

# **SMVD POLYPACK LIMITED**

**9<sup>th</sup> ANNUAL REPORT**

2017-2018

## Corporate Information

**Board of Directors** Mr. Pramod Kumar Agarwal – *Chairman & MD*  
Mrs. Sangita Agarwal – *Director*  
Mr. Pawan Kumar Agarwal – *Director*  
Mr. Nikhil Pansari – *Independent Director*  
Mr. Varun Roongta – *Independent Director*  
Ms. Shruti Singhal – *Independent Director*

**Chief Financial Officer** Mr. Nirmal Parakh

**Company Secretary & Compliance officer** Mrs. Shikha Agarwal

**Statutory Auditor** M/s. D.K. Parmanandka & Co.  
*Chartered Accountants*

**Banker's** South Indian Bank  
48, Leela Roy Sarani  
Gariahat Road  
Maurya Centre, Ballygunge  
Kolkata - 700 019  
Tel No.: 033-24617624  
Fax No.: Not Available  
Email: br0267@sib.co.in  
Website: www.southindianbank.com

**Registrar & Transfer Agent (RTA)** Skyline Financial Services Pvt. Ltd.  
D – 153A, 1st Floor  
Okhla Industrial Area, Phase – I  
New Delhi – 110 020.  
e-mail – info@skylinerta.com

**Works** Village – Srirampur, P.O. Mullickpur,  
P.S. Baruipur  
Dist – 24 Parganas (S)  
Kolkata – 700 145.

**Registered Office of the Company** 71, B.R.B. Basu Road  
Block A, Room No – 513  
Kolkata – 700 001.

**CIN** U25200WB2010PLC141483

**E-mail** smvd513@gmail.com

**Website** www.smvdpolypack.com

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**SMVD POLYPACK LIMITED**

(CIN : U25200WB2010PLC141483)

Registered Office : 71, B.R.B. BASU ROAD, BLOCK-A (513), KOLKATA-700001

Phone No.: 033-22354254, E-mail : smvd513@gmail.com, Website : www.smvdpolypack.com

**NOTICE**

Notice is hereby given that the 9th Annual General Meeting of the company will be held at J N Bose Road(E), Village – Srirampur, P.O. Mullickpur, Kolkata – 700 145 (Dist 24-Parganas), Opposite West Bengal Power Grid Corporation on Thursday, 16th August, 2018 at 9.00 am to transact the following business:

**ORDINARY BUSINESS :**

1. To receive, consider and adopt the Financial Statements of the Company including Consolidated Financial Statements including Audited Balance Sheet as at 31st March, 2018, Audited Profit & Loss Account and the Cash Flow statement for the year ended on that date together with Report of Directors' and Auditors' thereon.
2. To appoint a director in place of Mrs. Sangita Agarwal (DIN: 02860390), who retires by rotation and being eligible, offers herself for re-appointment.
3. To consider and if thought fit, to pass with or without modification(s), the following Resolution as an Ordinary Resolution:  
"RESOLVED that pursuant to the provision of Section 139 and 142 and other applicable provisions of the Companies Act, 2013 and the rules made thereunder, M/s D.K.Parmanandka & Co., Chartered Accountants (Firm Registration No. 322388E) be and are hereby appointed as the Statutory Auditors of the Company to hold office for a year from the conclusion of this AGM until the conclusion of the next AGM at such remuneration as may be determined by the Board of Directors."

**SPECIAL BUSINESS:**

**4. APPOINTMENT OF STATUTORY AUDITORS IN CASUAL VACANCY**

*To consider and if thought fit, to pass with or without modifications, the following resolution as an Ordinary Resolution:-*

"RESOLVED THAT pursuant to the provisions of Section 139(8) and other applicable provisions, if any, of the Companies Act, 2013 and Companies (Audit and Auditors), Rules, 2014 (including any statutory modification or re-enactment thereof for the time being in force), approval of the Members of the Company be and is hereby accorded to the appointment of M/s. D.K.Parmanandka & Co., Chartered Accountants (Firm Registration No. 322388E) as the Statutory Auditors of the Company to fill the casual vacancy caused by resignation of M/s. Kamani S.K. & Co., Chartered Accountants (Firm Registration No. 314139E) and the auditors so appointed shall hold the office until the conclusion of this Annual General Meeting of the Company unless otherwise re-appointed, on such remuneration as may be fixed by the Board of Directors in consultation with auditors.

**RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorized to do all such acts and deeds as may be deemed necessary to give effect to the above resolution."

Registered Office  
71, B.R.B. Basu Road  
Block A, 5<sup>th</sup> Floor, Room No-513  
Kolkata 700 001  
June 30, 2018

For and on behalf of the Board

Sd/-  
**Shikha Agarwal**  
Company Secretary

**NOTES :**

1. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
2. The Proxies to be effective must be deposited at the Registered Office of the Company not later than 48 hours before the commencement of the meeting. A proxy form is enclosed.

3. A PERSON CAN ACT AS PROXY FOR ONLY 50 MEMBERS AND HOLDING IN AGGREGATE NOT MORE THAN 10 PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING VOTING RIGHTS. MEMBERS HOLDING MORE THAN 10 PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING VOTING RIGHTS MAY APPOINT A SINGLE PERSON AS PROXY AND SUCH PERSON SHALL NOT ACT AS PROXY FOR ANY OTHER MEMBER.
4. The Statement pursuant to Section 102 (1) of the Companies Act, 2013 with respect to the special business set out in the Notice is annexed
5. The profile of the Directors seeking appointment/reappointment, as required in terms of applicable Regulations of Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 entered with the Stock Exchange is annexed hereto and forms part of this Notice.
6. The Register of Members and Share Transfer Books of the Company will be closed from 11.08.2018 to 16.08.2018 (both days inclusive).
7. Members holding shares in physical form are requested to intimate, indicating their respective folio number, the change of their addresses, the change of Bank Accounts etc. to M/s. Skyline Financial Services Pvt. Ltd. D-153A, 1st Floor, Okhla Industrial Area, Phase – I, New Delhi – 110 020, e-mail – info@skylinerta.com, the Registrar and Share Transfer Agents of the Company, while members holding shares in electronic form may write to their respective Depository Participant for immediate updation, so as to enable the Company to dispatch documents to the correct address.
8. Members holding shares in physical form are advised to file nominations in respect of their shareholding in the Company, if not already registered and to submit the same to Registrar and Share Transfer Agent.
9. Corporate members intending to send their authorised representatives to attend the Meeting are requested to send to the Company a certified true copy of the Board Resolution authorising their representative to attend and vote on their behalf at the Meeting.
10. Members / proxies should bring the duly filled Attendance Slip enclosed herewith to attend the meeting.
11. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
12. The Company is concerned about the environment and utilises natural resources in a sustainable way. We request you to update your email address with your Depository Participant to enable us to send you the Annual Reports, Notices and other communications via e-mail. All the shareholders holding shares in physical form who have not registered their e-mail addresses so far are requested to register their e-mail address for receiving all communication including Annual Report, Notices, etc. from the Company, electronically.
13. Notice of the AGM along with attendance slip, proxy form along with the process, instructions and the manner of conducting e-voting is being sent electronically to all the members whose e-mail IDs are registered with the Company / Depository Participant(s). For members who request for a hard copy and for those who have not registered their email address, physical copies of the same are being sent through the permitted mode.
14. The Securities and Exchange Board of India (SEBI) has mandated the submission of the Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their respective Depository Participant(s) and Members holding shares in physical form are requested to submit their PAN details to the Company/R&TA.
15. All Documents referred to in the accompanying Notice are open for inspection at the Registered Office of the Company on all the working days during business hours upto the date of meeting.
16. **Voting Through Electronic Means:-**
  - (I) As per Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), and Regulation 44 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, the items of business set out in the attached Notice may be transacted also through electronic voting system as an alternative mode of voting. The Company is providing the facility of casting vote through the electronic voting system (“e-voting”) under an arrangement with The National Securities Depository Limited (“NSDL”) as specified more particularly in the instruction hereunder provided that once the vote on a Resolution is casted through e-voting, a Member shall not be allowed to change it subsequently.

- (II) Similarly, Members opting to vote physically can do the same by remaining present at the meeting and should not exercise the option for e-voting. However, in case Members cast their vote exercising both the options, i.e. physically and e-voting, then votes casted through e-voting shall only be taken into consideration and treated valid whereas votes casted physically at the meeting shall be treated as invalid.
- (III) The instructions for shareholders voting electronically are as under:-
- (i) The voting period begins on August 13, 2018 at 9.00 A.M. and ends on August 15, 2018 at 5.00 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of August 10, 2018 may cast their vote electronically. The e-voting module shall be disabled by NSDL for voting thereafter.
  - (ii) The shareholders should log on to the e-voting website [www.evoting.nsdl.com](http://www.evoting.nsdl.com) during the voting period.
  - (iii) The way to vote *electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:*

**Step 1 : Log-in to NSDL e-Voting system at <https://www.evoting.nsdl.com/>**

**Step 2 : Cast your vote electronically on NSDL e-Voting system.**

**Details on Step 1 is mentioned below:**

**How to Log-in to NSDL e-Voting website?**

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders' section.
3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen. *Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.*
4. Your User ID details are given below :

<b>Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical</b>	<b>Your User ID is:</b>
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Your password details are given below:
  - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
  - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need enter the 'initial password' and the system will force you to change your password.
  - c) How to retrieve your 'initial password'?
    - i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL

account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

- ii) If your email ID is not registered, your 'initial password' is communicated to you on your postal address.
- 6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
  - a) Click on "Forgot User Details/Password?" (If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - b) "Physical User Reset Password?" (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address.
- 7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
- 8. Now, you will have to click on "Login" button.
- 9. After you click on the "Login" button, Home page of e-Voting will open

**Details on Step 2 is given below:**

**How to cast your vote electronically on NSDL e-Voting system?**

1. After click on Active Voting Cycles, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.
2. Select "EVEN" of company for which you wish to cast your vote.
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

**General Guidelines for shareholders**

Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [robinbarzattia@gmail.com](mailto:robinbarzattia@gmail.com) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)

It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "[Forgot User Details/Password?](#)" or "[Physical User Reset Password?](#)" option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.

In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800-222-990 or send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).

17. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 10.08.2018 . A person who is not a member as on cut-off date should treat this notice for information purpose only.
18. The notice of Annual General Meeting will be sent to the members, whose names appear in the register of members /depositories as at closing hours of business, on 13th July, 2018.
19. Investors who became members of the Company subsequent to the dispatch of the Notice / Email and holds the shares as on the cut-off date i.e. 10th August, 2018 are requested to send the duly signed written / email communication to the Company at [cs@](mailto:cs@)

smvdpolypack.com and to the RTA at info@skylinerta.com by mentioning their Folio No. / DP ID and Client ID to obtain the Login-ID and Password for e-voting.

20. The shareholders shall have one vote per equity share held by them as on the cut-off date of 10th August, 2018. The facility of e-voting would be provided once for every folio / client id, irrespective of the number of joint holders.
21. The facility for voting either through ballot or polling paper shall also be made available at the meeting and members attending the meeting who have not casted their vote by remote e-voting shall be able to exercise their right at the meeting.
22. Mr. Robin Jain, Company Secretary (Membership No 32446) has been appointed as the Scrutinizer to scrutinize the voting and remote e-voting process in a fair and transparent manner.
23. The Chairman shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting through ballot paper with the assistance of scrutinizer, for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.
24. The Scrutinizer shall after the conclusion of voting at the Annual General Meeting, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than 48 (forty eight) hours from conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
25. The results declared along with the report of the Scrutinizer shall be placed on the website of the Company [www.smvdpolypack.com](http://www.smvdpolypack.com) and on the website of NSDL ([www.evoting.nsdl.com](http://www.evoting.nsdl.com)) immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the listed stock-exchange NSE.

## STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013

### Item No 4

On account of resignation of M/s. Kamani S.K. & Co., Chartered Accountants (Firm Registration No. 314139E), the existing Statutory Auditors of the Company, the Board of Directors at its meeting held on 19th May, 2018 on recommendation of the Audit Committee has appointed M/s D.K.Parmanandka & Co., Chartered Accountants as Statutory Auditors of the Company in Casual Vacancy subject to approval of shareholder in the General meeting.

Pursuant to the provisions of Section 139(8) of the Companies Act, 2013 read with the rules made thereunder the aforesaid appointment of the Auditors of the Company shall be approved by the shareholders in the General Meeting within 3 months of appointment. Therefore the Board of Directors recommends the above resolution set out in Item No. 4 of the accompanying notice for your approval.

None of the Directors of the Company or any Key Managerial Personnel or their relatives are in any way, financially or otherwise, directly or indirectly, concerned or interested in the said resolution.

### DETAILS OF DIRECTORS/KEY MANAGERIAL PERSONNEL SEEKING APPOINTMENT/ REAPPOINTMENT

Brief resume of the directors/key managerial personnel being appointed / re-appointed, nature of their expertise in specific functional areas and names of companies in which they hold directorships and shareholding are furnished hereunder:

Particulars	Mrs. Sangita Agarwal
Date of Birth	15.01.1971
Date of appointment/ Re-appointment	28.01.2010
Qualification	Senior Secondary
Expertise in specific functional area	She has 7 years of experience in "Packaging Industry". Her functional responsibility in our Company involves advising the Company on the crucial matters relating to selection of designing and printing pattern of the fabrics.
Other listed entities in which Directorships held (excluding foreign companies, and section 8 Companies)	NIL
Membership/ Chairmanship of Committee of the Other Public Companies (includes only Audit Committee and Stakeholders Relationship Committee)	Nil
No of shares held in the Company	368000

### Registered Office

71, B.R.B. Basu Road  
Block A, 5th Floor, Room No-513  
Kolkata 700 001  
June 30, 2018

For and on behalf of the Board

Sd/-  
**Shikha Agarwal**  
Company Secretary



## DIRECTORS' REPORT

To,  
The Members,

Your Directors have pleasure in presenting the ninth Annual Report of the company together with the Audited Accounts for the year ended 31st March, 2018.

### FINANCIAL HIGHLIGHTS

(Rs. in lakh)

Particulars	Current Year	Previous Year
<b>Revenue from operations</b>	<b>4722.63</b>	3570.78
Operating Profit	<b>306.57</b>	212.08
Other Income	<b>23.55</b>	41.76
Depreciation	<b>(89.38)</b>	(83.01)
Profit before tax	<b>240.74</b>	170.83
<b>Tax Expenses :</b>		
Current Tax	<b>(49.08)</b>	(32.46)
MAT Credit Entitlement	<b>31.08</b>	00
Deferred Tax	<b>(8.88)</b>	(18.94)
<b>Total</b>	<b>89.04</b>	51.40
<b>Net Profit</b>	<b>213.86</b>	119.43
<b>Other Comprehensive Income/(Loss) for the year, net of tax</b>	<b>00</b>	00
<b>Total Comprehensive Income</b>	<b>213.86</b>	119.43
<b>Add : Balance Brought forward from last year</b>	<b>77.51</b>	(42.20)
	<b>291.37</b>	77.23

### Performance of the Company

During the year under review the Company has earned a profit of **Rs. 213.86 Lakhs** at a turnover of **Rs. 4,722.63 Lakhs** compared to a net profit of **Rs. 119.43 Lakhs** at a turnover of **Rs. 3,570.78 Lakhs** in the previous year 2016-17.

### Dividend

To conserve the resources of the Company for the proposed expansion plans, long – term working capital requirements and for General Corporate purposes, the Board of Directors of the Company did not recommend any dividend for the year 2017-18.

### Increase in Authorised Share Capital

During the financial year under review, the Authorised Share Capital of the Company was increased from Rs.1,50,00,000/- (Rupees One Crore fifty Lacs) divided into 15,00,000 (Fifteen Lacs) Equity Shares of Rs.10/- (Rupees Ten) each to Rs. 5,00,00,000 (Rupees Five Crores) divided into 50,00,000 (Fifty Lacs) Equity Shares of Rs.10/- (Rupees Ten) each, which has been approved by the Shareholders in the Extra-Ordinary General Meeting of the Company held on 17th July, 2017.

### Conversion of the Company

Pursuant to the applicable provisions of the Companies Act, 2013 and all other acts, if any read with the rules made thereunder and with the approval of the shareholders in the Extra-Ordinary General Meeting, the Company got converted from 'SMVD POLY PACK PVT. LTD.' To 'SMVD POLY PACK LTD.'

### Issue of Shares

During the financial year under review the Company has allotted 19,95,240 equity Shares of Rs. 10/- each as Bonus to the existing shareholders of the Company in the ratio of 3:2 on 31st July, 2017.

Further, the Company successfully came out with an IPO (Initial Public Offering) by allotment of 16,40,000 shares of Rs. 10/- each at a premium of Rs. 45/- each on 20th December, 2017 and got listed on NSE SME EMERGE platform on 26th December, 2017.

The issue size was Rs. 9,02,00,000/- (Rupees Nine crores two lakhs only) consisting of 16,40,000 equity shares of Rs. 55/- per share (Face value of Rs. 10/- per share and premium of Rs. 45/- per share). The issue opened for subscription on December 13, 2017 and closed on December 15, 2017. The money raised through IPO has been utilized for the purpose as stated in the offer document.

Particulars	Amount allotted for Objects, as stated in the Prospectus (Amount in Lacs)	Utilization of fund received from allotment of shares by 31st March, 2018. (Amount in Lacs)	Balance amount to be utilized (Amount in Lacs)	Deviation or Variation (if any)
Issue related Expenses	55.20	55.20	Nil	Nil
Capital Expenditure for Business Expansion	651.30	413.86	237.44	Nil
Working Capital Requirement	95.50	95.50	Nil	Nil
General Corporate Purpose	100.00	100.00	Nil	Nil

#### Public Deposits

The Company has not accepted any Deposits during the year, no deposits remained unpaid or unclaimed as at the end of the year and there was no default in repayment of deposits or payment of interest thereon during the year.

#### Transfer to Reserves

The Company has not transferred any amount to General Reserves during the year under review.

#### Directors' Responsibility Statement

Pursuant to the provisions of Section 134(5) of the Companies Act, 2013, your Directors hereby confirm that:

- i) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation related to material departures;
- ii) Appropriate accounting policies have been selected and applied consistently and judgements and estimates that are reasonable and prudent have been made so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2018 and of the Profit of the Company for the year ended on 31st March, 2018;
- iii) Proper and sufficient care has been taken, to the best of their knowledge and ability, for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) The annual accounts have been prepared on a going concern basis;
- v) The Directors have laid down internal financial Controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- vi) Proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

#### Directors and Key Managerial Personnel

##### • Appointments

Mr. Pawan Kumar Agarwal (DIN: 00325033) was appointed as an Additional Non-Executive Director of the Company w.e.f. 22nd June, 2017 and was regularized thereafter in the Annual General Meeting of the Company held on 25th August, 2017.

Mr. Nikhil Pansari (DIN: 07931549), Ms. Shruti Singhal (DIN: 07931823) and Mr. Varun Roongta (DIN: 07931849) were appointed as Additional Directors (Non Executive/Independent Directors) of the Company with effect from 8th September, 2017 pursuant to Section 149, 152, 160 and 161 of the Companies Act, 2013 and other applicable provisions of the said Act and thereafter the said appointment was confirmed by the shareholders in their meeting held on 15th September, 2017. Now they would hold office for a consecutive period of five years as per Section 149(10) and their term of office would no longer be required to retire by rotation in view of Section 149(13) of the Companies Act, 2013. They have provided declaration of their independence as per Section 149(6) of the Companies Act, 2013.

- **Retirement by Rotation**

Pursuant to the provisions of Section 152(6) and other applicable provisions of the Companies Act, 2013 and Articles of Association of the Company, Mrs. Sangita Agarwal (DIN : 02860390) Non-Executive Director of the Company, retires by rotation at the ensuing Annual General Meeting and being eligible offered herself for reappointment.

- **Key Managerial Personnel**

Mr. Pramod Kumar Agarwal (DIN: 00324999), Whole-time Director of the Company was appointed as Chairman & Managing Director (KMP) of the Company w.e.f. 8th September, 2017.

Mr. Prateek Kumar Agarwal, Company Secretary was appointed as Company Secretary & Compliance officer of the Company, designated as KMP w.e.f. 8th September, 2017. He resigned from his post w.e.f. 1st March, 2018.

Mr. Nirmal Parakh, Chartered Accountant was appointed as Chief Financial Officer (CFO) designated as KMP of the Company w.e.f. 8th September, 2017.

Mrs. Shikha Agarwal, Company Secretary was appointed as Company Secretary & Compliance officer of the Company, designated as KMP w.e.f. 1st March, 2018.

### **Auditors**

- **Statutory Auditors**

The Statutory Auditors of the Company M/s. Kamani S.K. & Co., Chartered Accountants has resigned w.e.f. 11th May, 2018.

As per the provisions of Section 139(8) of the Companies Act, 2013 read with the rules made thereunder and on recommendation of the Audit Committee, M/s. D.K. Parmanandka & Co., Chartered Accountants were appointed as Statutory Auditors of the Company in casual vacancy by the Board of Directors in their meeting held on 19th May, 2018 subject to approval of the Shareholders in the General Meeting convened within 3 months of such recommendation of the Board. Requisite letter pursuant to Section 139 and 141 of the Companies Act, 2013 from M/s. D.K. Parmanandka & Co., Chartered Accountants (Firm Registration No. 322388E), about their consent and eligibility for appointment as the Statutory Auditors of the Company has been received by the Company. Hence the matter is placed before the shareholders for their approval in the forthcoming Annual General Meeting.

Pursuant to the provisions of the said Section 139(8) of the Companies Act, 2013 and rules made thereunder, the term of office of M/s D.K. Parmanandka & Co., Chartered Accountants (Firm Registration No. 322388E) as the Statutory Auditors of the Company will conclude from the close of ensuing Annual General Meeting of the Company.

Based on the recommendation of the Audit Committee, the Board of Directors has recommended the re-appointment of M/s D.K. Parmanandka & Co., Chartered Accountants (Firm Registration No 322388E) as the Statutory Auditors of the Company for a term of one year commencing from the conclusion of the 9th Annual General Meeting of the Company till the conclusion of the 10th Annual General Meeting. Approval of appointment of Statutory Auditors is being sought from the members of the Company at the ensuing AGM. Requisite letter pursuant to Section 139 and 141 of the Companies Act, 2013 about their consent and eligibility for appointment as the Statutory Auditors of the Company has been received by the Company.

The Notes to Accounts, as referred in the Auditors' Report are self - explanatory and hence does not call for any further explanation.

- **Internal Auditors**

The Board had appointed M/s. P.K. Rathi & Associates, Chartered Accountant as the Internal Auditors of the Company to carry out the Internal Audit for the FY17-18 under the provisions of section 138 of the Companies Act, 2013.

The Board had appointed M/s. C L Mundhra & Co., Chartered Accountant as the Internal Auditors of the Company to carry out the Internal Audit for the FY18-19 under the provisions of section 138 of the Companies Act, 2013.

- **Secretarial Auditors**

M/s. Robin Jain & Associates, Company Secretary was appointed as the Secretarial Auditor of the Company to carry out Secretarial Audit for the FY 2017-18 & 2018-19 under the provisions of Section 204 of the Companies Act, 2013. The Secretarial Audit Report is annexed to the Board's Report as **Annexure C**.

The Report is self-explanatory and hence do not call for any further explanation.

## Personnel

The particulars and information of the employees as required under Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 has been set out as **Annexure - E** to this Report, attached hereto. There are no employees who are in receipt of remuneration in excess of the limit specified under Section 134(3) (q) read with Rule 5 (2) and 5 (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016.

## Company's Website

The website of the Company [www.smvdpolypack.com](http://www.smvdpolypack.com) represents a perfect view of the Company's businesses, its products for all its customers and investors. The site not only carries the information about the Company but also includes all the mandatory information and disclosures as per the requirements of the Companies Act, 2013 and Companies Rules 2014 and as per SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 viz. Financial Results of your Company, Shareholding Pattern, Directors' & Corporate Profile, details of Board Committees, Corporate Policies etc.

## Listing of Securities in Stock Exchanges

Your Directors take immense pleasure to announce that your Company got listed for trading in its equity shares on 26th December, 2017 with The National Stock Exchange of India Ltd. (NSE).

The Company is registered with both NSDL & CDSL for holding the shares in dematerialized form and open for trading. The Company has paid all requisite Fees to the Stock Exchange & Depositories.

## Code of Conduct for Prevention of Insider Trading

In terms of the SEBI (Prohibition of Insider Trading) Regulations, 2015, your Company has approved & adopted the Code of Conduct for prevention of Insider Trading & the code of practices and procedure for fair disclosure of Un-published Price Sensitive Information and the same is also placed on the Company's website: [www.smvdpolypack.com](http://www.smvdpolypack.com).

## Disclosures as per applicable acts, SEBI (Listing obligations & Disclosure Requirements) Regulations, 2015.

### i) Related Party Transactions

All transactions entered with related parties during the FY17-18 were on arm's length basis and were in the ordinary course of business and provisions of Section 188(1) are not attracted. There have been no materially significant related party transactions with the Company's Promoters, Directors and others as defined in section 2(76) of the Companies Act, 2013 and Regulation 23 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 which may have potential conflict of interest with the Company at large. Accordingly, disclosure in Form AOC 2 is not required.

The necessary disclosures regarding the transactions are given in the notes to accounts. The Company has also formulated a policy on dealing with the Related Party Transactions and the same has been uploaded on the website of the Company.

### ii) Number of Board Meetings

The Board of Directors met 12 times during the year under review.

Name of Directors	Category	No of Board Meetings		Whether attended last AGM held on 30th September, 2017	No. of Directorship in other public limited Companies	No of Committee position held in other public limited companies	
		Held during the year	attended			As Chairman/ Chairperson	As Member
Mr. Pramod Kumar Agarwal	Chairman & Mg. Director	12	12	Yes	NIL	NIL	NIL
Mrs. Sangita Agarwal	Non-Executive Director	12	12	Yes	NIL	NIL	NIL
Mr. Pawan Kumar Agarwal	Non-Executive Director	12	7	Yes	NIL	NIL	NIL
Mr. Nikhil Pansari	Independent Director	12	3	N.A.	NIL	NIL	NIL
Ms. ShrutiSinghal	Independent Director	12	3	N.A.	NIL	NIL	NIL
Mr. Varun Roongta	Independent Director	12	2	N.A.	NIL	NIL	NIL

**iii) Committees of Board**

**The board has constituted three committees the details of which are as follows:-**

**AUDIT COMMITTEE** - The Audit Committee was entrusted with review of quarterly and annual financial statements before submission to the Board, review of observations of auditors and to ensure compliance of internal control systems authority for investigation and access for full information and external professional advice for discharge of the functions delegated to the Committee by the Board.

Sl. No.	Name	Designation	Nature of Directorship
1	Mr. Nikhil Pansari	Chairman	Non-Executive, Independent
2	Ms. ShrutiSinghal	Member	Non-Executive, Independent
3	Mr. Pawan Kumar Agarwal	Member	Non-Executive, Non- Independent

All the members of the Committee are financially literate.

**The terms of reference of the Audit Committee are as follows :-**

- 1) Oversight of the listed entity's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- 2) recommendation for appointment, remuneration and terms of appointment of auditors of the listed entity and review and monitor the auditor's independence, performance, and effectiveness of audit process;
- 3) approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- 4) reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to :
  - a) matters required to be included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013;
  - b) changes, if any, in accounting policies and practices and reasons for the same;
  - c) major accounting entries involving estimates based on the exercise of judgment by management;
  - d) significant adjustments made in the financial statements arising out of audit findings;
  - e) compliance with listing and other legal requirements relating to financial statements;
  - f) disclosure of any related party transactions;
  - g) modified opinion(s) in the draft audit report;
- 5) reviewing, with the management, the quarterly financial statements before submission to the board for approval;
- 6) reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter;
- 7) reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
- 8) approval or any subsequent modification of transactions of the listed entity with related parties;
- 9) scrutiny of inter-corporate loans and investments;
- 10) valuation of undertakings or assets of the listed entity, wherever it is necessary;
- 11) evaluation of internal financial controls and risk management systems;
- 12) reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
- 13) reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
- 14) discussion with internal auditors of any significant findings and follow up there on;

- 15) reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
- 16) discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
- 17) to look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
- 18) to review the functioning of the whistle blower mechanism;
- 19) approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate;
- 20) Carrying out any other function as is mentioned in the terms of reference of the audit committee.

The audit committee shall mandatorily review the following information :

- 1) management discussion and analysis of financial condition and results of operations;
- 2) statement of significant related party transactions (as defined by the audit committee), submitted by management;
- 3) management letters / letters of internal control weaknesses issued by the statutory auditors;
- 4) internal audit reports relating to internal control weaknesses; and
- 5) the appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the audit committee.
- 6) statement of deviations:
  - a) quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1).
  - b) annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice in terms of Regulation 32(7).

**The Committee shall have the following powers:-**

The Audit Committee shall be authorised to investigate any matter in relation to above term of reference and shall have power to :

1. To seek information from any employee.
2. To obtain outside legal or other professional advice.
3. To secure attendance of outsiders with relevant expertise, if it considers necessary.

**Meetings held and attended during the year – 2 Audit Committee meetings on 09.2.2018 & 21.03.2018 respectively were held during the year under review.**

Sl. No.	Name	Meetings held	Meetings attended
1	Mr. Nikhil Pansari	2	2
2	Ms. ShrutiSinghal	2	2
3	Mr. Pawan Kumar Agarwal	2	2

• **NOMINATION & REMUNERATION COMMITTEE**

Sl. No.	Name	Designation	Nature of Directorship
1	Mr. Nikhil Pansari	Chairman	Non-Executive, Independent
2	Ms. ShrutiSinghal	Member	Non-Executive, Independent
3	Mr. Varun Roongta	Member	Non-Executive, Independent

**The terms of reference of the Nomination & Remuneration Committee are as follows:-**

- 1) formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
- 2) formulation of criteria for evaluation of performance of independent directors and the board of directors;
- 3) devising a policy on diversity of board of directors;

- 4) identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment and removal.
- 5) Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.

**Meetings held and attended during the year – 1 meeting of NR committee was held on 28.02.2018 during the year under review.**

Sl. No.	Name	Meetings held	Meetings attended
1	Mr. Nikhil Pansari	1	1
2	Ms. ShrutiSinghal	1	1
3	Mr. Varun Roongta	1	1

**STAKEHOLDER RELATIONSHIP COMMITTEE** - Stakeholders Relationship Committee looks into redressing of shareholders' and investors grievances like transfer of Shares, non receipt of Balance Sheet, etc.

Sl. No.	Name	Designation	Nature of Directorship
1	Mr. Pramod Kumar Agarwal	Chairman	Executive
2	Mr. Pawan Kumar Agarwal	Member	Non-Executive, Non - Independent
3	Mr. Varun Roongta	Member	Non-Executive, Independent

**The terms of reference of the Stakeholders Relationship Committee are as follows:-**

- 1) Review the mechanism adopted for redressing the grievance of shareholders, debenture holders and deposit holders and other security and the status of such redressal;
- 2) Review of the activities of the Secretarial Department of the Company inter alia adherence to Service Standards and Standard Operating Procedures relating to the various services rendered by the Investor Services Department, various initiatives taken to inter alia reduce quantum of unclaimed dividends, status of claims received and processed for unclaimed shares, uploading of data relating to unclaimed deposits/ dividends on the website of Investor Education & Protection Fund and the Corporation.
- 3) Review status of compliances with laws applicable to the Secretarial Department and its risk profile;
- 4) Review the Action Taken Report in respect of recommendations made by the Committee/ Management;
- 5) Review the status of the litigation(s) filed by/ against the security holders of the Company;
- 6) Review the mechanism adopted to review, monitor and report transactions relating to securities which may be suspicious from a money laundering perspective, in accordance with the KYC & AML Policy relating to securities of the Corporation; and
- 7) The Committee shall perform such other functions as may be required under the relevant provisions of the Companies Act, 2013, the Rules made there under and Listing Regulations.
- 8) To oversee the performance of the Registrar and Transfer Agents and recommend measures for overall improvement in the quality of investors services.

**Meetings held and attended during the year – 1 meeting of SR committee was held on 09.02.2018 during the year under review.**

Sl. No.	Name	Meetings held	Meetings attended
1	Mr. Pramod Kumar Agarwal	1	1
2	Mr. Pawan Kumar Agarwal	1	1
3	Mr. Varun Roongta	1	1

**Note :** The Company Secretary acts as the Secretary to all the Committees.

**iv) Extracts of Annual Return**

The Extracts of Annual Return in Form MGT 9 under the provisions of Section 92(3) of the Companies Act, 2013 is attached as **Annexure – F**.



**v) Risk Analysis**

The Company has in place a mechanism to inform the Board members about the Risk assessment and mitigation plans and periodical reviews to ensure that the critical risks are controlled by the executive management.

**vi) Internal Financial Control**

The Company has in place adequate internal financial control as required under section 134(5)(e) of the Act. During the year such controls were tested with reference to financial statements and no reportable material weakness in the formulation or operations were observed.

**vii) Loans, Guarantees and Investments**

There are no loans, guarantees, or investments made by the Company covered under the provision of Section 186 of the Companies Act, 2013.

**viii) Subsidiaries, Associates or Joint Ventures**

Your Company does not have any subsidiaries, joint ventures but it has 1 (one) associate M/s. Aashakiran Commodeal Pvt. Ltd., during the year under review. As per the provision of Section 129(3) and rule 5 of the Companies (Accounts) Rules, 2014 the statement in AOC-1 containing the salient features of the financial statement of the associate Company is given in **Annexure –B** and Consolidated Financial Statements along with Auditors Report thereon forms part of this Annual Report.

**ix) Evaluation of Board's Performance**

During the year under review, the Board, in compliance with the Companies Act, 2013 and applicable Regulations of Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, has adopted formal mechanism for evaluating its performance and as well as that of its Committees and individual Directors, including the Chairman of the Board.

The process of review of Non-Independent Directors and the Board as a whole and its committees were undertaken in a separate meeting of Independent Directors without the attendance of Non-Independent Directors and members of the management. At the meeting, the performance of the Chairman was reviewed along with the other non-executive Directors. The meeting also assessed the quality, quantity and timeliness of the flow of information required for the Board to perform its duties properly.

The Board of Directors separately evaluated the performance of each of the Independent Directors. The concerned Independent Director did not participate in the meeting at the time of his/her evaluation.

The Directors have expressed their satisfaction with the evaluation process.

Based on the findings from the evaluation process, the Board will continue to review its procedures and effectiveness in the financial year ahead with a view to practising the highest standards of corporate governance.

**x) Nomination Remuneration & Evaluation Policy.**

The Company has laid down a Policy on Nomination Remuneration & Evaluation being recommended by the NR Committee of the Company in compliance with the requisite provisions of the Companies Act, 2013 & SEBI (LODR Regulations, 2015. The policy envisages as follows: -

- i) Criteria for appointment and removal of Directors, Key Managerial Personnel (KMP) and Senior Management Executives of the Company.
- ii) Remuneration payable to the Directors, KMPs and Senior Management Executives.
- iii) Evaluation of the performance of the Directors.
- iv) Criteria for determining qualifications, positive attributes and independence of a Director.

**xi) Vigil Mechanism (Whistle Blower Policy)**

Pursuant to the provisions of Section 177(9) & (10) of the Companies Act, 2013 read with regulation 22 of the SEBI (LODR) Regulation, 2015, a Vigil Mechanism for directors and employees to report genuine concerns has been established. The Vigil Mechanism Policy is available on the website of the Company.

**Management Discussion and Analysis Report**

In compliance with Regulation 34(3) of Listing Regulations, a separate section on Management Discussion and Analysis which includes details on the state of affairs of the Company is annexed as **Annexure-D**.



### Conservation of Energy & Technology Absorption

Information pursuant to Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 are given is annexed as **Annexure-A** which forms part of this report.

### Foreign Exchange Earning & Outflow

Foreign Exchange Earning: Nil  
Foreign Exchange Outgo: Nil

### Industrial Relations

The industrial relation during the FY 2017-18 had been cordial. The Directors took on record the dedicated services and significant efforts made by the Officers, Staff and Workers towards the progress of the Company.

### Significant & material orders passed by the Regulators or Courts or Tribunals impacting the going concern status & Company's Operations in Future

There have been no significant & material orders passed by regulators / courts / tribunals impacting going concern status and Company's operations in future.

### Acknowledgement

Your Directors would like to express their grateful appreciation for the assistance and co-operation received from the Financial Institutions, Banks, Government Authorities and Shareholders during the year under review. Your Directors wish to place on record their deep sense of appreciation to all the employees for their commendable teamwork, exemplary professionalism and enthusiastic contribution during the year.

Registered Office :  
71, B.R.B. Basu Road,  
Block A, 5th Floor, R.N. - 513,  
Kolkata -700 001.

Date: 30th June, 2018

On behalf of the Board of Directors,  
For **SMVD Polypack Limited**

Sd/-  
**Pramod Kumar Agarwal**  
Chairman & MD  
DIN : 00324999

Sd/-  
**Sangita Agarwal**  
Director  
DIN : 02860390

## Annexure – A to Directors Report

Particulars pursuant to the provisions of Section 134(3)(m) of the Companies Act, 2013 read with the Rule 8(3) of Companies (Accounts) Rules, 2014:

### A) Conservation of Energy -

#### (i) Steps taken or impact on conservation of energy

The Company always put its endeavors to save energy, wherever possible. It runs its units in such a way so as to get the maximum productivity out of each & every unit of electricity.

#### (ii) Steps taken by the Company for utilizing alternate sources of energy

So far company has not explored any alternate source of energy.

#### (iii) Capital investment on energy conservation equipment's

Not Envisaged.

### B) Technology Absorption –

(i) Efforts made towards technology absorption Keep track and keep updating new technology in field of operation : Company's experts continuously

(ii) Benefits derived like product improvement, cost reduction, product development or import substitution. : N.A.

(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-

a) Details of technology imported	}	N.A.
b) Year of import		
c) Whether the technology been fully absorbed		
d) If not fully absorbed, areas where absorption has not taken place, reasons thereof: and		

#### (iv) The expenditure incurred on Research and Development

The Company itself is not carrying out any R & D.

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Kolkata -700 001.

Date: 30th June, 2018

On behalf of the Board of Directors,  
For **SMVD Polypack Limited**

Sd/-  
**Pramod Kumar Agarwal**  
Chairman & MD  
DIN : 00324999

Sd/-  
**Sangita Agarwal**  
Director  
DIN : 02860390

## Annexure – B to Directors Report

### Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

### Statement containing salient features of the financial statement of subsidiaries/ associate companies/ joint ventures

#### Part "A": Subsidiaries

NIL

#### Part "B": Associates and Joint Ventures

#### Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of Associates or Joint Ventures	Aashakiran Commodeal Pvt. Ltd.
1. Latest audited Balance Sheet Date	31st March 2018
2. Date on which the Associate or Joint Venture was associated or acquired	25th May, 2010.
3. Shares of Associate/Joint Ventures held by the company on the year end	
No.	Equity – 260000
Amount of Investment in Associates/Joint Venture	Rs. 1300000/-
Extend of Holding %	49.06% - Equity
4. Description of how there is significant influence	Holding more than 20% of total share capital pursuant to Section 2(6) of Companies Act, 2013
5. Reason why the associate/joint venture is not consolidated	NA
6. Networth attributable to Shareholding as per latest audited Balance Sheet	Rs. 183.61 Lacs
7. Profit / Loss for the year	
i. Considered in Consolidation	Rs. 213.90 Lacs
ii. Not Considered in Consolidation	Rs. 213.86 Lacs

#### Other information :

- Names of associates or joint ventures which are yet to commence operations. Not Applicable
- Names of associates or joint ventures which have been liquidated or sold during the year. Not Applicable

Registered Office :  
71, B.R.B. Basu Road,  
Block A, 5th Floor, R.N. - 513,  
Kolkata -700 001.

Date: 30th June, 2018

On behalf of the Board of Directors,  
For **SMVD Polypack Limited**

Sd/-  
**Pramod Kumar Agarwal**  
Chairman & MD  
DIN : 00324999

Sd/-  
**Sangita Agarwal**  
Director  
DIN : 02860390

## Annexure – C to Directors Report

**FORM No - MR-3**  
**SECRETARIAL AUDIT REPORT**  
**For the financial year ended 31st March, 2018**

[Pursuant to Section 204(1) of the Companies Act, 2013 and  
Rule 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,  
The Members,  
**SMVD POLY PACK LIMITED**  
CIN U25200WB2010PLC141483  
71, BRB Basu Road, Block-A, Room No.513  
Kolkata- 700001

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **SMVD POLY PACK LIMITED** (hereinafter called the Company), (formerly known as SMVD Poly Pack Pvt. Ltd.) Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in our opinion, the Company has, during the audit period ended on 31st March, 2018, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **Smvd Poly Pack Limited** ("The Company") for the Financial Year ended on 31st March, 2018 according to the provisions of:

1. The Companies Act, 2013 (the Act) and the Rules made there under;
2. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder;
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
4. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; **(Not Applicable to the Company during the audit period);**
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable to the Company :-
  - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
  - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
  - d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; **(Not Applicable to the Company during the audit period);**
  - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(Not applicable as the company has not issued and listed any debt securities during the Financial Year under review);**
  - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **(Not Applicable as the Company has not delisted/proposed to delist its equity shares from any Stock Exchange during the financial year under review);**

- h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **(Not Applicable as the Company has not bought back/ proposed to buy-back any of its securities during the Financial Year under review).**
6. All relevant laws applicable to the Company as provided by the management hereunder as per Annexure I.

I have also examined compliance with the applicable clauses of the following:

- (i) The Secretarial Standards with regard to Meeting of Board of Directors (SS-1) and General Meetings (SS-2) issued by The Institute of Company Secretaries of India;
- (ii) The Listing Agreements entered into by the Company with National Stock Exchange of India Limited and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015;

During the period under review the Company has complied with the provisions of the Acts, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

**I further report that:**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors and Women Director. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings/Committee Meetings, agenda and detailed notes on agenda were sent generally seven days in advance.

A system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions of the Board and Committees were carried with the requisite majority.

I further report that based on review of compliance mechanism established by the Company and on the basis of the Compliance Certificate(s) issued by the Company Secretary and taken on record by the Board of Directors at their meeting(s), I am on the opinion that there adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

As informed, the Company has responded appropriately to notices received from various statutory/regulatory authorities including initiating actions for corrective measures, wherever found necessary.

I further report that after Listing of the Company on the NSE(SME Platform) on 26th Decmeber,2017 the Company had no specific events/ actions which has a major bearing on the Company's affair in pursuance of the above-referred laws, rules, regulations, Guidelines, standards, etc.

For **Robin Jain and Associates**  
*Company Secretaries*

Sd/-

**Robin Jain**

*Proprietor*

C.P No- 11977

Dated : 30th June, 2018

Place : Kolkata

To,  
The Members,  
**SMVD POLY PACK LIMITED**  
CIN U25200WB2010PLC141483  
71, BRB Basu Road, Block-A, Room No.513  
Kolkata- 700001

Our Secretarial Audit Report for the Financial Year 31st March, 2018 is to be read along with this letter.

**Management's Responsibility**

1. It is the responsibility of the management of the Company to maintain secretarial records, devise proper system to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.

**Auditor's Responsibility**

2. Our responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances.
3. I believe that audit evidence and information obtained from the Company's management is adequate and appropriate for us to provide as basis of our opinion.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.

**Disclaimer**

5. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.

For **Robin Jain and Associates**  
*Company Secretaries*

Sd/-  
**Robin Jain**  
*Proprietor*  
C.P No- 11977

Dated : 30th June, 2018  
Place : Kolkata

**ANNEXURE I**

**LIST OF OTHER APPLICABLE LAWS TO THE COMPANY**

1. The Factories Act, 1948 and Rules made thereunder;
2. The Air (Prevention and Control of Pollution) Act- 1981.
3. The Environment (Protection) Act-1986.
4. The Employees Provident Fund and Miscellaneous Provisions Act, 1952 and Rules made thereunder;
5. Employees State Insurance Act, 1952 and Rules made there under;
6. The Finance Act,2004 and Service Tax Rules
7. Goods and Service Tax Act, 2017
8. The Minimum Wages Act, 1948;
9. Income Tax Act, 1961
10. The Central Excise Act & Rules made thereunder
11. The Payment of Gratuity Act, 1972;
12. Bonus Act, 1965
13. The West Bengal State Tax On Professions, Trades, Callings And Employments Act, 1979
14. Industrial Disputes Act, 1947
15. Workmen Compensation Act, 1923
16. Hazardous Wastes (Management and Handling) Rules, 1989
17. Kolkata Municipal Corporation Act, 1980

## Annexure – D to Directors Report

### MANAGEMENT DISCUSSION AND ANALYSIS REPORT

#### Industry Structure and Development, Opportunities and Threats

Woven fabric is a textile formed by weaving. It is produced in a loom and made up of many tiny threads woven on a warp and a weft. Woven polypropylene/HDPE bags or simply woven PP/HDPE bags are considered to be the toughest packaging bags, widely used to pack materials for grain, milling, sugar, cement chemical & various other industries.

HDPE/PP oriented strips are becoming increasingly popular in India on account of their inertness towards chemical, moisture and excellent resistance towards rotting and fungal attack and have caught the eye of many end users for their requirement of packing materials. The HDPE/PP Woven sacks laminated with LDPE/PP liners have wider applications. They are lighter in weight & elongation at break is about 15-25% as compared to 30% of Jute (being other preferred product for packaging industry).

There is a huge demand for FIBC bags in the international market. Absence of China in this sector makes India a larger exporter in FIBC bags, we already had a small setup in FIBC section which cater the need of the domestic market and in our recent expansion plan we will increase the volume of production of FIBC Bags to a level that will make us recognize internationally. Recent Studies shows that Indian Government has shifted its need of Bags for pulses, wheat from jute to Plastic Bags as the Jute Bags Vendors are constantly failing to fulfill their commitments of supplying the Jute Bags due to which huge loss has been suffered by govt. every years, further Indian Govt. has shown a sign of increasing the requirements of Plastic bags in coming years.

On the other hand this industry poses high threats from situations like Draught as its products are mainly used for packaging of Agricultural products, conditions like draught creates crisis for agricultural products which in turn would lead to fall in demand of bags. At times the Statutory Regulations like change in Rate of Duty, exclusion or inclusion of product into tax regime etc. also adversely affect the demand for the products of the Company viz. a few years ago govt. has mandated the use of jute bags for packaging of various food grade items which in turn caused a very huge fall in demand for these bags.

Our Company is planning for installation of Solar Panel so that its operation does not get effected by the disruption of power supply on account of rains, festivals etc.

#### Recent Trend & Future Outlook

The recent trend is quite favorable for the industry in view of good monsoon as the Company has sizable presence in fertilizer sector. The opening up of food grains sector will enable the Woven Sacks industry to see better times again.

The long-term outlook for this sector is optimistic as the Indian per capita polymer consumption is only 40% of the global average. A majority of the respondents are of the view that the sector grew faster than the overall industry. Margin performance was mixed in the last 6–12 months, primarily due to a neutral/negative outlook for various product prices. Although the view on new capital investments was mixed, most companies are in favour of significant (20% or more) capacity expansion. There is optimism for the future, with all companies planning to add to the workforce. Infrastructure investments and growth of construction and housing projects; technology evolution that allows plastics to be replaced by wood, metal and glass; increasing penetration of organized retailing and e-commerce; increasing adoption of poly film packaging in the food and beverage industry; and increasing consumption in rural India are considered to be the key factors driving growth in this industry. Over the next 12 months, many companies plan to expand to new export markets and raise capital. The top concerns mentioned by respondents are the volatile/high prices of raw materials and increased cost pressures, especially from wages.

#### Risks and Concerns

The industry is plagued by intense competition due to major petrochemical manufacturers making available cheap raw material abundantly. Volatility in raw material price due to crude price. This industry is highly dependent on agricultural products which in turn easily gets effected by natural calamities like drought, flood etc. thereby adversely affecting the demand for products of the Company.

#### Internal control systems and their adequacy

The Company maintains adequate internal control systems commensurate with the Company's size and business, which provide, among other things, reasonable assurance of recording the transactions of its operations in all material aspects and providing protection against misuse or loss of the Company's assets. The systems and processes are continually reviewed for their effectiveness by the company.



### **Financial and Operating Performance**

The operating revenue stood at Rs. 4722.63 Lakhs (Rs. 3571.78 Lakhs in FY 2016-17) and operating profits at Rs. 241.50 Lakhs (Rs. 170.83 Lakhs). The gross profit margin has increased from 14.01% last year to 26.09% in the present year. Moreover after the expansion the Company would be able to generate higher profits on account of increased production and minimization of costs.

### **Material developments in human resources & industrial relations including number of people employed**

Human resource functions and initiatives of your Company to attract, train, retain and motivate employees are driven by defined value based policies. Your Company continuously takes adequate and necessary steps to maintain a competitive, healthy and harmonious work environment and cordial industrial relations with all its customers, suppliers etc. As on 31<sup>st</sup> March 2018, there were 62 employees in the Company.

### **Disclosure of Accounting Treatment**

In the preparation of the financial statements, the Company has followed the Accounting Standards referred to in Section 133 of the Companies Act, 2013. The significant accounting policies which are consistently applied are set out in the Notes to the Financial Statements.

### **Cautionary statement**

This statement made in this section describes the Company's objectives, projections, expectation and estimations which may be 'forward looking statements' within the meaning of applicable securities laws and regulations. Forward-looking statements are based on certain assumptions and expectations of future events. The Company cannot guarantee that these assumptions and expectations are accurate or will be realised by the Company. Actual result could differ materially from those expressed in the statement or implied due to the influence of external factors which are beyond the control of the Company. The Company assumes no responsibility to publicly amend, modify or revise any forward-looking statements on the basis of any subsequent development, information or events.

## Annexure – E to Directors Report

### DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES

(Appointment and Remuneration of Managerial Personnel) Rules, 2014)

The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary during the financial year 2017-18 and the ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2017-18 are as under :

SI No	Name#	Remuneration of Director/ KMP in FY 2017-18 (Rs in lakh)	% Increase in Remuneration in FY 2017-18	Ration of Remuneration of each Director to median remuneration of employees
1	Mr Pramod Kumar Agarwal Managing Director	11.00	25%	27:1
2	Mr. Nirmal Parakh Chief Financial Officer	4.21	-	N.A.
3	Mr. Prateek Agarwal Company Secretary	1.21	-	N.A.
4	Mr. Shikha Agarwal Company Secretary	0.50	-	N.A.

#### Note:

- No other Director other than the Managing Director received any remuneration during the financial year 2017-18.
- The median remuneration of employees of the Company during the financial year was 0.41 Lakh;
- In the financial year, there was an increase of NIL in the median remuneration of employees;
- There were 62 permanent employees on the rolls of Company as on 31st March, 2018;
- Average percentage increase made in the salaries of the employees other than the managerial personnel in the financial year 2017-18 was NIL whereas the increase in the managerial remuneration for the same financial year was 25%;
  - It is hereby affirmed that the remuneration paid during the year ended 31st March, 2018 is as per the Remuneration Policy of the Company.

#### Statement pursuant to Rule 5(2) & 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

##### A. LIST OF TOP TEN EMPLOYEES IN TERMS OF REMUNERATION DRAWN :

Sl. No.	Name of Employee	Designation of Employee	Remuneration drawn during the FY 2017-18 (in lakhs)	Nature of Employment, Whether Contractual or otherwise	Qualifications & Experience	Date of commencement of employment	Age	Last employment held before joining the Company	% of equity shares held in the Company	Whether relative of any Director or Manager in the Company, if so, name of such Director or manager
1.	Saifula Naskar	Production incharges	3.47	Permanent	Non Matric	01.10.2016	58	Shri Balmukund Polypack Pvt Ltd	NIL	No
2.	Samaresh Koley	Procurement	2.18	Permanent	B.Com (Hns.)	01.11.2011	33	Jai Durga Polyfab Pvt. Ltd.	NIL	No
3.	Sunil Kumar	Operator	0.81	Permanent	Matrix	02.05.2015	42	Supertex (Daman)	NIL	No
4.	Kanchan Ghosh	Production	0.79	Permanent	B.A (HONS.)	01.11.2012	37	Royal Tauchfablon (P) Ltd., Kolkata	NIL	No

Sl. No.	Name of Employee	Designation of Employee	Remuneration drawn during the FY 2017-18 (in lakhs)	Nature of Employment, Whether Contractual or otherwise	Qualifications & Experience	Date of commencement of employment	Age	Last employment held before joining the Company	% of equity shares held in the Company	Whether relative of any Director or Manager in the Company, if so, name of such Director or manager
5.	Dhiraj Kumar Mishra	Administration	0.73	Permanent	Matric	01.11.2012	41	Mittal Technopack (P) Ltd.	NIL	No
6.	Ajit Kumar	Incharge	0.72	Permanent	B.Com (Hons.)	01.08.2014	37	RDB Rasayans Ltd., Haldia	NIL	No
7.	Rama Shankar Pandey	Incharge	0.66	Permanent	M.A	10.10.2012	51	RDB Rasayans Ltd., Haldia	NIL	No
8.	Shakar Roy	Incharge	0.66	Permanent	Matric	10.10.2012	50		NIL	No
9.	Anirudh Rai	Incharge	0.63	Permanent	Non Matric	10.10.2012	43	Pratap Plastic Pvt. Ltd.	1.44%	No
10.	Mahadev Mahato	Operator	0.62	Permanent	Matric	01.11.2012	36	RDB Rasayans Ltd., Haldia	NIL	No

- A. List of employees drawing a remuneration not less than Rs. 102.00 Lakh per annum or Rs. 8.50 Lakh per month, if employed for part of the year: No employee in the Company has drawn remuneration falling under this category.
- B. There is no employee in employment throughout the financial year or part thereof, was in receipt of remuneration in that year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the Managing Director or Whole-time Director or Manager and holds by himself or along with his spouse and dependent children, not less than two per cent of the equity shares of the Company.

## Annexure – F to Directors Report

Form No. MGT-9

### EXTRACT OF ANNUAL RETURN as on the financial year ended on 31st March, 2018.

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies  
(Management and Administration) Rules, 2014]

#### I REGISTRATION AND OTHER DETAILS

i.	CIN	U25200WB2010PLC141483
ii.	Registration Date	28/01/2010
iii.	Name of the Company	SMVD Poly Pack Limited (Formely SMVD Poly Pack Pvt. Ltd.)
iv.	Category / Sub-Category of the Company	Public Company limited by shares
v.	Address of the Registered office of the company and contact details	71, B.R. B. Basu Road, Block –A, Room No-513, Kolkata-700001. Email id – smvd513@gmail.com Phone No. – 033-22354254
vi.	Whether listed company - Yes/No	Yes
vii.	Name, Address and Contact details of Registrar and transfer Agent, if any	Skyline Financial Services Pvt. Ltd. D – 153A, 1st Floor, Okhla Industrial Area, Phase – I, New Delhi – 110020. Contact : 011-41044923. e-mail : info@skylinerta.com Website : www.skylinerta.com

#### II PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	PP/HDPE FABRICS	22209	18.38%
2	PP/HDPE BAGS/SACKS		51.96%
3	LENO BAGS		10.40%

#### III PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

Sl. No.	Name and Address Of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	AashakiranCommodeal Pvt. Ltd. Add: 71, B.R. B. Basu Road, Block –A, Room No-513, Kolkata-700001.	U51109WB2008PTC121894	Associate	49.07%	2(6)

**IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**

**i) Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the Year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual/ HUF	0	713588	713588	53.65	1783970	0	1783970	35.93	(17.72)
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	0	588000	588000	44.21	1470000	0	1470000	29.60	(14.61)
e) Banks/FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
<b>Sub-total (A)(1)</b>	<b>0</b>	<b>1301588</b>	<b>1301588</b>	<b>97.85</b>	<b>3253970</b>	<b>0</b>	<b>3253970</b>	<b>65.53</b>	<b>(32.32)</b>
<b>(2) Foreign</b>									
a) NRIs - Individuals	-	-	-	-	-	-	-	-	-
b) Other - Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks/FI	-	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-	-
<b>Sub-total (A)(2)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total shareholding of Promoter (A)=(A)(1)+(A)(2)</b>	<b>0</b>	<b>1301588</b>	<b>1301588</b>	<b>97.85</b>	<b>3253970</b>	<b>0</b>	<b>3253970</b>	<b>65.53</b>	<b>(32.32)</b>
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks/FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others - FPI (specify)	0	0	0	0	2000	0	2000	0.04	0.04
<b>Sub-total (B)(1):-</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2000</b>	<b>0</b>	<b>2000</b>	<b>0.04</b>	<b>0.04</b>
<b>2. Non-Institutions</b>									
a) Bodies Corp.									
i) Indian	0	0	0	0	456000	0	456000	9.18	9.18
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	108000	0	108000	20.3	20.3
ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	-	28572	28572	2.15	22000	71430	93430	1.88	(0.27)

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the Year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
c) Others (Specify)									
• NRI	-	-	-	-	4000	-	4000	0.08	0.08
• Resident Indian HUF	-	-	-	-	13000	-	13000	2.62	2.62
• Clearing Member/House	-	-	-	-	18000	-	18000	0.36	0.36
<b>Sub-total(B)(2):-</b>	-	<b>0</b>	<b>28572</b>	<b>2.15</b>	<b>1638000</b>	<b>71430</b>	<b>1709430</b>	<b>34.43</b>	<b>32.27</b>
<b>Total Public Shareholding (B)=(B)(1)+ (B)(2)</b>	-	<b>28572</b>	<b>28572</b>	<b>2.15</b>	<b>1638000</b>	<b>71430</b>	<b>17114300</b>	<b>34.47</b>	<b>32.31</b>
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	-	-	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>	-	<b>1330160</b>	<b>1330160</b>	<b>100</b>	<b>4893970</b>	<b>71430</b>	<b>4965400</b>	<b>100</b>	<b>-</b>

### iii) Shareholding of Promoters-

Sl No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the Year
		No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	
1	Pramod Kumar Agarwal	107354	8.07	-	268385	5.41	100	(2.66)
2	Sangita Agarwal	147200	11.07	-	368000	7.41	100	(3.66)
3	Tirumala Resins P Ltd.	188000	14.13	-	470000	9.47	-	(4.66)
4	AashakiranCommodeal P Ltd.	400000	30.07	-	1000000	20.14	-	(9.93)
5	Madhu Agarwal	167928	12.62	-	419820	8.45	41.80	(4.17)
6	PawanKumar Agarwal	271106	20.38	-	677765	13.65	100	(6.73)
7	Nityesh Agarwal	20000	1.50	-	50000	1.01	-	(0.49)
	<b>Total</b>	<b>1301588</b>	<b>97.84</b>	<b>-</b>	<b>3253970</b>	<b>65.54</b>	<b>-</b>	<b>-</b>

### iv) Change in Promoters' Shareholding (please specify, if there is no change)

Sl No.	Name of the Shareholder	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	<b>Pramod Kumar Agarwal</b>				
	a) At the Beginning of the Year	107354	8.07		
	b) Changes during the year Date Reason				
	31.07.17 Allotment(Bonus)			161031	4.84
	c) At the End of the Year			268385	5.41

SI No.	Name of the Shareholder	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
<b>2</b>	<b>Sangita Agarwal</b>				
	a) At the Beginning of the Year	147200	11.07		
	b) Changes during the year Date Reason				
	31.07.17 Allotment(Bonus)			220800	6.64
	c) At the End of the Year			368000	7.41
<b>3</b>	<b>Tirumala Resins P Ltd.</b>				
	a) At the Beginning of the Year	188000	14.13		
	b) Changes during the year Date Reason				
	31.07.17 Allotment(Bonus)			282000	8.48
	c) At the End of the Year			470000	9.47
<b>4</b>	<b>AashakiranCommodeal P Ltd.</b>				
	a) At the Beginning of the Year	400000	30.07		
	b) Changes during the year Date Reason				
	31.07.17 Allotment(Bonus)			600000	18.04
	c) At the End of the Year			1000000	20.14
<b>5</b>	<b>Madhu Agarwal</b>				
	a) At the Beginning of the Year	167928	12.62		
	b) Changes during the year Date Reason				
	31.07.17 Allotment(Bonus)			251892	7.57
	c) At the End of the Year			419820	8.45
<b>6</b>	<b>Pawan Kumar Agarwal</b>				
	a) At the Beginning of the Year	271106	20.38		
	b) Changes during the year Date Reason				
	31.07.17 Allotment(Bonus)			406659	12.23
	c) At the End of the Year			677765	13.65
<b>7</b>	<b>Nityesh Agarwal</b>				
	a) At the Beginning of the Year	20000	1.50		
	b) Changes during the year Date Reason				
	31.07.17 Allotment(Bonus)			30000	0.90
	c) At the End of the Year			50000	1.01
	<b>Total</b>	<b>1301588</b>	<b>97.84</b>	<b>3253970</b>	<b>65.54</b>

v) Shareholding Pattern of top ten Shareholders (Other than Directors, Promoters and Holders of GDRs and ADRs):

Sl No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
<b>1.</b>	<b>Anirudh Rai</b>				
	a) At the Beginning of the Year	28572	2.15		
	b) Changes during the year Date Reason				
	31.07.17 Allotment(Bonus)			42858	1.29
	c) At the End of the Year			71430	1.44
<b>2.</b>	<b>Choice Equity Broking Pvt. Ltd.</b>				
	a) At the Beginning of the Year	-	-		
	b) Changes during the year Date Reason				
	22.12.17 Purchase			84000	1.69
	29.12.17 Sale			(70000)	(1.41)
	09.02.18 Purchase			8000	0.16
	16.02.18 Sale			(4000)	(0.08)
	02.03.18 Purchase			8000	0.16
	09.03.18 Purchase			6000	0.12
	16.03.18 Purchase			2000	0.04
	23.03.18 Purchase			8000	0.16
	30.03.18 Purchase			10000	0.20
	c) At the End of the Year			52000	1.05
<b>3.</b>	<b>Golden Goenka Credit Pvt. Ltd.</b>				
	a) At the Beginning of the Year	-	-		
	b) Changes during the year Date Reason				
	29.12.17 Purchase			160000	3.22
	05.01.18 Sale			(20000)	(0.40)
	16.03.18 Purchase			20000	0.40
	23.03.18 Purchase			8000	0.16
	c) At the End of the Year			168000	3.38
<b>4.</b>	<b>Girdhar Fiscal Services Pvt. Ltd.</b>				
	a) At the Beginning of the Year				
	b) Changes during the year Date Reason				
	29.12.17 Purchase			40000	0.81
	c) At the End of the Year			40000	0.81
<b>5.</b>	<b>Visco Trade Associates Ltd.</b>				
	a) At the Beginning of the Year				
	b) Changes during the year Date Reason				
	29.12.17 Purchase			20000	0.40
	c) At the End of the Year			20000	0.40



Sl No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
<b>6.</b>	<b>H.J. Securities Pvt. Ltd.</b>				
	a) At the Beginning of the Year	–	–		
	b) Changes during the year				
	Date Reason				
	25.01.18 Purchase			6000	0.12
	02.02.18 Purchase			10000	0.20
	16.02.18 Purchase			4000	0.08
	c) At the End of the Year			20000	0.40
<b>7.</b>	<b>Tarun Sooden</b>				
	a) At the Beginning of the Year				
	b) Changes during the year				
	Date Reason				
	30.12.17 Purchase			2000	0.04
	30.03.18 Purchase			20000	0.40
	c) At the End of the Year			22000	0.44
<b>8.</b>	<b>Ashdil Sales Promotion Pvt. Ltd.</b>				
	a) At the Beginning of the Year				
	b) Changes during the year				
	Date Reason				
	16.03.18 Purchase			2000	0.04
	23.03.18 Purchase			10000	0.20
	c) At the End of the Year			12000	0.24
<b>9.</b>	<b>Fortune Interfinance Ltd.</b>				
	a) At the Beginning of the Year				
	b) Changes during the year				
	Date Reason				
	09.03.18 Purchase			6000	0.12
	23.03.18 Purchase			10000	0.20
	c) At the End of the Year			16000	0.32
<b>10.</b>	<b>Ganpati Stocks Pvt. Ltd.</b>				
	a) At the Beginning of the Year	–	–		
	b) Changes during the year				
	Date Reason				
	30.12.17 Purchase			38000	0.77
	05.01.18 Sale			(26000)	(0.52)
	09.02.18 Purchase			4000	0.08
	09.03.18 Purchase			4000	0.08
	16.03.18 Sale			(14000)	(0.28)
	23.03.18 Purchase			12000	0.24
	c) At the End of the Year			18000	0.36
	<b>Total</b>	<b>28572</b>	<b>2.15</b>	<b>439430</b>	<b>8.85</b>

vi) Shareholding of Directors and Key Managerial Personnel :

Sl No.	Name of the Directors & KMP*	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
<b>1.</b>	<b>Pramod Kumar Agarwal</b>				
	a) At the Beginning of the Year	107354	8.07		
	b) Changes during the year Date Reason				
	31.07.17 Allotment (Bonus)			161031	4.84
	c) At the End of the Year			268385	5.41
<b>2.</b>	<b>Sangita Agarwal</b>				
	a) At the Beginning of the Year	147200	11.07		
	b) Changes during the year Date Reason				
	31.07.17 Allotment (Bonus)			220800	6.64
	c) At the End of the Year			368000	7.41
<b>3.</b>	<b>Pawan Kumar Agarwal</b>				
	a) At the Beginning of the Year	271106	20.38		
	b) Changes during the year Date Reason				
	31.07.17 Allotment (Bonus)			406659	12.23
	c) At the End of the Year			677765	13.65

**V. INDEBTEDNESS**

**Indebtedness of the Company including interest outstanding/accrued but not due for payment**

Particulars		Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>					
i)	Principal Amount	159282754	2517238	–	161799992
ii)	Interest due but not paid	–	–	–	–
iii)	Interest accrued but not due	–	–	–	–
	<b>Total (i+ii+iii)</b>	<b>159282754</b>	<b>2517238</b>	<b>–</b>	<b>161799992</b>
Change in Indebtedness during the financial year					
	* Addition	34150937	3000000	–	37150937
	* Reduction	(18502285)	(5017238)	–	(23519523)
	<b>Net Change</b>	<b>15648652</b>	<b>(2017238)</b>	<b>-</b>	<b>13631414</b>
<b>Indebtedness at the end of the financial year</b>					
i)	Principal Amount	174883815	500000	–	175383815
ii)	Interest due but not paid	–	–	–	–
iii)	Interest accrued but not due	47591	–	–	47591
	<b>Total (i+ii+iii)</b>	<b>174931406</b>	<b>500000</b>	<b>–</b>	<b>175431406</b>

**VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

**A Remuneration to Managing Director, Whole-time Directors and/or Manager**

Sl. No.	Particulars of Remuneration	Name of MD Mr. Pramod Kumar Agarwal	Total Amount
1	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	11,00,000	11,00,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961"	–	–
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	NIL	NIL
2	Stock Option	NIL	NIL
3	Sweat Equity	NIL	NIL
4	Commission - as % of profit - others, specify...	NIL	NIL
5	Others, please specify	NIL	NIL
	<b>Total (A)</b>	<b>11,00,000</b>	<b>11,00,000</b>
	Ceiling as per the Act	10% of the Net Profit	

**B Remuneration to other directors:**

Sl. No.	Particulars of Remuneration	Name of Directors			Total Amount
1	Independent Directors				
	• Fee for attending board / committee	-	-	-	-
	• Commission	-	-	-	-
	• Others, please specify	-	-	-	-
	<b>Total (1)</b>	-	-	-	-
2	Other Non-Executive Directors				
	• Fee for attending board committee meetings	-	-	-	-
	• Commission	-	-	-	-
	• Others, please specify	-	-	-	-
	<b>Total (2)</b>	-	-	-	-
	<b>Total (B)=(1+2)</b>	-	-	-	-
	<b>Total Managerial Remuneration</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
	Overall Ceiling as per the Act	<b>Rs. 100000/- per meeting.</b>			

**C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD**

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		Prateek Agarwal – CS*	Shikha Agarwal – CS**	Nirmal Parakh – CFO***	Total
(a)	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	1,20,780/-	50,200/-	4,21,400/-	5,92,380/-
(b)	Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
(c)	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission - as % of profit - others, specify...	-	-	-	-
5	Others, please specify	-	-	-	-
	<b>Total</b>	<b>1,20,780/-</b>	<b>50,200/-</b>	<b>4,21,400/-</b>	<b>5,92,380/-</b>

Note:

\*Appointed as a CS w.e.f. Sep'17 and resigned w.e.f. Mar'18.

\*\* Appointed as a CS w.e.f. Mar'18.

\*\*\*Appointed as a CFO w.e.f. Sep'17.

**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES :**

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority (RD/NCLT/ Court)	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty					
Punishment			NIL		
Compounding					
<b>B. DIRECTORS</b>					
Penalty					
Punishment			NIL		
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty					
Punishment			NIL		
Compounding					

## INDEPENDENT AUDITOR'S REPORT

To the Members of  
**M/S. SMVD POLY PACK LIMITED**  
(Formerly known as SMVD Poly Pack Pvt. Ltd.)

### Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **M/S. SMVD POLY PACK LIMITED** (‘the Company’), (formerly SMVD Poly Pack Pvt. Ltd.) which comprise the Balance Sheet as at 31 March 2018, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Management’s Responsibility for the Standalone Financial Statements

The Company’s Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (“the Act”) with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditor’s Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company’s preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company’s Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March, 2018 and its profit and its cash flows for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

- As required by the Companies (Auditor’s Report) Order, 2016 (“the Order”) issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in Annexure “A”, a statement on the matters specified in paragraphs 3 and 4 of the order, to the extent applicable.

2. As required by Section 143 (3) of the Act, we report that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act.
  - (e) On the basis of written representations received from the directors as on 31 March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2018 from being appointed as a director in terms of Section 164 (2) of the Act;
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
    - i. There were no pending litigations which would impact the financial position of the company.
    - ii. The Company did not have any long- term contracts including derivative contracts for which there were any material foreseeable losses; and
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **D. K. PARMANANDKA & CO.**  
*Chartered Accountants*  
(Firm's Registration No. 322388E)

Sd/-  
**(Dilip Kumar Parmanandka)**  
*Partner*  
(Membership No. : 056252)

Place: Kolkata  
Date: 30.05.2018

## ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal & Regulatory Requirements' section of our report of even date)

(i) In respect of the Company's fixed assets:

- (a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The fixed assets of the company have been physically verified by the management at reasonable intervals and no material discrepancies are reported to have been noticed on such verification.
- (c) As explained, the immovable properties as disclosed in the note no. 11 to the financial statements relating to fixed assets, comprises of Land, Factory Building and Office Building. Factory Building and Office Building has been constructed by the company on the land purchased by it. Title deed of land is in the name of the company and as explained, the construction of factory building and office building does not require registration and hence no title deed is available for same, the details of which is as under :-

Sl. No.	Particulars	Lease Hold / Free Hold	Gross Block	Accumulated Depreciation	Net Block
1.	Factory Building	Constructed on Free hold Land	49,982,199	8,308,364	41,673,835
2.	Office Building	Constructed on Free hold Land	4,680,062	400,072	4,279,990

- (ii) As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals and no material discrepancies were noticed on such physical verification.
- (iii) As informed the company during the year, has not granted any loans, secured or unsecured to companies, firms, LLPs or other parties covered in the register maintained under section 189 of the Companies Act. Accordingly clause (iii) (a) (b) and (c) of the Companies (Auditor's Report) Order, 2016 are not applicable and hence not commented upon.
- (iv) According to the information and explanation given to us, the company, during the year, has not granted any loans, or made any investments, or provided any guarantees or security under Section 185 and Section 186 of the Companies Act, 2013.
- (v) The Company has not accepted any deposits during the year under Section 73 to 76 or any other relevant provision of the Companies Act, 2013 and hence reporting under clause (v) of the CARO 2016 is not applicable.
- (vi) To the best of our information and according to the information and explanation given to us, the Central Government has not prescribed the maintenance of cost record under sub-section (1) of section 148 of the Companies Act, 2013 in respect of the operation carried out by the company.
- (vii) (a) According to the information and explanations given to us and the records of the company examined by us, in our opinion the company is generally been regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Service Tax, Goods and Service Tax, Custom Duty, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.  
(b) According to the information given to us and records of the company, there are no outstanding amount of income tax or sales tax or service tax or duty of custom or duty of excise or value added tax on account of any dispute.
- (viii) As per the books and records maintained by the company and according to the information and explanation give to us, the company has not defaulted in repayment of dues to financial institutions or bank. The company has not issued any debenture during the year.
- (ix) According to the information and explanations given to us, the Company raised money by way of initial public offer of equity shares during the year. The Company has used the money raised by way of initial public offer of equity shares and terms loans during the year for the purpose for which they were raised.
- (x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the company and no material fraud on the company by its officers or employees has been noticed or reported during the year.
- (xi) According to the information and explanations given to us and based on our examination of the records of the company, the company has paid/ provided for managerial remuneration in accordance with requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.



- (xii) In our opinion, considering the nature of activities carried on by the company, the provision of any special statute applicable to the Nidhi Company are not applicable to the company and hence reporting under clause (xii) of CARO 2016 is not applicable.
- (xiii) According to the information and explanation given to us and according to books and records as produced and examined by us, all the transaction with the related parties are in compliance with section 177 and 188 of the companies Act, 2013 where applicable and details have been disclosed in the financial statements, as required under Accounting Standards (AS) 18, Related Party Disclosure specified under Section 133 of the Act.
- (xiv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence reporting under Clause (xiv) of CARO 2016 is not applicable to the company.
- (xv) As per the books and records maintained by the company and produced before us the company has not entered into any non-cash transaction with directors or persons connected with him, hence the provisions of Section 192 of the companies Act, 2013 are not applicable.
- (xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **D. K. PARMANANDKA & CO.**  
*Chartered Accountants*  
(Firm's Registration No. 322388E)

Sd/-  
**(Dilip Kumar Parmanandka)**  
*Partner*  
(Membership No. : 056252)

Place: Kolkata  
Date: 30.05.2018

## ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2(f) under 'Report on Other Legal & Regulatory Requirements' section of our report of even date)

### **Report on the Internal Financial Controls Over Financial Reporting under clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act").**

We have audited the internal financial controls over financial reporting of **M/S. SMVD POLY PACK LIMITED** ("the Company") as of 31 March 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

#### **Meaning of Internal Financial Controls over Financial Reporting**

The company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial

control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate. z

**Opinion**

In our opinion, and to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **D. K. PARMANANDKA & CO.**  
*Chartered Accountants*  
(Firm's Registration No. 322388E)

Sd/-

**(Dilip Kumar Parmanandka)**

*Partner*

(Membership No. : 056252)

Place: Kolkata  
Date: 30.05.2018

## INDEPENDENT AUDITOR'S REPORT

To the Members of M/S. SMVD POLY PACK LIMITED (Formerly known as SMVD Poly Pack Pvt. Ltd.)

### Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of M/S. SMVD POLY PACK LIMITED ('the Company'), (formerly SMVD Poly Pack Pvt. Ltd.) which comprise the Balance Sheet as at 31 March 2018, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March, 2018 and its profit and its cash flows for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in Annexure "A", a statement on the matters specified in paragraphs 3 and 4 of the order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

## INDEPENDENT AUDITOR'S REPORT

- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- (e) On the basis of written representations received from the directors as on 31 March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2018 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
  - i. There were no pending litigations which would impact the financial position of the company.
  - ii. The Company did not have any long- term contracts including derivative contracts for which there were any material foreseeable losses; and
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For D. K. Parmanandka & Co.**  
*Chartered Accountants*  
Firm Registration. No: 322388E

Sd/-  
**(Dilip Kumar Parmanandka)**  
*Partner*  
Membership No: 056252

Place : Kolkata  
Date : The 30th day of May, 2018

## ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal & Regulatory Requirements' section of our report of even date)

- (i) In respect of the Company's fixed assets:
- The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - The fixed assets of the company have been physically verified by the management at reasonable intervals and no material discrepancies are reported to have been noticed on such verification.
  - As explained, the immovable properties as disclosed in the note no. 11 to the financial statements relating to fixed assets, comprises of Land, Factory Building and Office Building. Factory Building and Office Building has been constructed by the company on the land purchased by it. Title deed of land is in the name of the company and as explained, the construction of factory building and office building does not require registration and hence no title deed is available for same, the details of which is as under :-

Sl. No.	Particulars	Lease Hold / Free Hold	Gross Block	Accumulated Depreciation	Net Block
1.	Factory Building	Constructed on Free hold Land	49,982,199	8,308,364	41,673,835
2.	Office Building	Constructed on Free hold Land	4,680,062	400,072	4,279,990

- As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals and no material discrepancies were noticed on such physical verification.
- As informed the company during the year, has not granted any loans, secured or unsecured to companies, firms, LLPs or other parties covered in the register maintained under section 189 of the Companies Act. Accordingly clause (iii) (a) (b) and (c) of the Companies (Auditor's Report) Order, 2016 are not applicable and hence not commented upon.
- According to the information and explanation given to us, the company, during the year, has not granted any loans, or made any investments, or provided any guarantees or security under Section 185 and Section 186 of the Companies Act, 2013.
- The Company has not accepted any deposits during the year under Section 73 to 76 or any other relevant provision of the Companies Act, 2013 and hence reporting under clause (v) of the CARO 2016 is not applicable.
- To the best of our information and according to the information and explanation given to us, the Central Government has not prescribed the maintenance of cost record under sub-section (1) of section 148 of the Companies Act, 2013 in respect of the operation carried out by the company.
- According to the information and explanations given to us and the records of the company examined by us, in our opinion the company is generally been regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Service Tax, Goods and Service Tax, Custom Duty, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
  - According to the information given to us and records of the company, there are no outstanding amount of income tax or sales tax or service tax or duty of custom or duty of excise or value added tax on account of any dispute.
- As per the books and records maintained by the company and according to the information and explanation give to us, the company has not defaulted in repayment of dues to financial institutions or bank. The company has not issued any debenture during the year.
- According to the information and explanations given to us, the Company raised money by way of initial public offer of equity shares during the year. The Company has used the money raised by way of initial public offer of equity shares and terms loans during the year for the purpose for which they were raised.
- To the best of our knowledge and according to the information and explanations given to us, no fraud by the company and no material fraud on the company by its officers or employees has been noticed or reported during the year.
- According to the information and explanations given to us and based on our examination of the records of the company, the company has paid/ provided for managerial remuneration in accordance with requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.

## ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

- (xii) In our opinion, considering the nature of activities carried on by the company, the provision of any special statute applicable to the Nidhi Company are not applicable to the company and hence reporting under clause (xii) of CARO 2016 is not applicable.
- (xiii) According to the information and explanation given to us and according to books and records as produced and examined by us, all the transaction with the related parties are in compliance with section 177 and 188 of the companies Act, 2013 where applicable and details have been disclosed in the financial statements, as required under Accounting Standards (AS) 18, Related Party Disclosure specified under Section 133 of the Act.
- (xiv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence reporting under Clause (xiv) of CARO 2016 is not applicable to the company.
- (xv) As per the books and records maintained by the company and produced before us the company has not entered into any non-cash transaction with directors or persons connected with him, hence the provisions of Section 192 of the companies Act, 2013 are not applicable.
- (xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For D. K. Parmanandka & Co.**  
*Chartered Accountants*  
Firm Registration. No: 322388E

Sd/-  
**(Dilip Kumar Parmanandka)**  
*Partner*  
Membership No: 056252

Place : Kolkata  
Date : The 30th day of May, 2018

## ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

**(Referred to in paragraph 2(f) under 'Report on Other Legal & Regulatory Requirements' section of our report of even date)**

**Report on the Internal Financial Controls Over Financial Reporting under clause (i) of Sub- section 3 of Section 143 of the Companies Act, 2013 ("the Act").**

We have audited the internal financial controls over financial reporting of M/S. SMVD POLY PACK LIMITED ("the Company") as of 31 March 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical

## ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

### Meaning of Internal Financial Controls over Financial Reporting

The company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### Opinion

In our opinion, and to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For D. K. Parmanandka & Co.**  
*Chartered Accountants*  
Firm Registration. No: 322388E

Sd/-  
**(Dilip Kumar Parmanandka)**  
*Partner*  
Membership No: 056252

Place : Kolkata  
Date : The 30th day of May, 2018



**BALANCE SHEET** as at March 31, 2018

(Amount in Rs.)

Particulars	Note No.	As at 31.03 2018	As at 31.03 2017
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' Fund</b>			
(a) Share Capital	2	4,96,54,000	1,33,01,600
(b) Reserves and Surplus	3	13,37,06,544	5,87,21,866
<b>(2) Non-current Liabilities</b>			
(a) Long-Term Borrowings	4	6,81,48,611	8,05,28,250
(b) Deffered Tax Liabilities (net)	5	1,36,65,862	1,27,78,331
(c) Long-Term Provisions	6	4,12,957	–
<b>(3) Current Liabilities</b>			
(a) Short Term Borrowings	7	7,52,96,616	7,25,74,679
(b) Trade Payables	8	4,13,55,221	2,70,84,427
(c) Other Current Liabilities	9	4,28,72,085	1,33,10,906
(d) Short-Term Provisions	10	49,12,412	32,45,743
<b>TOTAL</b>		<b>43,00,24,308</b>	<b>28,15,45,803</b>
<b>II. ASSETS</b>			
<b>Non-current Assets</b>			
<b>(1) Fixed Assets</b>	11		
(a) Tangible Assets		14,99,28,981	15,74,25,256
(b) Capital Work in Progress		6,79,75,351	–
<b>(2) Non-Current Investments</b>	12	13,00,000	13,00,000
<b>(3) Long-Term Loans and Advances</b>	13	1,00,650	60,650
<b>(2) Current Assets</b>			
(a) Inventories	14	12,01,81,941	8,48,32,986
(b) Trade Receivables	15	4,10,85,315	2,54,18,250
(c) Cash and Bank Balances	16	69,17,060	48,48,019
(d) Short-Term Loans and Advances	17	3,94,27,457	76,60,641
(e) Other Current Assets	18	31,07,552	–
<b>TOTAL</b>		<b>43,00,24,308</b>	<b>28,15,45,803</b>
Significant Accounting Policies	1		
Notes to the Financial Statements	2-39		

In terms of our report of even date attached

**For D. K. Parmanandka & Co.**

Chartered Accountants

Firm Registration. No: 322388E

Sd/-

**(Dilip Kumar Parmanandka)**

Partner

Membership No: 056252

Place : Kolkata

Date : The 30th day of May, 2018

for and on behalf of the Board of Directors of **SMVD Poly Pack Limited**

Sd/-

**Pramod Kumar Agarwal**  
Chairman & Managing Director

Sd/-

**Pawan Kumar Agarwal**  
Director

Sd/-

**Sangita Agarwal**  
Director

Sd/-

**Nirmal Parakh**  
Chief Financial Officer

Sd/-

**Shikha Agarwal**  
Company Secretary

**PROFIT AND LOSS STATEMENT** for the year ended March 31, 2018

(Amount in Rs.)

Particulars		Note No.	Year ended 2017-18	Year ended 2016-17
<b>Income</b>				
I.	Revenue from Operations	19	47,22,63,391	35,70,77,557
II.	Other Income	20	23,54,528	41,75,961
III.	<b>Total Revenue(I+II)</b>		<b>47,46,17,919</b>	<b>36,12,53,519</b>
<b>Expenditure</b>				
	Cost of Materials Consumed	21	32,66,15,741	25,92,43,399
	Purchase of Trading Goods	22	5,81,01,230	2,54,71,879
	Change in Inventories of Finished Goods , Stock in Process and Stores & Spares	23	(1,62,73,503)	(1,12,88,847)
	Employees Benefit Expenses	24	99,48,965	75,69,145
	Finance Cost	25	1,88,89,437	2,19,44,014
	Depreciation & Amortisation Expense	26	89,37,944	83,00,598
	Other Expenses	27	4,42,48,079	3,29,30,472
	<b>Total Expenses</b>		<b>45,04,67,894</b>	<b>34,41,70,661</b>
V.	<b>Profit before Exceptional Items</b>		<b>2,41,50,025</b>	<b>1,70,82,858</b>
	Exceptional Item	28	(75,947)	–
VI.	<b>Profit before tax (III-IV)</b>			
VII.	Tax expense :			
	(1) Current Tax		(49,08,428)	(32,45,743)
	(2) Deferred tax		(8,87,531)	(18,93,831)
	(3) MAT Credit Entitlement (refer Note no 18.)		31,07,552	–
VIII.	Profit for the year		2,13,85,671	1,19,43,284
IX.	<b>Profit (Loss) for the period (V-VI)</b>		<b>2,13,85,671</b>	<b>1,19,43,284</b>
X.	Earning per equity share	29		
	(1) Basic (refer Note no 29.)		6.85	8.98
	(2) Diluted (refer Note no 29.)		6.85	8.98
	Significant Accounting Policies	1		
	Notes to the Financial Statements	2-39		

In terms of our report of even date attached

**For D. K. Parmanandka & Co.**

Chartered Accountants

Firm Registration. No: 322388E

Sd/-

**(Dilip Kumar Parmanandka)**

Partner

Membership No: 056252

Place : Kolkata

Date : The 30th day of May, 2018

for and on behalf of the Board of Directors of **SMVD Poly Pack Limited**

Sd/-

**Pramod Kumar Agarwal**

Chairman & Managing Director

Sd/-

**Pawan Kumar Agarwal**

Director

Sd/-

**Sangita Agarwal**

Director

Sd/-

**Nirmal Parakh**

Chief Financial Officer

Sd/-

**Shikha Agarwal**

Company Secretary

## CASH FLOW STATEMENT for the year ended March 31, 2018

(Amount in Rs.)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit/(Loss) before Tax	2,40,74,078	1,70,82,858
<b>Adjustment for</b>		
Add: Depreciation	89,37,944	83,00,598
Exceptional Item	75,947	–
Interest on Loan Exp	1,83,98,337	2,04,61,741
Less: Interest Income	(3,17,896)	(1,16,038)
TUF Subsidy on Interest & CC	(16,66,632)	(37,25,051)
<b>Operating Profit Before Extra Ordinary item</b>	<b>4,95,01,778</b>	<b>4,20,04,108</b>
Foreign exchange gain	66	–
<b>Operating Profit Before Working Capital Changes</b>	<b>4,95,01,778</b>	<b>4,20,04,108</b>
<b>Movement in Working Capital</b>		
Decrease/(increase) in Trade and Other Receivables	(4,98,35,745)	60,42,520
Increase/(decrease) in Trade and Other Payable	2,32,68,778	1,20,76,911
(Increase)/decrease in Stock	(3,53,48,955)	(1,51,17,082)
<b>Cash generated from / (used in) Operation</b>	<b>(1,24,14,077)</b>	<b>4,50,06,457</b>
Direct Taxes Paid (net of refunds)	6,06,894	(12,19,071)
<b>Net cash flow from/ (used in) Operating Activities (A)</b>	<b>(1,18,07,183)</b>	<b>4,37,87,386</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets	(6,96,43,033)	(1,44,29,502)
Sale of fixed assets	1,50,000	–
Interest received	2,85,160	1,26,986
Long term Provisions	4,12,957	–
Long Term Loans And Advance (Assets)	(40,000)	–
<b>Net Cash Flow from/ (used) in Investing Activities (B)</b>	<b>(6,88,34,916)</b>	<b>(1,43,02,516)</b>

## CASH FLOW STATEMENT for the year ended March 31, 2018

(Amount in Rs.)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Issue of Share capital (including Securities Premium)	9,02,00,000	–
Interest on loan Expenses	(1,84,21,913)	(2,10,11,090)
TUF Subsidy received	–	11,01,691
Loan taken during the year	3,14,79,000	99,59,910
Repayment of Loan	(2,05,45,947)	(1,73,63,134)
<b>Net Cash Flow from / (used) in Financing Activities (C)</b>	<b>8,27,11,140</b>	<b>(2,73,12,623)</b>
<b>Net Increase/ in Cash and Cash Equivalents (A+B+C)</b>	<b>20,69,041</b>	<b>21,72,247</b>
Cash and cash equivalents at the beginning of the year	48,48,019	26,75,772
Cash and cash equivalents at the end of the year	<b>69,17,061</b>	<b>48,48,019</b>

**Note :**

- (1) Cash Flow Statement has been prepared using the indirect method in accordance with Accounting Standard AS - 3 "Cash Flow Statement" notified under Section 133 of the Companies Act, 2013.
- (2) For Cash and Cash Equivalent refer to Note No. 1(t) To Balance Sheet.

In terms of our report of even date attached

**For D. K. Parmanandka & Co.**

Chartered Accountants

Firm Registration. No: 322388E

Sd/-

**(Dilip Kumar Parmanandka)**

Partner

Membership No: 056252

Place : Kolkata

Date : The 30th day of May, 2018

for and on behalf of the Board of Directors of **SMVD Poly Pack Limited**

Sd/-

**Pramod Kumar Agarwal**

Chairman & Managing Director

Sd/-

**Pawan Kumar Agarwal**

Director

Sd/-

**Sangita Agarwal**

Director

Sd/-

**Nirmal Parakh**

Chief Financial Officer

Sd/-

**Shikha Agarwal**

Company Secretary

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018.

### Note No. 1 SIGNIFICANT ACCOUNTING POLICIES

**a) Basis of Preparation of Financial Statements**

The financial statements are prepared and presented under the historical cost convention and evaluated on a going concern basis using the accrual system of accounting in accordance with the accounting principles generally accepted in India (Indian GAAP) and the requirements of the Companies Act, 2013 and all Expenses and Income, unless specifically stated to be otherwise, have been accounted for on mercantile basis.

**b) Use of Estimates**

The preparation of the financial statements, in conformity with the accounting standards generally accepted in India, requires the management to make estimates that affect the reported amount of assets & liabilities, disclosure of contingent liabilities as at the date of the financial statement and reported amounts of revenue and expenses for the year. Actual results could differ from these estimates. Difference between the actual results and estimates are recognised in the period in which the results are known/ materialized.

**c) Cash Flow Statement**

Cash Flow statement has been prepared as per the requirement of Accounting Standard-3. Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income and expenses associated with investing or financing cash flows. Cash flows from operating, investing and financing activities of the Company are segregated, accordingly.

**d) Contingencies and Event Occurring After the Balance Sheet Date**

Effects of, event occurred after Balance Sheet date and having material effect on financial statements are reflected where ever required.

**e) Fixed Assets**

Fixed Assets are stated at cost of acquisition or construction, inclusive of inward freight, duties & taxes and other related incidental expenses and exclusive of Modvat/Cenvat benefit availed less accumulated depreciation and impairment of loss, if any. All cost including finance cost till the asset is put to commercial use are capitalized.

**f) Depreciation & Amortization**

- i) Machinery spares which can be used only in connection with an item of fixed assets and whose use as per technical assessment is expected to be irregular are capitalized and depreciated over the residual life of the respective assets.
- ii) Depreciation on fixed assets is provided on depreciable value of assets using straight line method on the basis of useful life specified in Schedule II to the companies Act, 2013 or as estimated by the management. The residual value of an asset for this purpose is determined at the rate of 5% of the original cost of asset or as estimated by the management whichever is lower.

**g) Impairment of assets**

Impairment loss is recognized wherever the carrying amount of an asset is in excess of its recoverable amount and the same is recognized as an expense in the Statement of Profit & Loss and carrying amount of the asset is reduced to its recoverable amount. Reversal of impairment losses recognized in previous years is recorded when there is an indication that the impairment losses recognized for the assets no longer exist or have decreased.

**h) Investments**

Long term Investments are stated at cost less provision for diminution, other than temporary, in the value of Investments.

**i) Inventories**

Raw material, stores, spares & consumables, fuel and packing material are valued at cost. Stock in process is valued at estimated cost. Finished goods (Own Manufactured) are valued at lower of cost or market value.

**j) Modvat/Cenvat/GST**

Accounts are maintained on exclusive method and accordingly the Cenvat /GST is accounted for by reducing the purchase cost of the materials/fixed assets and is adjusted with output excise/GST.

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

### k) **Employee Benefits**

- All short term benefits are charged to Profit and Loss account at their undiscounted value.
- Defined Contribution Plan: P.F. & E.S.I. is accrued on monthly basis in accordance with the terms of contract with the employee/ relevant Act and is deposited in the Statutory Fund.
- Defined Benefit Plan: Liability towards gratuity is charged to Profit and loss account based on actuarial valuation along with actuarial gain/losses.

### l) **Revenue Recognition**

Sales comprise invoice value of goods net of VAT, CENVAT and GST and are recognized on transfer of risk and rewards associated with the property in goods to the buyer which is normally on delivery as per terms of sales.

### m) **Accounting for Government Grants**

The Government grants/ incentives are accounted for on mercantile basis and are recognised in books to the extent of approval of same from government i.e. as & when the same is crystallized and/or there is a reasonable certainty of receipt of same.

### n) **Borrowing Costs**

Borrowing Costs relating to acquisition/construction of qualifying assets are capitalized until the time all substantial activities necessary to prepare the qualifying assets for their intended use complete. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other Borrowing costs are charged to revenue.

### o) **Taxation**

Provision for Income Tax comprises of current tax and deferred tax charge or release. Deferred Tax is recognized subject to consideration of prudence on timing differences being difference between taxable and accounting Income/Expenditure that originate in one period and are capable of reversal in one or more subsequent periods. Deferred Tax Assets are not recognized unless there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets will be realized.

### p) **Minimum Alternate Tax Credit**

Minimum Alternate Tax Credit Entitlement is recognised in the books of account when there is convincing evidence that the Company will pay normal income tax during the specified period. The Entitlement is reviewed at each balance sheet date with regard to the correctness of the carrying amount.

### q) **Preliminary Expenses, expenses on IPO and FPO**

Preliminary Expenses including expenses on increase of authorized share capital is written off in the year in which same has been incurred.

Share issue expenditure incurred to finance a project is considered as capital expenditure and is capitalized as part of cost of the capital assets and share issue expenses incurred to raise working capital is considered as revenue expenditure and written off in the year of expenditure incurred.

### r) **Provision, Contingent Liabilities and Contingent Assets**

Provisions are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but disclosed in the notes. While contingent assets are neither recognized nor disclosed.

### s) **Earnings per Share (EPS)**

Basic and diluted earnings per share are computed in accordance with Accounting Standard 20 "Earnings per Share".

Basic earnings per share is calculated by dividing the net profit or loss after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

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

### t) **Cash and Cash Equivalents**

The Company considers all highly liquid financial instruments which are readily convertible in to cash and have original maturities of three months or less from the date of purchase, to be cash equivalents.

**NOTES TO FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018.

(Amount in Rs.)

**Note No.**

2	<b>SHARE CAPITAL</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>
	<b>Authorised Shares</b>		
	50,00,000 (Previous Year 1500000) Equity Shares of Rs. 1/- each	<b>5,00,00,000</b>	<b>1,50,00,000</b>
	<b>ISSUED, SUBSCRIBED &amp; PAID UP :</b>		
	4965400 (Previous Year 1330160 ) Equity Shares of Rs. 10/- each	4,96,54,000	1,33,01,600
	<b>TOTAL</b>	<b>4,96,54,000</b>	<b>1,33,01,600</b>

**2.1 The Details of Shareholders holding more than 5% shares :**

	<b>As at 31.03.2018</b>		<b>As at 31.03.2017</b>	
	<b>% held</b>	<b>No. of Shares</b>	<b>% held</b>	<b>No. of Shares</b>
i) Pramod Kumar Agarwal;	5.41	2,68,385	8.07	1,07,354
ii) Sangita Agarwal	7.41	3,68,000	11.07	1,47,200
iii) Tirumala Resins Pvt Ltd	9.47	4,70,000	14.13	1,88,000
iv) Ashakiran Commodeal Pvt Ltd	20.14	10,00,000	30.07	4,00,000
v) Pawan Agarwal	13.65	6,77,765	20.38	2,71,106
vi) Madhu Agarwal	8.45	4,19,820	12.62	1,67,928

**2.2 The reconciliation of the number shares outstanding is set out below :**

	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>
	<b>No. of Shares</b>	<b>No. of Shares</b>
Equity Shares at the beginning of the year	13,30,160	13,30,160
Add : Bonus Share Issued during the year	19,95,240	-
Add : Allotted During The Year	16,40,000	-
Equity Shares at the end of the year	<b>49,65,400</b>	<b>13,30,160</b>

**2.3** The company has only one class of equity shares having par value of Rs 10/- each and each shareholder is eligible for one vote per share.

**2.4 Disclosure of Bonus Share**

1995240 shares of Rs.10/- each issued as fully paid up bonus share through capitalisation of Securities Premium Reserve.

**2.5 Issue of Share Capital**

The Company has offered 1640000 equity shares (having face value of Rs. 10/- each) to public by way of IPO through NSE Emerge, the shares were issued at the premium of Rs. 45/- each. The shares was fully subscribed and received the Rs. 9,02,00,000/- from such issue of Equity Shares through IPO.

**NOTES TO FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

(Amount in Rs.)

**Note No.**

3. RESERVES & SURPLUS	As at 31.03.2018	As at 31.03.2017
<b>a) Capital Reserve</b>		
TUF (Textile Upgradation Fund) Subsidy	75,13,369	75,13,369
	<b>75,13,369</b>	<b>75,13,369</b>
<b>b) Securities Premium</b>		
As per Last Balance Sheet	4,34,57,240	4,34,57,240
Add : On Issue of Shares during the year	7,38,00,000	-
Less: Utilised for issue of Bonus Shares	(1,99,52,400)	-
Balance as at the end of the year	<b>9,73,04,840</b>	<b>4,34,57,240</b>
<b>c) Surplus</b>		
As per Last Balance Sheet	77,51,257	(42,20,370)
Add : Profit for the Year	2,13,85,671	1,19,43,284
Add : Income Tax Provision Written Back	-	28,908
Less : Income tax for earlier years	(2,48,594)	(564)
	<b>2,88,88,335</b>	<b>77,51,257</b>
<b>TOTAL RESERVE &amp; SURPLUS (a+b+c)</b>	<b>13,37,06,544</b>	<b>5,87,21,866</b>
<b>3. LONG-TERM BORROWINGS</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>
<b>SECURED</b>		
Term Loan From Bank		
- The South Indian Bank (Loan-1)	3,76,41,000	6,56,74,500
- The South Indian Bank (Loan-2)	16,98,224	31,75,687
- The South Indian Bank (Loan-3)	2,19,79,000	-
From Body Corporates		
- TATA Capital Financial Services Ltd. (Loan-1)	14,46,163	23,88,222
- TATA Capital Financial Services Ltd.(Loan -2)	38,99,170	56,33,785
- Dewan Housing Finance Corporation Ltd.	9,85,054	16,68,206
	<b>6,76,48,611</b>	<b>7,85,40,400</b>
<b>UNSECURED</b>		
From Body Corporates	-	19,87,850
From Directors	5,00,000	-
	<b>5,00,000</b>	<b>19,87,850</b>
<b>TOTAL</b>	<b>6,81,48,611</b>	<b>8,05,28,250</b>

**4.1 Nature of Security and Repayment Terms**

- (a) Term Loan 1 from The South Indian Bank and is Secured by way of first charge on entire plant & machinery except machinery covered in clause (c) below and other fixed assets and second charge on current assets of the Company. The Term Loan carry interest @ Base Rate + 0.95% at monthly rest and principal is repayable with an increasing trend monthly in 63 installments towards principal by the Year 2020-21.
- (b) Term Loan 2 from The South Indian Bank and is Secured by way of first charge on entire plant & machinery except machinery covered in clause (c) below and other fixed assets and second charge on current assets of the Company. The Term Loan carry interest @ Base Rate + 0.95% at monthly rest and principal is repayable Monthly in 63 equal installments towards principal by the Year 2020-21.



**NOTES TO FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018.

- (c) Term Loan 3 is Sanctioned by The South Indian Bank in the current year and is Secured by way of first charge on entire plant & machinery except machinery covered in clause (c) below and other fixed assets and second charge on current assets of the Company. The Term Loan carry interest @ Base Rate + 0.95% at monthly rest and principal is repayable Monthly in 78 equal installments of 13.50 lakhs.
- (d) The Term Loan from Dewan Housing Finance Corporation Ltd. is secured by way of first charge on the plant & machinery financed by the respective body corporate. The term loan carry interest @ 14.85%(fixed) at monthly rest and all are repayable monthly in 60 installments towards principal and the total term loan is repayable by the year 2020-21.
- (e) The Term Loan 1 from TATA Capital Financial Services Ltd. is secured by way of first charge on the plant & machinery financed by the respective body corporate. The term loan carry interest @12.75%(floating) at monthly rest and repayable monthly in 60 installments towards principal by the year 2020-21.
- (f) The Term Loan 2 from TATA Capital Financial Services Ltd. is secured by way of first charge on the plant & machinery financed by the respective body corporate. The term loan carry interest @12.50%(floating) at monthly rest and repayable monthly in 60 installments towards principal by the year 2021-22.

**4.2 The entire term loans are guaranteed by directors.**

- 4.3** Unsecured Loan of Rs. 500000/- from Director Sri Pawan Kumar Agarwal is free of interest and is payable during the financial year 2020-21, and does not have any installment amount payable as such

(Amount in Rs.)

5. <b>DEFERRED TAX LIABILITY</b>	As at 31.03.2018	As at 31.03.2017
On Depreciation Difference	1,37,74,267	1,27,78,331
On Gratuity (Deffered Tax Assets)	(1,08,405)	—
<b>TOTAL</b>	<b>1,36,65,862</b>	<b>1,27,78,331</b>

6. <b>LONG-TERM PROVISIONS</b>	As at 31.03.2018	As at 31.03.2017
Provision for Gratuity	4,12,957	—
<b>TOTAL</b>	<b>4,12,957</b>	<b>—</b>

7. <b>SHORT TERM BORROWINGS</b>	As at 31.03.2018	As at 31.03.2017
<b>Secured</b>		
<b>Loan Repayable on Demand</b>		
Working Capital loan from The South Indian Bank Ltd.	7,52,96,616	7,25,74,679
<b>TOTAL</b>	<b>7,52,96,616</b>	<b>7,25,74,679</b>

**7.1 Nature of Security**

Secured Against Book Debt and Inventories

**7.2 The entire short term borrowing from bank is guaranteed by directors**

8. <b>TRADE PAYABLES</b>	As at 31.03.2018	As at 31.03.2017
Trade payables	4,13,55,221	2,70,84,427
<b>TOTAL</b>	<b>4,13,55,221</b>	<b>2,70,84,427</b>

- 8.1** According to the information available with the company there are no dues payable to Micro & Small Enterprises as defined under Micro, Small & Medium Enterprises Development Act, 2006.

**NOTES TO FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

(Amount in Rs.)

<b>9.</b>	<b>OTHER CURRENT LIABILITIES</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>		
	Current Maturities of Long term Debt	3,19,86,179	86,97,063		
	<u>Other Payables</u>				
	Statutory dues Payable	2,50,527	5,37,551		
	Liability for Expenses	59,66,191	34,36,661		
	Liability for Capital goods	45,94,056	–		
	Advance From Customers	75,132	6,39,631		
	<b>TOTAL</b>	<b>4,28,72,085</b>	<b>1,33,10,906</b>		
<b>10.</b>	<b>SHORT-TERM PROVISIONS</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>		
	Provision for Income Tax	49,08,428	32,45,743		
	Provision for Gratuity	3,984	–		
	<b>TOTAL</b>	<b>49,12,412</b>	<b>32,45,743</b>		
<b>12.</b>	<b>NON - CURRENT INVESTMENTS</b>	<b>As at 31.03.2018</b>		<b>As at 31.03.2017</b>	
		<b>Nos.</b>	<b>Amount</b>	<b>Nos.</b>	<b>Amount</b>
	<b>Non Trade Investments</b>				
	<b>Unquoted Shares</b>				
	<b>In Equity Shares Of Associate Companies</b>				
	Aashakiran Commodeal Pvt. Ltd.	260000	13,00,000	260000	13,00,000
	Face value of Rs. 10/- each	<b>260000</b>	<b>13,00,000</b>	<b>260000</b>	<b>13,00,000</b>
<b>13.</b>	<b>LONG-TERM LOANS &amp; ADVANCES</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>		
	Security Deposits (Unsecured Considered Good)	1,00,650	60,650		
	<b>TOTAL</b>	<b>1,00,650</b>	<b>60,650</b>		
<b>14.</b>	<b>INVENTORIES</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>		
	Finished Goods (at lower of cost or market price)	3,60,21,765	1,85,86,470		
	Raw Material (at cost)	4,89,73,266	2,98,37,566		
	WIP (at estimated cost)	3,26,07,066	3,37,68,858		
	Store & Spares	25,79,845	26,40,092		
	<b>TOTAL</b>	<b>12,01,81,941</b>	<b>8,48,32,986</b>		
<b>15.</b>	<b>TRADE RECEIVABLES</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>		
	(unsecured considered good)				
	Outstanding for a period exceeding 6months from the date they are due for payment	8,31,822	9,89,954		
	Others	4,02,53,493	2,44,28,296		
	<b>TOTAL</b>	<b>4,10,85,315</b>	<b>2,54,18,250</b>		

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018.

### NOTE NO. 11

#### Fixed Assets Details FY 2017-18

(Amount in Rs.)

Particulars	G R O S S B L O C K			D E P R E C I A T I O N			N E T B L O C K			
	As on 01-04-2017	Additions During the Year	Sold/ Transfer During the Year	As on 31-03-2018	Up to 31-03-2017	Depreciation For the Year	Sale Adjustment During the Year	Up to 31-03-2018	As on 31-03-2018	As on 31-03-2017
<b>Tangible Assets</b>										
Land	2,09,88,042	-	-	2,09,88,042	-	-	-	-	2,09,88,042	2,09,88,042
Factory Building & Shed	4,95,91,721	3,90,478	-	4,99,82,199	67,57,090	15,51,274	-	83,08,364	4,16,73,835	4,28,34,631
Office Building	46,80,062	-	-	46,80,062	3,25,867	74,205	-	4,00,072	42,79,990	43,54,195
Plant & Machinery	11,14,21,190	6,06,295	2,59,670	11,17,67,815	2,26,85,594	72,16,645	33,657	2,98,68,582	8,18,99,233	8,87,35,596
Vehicles (Bike)	92,543	-	-	92,543	39,332	8,791	-	48,123	44,420	53,211
Vehicles (TATA Magic)	4,65,976	-	-	4,65,976	2,28,294	57,417	-	2,85,711	1,80,265	2,37,682
Computer	3,52,257	35,678	-	3,87,935	3,33,884	2,962	-	3,36,846	51,089	18,373
Furniture	1,15,760	-	-	1,15,760	41,653	11,527	-	53,180	62,580	74,107
Inverter	27,925	-	-	27,925	6,614	1,798	-	8,412	19,513	21,311
Mobile	80,369	-	-	80,369	15,471	4,934	-	20,405	59,964	64,898
Office Equipments	44,160	-	-	44,160	15,813	8,391	-	24,204	19,956	28,347
<b>Intangible Assets</b>										
Trade Mark	14,865	5,000	-	19,865	-	-	-	-	19,865	14,865
<b>TOTAL (A)</b>	<b>18,78,74,868</b>	<b>10,37,451</b>	<b>2,59,670</b>	<b>18,86,52,649</b>	<b>3,04,49,612</b>	<b>89,37,944</b>	<b>33,657</b>	<b>3,93,53,899</b>	<b>14,92,98,750</b>	<b>15,74,25,256</b>
<b>CWIP</b>										
New Plant & Machinery	-	4,73,39,737	-	4,73,39,737	-	-	-	-	4,73,39,737	-
New Factory Building	-	2,04,85,358	-	2,04,85,358	-	-	-	-	2,04,85,358	-
New Furniture	-	1,50,256	-	1,50,256	-	-	-	-	1,50,256	-
Preoperative Expenses	-	6,30,231	-	6,30,231	-	-	-	-	6,30,231	-
<b>TOTAL (B)</b>	<b>-</b>	<b>6,86,05,582</b>	<b>-</b>	<b>6,86,05,582</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,86,05,582</b>	<b>-</b>
<b>GRAND TOTAL (A+B)</b>	<b>18,78,74,868</b>	<b>6,96,43,033</b>	<b>2,59,670</b>	<b>25,72,58,231</b>	<b>3,04,49,612</b>	<b>89,37,944</b>	<b>33,657</b>	<b>3,93,53,899</b>	<b>21,79,04,332</b>	<b>15,74,25,256</b>
<b>PREVIOUSYEAR</b>	<b>17,34,45,366</b>	<b>1,44,29,502</b>	<b>-</b>	<b>18,78,74,868</b>	<b>2,21,49,014</b>	<b>83,00,598</b>	<b>-</b>	<b>3,04,49,612</b>	<b>15,74,25,256</b>	<b>-</b>

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018.

(Amount in Rs.)

16.	<b>CASH AND BANK BALANCES</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>
	Cash and Cash Equivalents		
	Balances with Bank on :		
	Current Account	28,657	21,91,541
	Escrow Account	5,20,626	–
		<b>4,10,85,315</b>	<b>2,54,18,250</b>
	Cash in Hand (as certified by the management)	10,09,777	11,08,478
	Other Bank Balances	53,58,000	15,48,000
	Fixed Deposit with Banks (refer note below)	<b>69,17,060</b>	<b>48,48,019</b>

16.1 Fixed Deposits of Rs 4428000/- is having maturity of more then 12 months.

16.2 Fixed Deposit with banks includes Rs 1808000/- (previous year Rs 1548000/-) held as security against guarantees.

16.3 Fixed Deposit with banks includes Rs 2500000/- held as security against Bank Term Loan.

16.4 Fixed Deposit with banks includes Rs 250000/- held as security against loan from Tata Capital Finance.

16.5 Fixed Deposit with banks includes Rs 800000/- given as Earnest Money Deposit

17.	<b>SHORT-TERM LOANS &amp; ADVANCES</b> (Unsecured, considered good)	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>
	Advances recoverable in cash or in kind	1,61,78,584	4,84,258
	Income Tax and TDS	38,974	10,32,653
	Balance with Central Excise including cenvat entitlement and GST	1,39,69,742	7,73,289
	Input Tax Credit on VAT	9,65,150	–
	Prepaid Expenses	3,01,306	7,91,910
	Service Tax (Reverse Charge)	–	86,398
	Accrued Interest on Fixed Deposit	1,01,509	68,773
	Security Deposit	17,82,200	–
	TUF Subsidy receivable	60,89,992	44,23,360
	<b>TOTAL</b>	<b>3,94,27,457</b>	<b>76,60,641</b>

18.	<b>OTHER CURRENT ASSETS</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>
	MAT Credit Entitlement	31,07,552	–
	<b>TOTAL</b>	<b>31,07,552</b>	<b>–</b>

18.1 MAT Credit Entitlement has been recognised in the books for the current year only. MAT Credit Entilemnt up to Previous Years amounting to Rs. 50,73,015/-.

19.	<b>Revenue from Operations</b>	<b>2017-18</b>	<b>2016-17</b>
	Sale of Products (Manufactured Goods)	46,56,01,900	37,62,15,622
	Sale of Products (Traded Goods)	7,40,39,794	3,01,96,327
	Less: Excise Duty/GST	(6,73,78,302)	(4,93,34,391)
	Net Sales	47,22,63,391	35,70,77,557
	<b>TOTAL</b>	<b>47,22,63,391</b>	<b>35,70,77,557</b>

**NOTES TO FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

(Amount in Rs.)

<b>19.1. Particulars of sale of Products</b>	<b>2017-18</b>	<b>2016-17</b>
<b>Manufactured Goods</b>		
PP/HDPE Fabric	8,67,85,804	13,93,21,162
HDPE Tarpulin	42,91,745	5,45,067
PP/HDPE Bags	24,53,87,863	18,85,85,850
Leno Bags	4,91,24,261	–
Scrap	11,72,258	17,66,030
Plastic Coated Jute Bags	1,83,37,440	–
Other	12,915	5,170
<b>Traded Goods</b>		
Granuals	3,99,33,259	2,68,54,278
Water Coconut	2,72,17,846	–
<b>TOTAL</b>	<b>47,22,63,391</b>	<b>35,70,77,557</b>
<b>20 Other Income</b>	<b>2017-18</b>	<b>2016-17</b>
a) Interest Income (TDS 31790/- previous year TDS 11604/-)	3,17,896	1,16,038
b) Sundry Balance Back	–	3,34,872
c) TUF Subsidy Received on interest on CC & Term Loan	16,66,632	37,25,051
d) Discount received	3,70,000	–
<b>TOTAL</b>	<b>23,54,528</b>	<b>41,75,961</b>
<b>21 Cost of Materials Consumed</b>	<b>2017-18</b>	<b>2016-17</b>
<b>A) Raw Material Consumed</b>		
Opening Stock	2,98,37,566	2,69,75,018
Add: Purchase during the year	34,57,51,441	26,21,05,947
	<b>37,55,89,007</b>	<b>28,90,80,965</b>
Less: Closing Stock	<b>4,89,73,266</b>	<b>2,98,37,566</b>
<b>TOTAL</b>	<b>32,66,15,741</b>	<b>25,92,43,399</b>
<b>21.1 Item wise classification</b>	<b>2017-18</b>	<b>2016-17</b>
Granuals	27,20,57,980	24,65,86,101
Others	5,45,57,761	1,26,57,298
<b>TOTAL</b>	<b>32,66,15,741</b>	<b>25,92,43,399</b>
<b>22 Purchase of Trading Goods</b>	<b>2017-18</b>	<b>2016-17</b>
Water Coconut	1,88,90,672	–
Granuals	3,92,10,558	2,54,71,879
<b>TOTAL</b>	<b>5,81,01,230</b>	<b>2,54,71,879</b>

**NOTES TO FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018.

(Amount in Rs.)

<b>23</b>	<b>Change in Inventories of Finished Goods , Stock in Process and Stores &amp; Spares</b>	<b>2017-18</b>	<b>2016-17</b>
	<b>Finished Goods</b>		
	Opening Stock	1,85,86,470	1,53,39,080
	Less: Closing Stock	3,60,21,765	1,85,86,470
		<b>(1,74,35,295)</b>	<b>(32,47,390)</b>
	<b>Stock-In-process</b>		
	Opening Stock	3,37,68,858	2,57,27,401
	Less: Closing Stock	3,26,07,066	3,37,68,858
		<b>11,61,792</b>	<b>(80,41,456)</b>
	<b>TOTAL</b>	<b>(1,62,73,503)</b>	<b>(1,12,88,847)</b>
<b>24</b>	<b>Employees Benefit Expenses</b>	<b>2017-18</b>	<b>2016-17</b>
	– Salary	80,86,483	62,34,673
	– Wages	10,71,998	9,18,182
	– PF Admin. Charges	9,538	13,810
	– PF Employer Contribution	1,80,022	1,67,780
	– ESI Empolyer Contribution	1,08,248	1,02,873
	– Staff & labour Welfare Exp	735	2,827
	– Staff Quarters Rent	75,000	1,29,000
	– Gratuity	4,16,941	–
	<b>TOTAL</b>	<b>99,48,965</b>	<b>75,69,145</b>
<b>24.1</b>	Salary includes salary to a Director Rs. 11,00,000/-, Previous year 9,60,000/-.		
<b>25</b>	<b>Finance Cost</b>	<b>2017-18</b>	<b>2016-17</b>
	Interest On Cash Credit	78,46,175	90,08,090
	Interest to Bank on Term Loan	68,64,528	98,07,217
	Interest to Others	36,87,634	27,28,852
	Other Borrowing Cost	4,91,100	3,99,855
	<b>TOTAL</b>	<b>1,88,89,437</b>	<b>2,19,44,014</b>
<b>26</b>	<b>Depreciation &amp; Amortisation Expense</b>	<b>2017-18</b>	<b>2016-17</b>
	Depreciation	89,37,944	83,00,598
	<b>TOTAL</b>	<b>89,37,944</b>	<b>83,00,598</b>

**NOTES TO FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

(Amount in Rs.)

27	<b>Other Expenses</b>	<b>2017-18</b>	<b>2016-17</b>
	<b>Power &amp; Fuel</b>		
	– Electric Charges	2,16,93,858	2,04,94,612
	– Fuel	9,23,314	2,89,366
	Carriage Inward	22,22,793	32,66,425
	Carriage Outward	36,88,268	28,72,272
	Freight (on Water Coconut)	26,08,480	–
	Pollution Fees	54,600	54,600
	Loading & Unloading Charges	25,000	25,426
	Miscellaneous Expenses	41,326	70,569
	Bank Charges	5,19,701	1,06,595
	Late Fees	23,310	4,800
	Discount & Claims	39,741	2,81,173
	Website Designing charges	8,333	21,050
	Insurance	4,54,341	4,26,818
	Security Guard charges	7,80,563	7,08,962
	Courier Exp	9,085	78,153
	Advertisement Exp	–	22,140
	Printing & stationery	39,694	46,946
	Store & Spare consumed	39,16,545	20,18,077
	Repair & Maintenance to Machinery	5,97,100	7,06,561
	Repair & Maintenance to Factory Shed	22,795	–
	Vehicle running & maintenance exp.	1,27,041	20,293
	Professional Charges	2,83,950	1,94,650
	<b>Auditor's Remuneration</b>		
	– Audit Fees	50,000	20,000
	– Tax Audit Fees	10,000	7,000
	– VAT Audit Fees	–	3,000
	Stock Audit Fees	20,500	23,500
	Legal Audit Fees	12,000	–
	Training Fees	48,000	–
	Rate, Taxes & Duty	4,30,395	4,87,314
	Entry tax	17,78,339	–
	Penalty & Fines	6,300	36,347
	Donation	26,100	13,600
	Licence Fees	1,96,650	–
	Telephone Exp	1,32,787	1,07,102
	Testing Charges	37,346	88,411
	Travelling & Conveyance Exp	19,15,521	4,34,710
	Market Making Charges	75,000	–
	Office Rent	16,000	–
	Godown Rent	85,000	–
	Share Issue Exp (refer to Note no. 33)	7,16,089	–
	Sundry Balance Written Off	6,12,215	–
	<b>TOTAL</b>	<b>4,42,48,079</b>	<b>3,29,30,472</b>

**NOTES TO FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018.

(Amount in Rs.)

28	Exceptional Item	2017-18	2016-17
	Profit/(Loss) from sale of Fixed Assets	(76,013)	–
	Profit/(Loss) from Foreign Currency	66	–
	<b>TOTAL</b>	<b>(75,947)</b>	<b>–</b>

29	Earning per equity share	2017-18	2016-17
	<b>A Basic</b>		
	(i) Profit/(Loss) for the Year (Rs.)	2,13,85,671	1,19,43,284
	(ii) Weighted average number of equity shares @Rs. 10 each	31,22,266	13,30,160
	(iii) Earning/(Loss) per per share (Rs.)	<b>6.85</b>	<b>8.98</b>
	<b>B Effect of Dilution</b>		
	(i) Number of dilutive potential equity shares resulting form exercising of right of optionally convertible debentures	–	–
	(ii) Aggregate of A(ii) and B(i)	31,22,266	13,30,160
	(iii) Increase in earning for such debentures	–	–
	(iv) Profit/(Loss) for the year (Rs.) [A(i) +B(iii)]	2,13,85,671	1,19,43,284
	(v) Diluted Earnings/(Loss) per share (Rs.) [(iv)/(ii)]	<b>6.85</b>	<b>8.98</b>

30	INFORMATION ON STATEMENT OF PROFIT & LOSS ACCOUNT	2017-18	2016-17
	(a) Earnings in Foreign Exchange	Nil	Nil
	(b) C.I.F. Value of Imports	Nil	Nil
	(c) Expenses in Foreign Currency	1,46,172	Nil
	(d) Value of importes/ indigenious raw materials, Spare Parts, Components and Stores consumed and percentage of each on total consumption:		

Particulars	2017-18	%	2016-17	%
<b>Raw Materials</b>				
Imported	–	–	–	–
Indeginious	32,66,15,741	100.00%	25,92,43,399	100.00%
<b>TOTAL</b>	<b>32,66,15,741</b>	<b>–</b>	<b>25,92,43,399</b>	<b>–</b>
<b>Stores</b>				
Imported	–	–	–	–
Indeginious	–	–	–	–
<b>TOTAL</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>



**NOTES TO FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

(Amount in Rs.)

**31 RELATED PARTY TRANSACTION**

Information given in accordance with Accounting Standard- 18

**List of Related Parties**

Description of Related Party	Name of Related Party
Subsidiaries	Nil
Key Management Personnel	1. Pramod kumar Agarwal 2. Nirmal Parakh 3. Prateek Agarwal up to Feb 2018 4. Shikha Agarwal
Director	1. Pawan Kumar Agarwal
Relative of Director	1. Madhu Agarwal
Enterprise over which Key Management Personnel are common and is able to exercise significance influence.	1. M/s Tirumala Resins (P) Ltd. 2. M/s Ashakiran Commodeal Pvt Ltd

**Details of Related Party Transactions**

Paid to/Received From	Nature of Transaction	Transaction during the year (Rs.)	Outstanding as on 31.03.2018 (Rs.)	Transaction during the Prev. year (Rs.)	Outstanding as on 31.03.2017 (Rs.)
1. Pramod Kumar Agarwal	Salary	11,00,000	97,567	9,60,000	1,28,757
2. Nirmal parakh	Salary	7,20,000	48,000	7,20,000	40,000
3. Prateek Agarwal	Salary	1,40,000	-	-	-
4. Shikha Agarwal	Salary	1,00,000	-	-	-
5. Pawan Kumar Agarwal	Loan taken	5,00,000	5,00,000	-	-
6. Madhu Agarwal	Office Rent	16,000	6,000	-	-
7. Tirumala Resins Pvt. Ltd	Sales	52,25,644	5,75,706	83,40,907	1,72,755
8. Tirumala Resins Pvt. Ltd	Purchases	2,18,19,484	-	-	-

<b>32 CONTINGENT LIABILITY</b>	<b>2017-18</b>	<b>2016-17</b>
<b>(A) Contingent Liabilities</b>		
<b>i) Guarentees Given by bank on behalf of company &amp; Counter Guarentees given by the Co.</b>		
To WESEDCL	53,11,500	47,00,000

31.1.1 The above mentioned bank guarantee has been secured by Fixed Deposits worth Rs 18.08 Lacs (Previous year Rs 15.48 lacs) as on 31.03.2018.

**33 SHARE ISSUE EXPENSES**

Out of total Expenses amounting to Rs.63,49,569/-, incurred towards share issue expenses, Rs.56,33,481/- has been considered as related to Project Expansion and has been capitalised and shown under the head capital work in progress in fixed assets and the remaining amount of Rs. 7,16,089/- has been considered as revenue expenses and charged to profit and loss account.

**34 CONVERSION OF COMPANY**

The Company has been converted from Private Limited to Public Limited Company w.e.f 22.08.2017 on obtaining of fresh certificate of Incorporation consequent upon conversion from Private Limited Company to Public Limited Company under section 18 of the Companies Act, 2013.

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018.

- 35 In keeping with the Company's gratuity scheme employees are entitled to gratuity benefit on retirement /death/ incapacitation/ termination. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. Following are the further particulars with respect to gratuity liability which is unfunded

		(Amount in Rs.)
		<b>2017-18</b>
<b>I.</b>	<b>Changes in present value of obligations</b>	
i	Present value of obligation at the beginning of the year	-
ii	Acquisition Adjustment	-
iii	Interest Cost	-
iv	Past service Cost	-
v	Current Service Cost	84,526
vi	Curtailment Cost	-
vii	Settlement Cost	-
viii	Benefits Paid	-
ix	Actuarial gain/loss on Obligations	3,32,415
	Present value of Obligation at the end of the year	<b>4,16,941</b>
<b>II.</b>	<b>Expense recognised in Statement of Profit/Loss</b>	
i	Current Service Cost	84,526
ii	Past service Cost	-
iii	Interest Cost	-
iv	Expected Return on Plan Asset	-
v	Curtailment Cost	-
vi	Settlement Cost	-
vii	Actuarial Gain/Loss recognised in the year	3,32,415
	Expenses Recognised in statement of Profit/ Loss	<b>4,16,941</b>
<b>III.</b>	<b>Liability recognised in Balance Sheet</b>	
i	Opening Net Liability	-
ii	Expenses as above	4,16,941
iii	Contributions	-
iv	Closing Net Liability	4,16,941
	Closing Fund / Provision at the end of year	<b>4,16,941</b>
<b>IV.</b>	<b>Principle Actuarial Assumptions</b>	
i	Mortality Table	IALM (2006-2008) Ultimate
ii	Discount Rate	7.70%
iii	Inflation Rate	6.00%
iv	Return on Asset	NA

**NOTES TO FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

(Amount in Rs.)

**36 BALANCES SUBJECT TO CONFIRMATION**

Sundry Debtors/Advances/ Deposits and Creditors are subject to confirmation by the parties.

**37 CAPITAL COMMITMENT**

Estimated amount of contracts remaining to be executed on capital account amounting to Rs. 2,80,71,587/- net of advances of Rs. 1,44,34,954/- (Previous year Rs. NIL)

**38** The amount have been rounded off to the nearest rupee.

**39** The previous year figures has been reclassified/ regrouped in accordance with the requirement applicable in current year.

In terms of our report of even date attached

**For D. K. Parmanandka & Co.**

*Chartered Accountants*

Firm Registration. No: 322388E

Sd/-

**(Dilip Kumar Parmanandka)**

*Partner*

Membership No: 056252

Place : Kolkata

Date : The 30th day of May, 2018

for and on behalf of the Board of Directors of **SMVD Poly Pack Limited**

Sd/-

**Pramod Kumar Agarwal**

*Chairman & Managing Director*

Sd/-

**Pawan Kumar Agarwal**

*Director*

Sd/-

**Sangita Agarwal**

*Director*

Sd/-

**Nirmal Parakh**

*Chief Financial Officer*

Sd/-

**Shikha Agarwal**

*Company Secretary*

## INDEPENDENT AUDITOR'S REPORT

To the Members of  
**M/S. SMVD POLY PACK LIMITED**  
(Formerly known as SMVD Poly Pack Pvt. Ltd.)

### Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **M/S. SMVD POLY PACK LIMITED** ('the Company'), (formerly SMVD Poly Pack Pvt. Ltd.) and its associate Company (the Company and its associate Company together referred to as 'the Group'), which comprise the Consolidated Balance Sheet as at 31 March 2018, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit.

In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Group as at 31 March, 2018 and its consolidated profit and its consolidated cash flows for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

- As required by Section 143 (3) of the Act, we report that:
  - We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The consolidated balance sheet, the consolidated statement of profit and loss and the consolidated cash flow statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- (e) on the basis of written representations received from the Directors of the Company as on 31 March 2018, taken on record by the Board of Directors of the Company and the reports of the statutory auditors of its associate company incorporated in India, none of the Directors of the Group companies, incorporated in India is disqualified as on 31 March 2018, from being appointed as a director in terms of Section 164(2) of the Act.
- (f) with respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our report in "Annexure A" which is based on the Auditors' Report of the Company and its associate company incorporated in India. Our report express an unmodified opinion on the adequacy and operating effectiveness of the internal financial controls over financial reporting of the Company and its associate company incorporated in India.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Group does not have any pending litigations which would impact the financial position.
  - ii. The Group does not have any long- term contracts including derivative contracts for which there were any material foreseeable losses; and
  - iii. There were no amounts which were required to be transferred by the Group to the Investor Education and Protection Fund.

For **D. K. PARMANANDKA & CO.**  
*Chartered Accountants*  
(Firm's Registration No. 322388E)

Sd/-  
**(Dilip Kumar Parmanandka)**  
*Partner*  
(Membership No. : 056252)

Place : Kolkata  
Date : 30.06.2018

## Annexure 'A' to the Independent Auditor's Report

(Referred to in paragraph 2(f) under 'Report on Other Legal & Regulatory Requirements' section of our report of even date)

### Report on the Internal Financial Controls Over Financial Reporting under clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act").

We have audited the internal financial controls over financial reporting of **M/S. SMVD POLY PACK LIMITED** ("the Company") and its associate company incorporated in India as of 31 March 2018 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

#### Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Company and its associate company incorporated in India, is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company and its associate company incorporated in India considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

#### Meaning of Internal Financial Controls over Financial Reporting

The company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial

control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In our opinion, and to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the internal control over financial reporting criteria established by the Company and its associate company incorporated in India considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **D. K. PARMANANDKA & CO.**  
*Chartered Accountants*  
(Firm's Registration No. 322388E)

Sd/-  
**(Dilip Kumar Parmanandka)**  
*Partner*  
(Membership No. : 056252)

Place : Kolkata  
Date : 30.06.2018

**CONSOLIDATED BALANCE SHEET** as at March 31, 2018

(Amount in Rs.)

Particulars	Note No.	As at 31.03 2018	As at 31.03 2017
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' Fund</b>			
(a) Share Capital	2	4,96,54,000	1,33,01,600
(b) Reserves and Surplus	3	13,37,04,923	5,87,15,885
<b>(2) Non-current Liabilities</b>			
(a) Long-Term Borrowings	4	6,81,48,611	8,05,28,250
(b) Deffered Tax Liabilities (net)	5	1,36,65,862	1,27,78,331
(c) Long-Term Provisions	6	4,12,957	–
<b>(3) Current Liabilites</b>			
(a) Short Term Borrowings	7	7,52,96,616	7,25,74,679
(b) Trade Payables	8	4,13,55,221	2,70,84,427
(c) Other Current Liabilities	9	4,28,72,085	1,33,10,906
(d) Short-Term Provisions	10	49,12,412	32,45,743
<b>TOTAL</b>		<b>43,00,22,687</b>	<b>28,15,39,822</b>
<b>II. ASSETS</b>			
<b>Non-current Assets</b>			
<b>(1) Fixed Assets</b>	11		
(a) Tangible Assets		14,99,28,981	15,74,25,256
(b) Capital Work in Progress		6,79,75,351	–
<b>(2) Non-Current Investments</b>	12	12,98,379	12,94,019
<b>(3) Long-Term Loans and Advances</b>	13	1,00,650	60,650
<b>(2) Current Assets</b>			
(a) Inventories	14	12,01,81,941	8,48,32,986
(b) Trade Receivables	15	4,10,85,315	2,54,18,250
(c) Cash and Bank Balances	16	69,17,060	48,48,019
(d) Short-Term Loans and Advances	17	3,94,27,457	76,60,641
(e) Other Current Assets	18	31,07,552	–
<b>TOTAL</b>		<b>43,00,22,687</b>	<b>28,15,39,822</b>
Significant Accounting Policies	1		
Notes to the Financial Statements	2-39		

In terms of our report of even date attached

**For D. K. Parmanandka & Co.**

*Chartered Accountants*

Firm Registration. No: 322388E

Sd/-

**(Dilip Kumar Parmanandka)**

*Partner*

Membership No: 056252

Place : Kolkata

Date : The 30th day of June, 2018

for and on behalf of the Board of Directors of **SMVD Poly Pack Limited**

Sd/-

**Pramod Kumar Agarwal**

*Chairman & Managing Director*

Sd/-

**Pawan Kumar Agarwal**

*Director*

Sd/-

**Sangita Agarwal**

*Director*

Sd/-

**Nirmal Parakh**

*Chief Financial Officer*

Sd/-

**Shikha Agarwal**

*Company Secretary*



**CONSOLIDATED PROFIT AND LOSS STATEMENT** for the year ended March 31, 2018

(Amount in Rs.)

Particulars	Note No.	Year ended 2017-18	Year ended 2016-17
<b>Income</b>			
I. Revenue from Operations	19	47,22,63,391	35,70,77,557
II. Other Income	20	23,54,528	41,75,961
<b>III. Total Revenue(I+II)</b>		<b>47,46,17,919</b>	<b>36,12,53,519</b>
<b>IV. Expenditure</b>			
Cost of Materials Consumed	21	32,66,15,741	25,92,43,399
Purchase of Trading Goods	22	5,81,01,230	2,54,71,879
Change in Inventories of Finished Goods , Stock in Process and Stores & Spares	23	(1,62,73,503)	(1,12,88,847)
Employees Benefit Expenses	24	99,48,965	75,69,145
Finance Cost	25	1,88,89,437	2,19,44,014
Depreciation & Amortisation Expense	26	89,37,944	83,00,598
Other Expenses	27	4,42,48,079	3,29,30,472
<b>Total Expenses</b>		<b>45,04,67,894</b>	<b>34,41,70,661</b>
<b>V. Profit before Exceptional Items</b>		<b>2,41,50,025</b>	<b>1,70,82,858</b>
Exceptional Item	28	(75,947)	–
<b>VI. Profit before tax (III-IV)</b>		<b>2,40,74,078</b>	<b>1,70,82,858</b>
<b>VII. Tax expense :</b>			
(1) Current Tax		(49,08,428)	(32,45,743)
(2) Deferred tax		(8,87,531)	(18,93,831)
(3) MAT Credit Entitlement (refer Note no 18.)		31,07,552	–
<b>VIII. Profit for the year</b>		<b>2,13,85,671</b>	<b>1,19,43,284</b>
IX. Share of Profit/(Loss) from Associate		4,360	3,995
<b>X. Profit (Loss) for the period (V-VI)</b>		<b>2,13,90,031</b>	<b>1,19,47,279</b>
<b>XI. Earning per equity share</b>	29		
(1) Basic (refer Note no 29.)		6.85	8.98
(2) Diluted (refer Note no 29.)		6.85	8.98
Significant Accounting Policies	1		
Notes to the Financial Statements	2-39		

In terms of our report of even date attached

**For D. K. Parmanandka & Co.**

Chartered Accountants

Firm Registration. No: 322388E

Sd/-

**(Dilip Kumar Parmanandka)**

Partner

Membership No: 056252

Place : Kolkata

Date : The 30th day of June, 2018

for and on behalf of the Board of Directors of **SMVD Poly Pack Limited**

Sd/-  
**Pramod Kumar Agarwal**  
Chairman & Managing Director

Sd/-  
**Pawan Kumar Agarwal**  
Director

Sd/-  
**Sangita Agarwal**  
Director

Sd/-  
**Nirmal Parakh**  
Chief Financial Officer

Sd/-  
**Shikha Agarwal**  
Company Secretary

## CONSOLIDATED CASH FLOW STATEMENT for the year ended March 31, 2018

(Amount in Rs.)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit/(Loss) before Tax	2,40,74,078	1,70,82,858
<b>Adjustment for</b>		
Add: Depreciation	89,37,944	83,00,598
Exceptional Item	75,947	–
Interest on Loan Exp	1,83,98,337	2,04,61,741
Less: Interest Income	(3,17,896)	(1,16,038)
TUF Subsidy on Interest & CC	(16,66,632)	(37,25,051)
<b>Operating Profit Before Extra Ordinary item</b>	<b>4,95,01,778</b>	<b>4,20,04,108</b>
Foreign exchange gain	66	–
<b>Operating Profit Before Working Capital Changes</b>	<b>4,95,01,844</b>	<b>4,20,04,108</b>
<b>Movement in Working Capital</b>		
Decrease/ (increase) in Trade and Other Receivables	(4,98,35,745)	60,42,520
Increase/ (decrease) in Trade and Other Payable	2,32,68,778	1,20,76,911
(Increase)/decrease in Stock	(3,53,48,955)	(1,51,17,082)
<b>Cash generated from / (used in) Operations</b>	<b>(1,24,14,077)</b>	<b>4,50,06,457</b>
Direct Taxes Paid (net of refunds)	6,06,894	(12,19,071)
<b>Net cash flow from/ (used in) Operating Activities (A)</b>	<b>(1,18,07,183)</b>	<b>4,37,87,386</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets	(6,96,43,033)	(1,44,29,502)
Sale of fixed assets	1,50,000	–
Interest received	2,85,160	1,26,986
Long term Provisions	4,12,957	–
Long Term Loans And Advance (Assets)	(40,000)	–
<b>Net Cash Flow from/ (used) in Investing Activities (B)</b>	<b>(6,88,34,916)</b>	<b>(1,43,02,516)</b>

## CONSOLIDATED CASH FLOW STATEMENT for the year ended March 31, 2018

(Amount in Rs.)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Issue of Share capital (including Securities Premium)	9,02,00,000	-
Interest on loan Expenses	(1,84,21,913)	(2,10,11,090)
TUF Subsidy received	-	11,01,691
Loan taken during the year	3,14,79,000	99,59,910
Repayment of Loan	(2,05,45,947)	(1,73,63,134)
<b>Net Cash Flow from / (used) in Financing Activities (C)</b>	<b>8,27,11,140</b>	<b>(2,73,12,623)</b>
<b>Net Increase/ in Cash and Cash Equivalents (A+B+C)</b>	<b>20,69,041</b>	<b>21,72,247</b>
Cash and cash equivalents at the beginning of the year	48,48,019	26,75,772
Cash and cash equivalents at the end of the year	<b>69,17,061</b>	<b>48,48,019</b>

**Note :**

- (1) Cash Flow Statement has been prepared using the indirect method in accordance with Accounting Standard AS - 3 "Cash Flow Statement" notified under Section 133 of the Companies Act, 2013.
- (2) For Cash and Cash Equivalent refer to Note No. 1(t) To Balance Sheet

In terms of our report of even date attached

**For D. K. Parmanandka & Co.**

Chartered Accountants

Firm Registration. No: 322388E

Sd/-

**(Dilip Kumar Parmanandka)**

Partner

Membership No: 056252

Place : Kolkata

Date : The 30th day of June, 2018

for and on behalf of the Board of Directors of **SMVD Poly Pack Limited**

Sd/-

**Pramod Kumar Agarwal**

Chairman & Managing Director

Sd/-

**Pawan Kumar Agarwal**

Director

Sd/-

**Sangita Agarwal**

Director

Sd/-

**Nirmal Parakh**

Chief Financial Officer

Sd/-

**Shikha Agarwal**

Company Secretary

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018.

### Note No. 1 SIGNIFICANT ACCOUNTING POLICIES

#### a) Basis of Preparation of Consolidated Financial Statements

The consolidated financial statements are prepared and presented under the historical cost convention and evaluated on a going concern basis using the accrual system of accounting in accordance with the accounting principles generally accepted in India (Indian GAAP) and the requirements of the Companies Act, 2013 and all Expenses and Income, unless specifically stated to be otherwise, have been accounted for on mercantile basis.

#### b) Use of Estimates

The preparation of the consolidated financial statements, in conformity with the accounting standards generally accepted in India, requires the management to make estimates that affect the reported amount of assets & liabilities, disclosure of contingent liabilities as at the date of the financial statement and reported amounts of revenue and expenses for the year. Actual results could differ from these estimates. Difference between the actual results and estimates are recognised in the period in which the results are known/materialized.

#### c) Cash Flow Statement

Consolidated Cash Flow statement has been prepared as per the requirement of Accounting Standard-3. Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income and expenses associated with investing or financing cash flows. Cash flows from operating, investing and financing activities of the Company are segregated, accordingly.

#### d) Contingencies and Event Occurring After the Balance Sheet Date

Effects of, event occurred after Balance Sheet date and having material effect on consolidated financial statements are reflected where ever required.

#### e) Fixed Assets

Fixed Assets are stated at cost of acquisition or construction, inclusive of inward freight, duties & taxes and other related incidental expenses and exclusive of Modvat/Cenvat benefit availed less accumulated depreciation and impairment of loss, if any. All cost including finance cost till the asset is put to commercial use are capitalized.

#### f) Depreciation & Amortization

- a) Machinery spares which can be used only in connection with an item of fixed assets and whose use as per technical assessment is expected to be irregular are capitalized and depreciated over the residual life of the respective assets.
- b) Depreciation on fixed assets is provided on depreciable value of assets using straight line method on the basis of useful life specified in Schedule II to the companies Act, 2013 or as estimated by the management. The residual value of an asset for this purpose is determined at the rate of 5% of the original cost of asset or as estimated by the management whichever is lower.

#### g) Impairment of assets

Impairment loss is recognized wherever the carrying amount of an asset is in excess of its recoverable amount and the same is recognized as an expense in the Statement of Profit & Loss and carrying amount of the asset is reduced to its recoverable amount. Reversal of impairment losses recognized in previous years is recorded when there is an indication that the impairment losses recognized for the assets no longer exist or have decreased.

#### h) Investments

Long term Investments are stated at cost less provision for diminution, other than temporary, in the value of Investments.

#### i) Inventories

Raw material, stores, spares & consumables, fuel and packing material are valued at cost. Stock in process is valued at estimated cost. Finished goods (Own Manufactured) are valued at lower of cost or market value.

#### j) Modvat/Cenvat/GST

Accounts are maintained on exclusive method and accordingly the Cenvat /GST is accounted for by reducing the purchase cost of the materials/fixed assets and is adjusted with output excise/GST.

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

### k) Employee Benefits

- All short term benefits are charged to Profit and Loss account at their undiscounted value.
- Defined Contribution Plan: P.F. & E.S.I. is accrued on monthly basis in accordance with the terms of contract with the employee/ relevant Act and is deposited in the Statutory Fund.
- Defined Benefit Plan: Liability towards gratuity is charged to Profit and loss account based on actuarial valuation along with actuarial gain/losses.

### l) Revenue Recognition

Sales comprise invoice value of goods net of VAT, CENVAT and GST and are recognized on transfer of risk and rewards associated with the property in goods to the buyer which is normally on delivery as per terms of sales.

### m) Accounting for Government Grants

The Government grants/ incentives are accounted for on mercantile basis and are recognised in books to the extent of approval of same from government i.e. as & when the same is crystallized and/or there is a reasonable certainty of receipt of same.

### n) Borrowing Costs

Borrowing Costs relating to acquisition/construction of qualifying assets are capitalized until the time all substantial activities necessary to prepare the qualifying assets for their intended use complete. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other Borrowing costs are charged to revenue.

### o) Taxation

Provision for Income Tax comprises of current tax and deferred tax charge or release. Deferred Tax is recognized subject to consideration of prudence on timing differences being difference between taxable and accounting Income/Expenditure that originate in one period and are capable of reversal in one or more subsequent periods. Deferred Tax Assets are not recognized unless there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets will be realized.

### p) Minimum Alternate Tax Credit

Minimum Alternate Tax Credit Entitlement is recognised in the books of account when there is convincing evidence that the Company will pay normal income tax during the specified period. The Entitlement is reviewed at each balance sheet date with regard to the correctness of the carrying amount.

### q) Preliminary Expenses, expenses on IPO and FPO

Preliminary Expenses including expenses on increase of authorized share capital is written off in the year in which same has been incurred.

Share issue expenditure incurred to finance a project is considered as capital expenditure and is capitalized as part of cost of the capital assets and share issue expenses incurred to raise working capital is considered as revenue expenditure and written off in the year of expenditure incurred.

### r) Provision, Contingent Liabilities and Contingent Assets

Provisions are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but disclosed in the notes. While contingent assets are neither recognized nor disclosed.

### s) Earnings per Share (EPS)

Basic and diluted earnings per share are computed in accordance with Accounting Standard 20 "Earnings per Share".

Basic earnings per share is calculated by dividing the net profit or loss after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

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

### t) Cash and Cash Equivalents

The Company considers all highly liquid financial instruments which are readily convertible in to cash and have original maturities of three months or less from the date of purchase, to be cash equivalents.z

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

Note No. (Amount in Rs.)

2	SHARE CAPITAL	As at 31.03.2018	As at 31.03.2017
	<b>Authorised Shares</b>		
	50,00,000 (Previous Year 1500000) Equity Shares of Rs. 1/- each	<b>5,00,00,000</b>	<b>1,50,00,000</b>
	<b>ISSUED, SUBSCRIBED &amp; PAID UP :</b>		
	4965400 (Previous Year 1330160 ) Equity Shares of Rs. 10/- each	4,96,54,000	1,33,01,600
	<b>TOTAL</b>	<b>4,96,54,000</b>	<b>1,33,01,600</b>

### 2.1 The Details of Shareholders holding more than 5% shares :

	As at 31.03.2018		As at 31.03.2017	
	% held	No. of Shares	% held	No. of Shares
i) Pramod Kumar Agarwal;	5.41	2,68,385	8.07	1,07,354
ii) Sangita Agarwal	7.41	3,68,000	11.07	1,47,200
iii) Tirumala Resins Pvt Ltd	9.47	4,70,000	14.13	1,88,000
iv) Ashakiran Commodeal Pvt Ltd	20.14	10,00,000	30.07	4,00,000
v) Pawan Kumar Agarwal	13.65	6,77,765	20.38	2,71,106
vi) Madhu Agarwal	8.45	4,19,820	12.62	1,67,928

### 2.2 The reconciliation of the number shares outstanding is set out below :

	As at 31.03.2018	As at 31.03.2017
	No. of Shares	No. of Shares
Equity Shares at the beginning of the year	13,30,160	13,30,160
Add : Bonus Share Issued during the year	19,95,240	—
Add : Allotted During The Year	16,40,000	—
Equity Shares at the end of the year	<b>49,65,400</b>	<b>13,30,160</b>

2.3 The company has only one class of equity shares having par value of Rs 10/- each and each shareholder is eligible for one vote per share.

### 2.4 Disclosure of Bonus Share

1995240 shares of Rs.10/- each issued as fully paid up bonus share through capitalisation of Securities Premium Reserve.

### 2.5 Issue of Share Capital

The Company has offered 1640000 equity shares (having face value of Rs. 10/- each) to public by way of IPO through NSE Emerge, the shares were issued at the premium of Rs. 45/- each. The shares was fully subscribed and received the Rs. 9,02,00,000/- from such issue of Equity Shares through IPO.

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

Note No.	(Amount in Rs.)	
<b>3. RESERVES &amp; SURPLUS</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>
<b>a) Capital Reserve</b>		
TUF (Textile Upgradation Fund) Subsidy	75,13,369	75,13,369
	<b>75,13,369</b>	<b>75,13,369</b>
<b>b) Securities Premium</b>		
As per Last Balance Sheet	4,34,57,240	4,34,57,240
Add : On Issue of Shares during the year	7,38,00,000	-
Less: Utilised for issue of Bonus Shares	(1,99,52,400)	-
Balance as at the end of the year	<b>9,73,04,840</b>	<b>4,34,57,240</b>
<b>c) Surplus</b>		
As per Last Balance Sheet	77,51,257	(42,20,370)
Add : Profit for the Year	2,13,85,671	1,19,43,284
Add : Income Tax Provision Written Back	-	28,908
Less : Income tax for earlier years	(2,48,594)	(564)
	<b>2,88,88,335</b>	<b>77,51,257</b>
<b>d) Share of Accumulated Profit in Associate</b>		
As per Last Balance Sheet	(5,981)	(9,976)
Add : Profit for the Year	4,360	3,995
Balance at the end of the year	<b>(1,621)</b>	<b>(5,981)</b>
<b>TOTAL RESERVE &amp; SURPLUS (a+b+c+d)</b>	<b>13,37,04,923</b>	<b>5,87,15,885</b>
<b>4. LONG-TERM BORROWINGS</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>
<b>SECURED</b>		
Term Loan From Bank		
- The South Indian Bank (Loan-1)	3,76,41,000	6,56,74,500
- The South Indian Bank (Loan-2)	16,98,224	31,75,687
- The South Indian Bank (Loan-3)	2,19,79,000	-
From Body Corporates		
- TATA Capital Financial Services Ltd. (Loan-1)	14,46,163	23,88,222
- TATA Capital Financial Services Ltd.(Loan -2)	38,99,170	56,33,785
- Dewan Housing Finance Corporation Ltd.	9,85,054	16,68,206
	<b>6,76,48,611</b>	<b>7,85,40,400</b>
<b>UNSECURED</b>		
From Body Corporates	-	19,87,850
From Directors	5,00,000	-
	<b>5,00,000</b>	<b>19,87,850</b>
<b>TOTAL</b>	<b>6,81,48,611</b>	<b>8,05,28,250</b>

**4.1 Nature of Security and Repayment Terms**

- (a) Term Loan 1 from The South Indian Bank and is Secured by way of first charge on entire plant & machinery except machinery covered in clause (c) below and other fixed assets and second charge on current assets of the Company. The Term Loan carry interest @ Base Rate + 0.95% at monthly rest and principal is repayable with an increasing trend monthly in 63 installments towards principal by the Year 2020-21.

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

- (b) Term Loan 2 from The South Indian Bank and is Secured by way of first charge on entire plant & machinery except machinery covered in clause (c) below and other fixed assets and second charge on current assets of the Company. The Term Loan carry interest @ Base Rate + 0.95% at monthly rest and principal is repayable Monthly in 63 equal installments towards principal by the Year 2020-21.
- (c) Term Loan 3 is Sanctioned by The South Indian Bank in the current year and is Secured by way of first charge on entire plant & machinery except machinery covered in clause (c) below and other fixed assets and second charge on current assets of the Company. The Term Loan carry interest @ Base Rate + 0.95% at monthly rest and principal is repayable Monthly in 78 equal installments of 13.50 lakhs.
- (d) The Term Loan from Dewan Housing Finance Corporation Ltd. is secured by way of first charge on the plant & machinery financed by the respective body corporate. The term loan carry interest @ 14.85%(fixed) at monthly rest and all are repayable monthly in 60 installments towards principal and the total term loan is repayable by the year 2020-21
- (e) The Term Loan 1 from TATA Capital Financial Services Ltd. is secured by way of first charge on the plant & machinery financed by the respective body corporate. The term loan carry interest @12.75%(floating) at monthly rest and repayable monthly in 60 installments towards principal by the year 2020-21.
- (f) The Term Loan 2 from TATA Capital Financial Services Ltd. is secured by way of first charge on the plant & machinery financed by the respective body corporate. The term loan carry interest @12.50%(floating) at monthly rest and repayable monthly in 60 installments towards principal by the year 2021-22.

4.2 The entire term loans are guaranteed by directors

4.3 Unsecured Loan of Rs. 500000/- from Director Sri Pawan Kumar Agarwal is free of interest and is payable during the financial year 2020-21, and does not have any installment amount payable as such.

(Amount in Rs.)

5. DEFERRED TAX LIABILITY	As at 31.03.2018	As at 31.03.2017
On Depreciation Difference	1,37,74,267	1,27,78,331
On Gratuity (Deffered Tax Assets)	(1,08,405)	-
<b>TOTAL</b>	<b>1,36,65,862</b>	<b>1,27,78,331</b>

6. LONG-TERM PROVISIONS	As at 31.03.2018	As at 31.03.2017
Provision for Graturity	4,12,957	-
<b>TOTAL</b>	<b>4,12,957</b>	<b>-</b>

7. SHORT TERM BORROWINGS	As at 31.03.2018	As at 31.03.2017
<b>Secured</b>		
<b>Loan Repayable on Demand</b>		
Working Capital loan from The South Indian Bank Ltd.	7,52,96,616	7,25,74,679
<b>TOTAL</b>	<b>7,52,96,616</b>	<b>7,25,74,679</b>

### 7.1 Nature of Security

Secured Against Book Debt and Inventories

7.2 The entire short term borrowing from bank is guaranteed by directors

8. TRADE PAYABLES	As at 31.03.2018	As at 31.03.2017
Trade payables	4,13,55,221	2,70,84,427
<b>TOTAL</b>	<b>4,13,55,221</b>	<b>2,70,84,427</b>

8.1 According to the information available with the company there are no dues payable to Micro & Small Enterprises as defined under Micro, Small & Medium Enterprises Development Act, 2006



**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

(Amount in Rs.)

<b>9.</b>	<b>OTHER CURRENT LIABILITIES</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>		
	Current Maturities of Long term Debt	3,19,86,179	86,97,063		
	<b>Other Payables</b>				
	Statutory dues Payable	2,50,527	5,37,551		
	Liability for Expenses	59,66,191	34,36,661		
	Liability for Capital goods	45,94,056	–		
	Advance From Customers	75,132	6,39,631		
	<b>TOTAL</b>	<b>4,28,72,085</b>	<b>1,33,10,906</b>		
<b>10.</b>	<b>SHORT-TERM PROVISIONS</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>		
	Provision for Income Tax	49,08,428	32,45,743		
	Provision for Gratuity	3,984	–		
	<b>TOTAL</b>	<b>49,12,412</b>	<b>32,45,743</b>		
<b>12.</b>	<b>NON - CURRENT INVESTMENTS</b>	<b>As at 31.03.2018</b>		<b>As at 31.03.2017</b>	
		<b>NOS</b>	<b>AMOUNT (RS.)</b>	<b>NOS</b>	<b>AMOUNT (RS.)</b>
	<b>Non Trade Investments</b>				
	<b>Unquoted Shares</b>				
	<b>In Equity Shares Of Associate Companies</b>				
	Aashakiran Commedeal Pvt. Ltd.				
	Capital Reserve				
	Share of Accumulated Loss Rs. 1621/- (Previous Year Rs. 5981/-) Percentage of Holding: 49.06%				
	Carrying Cost of Investment	260000	12,98,379	260000	12,94,019
	Face value of Rs. 10/- each	<b>260000</b>	<b>12,98,379</b>	<b>260000</b>	<b>12,94,019</b>
<b>13.</b>	<b>LONG-TERM LOANS &amp; ADVANCES</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>		
	Security Deposits (Unsecured Considered Good)	1,00,650	60,650		
	<b>TOTAL</b>	<b>1,00,650</b>	<b>60,650</b>		
<b>14.</b>	<b>INVENTORIES</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>		
	Finished Goods (at lower of cost or market price)	3,60,21,765	1,85,86,470		
	Raw Material (at cost)	4,89,73,266	2,98,37,566		
	WIP (at estimated cost)	3,26,07,066	3,37,68,858		
	Store & Spares	25,79,845	26,40,092		
	<b>TOTAL</b>	<b>12,01,81,941</b>	<b>8,48,32,986</b>		
<b>15.</b>	<b>TRADE RECEIVABLES</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>		
	(unsecured considered good)				
	Outstanding for a period exceeding 6months from the date they are due for payment	8,31,822	9,89,954		
	Others	4,02,53,493	2,44,28,296		
	<b>TOTAL</b>	<b>4,10,85,315</b>	<b>2,54,18,250</b>		

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

NOTE NO. 11

Fixed Assets Details FY 2017-18

(Amount in Rs.)

Particulars	G R O S S B L O C K			D E P R E C I A T I O N			N E T B L O C K			
	As on 01-04-2017	Additions During the Year	Sold/ Transfer During the Year	As on 31-03-2018	Up to 31-03-2017	Depreciation For the Year	Sale Adjustment During the Year	Up to 31-03-2018	As on 31-03-2018	As on 31-03-2017
<b>Tangible Assets</b>										
Land	2,09,88,042	-	-	2,09,88,042	-	-	-	-	2,09,88,042	2,09,88,042
Factory Building & Shed	4,95,91,721	3,90,478	-	4,99,82,199	67,57,090	15,51,274	-	83,08,364	4,16,73,835	4,28,34,631
Office Building	46,80,062	-	-	46,80,062	3,25,867	74,205	-	4,00,072	42,79,990	43,54,195
Plant & Machinery	11,14,21,190	6,06,295	2,59,670	11,17,67,815	2,26,85,594	72,16,645	33,657	2,98,68,582	8,18,99,233	8,87,35,596
Vehicles (Bike)	92,543	-	-	92,543	39,332	8,791	-	48,123	44,420	53,211
Vehicles (TATA Magic)	4,65,976	-	-	4,65,976	2,28,294	57,417	-	2,85,711	1,80,265	2,37,682
Computer	3,52,257	35,678	-	3,87,935	3,33,884	2,962	-	3,36,846	51,089	18,373
Furniture	1,15,760	-	-	1,15,760	41,653	11,527	-	53,180	62,580	74,107
Inverter	27,925	-	-	27,925	6,614	1,798	-	8,412	19,513	21,311
Mobile	80,369	-	-	80,369	15,471	4,934	-	20,405	59,964	64,898
Office Equipments	44,160	-	-	44,160	15,813	8,391	-	24,204	19,956	28,347
<b>Intangible Assets</b>										
Trade Mark	14,865	5,000	-	19,865	-	-	-	-	19,865	14,865
<b>TOTAL (A)</b>	<b>18,78,74,868</b>	<b>10,37,451</b>	<b>2,59,670</b>	<b>18,86,52,649</b>	<b>3,04,49,612</b>	<b>89,37,944</b>	<b>33,657</b>	<b>3,93,53,899</b>	<b>14,92,98,750</b>	<b>15,74,25,256</b>
<b>CWIP</b>										
New Plant & Machinery	-	4,73,39,737	-	4,73,39,737	-	-	-	-	4,73,39,737	-
New Factory Building	-	2,04,85,358	-	2,04,85,358	-	-	-	-	2,04,85,358	-
New Furniture	-	1,50,256	-	1,50,256	-	-	-	-	1,50,256	-
Preoperative Expenses	-	6,30,231	-	6,30,231	-	-	-	-	6,30,231	-
<b>TOTAL (B)</b>	<b>-</b>	<b>6,86,05,582</b>	<b>-</b>	<b>6,86,05,582</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,86,05,582</b>	<b>-</b>
<b>GRAND TOTAL (A+B)</b>	<b>18,78,74,868</b>	<b>6,96,43,033</b>	<b>2,59,670</b>	<b>25,72,58,231</b>	<b>3,04,49,612</b>	<b>89,37,944</b>	<b>33,657</b>	<b>3,93,53,899</b>	<b>21,79,04,332</b>	<b>15,74,25,256</b>
<b>PREVIOUS YEAR FY 2016-17</b>	<b>17,34,45,366</b>	<b>1,44,29,502</b>	<b>-</b>	<b>18,78,74,868</b>	<b>2,21,49,014</b>	<b>83,00,598</b>	<b>-</b>	<b>3,04,49,612</b>	<b>15,74,25,256</b>	<b>15,12,96,352</b>

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

(Amount in Rs.)

16.	<b>CASH AND BANK BALANCES</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>
	Cash and Cash Equivalents		
	Balances with Bank on :		
	Current Account	28,657	21,91,541
	Escrow Account	5,20,626	–
	Cash in Hand (as certified by the management)	10,09,777	11,08,478
	Other Bank Balances		
	Fixed Deposit with Banks (refer note below)	53,58,000	15,48,000
		<b>69,17,060</b>	<b>48,48,019</b>

16.1 Fixed Deposits of Rs 4428000/- is having maturity of more than 12 months

16.2 Fixed Deposit with banks includes Rs 1808000/- (previous year Rs 1548000/-) held as security against guarantees.

16.3 Fixed Deposit with banks includes Rs 2500000/- held as security against Bank Term Loan

16.4 Fixed Deposit with banks includes Rs 250000/- held as security against loan from Tata Capital Finance

16.5 Fixed Deposit with banks includes Rs 800000/- given as Earnest Money Deposit

17.	<b>SHORT-TERM LOANS &amp; ADVANCES</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>
	(Unsecured, considered good)		
	Advances recoverable in cash or in kind	1,61,78,584	4,84,258
	Income Tax and TDS	38,974	10,32,653
	Balance with Central Excise including cenvat entitlement and GST	1,39,69,742	7,73,289
	Input Tax Credit on VAT	9,65,150	–
	Prepaid Expenses	3,01,306	7,91,910
	Service Tax (Reverse Charge)	–	86,398
	Accrued Interest on Fixed Deposit	1,01,509	68,773
	Security Deposit	17,82,200	–
	TUF Subsidy receivable	60,89,992	44,23,360
	<b>TOTAL</b>	<b>3,94,27,457</b>	<b>76,60,641</b>

18.	<b>OTHER CURRENT ASSETS</b>	<b>As at 31.03.2018</b>	<b>As at 31.03.2017</b>
	MAT Credit Entitlement	31,07,552	–
	<b>TOTAL</b>	<b>31,07,552</b>	<b>–</b>

18.1 MAT Credit Entitlement has been recognised in the books for the current year only. MAT Credit Entilemnt up to Previous Years amounting to Rs. 50,73,015/-.

19.	<b>Revenue from Operations</b>	<b>2017-18</b>	<b>2016-17</b>
	Sale of Products (Manufactured Goods)	46,56,01,900	37,62,15,622
	Sale of Products (Traded Goods)	7,40,39,794	3,01,96,327
	Less: Excise Duty/GST	(6,73,78,302)	(4,93,34,391)
	Net Sales	47,22,63,391	35,70,77,557
	<b>TOTAL</b>	<b>47,22,63,391</b>	<b>35,70,77,557</b>

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

(Amount in Rs.)

<b>19.1.</b>	<b>Particulars of sale of Products</b>	<b>2017-18</b>	<b>2016-17</b>
	<b>Manufactured Goods</b>		
	PP/HDPE Fabric	8,67,85,804	13,93,21,162
	HDPE Tarpulin	42,91,745	5,45,067
	PP/HDPE Bags	24,53,87,863	18,85,85,850
	Leno Bags	4,91,24,261	–
	Scrap	11,72,258	17,66,030
	Plastic Coated Jute Bags	1,83,37,440	–
	Other	12,915	5,170
	<b>Traded Goods</b>		
	Granuals	3,99,33,259	2,68,54,278
	Water Coconut	2,72,17,846	–
	<b>TOTAL</b>	<b>47,22,63,391</b>	<b>35,70,77,557</b>
<b>20</b>	<b>Other Income</b>	<b>2017-18</b>	<b>2016-17</b>
	a) Interest Income (TDS 31790/- previous year TDS 11604/-)	3,17,896	1,16,038
	b) Sundry Balance Back	–	3,34,872
	c) TUF Subsidy Received on interest on CC & Term Loan	16,66,632	37,25,051
	d) Discount received	3,70,000	–
	<b>TOTAL</b>	<b>23,54,528</b>	<b>41,75,961</b>
<b>21</b>	<b>Cost of Materials Consumed</b>	<b>2017-18</b>	<b>2016-17</b>
	<b>A) Raw Material Consumed</b>		
	Opening Stock	2,98,37,566	2,69,75,018
	Add: Purchase during the year	34,57,51,441	26,21,05,947
		<b>37,55,89,007</b>	<b>28,90,80,965</b>
	Less: Closing Stock	4,89,73,266	2,98,37,566
	<b>TOTAL</b>	<b>32,66,15,741</b>	<b>25,92,43,399</b>
<b>21.1</b>	<b>Item wise classification</b>	<b>2017-18</b>	<b>2016-17</b>
	Granuals	23,28,47,422	24,65,86,101
	Others	9,37,68,319	1,26,57,298
	<b>TOTAL</b>	<b>32,66,15,741</b>	<b>25,92,43,399</b>
<b>22</b>	<b>Purchase of Trading Goods</b>	<b>2017-18</b>	<b>2016-17</b>
	Water Coconut	1,88,90,672	–
	Granuals	3,92,10,558	2,54,71,879
	<b>TOTAL</b>	<b>5,81,01,230</b>	<b>2,54,71,879</b>

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

(Amount in Rs.)

23	<b>Change in Inventories of Finished Goods , Stock in Process and Stores &amp; Spares</b>	<b>2017-18</b>	<b>2016-17</b>
	<b>Finished Goods</b>		
	Opening Stock	1,85,86,470	1,53,39,080
	Less: Closing Stock	3,60,21,765	1,85,86,470
		<b>(1,74,35,295)</b>	<b>(32,47,390)</b>
	Opening Stock	3,37,68,858	2,57,27,401
	Less: Closing Stock	3,26,07,066	3,37,68,858
		<b>11,61,792</b>	<b>(80,41,456)</b>
	<b>TOTAL</b>	<b>(1,62,73,503)</b>	<b>(1,12,88,847)</b>

24	<b>Employees Benefit Expenses</b>	<b>2017-18</b>	<b>2016-17</b>
	- Salary	80,86,483	62,34,673
	- Wages	10,71,998	9,18,182
	- PF Admin. Charges	9,538	13,810
	- PF Employer Contribution	1,80,022	1,67,780
	- ESI Employer Contribution	1,08,248	1,02,873
	- Staff & labour Welfare Exp	735	2,827
	- Staff Quarters Rent	75,000	1,29,000
	- Gratuity	4,16,941	-
	<b>TOTAL</b>	<b>99,48,965</b>	<b>75,69,145</b>

24.1 Salary includes salary to a Director Rs. 11,00,000/-, Previous year 9,60,000/-.

25	<b>Finance Cost</b>	<b>2017-18</b>	<b>2016-17</b>
	Interest On Cash Credit	78,46,175	90,08,090
	Interest to Bank on Term Loan	68,64,528	98,07,217
	Interest to Others	36,87,634	27,28,852
	Other Borrowing Cost	4,91,100	3,99,855
	<b>TOTAL</b>	<b>1,88,89,437</b>	<b>2,19,44,014</b>

26	<b>Depreciation &amp; Amortisation Expense</b>	<b>2017-18</b>	<b>2016-17</b>
	Depreciation	89,37,944	83,00,598
	<b>TOTAL</b>	<b>89,37,944</b>	<b>83,00,598</b>

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

(Amount in Rs.)

27 Other Expenses	2017-18	2016-17
Power & Fuel		
-Electric Charges	2,16,93,858	2,04,94,612
- Fuel	9,23,314	2,89,366
Carriage Inward	22,22,793	32,66,425
Carriage Outward	36,88,268	28,72,272
Freight (on Water Coconut)	26,08,480	-
Pollution Fees	54,600	54,600
Loading & Unloading Charges	25,000	25,426
Miscellaneous Expenses	41,326	70,569
Bank Charges	5,19,701	1,06,595
Late Fees	23,310	4,800
Discount & Claims	39,741	2,81,173
Website Designing charges	8,333	21,050
Insurance	4,54,341	4,26,818
Security Guard charges	7,80,563	7,08,962
Courier Expenses	9,085	78,153
Advertisement Expenses	-	22,140
Printing & Stationery	39,694	46,946
Store & Spare consumed	39,16,545	20,18,077
Repair & Maintenance to Machinery	5,97,100	7,06,561
Repair & Maintenance to Factory Shed	22,795	-
Vehicle running & maintenance Expenses	1,27,041	20,293
Professional Charges	2,83,950	1,94,650
<b>Auditor's Remuneration</b>		
- Audit Fees	50,000	20,000
- Tax Audit Fees	10,000	7,000
- VAT Audit Fees	-	3,000
Stock Audit Fees	20,500	23,500
Legal Audit Fees	12,000	-
Training Fees	48,000	-
Rate, Taxes & Duty	4,30,395	4,87,314
Entry tax	17,78,339	-
Penalty & Fines	6,300	36,347
Donation	26,100	13,600
Licence Fees	1,96,650	-
Telephone Expenses	1,32,787	1,07,102
Testing Charges	37,346	88,411
Travelling & Conveyance Expenses	19,15,521	4,34,710
Market Making Charges	75,000	-
Office Rent	16,000	-
Godown Rent	85,000	-
Share Issue Expenses (refer to Note no. 33)	7,16,089	-
Sundry Balance Written Off	6,12,215	-
<b>TOTAL</b>	<b>4,42,48,079</b>	<b>3,29,30,472</b>

**NOTES TO FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018.

(Amount in Rs.)

28	Exceptional Item	2017-18	2016-17
	Profit/(Loss) from sale of Fixed Assets	(76,013)	–
	Profit/(Loss) from Foreign Currency	66	–
	<b>TOTAL</b>	<b>(75,947)</b>	<b>–</b>

29	Earning per equity share	2017-18	2016-17
	<b>A. Basic</b>		
	(i) Profit/(Loss) for the Year (Rs.)	2,13,90,031	1,19,47,279
	(ii) Weighted average number of equity shares @Rs. 10 each	31,22,266	13,30,160
	(iii) Earning/(Loss) per per share (Rs.)	<b>6.85</b>	<b>8.98</b>
	<b>B. Effect of Dilution</b>		
	(i) Number of dilutive potential equity shares resulting form exercising of right of optionally convertible debentures	–	–
	(ii) Aggregate of A(ii) and B(i)	31,22,266	13,30,160
	(iii) Increase in earning for such debentures	–	–
	(iv) Profit/(Loss) for the year (Rs.) [A(i) +B(iii)]	2,13,90,031	1,19,47,279
	(v) Diluted Earnings/(Loss) per share (Rs.) [(iv)/(ii)]	<b>6.85</b>	<b>8.98</b>

30	INFORMATION ON STATEMENT OF PROFIT & LOSS ACCOUNT	2017-18	2016-17
	(a) Earnings in Foreign Exchange	Nil	Nil
	(b) C.I.F. Value of Imports	Nil	Nil
	(c) Expenses in Foreign Currency	1,46,172	Nil
	(d) Value of importes/ indigenous raw materials, Spare Parts, Components and Stores consumed and percentage of each on total consumption:		

Particulars	2017-18	%	2016-17	%
<b>Raw Materials</b>				
Imported	–	–	–	–
Indeginious	32,66,15,741	100.00%	25,92,43,399	100.00%
<b>TOTAL</b>	<b>32,66,15,741</b>	<b>–</b>	<b>25,92,43,399</b>	<b>–</b>
<b>Stores</b>				
Imported	–	–	–	–
Indeginious	–	–	–	–
<b>TOTAL</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

(Amount in Rs.)

### 31 RELATED PARTY TRANSACTION

Information given in accordance with Accounting Standard- 18

#### List of Related Parties

Description of Related Party	Name of Related Party
Subsidiaries	Nil
Key Management Personnel	1. Pramod kumar Agarwal 2. Nirmal Parakh 3. Prateek Agarwal up to Feb 2018 4. Shikha Agarwal
Director	5. Pawan Kumar Agarwal
Relative of Director	6. Madhu Agarwal
Enterprise over which Key Management Personnel are common and is able to exercise significance influence.	M/s Tirumala Resins (P) Ltd. M/s Ashakiran Commodeal Pvt Ltd

#### Details of Related Party Transactions

Paid to/Received From	Nature of Transaction	Transaction during the year (Rs.)	Outstanding as on 31.03.2018 (Rs.)	Transaction during the Prev. year (Rs.)	Outstanding as on 31.03.2017 (Rs.)
1. Pramod Kumar Agarwal	Salary	11,00,000	97,567	9,60,000	1,28,757
2. Nirmal parakh	Salary	7,20,000	48,000	7,20,000	40,000
3. Prateek Agarwal	Salary	1,40,000	-	-	-
4. Shikha Agarwal	Salary	1,00,000	-	-	-
5. Pawan Kumar Agarwal	Loan taken	5,00,000	5,00,000	-	-
6. Madhu Agarwal	Office Rent	16,000	6,000	-	-
7. Tirumala Resins Pvt. Ltd	Sales	52,25,644	5,75,706	83,40,907	1,72,755
8. Tirumala Resins Pvt. Ltd	Purchases	2,18,19,484	-	-	-

32 CONTINGENT LIABILITY	2017-18	2016-17
<b>(A) Contingent Liabilities</b>		
<b>i) Guarentees Given by bank on behalf of company &amp; Counter Guarentees given by the Co.</b>		
To WESEDCL	53,11,500	47,00,000

31.1.1 The above mentioned bank guarantee has been secured by Fixed Deposits worth Rs 18.08 Lacs (Previous year Rs 15.48 lacs) as on 31.03.2018.

### 33 SHARE ISSUE EXPENSES

Out of total Expenses amounting to Rs.63,49,569/-, incurred towards share issue expenses, Rs.56,33,481/- has been considered as related to Project Expansion and has been capitalised and the remaining amount of Rs. 7,16,089/- has been considered as revenue expenses

### 34 CONVERSION OF COMPANY

The Company has been converted from Private limited to Public Limited Company w.e.f 22.08.2017 on obtaining of fresh certificate of Incorporation consequent upon conversion from Private Limited Company to Public Limited Company under section 18 of the Companies Act, 2013.



## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018.

35 In keeping with the Company's gratuity scheme employees are entitled to gratuity benefit on retirement /death/ incapacitation/ termination. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to built up the final obligation. Following are the further particulars with respect to gratuity liability which is unfunded:

		(Amount in Rs.)
		<b>2017-18 Rs.</b>
<b>I.</b>	<b>Changes in present value of obligations</b>	
i	Present value of obligation at the beginning of the year	–
ii	Acquisition Adjustment	–
iii	Interest Cost	–
iv	Past service Cost	–
v	Current Service Cost	84,526
vi	Curtailment Cost	–
vii	Settlement Cost	–
viii	Benefits Paid	–
ix	Actuarial gain/loss on Obligations	3,32,415
	Present value of Obligation at the end of the year	<b>4,16,941</b>
<b>II.</b>	<b>Expense recognised in Statement of Profit/Loss</b>	
i	Current Service Cost	84,526
ii	Past service Cost	–
iii	Interest Cost	–
iv	Expected Return on Plan Asset	–
v	Curtailment Cost	–
vi	Settlement Cost	–
vii	Actuarial Gain/Loss recognised in the year	3,32,415
	Expenses Recognised in statement of Profit/ Loss	<b>4,16,941</b>
<b>III.</b>	<b>Liability recognised in Balance Sheet</b>	
i	Opening Net Liability	–
ii	Expenses as above	4,16,941
iii	Contributions	–
iv	Closing Net Liability	4,16,941
	Closing Fund / Provision at the end of year	<b>4,16,941</b>
<b>IV.</b>	<b>Principle Actuarial Assumptions</b>	
i	Mortality Table	IALM (2006-2008) Ultimate
ii	Discount Rate	7.70%
iii	Inflation Rate	6.00%
iv	Return on Asset	NA

**NOTES TO FINANCIAL STATEMENTS** FOR THE YEAR ENDED 31ST MARCH, 2018. (Contd.)

(Amount in Rs.)

**36 BALANCES SUBJECT TO CONFIRMATION**

Sundry Debtors/Advances/ Deposits and Creditors are subject to confirmation by the parties.

**37 CAPITAL COMMITMENT**

Estimated amount of contracts remaining to be executed on capital account amounting to Rs. 2,80,71,587/- net of advances of Rs. 1,44,34,954/- (Previous year Rs. NIL)

**38** The Amount have been rounded off to the nearest rupee.

**39** The previous year figures has been reclassified/ regrouped in accordance with the requirement applicable in current year.

In terms of our report of even date attached

**For D. K. Parmanandka & Co.**

*Chartered Accountants*

Firm Registration. No: 322388E

Sd/-

**(Dilip Kumar Parmanandka)**

*Partner*

Membership No: 056252

Place : Kolkata

Date : The 30th day of June, 2018

for and on behalf of the Board of Directors of **SMVD Poly Pack Limited**

*Sd/-*

**Pramod Kumar Agarwal**

*Chairman & Managing Director*

*Sd/-*

**Pawan Kumar Agarwal**

*Director*

*Sd/-*

**Sangita Agarwal**

*Director*

*Sd/-*

**Nirmal Parakh**

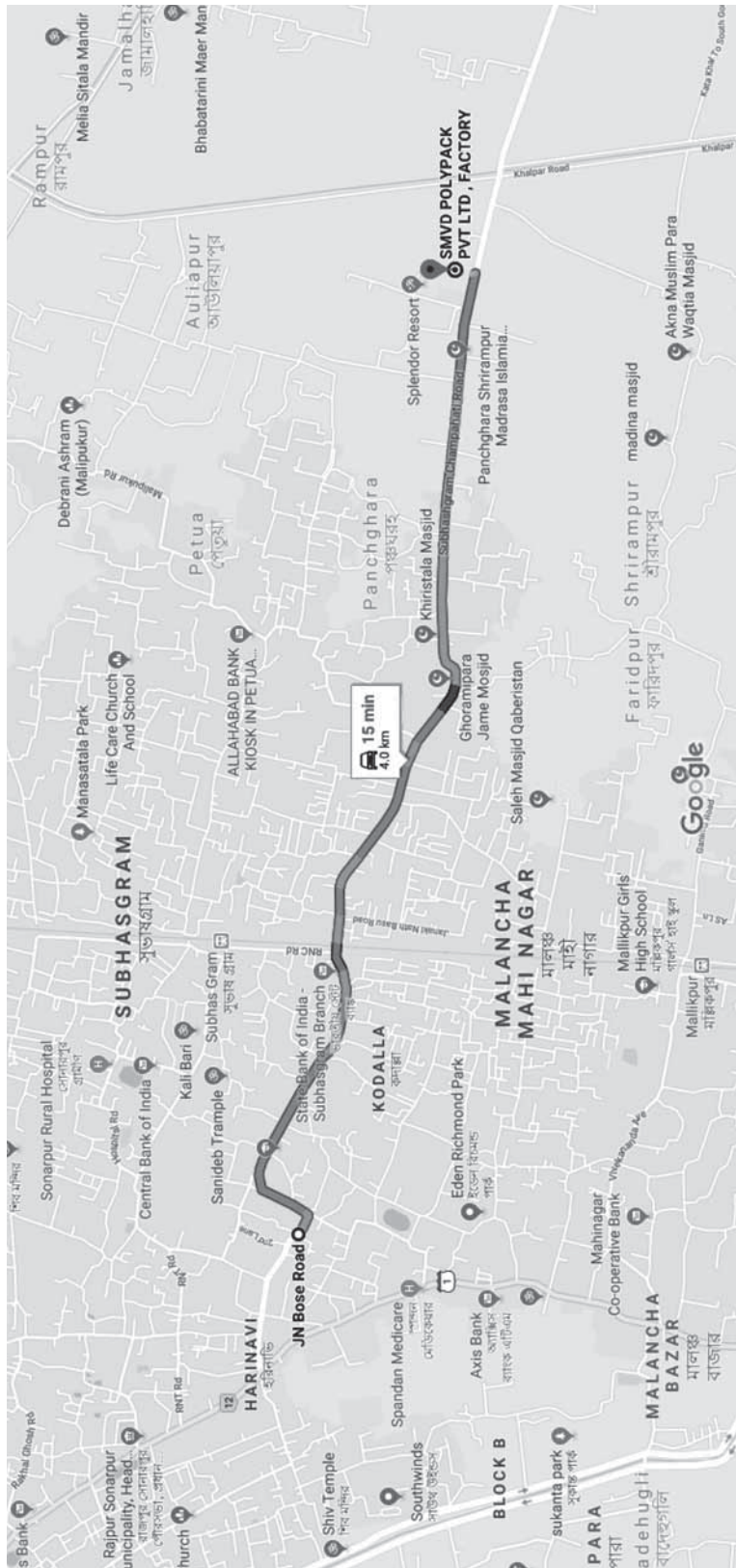
*Chief Financial Officer*

*Sd/-*

**Shikha Agarwal**

*Company Secretary*

**ROUTE MAP TO THE VENUE OF THE ANNUAL GENERAL MEETING**



J N Bose Road(E), Village – Srirampur, P.O. Mullickpur,  
 Kolkata – 700 145 (Dist 24-Parganas), Opposite West  
 Bengal Power Grid Corporation

TEAR HERE

# SMVD POLY PACK LIMITED

CIN: U25200WB2010PLC141483

Registered Office : 71, B.R.B. BASU ROAD, BLOCK-A(513), KOLKATA-700001

Phone No. : 033-22354254, E-mail : [smvd513@gmail.com](mailto:smvd513@gmail.com), Website : [www.smvdpolypack.com](http://www.smvdpolypack.com)

## ATTENDANCE SLIP

### 9<sup>TH</sup> ANNUAL GENERAL MEETING on 16<sup>TH</sup> AUGUST, 2018

1. **Name and Registered Address of Sole/First Named Shareholder** :
  
2. **Registered Folio No./ DP ID & Client ID** :
  
3. **Number of Share(s) held** :

I certify that I am a Member/Proxy for the Member of the Company, I hereby record my presence at the **9<sup>TH</sup> Annual General Meeting** of the Company to be held on Thursday, 16th August, 2018 at 9:00 am at J N Bose Road(E) , Village – Srirampur, P.O. Mullickpur, Kolkata – 700 145 (Dist 24-Parganas) , Opposite West Bengal Power Grid Corporation.

-----  
Name of the Member / Proxy (BLOCK LETTERS)

-----  
Signature of Member/Proxy

Member /Proxy holders are requested to bring this Attendance Slip to the Meeting and hand over the same at the entrance duly signed.

TEAR HERE

## E – MAIL ID REGISTRATION FORM

To  
**SMVD Poly Pack Limited**  
71, B.R.B. Basu Road  
Block – A, Room No- 513  
Kolkata – 700 001

Date: \_\_\_\_\_

Dear Sir(s),

I hereby give my consent to receive all future communication from **SMVD Poly Pack Limited** at my below email id and/or at my e-mail registered with my/our depository:-

DP ID \_\_\_\_\_ CLIENT ID \_\_\_\_\_ FOLIO NO. \_\_\_\_\_

E – mail Id \_\_\_\_\_ Alternative Id \_\_\_\_\_

Thanking You,  
Yours faithfully,

-----  
NameSignature of Sole / 1st Holder

**Note** : You are requested to register your email address with your depositories or by signing and returning this slip to the Company or to the Registrar & Transfer Agent **M/s. Skyline Financial Services Pvt. Ltd.** or by way of an email to [cs@smvdpolypack.com](mailto:cs@smvdpolypack.com) at the earliest.

TEAR HERE

TEAR HERE

# SMVD POLY PACK LIMITED

CIN: U25200WB2010PLC141483

Registered Office : 71, B.R.B. BASU ROAD, BLOCK-A(513), KOLKATA-700001

Phone No. : 033-22354254, E-mail : smvd513@gmail.com, Website : www.smvdpolypack.com

## FORM – MGT 11

### PROXY FORM

[Pursuant to Section 105 (6) of the Companies Act, 2013 read with Rule 19 (3) of the Companies (Management and Administration) Rules, 2014]

<b>Name and Registered Address of Sole/First Named Shareholder</b>		<b>Registered Folio No / DP-ID &amp; Client ID/ Email Id</b>	
--------------------------------------------------------------------	--	--------------------------------------------------------------	--

I/We, being the holder(s) of ..... shares of **SMVD Poly Pack Limited**, hereby appoint:

1) \_\_\_\_\_ of \_\_\_\_\_

having email id \_\_\_\_\_ or failing him

2) \_\_\_\_\_ of \_\_\_\_\_

having email id \_\_\_\_\_ or failing him

3) \_\_\_\_\_ of \_\_\_\_\_

having email id \_\_\_\_\_ or failing him

as my /our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the **9<sup>th</sup> Annual General Meeting** of the Company, to be held on **Thursday, 16<sup>th</sup> August, 2018** J N Bose Road(E) , Village – Srirampur, P.O. Mullickpur, Kolkata – 700 145 (Dist 24-Parganas), Opposite West Bengal Power Grid Corporation at 9:00 a.m. and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution Number	Resolutions	For	Against
1	Adoption of Financial Statement of the Company including Consolidated Financial Statements including Audited Balance Sheet as at 31st March, 2017, Audited Profit & Loss Account and the Cash Flow Statement for the year ended on that date, together with the Report of Board of Directors' and Auditors' thereon.		
2	Re-appointment of Mrs. Sangita Agarwal who retires by rotation.		
3	To appoint M/s D.K. Parmanandka & Co., Chartered Accountants as Statutory Auditor of the Company and to fix their remuneration.		
4	To approve the appointment of D.K. Parmanandka & Co., Chartered Accountants as Statutory Auditor of the Company appointed in casual vacancy.		

Signed this.....day of ..... 2018

\_\_\_\_\_  
Signature of the Member

\_\_\_\_\_  
Signature of Proxy

Affix  
Revenue  
Stamp

- Note:**
- (1) This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
  - (2) This is only optional. Please put a 'X' in the appropriate column against the resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all the resolutions, your Proxy will be entitled to vote in the manner as he /she thinks appropriate

TEAR HERE

( REGISTERED POST / COURIER )

*If undelivered please return to :*

**SMVD POLYPACK LIMITED**

(CIN : U25200WB2010PLC141483)

Registered Office : 71, B.R.B. BASU ROAD, BLOCK-A (513), KOLKATA-700001

Phone No.: 033-22354254, E-mail : smvd513@gmail.com, Website : [www.smvdpolypack.com](http://www.smvdpolypack.com)