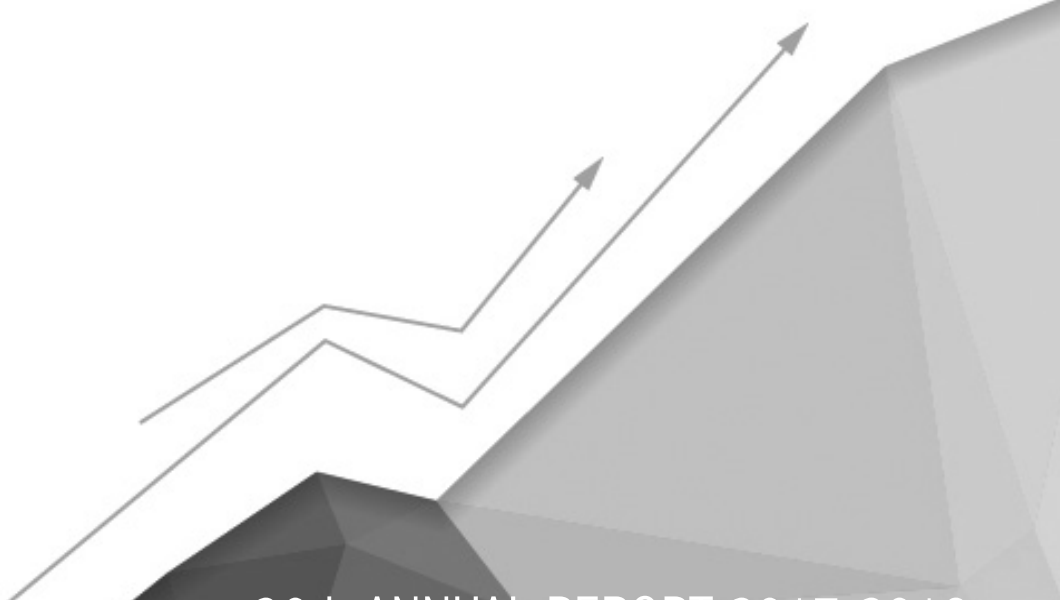


FORM B
Format of covering letter of the annual audit report to be filed with the
stock exchanges

1.	Name of the Company	Purity Flexpack Limited
2.	Annual financial statements for the year ended	31 st March, 2018.
3.	Type of Audit Qualification	There is no qualified, adverse or disclaimer opinion on the Company made by Statutory Auditor or Secretarial Auditor.
4.	Frequency of observation	There is no such negative or adverse observation.
5.	Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors report	Nil
6.	Additional comments from the board/audit committee chair	Nil
7.	To be signed by- <input type="checkbox"/> CEO/Managing Director <input type="checkbox"/> CFO <input checked="" type="checkbox"/> Auditor of the company <input type="checkbox"/> Audit Committee Chairman	<p align="center">For Purity Flexpack Ltd.</p> <p align="center"><i>Arshad Ali</i> MANAGING DIRECTOR</p> <p align="center">For MODI & JOSHI CHARTERED ACCOUNTANTS Firm Reg. No.: 135442W</p> <p align="center"><i>Mitul Modi</i> MITUL MODI Partner</p>



PURITY FLEXPACK LTD.



30th ANNUAL REPORT 2017-2018

BOARD OF DIRECTORS

Mr. ANIL PATEL
Chairman & Managing Director

Mr. KUNAL PATEL
Whole-Time Director

Mr. HARSHAD BHATT

Mr. DAXESH PATEL

Mrs. KOKILA PATEL

Mr. MANISH BAXI

Mr. DARSHAK SHETH

Mr. NILESH PATEL

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FACTORY & REGISTERED OFFICE

AT: VANSETI, POST: TAJPURA
NEAR HALOL, DIST. PANCHMAHAL - 389 350
CIN. No.L25200GJ1988PLC010514)
Tel.: +919904269108

REGISTRAR & SHARE TRANSFER AGENT

UNIVERSAL CAPITAL SECURITIES PVT. LTD
21, MAHAKALI CAVE ROAD, OPP. SATYA SAIBABA
TEMPLE, ANDHERI (EAST), MUMBAI
PHONE NO.: 022-28207203-05, 2825 7641, 2826 2920

BANKERS

AXIS BANK LTD
VARDHAMAN COMPLEX, OPP. GEB RACE COURSE
(NORTH) VADODARA - 390007

AUDITORS

M/s. MODI & JOSHI
CHARTERED ACCOUNTANTS
VADODARA.

30th Annual General Meeting

DAY : Monday
: 24th September 2018
TIME : 11:00 AM
PLACE : AT. Vanseti, Post Tajpura, Near Halol
Dist. Panchmahal - 389350, Gujarat

AS MEASURE OF ECONOMY, COPIES OF THE ANNUAL REPORTS WILL NOT BE DISTRIBUTED AT THE ANNUAL GENERAL MEETING. THE SHAREHOLDERS ARE REQUESTED TO KINDLY BRING THEIR COPIES TO THE MEETING

NOTICE FOR THE ANNUAL GENERAL MEETING

Notice is hereby given that the 30th ANNUAL GENERAL MEETING of the Shareholders of PURITY FLEXPACK LIMITED will be held on Monday, the 24th SEPTEMBER, 2018 at 11:00 A.M. at the Registered Office of the Company at : Vanseti, Post: Tajpura, Near Halol, Dist: Panchmahals, to transact the following business.

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the Financial Year ended 31st March, 2018 together with the reports of the Board of Directors and Auditors thereon
2. To appoint a Director in place of Mr. Daxesh Patel, (holding DIN No. 00194232) who retires by rotation as per the provisions of Section 152 of the Companies Act, 2013 and being eligible offers himself for reappointment.
3. To appoint a Director in place of Mr. Darshkkumar Sheth, (holding DIN No. 01292460) who retires by rotation as per the provisions of Section 152 of the Companies Act, 2013 and being eligible offers himself for reappointment
4. To ratify the appointment of Statutory Auditors of the Company, and to fix their remuneration and in this regard, 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, 142 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder, pursuant to the recommendations of the Audit Committee of the Board of Directors, and pursuant to the resolution passed on September 02, 2017, the appointment of M/s. Modi & Joshi., Chartered Accountants (Firm Registration No. 135442W), as the Auditors of the Company be and is hereby ratified for the year 2018-19 and the Board of Directors be and is hereby authorized to fix the remuneration payable to them for the financial year ending on 31st March, 2019 as may be determined by the Audit Committee in consultation with the Auditors."

SPECIAL BUSINESS:

5. Revision of terms of Remuneration of Mr. Kunal A. Patel (DIN 00106545) as a Whole-time Director:

To consider and, if thought fit, to give assent/dissent to the following resolution as a Special Resolution:

"RESOLVED THAT in partial modification of resolution passed in this regard by the members of the Company at 29th Annual General Meeting held on September 02, 2017 and pursuant to the provisions of Section 196, 197, 198 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 ('the Act'), the consent of the members be and is hereby accorded for revision in remuneration of Mr. Kunal A. Patel (DIN: 00106545), Whole Time Director, with effect from April 1, 2018 for the remaining period of his tenure ending on March 31, 2020."

"RESOLVED FURTHER THAT the remuneration payable to Mr. Kunal A. Patel, Whole Time Director with effect from April 1, 2018 shall be as under:

I. **Salary:** Rs. 450000/- p.m. with effect from 1 April 2018 with an annual increment effective from 1 April of each financial year or such date as may be fixed by the Board time to time.

II. **Perquisites and allowances:** In addition to the above, Mr. Kunal A. Patel shall also be entitled to perquisites and allowances which will include House Rent Allowance, Medical Allowance, Special Allowance, Provident Fund, Conveyance, Medical Reimbursement for self and family, Bonus, Gratuity, Utilities expenses, House maintenance, Books, Periodicals and Annual subscription for residence, use of company maintained car for personal use and communication expenses as may be provided by the Company and as agreed upon by the Board of Directors of the Company and Mr. Kunal A. Patel provided that the aggregate of the remuneration as aforesaid shall be within the maximum limits as laid down under Sections 196, 197, 198 and all other applicable provisions, if any, of the Act, read with Schedule V of the Act as amended from time to time.

"RESOLVED FURTHER THAT the above remuneration shall be subject to modification, as may be deemed fit by the Board from time to time and subject to the limits and stipulations prescribed by the Companies Act, 2013 read with Schedule V thereto, and/or any guidelines prescribed by the Government from time to time."

"RESOLVED FURTHER THAT where in any financial year, during the currency of the tenure of Mr. Kunal A. Patel as Whole Time Director, the Company has no profits or its profits are inadequate, the Company will pay remuneration by way of salary, perquisites and allowances as specified above as minimum remuneration, subject to the limits and conditions prescribed under Schedule V of the Companies Act, 2013, as may be amended from time to time."

"RESOLVED FURTHER THAT except for the aforesaid revision in salary, all other terms and conditions of his appointment as Whole Time Director of the Company, as approved by the resolution passed at the Annual General Meeting of the Company held on 2nd September, 2017 shall remain unchanged."

"RESOLVED FURTHER THAT Mr. Anil Patel, Managing Director of the Company and Company Secretary be and is hereby authorized to do all such acts, deeds and things, to enter into such agreement(s), deed(s) of amendment(s) or any such document(s), as the Board may, in its absolute discretion, consider necessary, expedient or desirable including power to sub-delegate, in order to give effect to this resolution."

6. To consider and if thought fit, to pass with or without modification(s), the following resolution as a Ordinary Resolution

"RESOLVED THAT pursuant to the provisions of Sections 188 of the Companies Act, 2013 read with Companies (Meeting of Board and Its Powers) Rules, 2014 and other applicable provisions, if any, of the Companies Act, 2013 including statutory modification(s) or re-enactment thereof for the time being in force and as may be enacted from time to time, the consent of Members be and is hereby accorded to the appointment of Mrs. Vaishali Amin holding office or place of profit, as Manager Purchaes of the Company Daughter of Mr. Anil B. Patel , the Managing Director, w.e.f 01st April 2018 as detailed below:

- Basic Salary: Rs 39600/- (Rs.475200) P.M.
- HRA and Conv. Allow @ 20 % per month of the Basic Salary.
- L.T Allow Rs 450 + Edu . Allow Rs 370.00
- Telephone: Mobile/Telephone facility as per the Company's rules.
- Leave encashment as per the Company's rules.
- Provident Fund: Company's contribution towards Provident Fund as per Provisions of Employees Provident Fund Act.
- Gratuity: Payable at a rate not exceeding half a month's salary for each completed year of service as per Company's rules.
- Reimbursement of actual traveling, boarding and lodging expenses and other amenities as may be incurred by her from time to time, in connection with the Company's business.

"RESOLVED FURTHER THAT the Nomination & Remuneration Committee/Board of Directors has the liberty to alter and vary such remuneration in accordance with the provisions of the Companies Act, 2013, to effect change in designation and responsibilities of Mrs. Vaishali Amin holding office or place of profit, within the maximum limit approved by the shareholders."

"RESOLVED FURTHER THAT for the purpose of giving effect to the foregoing Resolution, Mr. Anil B. Patel, the Managing Director of the Company be and is hereby authorized to do all such acts, deeds, matters and things, as may be considered necessary, proper or desirable in the said regard including filling of returns with any authority."

By Order of the Board of Directors,

Anil Patel
Chairman & Managing Director
DIN No. 00006904

NOTABENE:

- a. MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF & PROXY NEED NOT BE A MEMBER OF THE COMPANY. The instrument of Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 hours before the commencement of the meeting. Proxies submitted on behalf of the companies / bodies corporate etc., must be supported by an appropriate resolution/authority, as applicable
- b. As per Section 105 of the Companies Act, 2013 and relevant rules made there under, a person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent (10%) of the total share capital of the company carrying voting rights. Further, a member holding more than ten percent (10%) 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 person or shareholder not act as proxy for any other person or shareholder.
- c. The Register of Members and Share Transfer Books of the Company will remain closed from **Tuesday, the 18th September, 2018 to Monday, the 24th September, 2018** both days inclusive.
- d. Members desirous of obtaining any information concerning the accounts from the company are requested to send their queries to the company at least seven days before the meeting so that the information required by the members may be made available at the meeting.
- e. Copies of all documents referred to in the notice are available for inspection at the registered office of the Company during normal business hours on all working days up to and including the date of the annual general meeting of the Company.
- f. Members holding shares in physical form are requested to consider converting their holdings to dematerialised form to eliminate risks associated with physical shares and better management of the securities. Members can write to the Company's registrar and share transfer agent in this regard.
- g. Corporate members are requested to send, a duly certified copy of the board resolution pursuant to Section 113 of the Companies Act, 2013 authorising their representative to attend and vote at the Annual General Meeting
- h. Members holding shares in physical form should inform the Company's Registrar and Transfer Agents, M/s. Universal Capital Securities Private Limited of any change in their registered address, mandate/bank details/e-mail address. Similarly, Members holding shares in electronic form should inform their Depository Participants (DP) of any change in their registered address, mandate/bank details/e-mail address.
- i. For the convenience of Members and for proper conduct of the Meeting, entry to the venue of the Meeting will be regulated by Attendance Slip, which is enclosed with this notice. Members are requested to sign at the place provided on the Attendance Slip and hand it over at the entrance to the venue
- j. Pursuant to Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended, it is mandatory to extend to the Members of the Company, the facility to vote by electronic means and at the AGM. The Company is providing facility for voting by electronic means and the Members of the Company can transact all the items of the business through electronic voting system as contained in the Notice of the Meeting
- k. The facility for voting, either through electronic voting system or ballot or polling paper shall also be made available at the meeting and members attending the meeting who have not already cast their vote by remote e-voting shall be able to exercise their right at the meeting
- l. The Members who have cast their vote by remote e-voting prior to the meeting may also attend the meeting but shall not be entitled to cast their vote again.
The Company has appointed Mr. Devesh R. Desai, Company Secretary in practice, who in the opinion of the Board is a duly qualified person, as a Scrutinizer who will scrutinize the electronic voting process in a fair and transparent manner. The Scrutinizer shall within a period of three days from the date of conclusion of the meeting, submit his report of the votes cast in favour or against, if any, to the Chairman of the Company and the result of the same will be disclosed forthwith. The Company has appointed Universal Capital Securities Private Limited as the Agency for the purpose of facilitating the electronic voting.
- m. The Securities and Exchange Board of India has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are requested to

submit their PAN to their DPs. Members holding shares in physical form are requested to submit their PAN to the Company

Voting through Electronic Mode

In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014 the Company is pleased to provide members facility to exercise their right to vote at 30th Annual General Meeting (AGM) by electronic means and the business may be transacted through e-voting services provided by Central Depository Services (India) Limited (CDSL).

The procedure and instruction for members for e-voting are as under:

1. The voting period begins on 21st September, 2018 (9 a.m.) and ends on 23rd September , 2018 (6 p.m.). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cutoff date (record date) of 17th September, 2018 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
2. The shareholders should log on to the e-voting website www.evotingindia.com
3. Click on "Shareholders" tab.
4. Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
5. Next enter the Image Verification as displayed and Click on Login.
6. If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
7. If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) * Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. * In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
DOB	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format

8. After entering these details appropriately, click on "SUBMIT" tab.
9. Members holding shares in physical form will then reach directly the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
10. For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
11. Click on the EVSN for the relevant **COMPANY'S NAME- PURITY FLEXPACK LIMITED** on which you choose to vote.
12. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
13. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details
14. After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
15. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
16. You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
17. If Demat account holder has forgotten the changed password then enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

18. Shareholders can also use Mobile app - "m-Voting" for e voting. m-Voting app is available on IOS, Android & Windows based Mobile. Shareholders may log in to m-Voting using their e voting credentials to vote for the company resolution(s).
19. 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 (record date) of 17th September , 2018 Mr. Devesh R Desai, Practicing Company Secretary (M No. 11332) has been appointed as the Scrutinizer to Scrutinize the e-voting process in a fair and transparent manner
20. The results shall be declared on or after the AGM of the Company. The results declared alongwith the Scrutinizer's Report shall be placed on the Company's website and on the website of CDSL within two (2) days of passing of the resolutions at the AGM of the Company and communicated to the BSE Limited.
21. Note for Non-Individual Shareholders & Custodians:
- Corporate/ Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.com> and register themselves as Corporate.
 - They should submit a scanned copy of the Registration Form bearing the stamp and sign of the entity to helpdesk.evoting@cdslindia.com.
 - After receiving the login details they have to create a user who would be able to link the account(s) which they wish to vote on.
 - The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - They should upload a scanned copy of the Board Resolution / Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.
22. In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com

As per clause 49 of the Listing Agreement with the Stock Exchanges the Company hereby furnishes the brief resume and functional expertise of the following Directors who are seeking re-appointment, as under:

Name of the Director	DARSHAK SHETH	DAXESH PATEL
Age	54 YEARS	55 YEARS
Qualification	DEE	B.COM
Date of Re-Appointment	02/09/2017	02/09/2017
Expertise	Veteran Businessman	Veteran Businessman
Directorships as on 31 st March, 2014	Precise Automation & Control Pvt. DH Fine Core Pvt. Ltd.	---
Chairman/Membership of the Committee as on 31 st March, 2014	----	Audit Committee Remuneration Committee Share Transfer Committee

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Pursuant to Section 102 of the Companies Act, 2013 ('the Act'), the following Explanatory Statement sets out all material facts relating to the business mentioned under Item Nos.5 of the accompanying Notice dated 30th May, 2018.

ITEM No. 5

Mr. Kunal A. Patel was re-appointed as Whole Time Director of the Company with effect from 1st April, 2017 for a period of 3 years at the 29th Annual General Meeting of the shareholders held on 2nd September, 2017.

Mr Kunal A. Patel, aged 34 years, is an MBA from Cardiff University, U.K. He joined the Board of Directors of this Company on 31st march, 2006. He has been devoting his full time and attention for the business and operations of the Company since then. In the process, he has developed some qualities of management. These qualities of management coupled with his maturity and practical wisdom would go a long way in the future growth and development of the Company.

Taking into consideration the increased business activities of the Company coupled with higher responsibilities cast on Mr. Kunal A. Patel, the Board of Directors, on recommendation of the Nomination and Remuneration Committee of the Company, at its meeting held on 30th May, 2018, has approved the proposal to increase the salary of Mr. Kunal A. Patel, Whole Time Director, subject to the approval of shareholders, as set out in the resolution being item no 5 of the accompanying notice w.e.f. 1 April, 2018 for the remaining period of his tenure i.e. up to 31st March, 2020.

Minimum Remuneration: Where in any financial year, during the currency of the tenure of Mr. Kunal A. Patel as Whole Time Director, the Company has no profits or its profits are inadequate, the Company will pay remuneration to him by way of salary, perquisites and allowances as specified in the resolution being item no 5 of the accompanying notice as minimum remuneration, subject to the limits and conditions as prescribed under Schedule V of the Companies Act, 2013, as may be amended from time to time.

Out of abundant caution and in view of the relevant extant provisions of law relating to managerial remuneration, the Company is complying with the provisions of Section II of Part II of Schedule V of the Companies Act, 2013 which prescribes that in case of no profits or inadequate profits, the remuneration can be paid by the Company to its managerial personnel as minimum remuneration within the limits arrived at in accordance with the requirements of the said section II, subject to the following:-

- (i) The payment of remuneration is approved by a resolution passed by the Board and also by the Nomination and Remuneration Committee of Directors.
- (ii) There is no default in repayment of any of its debts or interest payable thereon.
- (iii) A special resolution has been passed at a general meeting of the Company.

The Nomination and Remuneration Committee at its meeting held on 30th May, 2018 has already approved the above remuneration payable to Mr. Kunal A. Patel, Whole-time Director of the Company. Further, the Company has not made any default in repayment of any of its debts or interest payable thereon.

The proposed revision in remuneration above is well in conformity with the relevant provisions of the Companies Act, 2013, read with Schedule V to the said Act and hence approval of Central Government is not required for the above revision in remuneration.

Except for the aforesaid revision in salary, all other terms and conditions of his appointment as Whole Time Director of the Company as approved by the members of the Company shall remain unchanged

Considering Mr. Kunal A. Patel's experience in various fields, and the trend in the industry, the terms of his remuneration are considered to be fair, just and reasonable and are commended for your approval.

Mr. Kunal A. Patel, Mr. Anil Patel and Ms. Kokila A. Patel, the Directors and their relatives, are interested in the resolution set out at Item No. 5 of the Notice.

Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the said resolution.

The Board commends the Special Resolution set out at Item No. 5 of the accompanying Notice for the approval by the Members.

ITEM No. 6

The provisions of Section 188(1) of the Companies Act, 2013 Act that govern the Related Party Transactions require a Company to obtain prior approval of the Board of Directors and in certain cases approval of the Shareholders also required Section 188 of the Companies Act, 2013 provides for the related party's appointment to any office or place of profit. The Board of Directors of the Company on the recommendation of the Nomination and Remuneration Committee, at their meeting held on 30th May 2018 had approved the appointment of Mrs. Vaishali Amin as _Purchase Manager. w.e.f 01st April, 2018, subject to approval of the Shareholders by way of an Ordinary Resolution.

Mrs. Vaishali Amin, aged 38 years is commerce B.Com, M.Com from M. S. University of Baroda and having vast experience in Accounts, Marketing and Administration.

Mrs. Vaishali Amin is a related party within the definition of Section 2(76) of the Companies Act 2013 ("the Act"). Pursuant to the provisions of Section 188 of the Act, read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014, appointment of any related party to any office or place of profit in the Company, its subsidiary company or associate company requires approval by way of ordinary resolution of the Company. Hence; approval of members is sought for his appointment in and payment of remuneration to her as proposed in the resolution under this item no. 6 of business.

The detail of the remuneration payable to Mrs. Vaishali Amin is given in the resolution no. 6. As per Section 188 of the Companies Act, 2013, your Directors recommends the resolutions for your approval. Mr. Anil B. Patel, Mrs. Kokila A. Patel and Mr. Krunal A. Patel, the Directors, being relative are deemed to be interested or concerned in the concerned resolution.

No any other Director, Key Managerial Personnel or their relatives are anyway concerned or interested in the proposed ordinary resolution.

By Order of the Board of Directors,

Anil Patel
Chairman & Managing Director
DIN No. 00006904

STATEMENT OF PARTICULARS (ITEM No. 5)**(Pursuant to Schedule-V of the Companies Act, 2013/Schedule XIII of the Companies Act, 1956)****I. GENERAL INFORMATION**

- | | |
|--|---|
| 1. Nature of industry | : Packaging Industry |
| 2. Date or expected date of commencement of commercial production | : 24 th November, 1990 |
| 3. In case of new companies, expected date of Commencement of activities as per project approved By the financial institutions appearing in the Prospectus . | : N.A. |
| 4. Financial performance based on given indicators | : * Pl. Refer table given hereafter. |
| 5. Export performance and net foreign exchange Collaborations | : N.A. |
| 6. Foreign investments or collaborations, if any | : N.A. |

II. INFORMATION ABOUT THE APPOINTEE: PLS. REFER ANNEXURE - A .GIVEN HEREAFTER.

- | | |
|---|--|
| 1. Background details | : -- Refer Annexure – “A” Point No. 1 |
| 2. Past remuneration | : -- Refer Annexure – “A” Point No. 2 |
| 3. Recognition or awards | : -- Refer Annexure - “A” Background details |
| 4. Job profile and his suitability | : -- Refer Annexure – “A” Background details |
| 5. Remuneration proposed | : -- Refer Annexure – “A” Remuneration |
| 6. Comparative remuneration profile with respect to industry, size of the company, profile of the position and person (in case of expatriates the relevant details would be w.r.t. the country of his origin) | : -- Refer Annexure – “A” Point No. 3 |
| 7. Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel, if any | :-- Refer Annexure – “A” Point No. 4 |

III. OTHER INFORMATION :

1. The Company has increased Sales during the year and also increase profit since last three years.
2. Steps taken or proposed to be taken for improvement:
 - a) Adoption of improved techniques for achieving higher production such as: **By adopting world renown solvent Free Lamination System.**
 - b) Implementation of Cost Reduction such as: As Explained above by saving huge solvent consumption.
 - c) Steps taken or proposed to be taken for improvement: **Re scheduling of operations which would result in reducing Operating Time and thus saving in cost and manpower.**
3. Expected increase in productivity and profit in measurable terms.

Annexure – A
[II above]
Details of Appointees:

1. Background details:

Mr. Kunal Patel is M.B.A. from Cardiff University, U.K. and at a very young age of 34 years, he joined the Board of Directors of this Company on 31st march, 2006. He has been devoting his full time and attention for the business and operations of the Company since then. In the process, he has developed some qualities of management. These qualities of management coupled with his maturity and practical wisdom would go a long way in the future growth and development of the Company.

2. Remuneration:

- The Details of Past remuneration drawn by Mr. Kunal A. Patel during the last three years are as under.
→ During the last three years commencing from 1st April 2017, Mr. Kunal A. Patel drew remuneration of Rs.400000/- P.M. i.e. Rs.48,00,000/- P.A. under the head Salary.

The Nomination and Remuneration Committee of Directors in their meeting held on **20th March, 2017**, deliberated upon the issue of remuneration payable to Mr. Kunal Patel effective from **1st April, 2017** and they had recommended payment of remuneration to him at the rate of Rs. 400000 /- per month for a period of three years effective 1st April, 2017 subject to the condition of fulfillment of all the provisions of the Companies Act, 2013 read with Schedule V.

Taking into consideration the increased business activities of the Company coupled with higher responsibilities cast on Mr. Kunal A. Patel, the Board of Directors, on recommendation of the Nomination and Remuneration Committee of the Company, at its meeting held on 30th May, 2018, has approved the proposal to increase the salary of Mr. Kunal A. Patel, Whole Time Director, subject to the approval of shareholders, as set out in the resolution being item no 5 of the accompanying notice w.e.f. 1 April, 2018 for the remaining period of his tenure i.e. upto 31st March, 2020

Pursuant to the provisions of the Companies Act, 2013 read with Schedule V, and subject to such approvals as may be necessary, the salary and the perquisites as set out in the Resolution and /or Explanatory Statement annexed to the Notice may be paid as the minimum remuneration to Mr. Kunal A. Patel in absence of inadequacy of profit in any financial year.

3. Comparative remuneration profile with respect to industry, size of the company, profile of the position and person (in case of expatriates the relevant details would be w.r.t. the country of his origin)
4. Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel, if any: Mr. Kunal A. Patel does not hold any other pecuniary relationship with the company or the managerial personnel.

REPORT ON CORPORATE GOVERNANCE

Pursuant to Clause 49 of the Listing Agreements with the Stock Exchanges on Corporate Governance, the Company hereby submits its report on the same as under:

COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE:

The Company is committed to the principles of transparency, integrity, accountability and social responsibility. The Board of Directors comprises of individuals who are drawn up from various disciplines. The Board ensures that the tenets of good Corporate Governance are practiced in letter and spirit in all its fairness. The Board has empowered responsible persons to implement its broad policies and guidelines and has set up adequate review process.

The Company always believes that its systems and actions must be devoted for enhancing corporate performance and maximizing shareholders value in the long term.

BOARD OF DIRECTORS:

The Board of Directors has 8 members comprising of 2 Executive Directors and 6 Non-Executive Directors. The Composition of the Board of Directors is an under:

CATEGORY	NAME OF THE DIRECTORS
EXECUTIVE – DIRECTORS	Mr. Anil B. Patel (Chairman & Managing Director) Mr. Kunal Patel Whole-time Director
NON-EXECUTIVE NON-INDEPENDENT DIRECTORS	Smt. Kokila Patel Mr. Harshad S. Bhatt
NON-EXECUTIVE INDEPENDENT DIRECTORS	Mr. Daxesh Patel Mr. Darshak Sheth Mr. Manish Baxi Mr. Nilesh N. Patel

ATTENDANCE OF EACH DIRECTOR AT THE BOARD MEETINGS AND THE LAST ANNUAL GENERAL MEETINGS:

During the year ended 31st March 2018, the Board met 9 (Nine) times on the following dates:

12/05/2017, 30/05/2017, 10/07/2017, 25/07/2017, 19/09/2017, 14/11/2017, 29/11/2017, 12/02/2018 and 27/03/2018

The following table gives the details of Directors, attendance of Directors at the Board Meetings and at the last Annual General Meeting and other directorship in various companies.

Name of the Director	Attendance Particular		No. of other Directorships	No. of Other Committee Membership
	Board Meeting	Last AGM		
Mr. Anil B. Patel (Chairman & Managing Director)	9	Yes	1	3
Smt. Kokila Patel	9	Yes	--	--
Mr. Kunal Patel	9	Yes	--	--
Mr. Harshad S. Bhatt	9	Yes	1	1
Mr. Daxesh Patel	9	Yes	--	3
Mr. Darshak Seth	9	No	2	--
Mr. Manish Baxi	9	No	--	--
Mr. Nilesh N. Patel	9	Yes	2	3

COMMITTEES TO THE BOARD:

PARTICULARS	AUDIT COMMITTEE	NOMINATION AND REMUNERATION COMMITTEE	STAKEHOLDERS RELATIONSHIP COMMITTEE
Constituted on	29 th June,2001	20 th June,2002	29 th June,2001
Composition	Mr. Anil Patel Mr. Daxesh Patel Mr. Nilesh Patel (Chairman) (From 12.05.2008) The Committee is comprised of 3 Directors including 2 non-executive independent Directors, the Chairman being non-executive independent Director.	Mr. Anil Patel (Chairman) Mr. Daxesh Patel Mr. Nilesh Patel (From 12.05.2008) The Committee is comprised of 3 Directors including 2 non-executive independent Directors.	Mr. Anil Patel (Chairman) Mr. Harshad Bhatt Mr. Daxesh Patel Mr. Nilesh Patel (From 12.05.2008) The Committee is comprised of 4 Directors including 3 non-executive independent Director.
Meeting and Attendance	Five Meetings were held on 12/05/2017, 30/05/2017, 25/07/2017, 14/11/2017 and 12/02/2018 and all the members of the committee were present at the meetings.	No meeting was held during the years 2017-2018.	All the members of the Committee were present at the following meetings. 11/04/2017, 03/05/2017,30/05/2017 15/07/2017, 19/09/2017, 14/11/2017 21/12/2017, 27/12/2017, 29/12/2017, 03/01/2018, 24/01/2018, 12/02/2018, 20/02/2018, 20/03/2018,.
Terms of Reference	The terms of reference of this committee are in line with the norms specified under the Companies Act, 2013	The Committee has been constituted to recommend/ review the remuneration package for a Managing Director and the whole time Director based on performance and defined criteria. The remuneration policy of the Company is based on three tenets: pay for performance and potential and pay for growth.	The Committee has been constituted to approve transfer, transmission and transposition of shares, issue of duplicate share certificates and all other matters relating to shares. Mr. Jayesh Shah, Account Officer/ is duly authorized to make necessary endorsement in the names of the transferees on the reverse of the Share Certificate, once the transfers are approved by the Committee.

ANNUAL GENERAL MEETINGS:**LOCATION AND TIME, WHERE LAST THREE GENERAL MEETINGS WERE HELD ARE GIVEN BELOW:**

Financial Year	Date	Location of the Meeting	Time
2014-2015	30/09/2015	Reg. Office of the Company	11.00 a.m.
2015-2016	04/08/2016	Reg. Office of the Company	11.00 a.m.
2016-2017	02/09/2017	Reg. Office of the Company	11.00 a.m.

DISCLOSURES:

1. Separate disclosure is not required as there were no transactions of material nature with its promoters, the Directors or the Management, their subsidiaries or relatives, etc. that may have potential conflict with the interest of the Company at large.
2. There were no instances of non-compliance nor have any penalties or strictures been imposed by any Stock-Exchanges or SEBI or any other statutory authority during the last three years on any matter related to the capital markets.

MEANS OF COMMUNICATION:

The Board of Directors of the Company approves and takes on record the un-audited financial results in the Performa prescribed by the Stock-Exchanges, within one month of close of quarter/half year and announces forthwith the results to all the Stock Exchanges where the shares of the Company are listed.

Management Discussion Analysis is a part of the annual report.

GENERAL SHAREHOLDER'S INFORMATION:

Registered Office & Plant Location.	At: Vanseti, Post: Tajpura, Near Halol, Dist: Panchmahals-389350, Gujarat, India.
Annual General Meeting	Date: 24/09/2018 Time : At 11.00 am Venue: At the Registered Office.
Book Closure Date	Tuesday , the 18 st September,2018 to Monday the 24 th September, 2018 (both days inclusive)
Listing on Stock Exchanges	The Vadodara Stock-Exchange, Ltd, Vadodara. The Bombay Stock Exchange Limited, Mumbai
Share Transfer Agent	UNIVERSAL CAPITAL SECURITIES PVT. LTD 21, Mahakali Cave Road, Opp. Satya Saibaba Temple, Andheri (East), Mumbai Phone No.: 022-28207203-05, 2825 7641, 2826 2920, 2836 6620

SHARE TRANSFER SYSTEM:

Share transfers in physical and demat form are registered and returned will within the stipulated period from the receipt if the documents are approve in all respects.

SHAREHOLDING PATTERN AS ON 31ST MARCH 2018:

Category	No. of Shares Held	% to paid-up Capital
Non-Resident Individuals	0.00	0.00 %
Bodies Corporate	3889	0.37 %
Mutual Funds/Nationalised Banks	540	0.05 %
Resident Individuals	536430	49.97 %
Directors and Relatives	531346	49.50 %
ESOPs	1195	0.11 %
TOTAL	1073400	100.00

DISTRIBUTION OF SHAREHOLDING AS ON 31ST MARCH 2018:

Share Distribution	Shareholders	Percentage (%)	No. of Shares	Percentage (%)
Upto 500	19424	99.682 %	492481	45.880 %
501-1000	41	0.210 %	28495	2.655 %
1001-2000	8	0.041 %	11370	1.059 %
2001-3000	1	0.005 %	2550	0.238 %
3001-4000	3	0.015 %	10923	1.018 %
4001-5000	0	0.000 %	0	0 %
5001-10000	1	0.005 %	7366	0.686 %
10001 & above	8	0.041 %	520215	48.464 %
TOTAL:	19486	100.00%	1073400	100.00 %

Dematerialisation of Shares

As at March 31, 2018, 2,27,732 equity shares of PURITY Flexpack Limited have been dematerialised by shareholders through Central Depository Services (India) Limited.

ISIN for CDSL : **INE 898001010**

The status of shares which have been dematerialised and shares which are held in physical form as at March 31, 2018 are as under:

Particulars	No. of Shares
Shares held in physical form	845668
Shares held in electronic form	227732
Total Shares	1073400

INVESTORS CORRESPONDENCE:

For any assistance regarding share transfers, transmission, change of address and any other query relating to the shares of the Company, Please write to:

Jayesh J. Shah, Compliance Officer, PURITY FLEXPACK LTD.,”
At: Vanseti , Po Tajpura , Baska Tajpura Rd, Baska Halol Dist Panchmahal 389350
Phone: 987950874 , 9904269108 mail: sales@purityflexpack.com

OR

Registrar & Share Transfer Agent:
UNIVERSAL CAPITAL SECURITIES PVT. LTD
21, Mahakali Cave Road, Opp. Satya Saibaba Temple, Andheri (East), Mumbai
Phone No.: 022-28207203-05, 2825 7641, 2826 2920, 2836 6620

DIRECTORS' REPORT TO THE MEMBERS

To,
The Members,

Your Directors have pleasure in presenting the 30th Annual Report together with the Audited Accounts for the year ended 31st March 2018.

FINANCIAL HIGHLIGHTS:

The Company's financial performance for the year under review along with previous years figures are given hereunder:

Particulars	31/03/2018 (Rs. in Lacs)	31/03/2017 (Rs. in Lacs)
Income from Business Operations	6258.52	6163.48
Other Income	10.56	14.75
Total Income	6269.08	6178.23
Less Interest	90.39	99.60
Profit before Depreciation	645.32	845.24
Less Depreciation	196.60	154.97
Profit after depreciation and Interest	448.72	690.18
Less Current Income Tax	92.70	153.67
Less Previous year adjustment of Income Tax ,	-6.97	50.48
Less Deferred Tax	74.92	24.18
Net Profit after Tax	288.07	461.84
Dividend (including Interim if any and final)	0.00	0.00
Net Profit after dividend and Tax	288.07	461.84
Amount transferred to General Reserve	288.07	461.84
Balance carried to Balance Sheet	288.07	461.84
Earning per share (Basic)	27.04	43.54
Earning per Share(Diluted)	27.04	43.54

DIVIDEND :

With a view to conserve the liquid resources of the Company, your Director regret being unable to recommend payment of any Dividend to the Shareholders for the year ended under report.

OPERATIONAL REVIEW:

Your Directors are glad to report that this is the Ninth year in succession when the company has been making profits year after year and it is hoped that this trend will continue in future year's however subject to unforeseen circumstances.

In spite of Two Big turbulence of Demonetization followed by introduction of GST and the Change in the Accounting System to IND As, Sales and Inventories of all Companies with overall effect of uncertainty has badly affected to buying power of Individuals – Companies resulted in to big deep of Sales & Profitability. However under all negativities Net sales for the year ended 31st march 2018 amounted to Rs 6133.69 as against Rs. 5601.45 of the previous year recording a rise of 9.50 %. Which can now offer better stable sales in a time to come.

It is very likely that the increase in export sales will change the great scenario in the life of the company.

MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate on the date of this report

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished in **Annexure- A** and is attached to this report.

MANAGEMENT DISCUSSIONS AND ANALYSIS:

The discussions and information in this report have been provided with a view to enable shareholders to analyze the results for the year with additional information. In certain areas the discussions may cover strategic decisions and management expectations from the same. Such forecasts should not be construed as a guarantee of performance and actual results may differ significantly depending upon the operational conditions and external environment.

DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

The company has not given any loans or guarantees covered under the provisions of section 186 of the Companies Act, 2013.

The details of the investments made by company is given in the notes to the financial statements

PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

All related party transactions that were entered into during the financial year were on arm's length basis and were in the ordinary course of the business. There are no materially significant related party transactions made by the company with Promoters, Key Managerial Personnel or other designated persons which may have potential conflict with interest of the company at large.

EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

There was no qualifications, reservations or adverse remarks made by the either by the Auditors or by the Practicing Company Secretary in their respective reports.

DIRECTORS:

Directors Mr Daxesh B. Pate land Mr. Darshkkumar S. Sheth retire by rotation and, being eligible, offer themselves for re appointment. The Directors recommend Mr Daxesh B. Pate land Mr. Darshkkumar S. Sheth for re-appointment.

A brief resume and functional expertise of the above Directors as required under clause 49 of the Listing agreement is given at the end of the notice convening the Annual General Meeting

All independent directors have given declarations that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013 and clause 49 of the Listing Agreement.

Revision of terms of Remuneration of Mr. Kunal A. Patel (DIN 00106545) as a Whole-time Director

Mr. Kunal A. Patel was re-appointed as Whole Time Director of the Company with effect from 1st April, 2017 for a period of 3 years at the 29th Annual General Meeting of the shareholders held on 2nd September, 2017.

Mr Kunal A. Patel, aged 37 years, is an MBA from Cardiff University, U.K. He joined the Board of Directors of this Company on 31st march, 2006. He has been devoting his full time and attention for the business and operations of the Company since then. In the process, he has developed some qualities of management. These qualities of management coupled with his maturity and practical wisdom would go a long way in the future growth and development of the Company.

Taking into consideration the increased business activities of the Company coupled with higher responsibilities cast on Mr. Kunal A. Patel, the Board of Directors, on recommendation of the Nomination and Remuneration Committee of the Company, at its meeting held on 30th May, 2018, has approved the proposal to increase the salary of Mr. Kunal A. Patel, Whole Time Director, subject to the approval of shareholders, as set out in the resolution being item no 5 of the accompanying notice w.e.f. 1 April, 2018 for the remaining period of his tenure i.e. upto 31st March, 2020

Board Evaluation

Pursuant to the provisions of the Companies Act, 2013 and Clause 49 of the Listing Agreement, the Board has carried out an evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Appointment & Remuneration Committees. The manner in which the evaluation has been carried out has been explained in the Corporate Governance Report.

Remuneration Policy

The Board has, on the recommendation of the Appointment & Remuneration Committee framed a policy for selection and appointment of Directors, Senior Management and their remuneration. The Remuneration Policy is stated in the Corporate Governance Report.

Meetings

A calendar of Meetings is prepared and circulated in advance to the Directors.

During the year Five Board Meetings and Five Audit Committee Meetings were convened and held. The details of which are given in the Corporate Governance Report. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

EXTRACT OF ANNUAL RETURN:

The details forming part of the extract of the Annual Return in form MGT-9 is annexed herewith as “**Annexure B**”.

DIRECTORS RESPONSIBILITY STATEMENT

In terms of Section 134 (5) of the Companies Act, 2013, the directors would like to state that:

- i) In the preparation of the annual accounts, the applicable accounting standards have been followed.
- ii) The directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review.
- iii) The directors have taken proper and sufficient care 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 directors have prepared the annual accounts on a going concern basis.
- v) The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- vi) The directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such system were adequate and operating effectively.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Joint venture or Associate Company.

DEPOSITS

Your Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

CODE OF CONDUCT:

The Board of Directors has approved a Code of Conduct which is applicable to the Members of the Board and all employees in the course of day to day business operations of the company. The Company believes in "Zero Tolerance" against bribery, corruption and unethical dealings / behaviours of any form and the Board has laid down the directives to counter such acts. The code laid down by the Board is known as "code of business conduct" which forms an Appendix to the Code. The Code has been posted on the Company's website.

The Code lays down the standard procedure of business conduct which is expected to be followed by the Directors and the designated employees in their business dealings and in particular on matters relating to integrity in the work place, in business practices and in dealing with stakeholders. The Code gives guidance through examples on the expected behaviour from an employee in a given situation and the reporting structure.

All the Board Members and the Senior Management personnel have confirmed compliance with the Code. All Management Staff were given appropriate training in this regard.

SECRETARIAL AUDIT:

Pursuant to provisions of section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the company has appointed Devesh R Desai, Secretaries in practice to undertake the Secretarial Audit of the Company. The Secretarial Audit report is annexed herewith as "Annexure C"

AUDITORS:

M/s. Modi & Joshi, Chartered Accountants, Vadodara, the Statutory Auditors, retire at the ensuing Annual General Meeting and have made themselves available for re-appointment. The Company has received a letter from Statutory Auditors to the effect that in case their appointment is made it would be within the specified limit under Section 224 (1B) of the Companies Act, 1956.

PARTICULARS OF EMPLOYEES:

The information required pursuant to Section 197 read with rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company, will be provided upon request. In terms of Section 136 of the Act, the reports and accounts are being sent to the members and others entitled thereto, excluding the information on employees' particulars which is available for inspection by the members at the Registered office of the company during business hours on working days of the company up to the date of ensuing Annual General Meeting. If any member is interested in inspecting the same, such member may write to the Compliance Officer in advance

SHARES:**a. BUY BACK OF SECURITIES**

The Company has not bought back any of its securities during the year under review.

b. SWEAT EQUITY

The Company has not issued any Sweat Equity Shares during the year under review.

c. BONUS SHARES

No Bonus Shares were issued during the year under review.

d. EMPLOYEES STOCK OPTION PLAN

The Company has not provided any Stock Option Scheme to the employees.

The report on corporate governance along with the Auditors' Certificate regarding compliance of the conditions of corporate governance pursuant to clause 49 of the Listing Agreement is annexed hereto.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has in place an anti-harassment policy in line with the requirements of the Sexual Harassment of women at workplace (Prevention, Prohibition And Redressal) Act, 2013. Internal Complaint Committee has been set up to redress complaints received regularly and are monitored by women line supervisors who directly report to the chairman of the committee

INSURANCE:

All the properties of the Company have been adequately and appropriately insured.

INDUSTRIAL RELATIONS:

Industrial Relations remained cordial at the factory throughout the year.

GEO/CFO CERTIFICATE:

In terms of the requirements of Clause 49 of the Listing Agreement, the CEO and CFO have submitted necessary Certificate to the Board at its Meeting held on 30th May, 2018 stating therein the particulars specified under the said Clause.

ACKNOWLEDGEMENT:

The Board appreciates and is thankful for continued support of Company's Bankers and its valued Customers, Suppliers and Shareholders. The Board appreciates the hard work and efforts put in by all Workers, Staff and Officers of the Company.

By Order of the Board of Directors,

**Anil Patel
Chairman & Managing Director
DIN No. 00006904**

**VANSETI
30TH May, 2018**

ANNEXURE 'A' TO THE DIRECTORS' REPORT

Additional information as required under the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988.

CONSERVATION OF ENERGY:

(A) Power and Fuel consumption in respect of Total Energy Consumption:

(a) Purchased:	2017-18	2016-17
Units (KWH)	1529214	1358586
Total Amount (Rs.)	11740929	9533792
Rate per Unit (Rs.)	7.68	7.01
(b) Own Generation:		
Units (KWH)	141634	148568
Total Amount (Rs.)		
Rate per Unit (Rs.)		
(c)Furnace Oil/LSHS/LDO/HSQ		
Qty. (K.Ltr)	146857	133472
Total Amount (Rs.)	4723124	3729326
Average Rate (Rs.)	32.16	27.94

(B) TECHNOLOGY ABSORPTION:**(C) FOREIGN EXCHANGE EARNINGS & OUTGO:**

(i) Foreign Exchange Earning	166.76	62.69
(ii) Foreign Exchange Outgo Foreign Traveling and Purchase	573.91	413.00

Annexure C to Boards 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 : L25200GJ1988PLC010514
- ii) Registration Date : 30/03/1988
- iii) Name of the Company : PURITY FLEXPACK LIMITED
- iv) Category / Sub-Category of the Company : Company Limited by Shares
- v) Address of the Registered office and contact details : AT & POST VANSETI NR BASKA
HALOL DIST. PANCHMAHAL
GUJARAT- 389350
- vi) Whether listed company : YES
- vii) Name, Address and Contact details of Registrar and Transfer Agent : **UNIVERSAL CAPITAL SECURITIES PVT. LTD**
21, Mahakali Cave Road, Opp. Satya Saibaba Temple,
Andheri (East), Mumbai
Telephone No. 022-28207203-05, 2825 7641, 2826 2920, 2836 6620
Fax No. 022-2820 7207 Email ID: ravi@unisec.in

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

Sr. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1.	Packing Materials	NA	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

Sr. No.	Name and Address of the Company	CIN/GNL	Holding/Subsidiary/ Associates	% of shares held	Applicable Section
1.	N.A.	N.A.	N.A.	N.A.	N.A.

i) Indian	Nil	5539	5539	0.51%	Nil	3889	3889	0.36%	%
ii) Overseas	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	5359	540274	545633	50.83%	5622	530808	536430	49.98%	0.86%
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c) Others (specify) ESPOs	Nil	1195	1195	0.11%	Nil	1195	1195	0.11	Nil
Non Resident Indians	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Overseas Corporate Bodies	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Foreign Nationals	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Clearing Members	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Trusts	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Foreign Bodies - D R	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Sub-total (B)(2):-	5359	547008	552367	51.45%	5622	535892	541514	50.45	-1.00%
Total Public Shareholding (B)=(B)(1)+ (B)(2)	5359	547548	552907	51.50%	5622	536432	542054	50.50	-1.00%
C. Shares held by Custodian for GDRs & ADRs	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Grand Total (A+B+C)	207742	855658	1073400	100%	243368	830032	1073400	100 %	100%

B) Shareholding of Promoter-

SN	Shareholder's Name	Shareholding at the beginning of the year			Share holding 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	Mr. Anil B. Patel	161748	15.07%	Nil	161748	15.07%	Nil	Nil
2	Mr. Ankit R. Amin	3765	0.35%	Nil	3765	0.35%	Nil	Nil
3	Mr. Harshad Bhatt	10267	0.96%	Nil	12709	1.18%	Nil	0.22%
4	Mrs. Kokila Patel	174307	16.24%	Nil	174307	16.24%	Nil	Nil
5	Mr. Kunal A. Patel	57748	5.38%	Nil	67701	6.31%	Nil	0.93%
6	Mrs. Sudhaben B. Patel	1770	0.16%	Nil	0	0.00	Nil	Nil
7	Mrs. Vaishali A. Amin	111116	10.35%	Nil	111116	10.35%	Nil	Nil
8	Mrs. Varshaben Bhatt	1092	0.10%	Nil	0	0.00	Nil	Nil

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

SN		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
	At the beginning of the year	520479	48.49 %	520175	48.46%
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	318	0.03 %	11171	1.04 %
	At the end of the year	520479	48.49 %	531346	49.50 %

D) Shareholding Pattern of top ten Shareholders:**(other than Directors, Promoters and Holders of GDRs and ADRs):**

SN	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
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Nil	Nil	Nil	Nil
	At the end of the year	Nil	Nil	Nil	Nil

E) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	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
	At the beginning of the year	404070	37.64%	416645	38.80 %
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				
	At the end of the year	416465	38.80%	416465	38.80 %

F) INDEBTEDNESS -Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	77051096	5156740	0	82207836
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	77051096	5156740	0	82207836
Change in Indebtedness during the financial year				
* Addition	61224031	5000000		66224031
* Reduction	11906857	893750		12800607
Net Change				
Indebtedness at the end of the financial year				
i) Principal Amount	126368270	9262990		135631260
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	126368270	9262990		135631260

By Order of the Board of Directors,

Anil Patel
Chairman & Managing Director
DIN No. 00006904

VANSETI
30TH May, 2018



DEVESH R. DESAI
COMPANY SECRETARY

40-D, Arpita Park, Near ESI Hospital,
 Gotri Road, Vadodara-390 021.

(M) 9879533717 (R) 2324248

Devesh R. Desai

M.Com. LL.B. ACS

FORM NO. MR – 3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED ON MARCH 31ST, 2018

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies
 (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED ON MARCH 31ST, 2018

To,
The Members,
Purity Flexpack Limited

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Purity Flexpack Limited** (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing my opinion thereon.

Based on my verification of the **Purity Flexpack Limited's** books, papers, minutes 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 my opinion, the company has, during the audit period covering the financial year ended on March 31, 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 the Company, for the financial year ended on March 31, 2018, according to the provisions of:

1. The Companies Act, 2013 (the Act) and the rules made thereunder;
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 and Overseas Direct Investment and External Commercial Borrowings.

5. Not Applicable to the Company during the Audit Period

6. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act').
 - 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 to the Company during the Audit Period;**
 - 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 to the Company during the Audit Period; and**
 - H. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998. - **Not Applicable to the Company during the Audit Period.**

7. **The Micro, Small and Medium Enterprises Development Act, 2006.**

8. As informed to us the following other laws specifically applicable to the Company are as under:

1. The Employees' Provident Funds and Miscellaneous Provisions Act, 1952
2. The Factories Act, 1948
3. The Industrial Employment (Standing Orders) Act, 1946
4. The Maternity Benefit Act, 1961
5. The Minimum Wages Act, 1948
6. The Payment of Wages Act, 1936
7. The Negotiable Instruments Act, 1881
8. The Payment of Gratuity act, 1972
9. The Workmen's Compensation Act, 1922
10. The Contract Labour (Regulation & Abolition) Act, 1970
11. The Industrial Dispute Act, 1947
12. The Payment of Bonus Act, 1965
13. The Employment Exchange Act, 1959
14. The Apprentice Act, 1961
15. The Equal Remuneration Act, 1976
16. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

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

(i) Secretarial Standards issued by The Institute of Company Secretaries of India. –

(ii) The Listing Agreement entered into by the Company with the **Bombay Stock Exchange.**

During the period under review the Company has complied with the provisions of the Act, 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. The changes in the composition of the Board of Directors that took place during the period under review are carried out in compliance with the provisions of the Act.

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

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

I further report that there are 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.

Devesh R. Desai
Practicing Company Secretaries
ACS No. 11332 and CP No. 7484

Place : Vadodara

Date : May 30, 2018

This report is to be read with my letter of even date which is annexed as **Annexure** and forms an integral part of this report.



DEVESH R. DESAI
COMPANY SECRETARY

40-D, Arpita Park, Near ESI Hospital,
Gotri Road, Vadodara-390 021.

(M) 9879533717 (R) 2324248

Devesh R. Desai

M.Com. LL.B. ACS

Annexure to Secretarial Audit Report

To,

The Members,
Purity Flexpack Limited

My report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and the processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and the practices, I followed provided a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. 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.

Devesh R. Desai
Practicing Company Secretaries
ACS No. 11332 and CP No. 7484

Place : Vadodara
Date : May 30, 2018

FORM NO. AOC -2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

MR NILESH PATEL	PROFESSIONAL DIRECTOR	Rs. 421072.00
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1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	OM SUNTRONICS P LTD
b)	Nature of contracts/arrangements/transaction	PURCHASE MACHINERY PARTS / REPARING
c)	Duration of the contracts/arrangements/transaction	N.A.
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	N.A.
e)	Justification for entering into such contracts or arrangements or transactions'	N.A.
f)	Date of approval by the Board	N.A.
g)	Amount paid as advances, if any	NIL
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	N.A.

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

MR NILESH PATEL	PROFESSIONAL DIRECTOR	RS . 406372.00
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1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	KALPVRUX CONVERTING PRODUCT P LTD
b)	Nature of contracts/arrangements/transaction	PURCHASE MACHINERY PARTS/ REPARING
c)	Duration of the contracts/arrangements/transaction	N.A.
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	N.A.
e)	Justification for entering into such contracts or arrangements or transactions'	N.A.
f)	Date of approval by the Board	N.A.
g)	Amount paid as advances, if any	NIL
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	N.A.

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

VAISHALI AMIN	SALARY : Rs 6,00,000
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1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	VAISHALI AMIN
b)	Nature of contracts/arrangements/transaction	SALARY
c)	Duration of the contracts/arrangements/transaction	N.A.
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	N.A.
e)	Justification for entering into such contracts or arrangements or transactions'	N.A.
f)	Date of approval by the Board	N.A.
g)	Amount paid as advances, if any	NIL
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	N.A.

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

MRS KOKILA PATEL	DIRECTOR	RENT RS 150000
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1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	ANUPAM TRADING CO
b)	Nature of contracts/arrangements/transaction	RENT EXPENSES
c)	Duration of the contracts/arrangements/transaction	N.A.
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	N.A.
e)	Justification for entering into such contracts or arrangements or transactions'	N.A.
f)	Date of approval by the Board	N.A.
g)	Amount paid as advances, if any	NIL
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	N.A.

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

ASSOCIATE COMPANY	Purchase : Rs 645568.00
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1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	STAG PRINT P LTD
b)	Nature of contracts/arrangements/transaction	PURCHASE
c)	Duration of the contracts/arrangements/transaction	N.A.
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	N.A.
e)	Justification for entering into such contracts or arrangements or transactions'	N.A.
f)	Date of approval by the Board	N.A.
g)	Amount paid as advances, if any	NIL
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	N.A.

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

KUNAL PATEL	PARTNER IN AMAN	PURCHASE Rs . 46705010.00
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1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	AMAN ENTERPRISES
b)	Nature of contracts/arrangements/transaction	PURCHASE
c)	Duration of the contracts/arrangements/transaction	N.A.
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	N.A.
e)	Justification for entering into such contracts or arrangements or transactions'	N.A.
f)	Date of approval by the Board	N.A.
g)	Amount paid as advances, if any	NIL
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	N.A.

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

ANIL PATEL	MANAGING DIRECTOR	REMUNERATION Rs. 72.00 Lacs
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1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	ANIL PATEL
b)	Nature of contracts/arrangements/transaction	REMUNERATION / UNSECURED LOAN / INTEREST
c)	Duration of the contracts/arrangements/transaction	N.A.
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	N.A.
e)	Justification for entering into such contracts or arrangements or transactions'	N.A.
f)	Date of approval by the Board	N.A.
g)	Amount paid as advances, if any	NIL
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	N.A.

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

KUNAL PATEL		REMUNEARTION RS 48.00 Lacs
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1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	KUNAL PATEL
b)	Nature of contracts/arrangements/transaction	REMUNERATION / LOAN
c)	Duration of the contracts/arrangements/transaction	N.A.
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	N.A.
e)	Justification for entering into such contracts or arrangements or transactions'	N.A.
f)	Date of approval by the Board	N.A.
g)	Amount paid as advances, if any	NIL
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	N.A.

By Order of the Board of Directors,

Anil Patel
Chairman & Managing Director
DIN No. 00006904

VANSETI
30TH May, 2018

B. Details of material contracts or arrangement or ransactions at arm's length basis :

Sr. No	Name(s) of the related party and nature of relationship:	Nature of contracts arrangements/transactions	Duration of the contracts / arrangements/transactions:	Salient terms of the contracts or arrangements or transactions including the value, if any:
(A)	(B)	(C)	(D)	(E)
1	Mr. Kunal Patel (Director) Appointed With Effect From 06.08.2014	Employment : Managerial Personnel and unsecured Loan	Director-Remuneration	Director Remuneration Unsecured Loan
2	Mr. Anil Patel Patel (Managing Director) Appointed With Effect From 06.08.2014	Employment : Managerial Personnel	Managing Director-Remuneration	Director Remuneration
		Unsecured Loan and Interest	Ongoing Basis	Unsecured Load from Director and Interest Paid .
3	AMAN ENTERPRISES	Purchase Of Raw Material	Ongoing Basis	Purchase Of Gravure Inks
4	STAG PRINT P LTD	Sales	Ongoing Basis	Purchase of Mateiral
5	ANUPAM TRADING CO.	RENT PAID	Ongoing Basis	Office Rent Paid
6	OM SUNTRONICS P LTD	Purchase Of Services	Ongoing Basis	Reparing of Machine
7	KALPAVRUX CONVERTING PRODUCT P LTD	Purchase Of Capital Goods And Services	Ongoing Basis	Purchase of Machine
8	VAISHALI AMIN	Salary	Ongoing Basis	Salary

MODI & JOSHI
Chartered Accountants

**CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE
(UNDER SCHEDULE V AND REGULATION 34(3) OF SEBI)
(LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015]**

**To,
The Members of Purity Flex pack Ltd.**

1. We have reviewed the compliance of conditions of Corporate Governance by **Purity Flexpack Limited** (the Company) during the year ended March 31, 2018 with the relevant records and documents maintained by the Company, furnished to us for our review and the report on Corporate Governance as approved by the Board of Directors.
2. The compliance of the conditions of corporate governance is the responsibility of the Management. Our review was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.
3. On the basis of our review and according to the information and explanations given to us, the conditions of Corporate Governance as stipulated in Schedule V and Regulation 34(3) of SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015 have been complied with in all material respects by the Company.

For Modi & Joshi
Chartered Accountants
FRN : 135442W

Mitul Modi
(Partner)
Membership No. 154342

Vadodara:
30th May, 2018

MODI & JOSHI
Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To The Members of PURITY FLEXPACK LIMITED

Report on the Indian Accounting Standard (Ind AS) Financial Statements

We have audited the accompanying Ind AS Financial statements of **PURITY FLEXPACK LIMITED** ('the Company'), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss (including other comprehensive income), the Statement of Cash Flows and the Statement of Changes in Equity for the year ended and a summary of the significant accounting policies and other explanatory information (herein after referred to as "Ind AS Financial Statements").

Management's Responsibility for the Ind AS 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 Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.

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 Ind AS 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 Ind AS 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 and the Order issued under section 143(11) of the Act.

We conducted our audit of the Ind AS 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 Ind AS financial statements is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS 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 Ind AS 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 Ind AS financial statements.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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 including the Ind AS, of the state of affairs (financial position) of the Company as at March 31, 2018, and its profit (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

MODI & JOSHI
Chartered Accountants

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 Section 143(11) of the Act, we give in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the 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;

the Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Cash Flows and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - (c) in our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rule issued thereunder;
 - (d) on the basis of the written representations received from the directors of the company as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) In our opinion, 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";and
 - (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 Company has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements- Refer Note 33 to the Ind AS financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended March 31, 2018.

For MODI & JOSHI
Chartered Accountants
FRN : 135442W

Mitul Modi
Partner
Membership No. 154342
Date : 30.05.2018

MODI & JOSHI
Chartered Accountants

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

Referred to in Para 1 'Report on Other Legal and Regulatory Requirements' in our Independent Auditor's Report to the members of the Company on the Ind AS Financial Statements for the year ended March 31, 2018.

On the basis of such checks as considered appropriate and in terms of the information and explanations given to us, we state as under:

- I. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipments;
- (b) As informed to us, the company has regular programme of physical verification of its fixed assets by which the fixed assets are verified in phased manner over a period of time. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the company and the nature of its assets;
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, we report that, the title deeds of immovable properties are held in the name of the Company;
- II. As per the information and explanations given to us, Physical verification of inventory has been conducted at reasonable intervals by the management and No material discrepancies were noticed on physical verification;
- III. According to the information and explanations given to us, the Company has not granted any secured or unsecured loans to Companies, Firms, Limited Liability Partnership or any other parties covered in the register maintained under section 189 of the Companies Act, 2013. Therefore the requirements of sub-clause (a), (b) and (c) of clause (iii) are not applicable to the Company.
- IV. In our opinion and according to the information provided to us, there are no loans to directors including entities in which they are interested in respect of which provision of section 185 are applicable and hence not commented upon. Further, in our opinion and according to information and explanation given to us, provision of section 186 in respect of loans and advances given and investment made have been complied with by the Company. There are no guarantees and securities given in respect of which provision of section 186 of the Act are applicable and hence not commented upon;
- V. In our opinion and as explained to us, the Company has not accepted any deposits during the year and therefore, the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder are not applicable to the company;
- VI. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Companies Act, 2013 for any services rendered by the company;
- VII. According to the information and explanations given to us, in respect of statutory dues:
 - a) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales-Tax, Service Tax, Goods and Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and any other statutory dues and there are no undisputed statutory dues outstanding as at 31st March 2018, for a period of more than six months from the date they became payable;
 - b) According to the information and explanations given to us and the records examined by us, there are following disputed dues of Income Tax, that have not been deposited on account of dispute;

MODI & JOSHI
Chartered Accountants

Name of the statute	Nature of dues	Amounts (Rs.)	Period to which the amounts relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	Demand of Rs. 24.94 Lacs to be reduced by the amount paid Rs. 3.74 Lacs.	April 2013 to March 2014	The Commissioner of Income Tax (Appeals)

- VIII. Based on our audit procedure and according to the information and explanation given by the management, we are of the opinion that the company has not defaulted in repayment of dues to financial institutions or banks, Government or dues to debenture holders;
- IX. According to the information and explanations given to us, no moneys were raised by way of initial public offer or further public offer (including debt instruments) and the term loans were applied for the purpose for which the loan were obtained during the year;
- X. During the course of our examination of the books of account and records of the company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any incidence of fraud on or by the company noticed or reported during the year, nor we have been informed of any such case by the management;
- XI. In our opinion and according to the information and explanations given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act;
- XII. In our opinion and according to the information and explanation given to us, the Company is not a Nidhi company. Accordingly, this clause of the Order is not applicable;
- XIII. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the Ind AS financial statements as required by the applicable accounting standards;
- XIV. According to the information and explanations given to us and based on our examination of the records of the Company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review;
- XV. According to the information and explanation given to us and based on our examination of the records, the Company has not entered into non-cash transactions with the directors or persons connected with him. Hence, the provisions of Section 192 of the Act 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 MODI & JOSHI
Chartered Accountants
FRN : 135442W

Mitul Modi
Partner
Membership No. 154342
Date : 30.05.2018

MODI & JOSHI
Chartered Accountants

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT

Report on the Internal Financial Controls 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 **PURITY FLEXPACK LIMITED** ("the Company") as of March 31, 2018 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Company 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. 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 Ind AS 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

A 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 authorisations of management and directors of the company; and
- 3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

MODI & JOSHI
Chartered Accountants

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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an internal financial controls with reference to financial statements of the company and such internal financial controls over financial reporting were operating effectively as at 31st 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 MODI & JOSHI
Chartered Accountants
FRN : 135442W

Mitul Modi
Partner
Membership No. 154342
Date : 30.05.2018

Balance Sheet as at 31st March 2018

Rs (in Lacs)

	Particulars	Note No	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
I	ASSETS				
	Non-Current Assets				
a)	Property, Plant & Equipment	3.1	2,637.65	1,856.71	1,803.23
b)	Capital Work-in-Progress		-	9.78	-
c)	Intangible assets	3.2	-	-	-
d)	Financial Assets				
i)	Investments	4	70.21	38.08	1.30
ii)	Loans	5	37.88	27.57	26.10
iii)	Other Financial Assets	6	-	-	-
e)	Other Non-Current Assets	7	3.74	141.01	-
	Total Non- Current Assets		2,749.48	2,073.14	1,830.63
	Current Assets				
a)	Inventories	8	717.93	679.54	469.23
b)	Financial Assets				
i)	Trade Receivables	9	951.84	704.48	531.64
ii)	Cash and Cash Equivalents	10.1	11.65	33.60	14.80
iii)	Bank Balances Other than ii) above	10.2	82.47	46.22	59.75
iv)	Loans	11	-	-	-
v)	Other Financial Assets	12	13.72	32.22	58.21
c)	Other Current Assets	13	30.87	20.96	63.75
	Total Current Assets		1,808.48	1,517.02	1,197.36
	TOTAL ASSETS		4,557.96	3,590.17	3,027.99
II	EQUITY AND LIABILITIES				
	Equity				
a)	Equity Share Capital	14	107.34	107.34	107.34
b)	Other Equity	15	1,659.15	1,368.94	901.54
	Total Equity		1,766.49	1,476.28	1,008.88
	Liabilities				
	Non-Current Liabilities				
a)	Financial Liabilities				
	Borrowings	16	847.90	296.49	446.77
b)	Provisions	17	-	-	-
c)	Deferred Tax Liabilities	18	312.69	236.64	209.52
	Total Non- Current Liabilities		1,160.59	533.13	656.29
	Current Liabilities				
a)	Financial Liabilities				
i)	Borrowings	19	314.54	437.76	450.09
ii)	Trade Payables	20	1,011.37	923.09	657.46
iii)	Other Financial Liabilities	21	33.67	30.63	18.41
b)	Other current Liabilities	22	238.39	162.36	209.78
c)	Provisions	23	32.91	26.92	27.09
	Total Current Liabilities		1,630.88	1,580.75	1,362.82
	TOTAL EQUITY AND LIABILITIES		4,557.96	3,590.17	3,027.99

The accompanying notes are integral part of the Financial Statements

As per our report of even date attached

For Modi & Joshi**Chartered Accountants**

Firm Registration No. 135442W

For and on behalf of the Board of Directors**Mitul Modi**

Partner

Membership No. 154342

Place: Vadodara

Date: 30.05.2018

Anil Patel

Chairman and Managing Director

DIN: 00006904

Place: Vanseti

Date: 30.05.2018

Kunal Patel

Director

DIN 00106545

Statement of Profit and Loss for the year ended 31st March 2018

		Rs (in Lacs)	
Particulars	Note No.	For the period ended	
		31.03.2018	31.03.2017
Revenue from Operations			
Gross Sales		6,223.58	6,080.96
Other Operating Income		34.95	82.52
Revenue from Operations	24	6,258.52	6,163.48
Other Income	25	10.56	14.75
Total Income		6,269.09	6,178.23
Expenses			
Cost of Materials Consumed	26	4,334.10	3,957.90
Manufacturing Expense	27	314.72	291.60
Changes in inventories of finished goods and work-in-progress	28	(5.58)	(137.96)
Employee Benefit expenses	29	471.77	338.55
Finance costs	30	90.39	99.60
Depreciation and Amortization expenses	31	196.61	154.97
Other expenses	32	418.35	783.39
Total Expenses		5,820.36	5,488.05
Profit Before Tax		448.73	690.18
Less/ (Add): Tax expenses:			
- Current Tax		92.70	153.68
- Mat Credit (entitlement)/utilisation		(6.97)	50.48
- Deferred Tax		74.92	24.18
Profit for the Year/Period		288.07	461.84
Other Comprehensive Income			
Items that will not be reclassified to Profit or Loss			
Remeasurement of the net defined benefit liability/asset		(3.27)	(8.50)
Income Tax relating to items that will not be reclassified to Profit & Loss		1.13	2.94
Total (Net of Tax)		(2.14)	(5.56)
Total Comprehensive Income for the Year/Period		290.21	467.40
Earnings Per Equity Share			
a) Basic (Rs.)		27.04	43.54
b) Diluted (Rs.)		27.04	43.54

The accompanying notes are integral part of the Financial Statements

As per our report of even date attached

For Modi & Joshi

Chartered Accountants

Firm Registration No. 135442W

For and on behalf of the Board of Directors

Mitul Modi

Partner

Membership No. 154342

Place: Vadodara

Date: 30.05.2018

Anil Patel

Chairman and Managing Director

DIN: 00006904

Place: Vanseti

Date: 30.05.2018

Kunal Patel

Director

DIN 00106545

Statement of Cashflow

		Rs (in Lacs)	
	Particulars	As at 31.03.2018	As at 31.03.2017
A.	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Profit after tax	290.21	467.40
	Adjustment for:		
	Depreciation and Amortization expense	196.61	154.97
	Provision for taxation	161.78	231.28
	(Profit)/ Loss on assets sold	(0.07)	2.08
	(Profit)/Loss on investment sold	-	-
	Finance Cost	90.39	99.60
	Income received from Banks/ MF/Others	(10.56)	(8.67)
	Operating Profit before Working Capital Changes	728.35	946.66
	Adjustment for:		
	Change in Trade receivables	(247.37)	(172.84)
	Change in Loans	(10.31)	(1.47)
	Change in Other financial assets	18.50	25.98
	Change in Other assets	127.36	(98.23)
	Change in Inventories	(38.39)	(210.31)
	Change on other bank balance	(36.25)	13.53
	Change in Trade payables	88.28	265.63
	Change in Other financial liabilities	4.18	12.22
	Change in Other current liabilities and provisions	7.85	3.83
	Cash generated from Operations	642.19	785.01
	Less Income tax	86.86	207.10
	Net Cash generated from Operating Activities (A)	555.33	577.92
B.	CASH FLOW FROM INVESTING ACTIVITIES		
	Changes in the Investment	(32.13)	(36.78)
	Purchase of Property, Plant & Equipment, Investment Property & Intangibles	(967.89)	(221.14)
	Sale proceeds of Property, Plant & Equipment	0.20	0.82
	Interest received from Banks/ Others	10.56	8.67
	Net Cash used in Investing Activities (B)	(989.26)	(248.42)
C.	CASH FLOW FROM FINANCING ACTIVITIES		
	Finance cost	(90.39)	(99.60)
	Proceeds/(Repayment) of Short term Borrowings	(123.21)	(12.33)
	Proceeds/(Repayment) of Long term Borrowings	625.58	(198.76)
	Net Cash used in Financing Activities (C)	411.97	(310.69)
	Net (Decrease)/ Increase in Cash & Cash Equivalents (A) + (B) + (C)	(21.95)	18.81
	Cash & Cash Equivalents at the beginning of the period/year	33.60	14.80
	Cash & Cash Equivalents at the end of the period/year	11.65	33.60

The accompanying notes are integral part of the Financial Statements

As per our report of even date attached

For Modi & Joshi
Chartered Accountants

Firm Registration No. 135442W

For and on behalf of the Board of Directors

Mitul Modi
Partner
Membership No. 154342

Anil Patel
Chairman and Managing Director
DIN: 00006904

Kunal Patel
Director
DIN 00106545

Place: Vadodara
Date: 30.05.2018

Place: Vanseti
Date: 30.05.2018

Accounting Policies

Notes to the Financial Statements for the year ended March 31, 2018

1. Corporate information

Purity Flexpack Limited ("The Company") is a limited company domiciled and incorporated in India in the year 1988 under the Companies Act. The Registered Office of the Company is situated at Vasanti, Post Tajpura, Near Halol, Dist.- Panchmahal - 389 350. The Corporate Identification Number (CIN) of the Company is L25200GJ1988PLC010514 as per the Ministry of Corporate Affairs (MCA).

The Capital structure of the company comprises of authorized capital of Rs. 60,000,000 and paid up capital of Rs. 1,07,34,000 respectively divided into 10,73,400 Equity Shares of Rs. 10/- (face value) each.

The Company is engaged in the business of manufacturing of Flexible Packaging Materials.

2. Significant accounting policies

2.1. Statement of compliance with Indian Accounting Standards

In accordance with the notification dated 16th February, 2015, issued by the Ministry of Corporate Affairs, the Company has adopted Indian Accounting Standards (referred to as "Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 with effect from April 1, 2016. The Company is covered under Mandatory Phase-2 and hence, the date of transition to Ind AS is April 1, 2016.

The financial statements comply in all material aspects with Indian Accounting Standards ("Ind AS") notified under section 133 of the Companies Act, 2013 ("the Act"), Companies (Indian Accounting Standards) Rules, 2015 as amended by Companies (Indian Accounting Standards) (Amendment) Rules, 2016 and other relevant provisions of the Act as applicable.

These financial statements are the Company's first Ind AS financial statements and are covered by Ind AS 101- "First time Adoption of Indian Accounting Standards". The transition to Ind AS has been carried out from the accounting principles generally accepted in India ("Indian GAAP") which is considered as the 'Previous GAAP' for purposes of Ind AS 101. An explanation of how the transition to Ind AS has affected the Company's financial position, financial performance and cash flows is provided in **Note No. 2.19** in these notes to accounts of the financial statement.

2.2. Basis of preparation

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria's set out in Ind AS-1 'Presentation of Financial Statements' and Schedule III to the Companies Act, 2013.

i. Fair Value Measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date under current market conditions.

The Company categorizes assets and liabilities measured at fair value into one of three levels depending on the ability to observe inputs employed in their measurement which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 inputs are inputs that are observable, either directly or indirectly, other than quoted prices included within level 1 for the asset or liability.
- Level 3 inputs are unobservable inputs for the asset or liability reflecting significant modifications to observable related market data or Company's assumptions about pricing by market participants

ii. Historical cost convention

The financial statements have been prepared on a historical cost basis, except the following:

- Certain financial assets and liabilities that are measured at fair value;
- Defined benefit plans – plan assets measured at fair value.

iii. Composition of Financial Statements

The financial statements comprise:

- Balance Sheet
- Statement of Profit and Loss
- Statement of Cash Flow
- Statement of Changes in Equity
- Notes to Financial Statements

The principal accounting policies are set out below.

2.3. Revenue Recognition

Revenue arising from sale of products is recognized when the significant risks and rewards of ownership have passed to the buyer, which is at the point of transfer of goods to customers, and the revenue can be measured reliably and it is probable that the economic benefits associated with the transaction will flow to the Company.

Revenue is measured at the fair value of the consideration received or receivable and represents amounts received or receivable for goods provided in the normal course of business, inclusive of the excise duty and net of discounts, value added tax, central sales tax and custom and Goods and Services tax.

Interest income

Interest incomes from financial assets are recognised at the effective interest rate applicable in initial recognition.

Revenue with respect to other operating income and other income is recognised when a reasonable certainty as to its realization exist.

2.4. Foreign Exchange Transactions

The functional currency of the Company is Indian Rupees which represents the currency of the primary economic environment in which it operates.

Transactions in currencies other than the Company's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated using closing rate of exchange prevailing on the last day of the reporting period.

Exchange differences on monetary items are recognised in statement of profit and loss in the period in which they arise.

Exchange difference arising in respect of long term foreign currency monetary items that relates to acquisition of a depreciable capital asset are added to or deducted from the cost of the asset and are depreciated over the remaining useful life of an asset.

2.5. Borrowing Costs

Borrowing costs specifically identified to the acquisition or construction or production of qualifying assets is capitalized as part of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

2.6. Employee Benefits

Employee benefits include provident fund, gratuity and leave encashment.

Defined contribution plans

Employee benefit under defined contribution plan comprising of provident fund is recognized based on the amount of obligation of the Company to contribute to the plan. The contribution is paid to Regional Provident Fund Commissioner, which is expensed during the year.

Defined benefit plans

The Company's gratuity plan is a defined benefit plan. The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the projected unit credit method, which recognizes 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. The obligation is measured at the present value of the estimated future cash flows. The discount rate used for determining the present value of the obligation under defined benefit plans, is based on the prevailing market yields on government bond as at the balance sheet date.

Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Remeasurement recognised in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss. Past service cost is recognised in profit or loss in the period of a plan amendment or curtailment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset. Defined benefit costs are categorized as follows:

- Service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- Net interest expense or income; and
- Remeasurement

Terminal Benefits

All terminal benefits are recognized as an expense in the period in which they are incurred.

The Company has instituted a Group - cum - Life Insurance Scheme with the Life Insurance Corporation of India, so far as gratuity is concerned.

2.7. Earnings Per Share

Basic earnings per share are computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

Anti dilutive options are not considered in computing dilutive earning per share.

2.8. Cash Flow Statement

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

2.9. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

2.9.1. Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

2.9.2. Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

2.9.3. Current and deferred tax for the year

Current and deferred tax expense are recognised in Statement of Profit and Loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax expense are also recognised in other comprehensive income or directly in equity respectively.

2.10. Property, plant and equipment

Recognition and measurement

Freehold land is carried at cost. Buildings held for use in the production or supply of goods or for administrative purposes are stated in the Balance Sheet at cost less accumulated depreciation and accumulated impairment losses, if any. All other items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items.

Income and expenses related to the incidental operations, not necessary to bring the item to the location and condition necessary for it to be capable of operating in the manner intended by management, are recognized in the Statement of Profit and Loss.

If significant parts of an item of property, plant and equipment have different useful life, then they are accounted and depreciated for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognized in the Statement of Profit and Loss.

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognized as at April 1, 2016 measured as per the Previous GAAP and use that carrying value as the deemed cost (except to the extent of any adjustment permissible under other accounting standard) of the property, plant and equipment.

Subsequent Expenditure

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

Capital work-in-progress

Property, Plant and Equipment (PPE) in the course of construction for production, supply or administrative purposes are carried at cost, less any recognised impairment loss. The cost of an asset comprises its purchase price or its construction cost (net of applicable tax credits) and any cost directly attributable to bring the asset into the location and condition necessary for it to be capable of operating in the manner intended by the Management. It includes professional fees and, for qualifying assets, borrowing costs capitalised in accordance with the Company's accounting policy. Such properties are classified to the appropriate categories of property, plant and equipment when completed and ready for intended use. Parts of an item of PPE having different useful lives and material value and subsequent expenditure on PPE arising on account of capital improvement or other factors are accounted for as separate components.

Depreciation of these PPE commences when the assets are ready for their intended use.

Depreciation

Depreciation is provided on the cost of PPE less their residual values, using the straight line method over the useful life of PPE as specified in Schedule II to the Companies Act, 2013 except in case of certain items of PPE where useful life has been considered based on technical assessment. Estimated useful lives of the assets are as follows:

Sl.No.	Particulars	Useful lives (in years)
1.	Buildings	30-60
2.	Roads and Culverts	3
3.	Plant and Machinery	15
4.	Office equipment	5
5.	Computer and Server	3-6
6.	Furniture and fixtures	10
7.	Vehicles	8-10
8.	Electrification	10
9.	Solar Plant	15
10.	Laboratory Equipment	10

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

2.11. Impairment of PPE

At the end of each reporting period, the Company reviews the carrying amounts of its PPE and intangible assets of a cash generating unit to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in statement of profit and loss.

An assessment is made at the end of each reporting period to see if there are any indications that impairment losses recognized earlier may no longer exist or may have come down. The impairment loss is reversed, if there has been a change in the estimates used to determine the asset's recoverable amount since the previous impairment loss was recognized. If it is so, the carrying amount of the asset is increased to the lower of its recoverable amount and the carrying amount that have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. After a reversal the depreciation charge is adjusted in future periods to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over its remaining useful life. Reversals of Impairment loss are recognized in the statement of profit and loss.

2.12. Inventories

Inventories are valued at lower of cost or net realizable value. Cost of inventories comprises of purchase cost and other costs incurred in bringing inventories to their present location and condition. The cost has been determined as under:

Raw material	On First in First out (FIFO) basis.
Finished products	At Raw material and Conversion cost
Stock-in-process	At Raw material and Proportionate Conversion cost.
Stores and spares (other than those capitalised as property, plant and equipment) and other trading goods	On cost basis.

2.13. Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

Contingent assets are disclosed in the financial statements by way of notes to accounts when an inflow of economic benefits is probable.

Contingent liabilities are disclosed in the financial statements by way of notes to accounts, unless possibility of an outflow of resources embodying economic benefits is remote.

2.14. Financial instruments

Financial assets and financial liabilities are recognised when Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in the statement of profit and loss.

Effective Interest Method

The effective interest rate that exactly discounts the estimated future cash payments or receipts through the expected life of the financial asset and financial liabilities to the gross carrying amount of a financial asset or to amortise cost of financial liability. When calculating the effective interest rate an entity shall estimate the expected cash flows by considering all the contractual terms of financial instrument but shall not consider the expected credit losses.

2.15. Equity instruments

Equity instruments issued by the Company are recorded at the proceeds received.

2.16. Financial assets

(i) Cash and cash equivalents

The company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents. Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

(ii) Financial assets at amortised cost

Financial assets are subsequently measured at amortised cost using the effective interest method if these financial assets are held within a business whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(iii) Financial assets at fair value through other comprehensive income

Financial assets are subsequently measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both selling financial assets and collecting contractual cash flows, the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(iv) **Financial assets at fair value through profit or loss (FVTPL)**

Financial assets are subsequently measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in the statement of profit and loss.

Company's investment in the Mutual fund are subsequently measured at FVTPL.

(v) **Impairment of Financial assets**

The Company assesses at each balance sheet date whether a financial asset or a group of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured through a loss allowance. The Company recognises credit loss allowance at lifetime expected credit loss model for all contract assets and / or all trade receivables that do not constitute a financing transaction.

(vi) **Derecognition of financial assets**

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

On derecognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in statement of profit and loss.

2.17. Financial liabilities

(i) Financial liabilities are initially recorded at a fair value and Subsequently financial liability are measured at amortised cost using effective interest method except for certain items of financial liabilities which are measured at fair value through profit & loss (FVTPL). For trade payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to short maturity of these instruments.

(ii)

(iii) **Derecognition of financial liabilities**

The Company derecognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in the statement of profit and loss.

2.18. Segment reporting

Operating segments are identified and reported taking into account the different risk and returns, the organization structure and the internal reporting systems.

2.19. Disclosure as required by Ind AS 101 first-time adoption of Indian Accounting Standards

These are the Company's first Standalone Financial Statements prepared in accordance with Ind AS.

The accounting standards notified u/s 133 of the Companies Act, 2013 and the Accounting policies as set out have been applied in preparing the financial statements for the year ended March 31, 2018, the comparative information presented in these financial statements for the year ended March 31, 2017 and in the preparation of an opening Ind AS balance sheet at April 1, 2016 (The Company's date of transition). In preparing its opening Ind AS balance sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP).

Overall principle

The Company has prepared the opening balance sheet as per Ind AS as of April 1, 2016 (the transition date) by recognising all assets and liabilities whose recognition is required by Ind AS, not recognising items of assets or liabilities which are not permitted by Ind AS, by reclassifying items from previous GAAP to Ind AS, as required under Ind AS, and applying Ind AS in measurement of recognised assets and liabilities. However, this principle is subject to the certain exceptions and certain optional exemptions availed by the Company as detailed below.

Ind AS optional exemptions

2.19.1. Deemed cost for property, plant and equipment and intangible assets

The Company has elected to continue with the carrying value of all of its property, plant and equipment and intangible assets recognised as of April 1, 2016 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date.

Accordingly, the Company has elected to measure all of its PPE, Intangible assets at their previous GAAP carrying value.

2.19.2. Designation of previously recognized financial instruments

Ind AS 101 allows an entity to designate investments in Mutual Funds at Fair Value through Profit and Loss (FVTPL) on the basis of the facts and circumstances at the date of transition to Ind AS.

The Company has elected to apply this exemption for its investment in Mutual Funds.

Ind AS mandatory exceptions

2.19.3. Estimates

An entity's estimates in accordance with Ind ASs at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error. Ind AS estimates as at April 1, 2016 are consistent with the estimates as at the same date made in conformity with previous GAAP. The Company has made estimates for following items in accordance with Ind AS at the date of transition as these were not required under previous GAAP:

- Investment in Mutual Funds carried at FVTPL.

2.19.4. Derecognition of financial assets and financial liabilities

Ind AS 101 requires a first time adopter to apply the de-recognition provisions of Ind AS 109 prospectively for transactions occurring on or after the date of transition to Ind AS. However, Ind AS 101 allows a first time adopter to apply the de-recognition requirements in Ind AS 109 retrospectively from a date of the entity's choosing, provided that the information needed to apply Ind AS 109 to financial assets and financial liabilities derecognized as a result of past transactions was obtained at the time of initially accounting for those transactions.

The Company has applied the derecognition requirements of financial assets and financial liabilities prospectively for transactions occurring on or after April 1, 2016.

2.19.5. Classification of debt instruments

The Company has determined the classification of debt instruments in terms of whether they meet the amortised cost criteria based on the facts and circumstances that existed as of the transition date.

2.20. Critical judgements in applying accounting policies

The following are the critical judgements, apart from those involving estimations, that the Management have made in the process of applying the Company's accounting policies and that have the significant effect on the amounts recognized in the Standalone Financial Statements.

a. **Determination of functional currency**

Currency of the primary economic environment in which the Company operates ("the functional currency") is Indian Rupee (Rs.) in which the company primarily generates and expends cash. Accordingly, the Management has assessed its functional currency to be Indian Rupee (Rs.) and all values are rounded to the nearest lakhs, except otherwise indicated.

2.21. Assumptions and key sources of estimation uncertainty

Information about estimates and assumptions that have the significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below. Actual results may differ from these estimates.

a) **Useful lives of property, plant and equipment and intangible assets**

Management reviews its estimate of the useful lives of PPE and intangible assets at each reporting date, based on the future economic benefits expected to be consumed from the assets.

b) **Defined benefit obligation (DBO)**

Management's estimate of the DBO is based on a number of critical underlying assumptions such as standard rates of inflation, medical cost trends, mortality, discount rate and anticipation of future salary increases. Variation in these assumptions may significantly impact the DBO amount and the annual defined benefit expenses.

2.22. Recent accounting pronouncements

Ind AS 115: Revenue from contracts with Customers

On 28th March, 2018, Ministry of Corporate Affairs (MCA), has notified the Ind AS 115, Revenue from contracts with Customers. The core principal of new standard is that an Entity should recognise the revenue to depict the transfer of promised goods or services to Customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods and services. Further, the new standard requires enhanced disclosures about the nature, amount, timing and uncertainty of revenue and cash flow arising from the entity's contracts with customers. The effective date for adoption of Ind AS 115 is financial period beginning on or after 1st April, 2018. The Company will adopt the standard on 1st April, 2018 using cumulative catch up transition method and accordingly comparative for the year ending or ended 31st March, 2018 will not be retrospectively adjusted. The effect on adoption of Ind AS 115 on the operation of the Company is being assessed by the Company.

Statement of Change In Equity

Particulars		31.03.2018	31.03.2017
(A) Equity Share Capital	Balance at the beginning of the year/period	107.34	107.34
	Change in equity share capital during the year/period	-	-
	Balance at the end of the year/period	107.34	107.34

Rs (In Lacs)

(B) Other Equity

Particulars	Reserves & Surplus					Other Comprehensive Income	Total
	Capital Reserve	Securities Premium Reserve	General Reserve	Retained Earnings	Revaluation reserve		
Balance as at 1st April 2016 as per Indian GAAP (A)	48.45	-	0.26	853.58	-	-	902.29
Ind AS Adjustments and restatement adjustments	-	-	-	-	-	-	-
Adjustment on account of transition to Ind AS and restatement adjustments	-	-	-	(0.81)	-	(0.81)	(0.81)
Prior Period Tax	-	-	-	0.06	-	0.06	0.06
Gratuity LIC	-	-	-	852.82	-	-	901.54
Balance as at 1st April 2016 as per Ind AS	48.45	-	0.26	852.82	-	-	901.54
Profit for the Year	-	-	-	461.84	-	-	461.84
Total Other Comprehensive Income for the Year (Net of Tax)	-	-	-	-	-	5.56	5.56
Balance as at 31st March 2017	48.45	-	0.26	1,314.67	-	5.56	1,368.94
Balance as at 1st April 2017	48.45	-	0.26	1,314.67	-	5.56	1,368.94
Profit for the Year	-	-	-	288.07	-	-	288.07
Total Other Comprehensive Income for the Year (Net of Tax)	-	-	-	-	-	2.14	2.14
Balance as at 31st March 2018	48.45	-	0.26	1,602.74	-	7.70	1,658.15

Rs (In Lacs)

The accompanying notes are integral part of the Financial Statements

As per our report of even date attached

For Modi & Joshi

Chartered Accountants

Firm Registration No. 135442W

Mitul Modi

Partner

Membership No. 154342

Place: Vadodara

Date: 30.05.2018

For and on behalf of the Board of Directors

Anil Patel

Chairman and Managing Director

DIN: 00008904

Place: Vanseti

Date: 30.05.2018

Kunal Patel

Director

DIN 00106545

A) First Time Ind AS Adoption Reconciliation

I. Reconciliation of Balance sheet as at 31st March, 2017

Rs (in Lacs)

Particulars	Notes to the reconciliations	Balance Sheet as at 31st March, 2017		
		IGAAP	Effect of transition to Ind AS and regrouping adjustments	IND AS
ASSETS				
Non-Current Assets				
a) Property, Plant & Equipment		1,856.71	-	1,856.71
b) Capital Work-in-Progress		9.78	-	9.78
c) Other Intangible assets		-	-	-
d) Financial Assets				
i) Investments		36.30	1.78	38.08
iii) Loans		27.57	-	27.57
iv) Other Non-Current Financial Assets		-	-	-
e) Other Non-Current Assets		141.01	-	141.01
Total Non- Current Assets		2,071.36	1.78	2,073.14
Current Assets				
a) Inventories		679.54	-	679.54
b) Financial Assets				
i) Trade Receivables		704.48	-	704.48
ii) Cash and cash Equivalents		33.60	-	33.60
iii) Bank Balances Other than ii) above		46.22	-	46.22
iv) Loans		-	-	-
v) Other Financial Assets		36.92	(4.70)	32.22
c) Other Current Assets		10.61	10.35	20.96
Total Current Assets		1,511.37	5.65	1,517.02
TOTAL ASSETS		3,582.74	7.43	3,590.17
EQUITY AND LIABILITIES				
Equity				
a) Equity Share Capital		107.34	-	107.34
b) Other Equity		1,360.47	8.47	1,368.94
Total Equity		1,467.81	8.47	1,476.28
Liabilities				
Non-Current Liabilities				
a) Financial Liabilities				
i) Borrowings		296.49	-	296.49
b) Provisions		-	-	-
c) Deferred Tax Liabilities		236.64	-	236.64
Total Non- Current Liabilities		533.13	-	533.13
Current Liabilities				
a) Financial Liabilities				
i) Borrowings		437.76	-	437.76
ii) Trade Payables		924.13	(1.04)	923.09
iii) Other Financial Liabilities		30.63	-	30.63
b) Other current Liabilities		162.36	-	162.36
c) Provisions		26.92	-	26.92
Total Current Liabilities		1,581.79	(1.04)	1,580.75
TOTAL EQUITY AND LIABILITIES		3,582.74	7.43	3,590.17

First Time Ind AS Adoption Reconciliation (continued)

II. Statement of Profit and loss for the year ended 31st March, 2017

Rs (in Lacs)

Particulars	Notes to the reconciliations	For the Year Ended 31st March, 2017		
		IGAAP	Effect of transition to Ind AS and regrouping adjustments	IND AS
Revenue from Operations				
Gross Sales		5,518.93	562.03	6,080.96
Other Operating Income		82.52		82.52
Revenue from Operations		5,601.45	562.03	6,163.48
Other Income		12.97	1.78	14.75
Total Income		5,614.42	563.81	6,178.23
Expenses				
Cost of Materials Consumed		3,957.90		3,957.90
Manufacturing Expense		291.60		291.60
Changes in inventories of finished goods, work-in-progress		(137.96)		(137.96)
Employee Benefit expenses		336.68	1.87	338.55
Finance costs		99.60	-	99.60
Depreciation and Amortization expenses		154.97	-	154.97
Other expenses		221.36	562.03	783.39
Total Expenses		4,924.15	563.90	5,488.05
Profit Before Tax		690.27	(0.09)	690.18
Less/ (Add): Tax expenses:				
- Current Tax		153.68	-	153.68
- Mat Credit		50.48		50.48
- Prior Period Tax		0.81	(0.81)	-
- Deferred Tax		27.13	(2.94)	24.18
Profit for the Year		458.18	3.66	461.84
Other Comprehensive Income				
Items that will not be reclassified to Profit or Loss				
Remeasurement of the net defined benefit liability/ asset		-	(8.50)	(8.50)
Income Tax relating to items that will not be reclassified to Profit & Loss		-	2.94	2.94
				-
Total Comprehensive Income for the Year		458.18	9.22	467.40

First Time Ind AS Adoption Reconciliation (continued)

III. Reconciliation as at 1st April 2016

Rs (in Lacs)

Particulars	Notes to the reconciliations	Balance Sheet as at 1st April 2016		
		IGAAP	Effect of transition to Ind AS and regrouping adjustments	IND AS
ASSETS				
Non-Current Assets				
a) Property, Plant & Equipment		1,803.23	-	1,803.23
b) Capital Work-in-Progress		-	-	-
c) Other Intangible assets		-	-	-
d) Financial Assets		-	-	-
i) Investments		1.30	-	1.30
iii) Loans		26.10	-	26.10
iv) Other Non-Current Financial Assets		-	-	-
e) Other Non-Current Assets		-	-	-
Total Non- Current Assets		1,830.63	-	1,830.63
Current Assets				
a) Inventories		469.23	-	469.23
b) Financial Assets		-	-	-
i) Trade Receivables		531.64	-	531.64
ii) Cash and cash Equivalents		14.80	-	14.80
iii) Bank Balances Other than ii) above		59.75	-	59.75
iv) Loans		-	-	-
v) Other Financial Assets		58.21	-	58.21
c) Other Current Assets		63.75	-	63.75
Total Current Assets		1,197.36	-	1,197.36
TOTAL ASSETS		3,027.99	-	3,027.99
EQUITY AND LIABILITIES				
Equity				
a) Equity Share Capital		107.34	-	107.34
b) Other Equity		902.29	(0.75)	901.54
Total Equity		1,009.63	(0.75)	1,008.88
Liabilities				
Non-Current Liabilities				
a) Financial Liabilities		-	-	-
i) Borrowings		446.77	-	446.77
b) Provisions		-	-	-
c) Deferred Tax Liabilities		209.52	-	209.52
Total Non- Current Liabilities		656.29	-	656.29
Current Liabilities				
a) Financial Liabilities		-	-	-
i) Borrowings		450.09	-	450.09
ii) Trade Payables		657.52	(0.06)	657.46
iii) Other Financial Liabilities		18.41	-	18.41
b) Other current Liabilities		209.78	-	209.78
c) Provisions		26.28	0.81	27.09
Total Current Liabilities		1,362.07	0.75	1,362.82
TOTAL EQUITY AND LIABILITIES		3,027.99	0.00	3,027.99

First Time Ind AS Adoption Reconciliation (continued)

IV. Statement of Reconciliation Between the Indian GAAP and Ind AS

Rs (in Lacs)

Particulars	Notes	As at	
		31.03.2017	01.04.2016
(a) Reconciliation of Equity			
Total Equity/Shareholder's fund as per Indian GAAP		1,467.81	1,009.63
Ind AS Adjustments			
Prior Period tax			(0.81)
Income on Mutual Fund		1.78	
Gratuity-LIC		0.06	0.06
OCI Remeasurement-Actuarial gain/loss net of return on plan asset		8.50	-
Employee Benefit Expense		(1.87)	
Total Impact on account of transition		8.47	(0.75)
Total Equity/Shareholder's fund as per Ind AS		1,476.28	1,008.88
(b) Reconciliation of Profits			
Total Profit and loss as per Indian GAAP		458.18	
Income on Mutual Fund		1.78	
Prior Period tax		0.81	
Employee benefit expense		(1.87)	
OCI Remeasurement-Actuarial gain/loss net of return on plan asset		8.50	
Total Impact on account of transition		9.22	
Total Comprehensive Income as per Ind AS		467.40	

B) Notes to the reconciliations between Indian GAAP and Ind AS accounts

a) **Excise duty**

Under IGAAP, revenue from sale of products was presented exclusive of excise duty. Under Ind AS, revenue from sale of goods is presented inclusive of excise duty. Excise duty paid is presented on the face of the Statement of Profit and Loss as part of expenses. There is no impact on the total equity and profit due to the said change.

b) **Remeasurements of post-employment benefit**

Under IGAAP, the management has accounted for employee defined benefit plan with respect to Gratuity by debiting profit and loss statement to the extent of actual premium paid to Life Insurance Corporation and with respect to leave encashment by debiting statement of profit and loss on the basis of unpaid leave and its financial impact estimated by the management for employees calculated during the year. Under Ind AS, the management has accounted for Gratuity and Leave encashment on the basis of actuarial calculation from the date of transition to Ind AS i.e. 1st April, 2016 and accordingly the effect of differences has been accounted for in the profit and loss statement and other comprehensive income as required.

Under Ind AS, remeasurements that is actuarial gains and losses and the return on plan assets, excluding amounts included in the net interest expense on the net defined benefit liability are recognized in Other Comprehensive Income instead of profit or loss.

c) **Employee Benefit Expense**

According to the report of the LIC on the Gratuity, necessary entries are passed in the books of account as on 31.03.2018 and hence adjustment is made in the Ind AS.

d) **Prior Period Items**

Under Ind AS, prior period items are adjusted against the year of which it pertain. Therefore, it is adjusted against the opening reserve as at 01st April 2016.

e) **Impact of Ind AS adoption on the Statements of Cash Flows for the year ended March 31, 2017**

The transition from IGAAP to Ind AS has not a material impact on the Statement of Cash Flows.

f) **Other Comprehensive Income**

Under Ind AS, all items of income and expense recognized in a period should be included in Statement of Profit and Loss for the period, unless a standard requires or permits otherwise. Items of income and expense that are not recognized in Statement of Profit and Loss but are shown in the Statement of Profit and Loss as "Other Comprehensive Income", includes remeasurement of Employee Benefit obligation and fair valuation of Equity Instruments through OCI and Income tax relating to these items. The concept did not exist under the previous GAAP.

g) **Actuarial Gain/ Loss**

Under the previous GAAP, actuarial gains and losses were recognised in Statement of Profit and Loss. Under Ind AS, the actuarial gains and losses form part of remeasurement of the net defined benefit of liability / asset which is recognised in Other Comprehensive Income. Consequently, the tax effect of the same has also been recognised in Other Comprehensive Income under

h) The figures as on the transition date and previous year have been re-arranged and regrouped wherever necessary to make them comparable with those of the current year.

C) Disclosures to the reconciliations between Indian GAAP and Ind AS accounts are given in Notes to accounts in Note No. 2.19.

Note 3.1: Property, Plant & Equipment

Rs (in Lacs)

Particulars	Freehold Land	Factory Building	Road	Administrative Building	Plant & Machinery	Solar Plant	Electrification	Office Equipment	Fire Fighting Equipment	Furniture & Fixture	Vehicles	Laboratory Equipment	Computer	Total
Gross Carrying Value														
As at 1st April, 2016	4.32	314.20	24.87	164.64	1,794.10	146.86	44.66	26.01	0.22	43.85	114.28	1.72	9.58	2,689.32
Additions during the year	-	2.29	-	-	196.84	-	-	1.24	-	2.23	8.40	-	0.36	211.36
Deductions during the year	-	-	-	-	-	-	-	5.72	-	-	6.42	-	-	12.14
As at 31st March 2017	4.32	316.49	24.87	164.64	1,990.95	146.86	44.66	21.53	0.22	46.07	116.26	1.72	9.94	2,886.53
As at 1st April, 2017	4.32	316.49	24.87	164.64	1,990.95	146.86	44.66	21.53	0.22	46.07	116.26	1.72	9.94	2,886.53
Additions during the year	-	17.52	-	-	851.52	-	11.01	0.32	-	-	94.35	-	2.94	977.67
Deductions during the year	-	-	-	-	-	-	-	-	-	-	2.52	-	-	2.52
As at 31st March 2018	4.32	334.01	24.87	164.64	2,842.47	146.86	55.67	21.85	0.22	46.07	208.10	1.72	12.88	3,863.68
As at 1st April, 2018	4.32	334.01	24.87	164.64	2,842.47	146.86	55.67	21.85	0.22	46.07	208.10	1.72	12.88	3,863.68
Depreciation														
As at 1st April, 2016	-	107.69	0.26	10.04	655.23	20.30	29.55	8.37	0.22	17.47	27.64	1.12	8.20	886.09
Provided for the year	-	9.86	7.89	3.54	99.32	9.36	2.48	3.84	-	2.94	14.70	0.24	0.80	154.97
Deductions during the year	-	-	-	-	-	-	-	5.63	-	-	3.61	-	-	9.24
As at 31st March 2017	-	117.54	8.15	13.58	754.55	29.66	32.04	6.58	0.22	20.42	38.73	1.36	8.99	1,031.82
As at 1st April, 2017	-	117.54	8.15	13.58	754.55	29.66	32.04	6.58	0.22	20.42	38.73	1.36	8.99	1,031.82
Provided for the year	-	10.07	7.88	3.53	133.66	9.33	2.26	3.88	-	2.80	22.52	0.24	0.45	196.61
Deductions during the year	-	-	-	-	-	-	-	-	-	-	2.39	-	-	2.39
As at 31st March 2018	-	127.61	16.03	17.11	888.21	38.99	34.29	10.45	0.22	23.22	58.85	1.60	9.44	1,226.04
As at 1st April, 2018	-	127.61	16.03	17.11	888.21	38.99	34.29	10.45	0.22	23.22	58.85	1.60	9.44	1,226.04
Net Carrying Value														
As at 1st April, 2016	4.32	206.52	24.61	154.60	1,138.87	126.56	15.11	17.64	-	26.37	86.64	0.60	1.39	1,803.23
As at 31st March 2017	4.32	198.95	16.72	151.06	1,236.39	117.20	12.62	14.95	-	25.65	77.53	0.36	0.95	1,856.71
As at 31st March 2018	4.32	206.40	8.84	147.53	1,954.26	107.87	21.38	11.40	-	22.86	149.24	0.12	3.44	2,637.65

Note 4: Non-Current Financial Investments

Rs (in Lacs)

Particulars	Face Value	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
<u>Investment in Equity Instruments (Unquoted)</u> (Measured at FVTOCI)				
1 Stag Print Private Limited {1300 Equity Shares of Rs. 10/- each fully paid}	10	1.30	1.30	1.30
<u>Investment in Mutual Fund (Measured at FVTPL)</u>				
1 Birla Sun Life Balanced '95 Fund (Growth)		5.69	5.27	-
2 Franklin India Balanced Fund (Growth Plan)		11.20	10.39	-
3 HDFC Balanced Fund (Growth Option)		11.93	10.72	-
4 HDFC Equity Savings Fund (Growth)		11.04	10.39	-
5 Aditya Birla SL MNC Fund (Growth)		4.69	-	-
6 Aditya Birla Sunlife Fratline Equity Fund (Growth)		4.73	-	-
7 Franklin India Highgrowth Companies fund (Growth)		4.56	-	-
8 IDFC Balance Fund Regular Plan (Growth)		10.29	-	-
9 Mirae Assets India Equity Fund		2.36	-	-
10 Sundaram Rural India Fund		2.42	-	-
Total		70.21	38.08	1.30

4.1 Aggregate Cost of Investment in Mutual Funds

65.00

35.00

0.00

4.2 Aggregate Market Value of Investment in Mutual Funds

68.91

36.78

0.00

4.3 Aggregate Cost of Unquoted Investments

1.30

1.30

1.30

Note 5: Non-Current Financial Loans

Rs (in Lacs)

Particulars	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
(Unsecured, Considered Good) Security Deposits	37.88	27.57	26.10
Total	37.88	27.57	26.10

There are no loans given to Directors, Promoter, Promoter Group, Group Companies, Related Parties or Material Associates by the Company.

Note 6: Non-Current Other Financial Assets

Rs (in Lacs)

Particulars	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
Fixed Deposits with banks for a period more than 12months*	-	-	-
Total	-	-	-

Note 7: Other Non- Current Assets

Rs (in Lacs)

Particulars	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
(Unsecured, Considered Good) Capital Advances	-	137.27	-
Deposit/ Advances with Tax Authorities	3.74	3.74	-
Advances recoverable in cash or in kind or value to be received	-	-	-
Total	3.74	141.01	-

Note 8: Inventories

Rs (in Lacs)

Particulars	As at	As at	As at
	31.03.2018	31.03.2017	01.04.2016
(Valued at lower of Cost or Net Realisable Value)			
Raw Materials	383.22	369.29	307.31
Work-in-progress	170.72	155.40	37.92
Finished goods	19.57	29.31	8.83
Stores, Spares & Cylinders	131.84	115.93	107.85
Packing Material	12.58	9.61	7.32
Total	717.93	679.54	469.23

Note 9 Current Financial Trade Receivables

Rs (in Lacs)

Particulars	As at	As at	As at
	31.03.2018	31.03.2017	01.04.2016
Current- Unsecured			
Considered Good	951.84	704.48	531.64
Considered Doubtful	-	-	-
Total	951.84	704.48	531.64
Less: Allowance for bad & doubtful debts	-	-	-
Total	951.84	704.48	531.64
Outstanding from Related Parties			
Considered Good	21.51	18.39	25.17
Considered Doubtful	-	-	-
	21.51	18.39	25.17
Movements in Allowance for Bad & Doubtful debts:			
Opening balance	-	-	-
(+) Provision made during the year	-	-	-
(-) Amount utilised from the provision	-	-	-
Closing Balance	-	-	-

Note 10: Cash & Cash Equivalents

Rs (in Lacs)

Particulars	As at	As at	As at
	31.03.2018	31.03.2017	01.04.2016
10.1 Cash & Bank Balances			
- Balance with Banks:	4.20	26.20	11.40
- Cash on hand	7.45	7.41	3.39
Sub-Total (A)	11.65	33.60	14.80
10.2 Other Bank Balances			
- Fixed Deposit Accounts (With original maturity greater than 3 months but less than 12 months)*	82.47	46.22	59.75
Sub-Total (B)	82.47	46.22	59.75
Total (A+B)	94.12	79.82	74.54

*Pledged with bank as margin for Bank Guarantee.

Note 11: Current Financial Loans

Rs (in Lacs)

Particulars	As at	As at	As at
	31.03.2018	31.03.2017	01.04.2016
(Unsecured, Considered Good)			
Loans to Employees and others	-	-	-
Total	-	-	-

There are no loans given to Directors, Promoter, Promoter Group, Group companies, Related Parties or Material Associates by the Company.

Note 12: Other Financial Assets

Rs (in Lacs)

Particulars	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
Other Receivables			
From Related Parties	-	-	36.58
From Others	13.72	32.22	21.62
Total	13.72	32.22	58.21

Note 13: Other Current Assets

Rs (in Lacs)

Particulars	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
(Unsecured, Considered Good)			
Balance with revenue authorities	10.81	12.11	10.63
Mat Credit	6.97	-	50.46
Prepaid Expense	13.09	8.85	2.66
Total	30.87	20.96	63.75

Note 14: Share Capital

Particulars	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
Authorised Capital			
6,000,000 Equity Shares of Rs.10/- each	600.00	600.00	600.00
Issued, Subscribed & Fully Paid-up Capital			
1073400 Equity Shares of Rs.10/- each fully paid up	107.34	107.34	107.34
Total Share Capital	107.34	107.34	107.34

There is no increase in Authorised Capital.

Rs (in Lacs)

Particulars	31.03.2018	31.03.2017	01.04.2016
(A) Equity Share Capital			
Balance at the beginning of the year	107.34	107.34	107.34
Share Issued during the year	-	-	-
Bonus Shares issued during the year	-	-	-
Balance at the end of the year	107.34	107.34	107.34

Rs (in Lacs)

The Details of shareholder who are holding more than 5% of the share are as follows.

	As at 31.03.2018		As at 31.03.2017	
	% of Holding	No of Shares	% of Holding	No of Shares
a) Promoter & Promoter Group				
Of which shareholders holding more than 5% of the Paid-up Capital				
1 Anil Patel	15.07%	1.62	15.07%	1.62
2 Kokila Patel	16.24%	1.74	16.24%	1.74
3 Vaishali Amin	10.35%	1.11	10.35%	1.11
4 Kunal Patel	6.31%	0.68	5.38%	0.58

c) **Restriction On Voting Rights**

The company has only one class of issued equity share capital having a par value of Rs. 10 each. Each holder of equity share is entitled for one vote per share and right to receive the dividend, if any, declared on the equity shares.

d) The company has not issued any bonus shares, nor has bought back shares during the period of five years immediately preceding the reporting period.

Note 15: Other Equity

Particulars	Reserves & Surplus					Other Comprehensive Income	Total
	Capital Reserve	Securities Premium Reserve	General Reserve	Retained Earnings	Revaluation reserve		
Balance as at 1st April 2016 as per Indian GAAP (A)	48.45	-	0.26	853.58	-	-	902.29
Prior Period tax	-	-	-	(0.81)	-	-	(0.81)
Gratuity-LIC	-	-	-	0.06	-	-	0.06
Adjustment on account of transition to Ind AS and restatement adjustments	-	-	-	(0.75)	-	-	(0.75)
Balance as at 1st April 2016 as per Ind AS (A)+(B)	48.45	-	0.26	852.82	-	-	901.54
Profit for the Year	-	-	-	461.84	-	-	461.84
Total Other Comprehensive Income for the Year (Net of Tax)	-	-	-	-	-	5.56	5.56
Balance as at 31st March 2017	48.45	-	0.26	1,314.67	-	5.56	1,368.94
Balance as at 1st April 2017	48.45	-	0.26	1,314.67	-	5.56	1,368.94
Profit for the Year	-	-	-	288.07	-	-	288.07
Total Other Comprehensive Income for the Year (Net of Tax)	-	-	-	-	-	2.14	2.14
Balance as at 31st March 2018	48.45	-	0.26	1,602.74	-	7.70	1,659.15

Rs (in Lacs)

Note 16: Non-Current Financial Borrowings

Rs (in Lacs)

Particulars	As at	As at	As at
	31.03.2018	31.03.2017	01.04.2016
Secured			
Term Loans:			
- From Banks	1,076.63	447.93	635.45
- From NBFC	-	3.12	14.36
Total	1,076.63	451.05	649.81
Less: Current portion	228.73	154.56	203.04
Total	847.90	296.49	446.77

Rs (in Lacs)

Name of Institution/ Bank/ Others	31.03.2018	31.03.2017
	1 HDFC Bank	
Term Loan III	-	0.32
Term Loan IV	-	0.62
Term Loan V	3.39	5.82
2 Axis Bank		
Term Loan I	10.45	20.10
Term Loan II	25.74	43.96
Term Loan III	30.56	50.73
Term Loan IV	-	-
Term Loan V	223.04	326.38
Term Loan VI	220.77	-
Term Loan VII-USD	488.00	-
Term Loan VIII-Mercedes	64.12	-
Term Loan IX-Tempo Traveller	10.55	-
3 Magma Fincap-Business Loan-Financial Institution		
Magma Fincap	-	3.12
Total Borrowings	1,076.63	451.05
Non-Current Portion	847.90	296.49
Current Portion	228.73	154.56

The terms of repayment of long term loans are as under :

- * Term Loan - HDFC Term Loan I Nil (PY Rs. 1.04 lacs) secured by way of Hypothecation of Car of the Company. The Loan is repayable in equal monthly instalments each of Rs. 0.10 lacs along with Interest @ 12.00% P.a.
- * Term Loan - HDFC Term Loan II Nil (PY Rs. 5.25 lacs) secured by way of Hypothecation of Car. The Loan is repayable in equal monthly instalments each of Rs. 0.90 lacs along with Interest @ 10.00% P.a.
- * Term Loan - HDFC Term Loan III Rs. 0.32 lacs (PY Rs. 3.97 lacs) secured by way of Hypothecation of Car. The Loan is repayable in equal monthly instalments each of 0.32 lacs along with Interest @ 10.25% P.a.
- * Term Loan - HDFC Term Loan IV Rs. 0.62 lacs (PY Rs. 2.37 Lacs) secured by way of Hypothecation of Car. The Loan is repayable in equal monthly instalments each of Rs. 0.16 lacs along with Interest @ 10.65% P.a.
- * Term Loan - HDFC Term Loan V Rs. 5.82 lacs (PY Nil) secured by way of Hypothecation of Car. The Loan is repayable in equal monthly instalments each of Rs. 0.24 lacs along with Interest @ 9.65% P.a.
- * Term Loan - Axis Bank Term Loan I Rs. 20.10 Lacs (PY Rs. 29.00 lacs) secured by way of Hypothecation of Car of the Company. The Loan is repayable in equal monthly instalments each of Rs. 0.93 lacs along with Interest @ 9.65% P.a.
- * Term Loan - Axis Bank Term Loan II Rs. 43.96 lacs (PY Rs. 62.15 lacs) secured by way of Hyp. Of Machinery , Electric Installation , Furniture , office equipment etc of the Company. The Loan is repayable in equal monthly instalments each of Rs. 1.50 lacs, Interest @ 2.75% above Base Rate (i.e. 12.25%) p.a.
- * Term Loan - Axis Bank Term Loan III Rs.50.73 lacs (PY Rs.70.86 Lacs) secured by way of Hyp. of Machinery, Electric Installation, Furniture, office equipmnet etc. The Loan is repayable in equal monthly instalments each of Rs.1.66 lacs, Interest @ 2.75% above Base Rate (i.e. 12.25%) p.a.
- * Term Loan - Axis Bank Term Loan IV Nil (PY Rs. 31.29 lacs) secured by way of Hyp. Of Machinery , Electric Installation , Furniture , office equipmnet etc of the Company. The Loan is repayable in equal monthly instalments each of Rs. 6.15 lacs, Interest @ 2.75% above Base Rate (i.e. 12.25%) p.a.
- * Term Loan - Axis Bank Term Loan V Rs. 326.38 lacs (PY Rs. 429.50 lacs) secured by way of Hyp. Of Machinery, Electric Installation, Furniture, office equipmnet etc of the Company. The Loan is repayable in equal monthly instalments each of Rs. 8.50 lacs after the monetering period of 6 months, Interest @ 2.75% above Base Rate (i.e. 12.25%) p.a.
- * Term Loan - Magma Fincap Rs. 3.12 lacs (PY Rs. 14.36 Lacs) are clean bussiness loan secured by way of personal guarantee of the directors of the company. The Loan is repayable in equal monthly instalments each of Rs. 0.80 lacs along with Interest @ 16.68% P.a.
- * Term Loan - Axis Term Loan VI Rs. 220 Lacs (PY Rs. -Nil) secured by way of Hypothecation of Hyp. Of Machinery , Electric Installation , Furniture , office equipmnet etc of the Company. The Loan is repayable in equal monthly instalments each of Rs. 4.65 lacs along with Interest @ 10.65% P.a.
- * Term Loan - Axis Loan VII Rs. 488 Lacs (PY Rs. -Nil) secured by way of Hypothecation of Hyp. Of Machinery , Electric Installation , Furniture , office equipmnet etc of the Company. The Loan is repayable in equal monthly instalments each of 14203 USD along with Interest @ 10.65% P.a.
- * Term Loan - Axis term Loan VIII Rs. 64.11 (PY Nil) secured by way of Hypothecation of Car. The Loan is repayable in equal monthly instalments each of Rs. 1.93 lacs along with Interest @ 8.51% P.a.
- * Term Loan - Axis term Loan IX Rs. 10.55 (PY Nil) secured by way of Hypothecation of tempo traveller. The Loan is repayable in equal monthly instalments each of Rs. 0.27 lacs along with Interest @ 8.51% P.a.
- * All the facilities (funded & Non-funded) are further secured by personal guarantee of the Directors of the Company.

Note 17: Non-Current Provisions

Rs (in Lacs)

Particulars	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
Provision for Employee Benefits	-	-	-
Total	-	-	-

Note 18: Deferred Tax Liabilities (Net)

Rs (in Lacs)

Particulars	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
<u>Deferred Tax Liability</u>			
On account of PPE (A)	308.02	236.98	221.01
On account of gratuity (B)	4.67		
<u>Deferred Tax Asset</u>			
On account of gratuity (B)	-	0.34	11.50
Net Deferred Tax Liability/ (Asset)= (A-B)	312.69	236.64	209.52

Note 19: Current Financial Borrowings

Rs (in Lacs)

Particulars	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
Secured			
- Working Capital Loans			
Axis Bank	187.06	323.22	349.95
Citi Bank		(0.63)	-
- Balance with the Bank-Axis Bank	34.86	63.61	50.54
Unsecured loan repayable on demand			
- From Directors	92.63	51.57	49.60
- From Others	-	-	-
- From Shareholders	-	-	-
Total	314.54	437.76	450.09
Rate of interest on working capital loans-Axis Bank	10.50%	10.50%	10.50%
Rate of interest on working capital loans-Citi Bank	11.00%	11.00%	11.00%
Working capital loans are secured by Hypothecation of entire raw materials, stock-in-process, stores & spares, packing materials, finished goods and Book-debts of the Company, both present & future.			

Note 20: Current Financial Trade Payables

Rs (in Lacs)

Particulars	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
Trade Payables			
- For Raw Materials	898.91	793.34	463.65
- For Expenses	112.45	129.76	193.81
Suppliers MSMEDA*	-	-	-
Total	1,011.37	923.09	657.46

* The details of amounts outstanding to Micro, Small and Medium Enterprises as identified by the management, under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) are as under:

Rs (in Lacs)

Sr. No.	Particulars	As at 31.03.2018	As at 31.03.2017
1	Principal amount due and remaining unpaid	0	0
2	Interest due on (1) above and the unpaid interest	0	0
3	Interest paid on all delayed payment under the MSMED Act	0	0
4	Payment made beyond the appointed day during the year	0	0
5	Interest due and payable for the period of delay other than (3) above	0	0
6	Interest accrued and remaining unpaid	0	0
7	Amount of further interest remaining due and payable in succeeding years	0	0

* This information has been determined to the extent such parties have been identified based on information available with the Company.

Note 21: Other Current Financial Liabilities

Rs (in Lacs)

Particulars	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
Creditors for Capital Goods	33.67	30.63	18.41
Total	33.67	30.63	18.41

Note 22: Other Current Liabilities

Rs (in Lacs)

Particulars	Rs (in Lacs)		
	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
Current Maturities of Long term Borrowings	228.73	154.56	203.04
Advance from Customers	5.95	-	-
Statutory dues	3.70	7.80	6.74
Other payables	-	-	-
Total	238.39	162.36	209.78

Note 23: Provisions

Rs (in Lacs)

Particulars	Rs (in Lacs)		
	As at 31.03.2018	As at 31.03.2017	As at 01.04.2016
Provision for Employee Benefits	30.27	23.68	17.54
Other Provision	2.64	3.34	3.35
Provision for Income tax	-	(0.11)	6.20
Total	32.91	26.92	27.09

Note 24: Revenue From Operations

Rs (in Lacs)

Particulars	For the year ended	
	31.03.2018	31.03.2017
REVENUE FROM SALE OF PRODUCTS		
Sale of Goods	6,098.74	5,518.93
Add: Excise duty	124.83	562.03
Total	6,223.58	6,080.96
OTHER OPERATING INCOME		
Job Work	32.21	81.56
Export Benefit Received	2.01	0.96
Export rate variation	0.73	-
	34.95	82.52
Total	6,258.52	6,163.48

Note 25: Other Income

Rs (in Lacs)

Particulars	For the year ended	
	31.03.2018	31.03.2017
Profit on sale of Investments (Net):		
Profit on sale of Property, Plant & Equipment (Net)	-	-
Interest:		
From Bank	4.54	4.97
From Others	3.89	1.93
Investment Income:		
On Mutual Fund	2.13	1.78
Other Misc Income	-	6.08
Total	10.56	14.75

Note 26: Cost of Materials Consumed

Rs (in Lacs)

Particulars	For the year ended	
	31.03.2018	31.03.2017
Raw Material Consumed (Imported)	565.85	459.20
Raw Material Consumed (Indigenous)	3,700.62	3,418.45
Raw Materials Consumed	4,266.47	3,877.65
Packing Material Consumed	67.63	80.25

Percentage of imported and indigenous raw materials consumption

Rs (in Lacs)

Particulars	For the year ended	
	31.03.2018	31.03.2017
Imported	13.26%	11.84%
Indigenous	86.74%	88.16%

Note 27: Manufacturing Expense

Rs (in Lacs)

Particulars	For the year ended	
	31.03.2018	31.03.2017
Freight & Carriage	39.78	66.15
Power, Fuel & Water Charges	164.64	132.63
Consumable Stores & Dies Consumed	68.80	52.43
Excise duty (Net)	1.47	6.89
Repairs & Maintenance	25.66	20.81
Factory Expenses	6.75	5.49
Security Expenses	7.61	7.19
Total	314.72	291.60

Note 28: Changes in inventories of finished goods, work-in-progress and Stock-in-Trade

Rs (in Lacs)

Particulars	For the year ended	
	31.03.2018	31.03.2017
Opening Stock		
Finished goods	29.31	8.83
Work-in-progress	155.40	37.92
Sub- Total (A)	184.70	46.74
Less: Closing Stock		
Finished goods	19.57	29.31
Work-in-progress	170.72	155.40
Sub- Total (B)	190.28	184.70
Net (A-B)	(5.58)	(137.96)

Note 29: Employee Benefit expenses

Rs (in Lacs)

Particulars	For the year ended	
	31.03.2018	31.03.2017
Salaries, Wages, Bonus, Benefits and Amenities	304.85	206.93
Director Remuneration	120.00	96.00
Contribution to PF & Other Funds	31.53	20.67
Gratuity	10.14	9.97
Employee Welfare Expenses	5.25	4.97
Total	471.77	338.55

Note 30 Finance Costs

Rs (in Lacs)

Particulars	For the year ended	
	31.03.2018	31.03.2017
Interest		
- On Bank Loans	94.63	99.88
- On Other Loans	9.94	6.08
Less:Interest Capitalised	(14.17)	(6.36)
Total	90.39	99.60

Note 31: Depreciation and Amortization

Rs (in Lacs)

Particulars	For the year ended	
	31.03.2018	31.03.2017
Property Plant & Equipment	196.61	154.97
Other Intangible Assets	-	-
Total	196.61	154.97

Note 32: Other expenses

Rs (in Lacs)

Particulars	For the year ended	
	31.03.2018	31.03.2017
Other Expenses		
Rent, Rates & Taxes	2.27	2.81
Postage & Telephone	5.52	4.48
Printing & Stationery	1.42	1.62
Office Expenses	1.39	1.36
Excise duty (Sales)	124.83	562.03
Insurance Expense	22.49	9.13
Repairs and Maintenance Expense (Other)	14.91	14.79
Travelling Expenses	17.48	23.62
Conveyance Expenses	10.07	9.74
Auditors' Remuneration	1.25	1.03
Legal Exps. & Professional Fees	37.25	20.65
Carriage Outward & Export exps	60.66	49.69
Advertisement Expense	1.94	2.66
Commission on Sales Expense	87.60	62.11
Computer Expenses	1.32	0.80
Entertainment Expense	10.03	3.29
Professional Tax	0.03	0.03
Licence Fees / ECGC / Filing Fees	2.84	1.26
General Miscellaneous Expenses	8.37	5.09
Donations	2.25	-
Loss on Sale of Assets	(0.07)	2.08
Bank Commission & Charges	4.52	5.13
Total	418.35	783.39

Note 33: CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS

Rs (in Lacs)

Particulars	As at		
	31.03.2018	31.03.2017	01.04.2016
Contingent Liability			
Income Tax liability being disputed (Against the amount paid as on 31.03.18 of Rs. 3.74 Lacs, As on 31.03.17 of Rs. 3.74 Lacs)	24.94	24.94	-
Letters of Credit issued for purchase of Raw Materials	0.00	0.00	0.00
Bank Guarantee (Guarantee given by the banks for which the Company has given counter guarantee)	0.00	0.00	0.00

Note 34: INCOME TAX EXPENSE

Rs (in Lacs)

Particulars	For the year ended	
	31.03.2018	31.03.2017
Current Tax		
Current tax on profits for the year	92.70	153.68
Total current tax expense	92.70	153.68
Current Tax on OCI		
Current tax on OCI	1.13	2.94
Deferred tax		
Deferred tax adjustments	74.92	24.18
Total deferred tax expense/(benefit)	74.92	24.18
Income tax expense	168.75	180.80

Note 35: AUDITORS REMUNERATION

Rs (in Lacs)

Particulars	For the year ended	
	31.03.2018	31.03.2017
Statutory Audit Fees	0.90	0.65
Tax Audit Fees	0.35	0.38
Total	1.25	1.03

Note 36: EXPENDITURE IN FOREIGN CURRENCY

Rs (in Lacs)

Particulars	For the year ended	
	31.03.2018	31.03.2017
Foreign Travel Expenses	6.81	8.72
Other Expenses	4.05	368.32
For Capital Goods	563.05	35.96

Note 37: VALUE OF IMPORT ON CIF BASIS

Rs (in Lacs)

Particulars	For the year ended	
	31.03.2018	31.03.2017
Raw Material	565.85	459.20

Note 38: EARNINGS IN FOREIGN CURRENCY

Rs (in Lacs)

Particulars	For the year ended	
	31.03.2018	31.03.2017
Export of goods calculated on FOB basis	166.73	62.69

Note 39: DISCLOSURE UNDER IND AS 19- EMPLOYEE BENEFITS**Defined contribution plans**

The Company is contributing toward Provident Fund of employees. Under the scheme the Company is contributing a specified percentage of the salary to the fund and is depositing to the Recognized provident fund.

Defined benefit plans

The Company is contributing towards Gratuity Fund of employees. Under the scheme the Company pays premium to the Life Insurance Corporation (LIC) of India based on their actuarial calculation. Further, the company has also actuarial calculation done from an independent actuary and any difference in the premium paid to LIC and the liability calculated is accordingly accounted.

Defined Benefit Plan: Gratuity (Funded)

Rs (in Lacs)

Particulars	For the year ended	
	31.03.2018	31.03.2017
I - Expenses recognized in the Statement of Profit and Loss:		
Current Service Cost	4.94	4.81
Interest Cost	5.20	5.17
Expenses recognized during the year	10.14	9.97
Expenses recognized in other comprehensive income (OCI)		
Actuarial (gain)/losses on obligation for the period	2.17	(5.38)
Return on Plan Assets, Excluding Interest Income	(5.44)	(3.12)
Change in Asset Ceiling		
Net (Income)/Expenses For the Period Recognised in OCI	(3.27)	(8.50)
II - Changes in the present value of defined benefit obligation representing reconciliation of opening and closing balances thereof:		
As at the beginning of the Year	61.72	60.08
Current service cost	4.94	4.81
Interest Cost	5.20	5.17
Benefit paid from the fund	(5.59)	(2.95)
Actuarial losses/(gains)	2.17	(5.38)
As at the end of the year	68.44	61.72
III - Movement in net liability recognized in Balance Sheet		
As at the beginning of the Year - (liability)/Asset	(5.65)	34.85
Expenses recognized during the year in Statement of Profit and Loss	10.14	9.97
Expenses recognized during the year in OCI	(3.27)	(8.50)
Contributions made	(14.73)	(41.97)
As at the end of the year	(13.50)	(5.65)
IV - Changes in the fair value of plan assets representing reconciliation of the opening and closing balances thereof:		
As at the beginning of the Year	67.37	25.23
Contributions made	14.73	41.97
Benefit paid from the fund	(5.59)	(2.95)
Return on Plan Assets, Excluding Interest Income	5.44	3.12
As at the end of the year	81.94	67.37
V - Net (Liability) recognized in the balance sheet		
Present Value of Benefit Obligations at the end of the period	(68.44)	(61.72)
Fair Value of Plan Assets at the end of the period	81.94	67.37
Net (Liability)/Asset recognized in the Balance Sheet	13.50	5.65
VI - Return on Plan Assets		
Expected return on plan assets	5.44	3.12
Actuarial (loss)/gain	(2.17)	5.38
Actuarial return on plan assets	3.27	8.50
VII - The major categories of plan assets as a percentage of total plan assets		
Insurer Managed Funds	100%	100%
VIII - Principal actuarial assumptions		
Discount rate	7.50%	8.00%
Expected Rate of Return on Plan Assets	7.50%	8.00%
Annual increase in salary cost	7.00%	7.00%

Employee benefit plan typically expose the company to actuarial risks such as: investment risk, interest risk, longevity risk and salary risk.

Investment Risk

The present value of the defined benefit plan liability is calculated using a discount rate determined by reference to the market yields on government bonds denominated in Indian Rupees. If the actual return on plan asset is below this rate, it will create a plan deficit.

Interest Risk

A decrease in the bond interest rate will increase the plan liability. However, this will be partially offset by an increase in the return on the plan's debt investments.

Longevity Risk

The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

Salary Risk

The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

Note 40: OPERATING SEGMENTS

The Company is engaged in the business of manufacturing wire and cable compounds and therefore, has only one reportable segment in accordance with Ind AS 108 "Operating Segment".

The Company has two geographical segments based upon location of its customers - within and outside India:

a) Revenue Rs (in Lacs)

Particulars	For the year ended	
	31.03.2018 Ind AS	31.03.2017 Ind AS
Within India	6056.85	6018.27
Outside India	166.73	62.69
Total	6223.58	6080.96

Segment revenue reported above represents revenue generated from external customers from sale of products.

Note 41: RELATED PARTY DISCLOSURES

Nature of Relationship	Name of Related Party
Key Management Personnel	Anil Patel Kunal Patel
Relative of Key Management Personnel	Anupan Trading Vaishali Amin Stag Print pvt ltd Aman Enterprise
Other Parties which significantly Influence/are influenced by the Company (either individually or with others)	H S Bhatt OM Suntronics Converting Equipment Kalpvrx Converting Products Pvt Ltd

Rs (in Lacs)

Name of the related party and nature of transactions	For the year ended	
	31.03.2018	31.03.2017
	Ind AS	Ind AS
Anil Patel		
Remuneration *	72.00	60.00
Unsecured loan received	-	-
Unsecured loan paid	5.91	0.22
Interest on unsecured loan	1.97	2.19
Closing balance of unsecured loan	40.52	44.46
Dividend Paid on Equity Shares	-	-
Kunal Patel		
Remuneration *	48.00	36.00
Unsecured loan received	50.00	-
Unsecured loan paid	5.00	-
Interest on unsecured loan	-	-
Closing balance of unsecured loan	45.00	-
Dividend Paid on Equity Shares	-	-
Vaishali Amin		
Remuneration *	6.00	6.00
Unsecured loan received	-	-
Unsecured loan paid	-	-
Interest on unsecured loan	-	-
Closing balance of unsecured loan	-	-
Dividend Paid on Equity Shares	-	-

KALPVRUX CONVERTING PRODUCT P LTD		
Purchase / Repairing	40.63	29.97
Amount Paid	34.17	29.97
Interest	-	-
Closing balance	6.46	-
Dividend Paid on Equity Shares	-	-
PRECISE AUTOMATION AND CONTROL P LTD		
Purchase / Repairing	11.55	-
Amount Paid	11.55	-
Interest	-	-
Closing balance	-	-
STAG PRINT P LTD		
Purchase / Repairing sales	6.46	-
Amount Paid	9.57	39.72
Interest	-	-
Closing balance	21.51	18.39
Dividend Paid on Equity Shares	-	-
AMAN ENTERPRISES		
Purchase / Repairing	467.05	386.06
Amount Paid	467.05	325.35
Interest	-	-
Closing balance	179.25	179.25
Dividend Paid on Equity Shares	-	-
OM SUNTRONIC CONVERTING EQUIPMENTS		
Purchase / Repairing	4.21	1.46
Amount Paid	2.18	0.80
Interest	-	-
Closing balance	2.72	0.70
Dividend Paid on Equity Shares	-	-
Dividend Paid on Equity Shares	-	-

* Key Managerial Personnel and Relatives of Promoters who are under the employment of the Company are entitled to post employment benefits and other long term employee benefits recognised as per Ind AS 19- Employee Benefits in the financial statements. As these employee benefits are lump sum amounts provided on the basis of actuarial valuation, the same is not included above.

Note 42: FINANCIAL INSTRUMENTS

Note 42.1: CAPITAL MANAGEMENT

The Company manages its capital to ensure that the Company will be able to continue as going concern while maximizing the return to stakeholders through the optimisation of the debt and equity balance.

The Company determines the amount of capital required on the basis of annual planning and budgeting and its plan for working capital and long-term borrowings. The funding requirements are met through equity, internal accruals and a combination of both long-term and short-

The Capital Structure of the Company consists both debt and equity.

GEARING RATIO	Rs (in Lacs)	
	31.03.2018	31.03.2017
Gross Debt (Long term and short term borrowings including current maturities)	1,391.17	888.81
Less: Cash and bank balances	94.12	79.82
Net Debt	1,297.05	808.98
Total Equity	1,766.49	1,476.28
Net Debt to equity Ratio	0.73	0.55

Note 42.2: FINANCIAL RISKS MANAGEMENT

In the course of business, amongst others, the Company is exposed to several financial risks such as Credit Risk, Liquidity Risk, Interest Rate Risk, Exchange Risk and Commodity Price Risk.

These risks may be caused by the internal and external factors resulting into impairment of the assets of the Company causing adverse influence on the achievement of Company's strategies, operational and financial objectives, earning capacity and financial position.

The Company has formulated an appropriate policy and established a risk management framework which encompass the following process:

- identify the major financial risks which may cause financial losses to the company
- assess the probability of occurrence and severity of financial losses
- mitigate and control them by formulation of appropriate policies, strategies, structures, systems and procedures
- Monitor and review periodically the adherence, adequacy and efficacy of the financial risk management system

The Company enterprise risk management system is monitored and reviewed at all levels of management, Internal Auditors, Audit Committee and the Board of Directors from time to time.

(A) COMMODITY PRICE RISK

The main raw materials which company procures are global commodities and their prices are to a great extent linked to the movement of crude prices directly or indirectly. The pricing policy of the Company's final product is structured in such a way that any change in price of raw materials is passed on to the customers in the final product however, with a time lag which mitigates the raw material price risk.

With regard to the finished products, the Company has been operating in a global competitive environment which continues to keep downward pressure on the prices and the volumes of the products.

In order to combat this situation, the Company formulated manifold plans and strategies to develop new customers & focus on new innovative products. In addition, it has also been focusing on improvement in product quality and productivity. With these measures, Company counters the competition and consequently commodity price risk.

(1) FOREIGN CURRENCY RISK

The company is exposed to the foreign currency risk from transactions. Transactional exposures are arising from the transactions entered into foreign currency. Management keeps a close watch of the maturity of the financial assets in foreign currency and payment obligations of the financial liabilities.

The carrying amounts of the Company's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting periods are as follows:

Currency	Liabilities			Assets			Net overall exposure on the currency - net assets/(net liabilities)
	Gross Exposure	Exposure hedged using derivatives	Net liability exposure on the currency	Gross Exposure	Exposure hedged using forward contracts	Net asset exposure on the currency	
USD	8.20	0.00	8.20	0.16	0.00	0.16	(8.04)

Currency	Liabilities			Assets			Net overall exposure on the currency - net assets/(net liabilities)
	Gross Exposure	Exposure hedged using derivatives	Net liability exposure on the currency	Gross Exposure	Exposure hedged using forward contracts	Net asset exposure on the currency	
USD	0.00	0.00	0.00	0.00	0.00	0.00	0.00
In INR	41,698,962	0	41,698,962	149,180,994	0	149,180,994	107,482,032

(2) INTEREST RATE RISK

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates. Further, the Company's investments in deposits is with banks and electricity authorities and therefore do not expose the Company to significant interest rates risk. The Company's variable rate borrowing is subject to interest rate risk. However, the management considers the impact of fair value interest rate risk on variable rate borrowings to be immaterial.

(B) CREDIT RISK

Credit Risk refers to the risks that arise on default by the counterparty on its contractual obligation resulting into financial loss to the company. The company may carry this Risk on Trade and other receivables, liquid assets and some of the non current financial assets. In case of Trade receivables, the company has framed appropriate policy for extending credits period & limit to each customer based on their profile, financial position and their external rating etc. The collections of trade dues are strictly monitored. In case of Export customers, even credit guarantee insurance is also obtained for each and every customer.

The credit risk on cash & cash equivalent, investment in fixed deposits, liquid funds and deposits are insignificant as counterparties are banks or mutual funds with high credit ratings assigned by the trading agencies of international repute.

(C) LIQUIDITY RISK

Liquidity Risk arises when the company is unable to meet its short term financial obligations as and when they fall due.

The company maintains adequate liquidity in the system so as to meet its all financial liabilities timely. In addition to this, the company's overall financial position is very strong so as to meet any eventuality of liquidity tightness.

Contractual maturities of financial liabilities are given as under:

Particulars	As at	Due within 12 months from Balance Sheet Date		Due beyond 12 months of Balance Sheet Date	
Borrowings	31-03-18	1,391.17	543.27	847.90	
	31-03-17	888.81	592.32	296.49	
Tarde Payables	31-03-18	1,011.37	1,011.37	0.00	
	31-03-17	923.09	923.09	0.00	
Other Financial Liability	31-03-18	33.67	33.67	0.00	
	31-03-17	30.63	30.63	0.00	

Note 43.3: FAIR VALUE MEASUREMENTS

The carrying value of instruments by categories are as follows:

Rs (in Lacs)

Particulars	As at	Amortised Cost	Financial Assets/Liabilities at fair value through Profit or Loss	Financial Assets/Liabilities at fair value through OCI	Total Carrying Value
Assets					
Financial Assets					
i) Investments	31-03-18 31-03-17	- -	68.91 36.78	1.30 1.30	70.21 38.08
ii) Loans (Non-Current and Current)	31-03-18 31-03-17	37.88 27.57	- -	- -	37.88 27.57
iii) Other Financial Assets (Non-Current and Current)	31-03-18 31-03-17	13.72 32.22	- -	- -	13.72 32.22
iv) Trade Receivables	31-03-18 31-03-17	951.84 704.48	- -	- -	951.84 704.48
v) Cash and cash Equivalents	31-03-18 31-03-17	11.65 33.60	- -	- -	11.65 33.60
vi) Other Bank balance	31-03-18 31-03-17	82.47 46.22	- -	- -	82.47 46.22
Total	31-03-18 31-03-17	1,084.01 834.65	68.91 36.78	1.30 1.30	1,085.31 835.95
Liabilities					
Financial Liabilities					
i) Borrowings (Non-Current and Current)	31-03-18 31-03-17	1,162.44 734.25	- -	- -	1,162.44 734.25
iii) Trade Payables	31-03-18 31-03-17	1,011.37 923.09	- -	- -	1,011.37 923.09
iv) Other Financial Liabilities	31-03-18 31-03-17	33.67 30.63	- -	- -	33.67 30.63
Total	31-03-18 31-03-17	2,207.48 1,687.97	- -	- -	2,207.48 1,687.97

Fair Value hierarchy disclosures:

Level 1 - Financial Instruments measured using quoted prices. This includes listed equity instruments, traded bonds, ETF's and mutual funds that have quoted prices. The fair value of all equity instruments (including bonds) which are traded in stock exchanges is valued using the closing prices as at the reporting period. The mutual funds are valued using the closing NAV.

Level 2 - Financial Instruments that are not traded in an active market (for example traded bonds, over the counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs). This is the case of unlisted equity securities, contingent consideration and indemnification asset included in level 3.

The management has carried out analysis of financial assets and liabilities for all the reporting periods and has concluded that there are no financial assets and liabilities to be considered at fair value and disclosed under Level 1, Level 2 or Level 3 and all the financial assets and liabilities are at its carrying value which is equal to the fair value measured at amortised cost.

The carrying amounts of trade receivables, cash and cash equivalent, bank balances, current loans, current other financial assets, trade payables, current borrowings and other current financial liabilities are considered to be the same as their fair values, due to their short term nature.

The carrying amounts of non current financial loans are considered to be the same as their fair value as it consist of security deposit with Government Organisations such as Electricity companies, which are interest bearing and are close to the fair value. Also, it consist of loans given to employees which are also interest bearing and are close the fair value.

The carrying amount of non current other financial assets are considered to be the same as their value as it consist of interest bearing fixed deposits having maturity of more than 12 months and are close to the fair value.

STATEMENT OF ACCOUNTING RATIOS

Rs (in Lacs)

Particulars	For the year ended March 31,	
	2018	2017
Net Profit after tax, as restated	290.21	467.40
Share Capital	107.34	107.34
Reserves & Surplus, as restated	1,659.15	1,368.94
Net Worth	1,766.49	1,476.28
Earnings Per Share (Equity Shares, Par Value of Rs. 10/- each) *		
Basic (Rs.)	27.04	43.54
Diluted (Rs.)	27.04	43.54

For Modi & Joshi

Chartered Accountants

Firm Registration No. 135442W

Mitul Modi

Partner

Membership No. 154342

Place: Vadodara

Date: 30.05.2018

For and on behalf of the Board of Directors

Anil Patel

Chairmand and Managing Director

DIN: 00006904

Place: Vanseti

Date: 30.05.2018

Kunal Patel

Director

DIN 00106545

Form No. MGT-11

Proxy form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN : L25200GJ1988PLC010514
Name of the company : PURITY FLEXPACK LIMITED
Registered office : At & Post Vanseti, Near Baska, Halol, Panchmahal-389350, Gujarat
Name of the Member (s) :
Registered Address :
E-mail Id :
Folio No/ Client Id :
DP ID :

I/We, being the member (s) of shares of the above named company, hereby appoint

- 1. Name :
Address :
E-mail Id :
Signature : or failing him
2. Name :
Address :
E-mail Id :
Signature :

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 30th Annual general meeting of the company, to be held on Monday, the 24th, September- 2018 At 11:00 A.M. the Registered Office of the Company At & Post Vanseti, Near Baska, Halol, Panchmahal-389350, Gujarat and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.

- 1
2
3
4

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



Signature of shareholder

Signature of Proxy holder(s)

Note: 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.

**Form No. MGT-12
Polling Paper**

[Pursuant to section 109(5) of the Companies Act, 2013 and rule 21(1)(c) of the Companies (Management and Administration) Rules, 2014]

Name of the Company : PURITY FLEXPACK LIMITED

Registered office : At & Post Vanseti, Near Baska, Halol, Panchmahal-389350, Gujarat

BALLOT PAPER

Sr. No	Particulars	Details
1.	Name of the First Named Shareholder (In block letters)	
2.	Postal address	
3.	Registered folio No. / *Client ID No. (*Applicable to investors holding shares in dematerialized form)	
4.	Class of Share	

I hereby exercise my vote at 30th AGM held on Monday, the 24th, September- 2018 at 11.00 A.M. in respect of Ordinary/ Special resolution enumerated below by recording my assent or dissent to the said resolution in the following manner:

Reso. No.	Item	No. of shares held by me	I assent to the resolution	I dissent from the resolution
1.	To receive, consider and adopt the audited Balance Sheet, Statement of Profit and Loss, Boards' Report and Auditors Report thereon as at March 31, 2018.			
2.	To Appoint a Director in place of Mr. Daxesh Patel, (holding DIN No. 00194232) who retires by rotation as per the provisions of Section 152 of the Companies Act, 2013 and being eligible offers himself for reappointment			
3.	To Appoint a Director in place of Mr. Darshkkumar Sheth, (holding DIN No. 01292460) who retires by rotation as per the provisions of Section 152 of the Companies Act, 2013 and being eligible offers himself for reappointment			
4.	To Re-Appointment of Statutory Auditors			
5.	Revision of terms of Remuneration of Mr. Kunal A. Patel (DIN 00106545) as a Whole-time Director.			
6.	Mrs. Vaishali Amin holding office or place of profit as Purchase Manager of the Company			

Book Post

To,

If undelivered, Please return to:

Purity Flexpack Ltd.

Reg. Office & Factory: At Vanseti | Post Tajpura | Near Halol | Dist. Panchmahals 389 350

Tel.: +919904269108 | CIN. No. L25200GJ1988PLC010514) | Email: sales@purityflexpack.com

Web: www.purityflexpack.com