

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

1. Corporate Information

The equity shares of the company are listed on BSE Ltd. (BSE).

The address of its registered office is B-22, T.V. Industrial Estate, S. K. Ahire Marg, Worli, Mumbai – 400030

2. SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Accounting and Preparation of Financial Statements:

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016.

The financial statements are presented in Indian Rupees (INR) and the values are not rounded off, except otherwise indicated.

b. Use of Estimates:

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the Financial Statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialize.

c. Property, Plant and Equipment:

Freehold land is stated at cost / Revalued Amount and not depreciated. Buildings, plant and machinery, vehicles, furniture and office equipments are stated at cost less accumulated depreciation and accumulated impairment losses.

Fixed Assets are stated at cost / revalued amount less depreciation. Cost comprises of Cost of acquisition, cost of improvements and any attributable cost of bringing the asset to condition for its intended use. Interest on loans taken for the procurement of specific assets accrued upto the date of acquisition/ installation of the said assets is capitalized along with the cost of the assets.

d. Depreciation and Amortization:

Depreciation on tangible fixed assets of the Company has been provided on the Written down Value method as per the useful life prescribed in Schedule II to the Companies Act, 2013.

e. Allowance for Expected Credit Losses:

The expected credit allowance is based on the aging of the day's receivables which are past due and the rate derived based on past history relating to amount certainty.

f. Investments:

Investments are classified into current and long term investments. Current investments are stated at the lower of cost and fair value, Long term investments are stated at cost. A provision for diminution is made to recognize a decline, other than temporary, in value of long term investments.

g. Inventories:

Inventories are valued as under:

Raw Materials, Packing Materials, Stores and Spares: at Cost (Weighted average method) Materials-in-transit and Semi Finished Goods: at Cost. (Weighted average method)

Finished Goods: at lower of cost or net realizable value. (Weighted average method)

Traded items: at lower of cost or net realizable value. (Weighted average method)

h. Revenue Recognition:

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

Interest income is accounted on accrual basis. Dividend from investment is recognized as revenue when right to receive is established.

i. Export Incentives:

Export Incentives are accounted on an accrual basis.

j. Foreign Currency Transactions:

Transactions in foreign currencies are recorded at current rates except transactions covered by forward contracts. Assets and Liabilities denominated in foreign currency are restated at the year end rates. All exchange gains and losses except those relating to acquisition of fixed assets which are adjusted to the carrying cost of such assets, are accounted for in the Profit and Loss Account.

k. Research and Development:

Revenue expenditure on Research and Development is charged as an expense in the year in which they are incurred. Capital expenditure is shown as an addition to Fixed Assets.

Expenditure incurred on development of new products are amortized over a period of 10 years.

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1. Employee Benefits:

- i. **Defined Contribution Plan**
Company's contributions paid /payable during the year to Superannuation Fund, ESIC and Labour Welfare Fund are recognized in the Profit and Loss Account. There are no other obligations other than the contribution payable to the respective trust/fund. Company's Contribution towards Superannuation and ESIC is based on a percentage of salary which is made to an approved fund.
- ii. **Defined Benefit Plan**
Company's Contribution towards Provident Fund is based on a percentage of salary which is made to an approved fund.
Company's Contribution towards Gratuity is made to an approved fund as per actuarial valuation certificate obtained from an actuary which is determined using projected unit credit method.
- iii. Short term compensated absences are provided as per actuarial valuation certificate obtained from an actuary which is determined using projected unit credit method.
- iv. Long term employee benefit
Long term compensated absences are provided as per actuarial valuation certificate obtained from an actuary which is determined using projected unit credit method.
- v. Actuarial gains / losses are immediately taken to profit and loss account and are not deferred.

m. Taxes on Income:

- i. **Current Tax:** Provision for Income Tax is determined in accordance with the provision of Income Tax Act, 1961.
- ii. **Deferred Tax Provision:** Deferred Tax is recognized on timing differences between the accounting income and the taxable income for the year and quantified using the tax rates and laws enacted or subsequently enacted on the Balance Sheet date. Deferred Tax Assets are recognized and carried forward to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

n. Segment Reporting:

- i. The company does not have any segments.

o. Critical Accounting Judgements and key sources of Estimation Uncertainty:

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies, reported amounts of assets, liabilities, income and expenses, and accompanying disclosures, and the disclosure of contingent liabilities. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

3. Property, Plant & Equipment

	March 31, 2019	March 31, 2018
Carrying Value at the beginning	1,055,637,035	-
Add: Additions	-	1,732,114,998
Less: Deduction	37,184,064	676,477,963
Carrying value at the end	<u>1,018,452,971</u>	<u>1,055,637,035</u>

4. Current Investments (At lower of Cost or Fair Value)

	March 31, 2019			March 31, 2018	
	Face Value	Numbers of Shares / Units	Amount (Rs.)	Numbers of Shares / Units	Amount (Rs.)
Equity Quoted					
Innovassynth Investments Limited	10	50,000	386,500	50,000	396,500
Unquoted					
SVC Co-operative Bank Limited	25	1,015	25,375	1,015	25,375
Innovassynth Technologies (I) Ltd.					
FPL Properties Developers Pvt. Ltd.			411,875		421,875
Less: Provision for Diminution			-		
			411,875		421,875
Aggregate Cost of Quoted Investments			500,000		500,000
Aggregate Cost of Unquoted Investments			25,375		25,375
Market Value of Quoted Investments			386,500		396,500

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5. Trade Receivables

	March 31, 2019	March 31, 2018
Debts outstanding for a period more than six months		
Unsecured		
Considered Good	534,327	534,327
	534,327	534,327

6. Cash and Cash Equivalents

	March 31, 2019	March 31, 2018
Current account*	43,239,843	31,798,718
Deposit account**	4,366,729	8,898,032
Cash in hand	107,548	570,947
	47,714,120	41,267,697

** Lodged with banks as Margin Money and for Bank Guarantee, and subject to adjustment against OTS (Maturity details not available)

*Includes earmarked balances aggregating to Rs. 56,776/- towards settlement of Workers Union Settlement.

7. Short Term Loans & Advances

	March 31, 2019	March 31, 2018
<u>Unsecured, Considered good unless otherwise stated</u>		
<u>Other Loans and Advances</u>		
Advance Receivable in Cash or Kind or for Value to be Received		
Considered good	8,825,160	8,860,853
Loans and Deposits	28,891,160	28,891,160
Advance Payment of Tax (Net of Provision)	31,458,293	30,154,001
	69,174,612	67,906,013

8. Other current assets

	March 31, 2019	March 31, 2018
Other Receivables	382,226,555	376,028,597
	382,226,555	376,028,597

Notes: Applicable to Note 8

a) The above represents the amount receivable from Golden Star Promoters Pvt. Ltd. (GSPL) towards sale proceeds of all movable and immovable assets of the company in terms of MOU dated 19-12-2012.

9. Equity Share Capital

	March 31, 2019	March 31, 2018
Authorised		
60,000,000 (Previous year 60,000,000) Equity Shares of Rs. 10 each	600,000,000	600,000,000
2,000,000 (Previous year 2,000,000) 9% Non Cumulative Redeemable Preference Shares of Rs. 100 each	200,000,000	200,000,000
	800,000,000	800,000,000
Issued, Subscribed and Fully paid up		
54,871,679 (Previous year 54,871,679) Equity Shares of Rs. 10 each	548,716,790	548,716,790
	548,716,790	548,716,790

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

Particulars	March 31, 2019		March 31, 2018	
	Number of Shares	Amount (Rs)	Number of Shares	Amount (Rs)
(a) Equity shares				
Number of shares at the beginning	54,871,679	548,716,790	54,871,679	548,716,790
Issued during the year	-	-	-	-
Number of shares at the end	54,871,679	548,716,790	54,871,679	548,716,790
(b) 9% Non Cumulative Redeemable Preference Shares				
Number of shares at the beginning	1,989,000	198,900,000	1,989,000	198,900,000
Issued during the year	-	-	-	-
Number of shares at the end	1,989,000	198,900,000	1,989,000	198,900,000

(b) Terms / rights attached to equity shares

The Company has equity shares having par value of Rs. 10 per share. Each holder of Equity Shares is entitled to one vote per share. The shareholders have the right to receive interim dividends declared by the Board of Directors and final dividends proposed by the Board of Directors and approved by the shareholders. In the event of liquidation of the Company, the holders of Equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of Preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. The equity shareholders have all other rights as available to the equity shareholders as per the provisions of Companies Act, 1956 read together with the Memorandum of Association and Articles of Association of the Company as applicable.

(c) Terms / rights attached to preference shares

The Non Cumulative Redeemable Preference Shares shall confer upon the holders thereof the right out of the Profits of the Company to a fixed Non Cumulative preferential dividend at the rate of 9% per annum (free of Company's tax but subject to deduction of tax at source as required under the provisions of the Indian Income Tax Act for the time being in force and amended from time to time) on the capital for the time being paid up there on and the right, in a winding up, to payment of capital and arrears of dividends declared up to the commencement of the winding up in priority to the Equity Shares, and also confer the right to any further participation in profits or assets, except that the holders thereof shall have the right to attend and vote at any general meeting of the Company as provided by the Act.

(d) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

	As at March 31, 2019	
	No. of Shares held	% of Holding
Bhupati Investments and Finance Private Limited	8,347,971	15.21%
Ruchit Bharat Patel	5,000,000	9.11%
Hardik B Patel	6,391,620	11.65%
	As at March 31, 2018	
	No. of Shares held	% of Holding
Bhupati Investments and Finance Private Limited	8,347,971	15.21%
Ruchit Bharat Patel	5,000,000	9.11%
Hardik B Patel	6,391,620	11.65%

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10. Other Equity

	March 31, 2019	March 31, 2018
Capital Reserve	9,505,827	9,505,827
Securities Premium Account	444,195,713	444,195,713
General Reserve	-	-
Revaluation Reserve	648,305,632	679,849,109
Surplus	(5,490,132,819)	(4,899,346,583)
Other Comprehensive Income	90,094,889	99,078,797
	(4,298,030,759)	(3,666,717,138)
Capital Reserve		
Opening	9,505,827	9,505,827
Closing	9,505,827	9,505,827
Securities Premium Account		
Opening	444,195,713	444,195,713
Closing	444,195,713	444,195,713
General Reserve		
Opening	-	1,115,592,918
less: Transferred to Revaluation Reserve	-	(1,115,592,918)
Closing	-	-
Revaluation Reserve		
Opening	679,849,109	-
Add: Transferred from General Reserve	-	1,115,592,918
Less: Profit on Sale of Plots	31,543,477	137,269,603
Less: Gift to CMDA	-	298,474,206
Closing	648,305,632	679,849,109
Surplus		
Opening	(4,899,346,583)	(3,653,143,827)
Add: Profit/(Loss) during the year	(590,786,236)	(1,246,202,756)
Closing	(5,490,132,819)	(4,899,346,583)
Other Comprehensive Income		
Opening	99,078,797	107,320,915
Add: OCI Recognised for Preference Shares	-	-
Add: Total Comprehensive Income for the period	(8,983,908)	(8,242,118)
Closing	90,094,889	99,078,797

11. Financial Liabilities - Non Current

	March 31, 2019	March 31, 2018
1989000, 9% Non-Cummulative Redeemable Preference Shares	108,805,111	99,821,203
	108,805,111	99,821,203

12. Borrowings - Current

	March 31, 2019	March 31, 2018
<u>Secured - from Banks</u>		
Cash Credit Facilities	171,138,807	194,595,659
Term loan and others	1,050,149,982	1,075,159,951
<u>Unsecured</u>		
Directors-Related parties	32,173,018	30,098,018
Ex-Directors	170,000,000	170,000,000
Inter Corporate Deposits - Related Parties	663,550,023	663,550,023
Intercorporate Deposits - Others	475,628,062	475,628,062
	2,562,639,893	2,609,031,713

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Notes: Applicable to Note 12

- a) The Term Loans and Other credit facilities granted by the Banks were secured by way of equitable mortgage by deposit of title deeds in respect of the Company's Land and other movable/immovable assets situated at Chinnasekkadu, Manali, Chennai, Tamil Nadu. These Immovable/movable Properties were sold to one M/s Golder Star promoters Pvt Ltd (GSPL) subject to various necessary approvals from statutory authorities vide MOU dated 19-12-2012. In view of non receipt of the consideration, the validity of the said MOU was extended from time to time and was valid till 31-12-2016.
- b) Intercorporate deposits are crystallised and does not bear any interest and repayable on demand.
- c) Certain Term Loans, Cash Credit and Other facilities which were Secured by way of Hypothecation of Companies Movable Fixed assets and Current Assets which have been sold in the previous period but modification of the charge in favour of the banks/lenders are yet to be made.
- d) Public deposits includes Rs 1700 Lakhs due to Ex-Directors are interest free and repayable on demand.
- e) Public Deposit of Rs. 3,95,233/- were due for 7 years from the date they became payable.

13. Trade Payables

	March 31, 2019	March 31, 2018
Due to Micro, Small and Medium Enterprises	685,206	685,206
Trade Payable	481,716,315	473,263,360
	482,401,521	473,948,566

Notes: Applicable to Note 13

- a) Balances of trade payable are subject to confirmation, reconciliation and adjustment, if any.

14. Other Current Liabilities

	March 31, 2019	March 31, 2018
<u>Other Payables</u>		
Statutory Dues	19,287,026	22,652,475
Other Liabilities	1,200,732,558	971,848,452
Workers	276,531,470	276,531,470
Officers	129,760,005	129,760,005
Advance From Customer	45,815,720	45,815,720
Advance for Sale of Plots	50,617,956	21,540,000
Unpaid Matured Deposits and Interest Accrued thereon	1,901,282	1,901,282
	1,724,646,017	1,470,049,405

Notes: Applicable to Note 14

- a) Workers' Dues reflects the amount of settlement dues in respect of wages, benefits, arrears, bonus, leave salaries gratuity etc.
- b) Balances of all the creditors and advances received are subject to confirmation/reconciliation and adjustment, if any.
- c) Unpaid Matured Deposits include payable to IEPF of Rs. 3,95,233/-

15. Provisions

	March 31, 2019	March 31, 2018
<u>Provision for Employee Benefits</u>		
Superannuation	4,179,567	4,179,567
Gratuity	2,395,438	2,765,438
Provision for Expected Credit Loss	382,760,882	-
	389,335,887	6,945,005

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16 Profit/ Loss from Discontinued Operations

	<u>March 31, 2019</u>	<u>March 31, 2018</u>
Revenue from Discontinued operations		
Dividend	3,045	3,045
Profit on Sale of Plots	147,368,013	591,044,327
Claims Received	1,089,015	230,424
Provision No Longer Required	-	290,000
Exchange Rate Fluctuation	-	547,537
Total (A)	148,460,073	592,115,333
Expenditure related to Discontinued operations		
Interest Expenses (Net)	321,982,160.42	240,206,358.00
Director's Fees	-	10,000.00
Electricity Charges	79,729.00	87,837.00
Rent	830,429.00	790,888.00
Insurance	-	12,819.00
Repairs and Maintainance	856,256.34	497,360.00
Travel	1,005,337.00	885,983.00
Printing And Stationary	62,788.00	563,302.00
Income Tax Adjustment	-	1,295,891.00
Gratuity payment ho	-	-
Advertisement Expenses	87,630.70	-
Audit Fees - Statutory	600,000.00	816,000.00
Communication Expenses	210,211.09	473,980.00
P.F. Inspection charges	2,149.00	1,250.00
Sundry Balance Written Off	-	511,957.00
Demate Charges	7,817.00	-
Penalty	-	-
Provision for Diminution in value of Investment	10,000.00	103,500.00
Expected Credit Loss	382,760,882.36	-
Gift to CMDA	-	164,945,011.00
Reversal of Profit on sale of land	-	1,417,885,002.00
Misc Exp GSPL	-	-
Listing Fees	295,000.00	-
Custodian Fees	88,500.00	214,270.00
Exchange Rate Fluctuation	15,021,237.04	-
Legal & Professional Fees	8,670,123.00	7,791,360.00
General Expenses	1,509,393.00	1,225,322.00
Brokerage others	5,166,666.00	-
Total (B)	739,246,309	1,838,318,089
Profit / (Loss) from Discontinuing Operations (A-B)	<u>(590,786,236)</u>	<u>(1,246,202,756)</u>

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17. During the FY 2018-2019 the company has received winding up order u/s 433 and 434 of the Companies Act 1956, dated 22nd June 2018 pursuant to a petition for winding up filed by an unsecured creditor in 2013. However the company has filed an appeal against the said order at High Court of Bombay, which has been set aside on 2nd April 2019 subject to the consent terms between the parties, by a two bench judge of High Court.

Further, the various banks had accepted the offer of One time Settlement (OTS) made by the company to accept Rs. 161.01 Crores as against book dues of Rs. 161.45 Crores to be paid along with interest @ 13% till 31-12-2016. In view of the expiry of deadline to comply the OTS, the Bank/Lenders had decided to recall the advance and initiate legal proceedings. The company has been served notice u/s 13(2) of the SARFAESI Act, 2002 by the following banks to recall its dues along with interest.

Sr. No.	Bank	Date of Notice	Amount Recalled
1.	Bank of India	15/06/2017	Rs. 55.00 Crores
2.	Union Bank of India	08/08/2017	Rs. 9.10 Crores
3.	Canara Bank	09/08/2017	Rs. 36.74 Crores
4.	IDBI Bank	11/06/2018	Rs. 7.55 Crores
5.	State Bank of India	20/12/2018	Rs. 77.69 Crores

Pending outcome of the legal proceedings being initiated by the lender banks and the cancellation of the MOU with GSPL, the accounts have been prepared under going concern basis.

18. On the basis of agreement the company did not charge any interest on the amounts receivable from GSPL towards sale of assets, which were not recovered fully in view of non performance of MOU following to non availability of statutory guideline value for the sale of land. However, on prudent commercial practice the company should have charged interest from GSPL.
19. The company has provided for Interest on the amount due to the Bank/Lenders @ 14.25% which was the highest interest rate on loan sanctioned amount till 31-03-2019.
20. The Company is exposed to foreign exchange risk on account of payment of services. The company is mainly exposed to fluctuations in US Dollar. On quarterly basis the company provides necessary adjustments to mitigate foreign exchange risk. Further, the company follows netting principle for managing the foreign exchange exposure.
21. New expected credit loss model establishes 3 stage impairment models, based on whether there has been a significant increase in the credit risk of a financial asset since its initial recognition. During the FY 2018-2019 provision @ 100% is provided in case of trade receivables and other receivables for Rs.3,827.61 lakhs as per the requirements of Ind AS 109 to be termed as "Provision for expected credit loss" since the amount receivable is overdue by more than 90 days. For trade and other receivables the company has applied impairment requirements of Ind AS 109.
22. **Contingent Liabilities and Commitments made by the company:**
- Estimated amount of contracts remaining to be executed on capital account paid and not provided as on 31st, March, 2019 Rs. Nil . (Previous year Rs. Nil).
 - Contingent Liabilities not provided for

(Rs. in Lakhs)

Sr. No.	Particulars	31-03-2019	31-03-2018
1.	Regarding Income tax on account of disputes raised by the Income tax department under the Income tax, Act 1961.		
	Madras High Court	303.73	303.73
	Income Tax Appellate Tribunal	580.64	580.64
	Commissioner of Income Tax (Appeals	13552.21	13552.21
	Commissioner of Income Tax – TDS (Appeals) (Chennai)	170.23	170.23
	Others where no appeal is made (AY 16-17)	552.33	-
2.	Service Tax and Penalty demanded on technology transfer agreement		
	CESTAT	485.00	485.00
	Service Tax demand on Goods Transport Agency	6.29	6.29
	Service Tax Credit denial on Outward Freight and Canteen Services Commissioner Appeals	76.63	76.63
3.	CESTAT	16.76	16.76
	Central Excise: Claims against the company on various issues pending before various forum	339.80	339.80
4.	Irrigation Department- Government of Maharashtra High Court	185.38	185.38
5.	Labour Matters	9.87	9.87
6.	Customs Commissioner Appeal: PBS wrong import of PVC	5.00	5.00
	Import of PBS without MOEF permission DRI	53.00	53.00
7.	Others	264.51	264.51

- Claims against the Company not acknowledged as debts Rs. Nil (Previous Year Rs. Nil).

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23. There are Micro, Small and Medium Enterprises, as defined in the Micro Small Medium Enterprises Development Act, 2006 to whom the company owes dues on account of principal amount together with interest.

The above information regarding Micro Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the company. This has been relied upon by the auditors.

(Rs. in Lakhs)

Sr. No.	Particulars	31-03-2019	31-03-2018
1.	Aruna Chaleshwar Industries	5.45	5.45
2.	Galada Agro Industries	1.40	1.40
	Total	6.85	6.85

(Rs. in Lakhs)

Particulars	Amount
Principal Amount due to any supplier as at the year end	6.85
Interest due on the principal amount unpaid at the year end to any supplier	12.28
The amount of interest paid by the buyer as per the Micro Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006)	NIL
The amounts of the payments made to micro and small suppliers beyond the appointed day during each accounting year	NIL
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006	12.28
The amount of interest accrued and remaining unpaid at the end of each accounting year	12.28

24. **A. Discontinuing Operations (for the period ended on December 31, 2012)**

- The company has entered into Memorandum of Understanding (MOU) dated 19th December, 2012 for sale of its asset at Manali Chennai - Land, Factory, Building, Plant and Machinery, Office Equipment, Furniture and Fixture and Inventory on an "As is where is" basis for an aggregating consideration of Rs. 355 Crores. The MOU is subject to all the necessary and required approvals. Effect of the above MOU has been given in the Accounts of previous period.
- The Company was operating only in single Product – Polyester Products which has been discontinued from 19th December, 2012.
- Revenue of Rs.21473.67 Lakhs, expenses of Rs.43346.14 Lakhs, and pretax profit of Rs.-21872.45 Lakhs in respect of the ordinary activities attributable to the discontinuing operation during the period ended 31/12/2012.
- Carrying amount of Rs.38285.17 Lakhs of assets and Rs 36608.57 Lakhs Liabilities to be settled as on 31.12.12.
- Allocation of Sale Proceeds to Land, Inventory and Other Fixed Assets is as per details given below. The same is subject to realization.
- The Company has Sold its inventory consisting of Raw Material, Semi Finished Goods, Finished Goods, Stores and Spares as per above MOU as per details given below.

Profit from Discontinued Operations - As on 19/12/2012

(Rs. in Lakhs)

Particulars	WDV as on 19.12.2012	Sale Proceeds (b)	Profit /- loss (b-a)
Asset Sold			
Factory Buildings -	698.41	195.19	-503.22
Plant & Machinery -	8958.60	2503.74	-6454.86
Furnitures& fixtures	14.49	4.05	-10.44
Vehicles (Excluding cars)	1.48	0.41	-1.07
Office Equipments	53.76	15.02	-38.73
Weigh Bridge	5.17	1.44	-3.73
Total Assets (A)	9731.90	2719.86	-7012.04
Inventories Sold	Cost	Sale Proceeds	Profit/ -loss(b-a)
Raw materials	2088.88	583.80	-1505.08
Semi finished goods	1451.88	405.77	-1046.11
Finished goods	208.35	58.23	-150.12
Stores and spares	831.34	232.34	-599.00
Total Inventories (B)	4580.44	1280.14	-3300.31
Total (A+B)	14312.35	4000.00	-10312.35
Land	Cost	Sale Proceeds	Profit/ -loss(b-a)
Sale of Land -Profit C	17321.15	31500.00	14178.85
Total (A+B+C)			3866.50

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B. Other Disclosures for the current period

- a. Various Banks had accepted the offer of One Time Settlement (OTS) made by the company to accept Rs. 161.01 Crores as against the book debts of Rs. 161.45 Crores to be paid along with interest @ 13% till 31-12-2016. Pending payments from GSPL, the company could not fulfill the OTS which led to expiry of the same. The Banks have resolved not to extend the validity of OTS and to recall the advance and initiate legal proceedings. The company has been served notice u/s 13(2) of the SARFAESI Act, 2002 by five banks namely Bank of India (Lead Bank), Union Bank of India, IDBI Bank, Canara Bank and State Bank of India the details of which are enumerated in Note 17.
- b. The Company has made a proposal for fresh OTS to Bank of India (the lead bank) along with other banks dated 22nd July, 2019 for Rs.165 crores. The period of OTS will be one year from the date of final approval of the lenders. The OTS was approved by the Bank of India (the lead bank) along with Phoenix ARC dated 19th August, 2019.
- c. In view of Non Performance of the MOU by GSPL and in order to sell the land in the distressed market, the company had got approved the layout plan of Futura Business Park from CMDA Chennai on 08/07/2015 and Corporation of Chennai on 25/08/2015 by dividing the Industrial Land into 149 saleable plots and plots reserved for common facilities. The company has executed a gift deed in favour of The Commissioner, Corporation of Chennai and Registrar, Thiruvottiyur, bequeathing Road and Park area of the approved Industrial Layout.
Further, as per CMDA approval dated 16.10.2018 plots have been divided into 355 sub plots for sale purpose of Futura Business Park and plots reserved for common facilities.
The company has upto 31-03-2019 sold 29 (out of 355 plots) and 2 plots (out of common facilities) for a value of Rs. 81.98 Crores and received Rs. 67.63 Crores. The balance of Rs. 14.35 Crores was received by GSPL which is yet to be received by the company.
- d. In respect of guidelines value relating to sale of plot, the Tamilnadu Government has issued a notification to Futura Business Park for sales of plot at minimum guideline value of Rs.754/- per sq.ft. The condition of banks for approval of fresh OTS of Rs.165 crores also states that the guideline value for sale of plots shall not be less than Rs.754/- per sq.ft with exception in some cases where prior approval of banks are required.

25. Related Party Transactions:

- a. Related Parties (As Certified by the Management):

Names	List of Related Parties	Nature of Relationship
	Bhupati Investments & Finance Private Limited Distributors (Bombay) Pvt. Ltd. Bristol Boats Private Limited Mahi Overseas Pvt. Ltd. Chika Overseas Pvt. Ltd. Bhupati Chemical Pvt. Ltd. Kika Dye Chem Export Pvt. Ltd.	Significant influence through, Spouse Mrs. R. S. Ghia as Chairperson and brother's Wife Mrs. V. D. Ghia as Director
Mr. S.B. Ghia - Chairman & Managing Director#	Chika Private Limited	Son Mr. N.S. Ghia as Chairman
	Innovassynth Investments Limited	Spouse, brother's wife as Directors
	Innovassynth Technologies (I) Limited Sonata Software Limited	Common Key management personnel
Mr. M.D. Dalal - Jt. Managing Director#	Bright star Learning India Private Limited	Common Key management personnel

Key Management Personnel

FUTURA FUTURA POLYESTERS LIMITED

b. Related Party Transactions during the period 01.04.2018 TO 31.03.2019

(Rs. in Lakhs)

Sr. No.	Nature of Transaction	Key Management Personnel	Company in which Key Management Personnel have significant influence	Relatives of Key Management Personnel	Subsidiary	TOTAL
1.	Deposits received for the year 2018-19.	20.75	-	-	-	20.75
	Deposits received for the year 2017-18.	68.00	-	-	-	68.00
2.	Deposits Repaid for the year 2018-19	-	-	-	-	-
3.	Deposits / Amount outstanding as on 31.03.19 Payable	321.73	6635.50	-	-	6957.23
	Deposits / Amount outstanding as on 31.03.19 payable	300.98	6635.50	-	-	6936.48

26. Earnings per share

(Rs. in Lakhs)

Particulars	31-03-2019	31-03-2018
Profit / (Loss) after Tax	(5907.86)	(12462.02)
Weighted Average Number of Equity Shares		
- Basic	548,71,679	548,71,679
- Diluted	548,71,679	548,71,679
Earnings per Share (in Rs.)		
- Basic	(10.77)	(10.77)
- Diluted	(10.77)	(10.77)

27. Details of Payment to Auditor (Net of Indirect Taxes)

Particulars	31-03-2019	31-03-2018
Audit Fees	600,000	600,000
Other Services	-	-
Total	600,000	600,000

28. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification/ disclosure.

As per our report attached
For **LLB & Co.**
Chartered Accountants
Firm Registration No.: 117758W

Lalit Bajaj
Partner
Membership No.: 104234
UDIN: 19104234AAAACQ3532

Place: Mumbai
Date: 25th November, 2019

For and on behalf of the Board of Directors

S. B. Ghia
(Chairman and Managing Director)
DIN: 00005264

M. D. Dalal
(Joint Managing Director)
DIN : 00005275

Place: Mumbai
Date: 2nd November, 2019