



# Smruthi Organics Limited

Date: 26<sup>th</sup> May, 2016

To,

**The PSE Holdings Ltd.**  
752, Shivleela Chambers,  
R.B.Kumthekar Marg  
Sadashiv Peth,  
**Pune - 411 030**  
Contact no. : 020-24485701/04

**Sub. : Audited Financial Results for year ended on 31<sup>st</sup> March, 2016**

Dear Sir,

As required under Regulation 33 (3) (d), we are submitting certified copy of Financial Results for year ended on 31<sup>st</sup> March, 2016, Audit Report thereon along with Form A.

This for your kind information & records.

Thanking you,

Yours faithfully,

**For Smruthi Organics Limited**

**Mr. E. Purushotham**

**Chairman and Managing Director**



CC : The Mumbai Stock Exchange, Mumbai




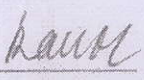
The Ahmadabad Stock Exchange, Ahmadabad

The Hyderabad Stock Exchange, Hyderabad



# Smruthi Organics Limited

## Form A (for audit report with unmodified opinion) along-with Financial Results

1	Name of the company	Smruthi Organics Limited
2	Annual financial statements for the year ended	31 <sup>st</sup> March, 2016
3	Type of Audit observation	Unmodified
4	Frequency of observation	NA
5	To be signed by-	
	<ul style="list-style-type: none"><li>• Managing Director</li></ul>	
	<ul style="list-style-type: none"><li>• CFO</li></ul>	
	<ul style="list-style-type: none"><li>• Auditor of the company</li></ul>	
	<ul style="list-style-type: none"><li>• Audit Committee Chairman</li></ul>	



REGISTERED & CORPORATE OFFICE : 'BALAJI BHAVAN' 165-A, RAILWAY LINES, SOLAPUR-413 001. (INDIA) ■ PHONE : 0091-217-2310267, 2310387  
FAX NO. 0091-217-2310268 ■ MUMBAI OFFICE : PH. : 022-24129211 TELEFAX NO. 0091-22-24155452

FACTORY : UNIT ■ PLOT NO. A-27, M.I.D.C. CHINCHOLI, TAL. MOHOL, DIST. SOLAPUR - 410 255. (INDIA)  
PHONE : 2357491 to 2357494 ■ TELEFAX : 0217-2357771 ■ VISIT US : www.smruthiorganics.com  
E-mail : naga@smruthiorganics.com ■ CIN :- L24118PN1989PLC052562

## INDEPENDENT AUDITOR'S REPORT

To,  
**The Members of Smruthi Organics Limited**

### Standalone Financial Statements

We have audited the accompanying standalone financial statements of Smruthi Organics Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the 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 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, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 financial statements based on 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 there under.

We conducted our audit 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 March 31, 2016, and its profit and its cash flows for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

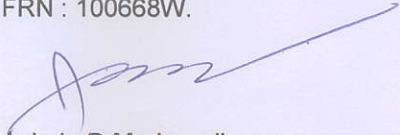
1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order) issued by the Central Government in terms of sub-section (11) of section 143 of the Act, we give in Annexure a statement on matters specified in paragraphs 3 and 4 of the said order .
2. As required by Section 143 (3) of the 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, read with Rule 7 of the Companies (Accounts) Rules, 2015.
  - (e) In the course of our audit we have not come across any transactions or matters which have any adverse effects on the functioning of the company.
  - (f) On the basis of the written representations received from the directors as on March 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (g) In our opinion, the company has adequate internal financial control systems in place and the same are effective and commensurate with the nature of business of the company and the scale of its operations.
  - (h) 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, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have any pending litigations which would impact its financial position.



- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. The amounts were transferred to the Investor Education and Protection Fund by the Company of Rs. 101798/-.

Ashok Madgundi & Co.,  
Chartered Accountants,  
FRN : 100668W.



  
Ashok D Madgundi  
Proprietor  
ICAI Membership No : 036983  
Solapur. 28 April 2016

**ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT**

**Smruthi Organcis Limited,**

**Year Ended March 31, 2016**

1. Fixed Assets [Clause 3(i)]:

- a) Proper Records: The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets:
- b) Physical Verification: These fixed assets have been physically verified by the management at reasonable intervals;  
Any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account by the management at regular intervals; Yes.
- c) Title Deed: The title deeds of immovable properties are held in the name of the company.

2. Inventory [Clause 3(ii)]:

Physical verification: Physical verification of inventory has been conducted at reasonable intervals by the managements;

No such material discrepancies were noticed on such verification.

And if so, whether the same have properly dealt with in the books of account is not applicable;

3. Loan given by Company [Clause 3(iii)]:

- a) The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships(LLP) or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- b) Terms and Conditions: The terms and conditions of the grant of such loans are not prejudicial to the company's interest Not Applicable.
- c) Regular Recovery: The schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular; Not Applicable.
- d) Steps for Recovery: If the amount is overdue, state the total amount overdue for more than 90 days, and whether reasonable steps have been taken by the company for recovery of the principal and interest. Not Applicable.

4. Loan to the Directors and investment by Company [Clause 3(iv)]:

In respect of loans, investments, guarantees, and security whether provisions of section 185 and 186 of the Companies Act, 2013 have been complied with. If not, provided the details thereof. Not Applicable.



5. Deposits[Clause3(v)]:

If the company has accepted deposits  
whether the following has been complied with:

- Directives issued by the Reserve Bank of India (RBI) Not Applicable.
- The provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder; and Not Applicable.
- If an order has been passed by Company Law Board (CLB) or National Company Law Tribunal (NCLT) or Reserve Bank of India (RBI) or any court or any other tribunal. Not Applicable.

6. Cost Records [Clause3(vi)]:

The Central Government has specified maintenance of cost records under section 148 (1) of the Companies Act, 2013, and hence such accounts and records have been made and maintained.

7. Statutory Dues [Clause 3(vii)]

Following matters shall be reported for statutory dues and disputes for tax and duties.

- a) Statutory Dues for more than 6 Months: Whether the company is regular in depositing undisputed statutory dues with the appropriate authorities including:

- i. Provident fund; No Such Dues
- ii. Employee's state insurance; No Such Dues
- iii. Income – tax; No Such Dues
- iv. Sales- tax; No Such Dues
- v. Service tax; No Such Dues
- vi. Duty of customs; No Such Dues
- vii. Duty of excise; No Such Dues
- viii. Value Added Tax (VAT); No Such Dues
- ix. Cess; and No Such Dues
- x. Any other statutory dues. No Such Dues

If the company is not regular in depositing such statutory dues, the extent of the arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable, shall be indicated by the auditor. No such dues are pending.

- b) Dispute for Tax and Duty: Dues of income tax or service tax or duty of customs or duty of excise or value added tax have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending as follows:



Name of the Status	Nature of the dues	Amount (Rs. in Lacs)	Period to which the amount relates various years covering the period	Forum where Pending
Central Excise	Cenvat Credit is obtained Instead of PLA (EOU)	28.72	2007-2011 4 Years	Additional Commissioner of Central Excise, Pune
Central Excise	Cenvat Set off of EOU Unit is transferred to DTA	28.72	2007-2011 4 Years	Additional Commissioner of Central Excise, Pune
Central Excise	Cenvat credit is not Considered on purchases	1.09	2009-10	Tribunal, Pune

8. Repayment of Loans [Clause 3(viii)]

The company has not defaulted in repayment of loans or borrowing to a financial institution, bank, Government.

9. Utilization of IPO and further Public offer [Clause 3(ix)]:

The Company has not raised money by way of initial public offer or further public offer and Term Loans where applied for the purposes for which those are raised,

If not, the details together with delays or default and subsequent rectification, if any, as may be applicable, be reported – Not applicable.

10 Reporting of Fraud [Clause(x)]:

No fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.

11 Approval of Managerial Remuneration [Clause 3(xi)]:

Managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act 2013.





12 Nidhi Company [Clause3 (xii)]:

Whether the Nidhi Company has complied with the Net Owned Funds to Deposits in the ratio of 1:20 to meet out the liability and whether the Nidhi Company is maintaining 10% unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet our the liability; Not Applicable

13 Related Party Transaction [Clause 3 (xiii)]:

All transactions with the related parties are in compliance with sections 177 and 188 Companies Act, 2013 are applicable and the details have been disclosed in the Financial Statements etc. as required by the applicable accounting standards;

14 Private Placement or Preferential Issues [Clause 3(xiv)]:

Whether the company has made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and if so, as to whether the requirement of section 42 of the Companies Act, 2013 have been complied with and the amount raised have been used for the purposes for which the funds were raised. If not, provided the details in respect of the amount involved and nature of non-compliance; Not Applicable

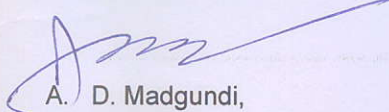
15 Non- cash Transactions [Clause 3(xv)]:

Whether the company has entered into any non-cash transactions with directors of persoconnected with him and if so, whether the provisions of section 192 of Companies Act, 2013 have been complied with; Not applicable

16 Register under RBI Act 1934 [Clause 3 (xvi)]:

Whether the company is required to be registered under section 45-IA of the Reserve Bank of India Act and if so, whether the registration has been obtained. Not applicable

Ashok Madgundi & Co.  
Chartered Accountants



A. D. Madgundi,  
Proprietor  
ICAI Membership No : 036983  
FRN : 100668W



Place : Solapur.

Date: April 28, 2016

PART I - Form of BALANCE SHEET

Name of the Company :- Smruthi Organics Limited

Balance Sheet as at :- 31.03.2016

(Figures in rupees)

	Particulars	Note No.	Figures as at the end of Current reporting period 31.03.2016	Figures as at the end of previous reporting period 31.03.2015
	1	2	3	4
<b>I.</b>	<b>EQUITY AND LIABILITIES</b>			
(1)	<b>Shareholders' funds</b>			
	(a) Share capital	1	38,154,300	38,154,300
	(b) Reserves and surplus	2	268,740,496	256,515,449
(3)	<b>Non-current liabilities</b>			
	(a) Long-term borrowings	3	126,929,824	170,082,648
	(b) Deferred tax liabilities (Net)	4	-	-
	(c) Other Long term liabilities	5	187,860,806	176,547,247
	(d) Trade Payables Fixed Assets	6	1,932,512	3,037,419
(4)	<b>Current liabilities</b>			
	(a) Short-term borrowings	7	185,349,911	232,855,135
	(b) Trade payables	8	149,346,097	154,287,230
	(c) Other current liabilities	9	69,596,369	57,428,220
	(d) Short-term provisions	10	3,320,714	-
	<b>TOTAL</b>		<b>1,031,231,029</b>	<b>1,088,907,647</b>
<b>I.</b>	<b>ASSETS</b>			
	<b>Non-current assets</b>			
(1)	<b>(a) Fixed assets</b>	11		
	(i) Tangible assets			
	a) Gross Block		881,350,901	868,772,901
	b) Less : Accumulated Depreciation		(558,937,545)	(515,638,273)
	c) Net Block		<b>322,413,356</b>	<b>353,134,628</b>
	(iii) Capital work-in-progress		10,861,152	10,792,674
	(b) Non-current investments	12	3,435,100	493,100
	(c) Deferred revenue expenditure	13	-	-
	(d) Deferred Tax Assets	4	6,428,006	14,594,446
	(e) Long-term loans and advances	14	247,231,258	243,782,064
(2)	<b>Current assets</b>			
	(a) Current investments	-	-	-
	(b) Inventories	15	193,477,244	178,330,437
	(c) Trade receivables	16	192,853,531	216,768,053
	(d) Cash and cash equivalents	17	16,267,637	16,917,324
	(e) Short-term loans and advances	18	38,263,745	54,094,922
	(f) Other current assets	-	-	-
	<b>TOTAL</b>		<b>1,031,231,029</b>	<b>1,088,907,647</b>

Summary of significant accounting policies  
The accompanying notes are an integral part of the financial statements.

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For & on behalf of Board of Directors of  
**Smruthi Organics Limited**



As per our report of even date  
**Ashok Madgundi & Co.**  
Chartered Accountants  
F R N. 100668W

Place SOLAPUR  
Date 28.04.2016

(Ashok D. MADGUNDI)  
M. No. 36983 PROPRIETOR

*(Signature)*

(E. PURUSHOTHAM)  
MANAGING DIRECTOR

*(Signature)*

(E. SWAPNIL)  
EXECUTIVE DIRECTOR & CFO

**PART II - Form of STATEMENT OF PROFIT AND LOSS**

**Name of the Company :- Smruthi Organics Limited**

**Profit and loss statement for the year ended :- 31.03.2016**

(Figures in rupees)

	Particulars	Note No.	Figures for the current reporting period 31.03.2016	Figures for the previous reporting period 31.03.2015
I	<b>Continuing operations</b>			
1	Revenue from operations (gross)	19	787,449,606	819,275,937
2	Less : Excise duty		49,662,372	53,572,746
3	: Sales Tax		11,983,658	17,657,774
4	Revenue from operations (net)		<b>725,803,576</b>	<b>748,045,417</b>
5	Other income	20	4,493,232	1,649,232
	<b>Total Revenue (I)</b>		<b>730,296,808</b>	<b>749,694,649</b>
II	<b>Expenses:</b>			
1	Cost of materials consumed	21	449,342,165	474,528,199
2	Changes in inventories of finished goods work-in-progress and Stock-in-Trade	22	-24,090,705	56,065,629
3	Employee benefits expense	23	74,779,623	63,177,960
4	Finance costs	24	51,227,094	56,507,169
5	Depreciation and amortization expense	11	43,299,272	48,037,734
6	Other Expenses	25	119,834,454	107,943,564
	<b>Total Expenses II</b>		<b>714,391,903</b>	<b>806,260,255</b>
III	Profit before exceptional and extraordinary items and tax (I-II)		15,904,905	(56,565,606)
IV	Exceptional items		0	0
V	Profit before extraordinary items and tax (III-IV)		15,904,905	(56,565,606)
VI	Extraordinary Items		-	0
VII	Profit before tax (V-VI)		15,904,905	(56,565,606)
VIII	<b>Tax expense</b>			
	(1) Current tax (MAT)		504,650	0
	(2) Deferred tax		8,166,440	(18,429,888)
	(3) Income Tax of early year			
IX	Profit (Loss) for the period from continuing operations (VII - VIII)		7,233,815	(38,135,718)
X	Profit / (loss) from discontinuing operations		0	0
XI	Tax expense of discontinuing operations		0	0
XII	Profit / (loss) from Discontinuing operations (after tax) (XII - XIII)		0	0
XIII	Profit (loss) for the period (IX + XII)		7,233,815	(38,135,718)
XIV	Earning per equity share :			
	(1) Basic		1.90	(10.00)
	(1) Diluted		1.90	(10.00)

Summary of significant accounting policies 26  
The accompanying notes are an integral part of the financial statements.

For & on behalf of Board of Directors of  
Smruthi Organics Limited

As per our report of even date



Ashok Madgundi & Co.  
Chartered Accountants  
F R N. 100668W

Place SOLAPUR  
Date 28.04.2016

(Ashok D.MADGUNDI)  
M. No. 36983 PROPRIETOR

(E.PURUSHOTHAM)  
MANAGING DIRECTOR

(E.SWAPNIL)  
EXECUTIVE DIRECTOR & CFO

**Smruthi Organics Limited**

**Notes : 1 SHARE CAPITAL**

		As at 31/03/2016		As at 31/03/2015	
		Rs.		Rs.	
1	<b>AUTHORISED SHARE CAPITAL</b>				
	5000000 Equity Shares of Rs. 10/- each	50,000,000		50,000,000	
	5000000 Non-Convertible Cumulative Redeemable Preference Shares of Rs. 10/- each	50,000,000	100,000,000	50,000,000	100,000,000
2	<b>ISSUED, SUBSCRIBED &amp; PAID UP SHARE</b>				
	3815430 Equity Shares of Rs. 10/- each fully paid	38,154,300		38,154,300	
			<b>38,154,300</b>		<b>38,154,300</b>
<b>Details of Shareholders holding more than 5% shares in the company</b>					
		No. of Shares	% holding in the class	No. of Shares	% holding in the class
1	Mr.Eaga Purushotham	1528560	40.06	1528560	40.06
2	Mrs.Eaga Vaishnavi	576475	15.11	576475	15.11

**Notes : 2 RESERVES AND SURPLUS**

		As at 31/03/2016		As at 31/03/2015	
		Rs.		Rs.	
1	Capital Reserve		608,600		608,600
2	Capital Incentive		1,500,000		1,500,000
3	<b>General Reserve</b>				
	(a) Balances as per the last financial statements	50,233,427		50,233,427	
	(b) Add : Amount Transferred	-		-	
	<b>Closing Balance</b>		50,233,427		50,233,427
4	Share Premium		2,000,000		2,000,000
5	<b>Surplus in Statement of Profit and Loss</b>				
	(a) Balances as per the last financial statements	202,173,422		257,657,773	
	<b>Add :</b>				
	(b) Profit for the year	7,233,815		(38,135,717)	
	(c) Depreciation of earlier years (Note no.-13)	-		(17,348,634)	
	(d) Income Tax Refund up to AY 11-12 Tax of the last years.	4,991,233		-	
	<b>Less :</b>				
	(e) Trasfer to General Reserve	-		-	
	(f) Proposed Equity Dividend	-		-	
	(g) Tax on Proposed Equity Dividend	-		-	
	(h)	-		-	
	(i)	-		-	
	<b>Net Surplus in the statement of Profit and Loss</b>		214,398,470		202,173,422
	<b>Total Reserve &amp; Surplus</b>		<b>268,740,496</b>		<b>256,515,449</b>



**Notes : 3 LONG - TERM BORROWINGS**

		As at 31/03/2016 Rs.		As at 31/03/2015 Rs.	
1	Axis Bank Term Loan *	35,642,557		69,426,373	
2	Deferral Sales Tax Loan PSI 1993 Scheme *	2,606,938		4,882,196	
3	Deferral Sales Tax Loan PSI 1993 Expansion **	29,513,904		35,514,851	
4	SBI - IFB - WCTL A/c	59,038,274		60,000,000	
5	Axis Bank Ltd.- Car Loan	128,151		259,228	
			<b>126,929,824</b>		<b>170,082,648</b>

\*1st mortgage / hypothecation charge on pari-passu basis with Axis Bank on Land & building and Plant and Machinery owned by the company situated at Plot No.273 & 274 MIDC, Akkalkot Road, Solapur 413006 & Plot No.A-27, MIDC Chincholi, Solapur- 413 255, First Charge on company's - Flat No 5, Rahul Neha Apt. Solapur , Flat No T/1 , Balaji Apt. Solapur, Holiday Resaurt at Plot No 31, Nakoda Constr. at village. Pakani Solapur, N.A. Plots GAT No. 230/2/B/2, 233/2/B, 231/2/B, 230/2/A/2 situated at Village Chincholi, Taluka Mohol, Dist. Solapur. First pari-passu charges on the above asset for Term Loan of Rs. 15.75 crores from Axis Bank Pune. The Term Loan of Axis Bank Rs 15.75 crore is repayable in 60 months equal installment along with interest from 01.01.2013. Additional I collateral Security of Mumbai Flat and eight Flats located at Solapur in the name of Company and one flat in the name of Mr. E.Purushotham, Managing Director of the Company in favour of State bank of India. Axis bank, Pune has sanctioned Term Loan-II of Rs. 3.50 crores repayable in 28 months after One year Moratorium by various installments. State Bank of India has restructure the account and sanctioned Rs. 6.00 Crores Working Capital Term Loan repayable from Apr 2016 to Mar 2020 by various installments.

\*Personal guarantee of Mr E Purushotham , Managing Director and Mrs. E Vaishnavi Director.

\*\*Deferred Sales Tax Loan is interest free and payable in yearly in 5 installment of each financial year after completion of 10 years and the final installment will due on 26.04.2022

**Notes : 4 DEFFERED TAX LIABILITY / (DEFERRED TAX ASSETS)**

		As at 31/03/2016 Rs.		As at 31/03/2015 Rs.	
1	Opening Balance	(14,594,446)		12,167,550	
2	Less:C.Y. Up to the Year 31.03.2016 & P.Y. Add upto 31.03.14	8,166,440		(8,332,108)	
3	Add: For the year 2014-15	-		(18,429,888)	
			<b>(6,428,006)</b>		<b>(14,594,446)</b>

**Notes : 5 OTHER LONG TERM LIABILITIES**

		As at 31/03/2016 Rs.		As at 31/03/2015 Rs.	
1	Gratuity Payable	20,825,178		19,934,878	
2	Sundry Creditors (More than -1 year)	167,035,628		156,612,369	
			<b>187,860,806</b>		<b>176,547,247</b>

**Notes : 6 TRADE PAYABLES ( FIXED ASSETS )**

		As at 31/03/2016 Rs.		As at 31/03/2015 Rs.	
1	Sundry Creditors	1,932,512		3,037,419	
2	Sundry Creditors (Small Scale Undertaking)	-		-	
			<b>1,932,512</b>		<b>3,037,419</b>



**Notes : 7 SHORT TERM BORROWINGS**

		As at 31/03/2016 Rs.		As at 31/03/2015 Rs.	
1	Working Capital Loan from S.B.I., IFB Mumbai & Solapur (Secured) *	121,830,832		177,212,839	
2	SBI IFB Mumbai - PCFC Account	50,049,049		42,172,266	
3	Unsecured Loans - Directors	13,470,030		13,470,030	
			<b>185,349,911</b>		<b>232,855,135</b>
<p>*1st registered mortgage / hypothecation charge on pari-passu basis with Axis Bank on Land &amp; building and Plant and Machinery owned by the company situated at Plot No.273 &amp; 274 MIDC, Akkalkot Road, Solapur 413006 &amp; Plot No.A-27, MIDC Chincholi, Solapur- 413 255, First Charge on company's - Flat No 5, Rahul Neha Apt. Solapur , Flat No T/1 , Balaji Apt. Solapur, Holiday Resaurt at Plot No 31, Nakoda Constr. at village. Pakani Solapur, N.A. Plots GAT No. 230/2/B/2, 233/2/B, 231/2/B, 230/2/A/2 situated at Village Chincholi, Taluka Mohol, Dist. Solapur. Company has also offered additional collateral Security of Mumbai Flat and eight Flats located at Solapur in the name of Company and one flat in the name of Mr. E.Purushotham, Managing Director of the Company in favour of State bank of India as per revised sanction letter. During the last year State Bank of India has restructuring of Working Capital Limit sanctioned Rs. 6.00 Crores repayable from Apr 2016 to Mar 2020 by various installments.</p> <p>*Personal guarantee of Mr E Purushotham , Managing Director and Mrs. E Vaishnavi, Director.</p>					

**Notes : 8 TRADE PAYABLES**

		As at 31/03/2016 Rs.		As at 31/03/2015 Rs.	
1	Sundry Creditors	149,346,097		154,287,230	
2	Sundry Creditors (Small Scale Undertaking)	-		-	
			<b>149,346,097</b>		<b>154,287,230</b>

**Notes : 9 OTHER CURRENT LIABILITIES**

		As at 31/03/2016 Rs.		As at 31/03/2015 Rs.	
I	Other Statutory Liabilities (VAT, TDS, PF etc)	3,302,754	3,302,754	3,106,478	3,106,478
II	Other Current Liabilities				
1	Salary & Wages Payable	3,942,261		3,908,994	
2	Audit & Consultancy Fees Payable	347,400		292,500	
3	Interest Payable (CC)	-		763,359	
4	Local Body Tax (LBT) - Payable	-		342,011	
5	Unpaid Dividend - Axis Bank	610,048		769,012	
6	Defferal Sales Tax Repayment within one year (old)	4,726,699		9,457,618	
7	Defferal Sales Tax Repayment within one year (new)	3,613,935		-	
8	Term Loan Instal .Repay. within one year (1575 lacs)	35,953,272		33,388,248	
9	Term Loan Instal. Repay. within one year (350 lacs)	15,300,000		5,400,000	
10	WCTL Install Repay within one year ( 600 lacs)	1,800,000		-	
			<b>66,293,615</b>		<b>54,321,742</b>
			<b>69,596,369</b>		<b>57,428,220</b>

**Notes : 10 SHORT TERM PROVISION**

		As at 31/03/2016 Rs.		As at 31/03/2015 Rs.	
1	Provision for Income Tax	3,320,714		-	
2	Dividend	-		-	
3	Dividend Distributed Tax	-		-	
			<b>3,320,714</b>		<b>0</b>



## A) FIXED ASSETS

## SCHEDULE OF FIXED ASSETS FORMING PART OF BALANCE SHEET AS ON 31.03.2016

PARTICULARS	GROSS BLOCK (AT COST)				DEPRECIATION PROVIDED				NET BLOCK	
	COST AS ON 01.04.15 2	ADDITION DURING THE YEAR (15-16) 3	DISPOSAL/ ADJUSTMEN T 4	AS ON 31.03.2016 5 (2+3-4)	UPTO 31.03.2015 6	FOR THE YEAR 2015 - 16 7	DISPOSAL/ ADJUSTMENT 8	UPTO 31.03.2016 9 (6+7-8)	AS ON 31.03.2015 10	AS ON 31.03.2016 11 (5-9)
FACTORY LAND	3076385	0	0	3076385	340853	17640	0	358493	2735532	2717892
AGRICULTURAL LAND	587094	0	0	587094	0	0	0	0	587094	587094
BUILDING	152858482	3843883	0	156702365	82772044	7042775	0	89814819	70086438	66887546
OWNERSHIP FLATS	9445084	0	0	9445084	6472339	282511	0	6754850	2972745	2690233
Plant & Machinery	569034939	7965707	0	577000646	331535799	30092175	0	361627974	237499140	215372672
Electrical Installation / Equ.	27236048	257982	0	27494030	16159535	1383796	0	17543331	11076513	9950698
VEHICLES	17566152	0	37656	17528496	15400008	555488	0	15955496	2166144	1572999
OFFICE EQUIPMENTS	1780868	56925	0	1837793	1594266	54392	0	1648658	186602	189135
COMPUTER	6015621	73997	0	6089618	5485628	215315	0	5700943	529993	388675
FURNITURE & FIXTURE	12040961	230486	0	12271447	10363373	416967	0	10780340	1677588	1491107
LABORATORY EQUIPMENTS	20469572	69732	0	20539304	16850657	830828	0	17681485	3618915	2857819
OTHER FACTORY EQP.	14847701	116947	0	14964648	6791321	998108	0	7789429	8056380	7175219
<b>TOTAL = A</b>	<b>834958906</b>	<b>12615659</b>	<b>37656</b>	<b>847536909</b>	<b>493765823</b>	<b>41889995</b>	<b>0</b>	<b>535655818</b>	<b>341193083</b>	<b>311881091</b>
B) I) Research & Devp. Equip.	33813995	0	0	33813995	21872450	1409277	0	23281727	11941545	10532268
<b>TOTAL = B</b>	<b>33813995</b>	<b>0</b>	<b>0</b>	<b>33813995</b>	<b>21872450</b>	<b>1409277</b>	<b>0</b>	<b>23281727</b>	<b>11941545</b>	<b>10532268</b>
C) Capital Work In Progress										
Building Constructions - Boiler	3320512	0	0	3320512	0	0	0	0	3320512	3320512
Plant & Machinery - Boiler	4028346	68478	0	4096824	0	0	0	0	4028346	4096824
Plant & Machinery - Chilling Plant	3443816	0	0	3443816	0	0	0	0	3443816	3443816
<b>TOTAL = C</b>	<b>10792674</b>	<b>68478</b>	<b>0</b>	<b>10861152</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>10792674</b>	<b>10861152</b>
<b>TOTAL (A+B+C)</b>	<b>879565575</b>	<b>12684137</b>	<b>37656</b>	<b>892212056</b>	<b>515638273</b>	<b>43299272</b>	<b>0</b>	<b>558937545</b>	<b>363927302</b>	<b>333274511</b>
Previous Year	867527389	12038186	0	879565575	441919801	73718472	0	515638273	425607588	363927302

**Notes : 12 NON CURRENT INVESTMENTS**

		As at 31/03/2016		As at 31/03/2015	
		Rs.		Rs.	
1	49,310 equity shares of Rs. 10/- each fully paid up in Greenfield CET Plant Pvt. Ltd. Solapur	493,100		493,100	
2	MAT Credit Entitlement ( 2015-16)	2,942,000		-	
			<b>3,435,100</b>		<b>493,100</b>

**Notes : 13 DEFERRED REVENUE EXPENDITURE**

		As at 31/03/2016		As at 31/03/2015	
		Rs.		Rs.	
MISCELLANEOUS EXPENDITURE (to the extent not written off/adjusted) Deferred Revenue Expenditure		-		-	
			<b>0</b>		<b>0</b>

**Notes : 14 LONG-TERM LOANS & ADVANCES**

		As at 31/03/2016		As at 31/03/2015	
		Rs.		Rs.	
1	DEPOSITS (Unsecured Considered Good) (MSEB, Water, Telephone, House, etc)	6,026,437		6,051,087	
2	Advance against Capital Goods	1,766,083		1,766,083	
3	Sundry Debtors (More than 1 year)	239,438,738		235,964,894	
4	Less : Debtors Advance more than one year	-			
			<b>247,231,258</b>		<b>243,782,064</b>

**Notes : 15 INVENTORIES**

		As at 31/03/2016		As at 31/03/2015	
		Rs.		Rs.	
I	Inventories-(at cost except otherwise stated and as as certified by Board of Director)				
1	Raw Materials (at cost)	33,303,477		41,818,469	
2	Packing Materials (at cost)	1,475,676		1,904,583	
3	Work in Process (at cost)	108,626,224		106,111,645	
4	Finished Goods (at lower of cost and net realisable value )	49,251,027		27,674,901	
5	Finished Goods In Transit (at lower of cost and net realisable value )	820,839		820,839	
			<b>193,477,244</b>		<b>178,330,437</b>





Notes : 16 TRADE RECEIVABLES

		As at 31/03/2016		As at 31/03/2015	
		Rs.		Rs.	
I	<b>SUNDY DEBTORS (Unsecured Considered Good)</b>				
1	More than six months	-		-	
2	Other debts	192,853,531		216,768,053	
			<b>192,853,531</b>		<b>216,768,053</b>

Notes : 17 CASH & BANK BALANCES

		As at 31/03/2016		As at 31/03/2015	
		Rs.		Rs.	
	<b>Cash and cash equivalents</b>				
1	Cash on hand	757,704		273,972	
	<b>Balances with banks</b>				
1	Bank Balance (EEFC, SBI Khadki, ICICI etc.)	1,775,793		3,962,842	
2	Fixed Deposits with SBI (For L/C and Bank Guarantee margin)	13,734,140		12,680,510	
			<b>16,267,637</b>		<b>16,917,324</b>

Notes : 18 SHORT TERM LOANS & ADVANCES

		As at 31/03/2016		As at 31/03/2015	
		Rs.		Rs.	
I	<b>(Unsecured Considered Good) Advances recoverable in cash or in kind or for value to be received</b>				
1	Staff & Other Advances	442,174		537,345	
2	Pre-Paid Insurance	1,027,263		1,284,757	
3	Pre-Paid Custom Duty	-		352,266	
4	Excise Duty (Modvat)	5,805,633		1,084,556	
5	Excise Duty ( EOU)	95,851		62,261	
6	CST Refund Claim (EOU)	3,033,360		3,033,360	
7	Interest Accrued but not due	501,840		574,387	
8	Excise duty on export refund	5,001,622		16,267,383	
9	Pre-Paid Interest	424,662		854,167	
10	Export Incentive on FMS Receivable	4,204,080		7,782,878	
11	Service Tax	1,712,322		2,059,373	
12	Sales Tax	402,106		402,106	
13	VAT Refund	10,631,651		13,718,461	
14	Income Tax Refund	2,031,310		1,788,724	
15	Advance Income Tax & TDS	-		221,471	
16	Duty Draw Back Incentive Receivable	2,151,094		3,282,353	
17	Pre-Paid Exo (Fees & Forms, Bank charges etc.)	798,777		789,075	
			<b>38,263,745</b>		<b>54,094,923</b>



Notes : 19 REVENUE FROM OPERATIONS

		As at 31/03/2016		As at 31/03/2015	
		Rs.		Rs.	
<b>I</b>	<b>Income from Operations</b>				
1	Gross Sales - Bulk Drugs & Drug Intermediates	776,622,662		799,889,559	
2	Less : Excise Duty	49,662,372		53,572,746	
3	: Sales Tax	11,983,658		17,657,774	
			714,976,632		728,659,039
<b>II</b>	<b>Other Operating Income - Export Incentives</b>				
1	Compensation - Export Debtors	-		6,546,613	
2	Duty Draw Back	4,771,400		2,560,992	
3	Export Incentive on FMS	6,055,544	10,826,944	10,278,773	19,386,378
			<b>725,803,576</b>		<b>748,045,417</b>

Notes : 20 OTHER INCOME

		As at 31/03/2016		As at 31/03/2015	
		Rs.		Rs.	
1	Interest on TDR (Bank Deposits)	943,841		1,381,272	
2	Rate difference in Foreign Currency	-		267,960	
3	Insurance Claim Received	318,668		-	
4	Interest from Others ( on Income tax refund 55 lacs)	996,126		-	
5	Profit / (loss) on sale of Vehicle	37,344		-	
6	Debtors (Old advances)	2,197,253		-	
			<b>4,493,232</b>		<b>1,649,232</b>

Notes : 21 COST OF MATERIAL CONSUMED

		As at 31/03/2016		As at 31/03/2015	
		Rs.		Rs.	
<b>I</b>	<b>Cost of Material Consumed</b>				
	Dicyandiamide	88,374,869		76,534,780	
	Dimethyl Amine	65,952,527		59,508,616	
	Piperzine	22,665,102		26,690,775	
	Methanol	15,014,703		15,170,925	
	Acetophenone	18,880		20,097,434	
	Hydroquinone	28,533,909		29,035,079	
	C.F.A.	34,402,077		16,053,731	
	EMME	30,405,396		20,631,120	
	Others	163,974,702		210,805,739	
			<b>449,342,165</b>		<b>474,528,199</b>



**Notes : 22 CHANGES IN INVENTORIES OF FINISHED GOODS,  
WORK IN PROCESS AND STOCK IN TRADE**

		As at 31/03/2016		As at 31/03/2015	
		Rs.		Rs.	
<b>I</b>	<b>Inventory Change</b>				
<b>a</b>	<b>Add : Opening Stock</b>				
1	Work in Process (Bulk Drugs & Drug Intermediates)	106,111,645		90,563,776	
2	Finished Goods (Bulk Drugs & Drug Intermediates)	28,495,740	134,607,385	100,109,238	190,673,013
<b>b</b>	<b>Less : Closing Stock</b>				
1	Work in Process (Bulk Drugs & Drug Intermediates)	(108,626,224)		(106,111,645)	
2	Finished Goods (Bulk Drugs & Drug Intermediates)	(50,071,866)	(158,698,090)	(28,495,740)	(134,607,385)
			<b>(24,090,705)</b>		<b>56,065,629</b>

**Notes : 23 EMPLOYEE'S BENEFIT EXPENSES**

		As at 31/03/2016		As at 31/03/2015	
		Rs.		Rs.	
1	Salary, Wages and Bonus	69,640,672		59,303,512	
2	Contribution to P.F. and Other funds	3,855,939		3,241,190	
3	Staff Labour Welfare	1,283,012		633,258	
			<b>74,779,623</b>		<b>63,177,960</b>

**Notes : 24 FINANCE COST**

		As at 31/03/2016		As at 31/03/2015	
		Rs.		Rs.	
1	Interest on Term Loan	9,185,289		8,056,826	
2	Interest on Cash Credit	24,508,718		33,842,717	
3	Interest on WCTL	9,013,139		7,472,272	
4	Interest to Others	2,854,288		83,626	
5	Bank Commission & Charges	5,665,660		7,051,728	
			<b>51,227,094</b>		<b>56,507,169</b>

**Notes : 25 OTHER EXPENSES**

		As at 31/03/2016		As at 31/03/2015	
		Rs.		Rs.	
1	Power and Fuel	72,794,845		62,267,712	
2	Repaires & Maintainance	6,008,671		6,697,410	
3	Laboratory Expenses	3,319,311		2,262,616	
4	Sales Commission & Promotion	11,419,862		11,419,382	
5	Travelling & Conveyance	5,133,948		4,017,532	
6	Research & Development Exps	488,155		171,530	
7	Other Expenses	20,669,662		21,107,382	
			<b>119,834,454</b>		<b>107,943,564</b>



Note No: 26

Notes To The Financial Statement as on 31.03.2016

**Note 1. Accounting Policies and Other Information**

**A. Significant accounting policies**

**1. System of Accounting:**

- i. The company follows mercantile system of accounting and recognizes income and expenditure on accrual basis.
- ii. The financial statements have been prepared in all material respects with Accounting Standards as relevant and notified by the Central Government.
- iii. The financial statements are prepared on historical cost basis and as a going concern.

**2. Revenue recognition :**

Revenue from Sale of Goods is recognized when all the significant risk and rewards of ownership of the goods have been part to the buyer. The company collect the Sales Tax and value added taxes (VAT) on behalf of the Government and therefore these are not economic benefits flowing to the company. Hence there are excluded from the revenue. Excise duty deducted from revenue (Gross) is the amount i.e. included in the revenue (gross) and not the entire amount of liability arising during the year.

**3. Tangible Fixed Assets and Depreciation :**

Depreciation on tangible fixed assets is provided on written down value basis at the rates derived from the useful lives prescribed in Schedule II of the Companies Act, 2013 after considering the residual value at 5% of the original costs thereof except in case of reactors & distillation columns and the related equipments, electrical installations/equipments and plant and machinery used for research and development where the useful lives are considered at 23 years based on internal assessment.

Pursuant to Schedule II to the Companies Act, 2013, the Company has re-determined the written down values of the tangible assets as per the useful lives of the tangible assets as prescribed in Schedule II to the Companies Act, 2013 or, as the case may be, as per internal assessment.

**4. Investments:** Investments are stated at cost.

**5. Inventories:**

- a) Finished goods are valued at cost or net realizable value whichever is the lower.
- b) Stock in process is valued at cost.
- c) Stock of raw materials, stores and spares and packing materials are valued at lower of cost or net realizable value.



**6. Staff Benefits :**

- a) Contribution to Provident Fund are funded as a Percentage of Salary / Wages.
- b) Provision for leave encashment salary is to be provided for the year as per Accounting Standard subject to this amount, the profit changes.
- c) Provision for Gratuity is to be made of as per Payment of Gratuity Act, as per Accounting Standard 15. The gratuity provision amount is not provided separately as per Accounting Standard . Subject to this amount, profit changes.

**7. Research and Development:**

Revenue expenditure on research and development is charged to Statement of profit and loss in the year in which it is incurred. Capital expenditure on research and development is added to the cost of fixed assets.

Expenditure details on R&D for 2015-16 and 2014-15 (Rs. In lacs)

Particulars	2015-16	2014-15
a) Capital	--	--
b) Recurring	43.79	31.77
Total Rs.	43.79	31.77
Total R&D Expenditure as a Percentage of total turnover: :	0.61%	0.44%

**8. Deferred Taxation :**

Accounting treatment in respect of deferred taxation is in accordance with Accounting Standard 22 - "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.

**9. Sales Tax Benefits:**

Shortfall / increase in sales tax benefits accruing to the company are accounted for in the year in which the final assessment by the concerned authorities is completed.

**10. Borrowing Costs:**

Costs in respect of borrowings for the purpose of expansion / additional fixed investments including R & D projects are capitalized to such investments. Borrowing costs relating to period after the commencement of operations of the project are charged to revenue.

**11. Foreign Currency Transactions:**

Foreign Exchange Transactions are recorded at pre-determined standard exchange rates which are reviewed periodically. Gains or losses arising out of such periodic revisions of such standard rates and also on realization/settlement are accounted for accordingly.



None of the fixed assets have been acquired out of these foreign currency loans and as such the carrying cost of these assets is not affected by fluctuations. Therefore gain/loss arising on account of fluctuation of foreign exchange rates are debited to the fixed assets and credited to Term Loan liability account.

#### 12. Impairment of Assets :

The carrying amounts of assets are reviewed at each Balance Sheet date, if there is any indication of impairment based on internal / external factors. An impairment loss will be recognized wherever the carrying amount of an asset exceeds its estimated recoverable amount. The recoverable amount is greater of the asset's net selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to the present value using the weighted average cost of capital. In carrying out such exercise, due effect is given to the requirements of Schedule II of the Companies Act, 2013.

#### 13. Corporate Social Responsibility

The average operating profit of three years is in negative profit, so the company not required to spent on Corporate Social Responsibility in accordance with the provisions of Section 135 of the Companies Act, 2013.

#### 14. Segment Reporting :

The company operates in only one segments viz. Bulk Drugs & Drug Intermediates.

The segment results are as under: (Rs. In lacs)

Sl.No.	Particulars	Total
1.	Gross revenue	7874
2.	Segment expenses	7144
3.	Profit before interest, depreciation and tax	1104
4.	Segment Profit/Loss (-) before tax	159
5.	Tax Expenses (MAT)	87
6.	Profit /Loss (-) after tax	72

#### 15. Contingent Liabilities:

Cenvat set-off of EOU unit appeal is pending with Additional Commissioner of Central Excise, Pune for 2007 to 2011 four years amounting to Rs. 57.44 lacs and with Tribunal Pune for F Y 2009-10 for Rs. 1.09 lacs till the date of audit.

16. The company computed the expenditure on Corporate Social Responsibility at Rs. 22.14 lacs in accordance with the provisions of Section 135 of the Companies Act, 2013 for 31<sup>st</sup> March 2015. Till the date of audit company has not incurred any such expenditure. For the year company is not liable to compute expenditure on Corporate Social Responsibility.



17. Related Party transactions:

Name of the related party	Relationship	Nature of Transaction	Transaction value	Balance outstanding – Receivable / (-) Payable as on date of Balance Sheet	Amount written off / back
Smruthi Chemicals & Intermediates (Proprietor Mrs. E.Vaishnavi)	Director in Company and wife of Managing Director	Job work done by SC&I	5086440	NIL	NIL
		Job Work done by SOL	429300	NIL	NIL
		Raw Material purchase (High seas / Local from SOL)	472481	NIL	NIL
		Interest paid on Unsecured Loan	487332	NIL	NIL
Mr. Eaga Swapnil	Director of the Company and Son of Managing Director	Car Rent paid	492000	NIL	NIL
Mr.E. Purushotham	Managing Director of the Company	Unsecured Loan Interest paid	1336104	NIL	NIL

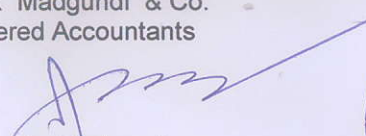
18. Additional Information pertaining to Statement of Profit and Loss:

Sl. No.	Nature of Income /Expenses	Current Year		Previous Year			
		Amount In Currency	Foreign	Amount In INR	Amount In Currency	Foreign	Amount In INR
1.	Export Earning	US Dollars - 3580403		236020169	US Dollars - 3208580		192514799
2.	Sales Commission	US Dollar 49207		3285558	US Dollar 124448		7466876
3.	Travelling Expenses	US Dollars - 0		0	US Dollars - 1600		95994
4.	Raw Material	US Dollars - 2405226		160596926	US Dollars - 3243583		194614989



19. Previous year's figures are regrouped and reclassified wherever considered necessary.

Ashok Madgundi & Co.  
Chartered Accountants

  
A. D. Madgundi,  
Proprietor



ICAI Membership No : 036983  
FRN : 100668W

Place : Solapur.

Date: April 28, 2016



## Auditor's Certificate

The Members,

Smruthi Organics Limited  
Solapur.

We have examined the attached Cash Flow Statement of Smruthi Organics Limited for the year ended 31st March 2016.

The Statement has been prepared by the Company in accordance with the requirements of listing agreement with various stock exchanges and is based on and in agreement with the corresponding Profit and Loss Account and Balance Sheet as well as Cash Flow of the company covered by our report of even date to the members of the Company.

**Ashok Madgundi & Co.**  
Chartered Accountants  
F.R.N.: 100668W

  
(Ashok D. Madgundi)

Proprietor

M.No.36983



Place : Solapur

Date : 28 April 2016

**Smruthi Organics Limited**

**Cash Flow Statement for the period ended 31.03.2016**

Sr No.	Particulars		Rs.	Rs.
<b>A</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		<b>31.03.2016</b>	<b>31.03.2015</b>
	Profit before tax	(-)	15904905	-56565605
	Non cash adjustment to reconciled profit before tax to net cash flows	(-)	0	0
	Depreciation	(+)	43299272	48037734
	Misc Expenditure written off	(+)	0	0
	Interest Expenditure	(+)	51227094	56507169
	Interest & Other Earned	(-)	-15320176	-1381272
	<b>Operating profit before working capital changes</b>	<b>(+)</b>	<b>95111095</b>	<b>46598026</b>
	<b>Movements in working capital</b>			
	Increase/(Decrease) in trade payables	(-)	-4941133	-81800109
	Increase/(Decrease) in short term provisions	(-)	3320714	0
	Increase/(Decrease) in other current liabilities	(-)	12168149	5875023
	Increase/(Decrease) in other long term liabilities	(+)	11313559	1749207
	Decrease/(Increase) in trade receivables	(+)	23914522	40432758
	Decrease/(Increase) in inventories	(+)	-15146807	63610266
	Decrease/(Increase) in long term loans & advances	(+)	-3449194	192307
	Decrease/(Increase) in short term loans & advances	(-)	15831177	8616073
	Decrease/(Increase) in other current assets	(-)	0	0
	Decrease/(Increase) in other non-current assets	(+)	-2942000	0
	<b>Cash generated from / (used in) operations</b>	<b>(+)</b>	<b>135180082</b>	<b>85273551</b>
	Direct taxes paid (net of refunds)	(-)	4486583	-221471
	<b>Net cash flow from / (used in) operating activities (A)</b>	<b>(+)</b>	<b>139666665</b>	<b>85052080</b>
<b>B</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
	Purchases of Fixed Assets, including intangible assets, CWIP & capital advances	(-)	-12646478	-12038181
	Proceeds of non current investments			
	Increase/(Decrease) in trade payables Fixed Assets /	(-)	-1104907	-423942
	Purchase of current investments	(-)	0	0
	Investment in bank deposits (having original maturity of more than three months)		0	0
	Interest & Export Incentive	(+)	15320176	1381272
	<b>Net Cash from / (used in ) Investing Activities (B)</b>	<b>(-)</b>	<b>1568791</b>	<b>-11080851</b>
<b>C</b>	<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
	Proceeds from issuance of share capital & preference share capital		0	0
	Proceeds from long term borrowings	(-)	0	37088352
	Repayment of long term borrowing	(-)	-43152825	0
	Proceeds from short term borrowings	(-)	-47505224	-62472269
	Interest Paid	(-)	-51227094	-56507169
	Dividend paid on equity shares	(-)	0	0
	Tax on equity dividend paid	(-)	0	0
	<b>Net cash flow from / (used in) Financing Activities (C)</b>	<b>(-)</b>	<b>-141885143</b>	<b>-81891086</b>
	<b>Net Increase/(Decrease) in cash &amp; cash equivalents (A)+(B)+(C)</b>	<b>(-)</b>	<b>-649686</b>	<b>-7919857</b>
	<b>Cash &amp; Cash equivalents at the beginning of the period</b>	<b>(+)</b>	<b>16917324</b>	<b>24837181</b>
	<b>Cash &amp; Cash equivalents at the end of the period</b>	<b>(+)</b>	<b>16267637</b>	<b>16917324</b>

Place : Solapur

Date : 28th April 2016



For and on behalf of Board of Directors

*(Signature)*  
 (E. SWARNIL)  
 EXECUTIVE DIRECTOR & CFO

*(Signature)*  
 (E. PURUSHOTHAM)  
 MANAGING DIRECTOR