts Written off	**49,396**	15,863,759
Sales Tax & VAT	**1,052,674**	5,178,534
Loss on Sale of Fixed Assets	**121,102**	190,001
Loss on Foreign Currency translation	**9,863**	-
Decrease in value of Investment as per IND AS (Net)	**159,588**	-
Payment to auditors:		
(a) **As auditors:**		
Audit fee	**60,000**	60,000
Tax audit fee	**35,000**	30,000
(b) **In other capacity:**		
Other services	**61,500**	49,500
Reimbursement of expenses	**4,810**	5,500
Freight and Forwarding Charges	**2,364,182**	1,147,081
Bank Charges & Commission	**1,165,129**	915,214
Miscellaneous Expenses	**2,551,306**	2,274,901
Total	**51,486,103**	60,330,344

35. The significant component and classification of deferred tax assets and liabilities on account of timing differences are as under: -

	As At 31-03-2018 (₹)	As At 01-04-2017 (₹)
Deferred Tax Assets:		
Retirement Benefits	14,84,069	16,58,558
	14,84,069	16,58,558
Deferred Tax Liability:		
Depreciation	(88,47,825)	(1,04,30,172)
Net deferred tax asset / (liability) on account of timing difference	(73,63,756)	(87,71,614)

36. Earning per Shares

	2017–2018 (₹)	2016–2017 (₹)
a) Weighted average number of equity shares of ₹10/- each		
i) Number of shares at the beginning of the year	17,60,000	17,60,000
ii) Number of shares at the end of the year	17,60,000	17,60,000
iii) Weighted average number of equity shares outstanding During the year.	17,60,000	17,60,000
b) Net profit after tax available for equity share-holders	1,58,84,187	90,79,847
c) Basic and diluted earnings per equity share	9.03	5.16

37. Related parties disclosures: -

The related parties as per the terms of Ind AS-24, “Related Party Disclosures”. (Specified under Section 133 of the Companies Act 2013, read with Rule 7 of Companies (Accounts) Rules, 2015) are disclosed below.

Name of other Related parties with whom transactions have taken place during the year

(a) **Key Management Personnel (KMP)**

Shri Rajendra C. Saraf
Shri Bhagirath Singh (CFO)

(b) **Enterprises in which KMP are Interested:**

Dholishakti International
Rajendra Electricals
Remi International
Remi Edelstahl Tubulars Limited,
Aura Realfinvest Private Limited.

(c) **Non Executive Directors:**
Shri Vishwambhar Saraf
Shri Rishabh Saraf
Shri Ritvik Saraf

(d) **Enterprises in which Non Executive Director is interested:**

Notes to the Consolidated Financial Statement for the year Ended March-2018

(₹ In Lakhs)

Transactions during the Year	Year Ended 31-Mar-18	Year Ended 31-Mar-17
Sales of Goods & Services		
Enterprises in which KMP are interested		
Remi Elektrotechnik Limited	0.47	
Remi Edelstahl Tubulars Limited		1.33
Purchase of Goods & Service		
Enterprises in which KMP are interested		
Remi Edelstahl Tubulars Limited	23.77	3.71
Remi Elektrotechnik Limited	23.73	44.16
Rent Received		
Enterprises in which KMP are interested		
Remi Edelstahl Tubulars Limited	7.03	10.51
Remi Elektrotechnik Limited	25.55	23.84
Dholishakti International	9.50	9.31
Rajendra Electrical Motor Industries	6.33	6.21
Remi International	3.16	3.10
Rent Paid		
Enterprises in which KMP are interested		
Aura Realfinvest Private Ltd	21.00	21.00
Director Commission Paid		
Non Executive Directors		
Shri Vishwambhar Saraf	1.57	0.10
Job Work & Testing Charges Paid		
Enterprises in which KMP are Interested		
Remi Edelstahl Tubulars Limited	5.05	4.63
Remi Elektrotechnik Limited	1.86	0.92
Rent Paid		
Non Excecutive Director		
Shri Rishabh C. Saraf	3.00	3.00
Shri Ritvik V. Saraf	3.00	3.00
Managerial Remuneration		
Key Managerial Personel		
Shri Rajendra C. Saraf	36.30	35.23
Shri Bhagirath Singh (C.F.O.)	35.40	32.02

(₹ In Lakhs)

Transactions during the Year	Year Ended 31-Mar-18	Year Ended 31-Mar-17
Interest Received		
Enterprises in which KMP Interested		
Remi Edelstahl Tubulars Limited	40.68	62.85
Remi Elektrotechnik Limited	17.55	61.11
Reimbursemant Received		
Enterprises in which KMP Interested		
Remi Edelstahl Tubulars Limited	6.65	5.05
Remi Elektrotechnik Limited	10.39	7.19
Dholishakti International	0.92	2.73
Rajendra Electrical Motor Industries	0.62	1.84
Remi International	0.35	1.05
Royalty Paid		
Enterprises in which KMP Interested		
Rajendra Electrical Motor Industries	5.09	4.19
Loan given to		
Enterprises in which KMP Interested		
Remi Edelstahl Tubulars Limited	1690.00	673.00
Remi Elektrotechnik Limited	695.00	292.00

(₹ In Lakhs)

Amount Due to / From Related Parties	As at March 31,2018	As at March 31,2017	As at April 1,2016
Loan & Advances Receivable			
Enterprises in which KMP are Interested			
Remi Edelstahl Tubulars Limited	239.06	456.79	586.21
Remi Elektrotechnik Limited	0.95	410.51	501.57
Dholishakti International	-	0.22	0.28
Rajendra Electrical Motor Industries	-	0.14	0.20
Remi International	-	0.08	0.11
Deposit Receivable			
Non Excecutive Director			
Shri Rishabh C. Saraf	1.50	1.50	1.50
Shri Ritvik V. Saraf	1.50	1.50	1.50
Deposit payable			
Enterprises in which KMP are Interested			
Remi Edelstahl Tubulars Limited	6.78	6.78	6.78
Remi Elektrotechnik Limited	10.08	10.08	10.08
Dholishakti International	4.05	4.05	4.05
Rajendra Electrical Motor Industries	2.70	2.70	2.70
Remi International	1.35	1.35	1.35

(₹ In Lakhs)

Amount Due to / From Related Parties	As at March 31,2018	As at March 31,2017	As at April 1,2016
Commission Payable			
Non Excecutive Director			
Shri Vishwambhar Saraf	1.57	0.10	1.07
Purchase of Good & Royalty Payable			
Enterprises in which KMP are Interested			
Remi Edelstahl Tubulars Limited	-	0.22	0.63
Remi Elektrotechnik Limited	-	6.72	0.002
Rajendra Electrical Motor Industries	-	0.25	0.39

Note

1) The Transaction with related parties are made on terms equivalent to those that prevail in arm's Length transaction outstanding balances at the year end are unsecured. The Group.has not recorded any impairment of receivable relating to amounts owned by the related parties.This assessment is undertaken each financial year through examining the Financial Position of the related party and the market in which the related party operates.

* excludes provision for gratuity & Compensated leave for key Managerial Personal as Separate Acturial Valuation is not available.

38. Disclosures in respct of “Employee Benefits” :

(A) Defined Contribution Plans:

The Company has recognized the following amounts in the Profit and Loss Account for the year:

	For the year ended March 31, 2018 (₹)
Contribution to Employees’ Provident Fund	**25,85,274** (23,52,077)
Total	**25,85,274** (23,52,077)

(B) Defined Benefits Plans:

(i) Changes in the Present Value of Obligation

		Gratuity	Leave Encashment	Total
(a)	Present Value of Obligation as at April 1, 2017	**10617479** (8752902)	**4597810** (5271585)	**15215289** (14024487)
(b)	Interest Cost	**752892** (616778)	**306137** (362228)	**1059029** (979006)
(c)	Past Service Cost	**104859** (--)	**--** (--)	**104859** (--)
(d)	Current Service Cost	**734258** (684304)	**528730** (492759)	**1262988** (1177063)
(e)	Benefits Paid	**(154615)** (108952)	**(808307)** (619112)	**(962922)** (728064)
(f)	Actuarial (Gain)/Loss	**1418979** (672447)	**(321067)** (909650)	**1097912** (1582097)
(g)	Present Value of Obligation as at March 31, 2018	**13473852** (10617479)	**4303303** (4597810)	**17777155** (15215289)

(ii) Changes in the Fair value of Plan Assets: **For the year ended March 31, 2018**

		Gratuity **(₹)**
(a)	Present Value of Plan Assets as at April 1, 2017	**10830765** (10056183)
(b)	Expected Return on Plan Assets	**768462** (711917)
(c)	Actuarial (Gain)/Loss	**35801** (118477)
(d)	Employers' Contributions	**31937** (53140)
(e)	Employees' Contributions	**--** (--)
(f)	Benefits Paid	**(154615)** (108952)
(g)	Fair Value of Plan Assets as at March 31, 2018	**11512350** (10830765)

(iii) Amount recognized in the Balance Sheet including a reconciliation of the Present Value of Defined Benefit Obligation and the Fair Value of Assets:-

For the year ended March 31, 2018 (₹)

		Gratuity	Leave Encashment	Total
(a)	Present Value of Funded Obligation as at March 31, 2018	**13473852** (10617479)	**4303303** (4597810)	**17777155** (15215289)
(b)	Fair Value of Plan Assets as at March 31, 2018	**(11512350)** (10830765)	**--** (--)	**11512350** (10830765)
(c)	Present Value of Unfunded Obligation as at March 31, 2018	**NIL** (--)	**4303303** (4597810)	**NIL** (--)
(d)	Net Liability recognized in the Balance Sheet	**1961502** (213286)	**4303303** (4597810)	**6264805** (4811096)

(iv) Expenses recognized in the Profit and Loss Account

		Gratuity	Leave Encashment	Total
(a)	Current Service Cost	**734258** (684304)	**528730** (492759)	**1262988** (1177063)
(b)	Past Service Cost	**104859** (--)	**--** (--)	**104859** (--)
(c)	Interest Cost	**752892** (616778)	**306137** (362228)	**1059029** (979006)
(d)	Expected Return on Plan Assets	**(768462)** (711917)	**--** (--)	**(768462)** (711917)
(e)	Net actuarial (Gain)/Loss	**1418979** (672447)	**(321067)** (909650)	**1097912** (237203)
(f)	Employees' Contribution	**--** (--)	**--** (--)	**--** (--)
(g)	Total Expenses recognized in the Profit and Loss Account	**2242526** (1261612)	**513800** (54663)	**2756326** (1206949)

(v) Amount recognized in Other Comprehensive Income (OCI) :-

For the year ended March 31, 2018

		Gratuity	Leave Encashment	Total
(a)	Amount recognized in OCI, Beginning of period	**553970** (--)	**--** (--)	**553970** (--)
(b)	Remeasurement due to :			
(c)	Effect of Change in financial assumptions	**(337118)** (--)	**--** (--)	**(337118)** (--)
(d)	Effect of Change in demographic assumptions	**--** (--)	**--** (--)	**--** (--)
(e)	Effect of experience adjustments	**1756097** (672447)	**--** (--)	**1756097** (672447)
(f)	Actuarial (Gains/Losses) (c+d+e)	**1418979** (672447)	**--** (--)	**1418979** (672447)
(g)	Return of Plan assets (excluding interest)	**35801** (118477)	**--** (--)	**35801** (118477)
(h)	Total remeasurements recognized in OCI	**1383178** (553970)	**--** (--)	**1383178** (553970)
(i)	Amount recognized in OCI, End of period	**1937148** (553970)	**--** (--)	**1937148** (553970)

(vi) Percentage of each Category of Plan Assets to total Fair Value of Plan Assets as at March 31, 2018

		Percentage
(a)	Government of India Securities	**--** (--)
(b)	Corporate Bonds	**--** (--)
(c)	Special Deposit Scheme	**--** (--)
(d)	Equity Shares of Listed Companies	**--** (--)
(e)	Property	**--** (--)
(f)	Insurer Managed Funds	**100%** (100%)
(g)	Others	**--** (--)

(vii) The overall expected rate of return on assets is based on the expectation of the average long term rate of return expected on investments of the Fund during the estimated term of the obligations.

(viii) The Actual Return on Plan Assets is as follows

	Particulars	**(₹)**
(a)	Actual return on plan assets	804263 (830394)

(ix) Following are the Principal Actuarial Assumptions used as at the balance sheet date:

	Particulars	Gratuity	Leave Encashment
(a)	Discount Rate	**7.70%** (7.30%)	**7.70%** (7.30%)
(b)	Expected Rate of Return on Plan Assets	**7.70%** (7.30%)	**--** (--)
(c)	Salary Escalation Rate	**6.00%** (6.00%)	**6.00%** (6.00%)

The estimates of future salary increases considered in actuarial valuation takes into account inflation, seniority, promotion and other relevant factors.

39. The company operates in two segments namely manufacturing of process plant and machinery & wind power. Since the revenue, result and assets of wind power are below the prescribed criteria hence same is not treated as reportable segment.

40. **Contingent Liabilities not provided for:**

a) Guarantees given by the Bankers on behalf of the Company **₹ 2,94,73,867/-** (P.Y. ₹ 1,04,42,553/-).

b) Letters of Credit ₹ **11,89,627/-** (P.Y. ₹ NIL)

c) Sales Tax demands disputed in appeals ₹ **NIL** (P.Y. ₹ 70,60,837/-).

d) Liability in respect of Lease rent including interest thereon disputed by the Company ₹ 3,53,25,021/- (P.Y. ₹ 3,28,49,784/-)

f) Bills discounting of ₹ **NIL** (P.Y. ₹ 79,12,000/-)

g) Income tax demand disputed in appeal ₹ **10,76,380/-** (P.Y. 15,23,055/-)

41. Confirmations have not been received of debit and credit balances of the parties' accounts. Hence, the said balances are as per books of account only.

42. In the opinion of the Board, the current assets, loans and advances are approximately of the values stated if realised in the ordinary course of business. The provisions for all known liabilities are adequate and not in excess of the amounts reasonably necessary. There are no contingent liabilities other than those stated hereinabove.

43. The Company is holding leasehold land from MCGM for 60 years. The MCGM had demanded revised lease rent from March 2007 onwards. The Company represented to MCGM that the revised lease rent is not justified and has also requested them to reconsider the date from which the lease period should be calculated. The MCGM has not given any reply to the Company's representation, however, the Company is pursuing for favourable response. The Company has shown lease rent and interest thereon for the disputed period as contingent liability and has made provision of lease rent and interest till date. The company has also filed writ before Hon'ble High Court of Bombay in the said matter.

44. Rent receivable in respect of assets given on operating lease in next one year is **₹151.26** Lacs (P.Y. ₹ 43.93 Lacs), beyond one year to five years **₹ 214.00** Lacs (P.Y. ₹ 20.20 Lacs) and beyond five years **NIL** (P.Y. NIL).

45. **Value of Raw Material Consumed:**

	Value (₹)	% of Total Consumption
Imported	**2,31,899** (77,50,924)	**0.32** (13.26)
Indigenous	**7,17,15,120** (5,07,08,723)	**99.68** (86.74)
TOTAL	**7,19,47,019** (5,84,59,647)	**100.00** (100.00)

46. Details of Micro, Small and Medium Enterprises are not available. As per the management payment to Micro, Small and Medium Enterprises are made in accordance with the agreed credit terms and to the extent ascertained from available information. There is no overdue payable to MSME units beyond the period specified in Micro, Small and Medium Enterprises Development Act, 2006.

			2017–2018 (₹)	2016–2017 (₹)
47.	a)	Imports of Materials on C.I.F basis	**--**	1,15,72,238
	b)	Foreign Exchange Earnings:		
		- FOB Value of Exports	**4,63,402**	66,27,156
	c)	Expenditure in Foreign Currency:		
		- Travelling Expenses	**17,11,669**	21,58,972
			2017–2018 (₹)	2016–2017 (₹)
		- Other Expenses	**2,64,665**	3,58,964
		- Payment for Material imports	**--**	1,13,96,248

48. Previous year's figures have been regrouped / recast / reclassified wherever necessary. Figures within brackets are for previous year.

49. **Transition to Ind AS - Reconciliations**

The following reconciliations provide a quantification of the effect of significant differences arising from the transition from previous GAAP to Ind AS as required under Ind AS 101:

(i) Reconciliation of Balance sheet as at 1st April, 2016 (Transition Date);

(ii) Reconciliation of Balance sheet as at 31st March, 2017;

(iii) Reconciliation of Total Comprehensive Income for the year ended 31st March, 2017;

(iv) Reconciliation of Total Equity as at 1st April, 2016 and as at 31st March, 2017;

(v) Adjustments to Cash Flow Statements as at 31st March, 2017

The presentation requirements under previous GAAP differs from Ind AS, and hence, previous GAAP information has been regrouped for ease of reconciliation with Ind AS. The re-grouped previous GAAP information is derived from the Financial Statements of the Company prepared in accordance with previous GAAP.

(i) & (ii) Reconciliation of Balance sheet as at 1st April, 2016 (Transition Date) and 31st March, 2017:

Sr. No.	Particulars	Notes	As at 31st March, 2017 (End of the last period presented under previous GAAP)			As at 1st April, 2016 (Date of transition)		
			Previous GAAP	Effects of transition to Ind AS	Amount as per Ind AS balance sheet	Previous GAAP	Effects of transition to Ind AS	Amount as per Ind AS balance sheet
(1)	**Non-current assets**							
	(a) Property, Plant and Equipment		68,209,584		68,209,584	72,745,042		72,745,042
	(b) Capital work-in-progress		-		-	-		-
	(c) Investment Property (Ind AS 40)		-		-	-		-
	(d) Goodwill		-		-	-		-
	(e) Other Intangible assets		11,872		11,872	22,195		22,195
	(f) Intangible assets under development		-		-	-		-
	(g) Investment in Subsidiaries and Joint Venture		-		-	-		-
	(h) Financial Assets							
	(i) Investments		1,000		1,000	3,419,450		3,419,450
	(ii) Trade Receivables		-		-	-		-
	(iii) Loans		-		-	-		-
	(iv) Others (to be specified)		-		-	1,000,000		1,000,000
	(i) Deferred tax assets (net)		-		-	-		-
	(j) Other non-current assets		4,398,642		4,398,642	5,799,129		5,799,129
	Total non-current assets		**72,621,098**	**-**	**72,621,098**	**82,985,816**	**-**	**82,985,816**
(2)	**Current assets**							
	(a) Inventories		31,687,943		31,687,943	31,523,355		31,523,355
	(b) Financial Assets							
	(i) Investments		93,500,000	196,237	93,696,237	-		-
	(ii) Trade Receivables		31,232,748		31,232,748	35,719,776		35,719,776
	(iii) Cash and cash equivalents		229,735		229,735	161,365		161,365
	(iv) Bank balances other than (iii) above		3,814,988		3,814,988	33,145,150		33,145,150
	(v) Loans		86,640,137		86,640,137	108,570,373		108,570,373
	(vi) Other financial assets		8,795,927		8,795,927	3,582,581		3,582,581
	(c) Current Tax Assets (Net)		8,113,261		8,113,261	5,402,199		5,402,199
	(d) Other current assets		243,386		243,386	158,813		158,813
	Total current assets		**264,258,125**	**196,237**	**264,454,362**	**218,263,612**	**-**	**218,263,612**
	Total Assets		**336,879,223**	**196,237**	**337,075,460**	**301,249,428**	**-**	**301,249,428**
	EQUITY AND LIABILITIES							
	Equity							
	(a) Equity Share capital		17,600,000		17,600,000	17,600,000		17,600,000
	(b) Other Equity		140,487,240	196,701	140,683,941	131,976,601	(1,696)	131,974,905
	Total equity		**158,087,240**	**196,701**	**158,283,941**	**149,576,601**	**(1,696)**	**149,574,905**
	Liabilities							
(1)	**Non-current liabilities**							
	(a) Financial Liabilities							
	(i) Borrowings		1,342,447		1,342,447	2,296,958		2,296,958
	(ii) Trade Payables		-		-	-		-
	(iii) Other financial liabilities (other than those specified in item (b), to be specified)		-		-	-		-
	(b) Provisions		1,889,205		1,889,205	1,079,232		1,079,232
	(c) Deferred tax liabilities (Net)		8,885,674	(114,060)	8,771,614	7,720,286	422	7,720,708
	(d) Other non-current liabilities		11,137,332	(263,517)	10,873,815	14,480,665	(436,457)	14,044,208
	Total non current liabilities		**23,254,658**	**(377,577)**	**22,877,081**	**25,577,141**	**(436,035)**	**25,141,106**
(2)	**Current liabilities**							
	(a) Financial Liabilities							
	(i) Borrowings		24,481,447		24,481,447	21,484,841		21,484,841
	(ii) Trade payables		11,304,899		11,304,899	11,091,071		11,091,071
	(iii) Other financial liabilities		1,297,844		1,297,844	1,203,069		12,03,069
	(b) Other current liabilities		115,670,537	276,272	115,946,809	89,381,501	437,731	89,819,232
	(c) Provisions		2,782,598	100,841	2,883,439	2,935,204		2,935,204
	(d) Current Tax Liabilities (Net)							
	Total current liabilities		**155,537,325**	**377,113**	**155,914,438**	**126,095,686**	**437,731**	**126,533,417**
	TOTAL EQUITY AND LIABILITIES		**336,879,223**	**-**	**337,075,460**	**301,249,428**	**-**	**301,249,428**

(iii)	Reconciliation of Total Comprehensive Income for the year ended 31st March, 2017:				
Sr. No.	Particulars	Notes	Previous GAAP	Effects of transition to Ind AS	Amount as per Ind AS SOP&L
I	Revenue From Operations		162,271,688	11,988,146	174,259,834
II	Other Income		33,463,408	357,696	33,821,104
III	**Total Income (I+II)**		**195,735,096**	**12,345,842**	**208,080,938**
IV	**EXPENSES**				
	(1) Cost of materials consumed		58,459,647		58,459,647
	(2) Purchase of Stock in Trade		4,911,916		4,911,916
	(3) Changes in inventories of finished goods, stock in trade and work-in-progress		5,027,764		5,027,764
	(4) Excise Duty		-	11,988,146	11,988,146
	(5) Employee benefits expense		41,371,105		41,371,105
	(6) Finance costs		9,009,811	172,940	9,182,751
	(7) Depreciation and amortization expense		5,860,221		5,860,221
	(8) Other expenses		60,330,344		60,330,344
V	**Total expenses (IV)**		**184,970,808**	**12,161,086**	**197,131,894**
VI	**Profit/(loss) before tax (III-IV)**		**10,764,288**	**184,756**	**10,949,044**
VII	**Tax expense:**				
	(1) Current tax		635,132		635,132
	(2) Deferred tax		1,165,388	68,677	1,234,065
	(3) Tax in respect of Earlier Years		-		-
			1,800,520	**68,677**	**1,869,197**
VIII	**Profit for the year (V-VI)**		**8,963,768**	**116,076**	**9,079,847**
IX	Other Comprehensive Income			(370,811)	(370,811)
	(i) Items that will not be reclassified to profit or loss				
	- Remeasurement of Defined benefit plans				
	(ii) Income tax relating to items that will not be reclassified to profit or loss				
	- Remeasurement of Defined benefit plans				
X	**Total comprehensive income for the year (VII + VIII)**		**8,963,768**	**(254,732)**	**8,709,036**

Reconciliation of Total Comprehensive Income:

Particulars	Quarter ended 31st March, 2017 (Audited)	For the year ended 31st March, 2017 (Audited)
Net Profit under Previous Indian GAAP	36.46	85.11
Fair valuation (gain)/loss on financial assets	0.63	8.40
Tax impact due to above adjustment	0.21	2.78
Tax adjustment to Profit / (Loss)	0.42	5.62
Net profit under Ind AS before other comprehensive income	**36.88**	**90.73**
Other Comprehensive Income (net of taxes)	(5.53)	(5.53)
Tax impact due to above adjustment	1.83	1.89
Total Comprehensive income as per Ind AS	**33.18**	**87.09**

(iv) Reconciliation of Total Equity as at 1st April, 2016 and as at 31st March, 2017:

Particulars	Note	As at 31st March, 2017 (Audited)
Equity as per Previous GAAP		**1580.87**
(i) Fair valuation of financial guarantee		8.38
(ii) Reclassification of net actuarial gain on defined gain obligation to other comprehensive income		(5.53)
(iii) Deferred tax impact		(0.88)
Total Impact		**1.97**
Total Equity as per Ind AS		**1582.84**

Notes to First time adoption :

1. **Security Deposits :**
   Under the previous IGAAP interest free security deposits (that are refundable in cash on completion of the lease term) are recorded at transaction price. Under Ind AS all financial assets are required to be recognized at fair value. Accordingly the company has fair valued security deposits and the difference between the fair value and transaction value of the Security deposit has been recognized as prepaid rent.

2. **Employee Benefit Cost :**
   Under Ind AS the actuarial gains and losses form part of the remeasurement of the net defined benefit Liability / Assets and is recognized in other comprehensive income. Under IGAAP, actuarial gains and losses were recognized in profit or loss. Consequently, the deferred tax effect of the same has also been recognized in other comprehensive income under Ind AS insteed of profit or loss.

3. Fair Valuation of Investment :

Under IGAAP investment in equity / other instruments were classified into long term and current investments. Long term investments were carried at cost less provision, other than temporary in nature. Current investments were carried at lower of cost as fair value. Under Ind AS, these investments are required to be measured at fair value either through other comprehensive income or through profit and loss. The company has opted to fair value of these investments through other comprehensive income.

4. Deferred Taxes:

Under previous GAAP, deferred taxes were recognized based on profit and loss approach i.e. tax impact on difference between the accounting income and taxable income. Under Ind AS deferred tax is recognized by following Balance Sheet approach i.e. tax impact on temporary difference between the carrying value of assets and liabilities in the books and their respective tax base. Also deferred tax has been recognized on the adjustments made on transition to Ind AS.

5. Excise Duty:

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

6. Other Equity:

Adjustments to retained earnings and other comprehensive income have been made in accordance with Ind AS, for the above mentioned items.

7. Optional Exemption availed:

a) <u>Deemed Cost</u>

The Company has elected to continue with the carrying value for all of its property, plant and equipment and intangible assets as recognized in the financial statement as at 31.03.2016 measured as per the previous GAAP and use that as its deemed cost as at the transition date.

b) <u>Investments in subsidiaries and joint ventures</u>

The Company has elected to continue with the carrying amount of investment as recognized in the financial statement as at 31.03.2016 measured as per the previous GAAP and used that as its deemed cost as at the transition date.

8. Applicable Mandatory Exceptions

a) <u>Estimates</u>

An entity's estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies)

Ind AS estimates as at 1^{st} April, 2016 are consistent with the estimates as at the same date made in conformity with previous GAAP. The Company made estimates for following items in accordance with Ind AS at the date of transition as these were not required under previous GAAP.

(i) Impairment of financial assets based on expected credit loss model.

b) Depreciation of financial assets and financial liabilities

Ind AS 101 requires first time adopter to apply the derecognition provisions of Ind AS 109 prospectively for transactions occurring on or after the date of transition to Ind AS. However, Ind AS 101 allows the first time adopter to apply the de-recognition requirement in Ind AS 109 retrospectively from the date to the entities choosing, provided that the information needed to apply Ind AS 109 to financial assets and financial liabilities to de-recognized as a result of past transactions was obtained at the time of initially accounting for those transactions. The Company has elected to apply the de-recognition provision of Ind AS 109 perceptively from the date of transition to Ind AS.

c) Classification and measurement of financial assets

As required under Ind AS 101 the Company has assessed the classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of transition Ind AS. Where practicable, measurement of financial assets accounted at amortized cost has been done retrospectively.

d) Impairment of financial assets

Ind AS 101 requres an entity to apply the Ind AS requirements retrospectively if it is practicable, without undue cost and effort to determine the credit risk that debt financial instruments where initially recognized. The Company has measured impairment losses on financial assets as on the date of transition i.e. 1st April, 2016 in view of Cost and effort.

SIGNATURE TO NOTES 1 TO 49.

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR SUNDARLAL, DESAI & KANODIA
CHARTERED ACCOUNTANTS

Sd/-

(M. B. Desai)
Membership No. 33978

FOR AND ON BEHALF OF BOARD

Sd/-

(R.C.SARAF)
MANAGING DIRECTOR
DIN:00161412

Sd/-

(R.R.SARAF)
DIRECTOR
DIN:00161435

Sd/-

(BHAGIRATH SINGH)
CHIEF FINANCIAL OFFICER

PLACE : MUMBAI
DATED : 30TH MAY, 2018